



FLOYD COUNTY BOARD OF EDUCATION
Danny Adkins, Superintendent
106 North Front Avenue
Prestonsburg, Kentucky 41653
Telephone (606) 886-2354 Fax (606) 886-4550
www.floyd.kyschools.us

Sherry Robinson- Chair - District 5
Dr. Chandra Varia, Vice-Chair - District 2
Linda C. Gearheart, Member - District 1
William Newsome, Jr., Member - District 3
Rhonda Meade, Member - District 4

FLOYD COUNTY BOARD OF EDUCATION ISSUE PAPER

DATE: November 16, 2018

AGENDA ITEM: Receive FY 2018 Financial Audit Report, FY 2018 Annual Financial Report, and Final FY 2018 Balance Sheet.

APPLICABLE STATUTE(S), REGULATION(S), BOARD POLICY/PROCEDURE(S):
KRS 156.275 BOE Policy 04.9

FISCAL/BUDGETARY IMPACT: N/A

HISTORY/BACKGROUND: School districts are required by state law to have annual audits by independent certified public accounting firms. The attached report was completed by White and Associates, PSC, CPA's. At the school level items are noted in relation to the financial records of the school activity funds. In addition, for review and comparison are the district's FY 2018 AFR and FY 2018 Final Balance Sheets.

STAFF RECCOMENDATION & RATIONALE: Receive reports.

CONTACT PERSON: Matthew C. Wireman, Director of Finance

DIRECTOR

SUPERINTENDENT

**FLOYD COUNTY
SCHOOL DISTRICT**

**AUDITED FINANCIAL STATEMENTS
AND SUPPLEMENTAL SCHEDULES**

For the year ended June 30, 2018

Prepared by:

WHITE & ASSOCIATES, PSC
CERTIFIED PUBLIC ACCOUNTANTS
1407 Lexington Road
Richmond, Kentucky 40475
Phone (859) 624-3926 Fax (859) 625-0227

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education of the Floyd County School District
Prestonsburg, KY

and the State Committee for School District Audits

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Floyd County School District as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Floyd County School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the audit requirements prescribed by the Kentucky State Committee for School District Audits in the *Auditor Responsibilities* and *State Compliance Requirements* sections contained in the Kentucky Public School Districts' Audit Contract and Requirements. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Floyd County School District, as of June 30, 2018, and the respective changes in financial position, and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund and the Special Revenue Fund, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Change in Accounting Principle

As described in Note H to the financial statements, beginning July 1, 2017, the Floyd County School District adopted new accounting guidance, GASB 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedules of the District's Proportionate Share of the Net Pension and OPEB Liability and Schedule of Contributions for CERS & KTRS and Medical and Life and Health Insurance Plans comparison information as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Floyd County School District's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information 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, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2018, on our consideration of the Floyd County School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Floyd County School District's 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 Floyd County School District's internal control over financial reporting and compliance.

White & Associates, PSC

Richmond, Kentucky
November 12, 2018

**FLOYD COUNTY SCHOOL DISTRICT-PRESTONSBURG, KENTUCKY
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED June 30, 2018**

As management of the Floyd County School District (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2018. We encourage readers to consider the information presented here in conjunction with additional information found within the body of the audit.

FINANCIAL HIGHLIGHTS

- Finished the year with a General Fund balance of \$6.225 million up from \$4.1 million.
- Provided \$150,000 from the General Fund to schools to assist with school trips and other needs.
- Substantially completed the \$8 million renovation at Betsy Layne High School funded by revenue bonds and local funds.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the District's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the district is improving or deteriorating.

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

The government-wide financial statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues (governmental activities). The governmental activities of the District include instruction, support services, operation and maintenance of plant, student transportation and operation of non-instructional services. Fixed assets and related debt is also supported by taxes and intergovernmental revenues.

