



Dave Yost • Auditor of State



**PRINCETON CITY SCHOOL DISTRICT  
HAMILTON COUNTY**

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**PRINCETON CITY SCHOOL DISTRICT  
HAMILTON COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2017**

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program / Cluster Title	Pass Through Federal CFDA Number	Pass Through Entity Identifying Number	Total Federal Expenditures
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
<i>Passed Through Ohio Department of Education:</i>			
Child Nutrition Cluster:			
Non-Cash Assistance (Food Distribution):			
National School Lunch Program	10.555	3L60	\$273,707
Cash Assistance:			
School Breakfast Program	10.553	3L70	645,310
National School Lunch Program	10.555	3L60	<u>1,856,996</u>
Total Child Nutrition Cluster			<u>2,776,013</u>
Total U.S. Department of Agriculture			<u>2,776,013</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>			
<i>Passed Through Ohio Department of Education:</i>			
Special Education Cluster:			
Special Education-Grants to States	84.027	3M20	1,262,895
Special Education-Preschool Grants	84.173	3C50	<u>21,429</u>
Total Special Education Cluster			<u>1,284,324</u>
Career & Technical Education Basic Grants to States	84.048	N/A	11,678
Title I Grants to Local Educational Agencies	84.010	3M00	1,804,540
English Language Acquisition Grants	84.365	3Y70	214,167
Improving Teacher Quality	84.367	3Y60	<u>215,183</u>
Total U.S. Department of Education			<u>3,529,892</u>
Total Federal Assistance			<u><u>\$6,305,905</u></u>

See accompanying notes to the schedule of expenditures of federal awards.

**PRINCETON CITY SCHOOL DISTRICT  
HAMILTON COUNTY  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2017**

**NOTE A – BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Princeton City School District (the District's) under programs of the federal District for the year ended June 30, 2017. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District

**NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement. The District has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

**NOTE C - 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 D – FOOD DONATION PROGRAM**

The District reports commodities consumed on the Schedule at the fair 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

Princeton City School District  
Hamilton County  
3900 Cottingham Drive  
Cincinnati, Ohio 45241

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 the Princeton City School District, Hamilton County, Ohio (the District), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 20, 2017.

### ***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 opinion(s) 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 report is not suitable for any other purpose.

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**Dave Yost**  
Auditor of State

Columbus, Ohio

February 8, 2018





# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Princeton City School District  
Hamilton County  
3900 Cottingham Drive  
Cincinnati, Ohio 45241

To the Board of Education:

### ***Report on Compliance for each Major Federal Program***

We have audited the Princeton City School District's, Hamilton County, Ohio (the District), compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could directly and materially affect the District's major federal programs for the year ended June 30, 2017. The *Summary of Auditor's 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 federal statutes, regulations, and the terms and conditions of its federal awards 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). These standards and the Uniform Guidance 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 each of 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 Princeton City School 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, 2017.

### ***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 the Uniform Guidance, 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 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 over compliance tests and the results of this testing based on Uniform Guidance requirements. Accordingly, this report is not suitable for any other purpose.

### ***Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance***

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Princeton City School District, Hamilton County, Ohio (the District), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our unmodified report thereon dated December 20, 2017. We conducted our audit to opine on the District's basic financial statements as a whole. We have not performed any procedures to the audited financial statements subsequent to December 20, 2017. The accompanying schedule of expenditures of federal awards presents additional analysis required by the Uniform Guidance 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. 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, and other additional procedures 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

Princeton City School District  
Hamilton County  
Independent Auditor's Report on Compliance with Requirements  
Applicable to Each Major Federal Program and On Internal Control Over  
Compliance Required by the Uniform Guidance  
Page 3

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**Dave Yost**  
Auditor of State

Columbus, Ohio

February 8, 2018

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**PRINCETON CITY SCHOOL DISTRICT  
HAMILTON COUNTY**

**SCHEDULE OF FINDINGS  
2 CFR § 200.515  
JUNE 30, 2017**

**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 weaknesses in internal control 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 weaknesses in internal control 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 2 CFR § 200.516(a)?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Special Education Cluster: CFDA 84.027 & 84.173
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 750,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee under 2 CFR §200.520?	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.

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# Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2017



Princeton City School District  
Cincinnati, Ohio

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**PRINCETON CITY SCHOOL DISTRICT  
CINCINNATI, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2017**

**PREPARED BY: OFFICE OF THE TREASURER**

**Christine Cook Poetter – CFO / TREASURER**

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# INTRODUCTORY SECTION



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3900 Cottingham Drive  
Cincinnati, OH 45241

Office of the Treasurer

Phone: (513) 864-1040

Fax: (513) 864-1059

December 19, 2017

TO THE CITIZENS AND BOARD OF EDUCATION OF THE PRINCETON CITY SCHOOL DISTRICT:

We are pleased to present the fifteenth Comprehensive Annual Financial Report (CAFR) of the Princeton City School District (District) for the fiscal year ended June 30, 2017. This report was prepared by the Treasurer's Office, and contains financial statements, supplemental statements, and statistical information to provide complete and full disclosure of all material financial aspects of the District for the 2016-17 fiscal year.

Responsibility for the accuracy, completeness, and fairness of the report rests with the District. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. This report was prepared in conformance with generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB).

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

In addition to providing these general activities, the District receives pass-through grants from the State and distributes these grants to parochial/private schools located within the District. This activity is included in the entity as a Special Revenue fund because of the District's administrative involvement in the program. The parochial/private schools served are: Cincinnati Hills Christian Academy, Hillcrest Training Academy, Bethany School, St. Gabriel School, St. Michael School and St. Rita School for the Deaf. While these organizations share operational and service similarity with the District, each is a legally separate and distinct entity. Because of their independent nature, none of these organizations are included in this report.

#### DESCRIPTION OF THE DISTRICT

The District serves an area of 36 square miles in the north central part of Hamilton County, encompassing the villages of Glendale, Evendale, Woodlawn and Lincoln Heights, and, the cities of Springdale and Sharonville. It also encompasses a small portion of Butler and Warren Counties. The tax base of the District is comprised of a unique blend of residential, commercial, and industrial property, with approximately 86% of the revenue coming from general property tax, public utility tax, homestead and rollback reimbursements, and TPP reimbursements.

During the 2016-17 school year, the District served 5,920 students enrolled in preschool, eight elementary schools, one junior high school and one high school. The District's enrollment has stabilized with moderate increases in elementary schools.

The student enrollment of the District is a reflection of the diversity of the communities it serves. For the 2016-17 school year, approximately 68% of the students were considered low-income and eligible to participate in the free/reduced lunch program; 88 students were enrolled in a full time or part-time trade program, through vocational education; 1,156 (19.5%) students with disabilities received instruction through a variety of special education programs; and all eligible students can participate in a number of advanced academic

programs such as International Baccalaureate, advanced placement courses, college credit plus and gifted elementary programs.

## ORGANIZATION OF THE DISTRICT

The Board of Education of the Princeton City School 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 also responsible for the adoption of the tax budget, the annual operating budget and approves 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 members of the Board, their current terms, and total years served on the Board as of June 30, 2017, are:

<u>Board Member</u>	<u>Current Term</u>	<u>Total Years</u>
Mrs. Sandy Leach	Jan. 2016 - Dec. 2019	13 ½
Ms. Lillian Hawkins	Jan. 2014 - Dec. 2017	11 ½
Mrs. Mary Cleveland	Jan. 2014 - Dec. 2017	3 ½
Mrs. Susan Wyder	Jan. 2016 - Dec. 2019	5 ½
Ms. Gina Ruffin Moore	Jan. 2016 - Dec. 2019	1 ½

The Superintendent is the Chief Executive Officer of the District and is directly responsible to the Board for all operations of the District. Dr. Thomas Tucker is serving as Superintendent effective July 1, 2015 through July 31, 2020.

The Treasurer is the Chief Financial Officer of the District and is directly responsible to the Board for all financial operations, investments, and serves as Secretary to the Board. Christine Cook Poetter began her role as Treasurer on July 2, 2016.

## FINANCIAL CONDITION

This is the thirteenth year the District has prepared financial statements following GASB Statement 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments." GASB 34 created basic financial statements for reporting on the District's financial activities as follows:

**Government-wide financial statements:** These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

**Fund financial statements:** These statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

**Statement of budgetary comparisons:** These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

As part of this reporting model, management is responsible for preparing a Management's Discussion and Analysis of the District. This discussion follows this letter of transmittal, providing an assessment of the District's finances for fiscal year 2017 and the outlook for the future.

## EMPLOYEE RELATIONS

During the 2016-2017 school year, the Board employed staff that totaled a full time equivalency (FTE) of 659. Of the Board's current employees, a total FTE of 392 were certificated by the Ohio Department of Education serving as classroom teachers or education specialists, all of whom have at least a bachelor's degree. Other certificated staff included administrators with and FTE of 23.

Certificated teachers and education specialists are represented by the Princeton Association of Classroom Educators (PACE) which is a labor organization affiliated with the Ohio Education Association. On April 18, 2016 a new 4 year PACE contract was signed effective 7/1/16 – 6/30/19.

Operational personnel are represented by the Princeton Support Staff Association (PSSA) which is affiliated with the Ohio Association of Public School Employees, Chapter 174 (OAPSE) which is a labor organization affiliated with the American Federation of State, County and Municipal Employees (AFSCME). On June 9, 2016 a new 4 year PSSA contract was signed effective 7/1/16 – 6/30/19.

## MAJOR INITIATIVES FOR THE YEAR

The District continues its efforts to become an excellent educational institution. Through strategic planning, several areas have become the focus of increased activity. An Operational Strategic Plan was developed and the implementation is ongoing. This plan mirrors components of the previous District-wide plan. Central office and building administrators were instrumental in its development and are leading the implementation effort. As in the past, the plan is based on the District's mission statement.

### Princeton City Schools Strategic Plan Vision, Mission, and Guiding Principles

Drawn from themes initially shared by parents/families and residents, validated by staff and board interviews, and synthesized based on Princeton City School District's goals and momentum, these guiding principles inform the District's path ahead.

These principles set the tone for our strategic plan and are at the heart of everything the District does to ensure its students are prepared for the challenges and opportunities facing them today and tomorrow.

#### Vision:

The Princeton City School District will be nationally recognized for fostering innovative teaching and learning practices and instilling a passion for life-long learning in all students.

#### Mission:

Empowering each student for college, career, and life success.

### **Goal I: Responsibility**

All stakeholders will play a role in the success of each student's learning.

#### Objectives:

- Staff encourage a culture of student ownership and empower student responsibility.
- Families are partners in students' success.
- The District will establish new and strengthen existing business and community partnerships that benefit staff and students.
- The District will hold high standards for fiscal responsibility and stewardship.

## **Goal II: Performance**

Learning will be student-centered, and each student will be challenged to their highest potential, regardless of their starting point.

Objectives:

- Rigorous curriculum and instruction inspire innovative teaching and learning.
- Staff challenge and encourage each student to reach their highest potential throughout all grade-level transitions.
- Systems/processes monitor and respond to evidence of student learning.
- Graduates are equipped for success in college, on the job, and in life.

## **Goal III: Personalization**

We will celebrate diversity and respect the cultural, academic, and social/ emotional uniqueness of each student, and provide them with equitable access to learning opportunities for ongoing and future success.

Objectives:

- Consistent programming/resources highlight inclusion and celebrate the uniqueness of each student.
- Students and staff are equipped to encourage, support, and respond to the uniqueness of each student.
- All staff have professional learning opportunities aligned to their roles/responsibilities.
- All students are encouraged to participate in various extra- and co-curricular activities aligned to their personal interests.

## **Goal IV: Safety**

Students and staff will have safe learning environments where they feel protected and encouraged to voice their needs with confidence.

Objectives:

- Safety and security policies/procedures are communicated and accessible to all.
- Schools have strong partnerships with local law enforcement, physical and mental health care, and social service agencies.
- Staff foster a culture of safety where all students can grow and thrive.

## **Goal V: Communication**

We will foster consistent and transparent communication to build awareness and trust among all stakeholders.

Objectives:

- Stakeholders receive timely and consistent communications from the district and schools.
- Stakeholders view the District and schools as trusted and welcoming sources.
- Leaders encourage staff collaboration and communication within and across schools

## Relevant Financial Policies

The State of Ohio developed a new funding formula for funding public education in the state. The new formula allocates funding based on the number and demographic makeup of the District's student population as well as the relative wealth (both property and income based) for a District. In addition to the formula aid, districts are guaranteed to not receive less funding than they did in the base year or are capped on their growth to 10.75% of the formula amounts. For 2017, Princeton's funding was capped. Had there not been a state imposed funding cap in place, Princeton would have received approximately \$4.1 million in additional state funding.

Another significant change in the budget bill was the restructuring of Tangible Personal Property and Electric Deregulation Property Tax reimbursements. These reimbursements were restructured such that, for FY17, the reduction in the District's phase out for each reimbursement is limited to 5/8 mil. Legislation was also passed in the fall of 2016 to hold harmless thus providing the district with Tangible Personal Property supplement via the state funding formula.

## FINANCIAL INFORMATION

The District's accounting system is organized on a "fund" basis. Each fund is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. Cash basis accounting differs from generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB).

### Internal Controls

The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP).

The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived from its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management.

### Single Audit Act

As a recipient of federal and state financial assistance, the District is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the District and annual reviews by the District's independent auditors.

As a part of the District's single audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the District has complied with applicable laws and regulations.

### Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established by individual fund. Although the legal level of budgetary control was established at the fund level of expenditures, the District has elected to present budgetary statement comparisons at the fund and function level of expenditures. Any budgetary modifications at this level may only be made by

resolution of the Board. The District maintains an encumbrance accounting system as one technique of accomplishing budgetary control. All special revenue, debt service, and capital project governmental funds have an annual appropriated budget.

Unencumbered appropriation balances are reviewed prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts at year-end are carried forward to succeeding years and are not re-appropriated. As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

### Financial Policies

The District requires Board approval of all financial contracts exceeding \$1,000 as well as legal counsel review. Contracts are all processed through the District Treasurer.

### Long-Term Financial Planning

The District maintains a five-year forecast as required by Ohio law with mandated updates in October and May of each year. In addition, the District has begun development on a short-term and long-term capital plan to address capital needs. In October 2010, the Princeton 2020 Task Force was created to identify the various programs and services offered by the District. The results of the Task Force contributed to the updated five-year forecast and serves as a foundation for determining strategies for maintaining fiscal sustainability throughout the forecast period.

## OTHER INFORMATION

### Independent Audit

Provisions of State statute require that the District's financial statements be subjected to an annual examination by an independent auditor. The Auditor of the State of Ohio's unmodified opinion rendered on the District's basic financial statements, combining statements and individual fund schedules is included in the financial section of this Comprehensive Annual Financial Report. Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all units of local education agencies in Ohio.

### Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Princeton City School District for its comprehensive annual financial report for the fiscal year ended June 30, 2016. This was the sixteenth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2016, to the District. The award was the eighteenth for the District. The award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2016, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after extensive review of the report by

an expert panel of certified public accountants and practicing school business officials. The District believes our current report conforms to the ASBO's principles and standards, and we are submitting it to ASBO to determine its eligibility for a certificate.

Acknowledgments

The preparation and publication of the 2017 Comprehensive Annual Financial Report of the Princeton City School District was made possible by the combined efforts of the entire Treasurer's office staff. Finally, this report would not have been possible without the support, commitment, and leadership of the Board of Education to continue the pursuit of excellence in financial reporting.

Sincerely,



Christine Cook Poetter



Dr. Thomas Tucker

PRINCETON CITY SCHOOL DISTRICT  
LIST OF PRINCIPAL OFFICIALS  
June 30, 2017

Elected Officials

---

President, Board of Education.....Mrs. Mary Cleveland  
Vice-President, Board of Education.....Mrs. Sandy Leach  
Board Member.....Dr. Lillian Hawkins  
Board Member.....Mrs. Susan Wyder  
Board Member.....Mrs. Gina Moore

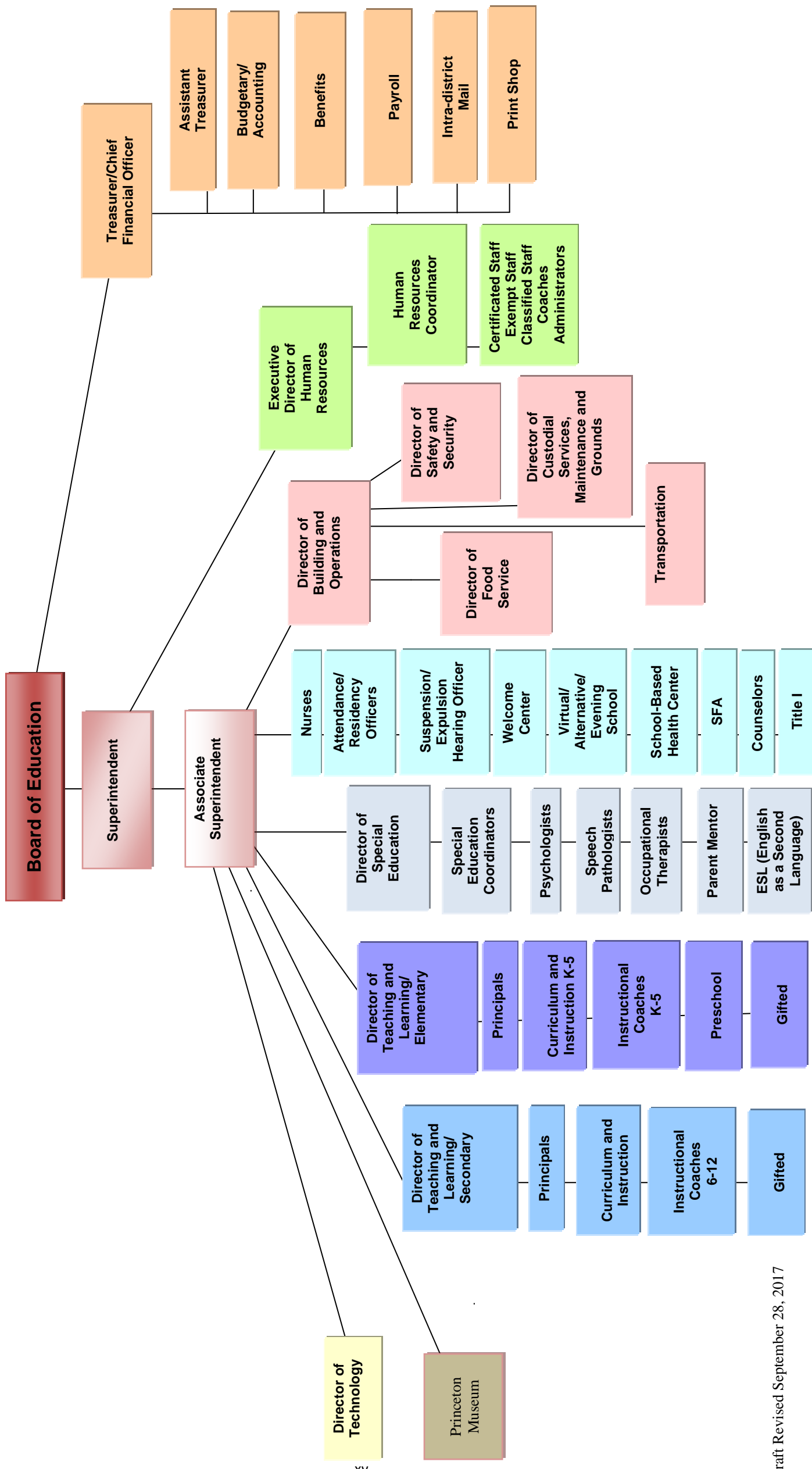
Administrative Officials

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Superintendent.....Dr. Thomas Tucker  
Treasurer.....Ms. Christine Cook Poetter



# Organizational Chart of the Princeton City School District





Government Finance Officers Association

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

Presented to

**Princeton City School District  
Ohio**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2016**

Executive Director/CEO



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

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

**Princeton City School District, Ohio**

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

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



A handwritten signature in black ink, appearing to read 'Anthony N. Dragona'. The signature is written in a cursive style and is positioned above a horizontal line.

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

A handwritten signature in black ink, appearing to read 'John D. Musso'. The signature is written in a cursive style and is positioned above a horizontal line.

John D. Musso, CAE, RSBA  
Executive Director

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# FINANCIAL SECTION



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# Dave Yost • Auditor of State

## INDEPENDENT AUDITOR'S REPORT

Princeton City School District  
Hamilton County  
3900 Cottingham Drive  
Cincinnati, Ohio 45241

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 Princeton City School District, Hamilton County, Ohio (the District), as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

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

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

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

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Princeton City School District, Hamilton County, Ohio, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof and the thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

**Other Matters**

*Required Supplementary Information*

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

*Supplementary and Other Information*

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

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

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

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



***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 2017, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

**Dave Yost**  
Auditor of State

Columbus, Ohio

December 20, 2017

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**Princeton City School District, Ohio**  
**Management Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
**(Unaudited)**

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The management's discussion and analysis of Princeton City School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2017. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the District's performance.

### **Financial Highlights**

Key financial highlights for 2017 are as follows:

- Net position of governmental activities increased \$9,208,053 which represents a 22% increase from 2016.
- General revenues accounted for \$95,196,690 in revenue or 88% of all revenues. Program specific revenues in the form of charges for services and sales, and operating grants and contributions accounted for \$13,196,168 or 12% of total revenues of \$108,392,858.
- The District had \$99,184,805 in expenses related to governmental activities; \$13,196,168 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$95,196,690 were also used to provide for these programs.

### **Overview of the 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 the District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The *Statement of Net Position* and the *Statement of Activities* provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. 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 District's most significant funds with all other nonmajor funds presented in total in one column. The General and Bond Retirement funds are the major funds of the District.

### **Government-wide Financial Statements**

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2017?" The Government-wide Financial Statements answer this question. These statements include *all assets and deferred outflows* and *liabilities and deferred inflows* 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.

**Princeton City School District, Ohio**  
**Management Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
(Unaudited)

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These two statements report the District's net position and changes in net position. This change in net position is important because it tells the reader that, for the District as a whole, the financial position has improved or diminished. The causes of this change may be the result of many factors, both financial and non-financial. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the Government-wide Financial Statements, the overall financial position of the District is presented in the following manner:

- **Governmental Activities** – Most of the District's programs and services are reported here including instruction, support services, operation of non-instructional services, extracurricular activities and interest and fiscal charges.

**Fund Financial Statements**

The analysis of the District's major funds is presented in the Fund Financial Statements (see Table of Contents). Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds.

**Governmental Funds** Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial assets* that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the 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 benefits of parties outside the government. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Fiduciary funds use the accrual basis of accounting.

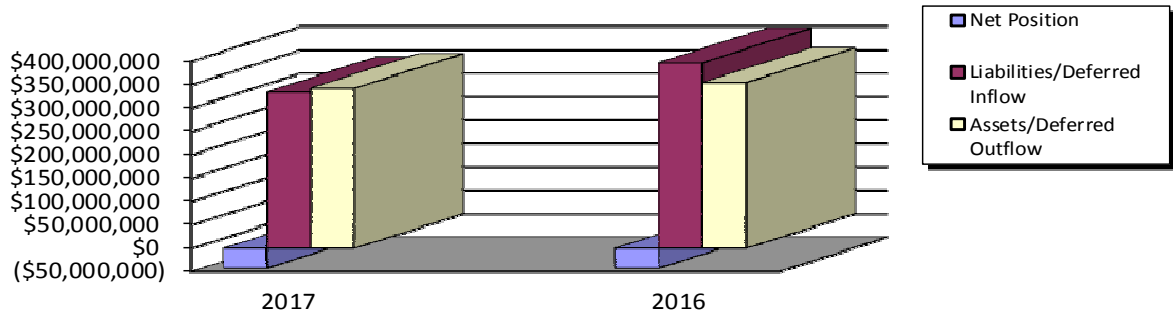
**The District as a Whole**

As stated previously, the Statement of Net Position looks at the District as a whole. Table 1 provides a summary of the District's net position for 2017 compared to 2016:

**Princeton City School District, Ohio**  
**Management Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
(Unaudited)

**Table 1**  
**Net Position**

	Governmental Activities	
	2017	2016
Assets:		
Current and Other Assets	\$127,207,487	\$122,461,975
Capital Assets	216,945,069	219,701,684
<b>Total Assets</b>	<b>344,152,556</b>	<b>342,163,659</b>
Deferred Outflows of Resources:		
Deferred Charge on Refunding	2,313,380	1,682,575
Pension	23,398,516	10,243,347
<b>Total Deferred Outflows of Resources</b>	<b>25,711,896</b>	<b>11,925,922</b>
Liabilities:		
Other Liabilities	12,535,548	13,621,439
Long-Term Liabilities	341,421,167	320,484,842
<b>Total Liabilities</b>	<b>353,956,715</b>	<b>334,106,281</b>
Deferred Inflows of Resources:		
Property Taxes	38,923,080	44,793,300
Grants and Other Taxes	123,280	619,837
Deferred Gain on Refunding	8,687,827	9,035,340
Pension	1,232,892	7,802,218
<b>Total Deferred Inflows of Resources</b>	<b>48,967,079</b>	<b>62,250,695</b>
Net Position:		
Net Investment in Capital Assets	2,046,856	882,415
Restricted	22,338,559	20,240,148
Unrestricted	(57,444,757)	(63,389,958)
<b>Total Net Position</b>	<b>(\$33,059,342)</b>	<b>(\$42,267,395)</b>



**Princeton City School District, Ohio**  
**Management Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
**(Unaudited)**

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Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2017, the District's liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$33,059,342.

