

Dave Yost • Auditor of State

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY**

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**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY**

**FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2013**

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	Federal CFDA Number	Receipts	Expenditures
U.S. DEPARTMENT OF AGRICULTURE <i>Passed Through Ohio Department of Education</i>			
Nutrition Cluster:			
Non-Cash Assistance (Food Distribution)			
National School Lunch Program	10.555	\$ 357,417	\$ 357,417
Cash Assistance			
School Breakfast Program	10.553	179,155	179,155
National School Lunch Program	10.555	904,742	904,742
Special Milk Program for Children	10.556	<u>286</u>	<u>286</u>
Total Nutrition Cluster		1,441,600	1,441,600
State Administrative Expenses for Child Nutrition	10.560	<u>1,075</u>	<u>1,075</u>
Total U.S. Department of Agriculture		<u>1,442,675</u>	<u>1,442,675</u>
U.S. DEPARTMENT OF EDUCATION <i>Passed Through Ohio Department of Education</i>			
Title I Grants to Local Educational Agencies	84.010	695,170	668,492
Special Education Cluster			
Special Education Grants to States	84.027	1,034,599	995,918
Special Education - Preschool Grants	84.173	<u>30,241</u>	<u>30,791</u>
Total Special Education Cluster		<u>1,064,840</u>	<u>1,026,709</u>
Twenty-First Century Community Learning Centers	84.287	290,538	319,462
English Language Acquisition Grants	84.365	20,958	21,314
Improving Teacher Quality State Grants	84.367	169,418	174,344
ARRA - Race to the Top	84.395	<u>47,062</u>	<u>60,768</u>
Total U.S. Department of Education		<u>2,287,986</u>	<u>2,271,089</u>
Total Federal Awards		<u>\$ 3,730,661</u>	<u>\$ 3,713,764</u>

The accompanying notes are an integral part of this schedule.

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2013**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Federal Awards Receipts and Expenditures Schedule (the Schedule) reports the Delaware City School District's (the District's) federal award programs' receipts and disbursements. The Schedule has been prepared on the cash basis of accounting.

NOTE B - CHILD NUTRITION CLUSTER

The District commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the District assumes it expends federal monies first.

NOTE C – FOOD DONATION PROGRAM

The District reports commodities consumed on the Schedule at the entitlement value. The District allocated donated food commodities to the respective program that benefitted from the use of those donated food commodities.



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

Delaware City School District
Delaware County
248 North Washington Street
Delaware, Ohio 43015

To the Board of Education:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Delaware City School District, Delaware County, Ohio, (the District) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 6, 2013.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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



Robert R. Hinkle, CPA, CGFM
Chief Deputy Auditor
Columbus, Ohio

December 6, 2013



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM, INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133, AND ON THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE

Delaware City School District
Delaware County
248 North Washington Street
Delaware, Ohio 43015

To the Board of Education:

Report on Compliance for Each Major Federal Program

We have audited the Delaware City School District's (the District) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of the Delaware City School District's major federal programs for the year ended June 30, 2013. The *Summary of Audit Results* in the accompanying schedule of findings identifies the District's major federal programs.

Management's Responsibility

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

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects with the compliance requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2013.

Report on Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the District's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This report only describes the scope of our internal control compliance tests and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.

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

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Delaware City School District (the District) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our unmodified report thereon dated December 6, 2013. We conducted our audit to opine on the Districts' basic financial statements. The accompanying federal awards receipts and expenditures schedule presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements.

Delaware City School District
Delaware County
Independent Auditor's Report on Compliance With Requirements
Applicable to Each Major Federal Program, Internal Control Over
Compliance Required By OMB Circular A-133, and on the Federal Awards
Receipts and Expenditures Schedule
Page 2

We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Robert R. Hinkle, CPA, CGFM
Chief Deputy Auditor
Columbus, Ohio

December 6, 2013

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**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2013**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unmodified
<i>(d)(1)(ii)</i>	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weaknesses reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unmodified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510(a)?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	CFDA #10.533, #10.555, and #10.556 –Nutrition Cluster CFDA #84.287--Twenty-First Century Community Learning Centers
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133 § .315 (b)
JUNE 30, 2013

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2012-01	Finding for Recovery Repaid Under Audit: Alcohol Expenditure	Yes	N/A



Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURE

Delaware City School District
Delaware County
248 North Washington Street
Delaware, Ohio 43015

To the Board of Education:

Ohio Rev. Code Section 117.53 states "the auditor of state shall identify whether the school district or community school has adopted an anti-harassment policy in accordance with Section 3313.666 of the Revised Code. This determination shall be recorded in the audit report. The auditor of state shall not prescribe the content or operation of any anti-harassment policy adopted by a school district or community school."

Accordingly, we have performed the procedure enumerated below, which was agreed to by the Board, solely to assist the Board in evaluating whether Delaware City School District, Delaware County, Ohio has updated its anti-harassment policy in accordance with Ohio Rev. Code Section 3313.666. Management is responsible for complying with this requirement. This agreed-upon procedure engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of this procedure is solely the responsibility of the Board. Consequently; we make no representation regarding the sufficiency of the procedure described below either for the purpose for which this report has been requested or for any other purpose.

1. We noted the Board amended its anti-harassment policy at its meeting on February 19, 2013 to include prohibiting harassment, intimidation, or bullying of any student "on a school bus" or by an "electronic act."

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the anti-harassment policy. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board of Education and is not intended to be and should not be used by anyone other than these specified parties.

Handwritten signature of Robert R. Hinkle in black ink.

Robert R. Hinkle, CPA, CGFM
Deputy Chief Auditor

December 6, 2013

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Comprehensive Annual Financial Report

Delaware City School District
Delaware, Ohio



For Fiscal Year Ended
June 30, 2013

Delaware City School District

Delaware, Ohio



Comprehensive Annual Financial Report

For Fiscal Year Ended June 30, 2013

Issued by:
Office of the Treasurer

Melissa N. Lee
Treasurer/C.F.O

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Delaware City School District

Delaware, Ohio



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Introductory Section

Introductory Section



DELAWARE CITY SCHOOL DISTRICT

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
JUNE 30, 2013**

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**Delaware City School District
Elected Officials and Administrative Staff
as of June 30, 2013**

BOARD OF EDUCATION MEMBERS

President	Mrs. Deborah Rafeld
Vice President	Mr. Harry Pape
Member	Mr. Ted Backus
Member	Mrs. Frances O'Flaherty
Member	Mr. Matt Weller

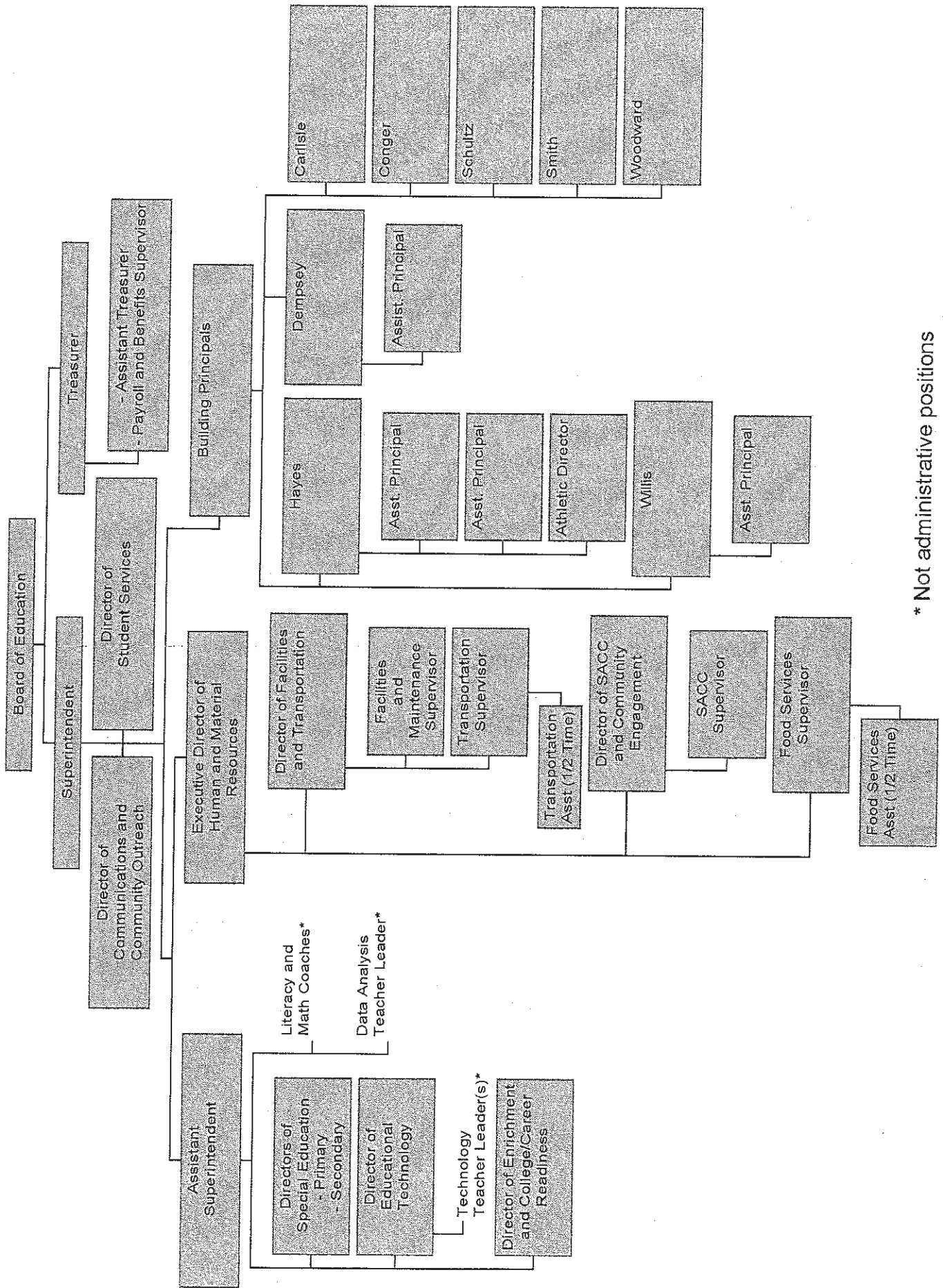
APPOINTED OFFICIALS

Superintendent	Paul A. Craft
Treasurer/CFO	Melissa N. Lee

ADMINISTRATIVE STAFF

Assistant Superintendent	Unfilled
Assistant Treasurer	Monika Ray
Executive Director, Communications	Jen Ruhe
Executive Director, Curriculum	Amy Piacentino
Executive Director, Facilities & Transportation	Larry Davis
Executive Director, Human and Material Resources	Jerry Stewart
Executive Director, Student Services	Jake Tawney
Executive Director, Technology	Stan McDonald
Director, Food Service	Sally Rathje
Director, School Age Child Care	Karen Jackson
Director, Special Education	Virginia Cardwell
Director, Special Education	Mindy Rich
Supervisor, Custodial and Maintenance	George Harmon
Supervisor, Payroll	Stacie Kunkle
Supervisor, Transportation	Butch Rice
Principal, Delaware Hayes High School	Brad Faust
Principal, Dempsey Middle School	Andrew Hatton
Principal, Willis Intermediate School	Heidi Kegley
Principal, Carlisle Elementary School	Steve Andrews
Principal, Conger Elementary School	Jonathon Way
Principal, Schultz Elementary School	Joseph Uher
Principal, Smith Elementary School	Rochelle Thompson
Principal, Woodward Elementary School	Matthew Keller

Organizational Chart (Effective Aug 2013)



* Not administrative positions



December 6, 2013

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

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Delaware 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, as well as 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. Mary's School, Delaware Christian School and Grace Community School, private schools located within the School 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 in Delaware County. The District's area is approximately 36 square miles in and around the City of Delaware. Also included are portions of Troy, Delaware, and Brown Townships. Located approximately 25 miles north of the downtown area of the City of Columbus, the District is largely suburban in character and has experienced significant growth over the past several years.

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 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 5,466 students for the fiscal year end June 30, 2013 compared to 5,265 students for the fiscal year ended June 30, 2012. This makes the District the second largest public school district in Delaware County. These students are housed in 5 elementary schools (grades pre-k to 4), 1 Intermediate school (grades 5 to 6), 1 middle school (grades 7 to 8), and 1 comprehensive high school (grades 9 to 12). The age of buildings varies with the oldest built in 1869 and the latest which opened in the fall of 2000. Of the District's 8 instructional buildings, 2 have been built since 1994. Additionally, the District operates an administration building, a transportation compound and a technology center. The District estimates enrollment to be 5,543; 5,645; and 5,905 for the fiscal years ended June 30, 2014, 2015, and 2020 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 178 students attending 16 different charter schools.

Economic Condition and Outlook

Local Economy - The School 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 Delaware County has remained steady with unemployment in June of 2012 and June 2013 being 5.0%. Employment in the District is diversified with a majority in the service sector. One of the largest employers in the District with approximately 1500 employees is Grady Memorial Hospital, located within the City of Delaware. Another employer within the City is Delaware County with approximately 1,082 employees. Additionally, the District is home to many small manufacturing companies as a result of State Routes 23, 42, 36 and 37 intersecting the District.

The City of Delaware is aggressive in recruiting new businesses and will make use of all economic incentives to increase the tax base. The city has made use of tax abatements and Tax Increment Financing to attract businesses. Through negotiations with the city 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 2014 ending General Fund cash balance is projected to be approximately at \$6,467,588. Negative ending cash balances are projected beginning in fiscal year 2017.

The projected declining General Fund cash balance is a reflection of the challenge of Ohio school district financing. The District had been essentially flat-funded (no increase in state funding) since 2009. The State of Ohio implemented an Evidence Base Funding Model (EBM) in Fiscal Year 2010 called PASS (Pathway to Student Success) which resulted in a 2% drop in the FY2011 foundation revenue. In FY 2012 the Bridge formula replaced the PASS model until a new funding mechanism could be formulated. Under the Bridge formula, the District's Fiscal Year 2013 total state funding is divided by a per pupil costs formula from the ADM count the first full week of October 2012. The Statewide per pupil adjustment amount must be determined by the Department of Education such that the State's total education aid obligation does not exceed the aggregate appropriated amount. A supplemental funding provision for Fiscal Year 2013 guarantees to each school district operating funding in an amount equal to at least the amount of State operating funding (excluding any State Fiscal Stabilization Fund money) the district received for Fiscal Year 2011 under the Evidence Based Model. In addition, the Department of

Education is required to pay an additional amount for high performing schools equivalent to \$17 per student to each school district that is rated as “Excellent with Distinction” or “Excellent” on the annual district and school academic performance report cards. For 2012-2013 the District was rated as “Excellent with Distinction.” A new funding formula has been introduced for FY 2014, which allows the District to see an increase in State foundation revenue. These increases are being capped at 6.25% and 10.5% for Fiscal Years 2014 and 2015 respectively.

In addition, there is no permanent reimbursement plan to replace tangible tax revenues eliminated through Amended Substitute House Bill 66 passed in June 2005, and possible further eroding of the District’s tax base through future legislation. The budget passed in 2009 modified the reimbursement plan for school districts for lost tangible taxes. These reimbursements were to begin to be phased out in 2011, but the reimbursement was extended at 100% for two years to 2013. The biennium budget for FY12-13 changed the schedule for tangible personal property reimbursement dramatically to reduce the replacement revenues over the next two fiscal years and to continue at this reduced rate in future years. In fiscal year 2012, the District received approximately \$2.6 million through this reimbursement. The reimbursement dropped to \$1.7 million in FY13. Future reimbursements are expected to stay at the FY13 levels moving forward.

MAJOR INITIATIVES AND ACCOMPLISHMENTS

Accomplishments for 2013

Financial – The District will apply for the Certificate of Excellence in Financial Reporting from the Government Finance Officers Association for the first time. The District also refunded 2004 bonds in February 2013, which resulted in a total debt service savings of over \$600,000 and an economic benefit of more than \$580,000.

Instruction – The Delaware City School District met 23 out of 24 required State performance indicators and received a performance index score of 100.0.

Beginning this year, each school district and individual school received a series of letter grades (A-F) rather than the one overall designation. For the past two years all Delaware City Schools earned the highest ratings of *Excellent* or *Excellent with Distinction*. The data shows that had the report not changed, the District again would have been rated *Excellent with Distinction* this year.

Throughout the district there are many areas where Delaware City Schools and the individual schools are doing really well. Over the past five years, the District has improved on achievement, graduation rate and overall progress, meaning its students are, on average, making more than a year’s worth of growth each school year.

SOAR is a statewide school improvement initiative comprised of over 100 Ohio school districts. For 2012-13 Hayes High School received an award for its high academic progress in multiple grade levels and subjects.

Initiatives for 2014

Financial – In August 2013, the District issued its first phase of school improvement bonds to finance the expansion and renovation of buildings across the District. The \$20 million was part of the \$50 million approved by voters in May 2013.

The District will continue its focus on the implementation of new state and national standards during the 2013-2014 school year. Financial resources will be used to accommodate needed professional development for teachers through this process.

Instruction – Fiscal year 2013-14 marks the fourth year as a Race to the Top district, which has propelled the implementation of reforms that impact teaching and learning in the Delaware City Schools.

As the District prepares for the common core, the new state English Language Arts and Math curricula that were adopted by our Board in August of 2013 have been fully implemented. In addition, the Science and Social Studies curricula are in the final stages of revision and will be adopted in 2014

Additional initiatives during the 2013-14 school year include the full implementation of the OTES and OPEs evaluation models. All teachers and building administrators in the District will be evaluated using this new tool. The Race to the Top Evaluation team has worked closely with teachers on preparing them for this new model. During 2014 the District will continue to monitor and evaluate the system.

One of the District's most challenging and exciting initiatives is a one-to one model using blended learning. All Grade 7 students will receive a laptop and extensive professional development will be delivered to teachers to assist them in building a blended classroom. As non-traditional delivery models are explored, it will be vital for students and teachers to utilize the tools that will dominate the future workforce

In 2014, the District will also be piloting a new assessment using MAP (Measure of Academic Progress) in grades K-9. The District will also continue to offer professional development in Assessment Literacy, Gifted Reading, co-teaching and improved progress monitoring in special education.

Facilities – In 2013-14 the District will begin phase 1 of a three part building project, which will impact all of the District's facilities. Additional classroom space will be added to accommodate increased enrollment. Schultz Elementary, Dempsey Middle School and Hayes High School are included in Phase 1 of the three year project.

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 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, function, and object 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.

Cash Management

Cash temporarily idle during the year was invested in demand deposits, certificates of deposit, and the State Treasury Asset Reserve of Ohio (STAR Ohio). As of June 30, 2013 the maturity of investments was from one day to one year, with a weighted average maturity of 5.95 days. The weighted average yield to maturity at June 30 was 0.66%.

Independent Audit

Office of Management and Budget Circular A-133 requires an annual audit by independent auditors. The Ohio Auditor of State conducted the District's 2013 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 Federal Single Audit Act Amendments of 1996 and related OMB Circular A-133. The auditor's report on the basic financial statements is included in the financial section of this report.

Awards

GFOA Certificate of Achievement - The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting for Comprehensive Annual Financial Reports.

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 conforms 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 Communication's 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,



Melissa N. Lee
Treasurer/CFO



Paul A. Craft
Superintendent



Financial Section



Financial Section



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Delaware City School District
Delaware County
248 North Washington Street
Delaware, Ohio 43015

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 Delaware City School District, Delaware County, Ohio (the District), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Delaware City School District, Delaware County, Ohio, as of June 30, 2013, and the respective changes in financial position thereof and the budgetary comparison for the General Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 6, 2013, 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.



Robert R. Hinkle, CPA, CGFM
Chief Deputy Auditor
Columbus, Ohio

December 6, 2013



DELAWARE CITY SCHOOL DISTRICT

Delaware County

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2013 (Unaudited)

The discussion and analysis of the Delaware City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2013. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the financial statements and notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2013 are as follows:

- Total net position increased by 30.6 percent from fiscal year 2012 due to the increase in cash on hand at the end of the fiscal year, as well as the decreases reported for long-term liabilities and deferred inflows of resources – property taxes not levied to finance current fiscal year operations.
- Total assets of governmental activities increased by \$1.1 million (1.3 percent) from one year prior. The emergency property tax levy (8.3 mill) approved in the prior year, provided additional resources to the School District which resulted in cash on hand reported at June 30, 2013 being \$1.9 million higher than the prior year. General capital assets decreased by \$633,719 as current year depreciation expense exceeded additions. Total liabilities decreased by \$2.2 million due to the scheduled debt service payments. Deferred inflows of resources – property taxes not levied to finance current fiscal year operations decreased by \$2.2 million compared with one year prior as the current year was the first fiscal year the School District received the entire revenue amount produced by the emergency property tax levy approved in the prior fiscal year.
- General revenues accounted for \$53.6 million or 87.3 percent of total revenue. Program specific revenues in the form of charges for services, as well as operating grants and contributions account for \$7.8 million or 12.7 percent of total revenues of \$61.4 million. Total revenue reported for fiscal year 2013 was \$3.3 million (5.7 percent) more than the amount reported for the prior year. Property tax revenue for the year increased by \$2.7 million due to receiving the full amount provided by the additional levy millage approved.
- Of the School District's \$55.9 million in expenses, only \$7.8 million were offset by program specific charges for services, grants or contributions. General revenues were used to cover the net expense of \$48.1 million.
- The General Fund, the School District's most significant fund, had an ending fund balance of \$9.6 million or 65.1 percent of the total ending fund balance for governmental funds. The other two major funds, the Debt Service and Permanent Improvement Funds, had \$2.6 million or 17.6 percent and \$2.4 million or 16.5 percent of the total ending fund balance for government funds, respectively.

Using the Basic Financial Statements

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

DELAWARE CITY SCHOOL DISTRICT

Delaware County

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2013

(Unaudited)

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

The fund financial statements also look at the School District's most significant funds with all other nonmajor funds presented in total in one column. While the General Fund is by far the most significant fund at Delaware City School District, individual fund statements are also presented for the Debt Service and Permanent Improvement Funds since local property and other taxes are paid into these funds.

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains a large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2013?" The Statement of Net Position and the Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account, all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's funds begins after the statement of activities. The School District uses many funds to account for a multitude of financial transactions. All the funds of the School District can be divided into two categories: governmental and fiduciary funds. The School District does not have any funds which are classified as proprietary. The fund financial statements focus on the School District's most significant funds, and therefore only the major funds are presented separate from the other funds. For fiscal year 2013, the School District has three major governmental funds: the General, Debt Service and Permanent Improvement Funds.

DELAWARE CITY SCHOOL DISTRICT

Delaware County

Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
(Unaudited)

Governmental Funds

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

Fiduciary Funds

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

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's net position for 2013 compared to 2012:

**TABLE 1
NET POSITION**

	<u>2013</u>	<u>Restated 2012</u>
<i>Assets:</i>		
Current and other Assets	\$ 47,368,178	\$ 45,637,734
Capital Assets	38,014,637	38,648,356
Total Assets	<u>85,382,815</u>	<u>84,286,090</u>
<i>Deferred Outflows of Resources</i>	<u>1,114,479</u>	<u>1,165,451</u>
<i>Liabilities:</i>		
Long-Term Liabilities	31,565,971	34,066,583
Other Liabilities	6,738,245	6,466,113
Total Liabilities	<u>38,304,216</u>	<u>40,532,696</u>
<i>Deferred Outflows of Resources</i>	<u>24,901,468</u>	<u>27,084,226</u>
<i>Net Position</i>		
Net Investment in Capital Assets	9,770,962	9,102,298
Restricted	4,672,508	3,669,938
Unrestricted	8,848,140	5,062,383
Total Net Position	<u>\$ 23,291,610</u>	<u>\$ 17,834,619</u>

DELAWARE CITY SCHOOL DISTRICT

Delaware County

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2013

(Unaudited)

The amount by which the School District's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources is called net position. As of June 30, 2013, the School District's total net position was \$23.3 million. Of that amount, approximately \$9.8 million was the net investment in capital assets. Another \$4.7 million was subject to external restrictions upon its use. The remaining \$8.8 million was unrestricted and available for future use as directed by the Board of Education and the School District's Administration. The increase in unrestricted net position resulted from an increase in property tax revenue as well as a decrease in the deferred inflows of resources reported for the year. Fiscal year 2013 was the first year in which the School District collected the entire amount generated by the 8.3 mill, emergency operating property tax levy approved in November 2011. In comparison, only half of the levy amount was collected in the prior year. Deferred inflows of resources – property taxes not levied to finance current year operations decreased due to the full year collection of the emergency levy during the year.