**FLOYD COUNTY SCHOOL DISTRICT-PRESTONSBURG, KENTUCKY
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED June 30, 2018**

Refer to the table of contents to find the government-wide financial statements.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. This is a state mandated uniform system and chart of accounts for all Kentucky public school districts utilizing the MUNIS administrative software. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the District can be divided into three categories: governmental, proprietary funds and fiduciary funds. Fiduciary funds are trust funds established by benefactors to aid in student education, welfare and teacher support. The only proprietary funds are our vending and food service operations. All other activities of the district are included in the governmental funds.

Refer to the table of contents to find the basic governmental fund financial statements.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. To find the notes to the financial statements please refer to the table of contents.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve over time as a useful indicator of a government's financial position. In the case of the District, the net position was \$19,088,736 as of June 30, 2018.

The largest portion of the District's net position reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment and construction in progress); less any related debt used to acquire those assets that are still outstanding. The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Net Position for the period ending June 30, 2018

***The district implemented GASB 34 and recorded fixed assets and debt for the first time in
FY 2003.**

SEE SCHEDULE ON NEXT PAGE

**FLOYD COUNTY SCHOOL DISTRICT-PRESTONSBURG, KENTUCKY
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED June 30, 2018**

**Table 1
Net Position (in Millions)**

	Governmental Activities		Business- type Activities		Total School District		Total Percentage Change 2017-18
	2017	2018	2017	2018	2017	2018	
Assets:							
Current and Other Assets	24.29	9.05	1.5449	1.61	25.83	10.66	-59%
Capital Assets	<u>106.52</u>	<u>121.18</u>	<u>0.78</u>	<u>0.73</u>	<u>107.30</u>	<u>121.92</u>	14%
Total Assets	<u>130.81</u>	<u>130.23</u>	<u>2.32</u>	<u>2.34</u>	<u>133.13</u>	<u>132.58</u>	0%
Deferred Outflows	<u>4.77</u>	<u>9.73</u>	<u>0.50</u>	<u>0.39</u>	<u>5.27</u>	<u>10.12</u>	81%
Liabilities:							
Current Liabilities	6.37	6.41	0.02	0.03	6.39	6.45	1%
Noncurrent Liabilities	<u>93.45</u>	<u>113.16</u>	<u>1.21</u>	<u>1.25</u>	<u>94.66</u>	<u>114.41</u>	21%
Total Liabilities	<u>99.82</u>	<u>119.58</u>	<u>1.23</u>	<u>1.28</u>	<u>101.05</u>	<u>120.86</u>	20%
Deferred Inflows	<u>0.31</u>	<u>2.63</u>	<u>0.03</u>	<u>0.12</u>	<u>0.34</u>	<u>2.75</u>	100%
Net Position:							
Invested in Capital Assets							
Net of Debt	27.40	47.10	0.78	0.73	28.18	47.84	70%
Restricted	18.90	1.59	0.79	0.60	19.69	2.19	-89%
Deficit	0.00	0.00	0.00	0.00	0.00	0.00	100%
Unrestricted Net Position	<u>-10.85</u>	<u>-30.94</u>	<u>0.00</u>	<u>0.00</u>	<u>-10.85</u>	<u>-30.94</u>	100%
Total Net Position	<u>35.45</u>	<u>17.75</u>	<u>1.57</u>	<u>1.34</u>	<u>37.02</u>	<u>19.09</u>	-50%

FLOYD COUNTY SCHOOL DISTRICT-PRESTONSBURG, KENTUCKY
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED June 30, 2018

Table 2
Changes in Net Position
(in millions)