At year-end, capital assets represented 63% of total assets. Capital assets include land, construction in progress, buildings and improvements, and equipment. Capital assets, net of related debt to acquire the assets at June 30, 2017, was \$2,046,856. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net position, \$22,338,559 represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use.

Capital Assets decreased due to current year depreciation being greater than current year additions. Long-term liabilities increased due to an increase in the net pension liability. Deferred outflows of resources for pension increased from the prior year due to an increase in the net pension liability calculation. Deferred inflows of resources for property taxes decreased from the prior year due to an increase in tax advances available in the current year.

Table 2 shows the changes in net position for fiscal years 2017 and 2016.

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**Princeton City School District, Ohio**  
**Management Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
(Unaudited)

**Table 2**  
**Changes in Net Position**

	Governmental Activities	
	2017	2016
Revenues:		
Program Revenues		
Charges for Services	\$3,495,271	\$2,088,380
Operating Grants, Contributions	9,700,897	9,371,078
General Revenues:		
Property Taxes	68,435,017	56,459,997
Grants and Entitlements	23,173,598	24,574,947
Other	3,588,075	2,607,176
Total Revenues	<u>108,392,858</u>	<u>95,101,578</u>
Program Expenses:		
Instruction	52,212,556	48,617,351
Support Services:		
Pupil and Instructional Staff	7,432,341	6,632,360
School Administration, General		
Administration, Fiscal and Business	8,407,302	7,767,544
Operations and Maintenance	8,500,839	7,240,926
Pupil Transportation	5,618,225	5,135,966
Central	1,257,665	1,004,826
Operation of Non-Instructional Services	4,941,988	3,742,446
Extracurricular Activities	1,394,198	1,230,530
Interest and Fiscal Charges	9,419,691	10,163,458
Total Program Expenses	<u>99,184,805</u>	<u>91,535,407</u>
Change in Net Position	9,208,053	3,566,171
Net Position - Beginning of Year	<u>(42,267,395)</u>	<u>(45,833,566)</u>
Net Position - End of Year	<u>(\$33,059,342)</u>	<u>(\$42,267,395)</u>

The District revenues are mainly from three sources. Property taxes levied for general, debt service and capital projects purposes, grants and entitlements and operating grants and contributions comprised most of the District's revenues for governmental activities.

The District depends greatly on property taxes as a revenue source. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenues generated by a levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00.

**Princeton City School District, Ohio**  
**Management Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
(Unaudited)

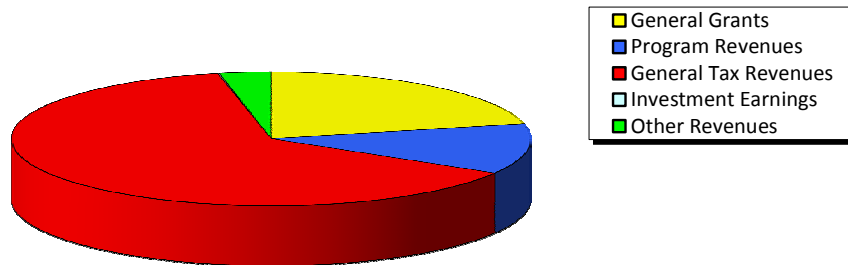
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Thus, Ohio districts do not receive additional property tax revenue from increases in appraisal values and must regularly return to the voters to maintain a constant level of service. Property taxes made up 63% of revenue for governmental activities for the District in fiscal year 2017.

**Governmental Activities**  
**Revenue Sources**

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Revenue Sources	2017	Percent of Total
General Grants	\$23,173,598	21.4%
Program Revenues	13,196,168	12.2%
General Tax Revenues	68,435,017	63.1%
Investment Earnings	117,231	0.1%
Other Revenues	3,470,844	3.2%
<b>Total Revenues</b>	<b>\$108,392,858</b>	<b>100.0%</b>



Instruction comprises 53% of governmental program expenses. Support services expenses were 31% of governmental program expenses. All other expenses and interest expense was 16%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

Property taxes revenue increased mainly due to an increase in taxes advances available in fiscal year 2017 as compared to fiscal year 2016. Total expenses increased due to an increase in instruction expenses. Instruction expenses increased in fiscal year 2017 mainly due to increased wages and benefits paid to employees.

**Governmental Activities**

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for government activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.



**Princeton City School District, Ohio**  
**Management Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
(Unaudited)

**Table 3**  
**Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2017	2016	2017	2016
Instruction	\$52,212,556	\$48,617,351	(\$46,112,766)	(\$43,714,609)
Support Services:				
Pupil and Instructional Staff	7,432,341	6,632,360	(6,029,892)	(4,812,066)
School Administration, General				
Administration, Fiscal and Business	8,407,302	7,767,544	(8,055,045)	(7,472,051)
Operations and Maintenance	8,500,839	7,240,926	(8,268,510)	(7,139,658)
Pupil Transportation	5,618,225	5,135,966	(5,502,851)	(5,044,698)
Central	1,257,665	1,004,826	(1,238,793)	(1,004,029)
Operation of Non-Instructional Service	4,941,988	3,742,446	(139,339)	302,234
Extracurricular Activities	1,394,198	1,230,530	(1,221,750)	(1,027,614)
Interest and Fiscal Charges	9,419,691	10,163,458	(9,419,691)	(10,163,458)
Total Expenses	<u>\$99,184,805</u>	<u>\$91,535,407</u>	<u>(\$85,988,637)</u>	<u>(\$80,075,949)</u>

**The District's Funds**

The District has two major governmental funds: the General Fund and the Bond Retirement Fund. Assets of these funds comprise \$111,000,168 (88%) of the total \$126,363,767 governmental funds' assets.

**General Fund:** Fund balance at June 30, 2017 was \$52,331,340. The primary reason for the increase in fund balance was due to an increase in cash and investment in 2017 compared to 2016.

**Bond Retirement Fund:** Fund balance at June 30, 2017 was \$10,095,826. Fund balance increased due to an increase in taxes in 2017 compared to 2016.

**General Fund Budgeting Highlights**

The 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, final budget basis revenue was \$78,820,561. The original budget estimate was \$33,106,493. The difference was \$45,714,068. Of this difference, most was due to under estimates for taxes and intergovernmental revenues.

The District's ending unobligated cash balance was \$39,236,835.

**Princeton City School District, Ohio**  
**Management Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
(Unaudited)

---

**Capital Assets and Debt Administration**

***Capital Assets***

At fiscal year end, the District had \$216,945,069 invested in land, construction in progress, buildings and improvements and equipment. Table 4 shows fiscal year 2017 balances compared to fiscal year 2016:

**Table 4**  
**Capital Assets at Year End**  
**(Net of Depreciation)**

---

	Governmental Activities	
	2017	2016
Land	\$6,278,189	\$6,278,189
Construction in Progress	107,137,392	107,137,392
Buildings and Improvements	102,308,465	104,854,131
Equipment	<u>1,221,023</u>	<u>1,431,972</u>
Total Net Capital Assets	<u>\$216,945,069</u>	<u>\$219,701,684</u>

The decrease in capital assets is mainly due to capital asset additions being less than capital asset depreciation.

See Note 5 in the Notes to the Basic Financial Statements for further details on the District's capital assets.

***Debt***

At June 30, 2017, the District had \$211,575,021 in debt outstanding, \$2,568,998 due within one year. Table 5 summarizes debt outstanding.

**Princeton City School District, Ohio**  
**Management Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
(Unaudited)

**Table 5**  
**Outstanding Debt at Year End**

	Governmental Activities	
	2017	2016
2016 Refunding Bonds	\$32,395,000	\$0
2016 Refunding Bonds-Premium	6,123,124	0
2006 Refunding Bonds	26,000,000	65,955,000
2006 Refunding Bonds - Premium	3,041,298	3,266,580
2010 School Improvement Bonds	11,260,000	11,260,000
2010 School Improvement Capital Appreciation Bonds - Principal Only	560,137	846,709
2010 School Improvement Capital Appreciation Bonds - Accreted Interest	4,398,030	4,562,992
2012 Certificate of Participation	15,225,000	15,225,000
2012 Certificate of Participation - Discount	(194,362)	(202,295)
2013 Energy Conservation Bonds	505,000	545,000
2013 Certificate of Participation	2,180,000	2,200,000
2013 Certificate of Participation - Premium	110,650	114,905
OASBO Loan	2,710,000	2,855,000
2015 Refunding Bonds	90,995,000	90,995,000
2015 School Improvement Capital Appreciation Bonds - Principal Only	6,795,000	6,795,000
2015 School Improvement Capital Appreciation Bonds - Accreted Interest	903,985	568,432
2015 Refunding Bonds - Premium	8,567,159	8,909,845
<b>Total Long-Term Notes, Bonds and Capital Leases</b>	<b>\$211,575,021</b>	<b>\$213,897,168</b>

The District refunded bonds during the fiscal year in order to save taxpayer money on interest payments. The District has obtained consent of the State Tax Commissioner and the Superintendent of Public Instruction to issue debt beyond the 9% of assessed value debt limit. See Notes 10 and 11 in the Notes to the Basic Financial Statements for further details on the District's long-term obligations.

**For the Future**

A challenge facing the School District is the future of state funds. On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The Court found the state's school funding system unconstitutional but declined to retain jurisdiction of the matter meaning the decision included no timeline for compliance or accountability for lack of compliance.

While the State has made some progress in resolving the school funding issue, the court ruled that the funding system is far too reliant on property taxes which are inherently not equitable or adequate for many districts. The District, however, receives about 63% of its general funding from property taxes.

**Princeton City School District, Ohio**  
**Management Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2017**  
**(Unaudited)**

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In June of 2005, the State legislature passed House Bill 66 which phases out the tax on tangible personal property of general business, telephone, and telecommunications companies, and railroads. The tax on general business and railroad property began being phased out in 2006 and was eliminated by 2009. The tax on telephone and telecommunication property began being phased out in 2009 and was eliminated in 2011.

In June of 2012, the State legislature passed House Bill 153 which restructured the reimbursement of tangible personal property and electric deregulation property tax reimbursement by no more than 2% per year of its total resources (state and local funding) as compared to the base year. Any reimbursement a School District is still receiving in FY13 will continue to be received at that level in the future.

However, in June 2015 and as further revised in November of 2015, the State legislature and the Governor, again changed their stance on tangible personal property and reinstated the phase out of these revenue streams. At this time, the legislature has passed SB 208 which continues a phase out of tangible personal property tax revenues that unless again altered by the legislature will result in the complete elimination of tangible personal tax reimbursement to the District. The phase out will occur at a computed rate of approximately 5/8 mill (currently approximately \$921,000) each year until eliminated in its entirety. At this time, current estimates are that the phase out will be complete in approximately 14 years.

**Contacting the District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Treasurer at Princeton City Schools, 3900 Cottingham Dr., Cincinnati, Ohio 45241.

Princeton City School District  
Statement of Net Position  
June 30, 2017

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$59,446,333
Restricted Cash and Investments	356,991
Receivables (Net):	
Taxes	65,320,971
Accounts	204,035
Intergovernmental	1,864,035
Inventory	15,122
Nondepreciable Capital Assets	113,415,581
Depreciable Capital Assets, Net	<u>103,529,488</u>
 Total Assets	 <u>344,152,556</u>
Deferred Outflows of Resources:	
Deferred Charge on Refunding	2,313,380
Pension	<u>23,398,516</u>
 Total Deferred Outflows of Resources	 <u>25,711,896</u>
Liabilities:	
Accounts Payable	494,268
Accrued Wages and Benefits	8,054,719
Retainage Payable	144,084
Accrued Interest Payable	638,334
Claims Payable	759,143
Tax Anticipation Notes Payable	2,445,000
Long-Term Liabilities:	
Due Within One Year	3,468,570
Due In More Than One Year:	
Net Pension Liability	127,798,186
Other Amounts	<u>210,154,411</u>
 Total Liabilities	 <u>353,956,715</u>
Deferred Inflows of Resources:	
Property Taxes	38,923,080
Grants and Other Taxes	123,280
Deferred Gain on Refunding	8,687,827
Pension	<u>1,232,892</u>
 Total Deferred Inflows of Resources	 <u>48,967,079</u>
Net Position:	
Net Investment in Capital Assets	2,046,856
Restricted for:	
Debt Service	10,089,606
Capital Projects	8,233,915
Athletic	249,840
Auxiliary Services	89,377
State Grants	90,540
Federal Grants	584,919
Food Service	2,887,763
Other Purposes	112,037
Endowment Nonexpendable	562
Unrestricted	<u>(57,444,757)</u>
 Total Net Position	 <u><u>(\$33,059,342)</u></u>

See accompanying notes to the basic financial statements.

Princeton City School District  
Statement of Activities  
For the Fiscal Year Ended June 30, 2017

	Expenses	Program Revenues		Net (Expense) Revenue
		Charges for Services and Sales	Operating Grants and Contributions	and Changes in Net Position Governmental Activities
<b>Governmental Activities:</b>				
<b>Instruction:</b>				
Regular	\$38,283,963	\$2,049,316	\$1,682,211	(\$34,552,436)
Special	10,995,822	640,493	1,638,480	(8,716,849)
Vocational	55,165	0	2,836	(52,329)
Adult/Continuing	13,902	0	0	(13,902)
Other	2,863,704	21	86,433	(2,777,250)
<b>Support Services:</b>				
Pupil	4,363,747	0	261,704	(4,102,043)
Instructional Staff	3,068,594	0	1,140,745	(1,927,849)
General Administration	214,919	0	0	(214,919)
School Administration	6,066,246	0	352,257	(5,713,989)
Fiscal	1,900,770	0	0	(1,900,770)
Business	225,367	0	0	(225,367)
Operations and Maintenance	8,500,839	228,574	3,755	(8,268,510)
Pupil Transportation	5,618,225	0	115,374	(5,502,851)
Central	1,257,665	0	18,872	(1,238,793)
Operation of Non-Instructional Services	4,941,988	404,419	4,398,230	(139,339)
Extracurricular Activities	1,394,198	172,448	0	(1,221,750)
Interest and Fiscal Charges	9,419,691	0	0	(9,419,691)
<b>Totals</b>	<b>\$99,184,805</b>	<b>\$3,495,271</b>	<b>\$9,700,897</b>	<b>(85,988,637)</b>

**General Revenues:**

Property Taxes Levied for:

General Purposes	53,772,462
Debt Service Purposes	12,486,866
Capital Projects Purposes	2,175,689
Grants and Entitlements, Not Restricted	23,173,598
Revenue in Lieu of Taxes	1,931,017
Unrestricted Contributions	50,777
Investment Earnings	117,231
Other Revenues	1,489,050

Total General Revenues 95,196,690

Change in Net Position 9,208,053

Net Position - Beginning of Year (42,267,395)

Net Position - End of Year (\$33,059,342)

See accompanying notes to the basic financial statements.

Princeton City School District  
Balance Sheet  
Governmental Funds  
June 30, 2017

	General	Bond Retirement	Other Governmental Funds	Total Governmental Funds
<b>Assets:</b>				
Equity in Pooled Cash and Investments	\$40,821,019	\$5,815,826	\$9,061,173	\$55,698,018
Restricted Cash and Investments	212,907	0	144,084	356,991
<b>Receivables (Net):</b>				
Taxes	51,181,886	12,053,383	2,085,702	65,320,971
Accounts	176,682	0	0	176,682
Intergovernmental	123,280	0	1,740,755	1,864,035
Interfund	615,185	0	2,316,763	2,931,948
Inventory	0	0	15,122	15,122
<b>Total Assets</b>	<b>93,130,959</b>	<b>17,869,209</b>	<b>15,363,599</b>	<b>126,363,767</b>
<b>Liabilities:</b>				
Accounts Payable	267,682	0	225,886	493,568
Accrued Wages and Benefits	7,495,501	0	559,218	8,054,719
Compensated Absences	121,270	0	46,903	168,173
Retainage Payable	0	0	144,084	144,084
Accrued Interest Payable	0	0	4,969	4,969
Interfund Payable	0	0	615,185	615,185
Tax Anticipation Notes Payable	0	0	2,445,000	2,445,000
<b>Total Liabilities</b>	<b>7,884,453</b>	<b>0</b>	<b>4,041,245</b>	<b>11,925,698</b>
<b>Deferred Inflows of Resources:</b>				
Property Taxes	32,791,886	7,773,383	1,355,702	41,920,971
Grants and Other Taxes	123,280	0	694,144	817,424
<b>Total Deferred Inflows of Resources</b>	<b>32,915,166</b>	<b>7,773,383</b>	<b>2,049,846</b>	<b>42,738,395</b>
<b>Fund Balances:</b>				
Nonspendable	0	0	562	562
Restricted	212,907	10,095,826	9,454,036	19,762,769
Committed	11,000	0	0	11,000
Assigned	1,030,679	0	0	1,030,679
Unassigned	51,076,754	0	(182,090)	50,894,664
<b>Total Fund Balances</b>	<b>52,331,340</b>	<b>10,095,826</b>	<b>9,272,508</b>	<b>71,699,674</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$93,130,959</b>	<b>\$17,869,209</b>	<b>\$15,363,599</b>	<b>\$126,363,767</b>

See accompanying notes to the basic financial statements.

Princeton City School District  
 Reconciliation of Total Governmental Fund Balance to  
 Net Position of Governmental Activities  
 June 30, 2017

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Total Governmental Fund Balance		\$71,699,674
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital assets used in the operation of Governmental Funds		216,945,069
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.		
Delinquent Property Taxes	2,997,891	
Intergovernmental	<u>694,144</u>	
		3,692,035
An internal service fund is used by management to charge back costs to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		
Internal Service Net Position		699,062
In the statement of net position interest payable is accrued when incurred; whereas, in the governmental funds interest is reported as a liability only when it will require the use of current financial resources.		
		(633,365)
Some liabilities reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds.		
Compensated Absences		(1,879,787)
Deferred charges for bond refunding losses and gains are not recognized in the governmental funds, whereas they are capitalized and amortized for net position		
Deferred charge on refunding	2,313,380	
Deferred gain on refunding	<u>(8,687,827)</u>	
		(6,374,447)
Deferred outflows and inflows or resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.		
Deferred outflows of resources related to pensions	23,398,516	
Deferred inflows of resources related to pensions	<u>(1,232,892)</u>	
		22,165,624
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		
Net Pension Liability	(127,798,186)	
Other Amounts	<u>(211,575,021)</u>	
		<u>(339,373,207)</u>
Net Position of Governmental Activities		<u><u>(\$33,059,342)</u></u>

See accompanying notes to the basic financial statements.



Princeton City School District  
Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Governmental Funds  
For the Fiscal Year Ended June 30, 2017

	General	Bond Retirement	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>				
Property and Other Taxes	\$53,884,736	\$12,500,443	\$2,178,354	\$68,563,533
Tuition and Fees	2,684,530	0	244	2,684,774
Investment Earnings	218,475	0	(101,244)	117,231
Intergovernmental	23,552,833	1,090,107	8,334,876	32,977,816
Extracurricular Activities	62,828	0	109,397	172,225
Charges for Services	0	0	404,419	404,419
Revenue in Lieu of Taxes	1,923,470	6,412	1,135	1,931,017
Other Revenues	1,514,546	129,179	129,956	1,773,681
<b>Total Revenues</b>	<b>83,841,418</b>	<b>13,726,141</b>	<b>11,057,137</b>	<b>108,624,696</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	31,388,911	0	1,060,197	32,449,108
Special	9,645,080	0	811,139	10,456,219
Vocational	51,314	0	0	51,314
Adult/Continuing	13,251	0	0	13,251
Other	2,777,185	0	68,312	2,845,497
<b>Support Services:</b>				
Pupil	3,924,025	0	273,474	4,197,499
Instructional Staff	1,632,772	0	1,249,467	2,882,239
General Administration	213,281	0	0	213,281
School Administration	5,289,348	0	375,650	5,664,998
Fiscal	1,636,837	167,995	29,823	1,834,655
Business	204,551	0	0	204,551
Operations and Maintenance	8,003,215	0	4,807	8,008,022
Pupil Transportation	5,356,719	0	54,573	5,411,292
Central	1,113,381	0	55,227	1,168,608
Operation of Non-Instructional Services	52,296	0	4,395,835	4,448,131
Extracurricular Activities	234,528	0	980,757	1,215,285
Capital Outlay	509,147	0	568,566	1,077,713
<b>Debt Service:</b>				
Principal Retirement	0	2,956,572	205,000	3,161,572
Interest and Fiscal Charges	0	8,928,526	1,074,111	10,002,637
<b>Total Expenditures</b>	<b>72,045,841</b>	<b>12,053,093</b>	<b>11,206,938</b>	<b>95,305,872</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>11,795,577</b>	<b>1,673,048</b>	<b>(149,801)</b>	<b>13,318,824</b>
<b>Other Financing Sources (Uses):</b>				
Issuance of Refunded Bonds	0	32,825,000	0	32,825,000
Payments to Bond Escrow Account	0	(38,536,529)	0	(38,536,529)
Premium on Bonds Sold	0	6,124,517	0	6,124,517
Transfers In	0	0	1,181,375	1,181,375
Transfers (Out)	(665,000)	0	(516,375)	(1,181,375)
<b>Total Other Financing Sources (Uses)</b>	<b>(665,000)</b>	<b>412,988</b>	<b>665,000</b>	<b>412,988</b>
<b>Net Change in Fund Balance</b>	<b>11,130,577</b>	<b>2,086,036</b>	<b>515,199</b>	<b>13,731,812</b>
<b>Fund Balance - Beginning of Year</b>	<b>41,200,763</b>	<b>8,009,790</b>	<b>8,757,309</b>	<b>57,967,862</b>
<b>Fund Balance - End of Year</b>	<b>\$52,331,340</b>	<b>\$10,095,826</b>	<b>\$9,272,508</b>	<b>\$71,699,674</b>

See accompanying notes to the basic financial statements.

Princeton City School District  
 Reconciliation of the Statement of Revenues, Expenditures, and Changes  
 in Fund Balance of Governmental Funds to the Statement of Activities  
 For the Fiscal Year Ended June 30, 2017

Net Change in Fund Balance - Total Governmental Funds \$13,731,812

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

Governmental funds report capital asset additions as expenditures.  
 However, in the statement of activities, the cost of those assets is  
 allocated over their estimated useful lives as depreciation  
 expense. This is the amount of the difference between capital  
 asset additions and depreciation in the current period.

Capital assets used in governmental activities	216,764	
Depreciation Expense	<u>(2,973,379)</u>	(2,756,615)

Governmental funds report district pension contributions a  
 expenditures. However in the Statement of Activites, the cos  
 of pension benefits earned net of employee contributions i  
 reported as pension expense

District pension contributions	6,492,527	
Cost of benefits earned net of employee contributions	<u>(9,645,434)</u>	(3,152,907)

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

Delinquent Property Taxes	(128,516)	
Intergovernmental	<u>(103,322)</u>	(231,838)

In the statement of activities, certain costs and proceeds associated with  
 long-term debt obligations issued during the year are accrued and  
 amortized over the life of the debt obligation. In governmental funds  
 these costs and proceeds are recognized as financing sources and uses.

Refunding Bonds	(32,825,000)	
Premium on Bonds Issued	(6,124,517)	
Deferred Charge on Refunding	821,529	
Bonds Advance Refunded	<u>37,715,000</u>	(412,988)

Repayment of bond and lease principal, current bonds refundings, and accretion  
 interest payments are an expenditure governmental funds, but the  
 repayment reduces long-term liabilities in the statement of net position. 5,030,000

In the statement of activities interest expense is accrued when incurred;  
 whereas, in governmental funds an interest expenditure is reported  
 when due. 31,065

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

Compensated Absences	(240,246)	
Amortization of Bond Premium	573,616	
Amortization of Bond Discount	(7,933)	
Bond Accretion	(2,039,019)	
Amortization of Deferred Charge on Refunding	(190,724)	
Amortization of Deferred Gain on Refunding	<u>347,513</u>	(1,556,793)

The internal service fund used by management to charge back costs  
 to individual funds is not reported in the entity-wide statement of  
 activities. Governmental fund expenditures and the related internal  
 service fund revenues are eliminated. The net revenue (expense) of  
 the internal service fund is allocated among the governmental activities.