Total assets increased by \$1.1 million at June 30, 2013 compared to one year prior as cash on hand at year-end increased due to the increase in property tax receipts during the year which was partially offset by the decrease in capital assets due to current year depreciation expense exceeding current year additions. Total liabilities decreased by \$2.2 million over fiscal year 2012 amounts due to scheduled debt payments made during the year.

Table 2 shows the changes in net position for fiscal year 2013 as compared to those for fiscal year 2012.

TABLE 2
CHANGES IN NET POSITION

	2013	Restated 2012
Revenues		
Program Revenues:		
Charges for Services	\$ 2,922,927	\$ 3,105,875
Operating Grants and Contributions	4,864,556	4,705,079
General Revenues:		
Property Taxes	34,997,242	32,333,296
Grants and Entitlements	17,700,452	17,179,605
Other	883,961	729,358
Total Revenues	<u>61,369,138</u>	<u>58,053,213</u>
Program Expenses		
Instruction	31,140,731	30,026,859
Support Services:		
Pupil and Instructional Staff	5,485,524	5,109,603
Board of Education, Administration, Fiscal and Business	4,817,652	4,553,095
Plant Operation and Maintenance	4,487,853	4,339,248
Pupil Transportation	3,164,713	3,222,859
Central	136,137	264,800
Operation of Non-Instructional Services	3,266,319	2,002,275
Extracurricular Activities	1,265,322	1,173,635
Unallocated Depreciation	989,183	947,128
Interest and Fiscal Charges	1,158,713	1,293,359
Total Expenses	<u>55,912,147</u>	<u>52,932,861</u>
Change in Net Position	<u>\$ 5,456,991</u>	<u>\$ 5,120,352</u>

DELAWARE CITY SCHOOL DISTRICT

Delaware County

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2013

(Unaudited)

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by a voted levy does not increase solely as a result of inflation. Property taxes made up 57.0 percent of the total revenue for governmental activities for the Delaware City School District for fiscal year 2013 compared with 55.7 percent for fiscal year 2012. Property tax revenue increased by \$2.7 million due primarily to fiscal year 2013 was the first full year of collections of the emergency operating levy approved in November 2011. Unrestricted grants and entitlements revenue increased by \$520,847 as state funding provided through the foundation program increased for the year compared with the amount received in fiscal year 2012.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services for each function for fiscal year 2013 as compared with fiscal year 2012.

TABLE 3
TOTAL AND COST OF PROGRAM SERVICES
GOVERNMENTAL ACTIVITIES (in 000's)

	2013		2012	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instruction	\$ 31,141	\$ 27,006	\$ 30,027	\$ 25,905
Support Services:				
Pupil and Instructional Staff	5,485	4,759	5,110	4,649
Board of Education, Administration, Fiscal and Business	4,818	4,653	4,553	3,957
Plant Operation and Maintenance	4,488	4,383	4,339	4,243
Pupil Transportation	3,165	2,998	3,223	3,061
Central	136	136	265	265
Operation of Non-Instructional Services	3,266	1,120	2,002	39
Extracurricular Activities	1,265	922	1,174	763
Unallocated Depreciation	989	989	947	947
Interest and Fiscal Charges	1,159	1,159	1,293	1,293
Total Expenses	<u>\$ 55,912</u>	<u>\$ 48,125</u>	<u>\$ 52,933</u>	<u>\$ 45,122</u>

Total expenditures of the School District increased by 5.6 percent in fiscal year 2013 compared with the previous year. The majority of the increase related to functional areas which are driven by the cost of personnel (wages and fringe benefits) due to cost of living adjustment (1¼%), step increase, and cost increases related to health benefits. In addition, the School District provided much needed maintenance of its property such as roofing and paving projects, as well as a significant investment in technology during the current fiscal year. None of these projects met the capitalization policy of the School District. The increase in operation of non-instructional services expenses reported for the current year resulted from the reclassification of the latchkey program expenses from instructional related to operation of non-instructional services beginning this year.

As shown in Table 3 above, the net cost of service also increased by \$3.0 million compared with those reported for the prior fiscal year. In the current year, general revenues of the School District were responsible for \$48.1 million of the total program expenses compared to \$45.2 million in the prior year. Despite this increase, the increased revenue reported for the year, allowed for additional funds to be added to unrestricted net position reported at June 30, 2013 which can be used to finance program expenses in future fiscal years.

DELAWARE CITY SCHOOL DISTRICT

Delaware County

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2013 (Unaudited)

Unallocated depreciation represents current period depreciation charges associated with capital assets that are utilized by several different functions, typically school buildings and related improvements throughout the District. Depreciation expense on specific assets of a functional area is included in the expense reported for those functions.

The School District's Funds

Governmental funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$61.7 million and expenditures of \$57.8 million. The net change in fund balance was most significant in the General Fund, an increase of \$4.2 million due to the previously mentioned additional tax levy. Total General Fund revenue increased by \$4.0 million over amount reported for 2012 as this was the first year the School District received a full year of collections associated with the emergency levy approved in November 2011. The overall fund balance reported in the General Fund increased to \$9.6 million, of which approximately \$9.3 million was reported as unassigned. The ending unassigned fund balance of the general fund at June 30, 2013 represents 20.1 percent of the total general fund expenditures reported for the fiscal year compared to 11.1 percent at the end of the previous fiscal year.

Of the remaining two major funds, the Debt Service Fund reported a \$553,481 increase in fund balance and the Permanent Improvement Fund reported a \$195,969 decrease in fund balance for fiscal year 2013. An increase in property tax revenue accounts for the increase in the Debt Service Fund while the increased maintenance projects mentioned previously account for the decrease in fund balance in the Permanent Improvement Fund.

General Fund Budgeting Highlights

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

For the General Fund, budget basis revenue was \$46.7 million as compared to the original budget estimates of \$45.3 million. The School District conservatively estimated the additional revenues anticipated to be collected through the new emergency levy as well as through the foundation program for fiscal year 2013. Total actual expenditures on the budget basis (cash outlays plus encumbrances) were \$45.0 million, or less than 0.3 percent more than what was originally budgeted. There were no significant changes to the final budgeted expenditure amounts from the original budget for any of the functional categories.

As the budget for the General Fund is amended throughout the fiscal year for unanticipated revenues and expenditures, the final amended budget amounts approximate the actual budgetary results realized by the School District.

Capital Assets

At the end of fiscal year 2013, the School District had \$38.0 million invested in land, buildings, furniture and equipment, vehicles, and textbooks and library books in governmental activities. Table 4 shows fiscal year 2013 balances compared to 2012, however for greater detail readers should review Note 9 to the basic financial statements.

DELAWARE CITY SCHOOL DISTRICT

Delaware County

Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
(Unaudited)

TABLE 4
CAPITAL ASSETS AT JUNE 30

	<u>2013</u>	<u>2012</u>
Land	\$ 2,782,266	\$ 2,782,266
Construction in Progress	-	2,356,302
Buildings and Improvements	56,768,256	53,665,005
Furniture & Equipment	2,893,117	2,812,625
Vehicles	3,867,456	3,899,964
Textbooks & Library Books	1,266,410	1,266,410
Less: Accumulated Depreciation	<u>(29,562,868)</u>	<u>(28,134,216)</u>
Total Net Capital Assets	<u>\$ 38,014,637</u>	<u>\$ 38,648,356</u>

Overall, net capital assets decreased \$633,719 from fiscal year 2012. This decrease in net capital assets results from the current year depreciation expense being a greater amount than current year acquisition of capital assets.

Significant capital asset acquisitions by the School District during the fiscal year included; completion of the district-wide energy conservation projects (\$415,818 for current year and \$2.8 million in total), various improvements to the school buildings (\$371,607), a purchase of new school bus (\$49,026), and various technology related purchases. Total capital asset additions for the year were valued at \$876,467 with depreciation expense for the year reported at \$1.5 million.

Cost associated with repair and maintenance of the School District's facilities and other assets that do not extend the useful life of the capitalized item, is included within the plant operation and maintenance function.

Debt Administration

At June 30, 2013, the School District had four general obligation bond issues outstanding with a combined outstanding principal of \$26.3 million, of which \$2.6 million is due within one year. All four of the outstanding bond issues were used to advance refund portions of previously issued bond issues to achieve savings on reduced debt service payments in the future, including the \$8.7 million refunding bonds issued during the current year to advance refund a portion of the 2004 refunding bond issue. The School District undertook this refunding to realize a total debt service savings of \$607,663 and an economic benefit of \$580,671. Total principal payments made on all bond issues during fiscal year 2013 were \$2.4 million.

The School District has \$2.7 million in energy conservation notes outstanding at year-end which were used to finance various building improvements throughout the District. These notes mature in fiscal year 2027 with \$159,742 being due within one year.

The other significant long-term obligation is compensated absences payable, which amounted to \$1.1 million as of June 30, 2013. This amount represents the expected severance payment for current employees, however these severance payments are not expected to require the use of current available resources.

DELAWARE CITY SCHOOL DISTRICT

Delaware County

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2013

(Unaudited)

Total long-term obligations of the School District were \$31.6 million at June 30, 2013 with approximately \$3.0 million being due within one year.

At June 30, 2013, the School District's overall legal debt margin was \$36.0 million and the total unvoted debt margin was \$6.9 million.

For more detailed disclosures regarding the School District's debt obligations the reader should refer to Notes 14 and 15 to the basic financial statements.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional financial information contact the Treasurer's Office at Delaware City School District, 248 North Washington Street, Delaware, OH 43015 or call (740) 833-1100.

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

STATEMENT OF NET POSITION
JUNE 30, 2013

		Governmental Activities
Assets:		
Equity in pooled cash and cash equivalents	\$	11,749,098
Investments		4,979
Materials and supplies inventory		105,027
Accrued interest receivable		18,371
Accounts receivable		291,686
Intergovernmental receivable		998,672
Prepaid items		140,564
Property and other local taxes receivables		34,059,781
Capital assets:		
Non-depreciable		2,782,266
Depreciable, net of accumulated depreciation		35,232,371
Total Assets		85,382,815
Deferred Outflows of Resources:		
Deferred charge on refunding		1,114,479
Total Deferred Outflows of Resources		1,114,479
Liabilities:		
Accounts payable		975,445
Accrued wages and benefits payable		4,450,969
Intergovernmental payable		1,018,619
Accrued interest payable		88,470
Matured compensated absences payable		204,742
Long Term Liabilities:		
Due within one year		2,954,253
Due in more than one year		28,611,718
Total Liabilities		38,304,216
Deferred Inflows of Resources:		
Property taxes not levied to finance current fiscal year operations		24,901,468
Total Deferred Inflows of Resources		24,901,468
Net Position:		
Net investment in capital assets		9,770,962
Restricted for:		
Debt service		1,450,094
Capital projects		2,465,834
State and federal grants		596,254
Student activities		155,029
Perpetual care:		
Expendable		1,097
Nonexpendable		4,200
Unrestricted		8,848,140
Total Net Position	\$	23,291,610

See accompanying notes to the basic financial statements.



**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for services & sales	Operating grants and contributions	Total Governmental Activities
Governmental Activities:				
Instruction:				
Regular	\$ 24,083,445	\$ 1,521,079	\$ 778,933	\$ (21,783,433)
Special	6,669,914	-	1,621,474	(5,048,440)
Vocational	156,843	-	30,179	(126,664)
Student intervention services	43,894	-	-	(43,894)
Other	186,635	-	182,702	(3,933)
Support Services:				
Pupils	2,631,496	-	516,364	(2,115,132)
Instructional staff	2,854,028	-	210,057	(2,643,971)
Board of education	176,816	-	-	(176,816)
Administration	3,080,098	91,204	73,116	(2,915,778)
Fiscal	1,154,372	-	-	(1,154,372)
Business	406,366	-	-	(406,366)
Operation and maintenance of plant	4,487,853	90,891	14,400	(4,382,562)
Pupil transportation	3,164,713	2,683	164,403	(2,997,627)
Central	136,137	-	-	(136,137)
Operation of non-instructional services	3,266,319	919,965	1,226,492	(1,119,862)
Extracurricular activities	1,265,322	297,105	46,436	(921,781)
Interest and fiscal charges	1,158,713	-	-	(1,158,713)
Unallocated depreciation *	989,183	-	-	(989,183)
Total Governmental Activities	\$ 55,912,147	\$ 2,922,927	\$ 4,864,556	(48,124,664)

General Revenues:

Property taxes and other local taxes:	
Levied for general purposes	29,753,957
Levied for debt service	3,364,962
Levied for capital improvements	1,878,323
Grants and entitlements not restricted to specific programs	17,700,452
Investment earnings	112,157
Miscellaneous	771,804
Total General Revenues	53,581,655
Change in net position	5,456,991
Net position at beginning of year - restated	17,834,619
Net position at end of year	\$ 23,291,610

* - This amount excludes the depreciation that is included in the direct expense of the various functions.

See accompanying notes to the basic financial statements.

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2013

	General Fund	Debt Service Fund	Permanent Improvement Fund	Other Governmental Funds	Total Governmental Funds
<u>Assets:</u>					
Equity in pooled cash and cash equivalents	\$ 7,307,694	\$ 1,741,971	\$ 2,265,559	\$ 433,874	\$ 11,749,098
Investments	-	-	-	4,979	4,979
Materials and supplies inventory	73,819	-	-	31,208	105,027
Accrued interest receivable	18,089	-	-	282	18,371
Accounts receivable	284,539	-	-	7,147	291,686
Intergovernmental receivable	67,312	3,230	1,793	926,337	998,672
Prepaid items	140,564	-	-	-	140,564
Property and other local taxes receivable	<u>28,930,533</u>	<u>3,310,444</u>	<u>1,818,804</u>	<u>-</u>	<u>34,059,781</u>
Total Assets	<u>\$ 36,822,550</u>	<u>\$ 5,055,645</u>	<u>\$ 4,086,156</u>	<u>\$ 1,403,827</u>	<u>\$ 47,368,178</u>
<u>Liabilities, Deferred Inflows of Resources and Fund Balances:</u>					
<u>Liabilities:</u>					
Accounts payable	\$ 487,496	\$ -	\$ 297,027	\$ 190,922	\$ 975,445
Accrued wages and benefits	4,118,146	-	-	332,823	4,450,969
Intergovernmental payable	934,117	-	-	84,502	1,018,619
Matured compensated absences payable	<u>204,742</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>204,742</u>
Total Liabilities	<u>5,744,501</u>	<u>-</u>	<u>297,027</u>	<u>608,247</u>	<u>6,649,775</u>
<u>Deferred Inflows of Resources:</u>					
Property taxes not levied to finance current year operations	21,170,344	2,407,440	1,323,684	-	24,901,468
Unavailable revenue	<u>346,607</u>	<u>68,663</u>	<u>35,869</u>	<u>681,686</u>	<u>1,132,825</u>
Total Deferred Inflows of Resources	<u>21,516,951</u>	<u>2,476,103</u>	<u>1,359,553</u>	<u>681,686</u>	<u>26,034,293</u>
<u>Fund Balances:</u>					
Nonspendable	214,383	-	-	35,408	249,791
Restricted	-	2,579,542	2,429,576	164,899	5,174,017
Assigned	90,959	-	-	-	90,959
Unassigned (Deficit)	<u>9,255,756</u>	<u>-</u>	<u>-</u>	<u>(86,413)</u>	<u>9,169,343</u>
Total Fund Balances	<u>9,561,098</u>	<u>2,579,542</u>	<u>2,429,576</u>	<u>113,894</u>	<u>14,684,110</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 36,822,550</u>	<u>\$ 5,055,645</u>	<u>\$ 4,086,156</u>	<u>\$ 1,403,827</u>	<u>\$ 47,368,178</u>

See accompanying notes to the basic financial statements.

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2013

Total Governmental Fund Balances:		\$ 14,684,110
 <u>Amounts reported for governmental activities in the statement of net position are different because:</u>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		38,014,637
Other long-term assets are not available to pay for current-period expenditures and therefore are reported as "unavailable" in the funds.		1,132,825
Long-term liabilities which are not due and payable in the current period and therefore not reported in the funds.		
Refunding bonds payable	(26,264,635)	
Accrued interest payable	(88,470)	
Premium on refunding bonds	(1,539,260)	
Deferred amount on refunding	1,114,479	
Compensated absences	(1,098,176)	
Long-term notes payable	<u>(2,663,900)</u>	
Total		<u>(30,539,962)</u>
 Net Position of Governmental Activities		 <u>\$ 23,291,610</u>

See accompanying notes to the basic financial statements.

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	General Fund	Debt Service Fund	Permanent Improvement Fund	Other Governmental Funds	Total Governmental Funds
Revenues:					
Property and other local taxes	\$ 30,176,123	\$ 3,409,082	\$ 1,906,083	\$ -	\$ 35,491,288
Intergovernmental	17,292,966	549,471	310,980	4,098,910	22,252,327
Interest	111,413	205	126	413	112,157
Tuition and fees	1,521,079	-	-	-	1,521,079
Rentals	90,891	-	-	-	90,891
Extracurricular activities	128,267	-	-	242,705	370,972
Gifts and donations	91,274	-	-	46,436	137,710
Customer sales and services	23,661	-	-	916,324	939,985
Miscellaneous	534,368	-	-	49,778	584,146
Total Revenues	<u>49,970,042</u>	<u>3,958,758</u>	<u>2,217,189</u>	<u>5,354,566</u>	<u>61,500,555</u>
Expenditures:					
Current:					
Instruction:					
Regular	22,154,101	-	839,017	651,210	23,644,328
Special	5,333,420	-	-	1,298,181	6,631,601
Vocational	156,218	-	-	-	156,218
Student Intervention Services	43,894	-	-	-	43,894
Other instruction	16,820	-	-	169,815	186,635
Support Services:					
Pupils	2,455,879	-	-	162,811	2,618,690
Instructional staff	2,275,487	-	-	570,322	2,845,809
Board of education	176,816	-	-	-	176,816
Administration	2,992,541	-	32,988	38,640	3,064,169
Fiscal	1,087,454	52,110	29,463	-	1,169,027
Business	312,389	-	85,975	-	398,364
Operation and maintenance of plant	3,926,639	-	50,701	39,390	4,016,730
Pupil transportation	2,786,409	-	52,794	25,859	2,865,062
Central	136,137	-	-	-	136,137
Non-instructional services	1,040,666	-	-	2,200,636	3,241,302
Extracurricular activities	877,663	-	-	349,259	1,226,922
Capital outlay	-	-	1,307,136	415,818	1,722,954
Debt Service:					
Principal retirement	155,370	2,395,000	14,957	-	2,565,327
Interest and fiscal charges	72,995	1,049,779	127	-	1,122,901
Total Expenditures	<u>46,000,898</u>	<u>3,496,889</u>	<u>2,413,158</u>	<u>5,921,941</u>	<u>57,832,886</u>
Excess of Revenues Over(Under) Expenditures	<u>3,969,144</u>	<u>461,869</u>	<u>(195,969)</u>	<u>(567,375)</u>	<u>3,667,669</u>
Other Financing Sources:					
Refunding on Bonds Issued	-	8,720,000	-	-	8,720,000
Premium on Refunding Bonds Issued	-	1,011,208	-	-	1,011,208
Refund of Prior Year Expenditures	187,658	-	-	-	187,658
Payment to Refunded Bond Escrow Agent	-	(9,639,596)	-	-	(9,639,596)
Total Other Financing Sources (Uses)	<u>187,658</u>	<u>91,612</u>	<u>-</u>	<u>-</u>	<u>279,270</u>
Net Change in Fund Balance	4,156,802	553,481	(195,969)	(567,375)	3,946,939
Fund Balance at Beginning of Year	<u>5,404,296</u>	<u>2,026,061</u>	<u>2,625,545</u>	<u>681,269</u>	<u>10,737,171</u>
Fund Balance at End of Year	<u>\$ 9,561,098</u>	<u>\$ 2,579,542</u>	<u>\$ 2,429,576</u>	<u>\$ 113,894</u>	<u>\$ 14,684,110</u>

See accompanying notes to the basic financial statements.

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

RECONCILIATION OF THE STATEMENTS OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Net Change in Fund Balances - Total Governmental Funds		\$ 3,946,939
<p>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. The following represents the capital asset activity for the year.</p>		
Capital asset acquisition cost	876,467	
Current year depreciation	<u>(1,510,186)</u>	
Total		(633,719)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
Taxes	(494,046)	
Intergovernmental	<u>174,971</u>	
Total		(319,075)
<p>In governmental funds, the issuance of debt is considered a source of financing, but in the statement of net position, the debt obligations are reported as a liability.</p>		
		(8,720,000)
<p>In the statement of activities, premiums received associated with long-term debt issued during the year are accrued and amortized over the life of the the debt. In governmental funds these proceeds are recognized as other financing sources.</p>		
		(1,011,208)
<p>Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.</p>		
General obligation bonds	2,565,327	
G.O. bonds defeased through payment to escrow agent	<u>9,639,596</u>	
Total		12,204,923
<p>In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.</p>		
		13,206
<p>Some expenses reported in the statement of activites do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>		
Compensated absences	24,943	
Accreted interest on capital appreciation bonds	(85,167)	
Amortization of bond premium	160,914	
Amortization of deferred amount on refunding	<u>(124,765)</u>	
Total		<u>(24,075)</u>
Change in Net Position of Governmental Activities		<u>\$ 5,456,991</u>

See accompanying notes to the basic financial statements.

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final Revised		
Revenues:				
Taxes	\$ 27,743,204	\$ 27,743,204	\$ 28,365,167	\$ 621,963
Intergovernmental	16,672,242	16,672,242	17,246,692	574,450
Interest	20,000	20,000	75,357	55,357
Tuition and Fees	490,800	490,800	551,398	60,598
Rentals	76,000	76,000	90,891	14,891
Extracurricular Activities	55,000	55,000	39,100	(15,900)
Customer Sales and Service	10,000	10,000	2,683	(7,317)
Payment in Lieu of Taxes	25,000	25,000	13,818	(11,182)
Miscellaneous	230,000	230,000	320,367	90,367
Total Revenues	45,322,246	45,322,246	46,705,473	1,383,227
Expenditures:				
Current:				
Instruction:				
Regular	21,752,487	22,223,045	22,222,668	377
Special	4,547,775	5,236,795	5,236,795	-
Vocational	206,172	183,856	183,856	-
Student Intervention Services	76,175	43,894	43,894	-
Other Instruction	582,105	17,966	17,966	-
Support Services:				
Pupils	2,549,094	2,468,769	2,468,768	1
Instructional Staff	2,347,308	2,308,841	2,308,839	2
Board of Education	164,238	177,566	177,567	(1)
Administration	2,976,846	2,844,819	2,844,819	-
Fiscal	983,355	1,099,651	1,099,831	(180)
Business	297,570	325,211	325,211	-
Operation and Maintenance of Plant	4,422,733	4,043,471	4,043,472	(1)
Pupil Transportation	2,730,830	2,753,421	2,753,421	-
Central	151,344	148,560	148,560	-
Non-Instructional Services	-	4,696	4,696	-
Extracurricular Activities	803,135	845,510	845,510	-
Debt Service:				
Principal Retirement	155,370	155,370	155,370	-
Interest and Fiscal Charges	72,995	72,995	72,995	-
Total Expenditures	44,819,532	44,954,436	44,954,238	198
Excess of Revenues Over Expenditures	502,714	367,810	1,751,235	1,383,425
Other Financing (Uses):				
Refund of Prior Year Expenditures	-	-	5,199	5,199
Total Other Financing Sources (Uses)	-	-	5,199	5,199
Net Change in Fund Balances	502,714	367,810	1,756,434	1,388,624
Fund Balance at Beginning of Year	3,263,707	3,263,707	3,263,707	-
Prior Year Encumbrances Appropriated	411,900	411,900	411,900	-
Fund Balance at End of Year	\$ 4,178,321	\$ 4,043,417	\$ 5,432,041	\$ 1,388,624

See accompanying notes to the basic financial statements.