	Governmental Activities		Business-Type Activities		Total School District		Total Percentage Change 2017-2018
	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017-2018</u>
Revenues:							
Charges for services	0.11	0.08	0.41	0.33	0.52	0.41	-21%
Operating grants and contributions	9.27	22.72	5.25	4.80	14.51	27.52	90%
Capital grants and contributions	4.06	4.23			4.06	4.23	4%
General revenues	48.53	40.94	(0.25)	(0.22)	48.28	40.72	-16%
Total revenue	61.97	67.97	5.40	4.91	67.37	72.88	8%
Expenses:							
Instruction	35.07	39.46			35.07	39.46	14%
Student	1.37	1.24			1.37	1.24	-10%
Instructional staff	3.20	3.34			3.20	3.34	4%
District administration	1.28	1.26			1.28	1.26	-1%
School administration	4.65	4.52			4.65	4.52	-3%
Business	1.08	1.07			1.08	1.07	-1%
Plant operation & maintenance	6.48	5.94			6.48	5.94	-8%
Student transportation	4.38	2.93			4.38	2.93	-33%
Land Improvements					-	-	0%
Facilities acquisition and construction					-	-	100%
Community services operations	0.98	0.95	0.14	0.16	1.13	1.11	-2%
Amortization	0.20	0.20			0.20	0.20	0%
Depreciation	2.56	3.79	0.44	0.04	3.00	3.84	28%
Interest on long-term debt	2.55	2.56			2.55	2.56	1%
Food Service Operations			5.08	4.69	5.08	4.69	-8%
Extraordinary Item					-	-	0%
Total Expenses	63.79	67.26	5.66	4.89	69.46	72.15	5%
Change in net position	(1.82)	0.71	(0.26)	0.01	(2.09)	0.72	106%

FLOYD COUNTY SCHOOL DISTRICT-PRESTONSBURG, KENTUCKY
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED June 30, 2018

Capital Assets at Year-End
(Net of depreciation)

	Governmental Activities		Business Type Activities		Totals	
	2017	2018	2017	2018	2017	2018
Land	4,797,250	4,797,250	-	-	4,797,250	4,797,250
Land and Improvements	1,315,831	1,219,734	-	-	1,315,831	1,219,734
Buildings & Improvements	49,290,313	49,270,763	693,545	630,314	49,983,858	51,915,373
Technology Equipment	968,400	960,972	146	1,004	968,546	961,976
Vehicles	2,144,823	1,908,271	-	-	2,144,823	1,908,271
General Equipment	453,465	431,801	129,636	105,348	583,101	600,779
Infrastructure	1,936,986	1,645,241			1,936,986	1,645,241
Construction In Progress	45,620,333	60,950,303	-	-	45,620,333	60,950,303

The following is an analysis of debt activity during the year:

Outstanding Debt at Year-End
(in Millions)

	Government Activities	
	2017	2018
Capital Lease Obligations	\$ 2.50	\$ 2.11
General Obligation Bonds	76.63	71.97
K581T	0.92	0.86
Total Obligations	\$ <u>80.05</u>	\$ <u>74.94</u>

FLOYD COUNTY SCHOOL DISTRICT-PRESTONSBURG, KENTUCKY
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED June 30, 2018

REVENUE	Fund 1	Fund 2	Fund 310	Fund 320	Fund 360	Fund 400	Fund 51
Local Revenue Sources	10,860,570	198,740	6,279	1,897,063	90,869		232,068
State Revenue Sources	42,131,641	1,656,874	521,515	2,189,320		1,522,692	365,159
Federal Revenue Sources	272,519	6,307,499					4,411,173
Other	8,970				-		
Transfers	1,123,428	109,518			-	4,488,642	
TOTALS	54,397,127	8,272,631	527,794	4,086,383	90,869	6,011,333	5,008,400
EXPENDITURES	Fund 1	Fund 2	Fund 310	Fund 320	Fund 360	Fund 400	Fund 51
Instruction	31,943,012	5,597,680					
Student Support Services	1,209,821	25,724					
Instructional Staff Support Services	1,685,901	1,652,549					
District Admin Support	1,243,479	20,000					
School Admin Support	4,524,783	-					
Business Support Services	1,070,601	-					
Plant Operation & Management	5,953,469	31,563					
Student Transportation	4,042,712						
Food Service Operations							4,731,050
Community Services	43	945,115					
Debt Service	539,699				-	6,011,333	
Land/site acquisitions					-		
Other facilities					171,734		
Building Aquisitions and Construction					16,463,354		
Transfers	109,518	-	1,045,082	4,326,188			240,800
TOTALS	52,323,039	8,272,631	1,045,082	4,326,188	16,635,088	6,011,333	4,971,850
Excess / (Deficit)	2,074,089	-	(517,288)	(239,805)	(16,544,219)	-	36,550