Change in Net Position - Internal Service Funds	<u>(1,473,683)</u>	
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Change in Net Position of Governmental Activities	<u><u>\$9,208,053</u></u>	
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See accompanying notes to the basic financial statements.

Princeton City School District  
Statement of Net Position  
Proprietary Funds  
June 30, 2017

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	<u>Governmental Activities- Internal Service Funds</u>
Assets:	
Current Assets:	
Equity in Pooled Cash and Investments	\$3,748,315
Receivables (Net):	
Accounts	<u>27,353</u>
Total Assets	<u>3,775,668</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	700
Interfund Payable	2,316,763
Claims Payable	<u>759,143</u>
Total Liabilities	<u>3,076,606</u>
Net Position:	
Unrestricted	<u>699,062</u>
Total Net Position	<u>\$699,062</u>

See accompanying notes to the basic financial statements.

Princeton City School District  
Statement of Revenues, Expenses  
and Changes in Fund Net Position  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2017

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	<u>Governmental Activities- Internal Service Funds</u>
Operating Revenues:	
Charges for Services	\$7,745,202
Other Revenues	<u>27,836</u>
Total Operating Revenues	<u>7,773,038</u>
Operating Expenses:	
Personal Services	1,052,090
Claims	7,017,571
Other Expenses	<u>1,177,078</u>
Total Operating Expenses	<u>9,246,739</u>
Operating Income (Loss)	<u>(1,473,701)</u>
Non-Operating Revenues (Expenses):	
Investment Earnings	<u>18</u>
Total Non-Operating Revenues (Expenses)	<u>18</u>
Change in Net Position	(1,473,683)
Net Position - Beginning of Year	<u>2,172,745</u>
Net Position - End of Year	<u>\$699,062</u>

See accompanying notes to the basic financial statements.

Princeton City School District  
Statement of Cash Flows  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2017

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	<u>Governmental Activities- Internal Service Funds</u>
Cash Flows from Operating Activities:	
Cash Received from Customers	\$7,745,685
Cash Payments to Employees	(1,052,203)
Cash Payments to Suppliers	<u>(7,855,013)</u>
Net Cash Provided (Used) by Operating Activities	<u>(1,161,531)</u>
Cash Flows from Investing Activities:	
Earnings on Investments	<u>18</u>
Net Cash Provided (Used) by Cash Flows from Investing Activities	<u>18</u>
Net Increase (Decrease) in Cash and Cash Equivalent	(1,161,513)
Cash and Cash Equivalents - Beginning of Year	<u>4,909,828</u>
Cash and Cash Equivalents - End of Year	<u>3,748,315</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	(1,473,701)
Changes in Assets & Liabilities:	
(Increase) Decrease in Receivables	(27,353)
Increase (Decrease) in Payables	(34,373)
Increase (Decrease) in Claims Payables	<u>373,896</u>
Net Cash Provided (Used) by Operating Activities	<u>(\$1,161,531)</u>

See accompanying notes to the basic financial statements.

Princeton City School District  
Statement of Fiduciary Net Position  
Fiduciary Funds  
June 30, 2017

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	Private Purpose Trust	Agency
	<u>          </u>	<u>          </u>
Assets:		
Equity in Pooled Cash and Investments	\$170,390	\$175,572
Receivables (Net):		
Accounts	<u>          0</u>	<u>          203</u>
Total Assets	<u>          170,390</u>	<u>          175,775</u>
Liabilities:		
Accounts Payable	0	3,795
Other Liabilities	<u>          0</u>	<u>          171,980</u>
Total Liabilities	<u>          0</u>	<u>          \$175,775</u>
Net Position:		
Held in Trust	<u>          170,390</u>	
Total Net Position	<u>          \$170,390</u>	

See accompanying notes to the basic financial statements.

Princeton City School District  
Statement of Changes in Fiduciary Net Position  
Fiduciary Fund  
For the Fiscal Year Ended June 30, 2017

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	Private Purpose Trust
Additions:	
Other	<u>\$16,142</u>
Total Additions	<u>16,142</u>
Deductions:	
Scholarships	<u>3,667</u>
Total Deductions	<u>3,667</u>
Change in Net Position	12,475
Net Position - Beginning of Year	<u>157,915</u>
Net Position - End of Year	<u>\$170,390</u>

See accompanying notes to the basic financial statements.

**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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**Note 1 - Summary of Significant Accounting Policies**

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

**Reporting Entity**

The School District is a consolidation of nine school districts originally chartered by the Ohio State Legislature. In 1853, state laws were enacted to create local Boards of Education. Today, the School District operates under current standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code. The School District operates under a locally elected five-member Board form of government and provides educational services as authorized by its charter or further mandated by state and/or federal guidelines. The Board controls the School District's instructional and support facilities to provide services to students and other community members.

The reporting entity is comprised of the primary government, which consists of all funds, departments, boards, and agencies that are not legally separate from the School District. This includes general operations, food service, and student related activities of the School District.

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes. The School District has no component units.

The following activity is included within the reporting entity:

*Parochial and Private Schools* - Within the School District boundaries, several parochial and private schools are operated. Current State legislation provides funding to these schools, which is received and disbursed on behalf of the schools by the Treasurer of the School District, as directed by the schools. The administration of the State monies by the School District is reflected in a special revenue fund for financial reporting purposes.

The School District is associated with two jointly governed organizations. These organizations are the Southwest Ohio Computer Association and Great Oaks Career Campuses. The organizations are presented in Note 14 to the basic financial statements.



**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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**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 that provide a more detailed level of financial information.

***Government-wide Financial Statements*** The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The activity of the internal service funds is eliminated to avoid doubling up revenues and expenses. The interfund services provided and used are not eliminated in the consolidation.

The government-wide statements are prepared using the economic resources measurement focus, which differs from the manner in which the governmental fund financial statements are prepared. Therefore, the governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore 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 which are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

***Fund Financial Statements*** Fund financial statements report detailed information about the School District. The focus of governmental and proprietary 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. The internal service funds are presented separately. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets, current liabilities, and certain deferred inflows and outflows of resources are generally included on the balance sheet. Operating statements of these funds present sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in total assets.

**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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Operating revenues and expenses generally result from providing services and producing and delivering services in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non- operating revenues and expenses.

The private purpose trust funds are reported using the economic resources measurement focus. Agency funds do not have a measurement focus.

**Fund Accounting**

The School District uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial 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 funds of the School District are grouped into the categories governmental, proprietary, and fiduciary.

**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 deferred outflows and liabilities and deferred inflows is reported as fund balance. The following are the School District's major governmental funds:

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

**Bond Retirement Fund** – The bond retirement fund is used to account for the accumulation of resources for the payment of general obligation bond principal and interest and certain other long term obligations from governmental resources when the School District is obligated in some manner for the payment.

**Proprietary funds** are used to account for the School District's ongoing activities that are similar to those found in the private sector where the intent of the governing body is that the cost of providing goods and services financed or recovered primarily through user charges. The School District created internal service funds for the operation of its self- insured employee benefits and workers' compensation activities.

**Fiduciary funds** report on net position and changes in net position. The School District's fiduciary funds consist of private-purpose trust funds and an agency fund. The School District's private-purpose trust funds account for scholarship programs for students. These assets are not available for the School District's use. The agency fund is custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's agency fund accounts for student activities.

**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
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**Basis of Accounting**

Basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements and relates to the timing of the measurements made.

The modified accrual basis of accounting is used by the governmental funds. On a modified accrual basis, revenues are recorded when they become both measurable and 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. The available period for the School District is sixty days after fiscal year end. Under the modified accrual basis, the following revenue sources are deemed both measurable and available: property taxes available for advance, interest, tuition, student fees, and grants.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due. Allocations of cost, such as depreciation, are not recognized in the governmental funds.

Government-wide financial statements are prepared using the accrual basis of accounting. Also, proprietary funds and fiduciary funds utilize accrual accounting. Revenues are recognized when earned and expenses are recognized when incurred.

***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.

Non-exchange transactions, in which the School District receives value without directly giving 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 were 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.

***Deferred Outflows/Inflows of Resources.*** In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the School District, deferred outflows of resources includes a deferred charge on refunding and pension. These are reported on the governmental-wide statement of net position. For more pension related information, see Note 7.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies

**Princeton City School District, Ohio**  
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to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the School District, deferred inflows of resources include property taxes, pension, a deferred gain on refunding, and grants and other taxes. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2017, but which were levied to finance year 2018 operations. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Grants and other taxes have been recorded as deferred inflows on the governmental fund financial statements. Deferred inflows related to pension are reported on the government-wide statement of net position. See Note 7 for more pension related information.

**Equity in Pooled Cash and Cash Equivalents**

Cash received by the School District is pooled for investment purposes. Individual fund integrity is maintained through School District records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Investments" on the balance sheet.

During fiscal year 2017, the School District's investments were limited to STAROhio, Money Market Funds, Negotiable CDs, Federal Home Loan Bank, Federal Home Loan Mortgage Corporation, Federal Farm Credit Bank, and Federal National Mortgage Association.

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

For 2017, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$25 million. STAR Ohio reserves the right to limit the transaction to \$50 million, requiring the excess amount to be transacted the following business day(s), but only to the \$50 million limit. All accounts of the participant will be combined for these purposes.

Under existing Ohio statutes, all investment earnings accrue to the General Fund except those specifically related to agency funds, certain trust funds, and those other funds individually authorized by Board resolutions. Interest earnings are allocated to these funds based on average monthly cash balance.

For purposes of the statement of cash flows and for presentation 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.

**Inventory**

All inventories are valued at cost using the first-in/first-out (FIFO) method. The costs of inventory items are recorded as expenditures in the governmental funds when consumed rather than when purchased.

**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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**Capital Assets**

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. The School District defines capital assets as those with an individual cost of more than \$5,000 and an estimated useful life in excess of one year. All capital assets are capitalized at cost or estimated historical cost where no historical records exist. Donated capital assets are recorded at their estimated fair values as of the date received. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value rather than fair value.

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

Land improvements	20 years
Buildings and improvements	20 - 50 years
Equipment and furniture	5-20 years
Vehicles	8 years

**Interfund Balances**

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

On fund financials, receivables and payables resulting from short-term interfund loans are classified as "interfund receivable/payable." These amounts are eliminated in the governmental activities column of the statement of net position.

**Compensated Absences**

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the School District's termination policy.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, a liability is recorded only for the portion of unpaid compensated absences that has matured due to employee resignations and retirements. These amounts

**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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are recorded as matured compensated absences payable.

**Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. Governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources with the exception of compensated absences as noted above.

**Pensions**

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

**Fund Balance**

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

***Nonspendable*** – The nonspendable fund balance category includes amounts that cannot be spent because they are not in a spendable form, or legally or contractually required to be maintained intact. The “not in a spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

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

***Assigned*** – Resources intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In the general fund, assigned amounts are intended to be used for specific purposes as approved through the School District’s formal purchase order procedure by the Superintendent and the Treasurer. The adoption of the

**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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board appropriation resolution is the established policy, which gives the authorization to assign resources for a specific purpose.

**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.

**Restricted Assets**

Restricted assets in the general fund represent equity in pooled cash and investments set aside to establish a budget set aside in accordance with state statutes.

**Net Position**

Net position represents the difference between assets and liabilities. 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 its 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 which for the School District includes amounts set-aside for budget stabilization and restricted grants.

The School District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available. Of the District's \$22,338,559 in restricted net position, none was restricted by enabling legislation.

**Estimates**

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

**Note 2 – Deposits and Investments**

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

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

**Princeton City School District, Ohio**  
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**For the Fiscal Year Ended June 30, 2017**

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

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

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

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

1. United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by the federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred and eighty days in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.



**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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

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

The following information classifies investments by categories of risk as defined in GASB Statement No. 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements" and amended by GASB Statement No. 40 "Deposit and Investment Risk Disclosures".

**Deposits**

*Custodial Credit Risk* – Custodial credit risk is the risk that in the event of a failure, the School District’s deposits may not be returned to it. The School District’s custodial credit risk policy requires that deposits be collateralized as required by ORC Chapter 135. At year end, \$8,611,225 of the School District’s bank balance of \$8,876,889 was exposed to custodial credit risk since it was uninsured and collateralized with securities held by the pledging financial institution’s trust department or agent, but not in the School District’s name. ORC Chapter 135, Uniform Depository Act, authorizes pledging of pooled securities in lieu of specific securities.

Specifically, a designated public depository may pledge a single pool of eligible securities to secure repayment of all public monies deposited in the financial institution, provided that all times the total value of the securities so pledged is at least 105% of the total amount of all public deposits secured by the pool, including the portion of such deposits covered by any federal deposit insurance.

**Investments**

The School District’s investments at June 30, 2017 are as summarized as follows:

	<u>Fair Value</u>	<u>Fair Value Hierarchy</u>	<u>Weighted Average Maturity (Years)</u>
STAR Ohio	\$31,504,419	N/A	0.12
Money Market Funds	2,610,610	N/A	0.00
Negotiable CDs	1,492,612	Level 2	2.97
Federal Home Loan Bank	4,112,134	Level 2	1.83
Federal Home Loan Mortgage Corp	1,551,286	Level 2	2.07
Federal Farm Credit Bank	1,442,982	Level 2	1.59
Federal National Mortgage Association	9,597,527	Level 2	2.04
Commercial Paper	2,572,128	Level 2	0.73
Total Fair Value	<u>\$54,883,698</u>		
Portfolio Weighted Average Maturity			0.78

**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The above table identifies the District's recurring fair value measurements as of June 30, 2017. STAR Ohio is reported at its share price (Net Asset Value per share). All other investments of the District are valued using quoted market prices.

*Credit Risk* – It is the School District's policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have a credit quality rating of the top 2 ratings by nationally recognized statistical rating organizations. The School District's investments in Federal Home Loan Bank, Federal Home Loan Mortgage Corporation, Federal Farm Credit Bank, and Federal National Mortgage Association were rated AA+ by Standard & Poor's and Aaa by Moody's. Investments in STAR Ohio were rated AAAM by Standard & Poor's. Money Market Funds and Negotiable CDs were not rated.

*Custodial Credit Risk* – Custodial credit risk is the risk that in the event of a failure of a counter party, the School District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The School District's investment securities are registered in the name of the School District except for its investments in STAR Ohio and US Money Market Funds, which are not evidenced by securities that exist in physical or book entry form.

*Concentration of Credit Risk* – The School District's policy places no limit on the amount it may invest in any one issuer. The School District has invested 60% in STAR Ohio, 5% in Money Market Funds, 3% in Negotiable CDs, 8% in Federal Home Loan Bank, 3% in Federal Home Loan Mortgage Corporation, 3% in Federal Farm Credit Bank, and 18% in Federal National Mortgage Association.

*Interest Rate Risk* – In accordance with the investment policy, the School District manages its exposure to declines in fair value by limiting the weighted average maturity of its investment portfolio to five years.

**Note 3 – Property Taxes**

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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 and public utility property located in the 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 revalued every six years. Public utility property taxes are assessed on real property at 35 percent of true value.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. The District receives property taxes primarily from Hamilton County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2017, are available to finance fiscal year 2018 operations. The amount available for advance can vary based on the date the tax bills are sent.

**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property, and public utility taxes that became measurable as of June 30, 2017. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred inflows of resources for that portion not intended to finance current year operations. The amounts available for advance at June 30, 2017 were \$18,390,000 in the General Fund, \$4,280,000 in the Bond Retirement Fund and \$730,000 in Other Governmental Funds.

The assessed values upon which fiscal year 2017 taxes were collected are:

	<u>Amount</u>
Agricultural/Residential and Other Real Estate	\$1,280,291,060
Public Utility Personal	<u>80,320,320</u>
Total	<u><u>\$1,360,611,380</u></u>

**Note 4 – Interfund Transactions**

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During the year ended June 30, 2017, the School District made the following transfers:

	Interfund		Transfers	
	<u>Receivable</u>	<u>Payable</u>	<u>In</u>	<u>Out</u>
General Fund	\$615,185	\$0	\$0	\$665,000
Building Fund	2,316,763	0	0	0
Internal Service Funds	0	2,316,763	0	0
Nonmajor Governmental Funds	<u>0</u>	<u>615,185</u>	<u>1,181,375</u>	<u>516,375</u>
Total All Funds	<u><u>\$2,931,948</u></u>	<u><u>\$2,931,948</u></u>	<u><u>\$1,181,375</u></u>	<u><u>\$1,181,375</u></u>

Interfund balance/transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budget authorizations; to segregate and to return money to the fund from which it was originally provided once a project is completed.

The \$516,375 transfer out of the Permanent Improvement Fund in to the Building Fund is to help pay for all of the various construction projects throughout the District.

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**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

**Note 5 – Capital Assets**

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

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Governmental Activities</b>				
<i>Capital Assets, not being depreciated:</i>				
Land	\$6,278,189	\$0	\$0	\$6,278,189
Construction in Progress	107,137,392	0	0	107,137,392
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	127,509,514	0	0	127,509,514
Equipment	13,121,655	216,764	0	13,338,419
Totals at Historical Cost	254,046,750	216,764	0	254,263,514
Less Accumulated Depreciation:				
Buildings and Improvements	22,655,383	2,545,666	0	25,201,049
Equipment	11,689,683	427,713	0	12,117,396
Total Accumulated Depreciation	34,345,066	2,973,379	0	37,318,445
Governmental Activities Capital Assets, Net	<u>\$219,701,684</u>	<u>(\$2,756,615)</u>	<u>\$0</u>	<u>\$216,945,069</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$2,572,126
Special	1,561
Vocational	494
Support Services:	
Instructional Staff	7,212
School Administration	10,328
Fiscal	945
Business	5,148
Operations and Maintenance	39,173
Pupil Transportation	206,933
Central	15,141
Operation of Non-Instructional Services	37,228
Extracurricular Activities	77,090
Total Depreciation Expense	<u>\$2,973,379</u>

**Note 6 – Risk Management**

The School District is exposed to various risks of loss related to torts; theft or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The School District carries commercial general liability insurance against these risks and all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no significant change in coverage from last year.

**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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Beginning in fiscal year 2011, the School District began providing health insurance coverage for its employees on a self-insurance basis. Expenses for claims are recorded on a current basis based on an actuarially determined charge per employee. The School District also purchased stop-loss insurance for claims over 125% of premiums. The School District accounts for such activity in an internal service fund in accordance with GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*.

A summary of the changes in self-insurance medical claims liability is as follows:

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Claims liability at beginning of year	\$343,182	\$509,077	\$369,898
Claims incurred	7,069,849	5,819,291	6,376,217
Claims paid	<u>(6,668,414)</u>	<u>(5,985,186)</u>	<u>(6,237,038)</u>
Claims liability at end of year	<u>\$744,617</u>	<u>\$343,182</u>	<u>\$509,077</u>

Claims are accrued based upon estimates of the claims liability made by management and the third-party administrator of the School District. These estimates are based on past experience and current claims outstanding. Actual claims experience may differ from the estimate. An actuary was used in the determination of the current liability.

Beginning in January 2011, the School District began to self-insure its workers' compensation costs. Expenses for claims are recorded on the current basis based on an actuarially determined charge per employee. The School District accounts for the activities of this program in an internal service fund in accordance with GASB Statement No. 10.

A summary of the changes in self-insurance workers' compensation claims liability is as follows:

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Claims liability at beginning of year	\$42,065	\$15,935	\$12,766
Claims incurred	108,431	190,345	113,717
Claims paid	<u>(135,970)</u>	<u>(164,215)</u>	<u>(110,548)</u>
Claims liability at end of year	<u>\$14,526</u>	<u>\$42,065</u>	<u>\$15,935</u>

**Note 7 - Defined Benefit Pension Plans**

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**Net Pension Liability**

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

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

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events require adjusting this estimate annually.

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

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

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

**Plan Description - School Employees Retirement System (SERS)**

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

Age and service requirements for retirement are as follows:

	Eligible to Retire on or before August 1, 2017 *	Eligible to Retire on or after August 1, 2017
Full Benefits	Any age with 30 years of service credit Age 65 with 5 years of service credit	Age 67 with 10 years of service credit; or Age 57 with 30 years of service credit
Actuarially Reduced Benefits	Age 60 with 5 years of service credit Age 55 with 25 years of service credit	Age 62 with 10 years of service credit; or Age 60 with 25 years of service credit

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

Annual retirement benefits are calculated based on final average salary multiplied by a percentage that varies based on year of service; 2.2 percent for the first thirty years of service and 2.5 percent for years of service credit over 30 or \$86.00 multiplied by the years of service credit. Final average salary is the average of the highest three years of salary.

One year after an effective benefit date, a benefit recipient is entitled to a three percent cost-of-living

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adjustment (COLA). This same COLA is added each year to the base benefit amount on the anniversary date of the benefit.

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the employer is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2017, the allocation to pension, death benefits, and Medicare B was 14.00 percent. None of the 14 percent contribution rate was allocated to the Health Care Fund.

The contractually required contribution to SERS was \$1,744,977 for fiscal year 2017. Of this amount \$302,641 is reported as accrued wages and benefits.

**Plan Description - State Teachers Retirement System (STRS)**

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

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

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

The Combined Plan offers features of both the DB Plan and the DC Plan. In the Combined Plan, member contributions are allocated among investment choices by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The defined

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benefit portion of the Combined Plan payment is payable to a member on or after age 60 with five years of services. The defined contribution portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity at age 50.

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

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

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. The statutory maximum employee contribution rate was increased one percent July 1, 2014, and will be increased one percent each year until it reaches 14 percent on July 1, 2016. For the fiscal year ended June 30, 2017, plan members were required to contribute 14 percent of their annual covered salary. The employer was required to contribute 14 percent; the entire 14 percent was the portion used to fund pension obligations. The fiscal year 2017 contribution rates were equal to the statutory maximum rates.

The contractually required contribution to STRS was \$4,747,550 for fiscal year 2017. Of this amount \$1,492,848 is reported as accrued wages and benefits.

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

The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The proportion of the net pension liability was based on the share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	SERS	STRS	Total
Proportionate Share of the Net Pension Liability	\$28,742,536	\$99,055,650	\$127,798,186
Proportion of the Net Pension Prior Measurement Date	0.40549380%	0.29591741%	
Proportion of the Net Pension Current Measurement Date	<u>0.39270710%</u>	<u>0.29592689%</u>	
Change in Proportion	0.01278670%	-0.00000948%	
Pension Expense	2,756,683	6,888,751	9,645,434

At June 30, 2017, reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:



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	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
<b>Deferred Outflows of Resources</b>			
Differences between expected and actual experience	\$387,670	\$4,002,324	\$4,389,994
Changes of assumptions	1,918,722	0	1,918,722
Net difference between projected and actual earnings on pension plan investments	2,370,842	8,224,280	10,595,122
Changes in employer proportionate share of net pension liability	0	2,151	2,151
Contributions subsequent to the measurement date	<u>1,744,977</u>	<u>4,747,550</u>	<u>6,492,527</u>
<b>Total Deferred Outflows of Resources</b>	<b><u>\$6,422,211</u></b>	<b><u>\$16,976,305</u></b>	<b><u>\$23,398,516</u></b>
<b>Deferred Inflows of Resources</b>			
Changes in employer proportionate share of net pension liability	<u>899,597</u>	<u>333,295</u>	<u>1,232,892</u>
<b>Total Deferred Inflows of Resources</b>	<b><u>\$899,597</u></b>	<b><u>\$333,295</u></b>	<b><u>\$1,232,892</u></b>

\$6,492,527 reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Fiscal Year			
Ending June 30:	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2018	\$803,321	\$1,825,280	\$2,628,601
2019	801,613	1,825,280	2,626,893
2020	1,491,183	4,981,167	6,472,350
2021	<u>681,520</u>	<u>3,263,733</u>	<u>3,945,253</u>
<b>Total</b>	<b><u>\$3,777,637</u></b>	<b><u>\$11,895,460</u></b>	<b><u>\$15,673,097</u></b>

**Actuarial Assumptions - SERS**

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

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

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

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2016, are presented below:

Wage Inflation	3.00 percent
Future Salary Increases, including inflation	3.50-18.20 percent
COLA or Ad Hoc COLA	3.00 percent
Investment Rate of Return	7.50 percent net of investments expense, including inflation
Actuarial Cost Method	Entry Age Normal

For post-retirement mortality, the table used in evaluating allowances to be paid is the RP-2014 Blue Collar Mortality Table with fully generational projection and Scale BB, with 120% of male rates and 110% of female rates used. The RP-2000 Disabled Mortality Table with 90% for male rates and 100% for female rates set back five years is used for the period after disability retirement. Special mortality tables are used for the period after disability retirement.

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

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

**Discount Rate**

The total pension liability was calculated using the discount rate of 7.50 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute.

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Projected inflows from investment earning were calculated using the long-term assumed investment rate of return (7.50 percent). Based on those assumptions, the plan’s fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

**Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.50 percent, as well as what each plan’s net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.50 percent), or one percentage point higher (8.50 percent) than the current rate.