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

STATEMENT OF NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2013

	Private Purpose Trust	Agency Funds
Assets:		
Equity in pooled cash and cash equivalents	\$ 39,433	\$ 191,889
Investments	80,403	-
Accrued interest receivable	516	-
Accounts receivable	-	1,060
 Total Assets	 120,352	 192,949
Liabilities:		
Accounts payable	-	1,139
Due to students	-	191,810
 Total Liabilities	 -	 \$ 192,949
Net Position:		
Held in trust for scholarships	\$ 120,352	

See accompanying notes to the basic financial statements.

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

STATEMENT OF CHANGES IN NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Private Purpose Trust</u>
Additions:	
Gifts and Donations	\$ 4,407
Investment Earnings	<u>261</u>
Total Additions	<u>4,668</u>
Deductions:	
Payments in accordance with trust agreements	<u>6,906</u>
Total Deductions	<u>6,906</u>
Change in Net Position	(2,238)
Net Position Beginning of Year	<u>122,590</u>
Net Position End of Year	<u>\$ 120,352</u>

See accompanying notes to the basic financial statements.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The Delaware City School District (School District) operates under a locally-elected five member board form of government and provides educational services mandated by state and, or federal agencies. This board controls the School District's eight instructional/support facilities staffed by 204 non-certificated employees and 331 certificated employees, including 20 administrative employees, to provide services to a student enrollment of 5,466 students.

The School District was established in 1871 through the consolidation of existing land areas and school districts and is organized under Section 2 and 3, Article VI of the Constitution of the State of Ohio. Under such laws, there is no authority for a school district to have a charter or adopt local laws. The legislative power of the School District is vested in the Board of Education, consisting of five members elected at large for staggered four-year terms.

The School District serves an area of approximately 41 square miles within Delaware County, including all of the City of Delaware, Ohio and portions of surrounding townships. The School District is the second largest in Delaware County in terms of enrollment. It currently operates five elementary schools, one intermediate school, one middle school and one comprehensive high school.

Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the School District are not misleading.

The primary government consists of all funds and departments, not legally separate from the School District, which provide various services including instruction, student guidance, extracurricular activities, educational media and care and upkeep of grounds and buildings. The operation of each of these activities is directly controlled by the Board of Education.

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing body and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations for which the School District approves the budget, the issuance of debt or the levying of taxes.

The School District does not have any component units.

The District is associated with two organizations, which are defined as jointly governed. These organizations include the Tri-Rivers Educational Computer Association and the Delaware Area Career Center. These organizations are presented in Note 16 to the basic financial statements.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Basis Of Presentation

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

Government-Wide Financial Statements

The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

The statement of net position presents the financial condition of the governmental activities of the School District at year-end. The government-wide statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities.

Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements

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

B. Fund Accounting

The School District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain School District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the School District are grouped into the categories governmental and fiduciary.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Governmental Funds

Governmental funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The General, Debt Service and Permanent Improvement Funds are the School District's major funds:

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

Debt Service Fund – The Debt Service Fund is used to account for the accumulation of resources for, and the repayment of, the School District's general obligation debt, including the three school improvement bonds previously approved by voters within the School District's boundaries.

Permanent Improvement Fund – The Permanent Improvement Fund is used to account for financial resources, specifically property and other local taxes generated by the District's permanent improvement levy, to be used to maintain the School District's facilities, as well as provide for major equipment and instructional material purchases.

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

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Trust funds are used to account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District has various funds established to provide scholarships to its students that are classified as private-purpose trust funds. Funds used to account for the activity of the numerous student managed activities within the School District are classified as agency funds.

C. Measurement Focus

Government-wide Financial Statements

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

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund Financial Statements

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

Fiduciary funds are reported using the economic resources measurement focus.

D. Basis of Accounting

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

Revenues – Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. “Measurable” means the amount of the transaction can be determined, and “available” means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within sixty days of fiscal year end.

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

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed to be both measurable and available: property taxes available as an advance, grants, investment earnings, tuition, and student fees.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position may report a separate category for deferred outflows of resources. Deferred outflows of resources represent consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the School District, deferred outflows of resources include a deferral charge on refunding of debt, which is the difference in the carrying value of the debt being refunded and the price the School District must pay for reacquisition. This amount is deferred and amortized over the shorter of the life of the refunded debt or the debt issued for the refunding.

In addition to liabilities, the statement of net position may report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until then. For the School District, deferred inflows of resources include property taxes and unavailable revenues. Property taxes represent amounts for which there is a legally enforceable claim as of June 30, 2013, but which were levied to finance subsequent year operations. These amounts have been recorded as deferred inflows of resources on both the government-wide statement of net position and the governmental fund balance sheet. Unavailable revenue is reported only on the governmental fund balance sheet and represents receivables which will not be collected within the available period. For the School District, unavailable revenue includes delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as inflows of resources in the period the amounts become available.

Expenditures/Expenses

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are recorded when the related liability is incurred, if measurable. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year. The costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by the employee. Allocation of costs, such as depreciation and amortization, are not recognized in governmental funds.

The accrual basis of accounting utilized on the government-wide financial statements and by private purpose trust funds recognizes revenues when they are earned, and expenses are recognized at the time they are incurred.

E. Budget Data

All funds, other than agency funds, are legally required to be budgeted and appropriated. The Local and Other Grants, Education Jobs Grant, and School Improvement Grant non-major special revenues funds were not budgeted for current year as no receipts or disbursements were anticipated or realized. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The Board has established the legal level of control at the fund, function, and object level within the individual funds.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue, are identified by the School District. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2013.

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

F. Cash and Cash Equivalents

To improve cash management, cash received by the School District is pooled in a central bank account. Monies for all funds are pooled in this account or temporarily used to purchase short-term investments. Individual fund integrity is maintained through the School District's records. Each fund's interest in the pool is presented on the balance sheet as "Equity in Pooled Cash and Cash Equivalents".

During fiscal year 2013, investments were limited to certificates of deposit and STAR Ohio.

Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts, such as repurchase agreements and nonnegotiable certificates of deposit, are reported at cost.

The School District has invested funds in the State Treasury Assets Reserves of Ohio (STAR Ohio) during fiscal year 2013. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2013.

For presentation purposes on the balance sheet, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

The School District has allocated interest according to Ohio statutes. Interest revenue credited to the General Fund during fiscal year 2013 amounted to \$111,413, which includes \$20,977 assigned from other funds. Interest was also recorded in the debt service, permanent improvement, non-major and private purpose trust funds in the amounts of \$205, \$126, \$413 and \$261, respectively.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Inventory

On government-wide financial statements, inventories are presented at the lower cost or market on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types when consumed rather than when purchased.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2013, are recorded as prepaid items using the consumption method and recording a current asset for the prepaid amount and reflecting the expenditure in the year in which services are consumed.

I. Estimates

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

J. Capital Assets and Depreciation

General capital assets generally result from expenditures in the governmental funds. These assets are reported within the governmental activities on the government-wide statement of net position but are not reported in the fund statements.

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

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

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	20 to 50 years
Furniture and Equipment	8 to 20 years
Vehicles	10 years
Library and Text Books	5 to 15 years

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures or 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 and uses in governmental funds. Repayments from funds responsible for particular expenditures or expenses to the funds that initially paid for them are not presented on the financial statements.

L. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned when both of these conditions are met:

1. The employees' rights to receive compensation are attributable to services already rendered.
2. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

A liability for sick leave is accrued using the vesting method which states that the District will estimate its liability based on sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as specified by the retirement system as well as other employees who are expected to become eligible in the future to receive such payments. The amount is based on accumulated sick and employees' wage rates at fiscal year end, taking into consideration any limits specified in the School District's termination policy. The School District records a liability for accumulated sick leave for all employees after fifteen years of current service with the School District.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. These amounts are recorded in the account "matured compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported.

M. Accrued Liabilities and Long-Term Obligations

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

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

N. Net Position

Net position is the residual amount when comparing assets and deferred outflows of resources to 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 the use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws, or regulations of other governments.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

O. Fund Balance

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

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

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

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

Assigned – Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by the District’s governing board.

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

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 3 – FUND BALANCES

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

<u>Fund Balances</u>	<u>General</u>	<u>Bond Retirement</u>	<u>Permanent Improvement</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Nonspendable for:					
Inventory and Prepays	\$ 214,383	\$ -	\$ -	\$ 31,208	\$ 245,591
Library and Land Trust	-	-	-	4,200	4,200
Total Nonspendable	<u>214,383</u>	<u>-</u>	<u>-</u>	<u>35,408</u>	<u>249,791</u>
Restricted for:					
Debt Service	-	2,579,542	-	-	2,579,542
Capital Improvements	-	-	2,429,576	389	2,429,965
Library and Land Trust	-	-	-	1,097	1,097
District Managed Activities	-	-	-	155,029	155,029
State Educational Grants	-	-	-	6,304	6,304
Federal Education Grants	-	-	-	2,080	2,080
Total Restricted	<u>-</u>	<u>2,579,542</u>	<u>2,429,576</u>	<u>164,899</u>	<u>5,174,017</u>
Assigned for:					
School Programs	75,769	-	-	-	75,769
Subsequent Expenditures	15,190	-	-	-	15,190
Total Assigned	<u>90,959</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>90,959</u>
Unassigned (Deficit)	<u>9,255,756</u>	<u>-</u>	<u>-</u>	<u>(86,413)</u>	<u>9,169,343</u>
Total Fund Balances	<u>\$ 9,561,098</u>	<u>\$ 2,579,542</u>	<u>\$ 2,429,576</u>	<u>\$ 113,894</u>	<u>\$ 14,684,110</u>

NOTE 4 – ACCOUNTABILITY AND COMPLIANCE

A. Deficit Fund Balances

At June 30, 2013, the following nonmajor special revenue funds reported fund deficits; Local and Other Grants (\$1,520); Miscellaneous State Grants (\$3,207); Race to the Top Grant (\$24,167); Title I Grant (\$462); and Miscellaneous Federal Grants (\$29,522). These deficits resulted from adjustments for accrued liabilities. Management expects the deficits in the above mentioned funds to be corrected early in the next fiscal year. The General Fund is liable for any deficit in other funds and provides operating transfers when cash is required, not when accruals occur.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING

While the School District is reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual – General Fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis for the general fund are as follows:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the fund liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget basis) rather than as a reservation of fund balance (GAAP basis).
4. For GAAP reporting purposes, certain funds which are budgeted separately from the general fund, are reported as part of the general fund.

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

<u>Net Change in Fund Balance</u>	
<u>General Fund</u>	
GAAP Basis	\$ 4,156,802
Revenue Accruals	(1,905,618)
Expenditure Accruals	194,366
Encumbrances	(347,010)
Other Financing Sources	(182,459)
Change in Fund Balance of Funds Combined with General Fund for Reporting Purposes	<u>(159,651)</u>
Budget Basis	<u>\$ 1,756,430</u>

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 6 - DEPOSITS AND INVESTMENTS

State statutes require the classification of monies held by the School District into three categories.

Active Monies – Those monies required to be kept in a “cash” or “near-cash” status for the immediate use of the district. Such monies must be maintained either as cash in the treasury, in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive Monies – Those monies not required for use within the current five-year period of designation of depositories. Inactive monies may be deposited or invested as certificate of deposit maturing no later than the end of the current period of designation of depositories, or as savings or deposit accounts including, but not limited to, passbook accounts.

Interim Monies – 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. Ohio law permits interim monies to be invested in legal securities (see Note 2F).

Deposits

Custodial credit risk is the risk that in the event of bank failure, the School District’s deposits may not be returned to it. Protection of the School District’s deposits is provided by the federal deposit insurance corporation as well as qualified securities pledged by the institution holding the assets. By Ohio law, financial institutions must collateralize all public deposits. The face value of the pooled collateral must equal at least 105 percent of public funds on deposit with that specific institution. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

At year end, the carrying amount of the School District’s deposits was \$11,539,120 and the bank balance was \$11,965,558; \$1,051,823 of the bank balance was covered by federal depository insurance and the remaining \$10,913,735 was covered by specific collateral pledged in the School District’s name.

Investments

Investments are reported at fair value. As of June 30, 2013, the School District’s only investment was an equity interest in the STAROhio investment pool with a carrying value of \$526,682. Standards and Poor’s has rated the STAROhio investment pool “AAAm”.

The School District’s investment policy permits the purchase of any security specifically authorized by the Ohio Revised Code and includes the following:

Custodial Credit Risk – All investments shall be issued in the name of the School District.

Concentration of Credit Risk – Diversification shall ensure potential losses on individual securities do not exceed the income generated from the remainder of the initial investment.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 7 - PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility and tangible personal property located in the School District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State Law at 35 percent of appraised market value. All property is required to be reevaluated every six years. Public utility property taxes are assessed on tangible personal property at 88 percent of true value (with certain exceptions) and on real property at 35 percent of true value. Tangible personal property taxes are levied after April 1 on the value listed as of December 31 of the current year. Tangible personal property assessments are 25 percent of true value. Tangible personal property tax on business inventory, manufacturing and equipment, furniture and fixtures is no longer levied and collected.

Real property taxes are payable annually or semi-annually. The first payment is due February 10, with the remainder payable by July 10.

The County Treasurer collects property taxes on behalf of all taxing districts in the County, including the Delaware City School District. The County Auditor periodically remits to the District its portion of the taxes collected. The full tax rate for all District operations for the year ended June 30, 2013 was \$76.38 per \$1,000 of assessed value. The assessed values upon which the fiscal year 2013 taxes were collected are as follows:

	<u>2013 First Half Collections</u>	<u>2012 Second Half Collections</u>
Agricultural/residential and other real estate property	\$ 668,802,840	\$ 670,334,220
Public utility personal property	<u>24,059,460</u>	<u>24,044,560</u>
Total	<u>\$ 692,862,300</u>	<u>\$ 694,378,780</u>

Property taxes receivables represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies that are measurable as of June 30, 2013. Although total property tax collections for the next year are measurable, only the amount available as an advance at June 30 is intended to finance current year operations. For the governmental fund financial statements, the receivable is therefore offset by a credit to deferred inflows of resources for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2013 was recognized as revenue.

On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis this amount is reported as deferred inflows of resources – unavailable revenue.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 8 - RECEIVABLES

Receivables at June 30, 2013, consisted of current and delinquent property taxes, accounts (rent and student fees), and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds. A summary of the principal items of intergovernmental receivables follows:

General Fund:

Miscellaneous amounts due from other governments	<u>\$ 67,312</u>
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Debt Service Fund:

Miscellaneous	<u>3,230</u>
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Permanent Improvement:

Miscellaneous	<u>1,793</u>
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Non-major Governmental Funds:

Title I Grant	301,204
Title VI-B Grant	254,838
Race to the Top	116,631
Food Service Subsidy	66,935
Title II-A	102,277
School Improvement Grant	55,000
Title III	7,270
Miscellaneous	1,221
Twenty-First Century Grant	19,879
Other non-major funds	<u>1,082</u>
Non-major Funds	<u>926,337</u>
Total Intergovernmental Receivables	<u>\$ 998,672</u>

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 9 - CAPITAL ASSETS

A summary of the School District's general capital assets for fiscal year 2013 is as follows:

	<u>Balance</u> <u>July 1, 2012</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2013</u>
<i><u>Capital Assets, not being depreciated</u></i>				
Land	\$ 2,782,266	\$ -	\$ -	\$ 2,782,266
Construction in Progress	<u>2,356,302</u>	<u>415,818</u>	<u>(2,772,120)</u>	<u>-</u>
	<u>5,138,568</u>	<u>415,818</u>	<u>(2,772,120)</u>	<u>2,782,266</u>
<i><u>Capital Assets, being depreciated</u></i>				
Buildings and Improvements	53,665,005	3,103,251	-	56,768,256
Furniture and Equipment	2,812,625	80,492	-	2,893,117
Vehicles	3,899,964	49,026	(81,534)	3,867,456
Library and Textbooks	<u>1,266,410</u>	<u>-</u>	<u>-</u>	<u>1,266,410</u>
Total Depreciable Capital Assets	<u>61,644,004</u>	<u>3,232,769</u>	<u>(81,534)</u>	<u>64,795,239</u>
<i><u>Less: Accumulated Depreciation</u></i>				
Buildings and Improvements	(22,094,081)	(1,116,343)	-	(23,210,424)
Furniture and Equipment	(2,226,943)	(116,749)	-	(2,343,692)
Vehicles	(2,546,782)	(277,094)	81,534	(2,742,342)
Library and Textbooks	<u>(1,266,410)</u>	<u>-</u>	<u>-</u>	<u>(1,266,410)</u>
Total Accumulated Depreciation	<u>(28,134,216)</u>	<u>(1,510,186) *</u>	<u>81,534</u>	<u>(29,562,868)</u>
Depreciable Capital Assets, Net	<u>33,509,788</u>	<u>1,722,583</u>	<u>-</u>	<u>35,232,371</u>
Total Capital Assets, Net	<u>\$ 38,648,356</u>	<u>\$ 2,138,401</u>	<u>\$ (2,772,120)</u>	<u>\$ 38,014,637</u>

* - Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$ 41,770
Special	610
Vocational	498
Support Services:	
Instructional support	1,742
Administration	2,951
Operation and maintenance of plant	144,020
Pupil transportation	283,845
Operation of non-instructional services	12,132
Extracurricular activities	33,435
Unallocated depreciation	<u>989,183</u>
Total Depreciation Expense	<u>\$ 1,510,186</u>

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

NOTE 10 - RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts, thefts-of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. During fiscal year 2013, the School District contracted with the Ohio School Plan for general liability insurance with a \$1 million single occurrence and a \$3 million aggregate limit. Property is protected by Hartford Insurance and holds a \$1,000 deductible per occurrence. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage for any part of the last three years.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 11 - DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

Plan Description - The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by contacting SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling toll free (800) 878-5853. It is also posted on SERS' website at www.ohsers.org under Employers/Audit Resources.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The Retirement Board acting with the advice of the actuary, allocates the employer contribution rate among four of the funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund) of the System. For fiscal year ending June 30, 2013, the allocation to pension and death benefits is 12.70 percent. The remaining 1.30 percent of the 14 percent employer contribution rate is allocated to the Health Care and Medicare B Funds. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2013, 2012 and 2011 were \$1,171,152, \$1,035,492 and \$1,079,724 respectively; 100.0 percent has been contributed for fiscal year 2013 and 2012 and 2011.

B. State Teachers Retirement System

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

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

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 11 - DEFINED BENEFIT PENSION PLANS (Continued)

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

Funding Policy - For the fiscal year ended June 30, 2013, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2013, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2013, 2012, and 2011 were \$3,104,280, \$3,043,008, and \$3,176,904 respectively; 100.0 percent has been contributed for fiscal year 2013 and 2012 and 2011.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Retirement System. As of June 30, 2013, three members of the Board of Education have elected Social Security. The contribution rate is 6.2 percent of wages.

NOTE 12 – POSTEMPLOYMENT BENEFITS

A. School Employee Retirement System

Plan Description – The School District participates in two cost-sharing multiple employer defined benefit OPEB plans administered by the School Employees Retirement System for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad St., Suite 100, Columbus, Ohio 43215-3746.

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 401h. For 2013, 0.55 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2013, this amount was \$171,131.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 12 – POSTEMPLOYMENT BENEFITS (Continued)

Active employee members do not contribute to the Health Care Plan. Retirees and their beneficiaries are required to pay a health care premium that varies depending on the plan selected, the number of qualified years of service, Medicare eligibility and retirement status.

The School District's contributions for health care for the fiscal years ended June 30, 2013, 2012, and 2011 were \$106,164, \$145,089, and \$248,475 respectively; 100.0 percent has been contributed for fiscal year 2013, 2012 and 2011.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2013, this actuarially required allocation was 0.75 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2013, 2012, and 2011 were \$56,943, \$55,472, and \$58,614 respectively; 100.0 percent has been contributed for fiscal year 2012, 2011 and 2010.

B. State Teachers Retirement System

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

Funding Policy – Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2013, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The School District's contributions for health care for the fiscal years ended June 30, 2013, 2012, and 2011 were \$221,734, \$226,922, and \$234,362 respectively; 100 percent has been contributed for fiscal year 2013, 2012 and 2011.

NOTE 13 – OTHER EMPLOYEE BENEFITS

Compensated Absences

Accumulated Unpaid Vacation

District classified employees earn vacation leave at varying rates based upon negotiated agreements and State laws. In the case of death or retirement, an employee (or his estate) is paid for his unused vacation leave.

Accumulated Unpaid Sick Leave

District employees may accumulate sick leave. Upon retirement, payment is made for one-fourth of the total unused sick leave balance up to a maximum of sixty days for certified and classified employees. As of June 30, 2013, the District's total obligation for sick leave accrual as a whole was \$1,302,918.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 14 - LONG-TERM OBLIGATIONS

The activity of the School Districts long-term obligations during fiscal year 2013 was as follows:

	Balance <u>July 1, 2012</u>	Increase	Decrease	Balance <u>June 30, 2013</u>	Due within <u>One Year</u>
General Obligation Bonds:					
1995 School Construction					
Capital Appreciation 5.8-6.1%	\$ 965,578	\$ 24,422	\$ 990,000	\$ -	\$ -
2004 Refunding					
Current Interest Serial 2.0-5.0%	12,800,000	-	9,425,000	3,375,000	1,655,000
2005 Refunding					
Current Interest Serial 3.15-5.0%	8,730,000	-	-	8,730,000	-
Capital Appreciation 4.05%	764,777	31,288	-	796,065	-
Current Interest Term 3.7%	205,000	-	65,000	140,000	70,000
2006 Refunding					
Current Interest Serial 3.25-5.0%	2,960,000	-	705,000	2,255,000	750,000
Capital Appreciation 4.0%	729,113	29,457	-	758,570	-
Current Interest Term 4.15%	1,490,000	-	-	1,490,000	-
2013 Refunding					
Current Interest Serial 2.0-5.0%	-	8,720,000	-	8,720,000	115,000
Deferred Amounts:					
Add: Bond Premium	<u>1,464,769</u>	<u>1,011,208</u>	<u>936,717</u>	<u>1,539,260</u>	<u>-</u>
Total General Obligation Bonds	30,109,237	9,816,375	12,121,717	27,803,895	2,590,000
Long-Term Notes Payable	2,819,270	-	155,370	2,663,900	159,511
Compensated Absences	1,123,119	173,267	198,210	1,098,176	204,742
Capital Lease Obligations	<u>14,957</u>	<u>-</u>	<u>14,957</u>	<u>-</u>	<u>-</u>
Total Long-Term Obligations	<u>\$ 34,066,583</u>	<u>\$ 9,989,642</u>	<u>\$ 12,490,254</u>	<u>\$ 31,565,971</u>	<u>\$ 2,954,253</u>

Legal Debt Margins

The School District's voted legal debt margin was \$36.0 million and a total unvoted debt margin of \$6.9 million at June 30, 2013.

General Obligation Bonds

The general obligation bond issues will be paid through the debt service fund from property taxes collected by the County Auditor. The District issued general obligation debt for the following purposes:

- \$19,899,306, issued in fiscal year 1995 and maturing in fiscal year 2021, for the construction of a new middle and high school. The original issue included current interest serial bonds, capital appreciation bonds and current interest term bonds. In fiscal year 2004, the School District advanced refunded \$11,615,000 of this issue. The capital appreciation bonds mature in fiscal years 2011-2013. The maturity amount of the bonds is \$4,050,000. During the fiscal year, \$24,422 was accreted and \$990,000 of capital appreciation bonds were retired, which paid off the loan in its entirety.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 14 - LONG-TERM OBLIGATIONS (Continued)

- \$16,444,954, issued in fiscal year 2004 and maturing in fiscal year 2021, for the partial advance refunding of general obligation bonds previously issued, \$4,830,000 of 1994 bonds and \$11,615,000 of 1995 bonds. These bonds include current interest serial bonds and capital appreciation bonds.
- \$16,294,994, issued in fiscal year 2006 (two different series) and maturing in fiscal year 2026, for the partial advance refunding of \$16,295,000 of general obligation bonds issued in 1999. These bonds include current interest serial bonds and capital appreciation bonds. The capital appreciation bonds will mature in fiscal years 2015 and 2016. The maturity amount of the bonds is \$1,630,000. For fiscal year 2013, \$60,745 was accreted for a total bond value of \$1,554,635.
- \$8,720,000, issued in fiscal year 2013 and maturing in fiscal year 2021, for the partial advance refunding of \$8,790,000 of refunding general obligation bonds issued in 2004. These bonds are current interest serial bonds.