**FLOYD COUNTY SCHOOL DISTRICT-PRESTONSBURG, KENTUCKY
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED June 30, 2018**

BUDGETARY IMPLICATIONS

In Kentucky, the public school fiscal year is July 1-June 30; other programs, i.e. some federal operate on a different fiscal calendar, but are reflected in the district's overall budget. By law the budget must have a minimum 2.0% contingency in the Tentative Final Working budget. While it is not mandatory in the Final Working budget, the Kentucky Department of Education places district's with less than a 2% reserve on a financial watch list. The district maintained a budgeted general fund contingency in excess of \$1,852,624 or approximately 4% of actual expenditures based on the Kentucky Department of Education's formula for calculating contingency. The beginning general fund balance for beginning the fiscal year 2018 was \$4,151,734. Questions regarding this report should be directed to the Interim Superintendent of Schools Danny Adkins, the Director of Finance Matthew C. Wireman, CSFO, or the Board Treasurer Tiffany Campbell, CPA at (606) 886-2354 or by mail at 106 North Front Avenue, Prestonsburg. KY 41653.

Floyd County School District
Statement of Net Position
June 30, 2018

	Primary Government		
	Governmental Activities	Business- type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 6,434,972	\$ 1,552,719	\$ 7,987,691
Receivables (net)	2,615,092	1,680	2,616,772
Inventories		54,935	54,935
Capital assets:			
Land and construction in progress	65,747,553		65,747,553
Other capital assets, net of depreciation	55,436,782	736,666	56,173,448
Total capital assets	121,184,335	736,666	121,921,001
Total assets	130,234,399	2,346,000	132,580,399
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	6,627,195	315,944	6,943,139
Deferred outflows related to OPEB	2,287,846	76,956	2,364,802
Deferred savings from refunding bonds	810,408		810,408
Total deferred outflows of resources	9,725,449	392,900	10,118,349
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	139,959,848	2,738,900	142,698,748
LIABILITIES			
Accounts payable and accrued expenses	325,308	30,874	356,182
Accrued interest payable	908,705		908,705
Unearned revenue	870,404		870,404
Long-term liabilities:			
Due within 1 year:			
Bond obligations	3,735,000		3,735,000
Capital lease obligations	400,487		400,487
Workers compensation	115,909		115,909
KSBIT payable	58,871		58,871
Total due within 1 year	4,310,267	-	4,310,267
Due in more than 1 year:			
Bond obligations	68,237,767		68,237,767
Capital lease obligations	1,710,696		1,710,696
Workers compensation	1,352,634		1,352,634
Sick leave	443,163		443,163
KSBIT payable	800,035		800,035
Net pension liability	19,546,301	931,847	20,478,148
Net OPEB liability	21,070,255	320,046	21,390,301
Total due in more than 1 year	113,160,851	1,251,893	114,412,744
Total liabilities	119,575,535	1,282,767	120,858,302
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	2,098,426	100,040	2,198,466
Deferred inflows related to OPEB	536,487	16,757	553,244
Total deferred inflows of resources	2,634,913	116,797	2,751,710
NET POSITION			
Net Investment in capital assets	47,100,385	736,666	47,837,051
Restricted for:			
Capital projects	1,587,740		1,587,740
Child Care		38,419	38,419
Food Services		564,251	564,251
Unrestricted (deficit)	(30,938,725)		(30,938,725)
Total net position	17,749,400	1,339,336	19,088,736
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	\$ 139,959,848	\$ 2,738,900	\$ 142,698,748

See the accompanying notes to the financial statements.