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
Proportionate share of the net pension liability	\$38,053,327	\$28,742,536	\$20,949,017

**Actuarial Assumptions - STRS**

The total pension liability in the July 1, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

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

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

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

**Discount Rate**

The discount rate used to measure the total pension liability was 7.75 percent as of June 30, 2016. The projection of cash flows used to determine the discount rate assumes member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2016. Therefore, the long-term expected rate of return on pension plan investments of 7.75 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2016.

**Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

The following table presents the proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.75 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.75 percent) or one-percentage-point higher (8.75 percent) than the current rate:

	1% Decrease (6.75%)	Current Discount Rate (7.75%)	1% Increase (8.75%)
Proportionate share of the net pension liability	\$131,636,910	\$99,055,650	\$71,571,437

**Changes Between Measurement Date and Report Date**

In March 2017, the STRS Board adopted certain assumption changes which will impact their annual actuarial valuation prepared as of June 30, 2017. The most significant change is a reduction in the discount rate from 7.75 percent to 7.45 percent. In April 2017, the STRS Board voted to suspend cost of living adjustments granted on or after July 1, 2017. Although the exact amount of these changes is not known, the overall decrease to the net pension liability is expected to be significant.

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**Note 8 - Post Employment Benefits**

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***School Employees Retirement System***

Health Care Plan Description – Sections 3309.375 and 3309.69 of the Ohio Revised Code permit SERS to offer health care benefits to eligible retirees and beneficiaries. SERS' Retirement Board reserves the right to change or discontinue any health plan or program. SERS offers several types of health plans from various vendors, including HMOs, PPOs, Medicare Advantage and traditional indemnity plans. A prescription drug program is also available to those who elect health coverage. SERS employs two third-party administrators and a pharmacy benefit manager to manage the self-insurance and prescription drug plans, respectively.

The Ohio Revised Code provides the statutory authority to fund SERS' postemployment benefits through employer contributions. Active members do not make contributions to the postemployment benefit plan.

The Health Care Fund was established under, and is administered in accordance with Internal Revenue Code 105(e). Each year after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer 14% contribution to the Health Care Fund in accordance with the funding policy. For the year ended June 30, 2017, the health care allocation is 0.00%. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. By statute no employer shall pay a health care surcharge greater than 2.0% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2017, the minimum compensation level was established at \$23,500. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District's contributions assigned to health care for the years ended June 30, 2017, 2016, and 2015 were \$0, \$0, and \$192,935, respectively.

The SERS Retirement Board establishes the rules for the premiums paid by the retirees for health care coverage for themselves and their dependents or for their surviving beneficiaries. Premiums vary depending on the plan selected, qualified years of service, Medicare eligibility, and retirement status.

The financial reports of SERS' Health Care plan are included in its Comprehensive Annual Financial Report. That report can be obtained on SERS' website at [www.ohsers.org](http://www.ohsers.org) under Employers/Audit Resources.

***State Teachers Retirement System***

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

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. All benefit recipients, for the most recent year, pay a monthly premium. Under Ohio law, funding for post-employment health care may be

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deducted from employer contributions. For fiscal year 2017, STRS did not allocate any employer contributions to post-employment health care. The District’s contributions for health care for the fiscal years ended June 30, 2017, 2016, and 2015 were \$0, \$0, and \$0, respectively.

**Note 9 – Employee Benefits Compensated Absences**

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The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time. Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to maximum of 260 days for teachers, 279 days for administrators and 265 days for classified staff. Upon retirement, payment is made for twenty-five percent of the employee’s accumulated sick leave.

**Note 10 – Short-Term Obligations**

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A summary of the short-term note transaction for the year ended June 30, 2017 follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>Governmental Funds</b>				
<b>Notes Payable:</b>				
2012 Tax Anticipation Note	<u>\$2,895,000</u>	<u>\$0</u>	<u>\$450,000</u>	<u>\$2,445,000</u>
Total Short-Term Liabilities	<u><u>\$2,895,000</u></u>	<u><u>\$0</u></u>	<u><u>\$450,000</u></u>	<u><u>\$2,445,000</u></u>

The \$4,170,000 of Tax Anticipation Notes was issued to pay for construction of buildings.

**Note 11 – Long-Term Obligations**

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

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	Beginning Balance	Additions	Deletions	Ending Balance	Due In One Year
<b>Governmental Activities:</b>					
Bonds Payable:					
2016 Refunding Bonds	\$0	\$32,825,000	(\$430,000)	\$32,395,000	\$2,155,000
2016 Refunding Bonds-Premium	0	6,124,517	(1,393)	6,123,124	0
2006 Refunding Bonds	65,955,000	0	(39,955,000)	26,000,000	0
2006 Refunding Bonds - Premium	3,266,580	0	(225,282)	3,041,298	0
2010 School Improvement Bonds	11,260,000	0	0	11,260,000	0
2010 School Improvement Capital Appreciation Bonds - Principal Only	846,709	0	(286,572)	560,137	202,998
2010 School Improvement Capital Appreciation Bonds - Accreted Interest	4,562,992	1,703,466	(1,868,428)	4,398,030	0
2012 Certificate of Participation	15,225,000	0	0	15,225,000	0
2012 Certificate of Participation - Discount	(202,295)	0	7,933	(194,362)	0
2013 Energy Conservation Bonds	545,000	0	(40,000)	505,000	40,000
2013 Certificate of Participation	2,200,000	0	(20,000)	2,180,000	20,000
2013 Certificate of Participation - Premium	114,905	0	(4,255)	110,650	0
OASBO Loan	2,855,000	0	(145,000)	2,710,000	151,000
2015 Refunding Bonds	90,995,000	0	0	90,995,000	0
2015 Refunding Bonds - Capital Appreciation Bonds - Principal Only	6,795,000	0	0	6,795,000	0
2015 Refunding Bonds - Capital Appreciation Bonds - Accreted Interest	568,432	335,553	0	903,985	0
2015 Refunding Bonds - Premium	8,909,845	0	(342,686)	8,567,159	0
<b>Total General Obligation Bonds</b>	<b>213,897,168</b>	<b>40,988,536</b>	<b>(43,310,683)</b>	<b>211,575,021</b>	<b>2,568,998</b>
Compensated Absences	1,666,890	1,043,836	(662,766)	2,047,960	899,572
<b>Subtotal Bonds &amp; Other Amounts</b>	<b>215,564,058</b>	<b>42,032,372</b>	<b>(43,973,449)</b>	<b>213,622,981</b>	<b>3,468,570</b>
Net Pension Liability					
STRS	81,782,917	17,272,733	0	99,055,650	0
SERS	23,137,869	5,604,667	0	28,742,536	0
<b>Total Net Pension Liability</b>	<b>104,920,786</b>	<b>22,877,400</b>	<b>0</b>	<b>127,798,186</b>	<b>0</b>
<b>Total Governmental Activities Long-Term Liabilities</b>	<b>\$320,484,844</b>	<b>\$64,909,772</b>	<b>(\$43,973,449)</b>	<b>\$341,421,167</b>	<b>\$3,468,570</b>

*2006 School Improvement Refunding Bonds* – The School District issued \$70,840,000 in refunding bonds for the partial advance refunding of \$71,800,000 of school improvement bonds issued in 2003. These bonds mature on December 1, 2030 and pay interest of 4.0% - 5.0%. The bonds are paid from the Debt Service Fund.

*2010 School Improvement Bonds* - The School District issued \$119,999,930 in school improvement bonds on September 9, 2010 for the refinancing of bond anticipation notes and paying for a portion of the costs of new construction, improvements, renovations and additions to school facilities. The issuance includes \$1,785,000 of current interest bonds due 12/1/2012 and 12/1/2013 at 2.0%; \$1,714,930 of capital appreciation bonds with maturities on December 1, 2014 through 2020 with yields from 1.64% to 3.27%; \$9,515,000 in serial bonds at interest rates from 4.01%-4.86% and maturing on December 1, 2020 through 2024; \$95,730,000 of term bonds at a rate from 5.49%-6.39% with maturities on December 1, 2030, 2035, 2040 and 2047; and \$11,260,000 in term bonds at 5.24% with sinking requirements beginning December 1, 2024 until final maturity on September 15, 2027. The bonds will be paid from the Debt Service Fund.

*2012 Certificate of Participation* – The School District issued \$15,225,000 in certificate of participation bonds for the renovation of existing buildings. These bonds mature on December 1, 2041 and pay interest at 4.50%. The bonds are paid from the Debt Service Fund.

**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

*OASBO loan* – The School District entered into a loan agreement through the Ohio Association of School Business Officials Asset Pooled Financing Program for \$3,628,000. The loan is being used for completion of the School District’s renovation of buildings and is payable from the General Fund. The Loan matures on December 1, 2030.

*2013 Certificate of Participation* – The School District issued \$2,300,000 in certificate of participation bonds for the renovation of existing buildings. These bonds mature on December 1, 2042 and pay interest at 2.20%. The bonds are paid from the Debt Service Fund.

*2013 Energy Conservation Bonds* – The School District issued \$645,000 in energy conservation bonds for energy conservation measures associated with the renovation of existing buildings. These bonds mature on December 1, 2027 and pay interest at 1.75%. The bonds are paid from the Debt Service Fund.

*2015 Refunding Bonds* – The School District issued \$91,320,000 in refunding bonds for construction of new buildings and the renovation of existing buildings. These bonds mature on December 1, 2047 and pay interest at 4.00% - 6.39%. The bonds are paid from the Debt Service Fund.

*2016 School Improvement Refunding Bonds* – The School District issued \$32,825,000 in refunding bonds for the partial advance refunding of \$37,715,000 of school improvement bonds issued in 2006. These bonds mature on December 1, 2026 and pay interest of 2.0% - 5.0%. The bonds are paid from the Debt Service Fund.

All general obligation debt is supported by the full faith and credit of the School District. Compensated absences payable are generally paid from the General Fund and Special Revenue funds from which the employee is paid.

Principal and Interest requirements to retire general obligation debt outstanding at year end are as follows:

Fiscal Year Ending June 30	Current Interest Bonds			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2018	\$2,366,000	\$8,423,053	\$10,789,053	\$202,998	\$1,912,002	\$2,115,000
2019	2,636,000	8,357,464	10,993,464	167,658	2,252,342	2,420,000
2020	2,792,000	8,261,592	11,053,592	118,024	2,241,976	2,360,000
2021	3,258,000	8,139,471	11,397,471	71,457	1,908,542	1,979,999
2022	5,620,000	7,949,307	13,569,307	71,457	1,908,542	1,979,999
2023-2027	37,216,000	35,446,694	72,662,694	0	0	0
2028-2032	43,777,000	24,522,276	68,299,276	0	0	0
2033-2037	47,065,000	14,653,219	61,718,219	0	0	0
2038-2042	36,365,000	3,072,375	39,437,375	6,795,000	15,635,000	22,430,000
2043	175,000	4,375	179,375	0	0	0
Total	<u>\$181,270,000</u>	<u>\$118,829,826</u>	<u>\$300,099,826</u>	<u>\$7,426,594</u>	<u>\$25,858,404</u>	<u>\$33,284,998</u>

**Note 12 – Debt Refunding**

On August 17, 2016 the District issued \$32,825,000 in Current Interest Bonds with an interest rate between 2.00% and 5.00% which was used to partially refund \$37,715,000 of the outstanding 2006 School Improvement Bonds with an interest rate between 4.25% and 5.25%. The net proceeds of



**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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\$38,949,517 (after payment of underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited into an irrevocable trust with an escrow agent to provide all future debt service payments on the bond issues. As a result, \$37,715,000 of the 2006 School Improvement Bonds are considered to be defeased and the related liability for those bonds have been removed from the Statement of Net Position.

The District refunded 2006 School Improvement Bonds to reduce its total debt service payments by \$6,385,752 and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$5,897,842.

**Note 13 - Prior Year Defeasance of Debt**

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In prior years, the School District defeased certain general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included on the School District's financial statements. On June 30, 2017, \$116,640,000 of bonds is considered defeased.

**Note 14 – Jointly Governed Organizations**

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*Southwest Ohio Computer Association*

The District is a participant in the Southwest Ohio Computer Association (SWOCA), which is a computer consortium. SWOCA is an association of public schools and educational service centers across six counties in southwest Ohio. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to the administrative and instructional functions among member school districts. The Board of SWOCA consists of one representative from each of the participating members. The degree of control exercised by any participating district is limited to its representation on the Board. Financial information can be obtained from the Executive Director, Butler County JVS, 3603 Hamilton-Middletown Road, Hamilton, Ohio 45011.

*Great Oaks Career Campuses*

Great Oaks Career Campuses (Great Oaks), a jointly governed organization, is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of one representative from each of the participating school district's elected board. The Board possesses its own budgeting and taxing authority as a separate body politic and corporate, established by the Ohio Revised Code. Great Oaks was formed for the purpose of providing vocational education opportunities to the students of the member school districts, which includes the students of the School District. The School District has no ongoing financial interest in or responsibility for Great Oaks. To obtain financial information, write to Great Oaks Career Campuses at 3254 East Kemper Road, Cincinnati, Ohio 45241.

**Note 15 – Fund Balances**

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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:

**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

Fund Balances	General	Bond Retirement	Nonmajor Governmental Funds	Total
<b>Nonspendable:</b>				
Endowment	\$0	\$0	\$562	\$562
<b>Total Nonspendable</b>	0	0	562	562
<b>Restricted for:</b>				
Budget Set Aside	212,907	0	0	212,907
Food Service	0	0	2,900,528	2,900,528
Other Grants	0	0	112,037	112,037
Athletic	0	0	249,840	249,840
Auxiliary Services	0	0	89,377	89,377
Reducing Class Size	0	0	13,892	13,892
Ohio Reads	0	0	3,119	3,119
Alternative Schools	0	0	87,421	87,421
IDEA Special Education	0	0	14,355	14,355
Vocational Education	0	0	5,311	5,311
Title III	0	0	14,923	14,923
Drug Free School Grant	0	0	2,620	2,620
Preschool Development Grant	0	0	6,318	6,318
Bond Retirement	0	10,095,826	0	10,095,826
Permanent Improvement	0	0	5,265,818	5,265,818
Building	0	0	688,477	688,477
<b>Total Restricted</b>	212,907	10,095,826	9,454,036	19,762,769
<b>Committed to:</b>				
Underground Storage Tanks	11,000	0	0	11,000
<b>Total Committed</b>	11,000	0	0	11,000
<b>Assigned to:</b>				
Encumbrances	753,918	0	0	753,918
Public School	276,761	0	0	276,761
<b>Total Assigned</b>	1,030,679	0	0	1,030,679
<b>Unassigned (Deficit)</b>	51,076,754	0	(182,090)	50,894,664
<b>Total Fund Balance</b>	<u>\$52,331,340</u>	<u>\$10,095,826</u>	<u>\$9,272,508</u>	<u>\$71,699,674</u>

Encumbrances (assigned) will be used for instruction, support services and capital improvements throughout the District.

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**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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**Note 16– Accountability**

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

Funds	Deficit
Other Governmental Funds:	
Public Preschool Subsidy	\$53,124
Race to the Top	403
Title I	94,424
Miscellaneous Federal Grants	33,281
Miscellaneous State Grants	858

These deficit balances were created by the application of generally accepted accounting principles. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur. The School District is not required to transfer funds to cover negative balances from state or federal grant funds as long as the School District has requested the cash reimbursements.

**Note 17 – Contingencies Grants**

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**Foundation Funding**

District foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education (ODE) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. As of the date of this report, additional ODE adjustments for fiscal year 2017 are not finalized. As a result, the impact of future FTE adjustments on the fiscal year 2017 financial statements is not determinable, at this time. Management believes this may result in either an additional receivable to, or a liability of, the District.

**Litigation**

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

**Note 18 – Required Set-Asides**

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

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

**Princeton City School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2017**

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	<u>Capital Improvements</u>	<u>Budget Stabilization</u>
Set Aside Reserve Balance as of June 30, 2016	\$0	\$212,907
Current Year Set Aside Requirements	965,544	0
Qualified Disbursements	(599,000)	0
Current Year Offsets	0	0
Set Aside Reserve Balance as of June 30, 2017	<u>\$366,544</u>	<u>\$212,907</u>
Restricted Cash as of June 30, 2017	<u>\$0</u>	<u>\$212,907</u>

The excess qualifying disbursements of the capital improvement set-aside may not be used to reduce the capital improvement set aside requirements of future years.

**Note 19 – Significant Contractual and Other Commitments**

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The District utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year end may be reported as part of restricted, committed or assigned classifications of fund balance. At year end, the School Districts’ commitments for encumbrances in the governmental funds were as follows:

<u>Description</u>	<u>Remaining Commitment</u>
General	\$1,013,544
Building	148,769
Other Governmental	1,038,862

**Note 20 – Implementation of New Accounting Principles**

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For the fiscal year ended June 30, 2017, the District has implemented Governmental Accounting Standards Board (GASB) Statement No. 77, *Tax Abatement Disclosures*, and GASB Statement No. 80, *Blending Requirements For Certain Component Units – An Amendment of GASB Statement No. 14*.

GASB Statement No. 77 establishes improved financial reporting by giving users of financial statements essential information that is not consistently or comprehensively reported to the public at present. Disclosure of information about the nature and magnitude of tax abatements will make these transactions more transparent to financial statement users. As a result, users will be better equipped to understand (1) how tax abatements affect a government’s future ability to raise resources and meet its financial obligations and (2) the impact those abatements have on a government’s financial position and economic condition. The implementation of GASB Statement No. 77 did not have an effect on the financial statements of the District.

GASB Statement No. 80 amends the blending requirements for the financial statement presentation of component units of all state and local governments. The additional criterion requires blending of a component unit incorporated as a not-for-profit corporation in which the primary government is the sole corporate member. The additional criterion does not apply to component units included in the financial reporting entity pursuant to the provisions of GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units*. The implementation of GASB Statement No. 80 did not have an effect on the financial statements of the District.

**Note 21 – Tax Abatements entered Into By Other Governments**

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Other governments entered into property tax abatement agreements with property owners under the Ohio Community Reinvestment Area (“CRA”) and Enterprise Zone Agreement (“EZA”) programs with the taxing districts of the District. The CRA program is a directive incentive tax exemption program benefiting property owners who renovate or construct new buildings. Under this program, the other governments designated areas to encourage revitalization of the existing housing stock and the development of new structures. The EZA program is an economic development tool administered by municipal and county governments that provides real and personal property tax exemptions to businesses making investments in the community. Within the taxing districts of the District, the City of Sharonville has entered into CRA and EZA agreements. Under these agreements the District’s property taxes were reduced by \$688,732. The District received \$264,661 in payments associated with the forgone property tax revenue.

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# **REQUIRED SUPPLEMENTARY INFORMATION**

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Princeton City School District  
 Required Supplementary Information  
 Schedule of the District's Proportionate Share  
 of the Net Pension Liability  
 State Teachers Retirement System of Ohio  
 Last Four Fiscal Years (1)

	2017	2016	2015	2014
District's Proportion of the Net Pension Liability	0.29592689%	0.29591741%	0.29786042%	0.29786042%
District's Proportionate Share of the Net Pension Liability	\$99,055,650	\$81,782,917	\$72,449,962	\$86,069,505
District's Covered-Employee Payroll	\$30,667,286	\$30,403,843	\$32,774,115	\$31,864,632
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	323.00%	252.40%	226.80%	270.11%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	66.80%	72.10%	74.70%	69.30%

(1) - Information prior to 2014 is not available. Additional years' information will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information.



Princeton City School District  
 Required Supplementary Information  
 Schedule of the District's Proportionate Share  
 of the Net Pension Liability  
 School Employees Retirement System of Ohio  
 Last Four Fiscal Years (1)

	2017	2016	2015	2014
District's Proportion of the Net Pension Liability	0.39270710%	0.40549380%	0.41734900%	0.41734900%
District's Proportionate Share of the Net Pension Liability	\$28,742,536	\$23,137,869	\$21,121,795	\$24,825,844
District's Covered-Employee Payroll	\$12,196,021	\$14,511,806	\$12,249,827	\$12,646,285
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	235.67%	200.53%	173.18%	196.31%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.98%	69.16%	71.70%	65.52%

(1) - Information prior to 2014 is not available. Additional years' information will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information.

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

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Contractually Required Contribution	\$4,747,550	\$4,293,420	\$4,256,538	\$4,260,635	\$4,992,533	\$4,985,439	\$5,145,000	\$5,272,000	\$5,045,000	\$5,278,088
Contributions in Relation to the Contractually Required Contribution	(4,747,550)	(4,293,420)	(4,256,538)	(4,260,635)	(4,992,533)	(4,985,439)	(5,145,000)	(5,272,000)	(5,045,000)	(5,278,088)
Contribution Deficiency (Excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
District Covered-Employee Payroll	\$33,911,071	\$30,667,286	\$30,403,843	\$32,774,115	\$31,864,632	\$31,833,766	\$34,123,153	\$34,354,788	\$33,918,257	\$32,224,650
Contributions as a Percentage of Covered-Employee Payroll	14.00%	14.00%	14.00%	13.00%	15.67%	15.66%	15.08%	15.35%	14.87%	16.38%

See accompanying notes to the required supplementary information.

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

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Contractually Required Contribution	\$1,744,977	\$1,707,443	\$1,912,656	\$1,697,826	\$2,429,448	\$2,331,912	\$2,085,000	\$2,082,000	\$2,015,000	\$2,001,888
Contributions in Relation to the Contractually Required Contribution	(1,744,977)	(1,707,443)	(1,912,656)	(1,697,826)	(2,429,448)	(2,331,912)	(2,085,000)	(2,082,000)	(2,015,000)	(2,001,888)
Contribution Deficiency (Excess)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
District Covered-Employee Payroll	\$12,464,121	\$12,196,021	\$14,511,806	\$12,249,827	\$12,646,285	\$13,512,486	\$14,555,676	\$14,446,189	\$13,303,176	\$12,939,373
Contributions as a Percentage of Covered-Employee Payroll	14.00%	14.00%	13.18%	13.86%	19.21%	17.26%	14.32%	14.41%	15.15%	15.47%

See accompanying notes to the required supplementary information.

Princeton City School District, Ohio  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2017

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
<b>Revenues:</b>				
Taxes	\$20,876,676	\$49,703,584	\$48,974,736	(\$728,848)
Revenue in lieu of taxes	819,926	1,952,095	1,923,470	(28,625)
Tuition and Fees	990,214	2,357,519	2,322,949	(34,570)
Investment Earnings	162,494	386,868	381,195	(5,673)
Intergovernmental	10,114,558	24,080,930	23,727,810	(353,120)
Extracurricular Activities	25,273	60,171	59,289	(882)
Other Revenues	117,352	279,394	275,297	(4,097)
<b>Total Revenues</b>	<b>33,106,493</b>	<b>78,820,561</b>	<b>77,664,746</b>	<b>(1,155,815)</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	8,317,023	31,699,574	29,933,591	1,765,983
Special	2,677,227	10,204,006	9,635,541	568,465
Vocational	14,258	54,341	51,314	3,027
Adult/Continuing	3,682	14,033	13,251	782
Other	770,255	2,935,757	2,772,206	163,551
<b>Support Services:</b>				
Pupil	1,098,303	4,186,083	3,952,876	233,207
Instructional Staff	436,329	1,663,027	1,570,380	92,647
General Administration	71,695	273,258	258,035	15,223
School Administration	1,457,866	5,556,524	5,246,970	309,554
Fiscal	452,301	1,723,903	1,627,864	96,039
Business	55,541	211,689	199,896	11,793
Operations and Maintenance	2,295,850	8,750,424	8,262,938	487,486
Pupil Transportation	1,542,129	5,877,685	5,550,239	327,446
Central	315,004	1,200,610	1,133,724	66,886
Operation of Non-Instructional Services	12,193	46,471	43,882	2,589
Extracurricular Activities	62,921	239,818	226,458	13,360
Capital Outlay	187,388	714,212	674,423	39,789
<b>Total Expenditures</b>	<b>19,769,965</b>	<b>75,351,415</b>	<b>71,153,588</b>	<b>4,197,827</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>13,336,528</b>	<b>3,469,146</b>	<b>6,511,158</b>	<b>3,042,012</b>
<b>Other Financing Sources (Uses):</b>				
Proceeds from Sale of Capital Assets	8,910	21,213	20,902	(311)
Transfers In	74,598	177,604	175,000	(2,604)
Transfers (Out)	(233,393)	(889,557)	(840,000)	49,557
<b>Total Other Financing Sources (Uses)</b>	<b>(149,885)</b>	<b>(690,740)</b>	<b>(644,098)</b>	<b>46,642</b>
<b>Net Change in Fund Balance</b>	<b>13,186,643</b>	<b>2,778,406</b>	<b>5,867,060</b>	<b>3,088,654</b>
<b>Fund Balance Beginning of Year, (includes prior year encumbrances appropriated)</b>	<b>33,369,775</b>	<b>33,369,775</b>	<b>33,369,775</b>	<b>0</b>
<b>Fund Balance - End of Year</b>	<b>\$46,556,418</b>	<b>\$36,148,181</b>	<b>\$39,236,835</b>	<b>\$3,088,654</b>

See accompanying notes to the required supplementary information.