Principal and interest requirements to retire the District's long-term general obligation bonds outstanding at June 30, 2013 are shown in the table below. The capital appreciation bonds are included at the full maturity value reported in the principal column.

Fiscal Year Ended June 30,	Principal	Interest	Total
2014	\$ 2,590,000	\$ 940,553	\$ 3,530,553
2015	2,595,000	857,710	3,452,710
2016	2,585,000	799,450	3,384,450
2017	2,505,000	719,275	3,224,275
2018	2,200,000	620,675	2,820,675
2019-2023	9,665,000	1,746,875	11,411,875
2024-2026	4,255,000	273,803	4,528,803
Total	<u>\$ 26,395,000</u>	<u>\$ 5,958,341</u>	<u>\$ 32,353,341</u>

Advanced Refunding

During fiscal year 2013, the School District issued \$8,720,000 of general obligation bonds to provide resources to purchase U.S. Government securities that were placed, along with the premiums received associated with the sale of the bonds, in an irrevocable trust for the purpose of generating resources for the future debt service payments of \$8,790,000 of the 2004 refunding general obligation bonds. As a result, the refunded bonds are considered to be defeased and the liability associated with these bonds has been removed from the statement of net position. The reacquisition price exceeded the net carrying amount of the old debt by \$73,793. This amount is being reported as deferred charge on refunding within the deferred outflows section on the statement of net position and is being amortized over the remaining life of the refunded debt, which is the same as the life of the new debt issue. This advanced refunding was undertaken to reduce total debt service payments over the next eight years by \$607,663 and resulted in an economic gain of \$580,671.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 14 - LONG-TERM OBLIGATIONS (Continued)

Long-Term Notes Payable

In December 2011, the School District issued \$2,819,270 of energy conservation notes payable to finance various building improvements throughout the District. These notes carry an interest rate of 2.6625 percent and mature in fiscal year 2027. Debt service payments will be made from the General Fund using savings in utility costs realized as a result of the projects. Principal and interest requirements to retire the long-term notes payable are shown in the table below.

Fiscal Year Ended June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 159,510	\$ 68,803	\$ 228,313
2015	163,750	64,500	228,250
2016	168,110	60,081	228,191
2017	172,590	55,546	228,136
2018	177,180	50,890	228,070
2019-2023	959,250	180,147	1,139,397
2024-2026	<u>863,510</u>	<u>46,736</u>	<u>910,246</u>
Total	<u>\$ 2,663,900</u>	<u>\$ 526,703</u>	<u>\$ 3,190,603</u>

Other Long-Term Obligations

Compensated absences represent the long-term portion of the accrued liability associated with sick and vacation leave. These items will be repaid from the funds from which the employees work to whom the liability is associated with or the General Fund if no such funds are available. The capital lease obligations are being repaid with revenues from the permanent improvement capital project fund.

NOTE 15 - CAPITAL LEASES - LESSEE DISCLOSURE

Prior to fiscal year 2013, the School District utilized a capitalized lease to finance the acquisition of several copiers for use throughout the District. The lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments will be reflected as debt service expenditures in the basic financial statements for the governmental funds.

Capital assets acquired by lease have been capitalized in the statement of net position for governmental activities in the amount of \$298,689, which is equal to the present value of the minimum lease payments at the time of acquisition. The District made principal payments in fiscal year 2013 totaling \$14,957, which paid off the remaining lease balance.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 16 – JOINTLY GOVERNED ORGANIZATIONS

Tri-Rivers Educational Computer Association

The School District is a participant in the Tri-Rivers Educational Computer Association (TRECA), which is a computer consortium. TRECA is an association of public schools within the boundaries of Delaware, Knox, Marion, Morrow, Muskingum, and Wyandot Counties. The organization 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.

The governing board of TRECA consists of one representative from each county elected by a majority vote of all charter member school districts within each county, one representative from the city school districts and the superintendent from Tri-Rivers Joint Vocational School. Financial information can be obtained from Mike Carder, who serves as Director, at 100 Executive Drive, Marion, Ohio 43302. The School District paid \$263,555 to TRECA during fiscal year 2013.

Delaware Area Career Center

The Delaware Area Career Center (Career Center) is a distinct political subdivision of the State of Ohio, which provides vocational education. The Career Center operates under the direction of a Board consisting of one representative from each of the five participating school district's Board of Education. The degree of control exercised by the School District is limited to its representation on the Board. The Board possesses its own budgeting and taxing authority. Financial information can be obtained from the Treasurer's Office at 4565 Columbus Pike Road, Delaware, Ohio 43015.

NOTE 17 - CONTINGENCIES

Grants

The School District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2013.

Litigation

The School District is not currently party to any legal proceedings.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 18 - COMMITMENTS

Encumbrances

At year end the School District had the following amounts encumbered for future purchase obligations:

<u>Fund</u>	<u>Year-End Encumbrances</u>
General Fund	\$ 379,856
Permanent Improvement Fund	602,491
Non-major Governmental Funds	<u>116,313</u>
	<u>\$ 1,098,660</u>

NOTE 19 - SET-ASIDE CALCULATIONS

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

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

	<u>Capital Improvements</u>
Set-aside Reserve Balance as of June 30, 2012	\$ -
Current Year Set-aside Requirement	865,002
Current Year Offsets	<u>(2,096,780)</u>
Total	<u>\$ (1,231,778)</u>
Balance Carried forward to FY 2014	<u>\$ -</u>
Set-aside Reserve Balance June 30, 2013	<u>\$ -</u>

Although the School District had qualifying disbursements during the year that reduced the set-aside below zero due to current year offsets, the extra amounts may not be used to reduce the set-aside requirements of future years.

DELAWARE CITY SCHOOL DISTRICT

Delaware County, Ohio

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

NOTE 20 – CHANGE IN ACCOUNTING PRINCIPLES

During the year ended June 30, 2013, the District implemented several GASB Statements which had an impact on its accounting and financial reporting and are described below.

GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, incorporates into GASB’s authoritative literature certain accounting and financial reporting guidance that is included in the FASB and AICPA pronouncements which do not conflict with or contradict GASB pronouncements.

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources and Net Position*, provides financial reporting guidance for deferred outflows of resources and deferred inflows of resources. The Statement also identified net position as the residual of all other elements presented in a balance sheet, amending the net asset reporting requirements by incorporating deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure of the balance sheet and by renaming that measure as net position.

GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, reclassifies as deferred outflows of resources or deferred inflows of resources items that were previously reported as assets and liabilities. Items which are currently reported by the District affected by this implementation include deferred/unearned revenues, deferred loss on refunding and unamortized debt issuance costs.

NOTE 21 – PRIOR PERIOD ADJUSTMENTS

In prior periods, the District reported assets related to unamortized debt issuance costs in the government-wide and proprietary financial statements. GASB Statement No. 65 has reclassified debt issuance costs as an expense of the period when the debt is issued rather than amortizing the cost over the life of the debt. The implementation of GASB Statement No. 65 requires the following restatement of prior period’s net position amounts:

	<u>Governmental Activities</u>
Net Position - July 1, 2012	\$ 18,115,358
Elimination of Unamortized Debt Issuance Cost	<u>(280,739)</u>
Restated Net Position - July 1, 2012	<u>\$ 17,834,619</u>

NOTE 22 – SUBSEQUENT EVENT

In August 2013, the School District issued \$20 million of general obligation, school improvement bonds to finance construction costs associated with the expansion and renovation of existing school buildings. This issue was part of the \$50 million bond levy approved by voters in May 2013 for the expansion and renovation of existing school buildings within the District. The School District will issue the remainder of the bonds over the next couple of years as financing is needed for the construction projects.

Major Governmental Funds

The focus of the fund financial statements presented in the basic financial statements is on the School District's most significant funds (major funds). Therefore these fund financial statements present the major funds separate from the other governmental funds of the School District. As required by accounting standards generally accepted in the United States of America, budgetary comparison statements in the basic financial statements are limited to the General Fund and any major special revenue funds. The School District has no major special revenue funds.

General Fund

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

Since the Board of Education adopts the annual appropriations for the General Fund at the object level, which is different than the level presented in the Statement of Revenues, Expenditures, and Changes in Fund Balance – General Fund – Budget (Non-GAAP) and Actual, a schedule is presented to demonstrate budgetary compliance with the legal level of control.

Debt Service Fund

The Debt Service Fund accounts for and reports the accumulation of restricted local property taxes received and the payment of general long-term obligations, specifically the refunding general obligations bonds issued.

Permanent Improvement Fund

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

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Taxes	\$ 27,743,204	\$ 27,743,204	\$ 28,365,167	\$ 621,963
Intergovernmental	16,672,242	16,672,242	17,246,692	574,450
Interest	20,000	20,000	75,357	55,357
Tuition and Fees	490,800	490,800	551,398	60,598
Rentals	76,000	76,000	90,891	14,891
Extracurricular Activities	55,000	55,000	39,100	(15,900)
Customers Sales and Service	10,000	10,000	2,683	(7,317)
Payments in Lieu of Taxes	25,000	25,000	13,818	(11,182)
Miscellaneous	230,000	230,000	320,367	90,367
Total Revenues	45,322,246	45,322,246	46,705,473	1,383,227
Expenditures:				
Current:				
Instruction:				
Regular:				
Salaries and Wages	14,296,249	14,533,270	14,532,893	377
Fringe Benefits	4,935,471	4,947,451	4,947,451	-
Purchased Services	1,903,762	2,200,431	2,200,431	-
Materials and Supplies	562,208	477,425	477,425	-
Capital Outlay	54,797	64,468	64,468	-
	<u>21,752,487</u>	<u>22,223,045</u>	<u>22,222,668</u>	<u>377</u>
Special:				
Salaries and Wages	2,615,063	2,861,319	2,861,319	-
Fringe Benefits	916,321	974,621	974,621	-
Purchased Services	1,003,691	1,389,493	1,389,493	-
Materials and Supplies	11,700	10,362	10,362	-
Capital Outlay	1,000	1,000	1,000	-
	<u>4,547,775</u>	<u>5,236,795</u>	<u>5,236,795</u>	<u>-</u>
Vocational:				
Salaries and Wages	104,147	113,603	113,603	-
Fringe Benefits	88,222	57,894	57,894	-
Materials and Supplies	8,803	8,698	8,698	-
Capital Outlay	5,000	3,661	3,661	-
	<u>206,172</u>	<u>183,856</u>	<u>183,856</u>	<u>-</u>
Student Intervention Services:				
Salaries and Wages	65,118	34,402	34,402	-
Fringe Benefits	11,057	9,492	9,492	-
	<u>76,175</u>	<u>43,894</u>	<u>43,894</u>	<u>-</u>
Other Instruction:				
Purchased Services	582,105	17,966	17,966	-
	<u>582,105</u>	<u>17,966</u>	<u>17,966</u>	<u>-</u>

(Continued)

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
(Continued)

	Original Budget	Final Budget	Actual	Variance with Final Budget
Current:				
Support Services:				
Pupils:				
Salaries and Wages	1,868,873	1,780,083	1,780,083	-
Fringe Benefits	528,361	591,827	591,827	-
Purchased Services	89,690	85,407	85,407	-
Materials and Supplies	57,570	10,789	10,788	1
Capital Outlay	4,600	663	663	-
	<u>2,549,094</u>	<u>2,468,769</u>	<u>2,468,768</u>	<u>1</u>
Instructional Staff:				
Salaries and Wages	1,304,286	1,305,211	1,305,211	-
Fringe Benefits	693,978	701,685	701,685	-
Purchased Services	157,989	131,225	131,225	-
Materials and Supplies	140,816	130,536	130,534	2
Capital Outlay	50,239	40,184	40,184	-
	<u>2,347,308</u>	<u>2,308,841</u>	<u>2,308,839</u>	<u>2</u>
Board of Education:				
Salaries and Wages	10,232	9,040	9,040	-
Fringe Benefits	846	478	478	-
Purchased Services	126,500	137,653	137,654	(1)
Materials and Supplies	660	164	164	-
Capital Outlay	26,000	30,231	30,231	-
	<u>164,238</u>	<u>177,566</u>	<u>177,567</u>	<u>(1)</u>
Administration:				
Salaries and Wages	1,791,007	1,808,987	1,808,987	-
Fringe Benefits	761,947	737,577	737,577	-
Purchased Services	24,042	25,132	25,132	-
Materials and Supplies	6,972	6,011	6,011	-
Other	376,000	257,727	257,727	-
Capital Outlay	16,878	9,385	9,385	-
	<u>2,976,846</u>	<u>2,844,819</u>	<u>2,844,819</u>	<u>-</u>
Fiscal:				
Salaries and Wages	280,760	307,977	307,977	-
Fringe Benefits	134,411	132,545	132,545	-
Purchased Services	82,086	110,365	110,365	-
Materials and Supplies	4,098	4,499	4,499	-
Other	482,000	544,016	544,196	(180)
Capital Outlay	-	249	249	-
	<u>983,355</u>	<u>1,099,651</u>	<u>1,099,831</u>	<u>(180)</u>

(Continued)

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
(Continued)

	Original Budget	Final Budget	Actual	Variance with Final Budget
Current:				
Support Services:				
Business:				
Salaries and Wages	206,795	229,022	229,022	-
Fringe Benefits	55,219	57,863	57,863	-
Purchased Services	23,400	26,231	26,231	-
Materials and Supplies	11,200	11,797	11,797	-
Capital Outlay	956	298	298	-
	<u>297,570</u>	<u>325,211</u>	<u>325,211</u>	<u>-</u>
Operation and Maintenance of Plant:				
Salaries and Wages	1,485,629	1,483,271	1,483,271	-
Fringe Benefits	671,528	691,436	691,436	-
Purchased Services	1,990,493	1,571,335	1,571,336	(1)
Materials and Supplies	275,083	297,429	297,429	-
Other	-	-	-	-
Capital Outlay	-	-	-	-
	<u>4,422,733</u>	<u>4,043,471</u>	<u>4,043,472</u>	<u>(1)</u>
Pupil Transportation:				
Salaries and Wages	1,298,702	1,332,357	1,332,357	-
Fringe Benefits	775,766	758,389	758,389	-
Purchased Services	173,758	167,611	167,611	-
Materials and Supplies	477,604	492,425	492,425	-
Capital Outlay	5,000	2,639	2,639	-
	<u>2,730,830</u>	<u>2,753,421</u>	<u>2,753,421</u>	<u>-</u>
Central:				
Salaries and Wages	76,067	77,979	77,979	-
Fringe Benefits	24,647	26,027	26,027	-
Purchased Services	42,855	41,025	41,025	-
Materials and Supplies	7,775	3,529	3,529	-
	<u>151,344</u>	<u>148,560</u>	<u>148,560</u>	<u>-</u>
Non-Instructional Services:				
Salaries and Wages	-	4,696	4,696	-
Extracurricular Activities:				
Salaries and Wages	625,769	647,987	647,987	-
Fringe Benefits	142,206	158,546	158,546	-
Purchased Services	35,160	38,977	38,977	-
	<u>803,135</u>	<u>845,510</u>	<u>845,510</u>	<u>-</u>

(Continued)

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GENERAL FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
(Continued)

	Original Budget	Final Budget	Actual	Variance with Final Budget
Debt Service:				
Principal Retirement	155,370	155,370	155,370	-
Interest and Fiscal Charges	72,995	72,995	72,995	-
	<u>228,365</u>	<u>228,365</u>	<u>228,365</u>	-
Total Expenditures	<u>44,819,532</u>	<u>44,954,436</u>	<u>44,954,238</u>	198
Excess of Revenues Over (Under) Expenditures	502,714	367,810	1,751,235	1,383,425
Other Financing Sources (Uses):				
Refund of Prior Year Expenditures	-	-	5,199	5,199
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>5,199</u>	<u>5,199</u>
Net Change in Fund Balance	502,714	367,810	1,756,434	1,388,624
Fund Balance at Beginning of Year	3,263,707	3,263,707	3,263,707	-
Prior Year Encumbrances Appropriated	<u>411,900</u>	<u>411,900</u>	<u>411,900</u>	-
Fund Balance at End of Year	<u>\$ 4,178,321</u>	<u>\$ 4,043,417</u>	<u>\$ 5,432,041</u>	<u>\$ 1,388,624</u>

(Concluded)

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
DEBT SERVICE FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Taxes	\$ 2,998,230	\$ 2,998,230	\$ 3,157,871	\$ 159,641
Intergovernmental	552,575	552,575	546,241	(6,334)
Interest	-	-	298	298
Total Revenues	<u>3,550,805</u>	<u>3,550,805</u>	<u>3,704,410</u>	<u>153,605</u>
Expenditures:				
Current:				
Support Services:				
Fiscal:				
Other	52,000	52,110	52,110	-
Debt Service:				
Principal Retirement	1,697,118	1,603,337	1,603,337	-
Interest and Fiscal Charges	1,813,787	1,749,831	1,749,831	-
Bond Issuance Costs	-	91,611	91,611	-
	<u>3,510,905</u>	<u>3,444,779</u>	<u>3,444,779</u>	<u>-</u>
Total Expenditures	<u>3,562,905</u>	<u>3,496,889</u>	<u>3,496,889</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	(12,100)	53,916	207,521	153,605
Other Financing Sources (Uses):				
Refunding Bonds Issued	-	8,720,000	8,720,000	-
Premium on Refunding Bonds Issued	-	1,011,208	1,011,208	-
Payment to Refunded Bond Escrow Agent	-	(9,639,596)	(9,639,596)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>91,612</u>	<u>91,612</u>	<u>-</u>
Net Change in Fund Balance	(12,100)	145,528	299,133	153,605
Fund Balance at Beginning of Year	<u>1,442,835</u>	<u>1,442,835</u>	<u>1,442,835</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 1,430,735</u>	<u>\$ 1,588,363</u>	<u>\$ 1,741,968</u>	<u>\$ 153,605</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
PERMANENT IMPROVEMENT FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Taxes	\$ 1,744,258	\$ 1,744,258	\$ 1,787,593	\$ 43,335
Intergovernmental	310,488	310,488	309,187	(1,301)
Interest	-	-	286	286
Total Revenues	<u>2,054,746</u>	<u>2,054,746</u>	<u>2,097,066</u>	<u>42,320</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Materials and Supplies	428,195	401,173	401,173	-
Capital Outlay	629,792	590,077	590,077	-
	<u>1,057,987</u>	<u>991,250</u>	<u>991,250</u>	<u>-</u>
Support Services:				
Administration:				
Capital Outlay	63,642	32,988	32,988	-
Fiscal:				
Other	36,135	29,463	29,463	-
Business:				
Purchased Services	142,982	101,059	101,059	-
Operation and Maintenance of Plant:				
Purchased Services	57,575	27,843	27,843	-
Capital Outlay	44,425	21,484	21,484	-
	<u>102,000</u>	<u>49,327</u>	<u>49,327</u>	<u>-</u>
Pupil Transportation:				
Purchased Services	10,000	6,206	6,206	-
Capital Outlay	405,000	306,824	306,824	-
	<u>415,000</u>	<u>313,030</u>	<u>313,030</u>	<u>-</u>
Building Improvement Services:				
Purchased Services	95,938	61,405	61,405	-
Capital Outlay	1,681,623	1,348,766	1,348,766	-
	<u>1,777,561</u>	<u>1,410,171</u>	<u>1,410,171</u>	<u>-</u>
Total Expenditures	<u>3,595,307</u>	<u>2,927,288</u>	<u>2,927,288</u>	<u>-</u>
Net Change in Fund Balance	(1,540,561)	(872,542)	(830,222)	42,320
Fund Balance at Beginning of Year	1,551,119	1,551,119	1,551,119	-
Prior Year Encumbrances Appropriated	942,172	942,172	942,172	-
Fund Balance at End of Year	<u>\$ 952,730</u>	<u>\$ 1,620,749</u>	<u>\$ 1,663,069</u>	<u>\$ 42,320</u>



Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

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

Food Service

To account for and report the financial transactions related to the restricted food service operation of the School District.

Local and Other Grants

To account for and report the proceeds of specific revenue sources, except for state and federal grants, that are legally restricted to expenditures for a specific purpose. Budgetary information is not presented for this fund as the School District did not anticipate or realize any cash receipts or disbursements for the current year.

District Managed Student Activities

To account for and report local funds generated to assist student activities, which are managed by District personnel. This fund includes athletic programs and other similar types of activities.

Auxiliary Services

To account for and report monies which provide services and materials to pupils attending non-public schools within the School District.

Data Communications

To account for and report restricted monies for the purpose of accessing the Ohio Education Computer Network.

Miscellaneous State Grants

To account for and report restricted revenues received from state agencies which are not classified elsewhere.

Education Jobs Grant

To account for and report restricted federal monies which provides for compensation and benefits and other expenses, such as support services, necessary to retain existing employees, recall or rehire former employees, and to hire new employees, in order to provide early childhood, elementary or secondary educational related services. Budgetary information is not presented for this fund as the School District did not anticipate or realize any cash receipts or disbursements for the current year.

Race to the Top Grant

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

Title VI(B) Grant

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

Nonmajor Governmental Funds

Nonmajor Special Revenue Funds (Continued)

School Improvement Grant

To account for and report federal monies restricted to provide supplemental funding to economically disadvantaged districts and some of their eligible schools for improving educational outcomes for students who are failing or at risk of failing to meet State standards. Budgetary information is not presented for this fund as the School District did not anticipate or realize any cash receipts or disbursements for the current year.

Title III Grant

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

Title I Grant

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

Preschool Special Education Grant

To account for and report restricted federal monies received under a federal grant program to improve and expand the services for handicapped children ages three to five years.

Improving Teacher Quality Grant

To account for and report restricted monies received under a federal grant to help improve the quality of educational services delivered to students by district teachers.

Miscellaneous Federal Grants

To account for and report restricted monies received under federal grants which are not classified elsewhere.

Delaware Foundation

A fund used to account for and report gifts, donations and other resources provided to the School District without condition or limitations. Funds are to be used for operating or capital costs for programs designed to enhance or promote education within the District. This fund is included with the General Fund for GAAP reporting as it does not have restricted or committed revenue source.

Public School Support

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

After School Childcare

A fund used to account for and report the tuition and fees, and other revenue, generated by the School District's "latch-key" program which provides childcare to students during the hours following the end of the school day. This fund is included with the General Fund for GAAP reporting as it does not have restricted or committed revenue source.

Nonmajor Governmental Funds

Nonmajor Capital Project Fund

Capital Projects Funds are used to account for and report financial resources that are restricted for the financing and acquisition or construction of major capital facilities, such as new school buildings and additions to existing buildings, or for major renovation projects.

Building Fund

To account for and report restricted local resources, including proceeds from long-term obligations, related to school construction, additions and renovation projects.

Nonmajor Permanent Fund

Permanent Funds are used to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for purposes that support the School District's programs.

Land Grant

To account for and report the endowments established to support the School District's library and land lab programs. The original principal of these endowments must be maintained, however the School District may spend the interest earnings as long as those expenditures benefit the operations and maintenance of the land lab or libraries within the District.