Floyd County School District
Statement of Activities
Year Ended June 30, 2018

Functions/Programs	Program Revenues					Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Business-type Activities	Governmental Activities	Primary Government	
							Governmental Activities	Total
PRIMARY GOVERNMENT:								
Governmental activities:								
Instruction	\$ 39,457,554	\$ -	\$ 15,608,267	\$ -		(23,849,287)	\$	(23,849,287)
Support Services								
Student	1,235,545	70,119	413,694			(751,732)		(751,732)
Instructional Staff	3,338,450		1,117,805			(2,220,645)		(2,220,645)
District Administration	1,263,479		423,048			(840,431)		(840,431)
School Administration	4,524,783		1,515,022			(3,009,761)		(3,009,761)
Business	1,070,601		358,467			(712,134)		(712,134)
Plant Operation & Maintenance	5,942,568	8,488	1,989,735	2,710,835		(1,233,510)		(1,233,510)
Student Transportation	2,930,539		981,225			(1,949,314)		(1,949,314)
Community Services Operations	945,158		316,465			(628,693)		(628,693)
Food service		1,205				1,205		1,205
Amortization	202,624					(202,624)		(202,624)
Depreciation*	3,794,634					(3,794,634)		(3,794,634)
Interest on general long-term debt	2,582,228			1,522,692		(1,039,536)		(1,039,536)
Total governmental activities	67,268,163	79,812	22,723,728	4,233,527		(40,231,096)		(40,231,096)
Business-type activities:								
Food service operations	4,686,968	209,451	4,776,332			\$ 298,815		298,815
Community operation	161,880	120,548	19,505			(21,827)		(21,827)
Depreciation	42,211					(42,211)		(42,211)
Total business-type activities	4,891,059	329,999	4,795,837			234,777		234,777
Total primary government	\$ 72,159,222	\$ 409,811	\$ 27,519,565	\$ 4,233,527		(40,231,096)		(39,996,319)
General revenues:								
Taxes:								
Property taxes						8,427,915		8,427,915
Delinquent property taxes						603,102		603,102
Unmined minerals taxes						341,977		341,977
Motor vehicle taxes						1,606,238		1,606,238
Franchise taxes						1,596,675		1,596,675
State and formula grants						27,644,805		27,644,805
Unrestricted investment earnings						202,527	22,617	225,144
Other local						273,882		273,882
Transfers						240,800	(240,800)	-
Total general revenues and transfers						40,937,921	(218,183)	40,719,738
Change in net position						706,825	16,594	723,419
Net position - beginning						35,447,681	1,573,777	37,021,458
Prior period adjustment						(18,405,106)	(251,035)	(18,656,141)
Restated net position - beginning						17,042,575	1,322,742	18,365,317
Net position - ending						17,749,400	1,339,336	19,088,736

*Unallocated depreciation that excludes depreciation which is included in the direct expenses of various programs, if any.

See the accompanying notes to the financial statements.

Floyd County School District
Balance Sheet
Governmental Funds
June 30, 2018

	Governmental Funds					
	General	Special Revenue	Construction	Debt Service	Other Governmental Funds	Total
ASSETS						
Cash and cash equivalents	\$ 4,797,650	\$ -	\$ 1,595,814	\$ -	\$ 41,508	\$ 6,434,972
Interfund receivables	613,414					613,414
Receivables, net						
Taxes-current	932,883					932,883
Taxes-delinquent	42,474					42,474
Accounts	9,286	79,733			2,224	91,243
Intergovernmental-state	24,115	24,813				48,928
Intergovernmental-federal		1,499,564				1,499,564
Total assets	<u>6,419,822</u>	<u>1,604,110</u>	<u>1,595,814</u>	<u>-</u>	<u>43,732</u>	<u>9,663,478</u>
LIABILITIES						
Accounts payable	194,000	120,292	8,074		2,942	325,308
Interfund payable		613,414				613,414
Unearned revenue		870,404				870,404
Total liabilities	<u>194,000</u>	<u>1,604,110</u>	<u>8,074</u>	<u>-</u>	<u>2,942</u>	<u>1,809,126</u>
FUND BALANCE						
Restricted			1,587,740		9,224	1,596,964
Committed					31,566	31,566
Assigned	458,604					458,604
Unassigned	5,767,218					5,767,218
Total fund balance	<u>6,225,822</u>	<u>-</u>	<u>1,587,740</u>	<u>-</u>	<u>40,790</u>	<u>7,854,352</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ 6,419,822	\$ 1,604,110	\$ 1,595,814	\$ -	\$ 43,732	\$ 9,663,478

See the accompanying notes to the financial statements.