**Princeton City School District, Ohio**  
**Notes to the Required Supplementary Information**  
**For the Fiscal Year Ended June 30, 2017**

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**Note 1 - Budgetary Process**

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All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriations resolution and the certificate of estimated resources which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and set annual limits on expenditures at the level of control selected by the Board. The legal level of control has been established by the Board at the fund level. Although the legal level of budgetary control was established at the fund level of expenditures, the District has elected to present budgetary statement comparisons at the fund and function level of expenditures. Any budgetary modifications at this level may only be made by resolution of the Board.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the fiscal year 2017.

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

While the District is reporting financial position, results of operations and changes in fund balance on the basis of 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 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis) presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are 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 liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures for all funds (budget basis) rather than as an assignment of fund balance for governmental fund types (GAAP basis).
4. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions.
5. Some funds are reported as part of the general fund (GAAP basis) as opposed to the general fund being reported alone (budget basis).

**Princeton City School District, Ohio**  
**Notes to the Required Supplementary Information**  
**For the Fiscal Year Ended June 30, 2017**

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The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

**Net Change in Fund Balance**

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	<u>General</u>
GAAP Basis	\$11,130,577
Revenue Accruals	(6,189,629)
Expenditure Accruals	1,866,965
Proceeds of Capital Assets	20,902
Transfers In	175,000
Transfers Out	(175,000)
Encumbrances	(974,905)
Funds Budgeted Elsewhere	13,150
Budget Basis	<u><u>\$5,867,060</u></u>

**Note 2 – SERS Change in Assumptions**

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Changes in benefit terms: There were no changes in benefit terms from the amounts reported for fiscal years 2014 - 2017.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal years 2014-2016. For fiscal year 2017, the following changes of assumptions affected the total pension liability since the prior measurement date: (1) discount rate was reduced from 7.75% to 7.50%, (2) the assumed rate of inflation was reduced from 3.25% to 3.00%, (3) payroll growth assumption was reduced from 4.00% to 3.50%, (4) assumed real wage growth was reduced from 0.75% to 0.50%, (5) Rates of withdrawal, retirement and disability were updated to reflect recent experience, (6) mortality among active members was updated to RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females, (7) mortality among service retired members, and beneficiaries was updated to the following RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates and (8) mortality among disabled members was updated to RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement.

**Note 3 – STRS Change in Assumptions**

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Changes in benefit terms: There were no changes in benefit terms from the amounts reported for fiscal years 2014 - 2017.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal years 2014 - 2017. See the notes to the basic financials for the methods and assumptions in this calculation. Changes Between Measurement Date and Report Date In March 2017, the STRS Board adopted certain assumption changes which will impact their annual actuarial valuation prepared as of June 30, 2017. The most significant change is a reduction in the discount rate from 7.75 percent to 7.45 percent. In April 2017, the STRS Board voted to suspend cost of living adjustments granted on or after July 1, 2017. Although the exact amount of these changes is not known, the overall decrease to School District's NPL is expected to be significant.

# COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES



## **MAJOR GOVERNMENTAL FUNDS**

**Bond Retirement Fund** - The bond retirement fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated (i.e. debt payable from property taxes). Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance for both are included in the Basic Financial Statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.



Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Bond Retirement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$11,657,031	\$11,495,443	(\$161,588)
Revenue in lieu of taxes	6,502	6,412	(90)
Intergovernmental	1,105,430	1,090,107	(15,323)
<b>Total Revenues</b>	<b>12,768,963</b>	<b>12,591,962</b>	<b>(177,001)</b>
Expenditures:			
Current:			
Support Services:			
Fiscal	177,497	167,995	9,502
Debt Service:			
Principal Retirement	4,961,423	4,695,821	265,602
Interest and Fiscal Charges	7,023,080	6,647,110	375,970
<b>Total Expenditures</b>	<b>12,162,000</b>	<b>11,510,926</b>	<b>651,074</b>
<b>Net Change in Fund Balance</b>	<b>606,963</b>	<b>1,081,036</b>	<b>474,073</b>
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	4,734,787	4,734,787	0
<b>Fund Balance - End of Year</b>	<b>\$5,341,750</b>	<b>\$5,815,823</b>	<b>\$474,073</b>

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## **NONMAJOR GOVERNMENTAL FUNDS**

### **Special Revenue Funds**

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The term *proceeds of specific revenue sources* establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund.

### **Capital Projects Fund**

The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

### **Permanent Fund**

The Permanent Fund should be used to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for the purposes that support the reporting government's programs – that is, for the benefit of the government or its citizenry. The Permanent fund does not include private-purpose trust funds, which should be used to report situations in which the government is required to use the principal or earnings for the benefit of individuals, private organizations, or other governments.

Princeton City School District  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2017

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
<b>Assets:</b>				
Equity in Pooled Cash and Investments	\$3,530,675	\$5,529,936	\$562	\$9,061,173
Restricted Cash and Investments	0	144,084	0	144,084
<b>Receivables (Net):</b>				
Taxes	0	2,085,702	0	2,085,702
Intergovernmental	1,740,755	0	0	1,740,755
Interfund	0	2,316,763	0	2,316,763
Inventory	15,122	0	0	15,122
<b>Total Assets</b>	<b>5,286,552</b>	<b>10,076,485</b>	<b>562</b>	<b>15,363,599</b>
<b>Liabilities:</b>				
Accounts Payable	203,451	22,435	0	225,886
Accrued Wages and Benefits	559,218	0	0	559,218
Compensated Absences	46,903	0	0	46,903
Retainage Payable	0	144,084	0	144,084
Accrued Interest Payable	0	4,969	0	4,969
Interfund Payable	465,185	150,000	0	615,185
Tax Anticipation Notes Payable	0	2,445,000	0	2,445,000
<b>Total Liabilities</b>	<b>1,274,757</b>	<b>2,766,488</b>	<b>0</b>	<b>4,041,245</b>
<b>Deferred Inflows of Resources:</b>				
Property Taxes	0	1,355,702	0	1,355,702
Grants and Other Taxes	694,144	0	0	694,144
<b>Total Deferred Inflows of Resources</b>	<b>694,144</b>	<b>1,355,702</b>	<b>0</b>	<b>2,049,846</b>
<b>Fund Balances:</b>				
Nonspendable	0	0	562	562
Restricted	3,499,741	5,954,295	0	9,454,036
Unassigned	(182,090)	0	0	(182,090)
<b>Total Fund Balances</b>	<b>3,317,651</b>	<b>5,954,295</b>	<b>562</b>	<b>9,272,508</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$5,286,552</b>	<b>\$10,076,485</b>	<b>\$562</b>	<b>\$15,363,599</b>

Princeton City School District  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2017

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
<b>Revenues:</b>				
Property and Other Taxes	\$0	\$2,178,354	\$0	\$2,178,354
Tuition and Fees	244	0	0	244
Investment Earnings	0	(101,617)	373	(101,244)
Intergovernmental	8,181,522	153,354	0	8,334,876
Extracurricular Activities	109,397	0	0	109,397
Charges for Services	404,419	0	0	404,419
Revenue in Lieu of Taxes	0	1,135	0	1,135
Other Revenues	129,956	0	0	129,956
<b>Total Revenues</b>	<b>8,825,538</b>	<b>2,231,226</b>	<b>373</b>	<b>11,057,137</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	1,060,197	0	0	1,060,197
Special	811,139	0	0	811,139
Other	68,312	0	0	68,312
<b>Support Services:</b>				
Pupil	273,474	0	0	273,474
Instructional Staff	1,249,467	0	0	1,249,467
School Administration	375,650	0	0	375,650
Fiscal	0	29,823	0	29,823
Operations and Maintenance	4,807	0	0	4,807
Pupil Transportation	54,573	0	0	54,573
Central	36,855	18,372	0	55,227
Operation of Non-Instructional Services	4,395,835	0	0	4,395,835
Extracurricular Activities	980,757	0	0	980,757
Capital Outlay	0	568,566	0	568,566
<b>Debt Service:</b>				
Principal Retirement	0	205,000	0	205,000
Interest and Fiscal Charges	0	1,074,111	0	1,074,111
<b>Total Expenditures</b>	<b>9,311,066</b>	<b>1,895,872</b>	<b>0</b>	<b>11,206,938</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(485,528)</b>	<b>335,354</b>	<b>373</b>	<b>(149,801)</b>
<b>Other Financing Sources (Uses):</b>				
Transfers In	665,000	516,375	0	1,181,375
Transfers (Out)	0	(516,375)	0	(516,375)
<b>Total Other Financing Sources (Uses)</b>	<b>665,000</b>	<b>0</b>	<b>0</b>	<b>665,000</b>
<b>Net Change in Fund Balance</b>	<b>179,472</b>	<b>335,354</b>	<b>373</b>	<b>515,199</b>
<b>Fund Balance - Beginning of Year</b>	<b>3,138,179</b>	<b>5,618,941</b>	<b>189</b>	<b>8,757,309</b>
<b>Fund Balance - End of Year</b>	<b>\$3,317,651</b>	<b>\$5,954,295</b>	<b>\$562</b>	<b>\$9,272,508</b>

## **NONMAJOR SPECIAL REVENUE FUNDS**

### **Fund Descriptions**

**Food Service** - To account for all revenues and expenses related to the provision of food services, including breakfast and lunch, for the District students and staff.

**Other Grants** - To account for local funds, which are provided to assist the District with various programs.

**Athletic** - To account for those student activity programs which have student participation in the activity but do not have student management in the programs. This fund includes athletic programs as well as the band, cheerleaders, flag corps and other similar types of activities.

**Auxiliary Services** - To account for state funds which provide services and materials to students attending non-public schools within the boundaries of the District as provided by state law.

**Public Preschool Subsidy** - To account for state funds to assist school districts in paying the cost of preschool programs.

**Data Communication** - To account for funds to be used for communications.

**Ohio Reads** - To account for state monies and operating expenditures associated with the administering of the Ohio Reads Program. This program is intended to improve reading outcomes, particularly on the fourth grade proficiency test.

**Alternative Schools** - To account for state funds which provide for alternative educational programs for at-risk and delinquent youth.

**Miscellaneous State Grants** - To account for various monies received from state agencies which are not classified elsewhere.

**Race to the Top** – To account for a competitive grant program designed to encourage and reward states that are creating the conditions for education innovation and reform; achieving significant improvement in student outcomes, including making substantial gains in student achievement, closing achievement gaps, improving high school graduation rates, and ensuring student preparation for success in college and careers.

**IDEA Special Education** - To account for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels; assist in the training of teachers, supervisors and other specialist in providing educational services to the handicapped.

## **NONMAJOR SPECIAL REVENUE FUNDS**

### **Fund Descriptions**

**Vocational Education** - To account for federal funds used in the development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, cooperative education, advisory committee, and work-study projects.

**Title III** - To account for federal funds provided for students whose native language is not English.

**Title I** - To account for federal funds for services provided to meet special educational needs of educationally deprived children.

**Drug Free Schools Grant** - To account for federal funds used for establishment, operation and improvement of programs of drug abuse prevention, early intervention, rehabilitation referral and education in schools.

**Preschool Development Grant** - To account for revenues and expenditures made in conjunction with child abuse, child neglect prevention programs and other grants.

**Reducing Class Size** – To account for federal funds received for class size reduction.

**Miscellaneous Federal Grants** - To account for various monies received directly from the federal government, which are, not classified elsewhere.

Princeton City School District  
Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2017

	Food Service	Other Grants	Athletic	Auxiliary Services
<b>Assets:</b>				
Equity in Pooled Cash and Investments	\$2,795,131	\$121,319	\$251,971	\$212,377
<b>Receivables (Net):</b>				
Intergovernmental	238,093	0	0	0
Inventory	15,122	0	0	0
<b>Total Assets</b>	<b>3,048,346</b>	<b>121,319</b>	<b>251,971</b>	<b>212,377</b>
<b>Liabilities:</b>				
Accounts Payable	1,578	9,225	2,131	91,849
Accrued Wages and Benefits	146,240	0	0	17,568
Compensated Absences	0	0	0	9,386
Interfund Payable	0	57	0	4,197
<b>Total Liabilities</b>	<b>147,818</b>	<b>9,282</b>	<b>2,131</b>	<b>123,000</b>
<b>Deferred Inflows of Resources:</b>				
Grants and Other Taxes	0	0	0	0
<b>Total Deferred Inflows of Resources</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Fund Balances:</b>				
Restricted	2,900,528	112,037	249,840	89,377
Unassigned	0	0	0	0
<b>Total Fund Balances</b>	<b>2,900,528</b>	<b>112,037</b>	<b>249,840</b>	<b>89,377</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$3,048,346</b>	<b>\$121,319</b>	<b>\$251,971</b>	<b>\$212,377</b>



Public Preschool Subsidy	Data Communication	Ohio Reads	Alternative Schools	Miscellaneous State Grants	Race To The Top	IDEA Special Education
\$0	\$0	\$3,119	\$94,852	\$37,349	\$3,145	\$0
69,405	0	0	3,127	637	0	409,795
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>69,405</u>	<u>0</u>	<u>3,119</u>	<u>97,979</u>	<u>37,986</u>	<u>3,145</u>	<u>409,795</u>
0	0	0	0	0	0	32,143
56,171	0	0	10,558	0	0	70,468
0	0	0	0	0	0	0
<u>18,633</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>38,844</u>	<u>3,548</u>	<u>88,084</u>
<u>74,804</u>	<u>0</u>	<u>0</u>	<u>10,558</u>	<u>38,844</u>	<u>3,548</u>	<u>190,695</u>
<u>47,725</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>204,745</u>
<u>47,725</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>204,745</u>
0	0	3,119	87,421	0	0	14,355
<u>(53,124)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(858)</u>	<u>(403)</u>	<u>0</u>
<u>(53,124)</u>	<u>0</u>	<u>3,119</u>	<u>87,421</u>	<u>(858)</u>	<u>(403)</u>	<u>14,355</u>
<u>\$69,405</u>	<u>\$0</u>	<u>\$3,119</u>	<u>\$97,979</u>	<u>\$37,986</u>	<u>\$3,145</u>	<u>\$409,795</u>

Continued

Princeton City School District  
Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2017

	Vocational Education	Title III	Title I	Drug Free School Grant
<b>Assets:</b>				
Equity in Pooled Cash and Investments	\$6,791	\$0	\$0	\$2,620
<b>Receivables (Net):</b>				
Intergovernmental	0	171,128	700,343	0
Inventory	0	0	0	0
<b>Total Assets</b>	<b>6,791</b>	<b>171,128</b>	<b>700,343</b>	<b>2,620</b>
<b>Liabilities:</b>				
Accounts Payable	1,480	4,636	52,456	0
Accrued Wages and Benefits	0	13,838	244,375	0
Compensated Absences	0	0	37,517	0
Interfund Payable	0	51,271	200,329	0
<b>Total Liabilities</b>	<b>1,480</b>	<b>69,745</b>	<b>534,677</b>	<b>0</b>
<b>Deferred Inflows of Resources:</b>				
Grants and Other Taxes	0	86,460	260,090	0
<b>Total Deferred Inflows of Resources</b>	<b>0</b>	<b>86,460</b>	<b>260,090</b>	<b>0</b>
<b>Fund Balances:</b>				
Restricted	5,311	14,923	0	2,620
Unassigned	0	0	(94,424)	0
<b>Total Fund Balances</b>	<b>5,311</b>	<b>14,923</b>	<b>(94,424)</b>	<b>2,620</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$6,791</b>	<b>\$171,128</b>	<b>\$700,343</b>	<b>\$2,620</b>

Preschool Development Grant	Reducing Class Size	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$90	\$0	\$1,911	\$3,530,675
6,228	141,999	0	1,740,755
0	0	0	15,122
<u>6,318</u>	<u>141,999</u>	<u>1,911</u>	<u>5,286,552</u>
0	7,953	0	203,451
0	0	0	559,218
0	0	0	46,903
0	25,030	35,192	465,185
<u>0</u>	<u>32,983</u>	<u>35,192</u>	<u>1,274,757</u>
<u>0</u>	<u>95,124</u>	<u>0</u>	<u>694,144</u>
<u>0</u>	<u>95,124</u>	<u>0</u>	<u>694,144</u>
6,318	13,892	0	3,499,741
0	0	(33,281)	(182,090)
<u>6,318</u>	<u>13,892</u>	<u>(33,281)</u>	<u>3,317,651</u>
<u>\$6,318</u>	<u>\$141,999</u>	<u>\$1,911</u>	<u>\$5,286,552</u>

Princeton City School District  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2017

	Food Service	Other Grants	Athletic	Auxiliary Services
<b>Revenues:</b>				
Tuition and Fees	\$0	\$0	\$244	\$0
Intergovernmental	2,796,603	0	0	1,389,177
Extracurricular Activities	0	0	109,397	0
Charges for Services	404,419	0	0	0
Other Revenues	0	95,921	30,873	3,162
<b>Total Revenues</b>	<b>3,201,022</b>	<b>95,921</b>	<b>140,514</b>	<b>1,392,339</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	0	27,111	0	0
Special	0	1,775	0	0
Other	0	0	0	0
<b>Support Services:</b>				
Pupil	0	20,876	0	0
Instructional Staff	0	20,128	0	0
School Administration	0	0	0	0
Operations and Maintenance	0	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	2,594,494	0	0	1,619,274
Extracurricular Activities	0	0	980,757	0
<b>Total Expenditures</b>	<b>2,594,494</b>	<b>69,890</b>	<b>980,757</b>	<b>1,619,274</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>606,528</b>	<b>26,031</b>	<b>(840,243)</b>	<b>(226,935)</b>
<b>Other Financing Sources (Uses):</b>				
Transfers In	0	0	665,000	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>665,000</b>	<b>0</b>
<b>Net Change in Fund Balance</b>	<b>606,528</b>	<b>26,031</b>	<b>(175,243)</b>	<b>(226,935)</b>
<b>Fund Balance - Beginning of Year</b>	<b>2,294,000</b>	<b>86,006</b>	<b>425,083</b>	<b>316,312</b>
<b>Fund Balance - End of Year</b>	<b>\$2,900,528</b>	<b>\$112,037</b>	<b>\$249,840</b>	<b>\$89,377</b>

Public Preschool Subsidy	Data Communication	Ohio Reads	Alternative Schools	Miscellaneous State Grants	Race To The Top	IDEA Special Education
\$0	\$0	\$0	\$0	\$0	\$0	\$0
260,275	18,000	0	49,869	25,213	0	1,287,613
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>260,275</u>	<u>18,000</u>	<u>0</u>	<u>49,869</u>	<u>25,213</u>	<u>0</u>	<u>1,287,613</u>
284,547	0	0	0	0	0	0
0	0	0	0	0	0	595,317
0	0	0	0	0	0	32,735
0	0	0	60,427	21,321	0	147,340
0	0	0	0	0	0	9,274
0	0	0	0	0	0	375,650
0	0	0	0	4,807	0	0
0	0	0	0	0	0	0
0	36,000	0	0	0	0	855
0	0	0	0	0	0	114,508
0	0	0	0	0	0	0
<u>284,547</u>	<u>36,000</u>	<u>0</u>	<u>60,427</u>	<u>26,128</u>	<u>0</u>	<u>1,275,679</u>
<u>(24,272)</u>	<u>(18,000)</u>	<u>0</u>	<u>(10,558)</u>	<u>(915)</u>	<u>0</u>	<u>11,934</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(24,272)</u>	<u>(18,000)</u>	<u>0</u>	<u>(10,558)</u>	<u>(915)</u>	<u>0</u>	<u>11,934</u>
<u>(28,852)</u>	<u>18,000</u>	<u>3,119</u>	<u>97,979</u>	<u>57</u>	<u>(403)</u>	<u>2,421</u>
<u>(\$53,124)</u>	<u>\$0</u>	<u>\$3,119</u>	<u>\$87,421</u>	<u>(\$858)</u>	<u>(\$403)</u>	<u>\$14,355</u>

Continued

Princeton City School District  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2017

	Vocational Education	Title III	Title I	Drug Free School Grant
<b>Revenues:</b>				
Tuition and Fees	\$0	\$0	\$0	\$0
Intergovernmental	10,000	214,718	1,887,673	0
Extracurricular Activities	0	0	0	0
Charges for Services	0	0	0	0
Other Revenues	0	0	0	0
<b>Total Revenues</b>	<b>10,000</b>	<b>214,718</b>	<b>1,887,673</b>	<b>0</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	0	0	748,539	0
Special	0	192,617	0	0
Other	0	0	35,577	0
<b>Support Services:</b>				
Pupil	13,158	10,352	0	0
Instructional Staff	0	15,988	1,043,569	0
School Administration	0	0	0	0
Operations and Maintenance	0	0	0	0
Pupil Transportation	0	0	54,573	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	4,950	27,038	0
Extracurricular Activities	0	0	0	0
<b>Total Expenditures</b>	<b>13,158</b>	<b>223,907</b>	<b>1,909,296</b>	<b>0</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(3,158)</b>	<b>(9,189)</b>	<b>(21,623)</b>	<b>0</b>
<b>Other Financing Sources (Uses):</b>				
Transfers In	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Change in Fund Balance</b>	<b>(3,158)</b>	<b>(9,189)</b>	<b>(21,623)</b>	<b>0</b>
<b>Fund Balance - Beginning of Year</b>	<b>8,469</b>	<b>24,112</b>	<b>(72,801)</b>	<b>2,620</b>
<b>Fund Balance - End of Year</b>	<b>\$5,311</b>	<b>\$14,923</b>	<b>(\$94,424)</b>	<b>\$2,620</b>

Preschool Development Grant	Reducing Class Size	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$244
27,657	214,724	0	8,181,522
0	0	0	109,397
0	0	0	404,419
0	0	0	129,956
<u>27,657</u>	<u>214,724</u>	<u>0</u>	<u>8,825,538</u>
0	0	0	1,060,197
21,430	0	0	811,139
0	0	0	68,312
0	0	0	273,474
0	160,508	0	1,249,467
0	0	0	375,650
0	0	0	4,807
0	0	0	54,573
0	0	0	36,855
0	35,571	0	4,395,835
0	0	0	980,757
<u>21,430</u>	<u>196,079</u>	<u>0</u>	<u>9,311,066</u>
<u>6,227</u>	<u>18,645</u>	<u>0</u>	<u>(485,528)</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>665,000</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>665,000</u>
6,227	18,645	0	179,472
91	(4,753)	(33,281)	3,138,179
<u>\$6,318</u>	<u>\$13,892</u>	<u>(\$33,281)</u>	<u>\$3,317,651</u>

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Food Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,349,307	\$2,306,294	(\$43,013)
Charges for Services	411,962	404,419	(7,543)
Total Revenues	<u>2,761,269</u>	<u>2,710,713</u>	<u>(50,556)</u>
Expenditures:			
Current:			
Operation of Non-Instructional Services	<u>2,649,207</u>	<u>2,459,877</u>	<u>189,330</u>
Total Expenditures	<u>2,649,207</u>	<u>2,459,877</u>	<u>189,330</u>
Net Change in Fund Balance	112,062	250,836	138,774
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>2,430,860</u>	<u>2,430,860</u>	<u>0</u>
Fund Balance - End of Year	<u>\$2,542,922</u>	<u>\$2,681,696</u>	<u>\$138,774</u>



Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Other Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$152,411	\$95,921	(\$56,490)
Total Revenues	<u>152,411</u>	<u>95,921</u>	<u>(56,490)</u>
Expenditures:			
Current:			
Instruction:			
Regular	71,504	28,770	42,734
Special	4,412	1,775	2,637
Support Services:			
Pupil	55,588	22,366	33,222
Instructional Staff	61,660	24,809	36,851
Total Expenditures	<u>193,164</u>	<u>77,720</u>	<u>115,444</u>
Net Change in Fund Balance	(40,753)	18,201	58,954
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>86,341</u>	<u>86,341</u>	<u>0</u>
Fund Balance - End of Year	<u>\$45,588</u>	<u>\$104,542</u>	<u>\$58,954</u>

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Athletic Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$246	\$244	(\$2)
Extracurricular Activities	110,385	109,397	(988)
Other Revenues	31,152	30,873	(279)
Total Revenues	141,783	140,514	(1,269)
Expenditures:			
Current:			
Extracurricular Activities	1,083,372	995,062	88,310
Total Expenditures	1,083,372	995,062	88,310
Excess of Revenues Over (Under) Expenditures	(941,589)	(854,548)	87,041
Other Financing Sources (Uses):			
Transfers In	671,008	665,000	(6,008)
Total Other Financing Sources (Uses)	671,008	665,000	(6,008)
Net Change in Fund Balance	(270,581)	(189,548)	81,033
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	434,224	434,224	0
Fund Balance - End of Year	\$163,643	\$244,676	\$81,033