**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2013

	Special Revenue Funds	Capital Project Fund	Permanent Fund	Total Nonmajor Governmental Funds
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 433,449	\$ 389	\$ 36	\$ 433,874
Investments	-	-	4,979	4,979
Materials and supplies inventory	31,208	-	-	31,208
Accrued interest receivable	-	-	282	282
Accounts receivable	7,147	-	-	7,147
Intergovernmental receivable	926,337	-	-	926,337
Total Assets	\$ 1,398,141	\$ 389	\$ 5,297	\$ 1,403,827
<u>Liabilities, Deferred Inflows of Resources and Fund Balances:</u>				
<u>Liabilities:</u>				
Accounts payable	\$ 190,922	\$ -	\$ -	\$ 190,922
Accrued wages and benefits	332,823	-	-	332,823
Intergovernmental payable	84,502	-	-	84,502
Total Liabilities	608,247	-	-	608,247
<u>Deferred Inflows of Resources:</u>				
Unavailable revenue	681,686	-	-	681,686
<u>Fund Balance:</u>				
Nonspendable	31,208	-	4,200	35,408
Restricted	163,413	389	1,097	164,899
Unassigned	(86,413)	-	-	(86,413)
Total Fund Balance	108,208	389	5,297	113,894
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 1,398,141	\$ 389	\$ 5,297	\$ 1,403,827

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2013

	Food Service	Local and Other Grants	District Managed Student Activities	Auxiliary Services	Data Communications
<u>Assets:</u>					
Equity in pooled cash and cash equivalents	\$ 91,875	\$ -	\$ 154,987	\$ 44,802	\$ -
Materials and supplies inventory	31,208	-	-	-	-
Accounts receivable	1,604	-	5,543	-	-
Intergovernmental receivable	1,143	-	-	17	-
Total Assets	<u>\$ 125,830</u>	<u>\$ -</u>	<u>\$ 160,530</u>	<u>\$ 44,819</u>	<u>\$ -</u>
<u>Liabilities, Deferred Inflows of Resources and Fund Balances:</u>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ 5,501	\$ 11,652	\$ -
Accrued wages and benefits	84,763	-	-	19,962	-
Intergovernmental payable	37,394	1,520	-	6,901	-
Total Liabilities	<u>122,157</u>	<u>1,520</u>	<u>5,501</u>	<u>38,515</u>	<u>-</u>
Deferred Inflows of Resources:					
Unavailable revenue	-	-	-	-	-
Fund Balance:					
Nonspendable	31,208	-	-	-	-
Restricted	-	-	155,029	6,304	-
Unassigned	(27,535)	(1,520)	-	-	-
Total Fund Balance	<u>3,673</u>	<u>(1,520)</u>	<u>155,029</u>	<u>6,304</u>	<u>-</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 125,830</u>	<u>\$ -</u>	<u>\$ 160,530</u>	<u>\$ 44,819</u>	<u>\$ -</u>

<u>Miscellaneous State Grants</u>	<u>Education Jobs Grant</u>	<u>Race to the Top Grant</u>	<u>Title VI(B) Grant</u>	<u>School Improvement Grant</u>	<u>Title III Grant</u>	<u>Title I Grant</u>
\$ 801	\$ -	\$ 17,545	\$ 66,189	\$ -	\$ 242	\$ 41,928
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>116,631</u>	<u>254,838</u>	<u>55,000</u>	<u>7,270</u>	<u>301,204</u>
<u>\$ 801</u>	<u>\$ -</u>	<u>\$ 134,176</u>	<u>\$ 321,027</u>	<u>\$ 55,000</u>	<u>\$ 7,512</u>	<u>\$ 343,132</u>
\$ -	\$ -	\$ 50,120	\$ 55,805	\$ -	\$ 18	\$ 24,229
3,369	-	26,877	97,883	-	-	80,906
639	-	324	13,320	-	-	17,214
<u>4,008</u>	<u>-</u>	<u>77,321</u>	<u>167,008</u>	<u>-</u>	<u>18</u>	<u>122,349</u>
<u>-</u>	<u>-</u>	<u>81,022</u>	<u>153,762</u>	<u>55,000</u>	<u>7,270</u>	<u>221,245</u>
-	-	-	-	-	-	-
-	-	-	257	-	224	-
<u>(3,207)</u>	<u>-</u>	<u>(24,167)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(462)</u>
<u>(3,207)</u>	<u>-</u>	<u>(24,167)</u>	<u>257</u>	<u>-</u>	<u>224</u>	<u>(462)</u>
<u>\$ 801</u>	<u>\$ -</u>	<u>\$ 134,176</u>	<u>\$ 321,027</u>	<u>\$ 55,000</u>	<u>\$ 7,512</u>	<u>\$ 343,132</u>

(Continued)

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2013
(Continued)

	Preschool Special Education Grant	Improving Teacher Quality Grant	Miscellaneous Federal Grants	Total
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ -	\$ 5,412	\$ 9,668	\$ 433,449
Materials and supplies inventory	-	-	-	31,208
Accounts receivable	-	-	-	7,147
Intergovernmental receivable	1,082	102,277	86,875	926,337
Total Assets	\$ 1,082	\$ 107,689	\$ 96,543	\$ 1,398,141
<u>Liabilities, Deferred Inflows of Resources and Fund Balances:</u>				
<u>Liabilities:</u>				
Accounts payable	\$ 422	\$ 1,440	\$ 41,735	\$ 190,922
Accrued wages and benefits	-	14,810	4,253	332,823
Intergovernmental payable	-	5,339	1,851	84,502
Total Liabilities	422	21,589	47,839	608,247
<u>Deferred Inflows of Resources:</u>				
Unavailable revenue	632	84,529	78,226	681,686
<u>Fund Balance:</u>				
Nonspendable	-	-	-	31,208
Restricted	28	1,571	-	163,413
Unassigned	-	-	(29,522)	(86,413)
Total Fund Balance	28	1,571	(29,522)	108,208
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 1,082	\$ 107,689	\$ 96,543	\$ 1,398,141

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Special Revenue Funds	Capital Project Fund	Permanent Fund	Total Nonmajor Governmental Funds
Revenues:				
Intergovernmental	\$ 4,098,910	\$ -	\$ -	\$ 4,098,910
Interest	-	127	286	413
Extracurricular activities	242,705	-	-	242,705
Gifts and donations	46,436	-	-	46,436
Customer sales and services	916,324	-	-	916,324
Miscellaneous	49,778	-	-	49,778
Total Revenues	<u>5,354,153</u>	<u>127</u>	<u>286</u>	<u>5,354,566</u>
Expenditures:				
Current:				
Instruction:				
Regular	651,210	-	-	651,210
Special	1,298,181	-	-	1,298,181
Other	169,815	-	-	169,815
Support Services:				
Pupils	162,811	-	-	162,811
Instructional staff	570,322	-	-	570,322
Administration	38,640	-	-	38,640
Operation and maintenance of plant	39,390	-	-	39,390
Pupil transportation	25,859	-	-	25,859
Non-Instructional Services	2,200,636	-	-	2,200,636
Extracurricular Activities	349,259	-	-	349,259
Capital Outlay	-	415,818	-	415,818
Total Expenditures	<u>5,506,123</u>	<u>415,818</u>	<u>-</u>	<u>5,921,941</u>
Net Change in Fund Balances	(151,970)	(415,691)	286	(567,375)
Fund Balance at Beginning of Year	<u>260,178</u>	<u>416,080</u>	<u>5,011</u>	<u>681,269</u>
Fund Balance at End of Year	<u>\$ 108,208</u>	<u>\$ 389</u>	<u>\$ 5,297</u>	<u>\$ 113,894</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Food Service	Local and Other Grants	District Managed Student Activities	Auxiliary Services	Data Communications
Revenues:					
Intergovernmental	\$ 1,222,942	\$ -	\$ -	\$ 512,441	\$ 14,400
Extracurricular Activities	-	-	242,705	-	-
Gifts and Donations	-	-	46,436	-	-
Customer sales and services	916,324	-	-	-	-
Miscellaneous	-	-	49,778	-	-
Total Revenues	2,139,266	-	338,919	512,441	14,400
Expenditures:					
Current:					
Instruction:					
Regular	-	-	-	428,667	-
Special	-	-	-	-	-
Other	-	-	-	-	-
Support Services:					
Pupils	-	-	-	97,643	-
Instructional staff	-	-	-	-	-
Administration	-	-	-	20,498	-
Operation and maintenance of plant	-	-	-	24,990	14,400
Pupil transportation	-	-	-	-	-
Non-instructional services	2,192,562	-	-	-	-
Extracurricular activities	-	1,520	347,739	-	-
Total Expenditures	2,192,562	1,520	347,739	571,798	14,400
Net Change in Fund Balances	(53,296)	(1,520)	(8,820)	(59,357)	-
Fund Balance at Beginning of Year	56,969	-	163,849	65,661	-
Fund Balance at End of Year	\$ 3,673	\$ (1,520)	\$ 155,029	\$ 6,304	\$ -

Miscellaneous State Grants	Education Jobs Grant	Race to the Top Grant	Title VI(B) Grant	School Improvement Grant	Title III Grant	Title I Grant
\$ 24,445	\$ -	\$ 82,671	\$ 1,026,919	\$ -	\$ 17,256	\$ 678,438
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>24,445</u>	<u>-</u>	<u>82,671</u>	<u>1,026,919</u>	<u>-</u>	<u>17,256</u>	<u>678,438</u>
-	(584)	53,916	-	-	-	-
-	-	-	613,997	-	15,496	637,847
-	-	-	-	-	-	-
25,874	-	-	33,472	-	5,822	-
79	-	65,405	369,223	-	-	41,293
-	(49,816)	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	4,363
-	-	-	6,999	-	-	-
-	-	-	-	-	-	-
<u>25,953</u>	<u>(50,400)</u>	<u>119,321</u>	<u>1,023,691</u>	<u>-</u>	<u>21,318</u>	<u>683,503</u>
(1,508)	50,400	(36,650)	3,228	-	(4,062)	(5,065)
<u>(1,699)</u>	<u>(50,400)</u>	<u>12,483</u>	<u>(2,971)</u>	<u>-</u>	<u>4,286</u>	<u>4,603</u>
\$ <u>(3,207)</u>	\$ <u>-</u>	\$ <u>(24,167)</u>	\$ <u>257</u>	\$ <u>-</u>	\$ <u>224</u>	\$ <u>(462)</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013
(Continued)

	Preschool Special Education Grant	Improving Teacher Quality Grant	Miscellaneous Federal Grants	Total
Revenues:				
Intergovernmental	\$ 30,777	\$ 165,772	\$ 322,849	\$ 4,098,910
Extracurricular Activities	-	-	-	242,705
Gifts and Donations	-	-	-	46,436
Customer sales and services	-	-	-	916,324
Miscellaneous	-	-	-	49,778
Total Revenues	30,777	165,772	322,849	5,354,153
Expenditures:				
Current:				
Instruction:				
Regular	-	133,964	35,247	651,210
Special	30,841	-	-	1,298,181
Other	-	-	169,815	169,815
Support Services:				
Pupils	-	-	-	162,811
Instructional staff	-	33,746	60,576	570,322
Administration	-	-	67,958	38,640
Operation and maintenance of plant	-	-	-	39,390
Pupil transportation	-	-	21,496	25,859
Non-instructional services	-	-	1,075	2,200,636
Extracurricular activities	-	-	-	349,259
Total Expenditures	30,841	167,710	356,167	5,506,123
Net Change in Fund Balances	(64)	(1,938)	(33,318)	(151,970)
Fund Balance at Beginning of Year	92	3,509	3,796	260,178
Fund Balance at End of Year	\$ 28	\$ 1,571	\$ (29,522)	\$ 108,208

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOOD SERVICE FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	\$ 982,993	\$ 982,993	\$ 1,104,884	\$ 121,891
Customers Sales and Service	<u>1,184,840</u>	<u>984,840</u>	<u>916,550</u>	<u>(68,290)</u>
Total Revenues	<u>2,167,833</u>	<u>1,967,833</u>	<u>2,021,434</u>	<u>53,601</u>
Expenditures:				
Current:				
Non-Instructional Services:				
Salaries and Wages	555,255	553,279	553,279	-
Fringe Benefits	289,511	274,755	274,755	-
Purchased Services	90,502	79,932	79,932	-
Materials and Supplies	1,202,819	1,048,611	1,048,610	1
Capital Outlay	<u>48,991</u>	<u>26,178</u>	<u>26,178</u>	<u>-</u>
Total Expenditures	<u>2,187,078</u>	<u>1,982,755</u>	<u>1,982,754</u>	<u>2</u>
Net Change in Fund Balance	(19,245)	(14,922)	38,680	53,602
Fund Balance at Beginning of Year	2,091	2,091	2,091	-
Prior Year Encumbrances Appropriated	<u>50,446</u>	<u>50,446</u>	<u>50,446</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 33,292</u>	<u>\$ 37,615</u>	<u>\$ 91,217</u>	<u>\$ 53,602</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
DISTRICT MANAGED STUDENT ACTIVITIES FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Extracurricular Activities	\$ 293,610	\$ 287,110	\$ 245,830	\$ (41,280)
Gifts and Donations	18,580	18,536	46,436	27,900
Miscellaneous	<u>35,702</u>	<u>37,996</u>	<u>49,999</u>	<u>12,003</u>
Total Revenues	<u>347,892</u>	<u>343,642</u>	<u>342,265</u>	<u>(1,377)</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Capital Outlay	<u>-</u>	<u>2,303</u>	<u>2,303</u>	<u>-</u>
Extracurricular Activities:				
Purchased Services	37,020	40,179	40,179	-
Materials and Supplies	18,228	18,347	18,348	(1)
Other	276,410	272,845	272,844	1
Capital Outlay	<u>34,492</u>	<u>29,457</u>	<u>29,457</u>	<u>-</u>
	<u>366,150</u>	<u>360,828</u>	<u>360,828</u>	<u>-</u>
Total Expenditures	<u>366,150</u>	<u>363,131</u>	<u>363,131</u>	<u>-</u>
Net Change in Fund Balance	(18,258)	(19,489)	(20,866)	(1,377)
Fund Balance at Beginning of Year	144,890	144,890	144,890	-
Prior Year Encumbrances Appropriated	<u>19,444</u>	<u>19,444</u>	<u>19,444</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 146,076</u>	<u>\$ 144,845</u>	<u>\$ 143,468</u>	<u>\$ (1,377)</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
AUXILIARY SERVICES FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	\$ 511,656	\$ 512,441	\$ 512,441	\$ -
Total Revenues	<u>511,656</u>	<u>512,441</u>	<u>512,441</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Salaries and Wages	210,337	190,280	190,280	-
Fringe Benefits	48,623	43,987	43,987	-
Purchased Services	8,181	7,401	7,401	-
Materials and Supplies	108,701	98,336	98,337	(1)
Other	1,936	1,751	1,751	-
Capital Outlay	134,509	121,683	121,683	-
	<u>512,287</u>	<u>463,438</u>	<u>463,439</u>	<u>(1)</u>
Special:				
Salaries and Wages	5,462	5,462	5,462	-
Fringe Benefits	1,018	1,018	1,018	-
	<u>6,480</u>	<u>6,480</u>	<u>6,480</u>	<u>-</u>
Support Services:				
Pupils:				
Purchased Services	88,196	95,089	95,089	-
Administration:				
Purchased Services	20,466	20,498	20,498	-
Operation and Maintenance of Plant:				
Purchased Services	20,000	24,246	24,246	-
Total Expenditures	<u>647,429</u>	<u>609,751</u>	<u>609,752</u>	<u>(2)</u>
Excess of Revenues Over (Under) Expenditures	(135,773)	(97,310)	(97,311)	(1)
Other Financing Sources (Uses):				
Transfers-In	64,850	64,850	64,850	-
Transfers-Out	(64,850)	(64,850)	(64,850)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(135,773)	(97,310)	(97,311)	(1)
Fund Balance at Beginning of Year	95,261	95,261	95,261	-
Prior Year Encumbrances Appropriated	<u>40,512</u>	<u>40,512</u>	<u>40,512</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 38,463</u>	<u>\$ 38,462</u>	<u>\$ (1)</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
DATA COMMUNICATIONS FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	\$ 14,400	\$ 14,400	\$ 14,400	\$ -
Total Revenues	<u>14,400</u>	<u>14,400</u>	<u>14,400</u>	<u>-</u>
Expenditures:				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Purchased Services	14,400	14,400	14,400	-
Total Expenditures	<u>14,400</u>	<u>14,400</u>	<u>14,400</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
MISCELLANEOUS STATE GRANTS FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	\$ 31,164	\$ 24,465	\$ 24,445	\$ (20)
Total Revenues	<u>31,164</u>	<u>24,465</u>	<u>24,445</u>	<u>(20)</u>
Expenditures:				
Current:				
Support Services:				
Pupils:				
Salaries and Wages	28,263	21,900	21,900	-
Fringe Benefits	4,605	3,568	3,568	-
Purchased Services	556	431	431	-
Total Expenditures	<u>33,424</u>	<u>25,899</u>	<u>25,899</u>	<u>-</u>
Net Change in Fund Balance	(2,260)	(1,434)	(1,454)	(20)
Fund Balance at Beginning of Year	<u>2,260</u>	<u>2,260</u>	<u>2,260</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 826</u>	<u>\$ 806</u>	<u>\$ (20)</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
RACE TO THE TOP GRANT FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	\$ 144,781	\$ 47,062	\$ 47,062	\$ -
Total Revenues	<u>144,781</u>	<u>47,062</u>	<u>47,062</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Salaries and Wages	55,685	31,000	31,000	-
Fringe Benefits	23,951	13,333	13,332	1
Materials and Supplies	1,090	607	607	-
	<u>80,726</u>	<u>44,940</u>	<u>44,939</u>	<u>1</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	19,405	6,300	6,300	-
Purchased Services	75,899	24,642	24,642	-
	<u>95,304</u>	<u>30,942</u>	<u>30,942</u>	<u>-</u>
Total Expenditures	<u>176,030</u>	<u>75,882</u>	<u>75,881</u>	<u>2</u>
Excess of Revenues Over (Under) Expenditures	(31,249)	(28,820)	(28,819)	1
Other Financing Sources (Uses):				
Transfers-In	-	12,857	12,857	-
Transfers-Out	<u>-</u>	<u>(12,857)</u>	<u>(12,857)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(31,249)	(28,820)	(28,819)	1
Fund Balance at Beginning of Year	30,818	30,818	30,818	-
Prior Year Encumbrances Appropriated	<u>431</u>	<u>431</u>	<u>431</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 2,429</u>	<u>\$ 2,430</u>	<u>\$ 1</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
TITLE VI(B) GRANT FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	\$ 1,289,437	\$ 1,034,636	\$ 1,034,598	\$ (38)
Total Revenues	<u>1,289,437</u>	<u>1,034,636</u>	<u>1,034,598</u>	<u>(38)</u>
Expenditures:				
Current:				
Instruction:				
Special:				
Salaries and Wages	465,489	372,217	372,217	-
Fringe Benefits	182,918	146,266	146,266	-
Purchased Services	83,738	66,959	66,959	-
Materials and Supplies	50,250	40,181	40,182	(1)
Other	-	-	-	-
Capital Outlay	8,699	6,956	6,956	-
	<u>791,094</u>	<u>632,579</u>	<u>632,580</u>	<u>(1)</u>
Support Services:				
Pupils:				
Purchased Services	32,802	26,258	26,258	-
Instructional Staff:				
Salaries and Wages	191,510	143,095	143,095	-
Fringe Benefits	115,756	86,492	86,492	-
Purchased Services	166,144	124,142	124,142	-
Materials and Supplies	12,671	9,468	9,469	(1)
	<u>486,081</u>	<u>363,197</u>	<u>363,198</u>	<u>(1)</u>
Non-Instructional Services:				
Purchased Services	6,999	6,999	6,999	-
Total Expenditures	<u>1,316,976</u>	<u>1,029,033</u>	<u>1,029,035</u>	<u>(4)</u>
Net Change in Fund Balance	(27,539)	5,603	5,563	(40)
Fund Balance at Beginning of Year	5,148	5,148	5,148	-
Prior Year Encumbrances Appropriated	22,391	22,391	22,391	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 33,142</u>	<u>\$ 33,102</u>	<u>\$ (40)</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
TITLE III GRANT FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	\$ 28,229	\$ 21,029	\$ 20,959	\$ (70)
Total Revenues	<u>28,229</u>	<u>21,029</u>	<u>20,959</u>	<u>(70)</u>
Expenditures:				
Current:				
Instruction:				
Special:				
Salaries and Wages	7,900	12,150	12,150	-
Fringe Benefits	1,000	1,538	1,538	-
Capital Outlay	1,175	1,808	1,808	-
	<u>10,075</u>	<u>15,496</u>	<u>15,496</u>	<u>-</u>
Support Services:				
Pupils:				
Purchased Services	18,752	6,061	6,061	-
Total Expenditures	<u>28,827</u>	<u>21,557</u>	<u>21,557</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	(598)	(528)	(598)	(70)
Other Financing Sources (Uses):				
Transfers-In	-	85	85	-
Transfers-Out	-	(85)	(85)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(598)	(528)	(598)	(70)
Fund Balance at Beginning of Year	<u>598</u>	<u>598</u>	<u>598</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 70</u>	<u>\$ -</u>	<u>\$ (70)</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
TITLE I GRANT FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	\$ 989,811	\$ 695,187	\$ 695,170	\$ (17)
Total Revenues	<u>989,811</u>	<u>695,187</u>	<u>695,170</u>	<u>(17)</u>
Expenditures:				
Current:				
Instruction:				
Special:				
Salaries and Wages	550,100	442,806	442,806	-
Fringe Benefits	158,700	127,748	127,748	-
Purchased Services	50,346	40,527	40,527	-
Materials and Supplies	26,444	21,286	21,286	-
Capital Outlay	25,805	20,772	20,772	-
	<u>811,395</u>	<u>653,139</u>	<u>653,139</u>	<u>-</u>
Support Services:				
Instructional Staff:				
Purchased Services	79,061	20,913	20,913	-
Materials and Supplies	96,610	25,555	25,555	-
	<u>175,671</u>	<u>46,468</u>	<u>46,468</u>	<u>-</u>
Pupil Transportation:				
Purchased Services	18,000	4,363	4,363	-
Total Expenditures	<u>1,005,066</u>	<u>703,970</u>	<u>703,970</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	(15,255)	(8,783)	(8,800)	(17)
Other Financing Sources (Uses):				
Transfers-In	-	34	34	-
Transfers-Out	-	(34)	(34)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(15,255)	(8,783)	(8,800)	(17)
Fund Balance at Beginning of Year	3,422	3,422	3,422	-
Prior Year Encumbrances Appropriated	<u>11,833</u>	<u>11,833</u>	<u>11,833</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 6,472</u>	<u>\$ 6,455</u>	<u>\$ (17)</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
PRESCHOOL SPECIAL EDUCATION GRANT FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	\$ 29,947	\$ 31,409	\$ 30,327	\$ (1,082)
Total Revenues	<u>29,947</u>	<u>31,409</u>	<u>30,327</u>	<u>(1,082)</u>
Expenditures:				
Current:				
Instruction:				
Special:				
Salaries and Wages	27,000	27,000	27,000	-
Materials and Supplies	3,411	3,791	3,791	-
Total Expenditures	<u>30,411</u>	<u>30,791</u>	<u>30,791</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	(464)	618	(464)	(1,082)
Other Financing Sources (Uses):				
Transfers-In	-	94	94	-
Transfers-Out	-	(94)	(94)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(464)	618	(464)	(1,082)
Fund Balance at Beginning of Year	-	-	-	-
Prior Year Encumbrances Appropriated	<u>464</u>	<u>464</u>	<u>464</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 1,082</u>	<u>\$ -</u>	<u>\$ (1,082)</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
IMPROVING TEACHER QUALITY GRANT FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	\$ 272,561	\$ 169,485	\$ 169,418	\$ (67)
Total Revenues	<u>272,561</u>	<u>169,485</u>	<u>169,418</u>	<u>(67)</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Salaries and Wages	127,925	105,098	105,098	-
Fringe Benefits	37,633	30,931	30,931	-
	<u>165,558</u>	<u>136,029</u>	<u>136,029</u>	<u>-</u>
Support Services:				
Instructional Staff:				
Purchased Services	59,302	21,626	21,626	-
Materials and Supplies	21,210	7,735	7,735	-
Capital Outlay	36,830	13,431	13,431	-
	<u>117,342</u>	<u>42,792</u>	<u>42,792</u>	<u>-</u>
Total Expenditures	<u>282,900</u>	<u>178,821</u>	<u>178,821</u>	<u>-</u>
Net Change in Fund Balance	(10,339)	(9,336)	(9,403)	(67)
Fund Balance at Beginning of Year	1,248	1,248	1,248	-
Prior Year Encumbrances Appropriated	9,091	9,091	9,091	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 1,003</u>	<u>\$ 936</u>	<u>\$ (67)</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
MISCELLANEOUS FEDERAL GRANT FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Intergovernmental	\$ 401,425	\$ 315,799	\$ 315,685	\$ (114)
Total Revenues	<u>401,425</u>	<u>315,799</u>	<u>315,685</u>	<u>(114)</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Materials and Supplies	14,800	30,944	30,944	-
Other Instruction:				
Salaries and Wages	62,830	62,411	62,411	-
Fringe Benefits	14,704	14,606	14,606	-
Purchased Services	18,398	18,275	18,274	1
Capital Outlay	80,208	79,674	79,674	-
	<u>176,140</u>	<u>174,966</u>	<u>174,965</u>	<u>1</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	26,462	48,287	48,287	-
Fringe Benefits	5,370	9,798	9,798	-
Capital Outlay	928	1,694	1,694	-
	<u>32,760</u>	<u>59,779</u>	<u>59,779</u>	<u>-</u>
Administration:				
Purchased Services	162,950	55,634	55,634	-
Materials and Supplies	5,405	1,846	1,846	-
Capital Outlay	4,893	1,671	1,671	-
	<u>173,248</u>	<u>59,151</u>	<u>59,151</u>	<u>-</u>
Pupil Transportation:				
Purchased Services	19,000	3,501	3,501	-
Non-Instructional Services:				
Capital Outlay	-	1,575	1,575	-
Total Expenditures	<u>415,948</u>	<u>329,916</u>	<u>329,915</u>	<u>2</u>
Net Change in Fund Balance	(14,523)	(14,117)	(14,230)	(113)
Fund Balance at Beginning of Year	4,490	4,490	4,490	-
Prior Year Encumbrances Appropriated	<u>10,033</u>	<u>10,033</u>	<u>10,033</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 406</u>	<u>\$ 293</u>	<u>\$ (113)</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
DELAWARE FOUNDATION FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Gifts and Donations	\$ 80,000	\$ 80,000	\$ 70,000	\$ (10,000)
Miscellaneous	<u>150,000</u>	<u>150,000</u>	<u>181,204</u>	<u>31,204</u>
Total Revenues	<u>230,000</u>	<u>230,000</u>	<u>251,204</u>	<u>21,204</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Purchased Services	-	20,075	20,075	-
Materials and Supplies	<u>-</u>	<u>33,394</u>	<u>33,394</u>	<u>-</u>
	<u>-</u>	<u>53,469</u>	<u>53,469</u>	<u>-</u>
Non-Instructional Services:				
Purchased Services	<u>35,000</u>	<u>41,163</u>	<u>41,163</u>	<u>-</u>
Total Expenditures	<u>35,000</u>	<u>94,632</u>	<u>94,632</u>	<u>-</u>
Net Change in Fund Balance	195,000	135,368	156,572	21,204
Fund Balance at Beginning of Year	<u>565,151</u>	<u>565,151</u>	<u>565,151</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 760,151</u>	<u>\$ 700,519</u>	<u>\$ 721,723</u>	<u>\$ 21,204</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
PUBLIC SCHOOL SUPPORT FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Extracurricular Activities	\$ 62,253	\$ 63,699	\$ 86,575	\$ 22,876
Gifts and Donations	22,559	22,559	17,724	(4,835)
Miscellaneous	9,342	10,719	17,577	6,858
Total Revenues	<u>94,154</u>	<u>96,977</u>	<u>121,876</u>	<u>24,899</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Purchased Services	12,280	21,421	21,421	-
Materials and Supplies	6,193	3,306	3,306	-
Capital Outlay	-	1,732	1,732	-
	<u>18,473</u>	<u>26,459</u>	<u>26,459</u>	<u>-</u>
Support Services:				
Administration:				
Materials and Supplies	18,543	23,145	23,146	(1)
Other	52,235	64,471	64,472	(1)
	<u>70,778</u>	<u>87,616</u>	<u>87,618</u>	<u>(2)</u>
Central:				
Other	5,192	4,626	4,626	-
Extracurricular Activities:				
Purchased Services	600	1,909	1,909	-
Other	22,792	12,985	12,985	-
	<u>23,392</u>	<u>14,894</u>	<u>14,894</u>	<u>-</u>
Total Expenditures	<u>117,835</u>	<u>133,595</u>	<u>133,597</u>	<u>(4)</u>
Net Change in Fund Balance	(23,681)	(36,618)	(11,721)	24,897
Fund Balance at Beginning of Year	52,733	52,733	52,733	-
Prior Year Encumbrances Appropriated	17,535	17,535	17,535	-
Fund Balance at End of Year	<u>\$ 46,587</u>	<u>\$ 33,650</u>	<u>\$ 58,547</u>	<u>\$ 24,897</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
AFTER SCHOOL CHILDCARE FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Tuition and Fees	\$ 914,100	\$ 914,100	\$ 976,511	\$ 62,411
Extracurricular Activities	-	-	240	240
Customers Sales and Service	11,500	11,500	3,718	(7,782)
Gifts and Donations	500	500	3,550	3,050
Miscellaneous	-	-	4,451	4,451
Total Revenues	<u>926,100</u>	<u>926,100</u>	<u>988,470</u>	<u>62,370</u>
Expenditures:				
Current:				
Support Services:				
Pupil Transportation:				
Purchased Services	11,500	3,718	3,718	-
Non-Instructional Services:				
Salaries and Wages	749,600	721,530	721,530	-
Fringe Benefits	241,707	201,394	201,394	-
Purchased Services	66,079	56,095	56,095	-
Materials and Supplies	102,260	48,443	48,443	-
Capital Outlay	2,758	1,468	1,468	-
Total Expenditures	<u>1,173,904</u>	<u>1,032,648</u>	<u>1,032,648</u>	<u>-</u>
Net Change in Fund Balance	(247,804)	(106,548)	(44,178)	62,370
Fund Balance at Beginning of Year	739,759	739,759	739,759	-
Prior Year Encumbrances Appropriated	19,989	19,989	19,989	-
Fund Balance at End of Year	<u>\$ 511,944</u>	<u>\$ 653,200</u>	<u>\$ 715,570</u>	<u>\$ 62,370</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUILDING FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Interest	\$ -	\$ -	\$ 154	\$ 154
Total Revenues	<u>-</u>	<u>-</u>	<u>154</u>	<u>154</u>
Expenditures:				
Building Improvement Services:				
Capital Outlay	415,818	415,818	415,818	-
	<u>415,818</u>	<u>415,818</u>	<u>415,818</u>	<u>-</u>
Total Expenditures	<u>415,818</u>	<u>415,818</u>	<u>415,818</u>	<u>-</u>
Net Change in Fund Balance	(415,818)	(415,818)	(415,664)	154
Fund Balance at Beginning of Year	235	235	235	-
Prior Year Encumbrances Appropriated	<u>415,818</u>	<u>415,818</u>	<u>415,818</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 235</u>	<u>\$ 235</u>	<u>\$ 389</u>	<u>\$ 154</u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
LAND GRANT FUND - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues:				
Interest	\$ 20	\$ 20	\$ 20	\$ -
Total Revenues	<u>20</u>	<u>20</u>	<u>20</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	20	20	20	-
Fund Balance at Beginning of Year	<u>4,995</u>	<u>4,995</u>	<u>4,995</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 5,015</u>	<u>\$ 5,015</u>	<u>\$ 5,015</u>	<u>\$ -</u>