Floyd County School District
Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Position
June 30, 2018

Fund balances-total governmental funds	\$ 7,854,352
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets are not reported in this fund financial statement because they are not current financial resources, but they are reported in the statement of net position.	121,184,335
Costs associated with bond issues and refundings are expensed in the fund financial statements because they are a use of current financial resources but are capitalized on the statement of net position using the economic resources focus	810,408
Certain liabilities (such as bonds payable, the long-term portion of accrued sick leave, accrued interest payable, other accounts payable, and net pension obligations) are not due and payable in the current period and, therefore, are not reported in the funds	
Accrued interest payable	(908,705)
Bonds payable	(71,972,767)
Capital lease payable	(2,111,183)
KSBIT payable	(858,906)
Sick leave liability	(443,163)
Workers compensation liability	(1,468,543)
Net pension liability	(19,546,301)
Net OPEB liability	(21,070,255)
Deferred outflows and inflows or resources related to pensions are applicable to future periods and, therefore, are not reported in the funds	
Deferred outflows related to OPEB	2,287,846
Deferred inflows related to OPEB	(536,487)
Deferred outflows related to pensions	6,627,195
Deferred inflows related to pensions	<u>(2,098,426)</u>
Net position of governmental activities	\$ <u>17,749,400</u>

See the accompanying notes to the financial statements.

Floyd County School District
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended June 30, 2018

	<u>General</u>	<u>Special Revenue</u>	<u>Construction Fund</u>	<u>Debt Service Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES						
From Local Sources						
Taxes						
Property	\$ 6,533,775	\$ -	\$ -	\$ -	\$ 1,894,140	\$ 8,427,915
Delinquent	603,102					603,102
Motor vehicle	1,606,238					1,606,238
Unmined mineral	341,977					341,977
Franchise tax	1,596,675					1,596,675
Earnings on investments	99,998	2,458	90,869		9,202	202,527
Student Activities					70,119	70,119
Food service	1,205					1,205
Other local revenue	77,600	196,282				273,882
Intergovernmental - state	42,131,641	1,656,874		1,522,692	2,710,835	48,022,042
Intergovernmental - federal	272,519	6,307,499				6,580,018
Total revenues	<u>53,264,730</u>	<u>8,163,113</u>	<u>90,869</u>	<u>1,522,692</u>	<u>4,684,296</u>	<u>67,725,700</u>
EXPENDITURES						
Instruction	31,943,014	5,597,680			34,760	37,575,454
Support Services						
Student	1,209,821	25,724				1,235,545
Instructional Staff	1,685,901	1,652,549				3,338,450
District Administration	1,243,479	20,000				1,263,479
School Administration	4,524,783					4,524,783
Business	1,070,601					1,070,601
Plant Operation & Maintenance	5,953,469	31,563			35,270	6,020,302
Student Transportation	4,042,712					4,042,712
Community Services Operations	43	945,115				945,158
Debt Service	539,699			6,011,334		6,551,033
Other facilities			171,734			171,734
Building acquisition & construction			16,463,354			16,463,354
Total expenditures	<u>52,213,522</u>	<u>8,272,631</u>	<u>16,635,088</u>	<u>6,011,334</u>	<u>70,030</u>	<u>83,202,605</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,051,208	(109,518)	(16,544,219)	(4,488,642)	4,614,266	(15,476,905)
OTHER FINANCING SOURCES (USES)						
Sale of equipment, buildings and land & improvements	8,970					8,970
Operating transfers in	1,123,428	109,518		4,488,642		5,721,588
Operating transfers (out)	(109,518)				(5,371,270)	(5,480,788)
Total other financing sources and (uses)	<u>1,022,880</u>	<u>109,518</u>	<u>-</u>	<u>4,488,642</u>	<u>(5,371,270)</u>	<u>249,770</u>
NET CHANGE IN FUND BALANCE	2,074,088	-	(16,544,219)	-	(757,004)	(15,227,135)
FUND BALANCE-BEGINNING	<u>4,151,734</u>	<u>-</u>	<u>18,131,959</u>	<u>-</u>	<u>797,794</u>	<u>23,081,487</u>
FUND BALANCE-ENDING	<u>\$ 6,225,822</u>	<u>\$ -</u>	<u>\$ 1,587,740</u>	<u>\$ -</u>	<u>\$ 40,790</u>	<u>\$ 7,854,352</u>