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Auxiliary Services Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,592,337	\$1,389,177	(\$203,160)
Total Revenues	<u>1,592,337</u>	<u>1,389,177</u>	<u>(203,160)</u>
Expenditures:			
Current:			
Operation of Non-Instructional Services	1,834,664	1,784,381	50,283
Total Expenditures	<u>1,834,664</u>	<u>1,784,381</u>	<u>50,283</u>
Net Change in Fund Balance	(242,327)	(395,204)	(152,877)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>426,052</u>	<u>426,052</u>	<u>0</u>
Fund Balance - End of Year	<u>\$183,725</u>	<u>\$30,848</u>	<u>(\$152,877)</u>

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Public Preschool Subsidy Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$410,548	\$279,543	(\$131,005)
Total Revenues	410,548	279,543	(131,005)
Expenditures:			
Current:			
Instruction:			
Regular	325,666	277,940	47,726
Total Expenditures	325,666	277,940	47,726
Net Change in Fund Balance	84,882	1,603	(83,279)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	(20,235)	(20,235)	0
Fund Balance - End of Year	\$64,647	(\$18,632)	(\$83,279)

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Data Communication Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$18,000	\$18,000	\$0
Total Revenues	18,000	18,000	0
Expenditures:			
Current:			
Support Services:			
Central	36,000	36,000	0
Total Expenditures	36,000	36,000	0
Net Change in Fund Balance	(18,000)	(18,000)	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	18,000	18,000	0
Fund Balance - End of Year	\$0	\$0	\$0

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Ohio Reads Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	(0)	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	3,121	3,121	0
Fund Balance - End of Year	\$3,121	\$3,121	\$0

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Alternative Schools Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$50,309	\$47,082	(\$3,227)
Total Revenues	50,309	47,082	(3,227)
Expenditures:			
Current:			
Support Services:			
Pupil	49,869	49,869	0
Total Expenditures	49,869	49,869	0
Net Change in Fund Balance	440	(2,787)	(3,227)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	97,635	97,635	0
Fund Balance - End of Year	\$98,075	\$94,848	(\$3,227)

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Miscellaneous State Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$28,593	\$27,956	(\$637)
Total Revenues	<u>28,593</u>	<u>27,956</u>	<u>(637)</u>
Expenditures:			
Current:			
Support Services:			
Pupil	27,467	27,468	(1)
Operations and Maintenance	4,807	4,807	0
Total Expenditures	<u>32,274</u>	<u>32,275</u>	<u>(1)</u>
Net Change in Fund Balance	(3,681)	(4,319)	(638)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>41,667</u>	<u>41,667</u>	<u>0</u>
Fund Balance - End of Year	<u>\$37,986</u>	<u>\$37,348</u>	<u>(\$638)</u>



Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Race To The Top Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	0	0	(0)
Net Change in Fund Balance	0	(0)	(0)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	3,150	3,150	0
Fund Balance - End of Year	\$3,150	\$3,150	(\$0)

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	IDEA Special Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,728,840	\$1,319,045	(\$409,795)
<b>Total Revenues</b>	<b>1,728,840</b>	<b>1,319,045</b>	<b>(409,795)</b>
Expenditures:			
Current:			
Instruction:			
Special	724,883	613,002	111,881
Other	39,064	33,035	6,029
Support Services:			
Pupil	197,929	167,380	30,549
Instructional Staff	14,492	12,255	2,237
School Administration	430,786	364,297	66,489
Central	1,011	855	156
Operation of Non-Instructional Services	143,509	121,359	22,150
<b>Total Expenditures</b>	<b>1,551,674</b>	<b>1,312,183</b>	<b>239,491</b>
<b>Net Change in Fund Balance</b>	<b>177,166</b>	<b>6,862</b>	<b>(170,304)</b>
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	(144,234)	(144,234)	0
<b>Fund Balance - End of Year</b>	<b>\$32,932</b>	<b>(\$137,372)</b>	<b>(\$170,304)</b>

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Vocational Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$10,000	\$10,000	\$0
Total Revenues	10,000	10,000	0
Expenditures:			
Current:			
Support Services:			
Pupil	18,471	12,241	6,230
Total Expenditures	18,471	12,241	6,230
Net Change in Fund Balance	(8,471)	(2,241)	6,230
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	8,471	8,471	0
Fund Balance - End of Year	\$0	\$6,230	\$6,230

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Title III Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$344,119	\$172,379	(\$171,740)
<b>Total Revenues</b>	<b>344,119</b>	<b>172,379</b>	<b>(171,740)</b>
Expenditures:			
Current:			
Instruction:			
Special	235,275	187,774	47,501
Support Services:			
Pupil	46,418	37,046	9,372
Instructional Staff	46,399	37,031	9,368
Operation of Non-Instructional Services	6,202	4,950	1,252
<b>Total Expenditures</b>	<b>334,294</b>	<b>266,801</b>	<b>67,493</b>
Net Change in Fund Balance	9,825	(94,422)	(104,247)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	(9,484)	(9,484)	0
<b>Fund Balance - End of Year</b>	<b>\$341</b>	<b>(\$103,906)</b>	<b>(\$104,247)</b>

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Title I Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,436,143	\$1,733,399	(\$702,744)
<b>Total Revenues</b>	<b>2,436,143</b>	<b>1,733,399</b>	<b>(702,744)</b>
Expenditures:			
Current:			
Instruction:			
Regular	862,967	708,229	154,738
Other	43,350	35,577	7,773
Support Services:			
Pupil	8,465	6,947	1,518
Instructional Staff	1,264,264	1,037,569	226,695
Pupil Transportation	67,053	55,030	12,023
Operation of Non-Instructional Services	37,187	30,519	6,668
<b>Total Expenditures</b>	<b>2,283,286</b>	<b>1,873,871</b>	<b>409,415</b>
<b>Net Change in Fund Balance</b>	<b>152,857</b>	<b>(140,472)</b>	<b>(293,329)</b>
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	(131,588)	(131,588)	0
<b>Fund Balance - End of Year</b>	<b>\$21,269</b>	<b>(\$272,060)</b>	<b>(\$293,329)</b>

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Drug Free School Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	(0)
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	2,619	2,619	0
Fund Balance - End of Year	\$2,619	\$2,619	\$0

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Preschool Development Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$27,657	\$21,429	(\$6,228)
Total Revenues	<u>27,657</u>	<u>21,429</u>	<u>(6,228)</u>
Expenditures:			
Current:			
Instruction:			
Special	<u>27,657</u>	<u>21,430</u>	<u>6,227</u>
Total Expenditures	<u>27,657</u>	<u>21,430</u>	<u>6,227</u>
Net Change in Fund Balance	0	(1)	(1)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>90</u>	<u>90</u>	<u>0</u>
Fund Balance - End of Year	<u>\$90</u>	<u>\$89</u>	<u>(\$1)</u>

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Final Budget	Actual	Reducing Class Size Fund Variance from Final Budget
Revenues:			
Intergovernmental	\$345,520	\$203,522	(\$141,998)
Total Revenues	<u>345,520</u>	<u>203,522</u>	<u>(141,998)</u>
Expenditures:			
Current:			
Support Services:			
Instructional Staff	280,867	217,782	63,085
Operation of Non-Instructional Services	51,284	39,765	11,519
Total Expenditures	<u>332,151</u>	<u>257,547</u>	<u>74,604</u>
Net Change in Fund Balance	13,369	(54,025)	(67,394)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>(13,369)</u>	<u>(13,369)</u>	<u>0</u>
Fund Balance - End of Year	<u>\$0</u>	<u>(\$67,394)</u>	<u>(\$67,394)</u>



Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Miscellaneous Federal Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	0	0	(0)
Net Change in Fund Balance	0	(0)	(0)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	1,911	1,911	0
Fund Balance - End of Year	<u>\$1,911</u>	<u>\$1,911</u>	<u>(\$0)</u>

## **NONMAJOR CAPITAL PROJECTS FUND**

### **Fund Description**

**Permanent Improvement** - To account for all transactions related to acquisition, construction or improvement of the infrastructure of buildings and grounds through permanent improvements. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance for the Building Fund has been included in the Nonmajor Governmental Funds Combining Balance Sheet and Combining Statement of Revenues, Expenditures and Changes in Fund Balance. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Permanent Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$1,894,297	\$1,541,785	(\$352,512)
Revenue in lieu of taxes	1,395	1,135	(260)
Investment Earnings	31	25	(6)
Intergovernmental	188,417	153,354	(35,063)
<b>Total Revenues</b>	<b>2,084,140</b>	<b>1,696,299</b>	<b>(387,841)</b>
Expenditures:			
Current:			
Instruction:			
Support Services:			
Fiscal	30,120	29,823	297
Central	29,501	29,210	291
Capital Outlay	4,043	4,003	40
Debt Service:			
Principal Retirement	808,904	800,928	7,976
Interest and Fiscal Charges	949,633	940,269	9,364
<b>Total Expenditures</b>	<b>1,822,201</b>	<b>1,804,233</b>	<b>17,968</b>
<b>Net Change in Fund Balance</b>	<b>261,939</b>	<b>(107,934)</b>	<b>(369,873)</b>
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	4,063,640	4,063,640	0
<b>Fund Balance - End of Year</b>	<b>\$4,325,579</b>	<b>\$3,955,706</b>	<b>(\$369,873)</b>

## **NONMAJOR PERMANENT FUND**

### **Fund Description**

**Permanent Fund** - The Permanent fund should be used to account for and report resources that are restricted to the extent that only earnings, and not principal, may be used for the purposes that support the reporting government's programs – that is, for the benefit of the government or its citizenry. The Permanent fund does not include private-purpose trust funds, which should be used to report situations in which the government is required to use the principal or earnings for the benefit of individuals, private organizations, or other governments. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance are included in the Nonmajor Governmental Funds Combining Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Permanent Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$435	\$373	(\$62)
Total Revenues	435	373	(62)
Expenditures:			
Current:			
Operation of Non-Instructional Services	0	0	(0)
Total Expenditures	0	0	(0)
Net Change in Fund Balance	435	373	(62)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	187	187	0
Fund Balance - End of Year	\$622	\$560	(\$62)

## **OTHER GENERAL FUNDS**

With the implementation of GASB Statement No. 54, certain funds that the District prepares legally adopted budgets for no longer meet the definition to be reported as Special Revenue funds and have been included with the General Fund in the governmental fund financial statements. The District has only presented the budget schedules for these funds.

### **Fund Descriptions**

**Uniform School Supply** - To account for the purchase and sale of school supplies as adopted by the Board of Education for use in all schools of the District.

**Public School Support** - To account for specific local revenue sources (other than taxes) generated by individual school buildings (i.e. sales of pictures, profits from vending machines, etc.). Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs.

**Early Childhood** - To account for preschool, extended day, and all day kindergarten operations provided to students primarily through user charges.

**Underground Storage Tank** - To account for local funds which are provided in the event of an underground storage tank leak.

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Uniform School Supply Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$14,670	\$3,162	(\$11,508)
Total Revenues	<u>14,670</u>	<u>3,162</u>	<u>(11,508)</u>
Expenditures:			
Current:			
Instruction:			
Regular	32,000	3,292	28,708
Total Expenditures	<u>32,000</u>	<u>3,292</u>	<u>28,708</u>
Net Change in Fund Balance	(17,330)	(130)	17,200
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>43,381</u>	<u>43,381</u>	<u>0</u>
Fund Balance - End of Year	<u>\$26,051</u>	<u>\$43,251</u>	<u>\$17,200</u>

(1) This fund is combined with the General fund in GAAP Statements.

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Public School Support Fund (1)		
	Final Budget	Actual	Variance from Final Budget
<b>Revenues:</b>			
Tuition and Fees	\$3,197	\$2,000	(\$1,197)
Extracurricular Activities	34	21	(13)
Other Revenues	98,202	61,441	(36,761)
<b>Total Revenues</b>	<b>101,433</b>	<b>63,462</b>	<b>(37,971)</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular	105,402	36,426	68,976
<b>Support Services:</b>			
Instructional Staff	109,109	37,707	71,402
School Administration	37,715	13,034	24,681
Operations and Maintenance	5,787	2,000	3,787
Pupil Transportation	11,496	3,973	7,523
Central	4,306	1,488	2,818
Extracurricular Activities	14,260	4,928	9,332
<b>Total Expenditures</b>	<b>288,075</b>	<b>99,556</b>	<b>188,519</b>
<b>Net Change in Fund Balance</b>	<b>(186,642)</b>	<b>(36,094)</b>	<b>150,548</b>
<b>Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)</b>	<b>250,160</b>	<b>250,160</b>	<b>0</b>
<b>Fund Balance - End of Year</b>	<b>\$63,518</b>	<b>\$214,066</b>	<b>\$150,548</b>

(1) This fund is combined with the General fund in GAAP Statements.



Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Early Childhood Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$272,911	\$256,745	(\$16,166)
Total Revenues	272,911	256,745	(16,166)
Expenditures:			
Current:			
Operation of Non-Instructional Services	21,172	21,163	9
Total Expenditures	21,172	21,163	9
Net Change in Fund Balance	251,739	235,582	(16,157)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	798,867	798,867	0
Fund Balance - End of Year	\$1,050,606	\$1,034,449	(\$16,157)

(1) This fund is combined with the General fund in GAAP Statements.

Princeton City School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2017

	Underground Storage Tank Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	(0)
Total Expenditures	0	0	(0)
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	11,000	11,000	0
Fund Balance - End of Year	<u>\$11,000</u>	<u>\$11,000</u>	<u>\$0</u>

(1) This fund is combined with the General fund in GAAP Statements.

## **NONMAJOR FUNDS**

### **Internal Service Funds**

The Internal Service Funds are used to account for the financing of services provided by one department to other departments of the District on a cost-reimbursement basis. The following is a description of the District's non-major internal service funds.

### **Fund Descriptions**

**Employee Benefits Self Insurance** - A fund used to account for monies received from other funds as payment for providing employee benefits and payments to the third party administrator for claims payment and administration.

**Workers Compensation Self Insurance** - A fund used to account for workers' compensation self-insurance revenues and expenses.

Princeton City School District  
Combining Statement of Net Position  
Internal Service Funds  
June 30, 2017

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	Employee Benefits	Worker's Compensation Self-Insurance	Total Internal Service Funds
Assets:			
Equity in Pooled Cash and Investments	\$2,555,076	\$1,193,239	\$3,748,315
Receivables (Net):			
Accounts	27,353	0	27,353
Total Current Assets	<u>2,582,429</u>	<u>1,193,239</u>	<u>3,775,668</u>
Total Assets	<u>2,582,429</u>	<u>1,193,239</u>	<u>3,775,668</u>
Liabilities:			
Current Liabilities:			
Accounts Payable	700	0	700
Interfund Payable	0	2,316,763	2,316,763
Claims Payable	744,617	14,526	759,143
Total Liabilities	<u>745,317</u>	<u>2,331,289</u>	<u>3,076,606</u>
Net Position:			
Unrestricted	<u>1,837,112</u>	<u>(1,138,050)</u>	<u>699,062</u>
Total Net Position	<u><u>\$1,837,112</u></u>	<u><u>(\$1,138,050)</u></u>	<u><u>\$699,062</u></u>

Princeton City School District  
Combining Statement of Revenues, Expenses  
and Changes in Fund Net Position  
Internal Service Funds  
For the Fiscal Year Ended June 30, 2017

	Employee Benefits	Worker's Compensation Self-Insurance	Total Internal Service Funds
Operating Revenues:			
Charges for Services	\$7,638,539	\$106,663	\$7,745,202
Other Revenues	27,836	0	27,836
Total Operating Revenues	<u>7,666,375</u>	<u>106,663</u>	<u>7,773,038</u>
Operating Expenses:			
Personal Services	993,490	58,600	1,052,090
Claims	7,017,571	0	7,017,571
Other Expenses	1,121,575	55,503	1,177,078
Total Operating Expenses	<u>9,132,636</u>	<u>114,103</u>	<u>9,246,739</u>
Operating Income (Loss)	<u>(1,466,261)</u>	<u>(7,440)</u>	<u>(1,473,701)</u>
Non-Operating Revenues (Expenses):			
Investment Earnings	18	0	18
Total Non-Operating Revenues (Expenses)	<u>18</u>	<u>0</u>	<u>18</u>
Change in Net Position	(1,466,243)	(7,440)	(1,473,683)
Net Position - Beginning of Year	<u>3,303,355</u>	<u>(1,130,610)</u>	<u>2,172,745</u>
Net Position - End of Year	<u>\$1,837,112</u>	<u>(\$1,138,050)</u>	<u>\$699,062</u>

Princeton City School District  
Combining Statement of Cash Flows  
Internal Service Funds  
For the Fiscal Year Ended June 30, 2017

	Employee Benefits	Worker's Compensation Self-Insurance	Total Internal Service Funds
Cash Flows from Operating Activities:			
Cash Received from Customers	\$7,639,022	\$106,663	\$7,745,685
Cash Payments to Employees	(993,490)	(58,713)	(1,052,203)
Cash Payments to Suppliers	(7,771,971)	(83,042)	(7,855,013)
Net Cash Provided (Used) by Operating Activities	<u>(1,126,439)</u>	<u>(35,092)</u>	<u>(1,161,531)</u>
Cash Flows from Investing Activities:			
Earnings on Investments	<u>18</u>	<u>0</u>	<u>18</u>
Net Cash Provided (Used) by Cash Flows from Investing Activities	<u>18</u>	<u>0</u>	<u>18</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,126,421)	(35,092)	(1,161,513)
Cash and Cash Equivalents - Beginning of Year	<u>3,681,497</u>	<u>1,228,331</u>	<u>4,909,828</u>
Cash and Cash Equivalents - End of Year	<u>2,555,076</u>	<u>1,193,239</u>	<u>3,748,315</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	(1,466,261)	(7,440)	(1,473,701)
Adjustments:			
Changes in Assets & Liabilities:			
(Increase) Decrease in Receivables	(27,353)	0	(27,353)
Increase (Decrease) in Payables	(34,260)	(113)	(34,373)
Increase (Decrease) in Claims Payables	<u>401,435</u>	<u>(27,539)</u>	<u>373,896</u>
Net Cash Provided (Used) by Operating Activities	<u>(\$1,126,439)</u>	<u>(\$35,092)</u>	<u>(\$1,161,531)</u>

## **NONMAJOR FUND**

### **Fiduciary fund**

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

**Student Managed Activity (Agency Fund)** – Fund used to account for resources that belong to various student groups in the District. Students are involved in the management of the program.

Princeton City School District  
Statement of Changes In Assets and Liabilities  
Agency Funds  
For the Fiscal Year Ended June 30, 2017

	Student Managed Activity			Ending Balance
	Beginning Balance	Additions	Deductions	
<b>Assets:</b>				
Equity in Pooled Cash and Investments	\$180,314	\$137,094	\$144,753	\$172,655
Receivables (Net):				
Accounts	383	203	383	203
<b>Total Assets</b>	<b>180,697</b>	<b>137,297</b>	<b>145,136</b>	<b>172,858</b>
<b>Liabilities:</b>				
Accounts Payable	1,660	3,795	1,660	3,795
Other Liabilities	179,037	133,502	143,476	169,063
<b>Total Liabilities</b>	<b>\$180,697</b>	<b>\$137,297</b>	<b>\$145,136</b>	<b>\$172,858</b>



# STATISTICAL SECTION



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## **STATISTICAL SECTION**

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

### **CONTENTS**

**FINANCIAL TRENDS:** These schedules contain trend information to help the reader understand how the District's financial position has changed over time.

**REVENUE CAPACITY:** These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source(s), the property tax.

**DEBT CAPACITY:** These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.

**ECONOMIC AND DEMOGRAPHIC INFORMATION:** These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

**OPERATING INFORMATION:** These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.

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

Princeton City School District, Ohio  
 Net Position by Component  
 Last Ten Fiscal Years  
 (accrual basis of accounting)  
 Schedule 1

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Governmental Activities										
Net Investment in Capital Assets	\$18,917,661	\$16,185,254	\$11,939,134	\$12,349,072	\$1,231,465	\$1,346,980	\$7,255,387	(\$618,311)	\$822,415	\$2,046,856
Restricted	8,748,433	6,347,424	7,958,748	4,461,165	9,946,127	12,121,084	12,486,156	20,777,163	20,240,148	22,338,559
Unrestricted	33,560,467	32,529,521	26,567,919	24,350,261	19,356,922	20,911,787	31,173,848	(65,992,418)	(63,389,958)	(57,444,757)
Total Governmental Net Position	\$61,226,561	\$55,062,199	\$46,465,801	\$41,160,498	\$30,534,514	\$34,379,851	\$50,915,391	(\$45,833,566)	(\$42,327,395)	(\$33,059,342)

Source: District Records

Princeton City School District, Ohio  
 Expenses, Program Revenues and Net (Expense)/Revenue  
 Last Ten Fiscal Years  
 (accrual basis of accounting)  
 Schedule 2

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Expenses</b>										
<b>Governmental Activities:</b>										
Instruction	\$41,092,546	\$43,259,277	\$45,105,572	\$43,949,741	\$46,957,499	\$49,289,509	\$42,489,229	\$47,048,759	\$48,617,351	\$52,212,556
Pupil	4,362,878	4,973,405	5,176,839	4,838,552	4,135,169	4,303,537	4,264,176	3,945,463	3,991,900	4,363,747
Instructional Staff	5,860,843	6,930,120	7,268,709	7,408,565	7,301,286	2,134,313	2,893,298	3,026,545	2,640,460	3,068,594
General Administration	271,234	288,917	417,868	358,720	224,251	222,072	226,937	364,132	254,320	214,919
School Administration	6,515,014	8,292,485	7,747,880	3,666,881	5,901,904	5,932,219	5,311,998	4,723,722	5,580,589	6,066,246
Fiscal	2,945,291	2,455,576	2,433,305	2,616,425	2,021,731	2,093,683	1,437,394	1,633,180	1,780,588	1,900,770
Business	554,545	526,099	363,532	214,352	181,585	219,646	118,180	67,301	152,047	225,367
Operation and Maintenance	7,864,438	7,931,346	8,100,618	8,022,850	7,112,340	7,404,673	7,191,825	7,322,086	7,240,926	8,500,839
Pupil Transportation	5,159,594	4,839,807	4,943,041	5,133,648	4,838,681	5,556,446	4,622,493	4,960,671	5,135,966	5,618,225
Central	1,711,621	1,552,170	934,365	1,485,580	1,428,593	936,744	1,168,493	1,046,084	1,004,826	1,257,665
Operation of Non-Instructional Services	4,063,597	5,341,611	5,331,918	5,406,734	4,271,955	4,053,667	3,331,906	4,200,043	3,742,446	4,941,988
Extracurricular Activities	1,461,925	1,697,938	1,650,476	1,508,941	1,151,974	1,263,001	1,166,289	1,233,773	1,230,530	1,394,198
Interest and Fiscal Charges	3,727,692	3,557,493	3,592,012	10,093,624	11,417,579	12,167,816	12,599,961	10,931,904	10,163,458	9,419,691
Bond Issuance Cost	0	0	0	0	0	0	0	662,514	0	0
<b>Total Governmental Activities Expenses</b>	<b>85,591,218</b>	<b>91,646,244</b>	<b>93,066,135</b>	<b>94,704,613</b>	<b>96,944,547</b>	<b>95,577,326</b>	<b>86,822,179</b>	<b>91,166,177</b>	<b>91,535,407</b>	<b>99,184,805</b>
<b>Program Revenues</b>										
<b>Governmental Activities:</b>										
Charges for Services and Sales										
Instruction	554,079	1,632,505	1,534,119	1,556,734	5,453,093	4,934,196	4,133,248	2,033,190	1,411,008	2,689,830
Pupil	878	0	0	0	0	0	0	0	0	0
School Administration	8,618	0	0	0	0	0	0	0	0	0
Business	0	0	0	0	0	59,058	0	0	0	0
Operations and Maintenance	33,063	0	0	0	0	0	60,096	32,951	48,223	228,574
Pupil Transportation	20,862	0	0	0	57,127	0	0	0	0	0
Central	113	0	0	0	0	0	0	0	0	0
Operation of Non-Instructional Services	2,263,580	700,415	534,270	467,866	591,920	523,624	361,204	394,741	426,233	404,419
Extracurricular Activities	132,535	141,034	121,412	131,184	126,198	105,600	179,472	184,868	202,916	172,448
Food Service	0	822,040	823,267	682,191	0	0	0	0	0	0
Operating Grants and Contributions	6,008,920	7,246,048	8,356,788	10,743,225	8,586,992	7,828,636	9,213,891	8,314,442	9,371,078	9,700,897
Capital Grants and Contributions	26,979	50,165	0	0	0	0	0	0	0	0
<b>Total Governmental Activities Program Revenues</b>	<b>9,049,627</b>	<b>10,592,207</b>	<b>11,369,856</b>	<b>13,581,200</b>	<b>14,815,753</b>	<b>13,451,273</b>	<b>13,947,911</b>	<b>10,960,192</b>	<b>11,459,458</b>	<b>13,196,168</b>
<b>Net (Expense)/Revenue</b>	<b>(\$76,541,591)</b>	<b>(\$81,054,037)</b>	<b>(\$81,696,279)</b>	<b>(\$81,123,413)</b>	<b>(\$82,128,794)</b>	<b>(\$82,126,053)</b>	<b>(\$72,874,268)</b>	<b>(\$80,205,985)</b>	<b>(\$80,075,949)</b>	<b>(\$85,988,637)</b>