Fiduciary Funds

Private-Purpose Trust Funds

Private-purpose trust funds are used to account for assets held by the School District, which have been restricted so that the principal and income of the fund benefit individuals, private organizations, or other governments and are not available to support the operations of the School District.

Scholarship Trust Fund

To account for restricted donations, where the donations themselves may be used, to provide scholarships to selected students graduating from the School District.

Memorial Scholarship Trust Fund

To account for the restricted donations, where the corpus of the donations may not be used, which were provided in memory of individuals to provide scholarship to selected District students.

Agency Funds

Agency funds account for monies held by the School District in a purely custodial nature for other organizations. Accordingly, all assets reported in an agency fund are offset by a liability to the party on whose behalf they are held.

Student Managed Activities Fund

To account for the resources belonging to the various student groups in the District. The fund accounts for sales and other revenue generating activities by student activity programs that have students involved in the management of the program. Since this is the only agency fund at the School District, no individual fund information is presented.

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

COMBINING STATEMENT OF NET POSITION
PRIVATE-PURPOSE TRUST FUNDS
JUNE 30, 2013

	Scholarship Trust Fund	Memorial Scholarship Trust Fund	Total
Assets:			
Equity in pooled cash and cash equivalents	\$ 33,713	\$ 5,720	\$ 39,433
Investments	22,248	58,155	80,403
Accrued interest receivable	87	429	516
Total Assets	56,048	64,304	120,352
Net Position:			
Held in trust for scholarships	56,048	64,304	120,352
Total Net Position	\$ 56,048	\$ 64,304	\$ 120,352

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

COMBINING STATEMENT OF CHANGES IN
FIDUCIARY NET POSITION
PRIVATE-PURPOSE TRUST FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	Scholarship Trust Fund	Memorial Scholarship Trust Fund	Total
Additions:			
Gifts and dnations	\$ 3,965	\$ 442	\$ 4,407
Investment earnings	<u>(213)</u>	<u>474</u>	<u>261</u>
Total Additions	3,752	916	4,668
Deductions:			
Payments in accordance with trust agreements	<u>6,250</u>	<u>656</u>	<u>6,906</u>
Total Deductions	<u>6,250</u>	<u>656</u>	<u>6,906</u>
Change in Net Position	(2,498)	260	(2,238)
Net Position, Beginning of Year	<u>58,546</u>	<u>64,044</u>	<u>122,590</u>
Net Position, End of Year	<u><u>\$ 56,048</u></u>	<u><u>\$ 64,304</u></u>	<u><u>\$ 120,352</u></u>

**DELAWARE CITY SCHOOL DISTRICT
DELAWARE COUNTY, OHIO**

SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

	<u>Balance</u> <u>July 1, 2012</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2013</u>
<u>Student Managed Activities</u>				
Assets:				
Equity in pooled cash and cash equivalents	\$ 207,279	\$ 512,908	\$ 528,298	\$ 191,889
Accounts receivable	<u>1,755</u>	<u>1,060</u>	<u>1,755</u>	<u>1,060</u>
Total Assets	<u>\$ 209,034</u>	<u>\$ 513,968</u>	<u>\$ 530,053</u>	<u>\$ 192,949</u>
Liabilities:				
Accounts Payable	\$ 5,141	\$ 1,139	\$ 5,141	\$ 1,139
Due to Students	<u>203,893</u>	<u>512,829</u>	<u>524,912</u>	<u>191,810</u>
Total Liabilities	<u>\$ 209,034</u>	<u>\$ 513,968</u>	<u>\$ 530,053</u>	<u>\$ 192,949</u>

Statistical Section



STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends	91
These schedules contain trend information to help the reader understand how the District’s financial performance and well-being have changed over time.	
Revenue Capacity	98
These schedules contain information to help the reader assess the affordability of the District’s most significant local revenue source, the property tax.	
Debt Capacity	107
These schedules present information to help the reader assess the affordability of the District’s current levels of outstanding debt and the District’s ability to issue additional debt in the future.	
Demographic and Economic Information	111
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District’s financial activities take place.	
Operating Information	113
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.	

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



Delaware City School District
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

	2013	2012 *	2011	2010	2009	2008	2007	2006	2005	2004
Governmental Activities										
Net Investment in										
Capital Assets	\$ 9,770,962	\$ 9,102,298	\$ 8,255,663	\$ 7,106,503	\$ 6,591,590	\$ 3,581,105	\$ 2,746,745	\$ 1,609,623	\$ 3,812,533	\$ 1,307,225
Restricted	4,672,508	3,669,938	3,193,505	3,389,257	3,022,404	2,645,350	4,361,063	4,762,748	1,621,015	3,178,545
Unrestricted	8,848,140	5,062,383	1,572,829	3,181,418	4,769,871	8,404,123	4,921,763	7,242,148	5,356,218	3,415,175
Total Governmental Activities	\$ 23,291,610	\$ 17,834,619	\$ 13,021,997	\$ 13,677,178	\$ 14,383,865	\$ 14,630,578	\$ 12,029,571	\$ 13,614,519	\$ 10,789,766	\$ 7,900,945

* - Restated for implementation of GASB Statement No. 65; however no other fiscal years were restated.

Delaware City School District
Changes in Net Position
Last Ten Fiscal Years
(accural basis of accounting)

	2013	2012 *	2011	2010	2009	2008	2007	2006	2005	2004
Expenses:										
Governmental Activities:										
Instruction										
Regular	\$ 24,083,445	\$ 21,730,895	\$ 22,539,999	\$ 21,794,461	\$ 20,921,349	\$ 20,402,113	\$ 19,415,375	\$ 18,591,892	\$ 17,699,150	\$ 16,488,374
Special	6,669,914	5,731,574	6,254,257	5,210,222	5,187,008	4,862,505	4,992,079	5,137,783	5,000,680	4,690,287
Vocational	156,843	175,938	307,590	366,978	374,707	322,964	339,690	326,259	325,679	308,641
Student Intervention Services	43,894	87,694	108,645	88,162	196,574	-	-	-	-	-
Other	186,635	2,300,758	2,138,369	2,010,131	1,723,802	1,580,947	738,706	851,700	728,316	592,328
Support Services										
Pupils	2,631,496	2,519,897	2,488,366	2,562,505	2,387,861	2,260,802	2,240,779	2,184,344	2,126,796	1,984,527
Instructional Staff	2,854,028	2,589,706	3,153,118	3,301,322	2,817,316	2,921,736	2,626,558	2,602,149	2,475,569	2,364,997
Board of Education	176,816	173,989	163,664	187,628	122,478	219,277	211,518	197,431	222,857	206,062
General Administrative	3,080,098	2,942,025	2,930,373	3,014,373	3,016,704	2,845,860	2,658,370	2,732,185	2,547,214	2,542,302
Fiscal Services	1,154,372	1,105,356	1,135,862	1,032,913	1,110,043	1,074,402	1,021,721	926,642	953,440	829,023
Business	406,366	331,725	372,744	377,507	328,306	424,312	467,331	452,123	435,044	378,518
Operation & Maintenance of Plant	4,487,853	4,339,248	4,547,833	4,939,323	4,576,377	4,557,649	4,200,914	4,200,914	3,764,160	2,689,534
Pupil Transportation	3,164,713	3,222,859	3,374,544	3,587,477	2,983,616	2,884,402	2,218,696	2,456,241	2,318,784	1,945,533
Central	136,137	264,800	152,308	156,573	159,258	135,834	157,974	182,738	187,800	153,965
Operation of Non-Instructional Services	3,266,319	2,002,275	1,781,285	1,842,216	2,048,717	1,619,968	1,316,479	1,510,547	1,453,886	1,063,239
Extra Curricular Activities	1,265,322	1,173,635	1,166,815	1,372,834	1,161,904	1,171,598	1,111,859	1,338,174	1,191,099	1,035,194
Interest and Fiscal Charges	1,158,713	1,293,359	1,378,204	1,473,101	1,584,734	1,695,938	1,684,221	2,398,078	2,217,833	1,919,756
Unallocated Depreciation	989,183	947,128	949,603	951,944	951,516	940,105	996,470	997,877	1,188,020	1,119,747
Total Governmental Activities	55,912,147	52,932,861	54,923,579	54,269,670	51,632,270	49,920,412	46,763,079	47,087,077	44,836,327	40,312,027
Expenses										

* - Restated for implementation of GASB Statement No. 65; however no other fiscal years were restated.

Delaware City School District
Changes in Net Position (continued)
Last Ten Fiscal Years
(accrual basis of accounting)

	2013	2012*	2011	2010	2009	2008	2007	2006	2005	2004
Program Revenues										
Governmental Activities:										
Charges for Services										
Instruction	\$ 1,521,079	\$ 1,536,768	\$ 1,361,358	\$ 1,350,446	\$ 1,172,696	\$ 1,210,439	\$ 1,046,150	\$ 1,107,002	\$ 1,136,013	\$ 1,101,913
Regular	-	-	-	-	-	-	-	-	-	-
Support Services	-	-	-	-	-	-	-	-	-	137,796
Pupils	-	-	-	-	-	-	-	-	-	158,757
Instructional Staff	91,204	79,856	95,836	101,160	92,037	55,580	55,191	76,900	91,910	-
General Administrative	90,891	81,507	18,971	21,702	7,690	7,645	13,413	9,228	10,652	154,872
Operation & Maintenance of Plant	2,683	10,449	1,595	4,178	177,173	144,916	109,125	97,495	7,717	82,312
Pupil Transportation	919,965	1,009,024	976,268	997,008	1,020,596	906,022	887,979	873,062	835,545	853,904
Operation of Non-Instructional Services	297,105	388,271	297,351	310,701	265,267	267,831	289,042	502,652	395,539	230,414
Extra Curricular Activities	4,864,556	4,705,078	5,288,347	5,399,975	4,802,612	5,580,763	3,169,533	3,265,949	3,061,849	2,435,130
Operating Grants and Contributions	-	-	-	5,399,975	4,802,612	5,580,763	3,169,533	3,265,949	3,061,849	2,435,130
Capital Grants and Contributions	-	-	-	-	47,590	22,002	63,547	16,283	112,754	23,662
Total Governmental Activities	7,787,483	7,810,954	8,039,726	8,175,170	7,585,661	8,195,198	5,633,980	5,948,571	5,651,979	5,178,760
Program Revenues										
Net (Expense)/Revenue										
Governmental Activities	\$ (48,124,664)	\$ (45,121,907)	\$ (46,883,853)	\$ (46,094,500)	\$ (44,046,609)	\$ (41,725,214)	\$ (41,129,099)	\$ (41,138,506)	\$ (39,184,348)	\$ (35,133,267)
General Revenues and Other										
Changes in Net Position										
Governmental Activities										
Property Taxes Levied for:										
General Purposes	\$ 29,753,957	\$ 27,391,062	\$ 22,881,148	\$ 22,450,075	\$ 21,823,705	\$ 25,398,068	\$ 19,305,820	\$ 24,008,323	\$ 22,255,456	\$ 16,864,964
Debt Service	3,364,962	3,120,099	3,013,956	2,972,585	2,996,156	3,515,274	2,885,996	3,965,291	3,805,884	3,246,930
Permanent Improvement	1,878,323	1,822,135	1,769,698	1,746,642	1,651,058	1,896,292	1,446,022	1,989,776	1,721,032	910,353
Grants and Entitlements not Restricted to Specific Programs	17,700,452	17,179,605	18,094,408	17,780,710	16,696,853	14,927,446	15,044,832	14,016,970	13,555,231	13,259,256
Investment Earnings	112,157	4,576	18,970	16,871	269,720	653,606	688,694	536,984	315,303	64,920
Miscellaneous	771,804	724,782	450,492	420,930	322,404	376,410	325,068	329,074	420,263	200,319
Total Governmental Activities	53,581,655	50,242,259	46,228,672	45,387,813	43,749,896	46,767,096	39,696,432	44,846,418	42,073,169	34,546,742
Change in Net Position										
Governmental Activities	\$ 5,456,991	\$ 5,120,352	\$ (655,181)	\$ (706,687)	\$ (296,713)	\$ 5,041,882	\$ (1,432,667)	\$ 3,707,912	\$ 2,888,821	\$ (686,525)

* - Restated for implementation of GASB Statement No. 65; however no other fiscal years were restated.

Delaware City School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010 *</u>
General Fund				
Nonspendable	\$ 214,383	\$ 221,327	\$ 224,542	\$ -
Reserved	-	-	-	3,509,603
Unreserved	-	-	-	103,384
Assigned	90,959	329,579	2,703,072	-
Unassigned	<u>9,255,756</u>	<u>4,853,390</u>	<u>-</u>	<u>-</u>
Total General Fund	<u>\$ 9,561,098</u>	<u>\$ 5,404,296</u>	<u>\$ 2,927,614</u>	<u>\$ 3,612,987</u>
All Other Governmental Funds				
Reserved	\$ -	\$ -	\$ -	\$ 1,517,845
Unreserved, reported in:				
Special Revenue Funds	-	-	-	1,315,386
Debt Service Fund	-	-	-	1,493,054
Capital Projects Fund	-	-	-	1,533,534
Permanent Fund	-	-	-	4,954
Nonspendable	35,408	26,052	22,025	-
Restricted	5,174,017	5,361,893	4,857,178	-
Unassigned	(86,413)	(55,070)	(10,207)	-
Total All Other Governmental Funds	<u>\$ 5,123,012</u>	<u>\$ 5,332,875</u>	<u>\$ 4,868,996</u>	<u>\$ 5,864,773</u>

* - Restated for implementation of GASB 54 during fiscal year 2011. The District has elected to not restate prior fund balance amounts for fiscal years prior to implementation.