Source: District Records

Princeton City School District, Ohio  
 General Revenues and Total Change in Net Position  
 Last Ten Fiscal Years  
 (accrual basis of accounting)  
 Schedule 3

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Net (Expense)/Revenue</b>										
<b>Total Government Net Expense</b>	(\$76,541,591)	(\$81,054,037)	(\$81,696,279)	(\$81,123,413)	(\$82,128,794)	(\$82,126,053)	(\$72,874,268)	(\$80,205,985)	(\$80,075,949)	(\$85,988,637)
<b>General Revenues and Other Changes in Net Position</b>										
Governmental Activities:										
Property Taxes	50,230,088	51,717,675	45,314,998	45,487,235	42,437,792	57,539,338	62,939,584	59,715,785	56,459,997	68,435,017
Grants and Entitlements Not Restricted	18,864,593	23,242,456	26,779,285	27,489,047	27,503,063	26,600,918	26,859,702	24,383,897	24,574,947	23,173,598
Payment in Lieu of Taxes	556,594	0	0	0	318,935	294,599	0	0	0	0
Unrestricted Contributions	16,050	0	0	0	51,695	54,317	66,434	56,269	52,537	50,777
Revenue in Lieu of Taxes	0	0	0	0	0	0	874,948	851,862	628,120	1,931,017
Investment Earnings	1,996,557	1,021,262	116,100	1,603,978	724,883	353,627	(65,250)	2,240,446	259,389	117,231
Refunds and Reimbursements	0	0	0	0	0	0	0	661,823	0	0
Other Revenues	522,171	1,399,776	889,498	1,237,850	466,442	1,128,591	516,796	483,834	1,667,130	1,489,050
<b>Total Governmental Activities</b>	<b>72,186,053</b>	<b>77,381,169</b>	<b>73,099,881</b>	<b>75,818,110</b>	<b>71,502,810</b>	<b>85,971,390</b>	<b>91,192,214</b>	<b>88,393,916</b>	<b>83,642,120</b>	<b>95,196,690</b>
<b>Change in Net Position</b>	<b>(\$4,355,538)</b>	<b>(\$3,672,868)</b>	<b>(\$8,596,398)</b>	<b>(\$5,305,303)</b>	<b>(\$10,625,984)</b>	<b>\$3,845,337</b>	<b>\$18,317,946</b>	<b>\$8,187,931</b>	<b>\$3,566,171</b>	<b>\$9,208,053</b>

Source: District Records

Princeton City School District, Ohio  
 Governmental Funds - Fund Balances  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 Schedule 4

	Fiscal Year									
	2008	2009	2010	2011 (1)	2012	2013	2014	2015	2016	2017
<b>General Fund</b>										
Reserved	\$15,660,766	\$16,733,995	\$15,232,447	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Unreserved	20,297,623	17,804,570	7,223,096	0	0	0	0	0	0	0
Nonspendable				70,088	0	0	0	0	0	0
Restricted				212,907	212,907	212,907	212,907	212,907	212,907	212,907
Committed				11,000	11,000	11,000	11,000	11,000	11,000	11,000
Assigned				1,762,134	1,665,971	2,502,626	2,112,106	2,003,017	2,468,645	1,030,679
Unassigned				17,279,293	14,513,410	14,662,671	26,915,128	35,946,883	38,508,211	51,076,754
<b>Total General Fund</b>	<b>35,958,389</b>	<b>34,538,565</b>	<b>22,455,543</b>	<b>19,335,422</b>	<b>16,403,288</b>	<b>17,389,204</b>	<b>29,251,141</b>	<b>38,173,807</b>	<b>41,200,763</b>	<b>52,331,340</b>
<b>All Other Governmental Funds</b>										
Reserved	3,264,264	2,831,215	2,041,047	0	0	0	0	0	0	0
Unreserved, Reported in:										
Capital Project Funds	(4,532,481)	(3,603,579)	6,429	0	0	0	0	0	0	0
Debt Service Funds	2,674,898	2,746,506	2,983,861	0	0	0	0	0	0	0
Special Revenue Funds	2,396,335	749,842	770,823	0	0	0	0	0	0	0
Permanent Funds	27,805	20,420	19,386	0	0	0	0	0	0	0
Nonspendable				305,097	31,428	18,830	19	44	189	562
Restricted				125,923,822	120,497,590	63,586,311	36,926,583	26,827,458	16,907,000	19,549,862
Unassigned				(845,338)	(23,989)	(626,832)	(660,949)	(291,955)	(140,090)	(182,090)
<b>Total all Other Governmental Funds</b>	<b>\$3,830,821</b>	<b>\$2,744,404</b>	<b>\$5,821,546</b>	<b>\$125,383,581</b>	<b>\$120,505,029</b>	<b>\$62,978,309</b>	<b>\$36,265,653</b>	<b>\$26,535,547</b>	<b>\$16,767,099</b>	<b>\$19,368,334</b>

Source: District Records

(1) - Prior year amounts have not been restated for the implementation of GASB Statement 54. The change in the classification of fund balance amounts are discussed in the Notes to the Financial Statements.

Princeton City School District, Ohio  
 Governmental Funds - Revenues  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 Schedule 5

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Revenues:										
Taxes	\$52,786,846	\$50,200,683	\$44,164,544	\$45,225,898	\$45,001,017	\$57,396,548	\$60,924,490	\$61,961,388	\$56,459,998	\$68,563,533
Revenue in Lieu of Taxes	0	0	0	0	204,696	266,425	874,948	851,862	628,122	1,931,017
Tuition and Fees	1,018,668	1,639,115	1,539,478	1,570,137	5,447,149	4,917,204	4,126,669	2,022,690	1,404,105	2,684,774
Investment Earnings	2,020,746	1,028,715	116,602	1,603,104	647,201	490,367	(101,361)	2,262,953	272,993	117,231
Intergovernmental	24,846,527	30,314,195	34,438,786	38,060,361	36,018,462	33,768,487	35,927,474	33,717,788	33,669,713	32,977,816
Extracurricular Activities	0	0	0	0	124,859	105,584	177,907	184,858	202,855	172,225
Charges for Services	1,947,885	1,772,493	1,598,430	1,382,156	596,983	540,509	417,306	395,291	435,641	404,419
Other Revenues	1,062,672	1,276,150	788,858	1,121,294	643,797	523,926	595,369	583,013	1,765,442	1,773,681
Total Revenues	\$83,683,344	\$86,231,351	\$82,646,698	\$88,962,950	\$88,684,164	\$98,009,050	\$102,942,802	\$101,979,843	\$94,838,869	\$108,624,696

Source: District Records



Princeton City School District, Ohio  
 Governmental Funds - Expenditures and Debt Service Ratio  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 Schedule 6

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Instruction	\$40,455,868	\$40,898,687	\$43,216,250	\$41,325,970	\$42,349,983	\$47,526,439	\$43,801,814	\$42,304,942	\$44,375,348	\$45,815,389
Pupil	4,451,245	4,933,419	5,146,093	4,879,958	4,113,558	4,292,060	4,308,172	4,043,653	4,081,150	4,197,499
Instructional Staff	5,797,624	6,777,010	7,200,116	7,288,612	6,979,434	2,202,967	2,867,210	3,072,770	2,698,369	2,882,239
General Administration	271,234	288,917	417,868	358,720	224,251	222,072	226,937	365,756	254,541	213,281
School Administration	6,217,725	6,009,337	6,669,776	5,999,568	5,934,410	5,894,558	5,298,769	4,946,962	5,730,223	5,664,998
Fiscal	2,945,291	2,395,328	2,436,579	2,342,938	2,026,008	2,083,024	1,434,580	1,620,895	1,811,931	1,834,655
Business	564,917	501,599	381,051	249,815	185,583	215,765	131,485	63,650	145,062	204,551
Operations and Maintenance	7,951,463	7,916,363	8,552,724	7,934,426	7,072,906	7,391,505	7,203,914	7,436,467	7,370,623	8,008,022
Pupil Transportation	4,466,487	4,522,788	5,829,450	4,756,146	4,482,907	5,299,350	4,435,273	4,781,683	4,929,514	5,411,292
Central	1,646,156	1,479,786	907,802	1,153,797	1,427,616	927,910	1,135,063	1,080,578	1,005,583	1,168,608
Operation of Non-Instructional Services	4,056,406	5,282,104	5,377,052	5,408,244	4,175,626	3,950,224	3,291,183	4,203,855	3,747,356	4,448,131
Extracurricular Activities	1,402,027	1,575,728	1,596,892	1,491,800	1,079,342	1,190,368	1,093,656	1,194,933	1,165,321	1,215,285
Capital Outlay	7,296,149	243,766	151,663	8,200,649	18,814,067	62,972,645	27,260,119	16,513,562	10,966,346	1,077,713
Debt Service:										
Principal Retirement	2,359,000	1,821,000	1,285,000	1,566,517	1,642,570	1,891,348	3,841,363	108,145,203	10,549,799	3,161,572
Interest and Fiscal Charges	3,737,224	3,668,790	3,681,776	9,597,684	10,931,934	11,355,573	11,463,983	11,227,453	2,749,195	10,002,637
Bond Issuance Costs	0	0	0	1,223,069	236,004	0	0	662,514	0	0
<b>Total Expenditures</b>	<b>\$93,618,816</b>	<b>\$88,314,622</b>	<b>\$92,850,092</b>	<b>\$103,777,913</b>	<b>\$111,676,199</b>	<b>\$157,415,808</b>	<b>\$117,793,521</b>	<b>\$211,664,876</b>	<b>\$101,580,361</b>	<b>\$95,305,872</b>

Debt Service as a Percentage of Noncapital Expenditures 7.11% 6.23% 5.51% 11.69% 13.54% 14.01% 17.24% 60.81% 14.51% 13.84%

Source: District Records

Princeton City School District, Ohio  
 Governmental Funds - Other Financing Sources and Uses and Net Change in Fund Balances  
 Last Ten Fiscal Years  
 (modified accrual basis of accounting)  
 Schedule 7

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Other Financing Sources (Uses)										
Issuance of Loans	\$0	\$0	\$3,628,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Payments to Refunded Bond Escrow Agent	0	0	0	0	0	0	0	0	0	(38,536,529)
Issuance of Refunding Bonds	0	0	0	0	0	0	0	98,115,000	0	32,825,000
Proceeds from Sale of Capital Assets	54,486	77,030	69,514	0	48,348	736,784	0	1,167,376	0	0
Inception of Capital Leases	0	0	0	509,975	0	0	0	0	0	0
Premium on Bonds and Notes Issued	0	0	0	10,746,972	145,998	127,670	0	9,595,217	0	6,124,517
Issuance of Bonds	0	0	0	119,999,930	0	645,000	0	0	0	0
Discount on Certificate of Participation	0	0	0	0	15,225,000	2,300,000	0	0	0	0
Discount on Certificate of Participation	0	0	0	0	(237,997)	0	0	0	0	0
Transfers In	2,080,616	1,402,458	1,839,536	11,493,131	1,141,801	2,164,261	1,320,805	133,545,348	1,179,650	1,181,375
Transfers (Out)	(2,080,616)	(1,902,458)	(4,339,536)	(11,493,131)	(1,141,801)	(3,107,761)	(1,320,805)	(133,545,348)	(1,179,650)	(1,181,375)
Total Other Financing Sources (Uses)	54,486	(422,970)	1,197,514	131,256,877	15,181,349	2,865,954	0	108,877,593	0	412,988
Net Change in Fund Balances	(\$9,880,986)	(\$2,506,241)	(\$9,005,880)	\$116,441,914	(\$7,810,686)	(\$56,540,804)	(\$14,850,719)	(\$807,440)	(\$6,741,492)	\$13,731,812

Source: District Records

Princeton City School District, Ohio  
 Assessed Value and Actual Value of Taxable Property  
 Last Ten Calendar Years  
 Schedule 8

Calendar Year	Real Property Assessed Value (2)	Tangible Personal Property Assessed Value (2)	Public Utilities Personal Assessed Value (2)	Total Assessed Value	Total Estimated Actual Value	Total Direct Rate
2007(3)	\$1,462,254,440	\$101,686,690	\$40,902,420	\$1,604,843,550	\$4,585,267,286	49.03
2008	1,633,409,420	114,507,988	43,420,600	1,791,338,008	5,118,108,594	48.89
2009	1,620,811,910	17,853,270	48,392,540	1,687,057,720	4,820,164,914	48.89
2010	1,554,771,440	5,517,290	58,044,658	1,618,333,388	4,623,809,680	50.48
2011	1,449,563,270	0	52,029,740	1,501,593,010	4,290,265,743	50.83
2012	1,432,182,830	0	76,712,050	1,508,894,880	4,311,128,229	61.28
2013	1,415,476,540	0	78,641,030	1,494,117,570	4,268,907,343	61.28
2014	1,392,604,800	0	72,631,790	1,465,236,590	4,186,390,257	62.58
2015	1,275,206,570	0	74,858,080	1,350,064,650	3,857,327,571	62.58
2016	1,280,291,060	0	80,320,320	1,360,611,380	3,887,461,086	62.58

Source: Hamilton County, Butler County and Warren County Auditor

(2) - Assessed values shown in this schedule will not agree to amounts in the notes to the financial statements, since the schedules are shown on a calendar year basis, which is consistent with the method county auditors maintain this information

(3) - Information for Warren County not available

Note: The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

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

Princeton City School District, Ohio  
 Direct and Overlapping Property Tax Rates  
 Last Ten Calendar Years  
 Schedule 9

Calendar Year	District Direct Rates	Hamilton County	City of Blue Ash	City of Springdale	Village of Evendale	Village of Glendale	Overlapping Rates					Great Oaks Joint Vocational School
							Village of Lincoln Heights	Village of Woodlawn	Springfield Township	Sycamore Township		
2008	48.99	20.63	3.08	3.08	0.00	20.08	35.33	5.08	22.80	8.75	2.70	
2009	48.99	20.48	3.08	3.08	0.00	20.08	35.33	5.08	22.80	8.75	2.70	
2010	50.48	19.45	3.08	3.08	0.00	20.08	39.33	5.08	22.80	8.75	2.70	
2011	50.83	19.03	3.08	3.08	0.00	20.08	40.73	5.08	22.80	8.75	2.70	
2012	61.28	19.03	3.08	3.08	0.00	21.58	48.73	5.08	23.80	8.75	2.70	
2013	61.28	19.03	3.08	3.08	0.00	21.58	48.73	5.08	23.80	8.75	2.70	
2014	62.58	18.85	3.08	3.08	0.00	21.58	48.73	10.08	23.80	8.75	2.70	
2015	62.58	18.85	3.08	3.08	0.00	21.58	48.73	10.08	23.80	8.75	2.70	
2016	62.58	18.85	3.08	3.08	0.00	21.58	48.73	10.08	23.80	8.75	2.70	
2017	62.58	18.85	3.08	3.08	0.00	21.58	42.83	10.08	23.80	8.75	2.70	

Source: Hamilton County Auditor

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

(1) - Components of the District direct rate are unavailable and will be shown in total only.

Princeton City School District, Ohio  
Principal Property Tax Payers  
Current Calendar Year and Nine Years Ago  
Schedule 10

Taxpayer	2016	
	Assessed Value	Percentage of Total Assessed Value
Duke Energy	\$56,925,810	4.18%
Duke Energy	24,351,020	1.79%
Tri-County Mall LLC	16,694,470	1.23%
LSREF2 Oreo Direct LLC	13,475,010	0.99%
Tri-County Towne Center 15A LLC	8,727,150	0.64%
Kemper Apartments Ltd	7,785,560	0.57%
JL Bates LLC	7,400,400	0.54%
Mallard Lakes Apartments LLC	6,742,810	0.50%
Gernal Western Highland Company	6,655,230	0.49%
Springdale-Kemper RE LLC	6,422,220	0.47%
Total Principal Taxpayers	155,179,680	11.42%
All Other Taxpayers	1,205,431,700	88.58%
Total Taxpayers	\$1,360,611,380	100.00%

Taxpayer	2007	
	Assessed Value	Percentage of Total Assessed Value
Thor Gallery At Tri County	\$62,544,550	3.90%
Duke Energy Ohio	34,958,630	2.18%
Ford Motor Company	19,941,710	1.24%
MRFC Cinn Investor LLC	19,600,020	1.22%
General Electric Company	16,378,670	1.02%
Sprintcom Inc	16,182,780	1.01%
Cincinnati Bell	12,393,340	0.77%
Merchant Street 27 LLC	11,000,510	0.69%
Dugan Financial	10,129,090	0.63%
Springdale-Kemper Assoc	7,726,890	0.48%
Total Principal Taxpayers	210,856,190	13.14%
All Other Taxpayers	1,393,987,360	86.86%
Total Taxpayers	\$1,604,843,550	100.00%

Source: Hamilton County Auditor (Information for Butler and Warren Counties is not reported since they represent a minor portion of the total tax collections)

Princeton City School District, Ohio  
Property Tax Levies and Collections  
Last Ten Calendar Years  
Schedule 11

Calendar Year	Taxes Levied for the Calendar Year	Collected within the Calendar Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2007	\$52,390,155	\$49,642,615	94.76%	\$393,460	\$50,036,075	95.51%
2008	54,042,097	48,370,357	89.50%	2,925,215	51,295,572	94.92%
2009	42,285,210	40,015,262	94.63%	1,337,248	41,352,510	97.79%
2010	45,148,878	42,920,852	95.07%	1,647,379	44,568,231	98.71%
2011	47,240,712	42,281,133	89.50%	1,992,615	44,273,748	93.72%
2012	63,099,261	58,120,642	92.11%	1,615,442	59,736,084	94.67%
2013	65,405,130	60,194,697	92.03%	1,652,853	61,847,550	94.56%
2014	59,851,889	57,919,262	96.77%	1,932,627	59,851,889	100.00%
2015	N/A	N/A	N/A	N/A	N/A	N/A
2016	64,565,970	59,876,532	92.74%	1,691,546	61,568,078	95.36%

Source: Hamilton County Auditor (Information for Butler and Warren Counties is not reported since they represent a minor portion of the total tax collections)

N/A - Information not available.

Princeton City School District, Ohio  
 Outstanding Debt by Type  
 Last Ten Fiscal Years  
 Schedule 12

Fiscal Year	Governmental Activities			Capital Leases	Restricted for Debt Service Net Position	General Bonded Debt Outstanding Net General Obligation Bonds	Percentage of Personal Income (1)	Per Capita Ratio of Total General Bonded Debt	Per Capita Ratio of Total Outstanding Debt	Percentage of Estimated Actual Value of Taxable Property
	General Obligation Bonds	OASBO Loan								
2008	\$81,710,544	0		\$126,000	\$4,197,508	\$77,513,036	1.33%	\$731	\$772	1.78%
2009	79,875,868	0		0	4,310,806	75,565,062	1.29%	733	775	1.56%
2010	78,451,192			0	4,488,961	73,962,231	0.92%	622	690	1.70%
2011	207,984,994	3,628,000		425,458	10,638,613	197,346,381	2.96%	1,907	2,048	4.58%
2012	221,948,219	3,385,000		328,888	6,479,654	215,468,565	2.35%	1,706	1,787	5.26%
2013	224,079,958	3,260,000		227,540	6,837,072	217,242,886	2.29%	1,624	1,701	5.28%
2014	223,551,220	3,130,000		121,177	6,420,463	217,130,757	2.23%	1,599	1,671	5.31%
2015	213,787,422	2,995,000		9,548	8,574,116	205,213,306	1.95%	1,453	1,535	5.18%
2016	211,042,168	2,855,000		0	7,986,694	203,055,474	1.84%	1,399	1,473	5.55%
2017	208,865,021	2,710,000		0	10,089,606	198,775,415	1.75%	1,334	1,420	5.44%

Source: District Records

(1) - On the calendar year basis

Princeton City School District, Ohio  
 Direct and Overlapping Governmental Activities Debt -- All Counties  
 As of June 30, 2017  
 Schedule 13

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Counties:			
Butler County	\$39,360,420	1.31%	\$515,622
Hamilton County	71,750,000	7.37%	5,287,975
Warren County	600,000	0.43%	2,580
Cities:			
Sharonville City	435,000	99.98%	434,913
Springdale City	10,840,000	100.00%	10,840,000
Villages:			
Woodlawn Village	3,970,000	100.00%	3,970,000
Townships:			
Deerfield Township	6,540,000	2.35%	153,690
Springfield Township	7,865,000	1.23%	96,740
Sycamore Township	16,175,000	25.75%	4,165,063
West Chester Township	37,265,000	2.92%	1,088,138
School Districts:			
Great Oaks Career Center Jt. Voc. School District	8,630,000	7.91%	682,633
Subtotal Overlapping Debt	\$203,430,420		\$27,237,353
Princeton CSD Direct Debt	<u>\$211,575,021</u>	100.00%	<u>\$211,575,021</u>
Total Direct and Overlapping Debt	<u>\$415,005,441</u>		<u>\$238,812,374</u>

(1) - Percentages were determined by dividing the assessed valuation of the overlapping government located with the boundaries of the School District by the total assessed valuation of the government.

Source: Ohio Municipal Advisory Council



	Legal Debt Margin Calculation for Fiscal Year 2017									
	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Debt limit	\$144,435,920	\$161,220,421	\$151,835,195	\$145,650,005	\$135,143,371	\$135,800,539	\$134,470,581	\$131,871,293	\$121,505,819	\$122,455,024
Total net debt applicable to limit	81,644,141	82,370,723	80,830,007	210,247,769	194,554,930	229,596,747	226,802,397	216,791,970	213,897,168	211,575,021
Legal debt margin	\$62,791,779	\$78,849,698	\$71,005,188	(\$64,597,764)	(\$59,411,559)	(\$93,796,208)	(\$92,331,816)	(\$84,920,677)	(\$92,391,349)	(\$89,119,997)
Total net debt applicable to the limit as a percentage of debt limit	56.53%	51.09%	53.24%	144.35%	143.96%	169.07%	168.66%	164.40%	176.04%	172.78%

Assessed value (1) \$1,360,611,380  
 Debt limit (9% of assessed value) 122,455,024  
 Debt applicable to limit 211,575,021  
 Legal debt margin (2) (\$89,119,997)

Source: District Records

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2017 is calendar year 2016)

(2) - The District has obtained a consent of the State Tax Commissioner and the Superintendent of Public Instruction to issue debt beyond the nine percent debt limitation and has qualified as a "special needs" district.

Princeton City School District, Ohio  
 Demographic and Economic Statistics -- Butler County  
 Last Ten Calendar Years  
 Schedule 15

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2007	357,888	\$8,877,054	\$24,804	5.1%
2008	353,895	8,576,645	24,235	6.5%
2009	363,184	13,045,932	35,921	9.4%
2010	368,130	9,381,425	25,484	9.6%
2011	369,999	13,538,158	36,590	8.6%
2012	370,589	14,398,043	38,852	7.1%
2013	371,272	14,592,549	39,304	6.9%
2014	373,948	14,985,181	40,073	5.4%
2015	376,353	15,631,343	41,534	4.2%
2016	377,537	16,090,464	42,620	4.2%

- Sources:
- (1) - Population estimates provided by U.S. Census Bureau for Butler County
  - (2) - Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Butler County
  - (3) - Per Capita Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Butler County
  - (4) - Ohio Department of Job and Family Services - Office of Workforce Development - Bureau of Labor Market Information -- Annual Average

N/A - Information not available.

Princeton City School District, Ohio  
 Demographic and Economic Statistics -- Hamilton County  
 Last Ten Calendar Years  
 Schedule 15

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2007	842,369	\$36,488,577	\$43,317	5.0%
2008	845,303	34,626,992	40,964	5.6%
2009	855,062	37,552,613	43,918	8.9%
2010	802,374	27,317,612	46,509	9.4%
2011	800,362	37,522,065	46,881	8.0%
2012	802,038	39,631,501	49,413	7.0%
2013	804,520	40,415,100	50,235	7.1%
2014	806,332	41,292,782	51,211	5.3%
2015	807,598	42,060,595	52,081	4.2%
2016	809,099	43,251,503	53,456	4.2%

- Sources:
- (1) - Population estimates provided by U.S. Census Bureau for Hamilton County
  - (2) - Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Hamilton County
  - (3) - Per Capita Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Hamilton County
  - (4) - Ohio Department of Job and Family Services - Office of Workforce Development Bureau of Labor Market Information -- Annual Average

N/A - Information not available.

Princeton City School District, Ohio  
Demographic and Economic Statistics -- Warren County  
Last Ten Calendar Years  
Schedule 15

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2007	204,390	\$5,997,172	\$37,865	4.6%
2008	204,390	5,997,172	37,865	5.5%
2009	210,712	8,250,639	39,156	8.8%
2010	212,693	6,701,106	31,506	8.9%
2011	214,910	9,202,095	42,818	7.6%
2012	217,241	9,880,531	45,482	6.3%
2013	219,169	10,131,284	46,226	6.3%
2014	221,816	11,078,563	49,945	4.8%
2015	224,469	11,572,120	51,553	3.9%
2016	227,063	12,024,592	52,957	3.9%

- Sources:
- (1) - Population estimates provided by U.S. Census Bureau for Warren County
  - (2) - Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Warren County
  - (3) - Per Capita Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Warren County
  - (4) - Ohio Department of Job and Family Services - Office of Workforce Development - Bureau of Labor Market Information -- Annual Average

N/A - Information not available.

Princeton City School District, Ohio  
 Major Employers -- Butler County (1)  
 Current Fiscal Year and Fiscal Period Eight Years Ago (2)  
 Schedule 16

2017

Major Employer (3)	Type	Number of Employees	Employer's Percentage of Total Employment
AK Steel Holding Corp	Mfg	(4)	(5)
Cincinnati Financial Corp	Ins	(4)	(5)
Cornerstone Brands Inc	Trade	(4)	(5)
Ft Hamilton Memorial Hospital	Serv	(4)	(5)
GE Aviation	Mfg	(4)	(5)
Lakota Local Schools	Govt	(4)	(5)
Liberty Mutual/Ohio Casualty Corp	Ins	(4)	(5)
Mercy Hospital Fairfield	Serv	(4)	(5)
Miami University	Govt	(4)	(5)
Miller Coors	Mfg	(4)	(5)
Pierre Foods	Mfg	(4)	(5)

2009

Major Employer (3)	Type	Number of Employees	Employer's Percentage Of Total Employment
AK Steel Holding Corp	Mfg	(4)	(5)
Amylin Pharmaceuticals Inc	Mfg	(4)	(5)
BAE Systems	Mfg	(4)	(5)
Butler County Government	Govt	(4)	(5)
Cincinnati Financial Corp	Finance	(4)	(5)
Cornerstone Brands Inc	Trade	(4)	(5)
Fairfield City Bd of Ed	Govt	(4)	(5)
Ft Hamilton Memorial Hospital	Serv	(4)	(5)
GE Aviation	Mfg	(4)	(5)
Hamilton City Board of Education	Govt	(4)	(5)
Lakota Local Board of Education	Govt	(4)	(5)
Liberty Mutal/Ohio Casualty Corp	Ins	(4)	(5)
Mercy Regional Hospital	Serv	(4)	(5)
Miami University	Govt	(4)	(5)
Middletown Regional Health System	Serv	(4)	(5)

Source: Ohio Department of Development

(1) - For all of Butler County

(2) - Only current fiscal year and fiscal period eight years ago information available. Information for fiscal period nine years ago not available.

(3) - Includes at minimum the ten largest employers for the county. In alphabetical order only.

(4) - The number of employees of each listed major employer was not available.

(5) - The employer's percentage of total employment for each major employer was not available.

Princeton City School District, Ohio  
 Major Employers -- Hamilton County (1)  
 Current Fiscal Year and Fiscal Period Eight Years Ago (2)  
 Schedule 16

2017			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
American Financial Group Inc	Ins	(4)	(5)
Cincinnati Children's Hospital	Serv	(4)	(5)
Fifth Third Bancorp	Fin	(4)	(5)
Ford Motor Co	Mfg	(4)	(5)
General Electric Co	Mfg	(4)	(5)
Johnson & Johnson/Ethicon	Mfg	(4)	(5)
Kroger Co	Trade	(4)	(5)
Macy's Inc	Trade	(4)	(5)
Mercy Health Partners	Serv	(4)	(5)
Procter & Gamble Co	Mfg	(4)	(5)
TriHealth Inc	Serv	(4)	(5)
University of Cincinnati	Govt	(4)	(5)

2009			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Population
American Financial Group Inc	Ins	(4)	(5)
Chiquita Brands International Inc	Trade	(4)	(5)
Cincinnati Children's Hospital	Serv	(4)	(5)
Fifth Third Bancorp	Fin	(4)	(5)
Ford Motor Co	Mfg	(4)	(5)
General Electric Co	Mfg	(4)	(5)
Johnson & Johnson/Ethicon	Mfg	(4)	(5)
Kroger Co	Trade	(4)	(5)
Macy's Inc	Trade	(4)	(5)
Mercy Health Partners	Trade	(4)	(5)
Procter & Gamble Co	Mfg	(4)	(5)
TriHealth Inc	Serv	(4)	(5)
University of Cincinnati	Govt	(4)	(5)

Source: Ohio Department of Development

(1) - For all of Hamilton County

(2) - Only current fiscal year and fiscal period eight years ago information available. Information for fiscal period nine years ago not available.

(3) - Includes at minimum the ten largest employers for the county. In alphabetical order only.

(4) - The number of employees of each listed major employer was not available

(5) - The employer's percentage of total employment for each major employer was not available

Princeton City School District, Ohio  
 Major Employers --Warren County (1)  
 Current Fiscal Year and Fiscal Period Eight Years Ago (2)  
 Schedule 16

2017			
Major Employer (3)	Type	Number of Employees	Employer's Percentage of Total Employment
Aisin Seiki/ADVICS Co Ltd	Mfg	(4)	(5)
Atrium Medical Center	Serv	(4)	(5)
Cedar Fair/Kings Island	Serv	(4)	(5)
Cengage Learning Inc	Serv	(4)	(5)
Cintas Corp	Mfg	(4)	(5)
Kraft Heinz/Portion Pac Inc	Mfg	(4)	(5)
L-3 Cincinnati Electronics	Mfg	(4)	(5)
Luxottica Group SpA	Mfg	(4)	(5)
Macy's Inc	Trade	(4)	(5)
Mason Local Schools	Govt	(4)	(5)
Procter & Gamble Co	R&D	(4)	(5)
State of Ohio	Govt	(4)	(5)
WellPoint Inc/Anthem	Ins	(4)	(5)

2009			
Major Employer (3)	Type	Number Of Employees	Employer's Percentage Of Total Employment
Aisin Seiki/ADVICS Co Ltd	Mfg	(4)	(5)
Atrium Medical Center	Serv	(4)	(5)
Cedar Fair/Kings Island	Serv	(4)	(5)
Cengage Learning Inc	Serv	(4)	(5)
Cintas Corp	Mfg	(4)	(5)
HJ Heinz/Portion Pac Inc	Mfg	(4)	(5)
L-3 Cincinnati Electronics	Mfg	(4)	(5)
Luxottica Group SpA	Mfg	(4)	(5)
Macy's Inc	Trade	(4)	(5)
Mason Local Schools	Govt	(4)	(5)
Procter & Gamble Co	R&D	(4)	(5)
State of Ohio	Govt	(4)	(5)
WellPoint Inc/Anthem	Ins	(4)	(5)

Source: Ohio Department of Development

(1) - For all of Warren County

(2) - Only current fiscal year and fiscal period eight years ago information available. Information for fiscal period nine years ago not available.

(3) - Includes at minimum the ten largest employers for the county. In alphabetical order only.

(4) - The number of employees of each listed major employer was not available.

(5) - The employer's percentage of total employment for each major employer was not available.

Princeton City School District, Ohio  
 Full-Time - Equivalent District Employees by Type  
 Last Ten Fiscal Years  
 Schedule 17

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Regular Instruction</b>	<b>303.98</b>	<b>332.60</b>	<b>325.44</b>	<b>306.96</b>	<b>269.44</b>	<b>260.23</b>	<b>260.78</b>	<b>269.00</b>	<b>265.36</b>	<b>275.14</b>
REGULAR TEACHING	301.98	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PERMANENT SUBSTITUTE	2.00	1.00	0.00	0.00	0.00	0.00	1.00	0.00	0.50	0.00
TEACHER/MENTOR/EVALUATOR	0.00	0.00	0.00	0.00	0.00	2.50	0.00	0.00	0.00	0.00
GENERAL EDUCATION	0.00	288.60	293.00	277.30	239.20	228.50	229.34	239.75	237.12	237.14
ART EDUCATION K-8	0.00	13.00	9.00	8.00	8.50	8.00	9.00	9.00	7.87	11.00
MUSIC EDUCATION K-8	0.00	21.00	14.00	13.00	13.00	13.00	13.00	12.00	11.87	17.00
PHYSICAL EDUCATION K-8	0.00	9.00	9.44	8.66	8.74	8.23	8.44	8.25	8.00	10.00
<b>Special Instruction</b>	<b>37.02</b>	<b>15.00</b>	<b>16.00</b>	<b>6.80</b>	<b>7.90</b>	<b>6.30</b>	<b>7.50</b>	<b>6.00</b>	<b>6.50</b>	<b>9.00</b>
AUDIO-VISUAL STAFF	2.00	3.00	4.00	4.00	3.00	2.00	2.00	2.00	2.00	2.00
EDUC SERVICE PERSONNEL TEACHER	35.02	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
GIFTED & TALENTED	0.00	10.00	10.00	0.80	2.90	2.30	3.50	2.00	2.50	4.00
PRESCHOOL SPECIAL EDUCATION	0.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	3.00
<b>Vocational Instruction</b>	<b>1.00</b>	<b>3.00</b>	<b>3.00</b>	<b>0.86</b>	<b>0.86</b>	<b>2.00</b>	<b>2.00</b>	<b>2.00</b>	<b>2.00</b>	<b>9.00</b>
VACATIONAL EDUCATION TEACHING	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	5.00
CAREER-TECHNICAL PROGRAMS/PATHWAYS	0.00	3.00	3.00	0.86	0.86	2.00	2.00	2.00	2.00	4.00
<b>Other Instruction</b>	<b>8.32</b>	<b>11.90</b>	<b>6.40</b>	<b>8.00</b>	<b>5.00</b>	<b>3.00</b>	<b>3.00</b>	<b>2.88</b>	<b>2.38</b>	<b>5.38</b>
OTHER PROFESSIONAL	5.00	10.50	5.00	7.00	4.00	2.00	2.00	0.00	0.00	3.00
TEACHING AIDE	2.32	0.40	0.40	0.00	0.00	0.00	0.00	2.38	2.38	1.88
PARENT MENTOR	1.00	1.00	1.00	1.00	1.00	1.00	1.00	0.50	0.00	0.50
<b>Pupil Support Services</b>	<b>125.81</b>	<b>119.80</b>	<b>123.00</b>	<b>116.28</b>	<b>106.80</b>	<b>105.65</b>	<b>103.52</b>	<b>104.38</b>	<b>82.22</b>	<b>74.33</b>
COUNSELING	11.00	13.00	14.00	10.00	7.50	8.00	7.00	7.00	6.00	9.00
REMEDIATION SPECIALIST	7.00	9.00	9.50	9.50	8.00	8.00	4.00	4.00	3.00	4.00
SPECIAL EDUCATION TEACHING	36.08	0.00	0.00	0.00	17.27	14.12	16.72	18.50	17.30	0.00
SUPPL SERVICE TEACHER (SPEC ED)	40.62	47.00	42.72	46.74	46.85	47.41	49.58	52.08	35.08	37.36
SPECIAL EDUCATION	0.00	22.00	27.00	20.26	0.00	0.00	0.00	0.00	0.00	0.00
DIETITIAN/NUTRITIONIST	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PSYCHOLOGIST	11.00	10.00	10.00	11.00	9.00	9.00	8.00	7.00	7.00	9.00
REGISTERED NURSING	3.00	3.00	4.00	4.00	2.90	2.90	3.00	3.00	3.40	3.00
SOCIAL WORK	1.00	1.00	1.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00
SPEECH & LANGUAGE THERAPIST	4.80	5.80	6.80	6.80	6.80	6.80	5.80	6.30	4.50	5.50
OCCUPATIONAL THERAPIST	2.00	2.00	2.00	2.00	2.00	1.00	1.00	1.00	1.00	1.00
EUCATIONAL INTERPRETER	1.94	1.00	0.00	0.00	0.00	1.00	1.00	0.00	0.00	0.00
OTHER PROFESSIONAL-OTHER	1.50	1.00	1.00	0.00	1.00	0.94	0.94	1.00	0.94	0.00
PRACTICAL NURSING	2.87	3.00	2.00	2.00	3.50	3.50	3.50	2.50	2.00	2.47
ATTENDANCE OFFICER	2.00	2.00	2.98	2.98	1.98	2.98	2.98	2.00	2.00	3.00
<b>Instructional Staff Support Services</b>	<b>111.72</b>	<b>125.52</b>	<b>128.89</b>	<b>120.18</b>	<b>103.43</b>	<b>111.89</b>	<b>100.52</b>	<b>102.31</b>	<b>96.69</b>	<b>109.30</b>
CURRICULUM SPECIALIST	7.00	6.00	6.50	6.50	7.50	15.00	12.00	12.00	10.00	10.00
LIBRARIAN/MEDIA	8.00	7.50	5.50	3.00	2.00	2.00	2.00	1.00	1.00	2.00
TUTOR/SMALL GROUP INSTRUCTOR	4.50	7.00	11.50	11.50	11.50	9.50	10.00	9.00	7.00	17.00
LIBRARY TECHNICIAN	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.75	0.00
LIBRARY AIDE	5.00	2.00	1.95	0.53	0.00	0.00	0.00	0.75	0.00	0.00
INSTRUCTIONAL PARAPROFESSIONAL	81.47	96.02	98.44	95.65	79.43	82.39	74.52	77.56	75.94	77.30
OTHER TECHNICAL	5.75	7.00	5.00	3.00	3.00	3.00	2.00	2.00	2.00	3.00
<b>Administration Support Services</b>	<b>98.54</b>	<b>94.30</b>	<b>100.01</b>	<b>92.45</b>	<b>94.94</b>	<b>86.82</b>	<b>81.82</b>	<b>83.79</b>	<b>87.42</b>	<b>78.44</b>
ADMIN. ASSISTANT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
ASSIST DEPUTY/ASSOC SUPERINTENDENT	2.00	1.00	1.00	0.80	1.00	1.00	1.00	1.00	1.00	1.00
ASSIST PRINCIPAL	7.00	11.00	8.00	6.00	5.00	5.50	5.50	5.00	14.50	5.50
PRINCIPAL	13.00	10.00	11.00	9.00	10.00	10.00	10.00	10.00	10.00	10.00
SUPERINTENDENT	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
SUPERVISING/MANAGING/DIRECTING	1.00	1.00	1.00	0.00	3.00	2.00	1.00	1.00	1.00	3.00
COORDINATOR	6.00	5.20	6.00	5.00	6.00	4.00	3.00	0.00	0.00	0.00
EDUCATION ADMINISTRATIVE SPECIALIST	0.00	0.00	3.00	3.00	2.00	0.00	0.00	0.00	0.00	0.00
DIRECTOR	0.00	3.00	5.00	5.00	5.00	7.50	6.50	10.00	9.00	9.00
OTHER OFFICIAL/ADMINISTRATIVE	0.00	1.00	2.00	1.00	4.94	4.00	5.00	3.87	1.00	0.00
PERSONNEL	2.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CLERICAL	66.54	61.10	62.01	61.65	57.00	51.82	48.82	51.92	49.92	48.94
<b>Fiscal Services</b>	<b>6.00</b>	<b>4.00</b>	<b>5.00</b>	<b>4.00</b>	<b>4.00</b>	<b>4.00</b>	<b>2.00</b>	<b>3.00</b>	<b>1.00</b>	<b>3.00</b>
TREASURER	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
ACCOUNTING	3.00	1.00	2.00	2.00	1.00	1.00	1.00	1.00	0.00	2.00
RECORDS MANAGING	2.00	2.00	2.00	1.00	2.00	2.00	0.00	1.00	0.00	0.00
<b>Business Support Services</b>	<b>1.00</b>	<b>1.00</b>	<b>1.00</b>	<b>1.00</b>	<b>1.00</b>	<b>0.00</b>	<b>1.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
PRINTER	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
MESSENGER	1.00	1.00	1.00	1.00	1.00	0.00	1.00	0.00	0.00	0.00



Princeton City School District, Ohio  
 Full-Time - Equivalent District Employees by Type  
 Last Ten Fiscal Years  
 Schedule 17 (Continued)

Function/Program	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Operation of Plant</b>	<b>80.00</b>	<b>77.50</b>	<b>80.25</b>	<b>81.25</b>	<b>76.25</b>	<b>73.72</b>	<b>67.56</b>	<b>70.69</b>	<b>0.00</b>	<b>67.60</b>
GENERAL MAINTENANCE	11.00	11.00	12.00	12.00	12.00	11.00	8.84	10.00	0.00	11.00
MECHANIC	4.00	4.00	4.00	4.00	4.00	5.00	3.00	0.00	0.00	0.00
FOREMAN	4.00	4.00	4.00	4.00	0.00	0.00	0.00	0.00	0.00	0.00
CUSTODIAN	47.00	44.50	47.25	47.25	44.25	41.75	40.75	40.75	0.00	38.75
ELEVATOR OPERATING	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
GUARD/WATCHMAN	13.00	13.00	7.00	7.00	6.00	6.00	6.00	6.00	0.00	4.50
MONITORING	0.00	0.00	6.00	7.00	10.00	9.97	8.97	13.94	0.00	13.35
ATTENDANT	1.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Pupil Transportation</b>	<b>53.88</b>	<b>53.11</b>	<b>55.22</b>	<b>56.53</b>	<b>52.30</b>	<b>56.96</b>	<b>52.59</b>	<b>3.00</b>	<b>0.00</b>	<b>0.00</b>
DISPATCHING	0.86	1.00	1.00	1.00	1.00	1.00	1.00	0.00	0.00	0.00
VEHICLE OPERATOR (BUSES)	49.36	47.11	50.22	51.53	47.30	51.96	48.59	0.00	0.00	0.00
EQUIPMENT OPERATING ASSIGNMENT	0.00	0.00	0.00	0.00	0.00	1.00	0.00	0.00	0.00	0.00
OTHER OPERATIVE	3.66	5.00	4.00	4.00	4.00	3.00	3.00	3.00	0.00	0.00
<b>Central Support Services</b>	<b>5.00</b>	<b>4.00</b>	<b>5.00</b>	<b>4.00</b>	<b>3.00</b>	<b>1.00</b>	<b>0.00</b>	<b>1.00</b>	<b>0.00</b>	<b>1.00</b>
PUBLICITY RELATIONS	1.00	1.00	1.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00
COMPUTER OPERATING	3.00	3.00	4.00	3.00	3.00	1.00	0.00	1.00	0.00	1.00
INSPECTOR	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Food Service Program</b>	<b>26.15</b>	<b>30.21</b>	<b>26.87</b>	<b>28.02</b>	<b>25.94</b>	<b>29.91</b>	<b>29.91</b>	<b>26.02</b>	<b>0.00</b>	<b>30.39</b>
FOOD SERVICE	26.15	30.21	26.87	28.02	25.94	29.91	29.91	26.02	0.00	30.39
<b>Grand Total</b>	<b>858.42</b>	<b>871.94</b>	<b>876.08</b>	<b>826.33</b>	<b>750.86</b>	<b>741.48</b>	<b>712.20</b>	<b>674.07</b>	<b>543.57</b>	<b>662.58</b>

Source: State Department of Education

Note: Information is not available to provide a breakdown between High School and Elementary

Princeton City School District, Ohio  
 Operating Statistics  
 Last Ten Fiscal Years  
 Schedule 18

Fiscal Year	Enrollment (1)	Operating Expenditure (2)	Cost Per Pupil (3)	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2008	5,485	\$85,591,218	\$15,605	15.60%	461	12	51.00%
2009	5,133	77,181,975	15,036	-3.64%	473	11	52.50%
2010	5,525	82,652,452	14,960	-0.51%	466	12	54.50%
2011	5,612	80,246,996	14,299	-4.42%	429	13	58.60%
2012	5,480	73,279,119	13,372	-6.48%	431	13	58.60%
2013	5,575	76,260,037	13,679	2.29%	405	14	64.00%
2014	5,416	68,274,652	12,606	-7.84%	394	14	65.00%
2015	5,730	71,054,333	12,400	-1.63%	397	14	65.00%
2016	5,847	68,829,693	11,772	-5.07%	429	14	68.00%
2017	5,920	71,407,176	12,062	2.47%	392	15	67.88%

Source: District Records

(1) - Enrollment amount includes the satellite students in programs at partner districts.

(2) - Operating Expenditure is Total General Fund Cash Expenditures.

(3) - Operating Expenditure by Enrollment.

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Princeton City School District, Ohio  
 School Building Information  
 Last Ten Fiscal Years  
 Schedule 19

School Elementary:	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Evendale (PK-6 / PK-5)										
Square feet	55,040	55,040	55,040	55,040	55,040	55,040	55,040	55,040	55,040	55,040
Capacity	364	364	364	364	364	364	364	364	364	364
Enrollment	250	238	261	250	281	322	290	273	265	254
Glendale (PK-6 / PK-5)										
Square feet	31,676	31,676	31,676	31,676	31,676	31,676	31,676	31,676	31,676	31,676
Capacity	364	364	364	364	364	364	364	364	364	364
Enrollment	219	203	245	261	289	284	265	266	315	314
Heritage Hill (PK-6 / PK-5)										
Square feet	63,093	63,093	63,093	63,093	63,093	63,093	63,093	63,093	63,093	63,093
Capacity	546	546	546	546	546	546	546	546	546	546
Enrollment	290	367	320	346	331	368	377	468	517	507
Sharonville (PK-6 / PK-5)										
Square feet	65,526	65,526	65,526	65,526	65,526	65,526	65,526	65,526	65,526	65,526
Capacity	546	546	546	546	546	546	546	546	546	546
Enrollment	375	417	436	469	438	461	486	512	459	443
Springdale (K-6)										
Square feet	65,526	65,526	65,526	65,526	65,526	65,526	65,526	65,526	65,526	65,526
Capacity	546	546	546	546	546	546	546	546	546	546
Enrollment	375	441	438	469	448	453	462	517	490	474
Stewart (PK-3 / PK-4)										
Square feet	62,240	62,240	62,240	62,240	62,240	62,240	62,240	62,240	62,240	62,240
Capacity	546	546	546	546	546	546	546	546	546	546
Enrollment	450	427	472	492	464	485	462	500	482	516
Woodlawn (Grades K-3)										
Square feet	52,711	52,711	52,711	52,711	52,711	52,711	52,711	52,711	52,711	52,711
Capacity	364	364	364	364	364	364	364	364	364	364
Enrollment	219	205	210	202	212	245	235	216	206	208
Lincoln Heights (PK-6 / PK-5)										
Square feet	63,301	63,301	63,301	63,301	63,301	63,301	63,301	63,301	63,301	63,301
Capacity	546	546	546	546	546	546	546	546	546	546
Enrollment	324	281	296	287	206	152	123	194	306	300

Princeton City School District, Ohio  
 School Building Information  
 Last Ten Fiscal Years  
 Schedule 19 (Continued)

	Fiscal Year									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
RELIS										
Square feet	*	*	12,500	12,500	N/A	N/A	N/A	N/A	N/A	N/A
Capacity	*	*	1,000	1,000	N/A	N/A	N/A	N/A	N/A	N/A
Enrollment	*	*	36	46	N/A	N/A	N/A	N/A	N/A	N/A
Middle School										
Princeton Community (Grades 7-8 / 6-8)										
Square feet	176,195	176,195	176,195	176,195	176,195	176,195	160,518	160,518	160,518	160,518
Capacity	1,500	1,500	1,500	1,500	1,500	1,500	1,200	1,200	1,200	1,200
Enrollment	1114	1114	1098	1147	1,126	1,187	1,204	1,206	1,201	1,250
High School										
Princeton HS (Grades 9-12)										
Square feet	347,217	347,217	347,217	347,217	347,217	347,217	347,217	209,518	209,518	209,518
Capacity	2,700	2,700	2,700	2,700	2,700	2,700	2,700	2,000	2,000	2,000
Enrollment	1768	1768	1749	1689	1,674	1,613	1,517	1,578	1,606	1,654

Source: School District Records and Ohio Department of Education

\* - Building was not used in fiscal year 2008 and 2009.

Note:

Starting in 2007-08 Evendale the existing building was demo'd and a new building was opened

N/A - Information not available.

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# Dave Yost • Auditor of State

**PRINCETON CITY SCHOOL DISTRICT**

**HAMILTON 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  
FEBRUARY 27, 2018**