2009	2008	2007	2006	2005	2004
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3,779,714	5,242,016	3,713,099	6,830,574	4,507,440	2,559,793
367,699	367,699	367,699	-	367,699	367,699
-	-	-	-	-	-
2,112,664	2,573,896	445,479	(162,700)	512,762	1,352,206
<u>\$ 6,260,077</u>	<u>\$ 8,183,611</u>	<u>\$ 4,526,277</u>	<u>\$ 6,667,874</u>	<u>\$ 5,387,901</u>	<u>\$ 4,279,698</u>
\$ 1,074,747	\$ 1,200,213	\$ 1,775,793	\$ 2,051,481	\$ 1,700,860	\$ 1,281,068
1,081,802	1,048,274	639,346	624,443	397,877	447,471
1,485,547	1,228,407	1,203,902	1,146,005	902,427	1,158,150
1,967,276	1,681,912	1,193,376	1,301,216	683,996.00	486,456.00
5,179	5,105	4,791	3,654	4,476	4,443
<u>\$ 5,614,551</u>	<u>\$ 5,163,911</u>	<u>\$ 4,817,208</u>	<u>\$ 5,126,799</u>	<u>\$ 3,689,636</u>	<u>\$ 3,377,588</u>

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

	2013	2012	2011	2010	2009
Revenues:					
Property and Other Local Taxes	\$ 35,491,288	\$ 31,839,905	\$ 28,155,939	\$ 26,841,849	\$ 26,533,798
Intergovernmental	22,252,327	21,591,349	23,477,846	22,840,044	21,451,994
Interest	112,157	4,576	18,970	16,871	269,720
Tuition and Fees	1,521,079	1,536,768	1,360,505	1,345,298	1,170,425
Rentals	90,891	81,507	18,971	21,702	7,690
Extracurricular Activities	370,972	450,404	375,297	404,044	351,456
Gifts and Donations	137,710	126,850	100,147	82,484	153,210
Customer Sales and Services	939,985	1,037,196	996,606	1,014,151	1,205,888
Miscellaneous	584,146	724,782	450,492	420,930	322,404
Total Revenues	61,500,555	57,393,337	54,954,773	52,987,373	51,466,585
Expenditures					
Current:					
Instruction					
Regular	23,644,328	21,874,431	22,440,012	21,608,728	20,815,485
Special	6,631,601	5,782,525	6,223,816	5,150,845	5,212,199
Vocational	156,218	216,310	310,320	353,597	346,734
Student Intervention	43,894	87,694	108,645	98,747	196,574
Other Instruction	186,635	2,300,758	2,138,369	2,010,131	1,723,802
Support Services					
Pupils	2,618,690	2,585,628	2,488,683	2,518,564	2,391,453
Instructional Staff	2,845,809	2,591,311	3,131,096	3,254,374	2,720,981
Board of Education	176,816	173,989	163,664	187,628	122,478
Administration	3,064,169	2,946,144	2,917,671	3,042,611	3,009,811
Fiscal Services	1,169,027	1,086,479	1,093,959	1,007,557	1,080,920
Business	398,364	329,307	372,441	377,307	327,897
Operation & Maintenance of Plant					
Maintenance of Plant	4,016,730	3,988,792	4,496,769	4,686,135	4,567,460
Pupil Transportation	2,865,062	2,929,899	3,122,007	3,148,229	2,683,521
Central	136,137	264,800	148,832	156,573	159,258
Non-Instructional Services					
Extra Curricular Activities	3,241,302	2,003,170	1,776,700	1,828,851	2,029,209
Capital Outlay	1,226,922	1,144,501	1,155,990	1,332,903	1,137,966
Debt Service					
Principal Retirement	1,722,954	3,331,643	997,972	1,062,903	879,519
Interest and Fiscal Charges	2,565,327	2,427,197	2,328,452	2,299,953	2,281,683
Refunding Bond Issuing Costs	1,122,901	1,207,468	1,220,525	1,258,605	1,252,529
	-	-	-	-	-
Total Expenditures	\$ 57,832,886	\$ 57,272,046	\$ 56,635,923	\$ 55,384,241	\$ 52,939,479
Excess (deficiency) of revenue over (under) expenditures	\$ 3,667,669	\$ 121,291	\$ (1,681,150)	\$ (2,396,868)	\$ (1,472,894)
Other Financing (Sources) Uses					
Refund of prior year expenditure/receipt (net)	187,658	-	-	-	-
Transfers In	-	-	20,000	31,411	30,000
Transfers (out)	-	-	(20,000)	(31,411)	(30,000)
Proceeds of Capital Lease	-	-	-	-	-
Premium and interest on Bonds Sold	1,011,208	-	-	-	-
Refunding Bonds Issued	8,720,000	-	-	-	-
Notes Issued	-	2,819,270	-	-	-
Payments to Refunded Bond Escrow	(9,639,596)	-	-	-	-
Total Other Financing (Sources) Uses	279,270	2,819,270	-	-	-
Net Change in Fund Balance	\$ 3,946,939	\$ 2,940,561	\$ (1,681,150)	\$ (2,396,868)	\$ (1,472,894)
Debt Service as a Percentage of Noncapital Expenditures	7.04%	7.23%	6.81%	7.01%	15.25%

	2008	2007	2006	2005	2004
\$	31,426,021	\$ 24,102,202	\$ 29,851,207	\$ 27,311,678	\$ 20,914,525
	20,294,213	18,040,005	17,114,034	16,673,127	15,731,190
	653,706	688,646	537,020	215,548	76,711
	1,209,865	1,044,523	1,104,639	1,052,509	1,099,122
	7,645	13,413	9,228	10,652	14,039
	319,403	340,540	577,843	477,951	388,586
	116,337	128,523	129,049	136,821	118,266
	1,055,520	1,002,424	974,629	936,264	939,592
	376,410	325,068	329,074	320,263	381,764
	<u>55,459,120</u>	<u>45,685,344</u>	<u>50,626,723</u>	<u>47,134,813</u>	<u>39,663,795</u>
	20,125,153	19,219,217	18,535,308	17,498,173	16,263,717
	4,855,184	5,046,687	5,156,441	4,989,871	4,684,704
	344,011	336,786	322,820	307,324	288,655
	-	-	-	-	-
	1,580,947	738,706	851,700	728,316	592,328
	2,250,454	2,257,122	2,208,937	2,115,658	1,998,813
	2,759,296	2,635,139	2,655,706	2,432,689	2,217,781
	219,277	211,518	197,431	222,857	206,062
	2,830,900	2,654,647	2,759,109	2,542,774	2,563,090
	1,045,505	994,327	1,192,696	941,307	1,051,123
	423,932	466,933	457,020	440,757	390,315
	4,189,844	4,265,046	4,142,211	3,755,250	3,571,563
	2,650,871	2,019,688	2,326,102	2,133,476	1,926,951
	151,691	171,923	180,133	173,644	152,622
	1,601,572	1,295,352	1,506,174	1,428,967	1,033,658
	1,143,867	1,106,031	1,332,233	1,184,833	1,030,430
	1,544,533	669,957	634,230	602,881	1,431,968
	2,677,995	2,755,000	2,303,278	2,496,511	2,339,099
	1,315,288	1,292,453	1,411,167	1,719,274	1,566,750
	-	-	-	-	-
\$	<u>51,710,320</u>	<u>48,136,532</u>	<u>48,172,696</u>	<u>45,714,562</u>	<u>43,309,629</u>
\$	3,748,800	\$ (2,451,188)	\$ 2,454,027	\$ 1,420,251	\$ (3,645,834)
	-	-	-	-	-
	20,000	20,000	20,000	20,000	15,000
	(20,000)	(20,000)	(20,000)	(20,000)	(15,000)
	255,237	-	-	-	-
	-	-	948,652	-	1,643,363
	-	-	16,294,994	-	16,444,954
	-	-	-	-	-
	-	-	(16,980,537)	-	(17,840,425)
	255,237	-	263,109	-	247,892
\$	<u>4,004,037</u>	<u>\$ (2,451,188)</u>	<u>\$ 2,717,136</u>	<u>\$ 1,420,251</u>	<u>\$ (3,397,942)</u>
	8.65%	9.32%	8.48%	10.31%	10.29%

**Delaware City School District
Assessed Valuation and Estimated Actual Value of Taxable Property
Last Ten Collection Years**

Collection Year	Real Property (a)		Personal Property (b)		Public Utility (c)		Total		Tax Rate (d)
	Assessed Value	Est. Actual Value	Assessed Value	Est. Actual Value	Assessed Value	Est. Actual Value	Assessed Value	Est. Actual Value	
2013	\$ 688,802,840	\$ 1,910,865,257	\$ -	\$ -	\$ 24,059,460	\$ 68,741,314	\$ 692,862,300	\$ 1,979,606,571	51.43
2012	670,334,220	1,915,240,629	-	-	24,044,560	68,698,743	694,378,780	1,983,939,372	51.04
2011	703,647,190	2,010,420,543	-	-	22,653,280	64,723,657	726,300,470	2,075,144,200	40.45
2010	706,235,230	2,017,814,943	769,695	2,026,288	20,223,180	57,780,514	727,228,105	2,077,621,745	40.35
2009	692,323,210	1,978,066,314	1,607,906	25,726,496	19,405,750	55,445,000	713,336,866	2,059,237,810	40.91
2008	690,868,930	1,973,911,229	19,792,118	316,673,888	16,486,470	47,104,200	727,147,518	2,337,689,317	40.43
2007	689,123,630	1,911,781,800	34,863,329	278,906,632	19,064,740	54,470,686	723,051,699	2,245,159,118	41.24
2006	658,131,090	1,880,374,543	51,068,230	272,363,893	20,437,550	58,393,000	729,636,870	2,211,131,436	35.37
2005	572,080,200	1,634,514,857	64,200,998	256,803,992	20,805,500	59,444,286	657,086,698	1,950,763,135	39.09
2004	545,903,200	1,559,723,429	73,045,331	292,181,324	20,567,730	58,764,943	639,516,261	1,910,669,696	34.70

Source : Delaware 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. The rate represents the weighted average of all the effective (assessed) rates applied by property type.

DELAWARE SCHOOL DISTRICT
 REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
 Last Ten Years
 Delaware Township-Delaware City School District
 (Per \$1000 Assessed Value)

Collection Year	Delaware City School District	Delaware County	Delaware County District Library	Delaware Area Career Center	Delaware Health Dept	Tri-Twp Fire District	Township	Other	Total Rate	Residential/Agriculture Effective Rate	Commercial/Industrial Effective Rate
2013	76.73	5.05	1.00	3.20	0.70	5.40	2.40	2.05	96.53	70.101180	73.416746
2012	76.38	5.05	1.00	3.20	0.70	5.40	2.40	2.05	96.18	69.700060	72.869693
2011	66.91	5.05	1.00	3.20	0.70	5.40	2.40	2.05	86.71	58.838259	62.716264
2010	66.83	5.04	1.03	3.20	0.70	5.40	2.40	2.05	86.65	58.704494	62.820631
2009	67.42	4.25	0.04	3.20	0.70	5.40	2.40	2.05	85.46	57.455739	61.795647
2008	67.10	4.25	0.06	3.20	0.70	5.40	2.20	1.85	84.76	56.262098	61.180633
2007	67.76	4.25	0.07	3.20	0.70	5.40	2.20	1.85	85.43	56.704463	61.959232
2006	67.18	4.27	0.08	3.20	0.70	4.40	2.20	1.71	83.74	47.762591	57.720972
2005	67.96	3.90	0.09	3.20	0.70	4.40	2.20	1.71	84.16	52.200565	60.512791
2004	64.73	3.90	0.12	3.20	0.70	4.40	2.20	1.71	80.96	47.469668	56.293815

Note: The Delaware City School District currently consists of six taxing Districts:
 Delaware Township
 Delaware City
 Troy Township
 Delaware Township-Delaware City
 Brown Township-Delaware City
 Troy Township-Delaware City
 "Other" column includes Del-Morrow Mental Health, 9-1-1 and Preservation Parks

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

DELAWARE SCHOOL DISTRICT
 REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
 Last Ten Years
 City of Delaware-Delaware City School District
 (Per \$1000 Assessed Value)

Collection Year	Delaware City School District	Delaware County	City of Delaware	Delaware County District Library	Delaware Area Career Center	Delaware Health Dept	Other	Total Rate	Residential/Agriculture Effective Rate	Commercial/Industrial Effective Rate
2013	76.73	5.05	2.70	1.00	3.20	0.70	2.05	91.43	65.176442	68.453865
2012	76.38	5.05	2.70	1.00	3.20	0.70	2.05	91.08	64.784738	67.915646
2011	66.91	5.05	2.70	1.00	3.20	0.70	2.05	81.61	54.025243	57.806992
2010	66.83	5.04	2.70	1.03	3.20	0.70	2.05	81.55	53.910091	57.912998
2009	67.42	4.25	2.70	0.04	3.20	0.70	2.05	80.36	52.670935	56.839017
2008	67.10	4.25	2.70	0.06	3.20	0.70	1.85	79.86	51.601574	56.431302
2007	67.76	4.25	2.70	0.07	3.20	0.70	1.85	80.53	52.040831	57.233446
2006	67.18	4.27	2.70	0.08	3.20	0.70	1.71	79.84	44.872261	54.584214
2005	67.96	3.90	2.70	0.09	3.20	0.70	1.71	80.26	48.803672	57.029435
2004	64.73	3.90	2.70	0.12	3.20	0.70	1.71	77.06	44.034043	52.801193

Note: The Delaware City School District currently consists of six taxing Districts:
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 Delaware City
 Troy Township
 Delaware Township-Delaware City
 Brown Township-Delaware City
 Troy Township-Delaware City
 "Other" column includes Del-Morrow Mental Health, 9-1-1 and Preservation Parks

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

DELAWARE SCHOOL DISTRICT
 REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
 Last Ten Years
 Troy Township-Delaware City School District
 (Per \$1000 Assessed Value)

Collection Year	Delaware City School District	Delaware County	Delaware County District Library	Delaware Area Career Center	Delaware Health Dept	Tri-Twp Fire District	Township	Other	Total Rate	Residential/Agriculture Effective Rate	Commercial/Industrial Effective Rate
2013	76.73	5.05	1.00	3.20	0.70	5.40	2.20	2.05	96.33	69.953248	73.335953
2012	76.38	5.05	1.00	3.20	0.70	5.40	2.20	2.05	95.98	69.553149	72.793777
2011	66.91	5.05	1.00	3.20	0.70	5.40	2.20	2.05	86.51	58.717605	62.639412
2010	66.83	5.04	1.03	3.20	0.70	5.40	2.20	2.05	86.45	58.588833	62.744435
2009	67.42	4.25	0.04	3.20	0.70	5.40	2.20	2.05	85.26	57.340875	61.712491
2008	67.10	4.25	0.06	3.20	0.70	5.40	2.20	1.85	84.76	56.351536	61.299213
2007	67.76	4.25	0.07	3.20	0.70	5.40	2.20	1.85	85.43	56.794529	62.082230
2006	67.18	4.27	0.08	3.20	0.70	4.40	2.20	1.71	83.74	47.847422	57.832662
2005	67.96	3.90	0.09	3.20	0.70	4.40	2.20	1.71	84.16	52.221190	60.524242
2004	64.73	3.90	0.12	3.20	0.70	4.40	2.20	1.71	80.96	47.483209	56.303190

Note: The Delaware City School District currently consists of six taxing Districts:

- Delaware Township
- Delaware City
- Troy Township
- Delaware Township-Delaware City
- Brown Township-Delaware City
- Troy Township-Delaware City

"Other" column includes Del-Morrow Mental Health, 9-1-1 and Preservation Parks

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

DELAWARE SCHOOL DISTRICT
 REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
 Last Ten Years
 Delaware Township-Delaware Corp-Del City School Dist
 (Per \$1000 Assessed Value)

Collection Year	Delaware City School District	Delaware County	City of Delaware	Delaware County District Library	Delaware Area Career Center	Delaware Health Dept	Township	Other	Total Rate	Residential/Agriculture Effective Rate	Commercial/Industrial Effective Rate
2013	76.73	5.05	1.35	1.00	3.20	0.70	2.15	2.05	92.23	65.924374	69.134658
2012	76.38	5.05	1.35	1.00	3.20	0.70	2.15	2.05	91.88	65.531649	68.591562
2011	66.91	5.05	1.35	1.00	3.20	0.70	2.15	2.05	82.41	54.745897	58.483844
2010	66.83	5.04	1.35	1.03	3.20	0.70	2.15	2.05	82.35	54.625752	58.589194
2009	67.42	4.25	1.35	0.04	3.20	0.70	2.15	2.05	81.16	53.385799	57.522173
2008	67.10	4.25	1.35	0.06	3.20	0.70	1.95	1.85	80.46	52.112136	56.912722
2007	67.76	4.25	1.35	0.07	3.20	0.70	1.95	1.85	81.13	52.550765	57.710448
2006	67.18	4.27	1.35	0.08	3.20	0.70	1.95	1.71	80.44	45.387430	55.072524
2005	67.96	3.90	1.35	0.09	3.20	0.70	1.95	6.11	85.26	53.300565	61.612791
2004	64.73	3.90	2.10	0.12	3.20	0.70	2.20	6.11	83.06	49.569668	58.393815

Note: The Delaware City School District currently consists of six taxing Districts:
 Delaware Township
 Delaware City
 Troy Township
 Delaware Township-Delaware City
 Brown Township-Delaware City
 Troy Township-Delaware City
 "Other" column includes Del-Morrow Mental Health, 9-1-1 and Preservation Parks

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

DELAWARE SCHOOL DISTRICT
 REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
 Last Ten Years
 Brown Township-Delaware Corp-Del City School Dist
 (Per \$1000 Assessed Value)

Collection Year	Delaware City School District	Delaware County	City of Delaware	Delaware County District Library	Delaware Area Career Center	Delaware Health Dept	Township	Other	Total Rate	Residential/Agriculture Effective Rate	Commercial/Industrial Effective Rate
2013	76.73	5.05	1.35	1.00	3.20	0.70	3.85	2.05	93.93	67.015807	70.768202
2012	76.38	5.05	1.35	1.00	3.20	0.70	3.85	2.05	93.58	66.621620	70.229633
2011	66.91	5.05	1.35	1.00	3.20	0.70	3.85	2.05	84.11	55.916303	60.044849
2010	66.83	5.04	1.35	1.03	3.20	0.70	3.85	2.05	84.05	55.806921	60.13707
2009	67.42	4.25	1.35	0.04	3.20	0.70	3.85	2.05	82.86	54.559265	59.150289
2008	67.10	4.25	1.35	0.06	3.20	0.70	3.85	1.85	82.36	53.575486	58.664327
2007	67.76	4.25	1.35	0.07	3.20	0.70	3.85	1.85	83.03	54.013791	59.159243
2006	67.18	4.27	1.35	0.08	3.20	0.70	3.85	1.71	82.34	46.845511	56.162734

This tax district was first used in tax year 2005, collection year 2006

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- Troy Township-Delaware City

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

DELAWARE SCHOOL DISTRICT
 REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
 Last Ten Years
 Troy Township-Delaware Corp-Del City School Dist
 (Per \$1000 Assessed Value)

Collection Year	Delaware City School District	Delaware County	City of Delaware	Delaware County District Library	Delaware Area Career Center	Delaware Health Dept	Township	Other	Total Rate	Residential/Agriculture Effective Rate	Commercial/Industrial Effective Rate
2013	76.73	5.05	1.35	1.00	3.20	0.70	1.35	2.05	91.43	65.176442	68.453865
2012	76.38	5.05	1.35	1.00	3.20	0.70	1.35	2.05	91.08	64.784738	67.915646
2011	66.91	5.05	1.35	1.00	3.20	0.70	1.35	2.05	81.61	54.025243	57.806992
2010	66.83	5.04	1.35	1.03	3.20	0.70	1.35	2.05	81.55	53.910091	57.912998
2009	67.42	4.25	1.35	0.04	3.20	0.70	1.35	2.05	80.36	52.670935	56.839017
2008	67.10	4.25	1.35	0.06	3.20	0.70	1.35	1.85	79.86	61.501574	56.431302
2007	67.76	4.25	1.35	0.07	3.20	0.70	1.35	1.85	80.53	52.040831	57.233446
2006	67.18	4.27	1.35	0.08	3.20	0.70	1.35	1.71	79.84	44.872261	54.584214

This tax district was first used in tax year 2005, collection year 2006
 Note: The Delaware City School District currently consists of six taxing Districts:
 Delaware Township
 Delaware City
 Troy Township
 Delaware Township-Delaware City
 Brown Township-Delaware City
 Troy Township-Delaware City
 "Other" column includes Del-Morrow Mental Health, 9-1-1 and Preservation Parks

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

**Delaware City School District
Principal Taxpayers
June 30, 2013 and June 30,2004**

June 30, 2013		
	Total Assessed Valuation	% of Total Assessed Valuation
Public Utilities		
1 . Ohio Power Company	\$18,545,440	2.68%
2 . Columbia Gas of Ohio	\$3,383,140	0.49%
Real Estate		
1 . The Crown Group Limited	4,757,050	0.69%
2 . USPG Portfolio Two LLC	3,976,330	0.57%
3 . Willow Brook Christian Communities Inc.	3,967,430	0.57%
4 . Bowtown Apartments Inc.	3,958,290	0.57%
5 . S A R B G Delaware Ltd	3,773,700	0.54%
6 . Long Real Estate Inc.	3,225,480	0.47%
7 . Troy Farms Acquisition LLC	2,621,120	0.38%
8 . Western Auto Supply Company	2,187,510	0.31%
9 . Byers Realty LLC	2,129,510	0.31%
10 . Garrison Pittsburgh LLC	2,030,000	0.29%
Tangible Personal Property *		
ALL OTHERS	<u>638,307,300</u>	<u>92.13%</u>
TOTAL ASSESSED VALUATION	<u><u>\$692,862,300</u></u>	<u><u>100.00%</u></u>

June 30, 2004		
	Total Assessed Valuation	% of Total Assessed Valuation
Public Utilities		
1 . Columbus Southern Power Company	\$10,168,550	1.59%
2 . Verizon North Inc.	5,163,582	0.81%
3 . Columbia Gas of Ohio	1,610,424	0.25%
Real Estate		
1 . Bowtown Apartments, Inc.	4,974,200	0.78%
2 . S A R B G Delaware Ltd	4,424,910	0.69%
3 . USPG Portfolio Two LLC	4,336,325	0.68%
4 . Olentangy Building & Development Ltd	2,794,400	0.44%
5 . PPG Industries Ohio Inc	2,724,575	0.43%
6 . Western Auto Supply Company	2,330,195	0.36%
7 . Liebert North America Inc	2,260,720	0.35%
8 . Willow Brook Christian Communities Inc.	2,054,815	0.32%
9 . Nippert Company	2,042,005	0.32%
10 . Hayes Colony Ltd c/o J Helgerson	1,979,250	0.31%
Tangible Personal Property**		
ALL OTHERS	<u>592,652,310</u>	<u>92.67%</u>
TOTAL ASSESSED VALUATION	<u><u>\$639,516,261</u></u>	<u><u>100.00%</u></u>

Source : Delaware County Auditor's Office

Assessed Values are for the valuation year of 2012 and 2003 respectively

* 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.

** Tangible Personal Property Taxpayers were not available for 2004.

**DELAWARE CITY SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
Last Ten 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
2013	\$ 36,659,443	\$ 35,349,835	96.43	\$ 1,133,087	\$ 36,482,922	99.52	n/a	n/a
2012	36,500,780	34,746,751	95.19	930,110	35,676,861	97.74	\$ 926,639	2.54
2011	30,525,403	29,313,120	96.03	1,274,355	30,587,475	100.20	1,508,954	4.94
2010	30,503,394	28,708,056	94.11	835,846	29,543,902	96.85	1,363,026	4.47
2009	30,310,888	29,350,480	96.83	1,343,737	30,694,216	101.26	1,176,211	3.88
2008	31,563,964	30,004,262	95.06	1,294,830	31,299,092	99.16	1,030,372	3.26
2007	32,080,970	29,894,876	93.19	923,584	30,818,459	96.06	904,788	2.82
2006	29,028,346	27,831,789	95.88	825,427	28,657,215	98.72	634,190	2.18
2005	29,036,124	28,345,995	97.62	677,592	29,023,588	99.96	n/a	n/a
2004	25,029,888	24,199,900	96.68	780,178	24,980,078	99.80	n/a	n/a

Note: The information above is for real estate, public utilities and tangible personal property collections and levies. Delinquent tax collections are reported by year collected rather than by levy year. Amount of delinquent taxes collected cannot be provided by the County Auditor's Office by levy year.

n/a - The information was not available at the time of this document's preparation.

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

**Delaware City School District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

Governmental Activities						
Year	(a) Net Bonded Debt	(b) Capital Leases	Total Primary Government	(c) Percentage of Personal Income	(c) Per Capita	(c) Per Enrollment
2013	\$ 26,348,993	\$ -	\$ 26,348,993	2.89%	\$ 743	\$ 4,821
2012	29,437,677	14,957	29,452,634	3.23%	831	5,596
2011	28,896,496	72,154	28,968,650	3.22%	827	5,569
2010	31,053,490	125,606	31,179,096	4.32%	891	6,178
2009	33,010,077	175,559	33,185,636	4.71%	971	6,803
2008	34,999,429	222,242	35,221,671	5.10%	1,053	7,282
2007	36,972,170	440,000	37,412,170	5.58%	1,151	7,984
2006	38,275,570	870,000	39,145,570	5.93%	1,223	8,359
2005	38,811,009	1,288,278	40,099,287	6.27%	1,294	8,691
2004	40,515,665	1,719,789	42,235,454	6.82%	1,407	9,388

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

Delaware 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
2013	\$ 692,862,300	\$ 28,928,535	\$ 2,579,542	\$ 26,348,993	3.80%	\$ 743	\$ 4,821
2012	694,378,780	31,463,738	2,026,061	29,437,677	4.24%	830	5,593
2011	726,300,470	30,874,705	1,978,209	28,896,496	3.98%	825	5,555
2010	727,228,105	32,959,273	1,905,783	31,053,490	4.27%	887	6,153
2009	713,336,866	34,963,371	1,953,294	33,010,077	4.63%	966	6,767
2008	727,147,518	36,916,566	1,917,137	34,999,429	4.81%	1,047	7,236
2007	723,051,699	38,711,438	1,739,268	36,972,170	5.11%	1,138	7,890
2006	729,636,870	40,610,608	2,335,038	38,275,570	5.25%	1,196	8,173
2005	657,086,698	40,494,217	1,683,208	38,811,009	5.91%	1,252	8,412
2004	639,516,261	42,167,172	1,651,507	40,515,665	6.34%	1,350	9,005

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

**Delaware City School District
 Computation of Direct and Overlapping General Obligation Bonded Debt
 as of June 30, 2013**

Governmental Unit	<u>Gross Debt Outstanding</u>	<u>Percent Applicable to School Dist.</u>	<u>Amount Applicable to Delaware City School District</u>
Delaware City School District	\$ 28,928,535	100.000%	\$28,928,535
Delaware County	<u>22,824,000</u>	11.240%	<u>2,565,418</u>
Total Direct	28,928,535		28,928,535
Total Overlapping	<u>22,824,000</u>		<u>2,565,418</u>
Total Direct and Overlapping	<u>\$ 51,752,535</u>		<u>\$31,493,953</u>

Note: Percent applicable to Delaware 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

Delaware City School District
 Legal Debt Margin Information
 Last Ten Years

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Assessed Valuation	692,862,300	694,378,780	726,300,470	727,228,105	713,336,866	727,147,518	723,051,699	729,636,870	657,086,698	639,516,261
Voted Debt Limit - 9% of Assessed Valuation	62,357,607	62,494,090	65,367,042	65,450,529	64,200,318	65,443,277	65,074,653	65,667,318	59,137,803	57,556,463
Net Indebtedness (a)	26,348,993	29,437,677	28,896,496	31,053,490	33,010,077	34,999,429	36,972,170	38,275,570	38,811,009	40,515,665
Less Exempted Debt (b)	-	-	-	-	-	-	-	-	-	-
Net Voted Indebtedness	26,348,993	29,437,677	28,896,496	31,053,490	33,010,077	34,999,429	36,972,170	38,275,570	38,811,009	40,515,665
Legal Debt Margin	36,008,614	33,056,413	36,470,546	34,397,039	31,190,241	30,443,848	28,102,483	27,391,748	20,326,794	17,040,798
Total Net Debt Applicable to the Limit as a percentage of the Debt Limit	42%	47%	44%	47%	51%	53%	57%	58%	66%	70%
Unvoted Debt Limit - 1% of Assessed Valuation (General Limitation)	6,928,623	6,943,788	7,263,005	7,272,281	7,133,369	7,271,475	7,230,517	7,296,369	6,570,867	6,395,163
Unvoted Net Indebtedness	-	-	-	-	-	-	-	-	-	55,000
Legal Debt Margin	6,928,623	6,943,788	7,263,005	7,272,281	7,133,369	7,271,475	7,230,517	7,296,369	6,570,867	6,340,163
Total Net Debt Applicable to the Limit as a percentage of the Debt Limit	0%	0%	0%	0%	0%	0%	0%	0%	0%	1%
Unvoted Debt Limit - 9/10 of 1% of Assessed Valuation (energy conservation limit)	6,235,761	6,249,409	6,536,704	6,545,053	6,420,032	6,544,328	6,507,465	6,566,732	5,913,780	5,755,646
Unvoted Net Indebtedness	2,663,900	2,819,270	-	-	-	-	-	-	-	55,000
Legal Debt Margin	3,571,861	3,430,139	6,536,704	6,545,053	6,420,032	6,544,328	6,507,465	6,566,732	5,913,780	5,700,646
Total Net Debt Applicable to the Limit as a percentage of the Debt Limit	43%	45%	0%	0%	0%	0%	0%	0%	0%	1%

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.

(a) - See schedule of Ratios of Net General Bonded Debt Outstanding.
 (b) - Exempt debt of District would be for tax anticipation notes issued under 133.04(B)(1). The District has not issued any TANs.

Source: Delaware County Auditor and Bond Counsel

**Delaware 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
2013	35,450	\$ 25,728	\$ 912,057,600	5.00%	32.10%	5,466
2012	35,450	25,728	912,057,600	5.00%	32.10%	5,263
2011	35,011	25,728	900,763,008	6.10%	32.10%	5,202
2010	35,000	20,633	722,155,000	7.10%	18.30%	5,047
2009	34,168	20,633	704,988,344	6.90%	18.30%	4,878
2008	33,440	20,633	689,967,520	4.60%	18.30%	4,837
2007	32,500	20,633	670,572,500	4.00%	18.30%	4,686
2006	32,000	20,633	660,256,000	3.80%	18.30%	4,683
2005	31,000	20,633	639,623,000	4.20%	18.30%	4,614
2004	30,012	20,633	619,237,596	4.30%	18.30%	4,499

Sources :

(a) Population for the District is estimated based on estimates from Census data & the City of Delaware
2013 Information not available at time of publication, 2012 number used

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

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

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

(d) Educational Management Information System

**Delaware City School District
Principal Employers
Current Year and Eight Years Ago***

2013		
Employer	Employees	Type of Business
Ohio Health (Grady Memorial Hospital)	1,500	Healthcare
Delaware County	1,082	County Government
Delaware City School District	576	Education
Associated Hygenic Products	463	Manufacturer
Ohio Wesleyan University	412	Education
Advance Auto Parts Distributor	406	Distributor
Emerson Electric Power	400	Electric
PPG Industries Ohio, Inc.	359	Automotive
City of Delaware	273	Government
	<u>5,471</u>	

2006		
Employer	Employees	Type of Business
Delaware County	810	Government
Grady Memorial Hospital	657	Healthcare
PPG Industries	563	Manufacturing
Delaware City Schools	551	Education
Ohio Wesleyan University	495	Education
Wal-Mart Store #2725	465	Retail
Advance Auto Parts	<u>304</u>	Automotive Parts
	<u>3,845</u>	

Note: Percentage of total employment is not available, as total employment figures for the District were not available.

Note: * information for 2004 was not available, so 2006 data was used.

Source: Delaware County, City of Delaware

Delaware City School District
Staffing Statistics - Full Time Equivalents (FTE) by Type and Function
Last Ten Fiscal Years

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Professional Staff:										
Teaching Staff:										
Regular Education Teaching	229.00	225.35	233.71	229.42	230.57	219.00	215.55	219.12	216.71	224.71
Special Education Teaching*	57.13	57.34	56.71	56.83	52.50	53.97	54.72	55.69	57.00	54.50
Vocational Education Teaching	2.57	2.57	2.57	2.57	3.57	3.50	3.50	3.50	3.50	3.50
Tutors/Small Group Instruction	-	0.19	0.19	-	-	-	-	-	7.00	7.00
Administrators										
District/Building	20.00	21.00	22.00	21.00	21.00	21.00	21.00	21.00	22.00	20.00
Auxiliary Positions										
Psychologists	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Counseling	10.00	11.00	11.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00
Nurses	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	3.00	3.00
Speech and Language Therapist	5.00	4.00	3.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Social Work	2.00	2.00	2.00	3.00	3.00	3.00	3.00	3.00	3.00	-
Librarian/Media	2.00	2.00	1.00	2.00	2.00	2.00	2.00	2.00	2.00	1.00
Remedial Specialist	10.00	10.00	12.00	10.00	5.00	10.00	9.00	9.00	3.00	3.67
Planning, Curriculum										
Other Professional	8.00	9.00	11.00	11.00	11.00	11.00	11.00	11.00	15.00	14.00
Support Staff										
Clerical	30.00	30.00	30.00	30.00	30.00	29.00	30.00	30.00	31.00	29.00
Instructional Paraprofessional	37.00	31.00	38.00	34.00	32.00	30.00	29.00	-	-	
Teaching Aides	1.00	1.00	3.00	1.00	1.00	1.00	2.00	31.50	30.50	31.00
Library Aide	8.00	8.00	9.00	10.00	12.00	11.00	11.00	11.00	11.00	11.00
Other Technical/Service	-	-	-	-	-	-	-	2.00	4.00	4.00
Accounting, Bookkeeping	4.00	4.00	4.00	4.00	4.00	3.00	4.00	4.00	4.00	4.00
Food Service	40.00	37.00	37.00	37.00	36.00	27.00	28.00	28.00	25.00	26.00
Dispatching	1.00	1.00	1.00	1.00	2.00	2.00	2.00	2.00	1.00	1.00
Vehicle Operator (non-bus)	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	2.00
Custodial	31.00	30.00	31.00	30.00	30.00	30.00	30.00	30.00	30.00	30.00
Maintenance	3.00	3.00	4.00	4.00	4.00	4.00	5.00	5.00	4.00	4.00
Electrician	2.00	2.00	2.00	2.00	1.00	-	1.00	1.00	1.00	1.00
Bus Drivers	42.00	37.00	36.00	37.00	34.00	33.00	32.00	33.00	33.00	33.00
Mechanics	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Total	<u>554.70</u>	<u>538.45</u>	<u>560.18</u>	<u>549.82</u>	<u>538.64</u>	<u>517.47</u>	<u>517.77</u>	<u>525.81</u>	<u>528.71</u>	<u>528.38</u>

Function	2013	2012	2011	2010	2009	2008	2007	2006	2005	2005
Governmental Activities										
Instruction										
Regular and Special	298.70	295.45	305.18	298.82	291.64	286.47	282.77	287.31	287.21	293.38
Support Services										
Pupils	31.00	32.00	33.00	34.00	34.00	34.00	34.00	34.00	39.00	35.00
Instructional Staff	48.00	42.00	51.00	47.00	47.00	44.00	44.00	44.50	43.50	43.00
School Administration	37.00	38.00	39.00	38.00	38.00	37.00	38.00	38.00	40.00	36.00
Fiscal	5.00	5.00	5.00	5.00	5.00	4.00	5.00	5.00	5.00	5.00
Business	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Maintenance	39.00	38.00	40.00	39.00	38.00	37.00	39.00	39.00	38.00	39.00
Transportation	48.00	43.00	42.00	43.00	41.00	40.00	39.00	40.00	39.00	39.00
Central	3.00	3.00	3.00	3.00	3.00	3.00	3.00	5.00	7.00	7.00
Community Service	41.00	38.00	38.00	38.00	37.00	28.00	29.00	29.00	26.00	27.00
Extra Curricular Activities	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Total Governmental Activities	<u>554.70</u>	<u>538.45</u>	<u>560.18</u>	<u>549.82</u>	<u>538.64</u>	<u>517.47</u>	<u>517.77</u>	<u>525.81</u>	<u>528.71</u>	<u>528.38</u>
Total Primary Government	<u>554.70</u>	<u>538.45</u>	<u>560.18</u>	<u>549.82</u>	<u>538.64</u>	<u>517.47</u>	<u>517.77</u>	<u>525.81</u>	<u>528.71</u>	<u>528.38</u>

* Includes Preschool and Gifted

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

**Delaware City School District
Operating Indicators by Function
Last Ten Fiscal Years**

Function	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Governmental Activities										
Instruction										
Regular and Special										
Support Services - Pupil	5,466	5,263	5,202	5,047	4,878	4,837	4,686	4,683	4,614	4,499
Enrollment (Students)	N/A	90.4%	90.2%	92.6%	91.5%	92.6%	94.8%	88.2%	90.7%	89.2%
Graduation Rate*	14.5%	14.1%	14.8%	14.2%	14.5%	14.8%	15.0%	15.4%	15.2%	16.0%
% of Students with Disabilities	1.3%	1.0%	1.4%	1.7%	1.4%	1.1%	1.1%	1.4%	1.2%	1.2%
% of Limited English Proficient Students										
Support Services										
Instructional Staff										
Information Technology Services	2,596	2,278	2,636	2,446	2,153	N/A	N/A	N/A	N/A	N/A
Work Orders Completed	95.0%	94.8%	95.1%	94.6%	94.5%	94.4%	94.8%	94.6%	94.7%	94.6%
School Administration										
Student Attendance Rate										
Fiscal										
Purchase Orders Processed	4,290	4,100	4,492	4,559	4,501	4,567	4,473	5,495	6,429	6,860
Nonpayroll Checks Issued	5,703	5,312	4,862	4,937	5,048	4,989	4,736	5,378	5,837	5,655
Maintenance										
District Square Footage Maintained by Custodians and Maintenance Staff	736,968	736,968	736,968	736,968	736,968	736,968	736,968	736,968	736,968	736,968
District Acreage Maintained by Grounds Staff	161.43	161.43	161.43	161.43	161.43	161.43	161.43	161.43	161.43	161.43
Transportation										
Avg. Public and Parochial Students Transported Daily (includes special education)	2,933	3,120	3,097	2,773	2,592	2,939	3,064	2,889	2,719	2,513
Avg. Daily Bus Fleet Mileage	2,450	2,474	2,508	2,442	2,399	2,255	2,277	2,548	2,452	2,351
Number of Buses in District Fleet	48.0	48	47	45	43	41	41	41	40	40
Community Services										
Number of Students Enrolled in District School-Aged Childcare Program	830	512	481	435	350	N/A	225	225	225	N/A
Food Service Operations										
Meals Served to Students	503,834	535,678	498,114	478,490	440,392	414,041	395,032	386,074	354,244	328,969
Lunch	98,740	107,528	98,333	85,717	64,522	46,331	39,061	36,585	27,735	22,043
Breakfast										

Note -Indicators were not available for the following functions: Business, Central, Extra Curricular

* - Beginning with FY2011, graduation rate is presented as a four-year rate.

N/A - Information not available at time of publication

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



**Delaware City School District
Capital Assets by Function/Program
Last Ten Fiscal Years**

	2013	2012	2011	2010
Governmental Activities				
Regular Instruction				
Land	\$ 2,440,887	\$ 2,440,887	\$ 2,440,887	\$ 2,440,887
Land Improvements	2,399,191	2,399,191	2,399,191	2,399,191
Buildings and Improvements	50,044,500	47,272,379	47,272,380	47,274,614
Furniture Fixtures and Equip.	1,470,257	1,454,621	1,460,511	1,540,099
Books	341,357	341,357	341,356	341,356
Special Instruction				
Furniture Fixtures and Equip.	5,995	5,995	-	-
Vocational Instruction				
Furniture Fixtures and Equip.	28,509	28,509	28,509	28,509
Instructional Staff Support				
Furniture Fixtures and Equip.	138,084	138,084	138,084	138,084
Books	925,054	925,054	925,054	925,054
General and School Administration				
Land Improvements	20,962	20,962	20,962	20,962
Buildings and Improvements	31,552	31,552	31,552	31,552
Furniture Fixtures and Equip.	97,945	87,774	87,774	87,774
Operations and Maintenance				
Land	116,379	116,379	116,379	116,379
Land Improvements	39,567	91	91	-
Buildings and Improvements	1,966,413	1,674,758	1,317,624	566,638
Furniture Fixtures and Equip.	737,744	697,268	670,994	664,031
Buses, autos and trucks	102,417	102,417	102,417	102,416
Pupil Transportation				
Land	225,000	225,000	225,000	225,000
Land Improvements	69,706	69,706	69,706	69,706
Buildings and Improvements	817,000	817,000	817,000	817,000
Furniture Fixtures and Equip.	7,695	7,695	7,695	7,695
Buses, autos and trucks	3,765,039	3,797,547	3,458,666	3,138,037
Food Service Operations				
Furniture Fixtures and Equip.	389,367	375,159	375,159	375,853
Extracurricular Activities				
Land Improvements	259,853	259,853	259,853	259,853
Buildings and Improvements	1,119,512	1,119,512	1,067,610	1,067,610
Furniture Fixtures and Equip.	17,520	17,520	17,520	17,520
Total Governmental Activities				
Capital Assets	<u>\$ 67,577,505</u>	<u>\$ 64,426,270</u>	<u>\$ 63,651,974</u>	<u>\$ 62,655,820</u>

* Indicates a year that was later restated.
Source: School District capital asset records

	2009	2008	2007*	2006*	2005	2004
\$	2,440,887	\$ 2,440,887	\$ 2,440,887	\$ 2,440,887	\$ 2,440,887	\$ 2,370,787
	2,399,191	2,399,191	2,399,191	2,399,191	2,399,191	2,399,191
	47,317,690	47,268,715	47,268,715	47,019,712	47,729,804	47,729,804
	1,541,148	1,520,583	681,186	2,841,857	2,847,450	2,794,853
	341,356	341,356	341,356	698,782	698,782	698,782
	-	-	-	-	-	-
	28,509	28,509	-	-	-	-
	138,084	138,084	138,084	190,073	190,073	181,833
	925,054	925,054	925,054	1,847,445	1,847,445	1,847,445
	20,962	20,962	20,962	20,962	20,962	20,962
	31,552	31,552	31,552	31,552	31,552	31,552
	102,245	102,245	102,245	253,372	253,372	243,172
	116,379	116,379	33,726	33,726	33,726	33,726
	-	-	-	-	-	-
	255,618	60,203	60,203	60,203	146,358	46,200
	608,793	562,497	562,497	748,837	485,440	457,092
	88,616	51,865	51,865	51,865	183,677	119,171
	225,000	225,000	225,000	225,000	225,000	225,000
	69,706	69,706	69,706	69,706	-	-
	817,000	817,000	817,000	817,000	817,000	817,000
	7,695	7,695	7,695	7,695	57,601	57,601
	3,249,151	3,072,516	2,806,302	2,798,638	2,431,704	2,139,649
	381,072	404,559	490,810	490,810	509,918	518,653
	259,853	259,853	259,853	259,853	363,009	363,009
	887,610	887,610	887,610	887,610	149,333	149,333
	17,520	-	-	-	-	-
\$	<u>62,270,691</u>	<u>\$ 61,752,021</u>	<u>\$ 60,621,499</u>	<u>\$ 64,194,776</u>	<u>\$ 63,862,284</u>	<u>\$ 63,244,815</u>

**Delaware City School District
School Building Information
Last Ten Fiscal Years**

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Ervin Carlisle Elementary (1955, 1979)										
Square Feet	45,269	45,269	45,269	45,269	45,269	45,269	45,269	45,269	45,269	45,269
Capacity (Students)	491	491	491	491	491	491	491	491	491	491
Enrollment	549	540	524	531	520	480	470	446	430	417
James Conger Elementary (1966, 1995)										
Square Feet	52,780	52,780	52,780	52,780	52,780	52,780	52,780	52,780	52,780	52,780
Capacity (Students)	524	524	524	524	524	524	524	524	524	524
Enrollment	399	423	431	417	389	388	395	384	352	370
John C. Dempsey Middle School (2000)										
Square Feet	132,144	132,144	132,144	132,144	132,144	132,144	132,144	132,144	132,144	132,144
Capacity (Students)	816	816	816	816	816	816	816	816	816	816
Enrollment	824	753	720	724	685	668	679	717	672	690
Rutherford B. Hayes High School (1962, 1996)										
Square Feet	233,380	233,380	233,380	233,380	233,380	233,380	233,380	233,380	233,380	233,380
Capacity (Students)	1,366	1,366	1,366	1,366	1,366	1,366	1,366	1,366	1,366	1,366
Enrollment	1,444	1,397	1,423	1,359	1,363	1,418	1,334	1,331	1,319	1,275
Robert F. Schultz Elementary (1994)										
Square Feet	55,609	55,609	55,609	55,609	55,609	55,609	55,609	55,609	55,609	55,609
Capacity (Students)	532	532	532	532	532	532	532	532	532	532
Enrollment	539	528	516	509	471	461	445	437	444	405
David Smith Elementary (1950, 1982)										
Square Feet	34,628	34,628	34,628	34,628	34,628	34,628	34,628	34,628	34,628	34,628
Capacity (Students)	425	425	425	425	425	425	425	425	425	425
Enrollment	411	403	384	399	417	403	361	365	392	357
Frank B. Willis Intermediate School (1883, 1933)										
Square Feet	118,353	118,353	118,353	118,353	118,353	118,353	118,353	118,353	118,353	118,353
Capacity (Students)	729	729	729	729	729	729	729	729	729	729
Enrollment	877	841	815	753	698	707	694	663	693	671
Laura Woodward Elementary (1950, 1975, 1980)										
Square Feet	39,565	39,565	39,565	39,565	39,565	39,565	39,565	39,565	39,565	39,565
Capacity (Students)	500	500	500	500	500	500	500	500	500	500
Enrollment	423	378	389	355	335	312	308	340	312	313
Administration Building (1869)										
Square Feet	7,840	7,840	7,840	7,840	7,840	7,840	7,840	7,840	7,840	7,840
District Technology Center (1955)										
Square Feet	12,400	12,400	12,400	12,400	12,400	12,400	12,400	12,400	12,400	12,400
Transportation (1997)										
Square Feet	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000

Source : School District Records

Note: Year of original construction and major renovation/addition(s) in parentheses
Capacity is the "program" capacity and can increase/decrease as a result of changes in federal, state, or local standards.

**Delaware City School District
Educational and Operating Statistics
Last Ten School Years**

	2012-13	2011-12	2010-11	2009-10	2008-09	2007-08	2006-07	2005-06	2004-05	2003-04
ACT Scores (Averages)										
Delaware	22.4	22.9	22.5	21.8	22.4	22.5	21	21.2	21.5	21.6
Ohio	21.8	21.8	21.8	21.8	21.7	21.7	21.6	21.5	21.4	21.4
National	20.9	21.1	21.1	21	21.1	21.1	21.2	21.1	20.9	20.9
SAT Scores (Averages)										
Delaware										
Verbal/Critical Reading	536	573	545	535	531	560	518	523	522	510
Mathematics	529	569	544	531	534	562	527	529	521	521
Writing	507	537	527	495	525	531	490	504	n/a	n/a
Ohio										
Verbal/Critical Reading	548	543	539	538	537	534	536	535	539	538
Mathematics	556	552	545	548	546	544	542	544	543	542
Writing	531	525	522	522	523	521	522	521	n/a	n/a
National										
Verbal/Critical Reading	496	496	497	501	501	502	502	503	508	508
Mathematics	514	514	514	516	515	515	515	518	520	518
Writing	488	488	489	492	493	494	494	497	n/a	n/a
National Merit Scholars										
Finalist	0	0	1	0	2	1	1	0	0	0
Semi-Finalist	3	0	1	0	3	3	0	1	0	1
Commended Scholars	0	4	0	2	1	2	3	4	2	2
State Testing Indicators										
Total Number of Indicators	24	26	26	26	30	30	30	25	23	18
Delaware Met	23	26	26	24	27	26	25	21	14	9
State Average Met		21	18	18	19	18	19	17	11	8
Performance Index Score *	100.0	100.3	100.3	97.8	98.2	96.3	97.1	96.6	92.8	89.2
ODE Per Pupil Costs										
Delaware	N/A	\$ 9,681	\$ 10,008	\$ 9,821	\$ 10,235	\$ 9,463	\$ 9,536	\$ 9,390	\$ 9,186	\$ 8,394
State Avg.	N/A	\$ 10,597	\$ 10,697	\$ 10,565	\$ 10,253	\$ 9,990	\$ 9,623	\$ 9,343	\$ 9,047	\$ 8,758
Average Teacher Salary										
Delaware	N/A	\$ 56,543	\$ 57,373	\$ 56,865	\$ 55,473	\$ 52,500	\$ 51,401	\$ 50,956		
State Avg.	N/A	\$ 58,120	\$ 57,904	\$ 56,995	\$ 55,583	\$ 54,210	\$ 52,596	\$ 51,346	\$ 49,438	\$ 47,659
Teacher Years' Experience										
% Teachers 0-4 Years Experience	N/A	26.1%	23.8%	25.0%	21.6%	17.7%	12.8%	30.9%	(a)	(a)
% Teachers 4-10 Years Experience	N/A	15.7%	20.1%	16.6%	19.2%	23.1%	27.8%	18.0%	(a)	(a)
% Teachers 10+ Years Experience	N/A	58.2%	56.1%	58.5%	59.2%	59.2%	59.4%	51.1%	(a)	(a)
Percentage of Teachers with a Master's Degree or Higher										
	72.8%	71.9%	58.4%	60.0%	63.7%	66.6%	61.1%	59.1%	54.1%	47.1%
ODE Teacher/Pupil Ratio										
Delaware	N/A	(a)	(a)	(a)	(a)	19.73	20.07	18.56	(a)	(a)
State Avg.	N/A	(a)	(a)	(a)	(a)	18.47	19.48	18.49	18.5	18.5
Percentage of Students on Free/Reduced Lunch										
	38%	37.0%	35.5%	33.9%	31.6%	27.9%	27.4%	26.6%	23.5%	21.6%

n/a - Test did not exist at this time.

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

(a) - Information is not available.

* - 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



Delaware City School District

Delaware, Ohio





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Dave Yost • Auditor of State

DELAWARE CITY SCHOOL DISTRICT

DELAWARE COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
DECEMBER 24, 2013**