See the accompanying notes to the financial statements.

Floyd County School District
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of
 Governmental Funds to the Statement of Activities**
 Year ended June 30, 2018

Net change in fund balances-total governmental funds	\$ (15,227,135)
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.	
District pension contributions less costs of benefits earned net employee contributions	(2,196,368)
Governmental funds report district OPEB contributions as expenditures. However in the Statement of Activities, the cost of OPEB benefits earned net of employee contributions is reported as pension expense.	
District OPEB contributions less costs of benefits earned net employee contributions	160,782
Bonds sold at a discount is recorded as a other financing use on the fund financial statements but is netted against bond obligations and amortized to expense over the life of the bond in the statement of net position.	
	(59,517)
Capital outlays are reported as expenditures in this fund financial statement because they use current financial resources, but they are presented as assets in the statement of activities and depreciated over their estimated economic lives. The difference is the amount by which capital outlays exceeds depreciation expense for the year.	
	14,656,936
The difference in the issue amount of the refunding of bond proceeds and the amount for payment to the escrow account to pay the refunded bonds is amortized over the life of the refunding issue.	
	(202,624)
Bond and capital lease payments are recognized as expenditures of current financial resources in the fund financial statement but are reductions of liabilities in the statement of net position.	
	4,030,776
Generally, expenditures recognized in this fund financial statement are limited to only those that use current financial resources, but expenses are recognized in the statement of activities when they are incurred.	
Accrued interest payable	17,546
KSBIT payable	60,397
Other	
Workers compensation liability	(504,426)
Noncurrent sick leave payable	(29,542)
	<hr/>
Change in net position of governmental activities	\$ <u>706,825</u>

See the accompanying notes to the financial statements.

Floyd County School District
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
General Fund
Year Ended June 30, 2018

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
REVENUES				
From Local Sources				
Taxes				
Property	\$ 5,962,385	\$ 5,962,385	\$ 6,533,775	\$ 571,390
Delinquent	550,000	550,000	603,102	53,102
Motor vehicle	1,530,000	1,530,000	1,606,238	76,238
Unmined minerals	450,000	450,000	341,977	(108,023)
Franchise tax	1,500,000	1,500,000	1,596,675	96,675
Earnings on investments	40,000	40,000	99,998	59,998
Food service	1,000	1,000	1,205	205
Other local revenue			77,600	77,600
Intergovernmental - state	37,565,134	37,565,134	42,131,641	4,566,507
Intergovernmental - federal	355,000	355,000	272,519	(82,481)
Total revenues	<u>47,953,519</u>	<u>47,953,519</u>	<u>53,264,730</u>	<u>5,311,211</u>
EXPENDITURES				
Instruction	29,954,034	29,909,330	31,943,014	(2,033,684)
Support Services				
Student	1,225,675	1,225,675	1,209,821	15,854
Instructional Staff	1,556,244	1,556,244	1,685,901	(129,657)
District Administration	1,381,350	1,381,350	1,243,479	137,871
School Administration	4,358,035	4,317,325	4,524,783	(207,458)
Business	1,033,539	1,033,539	1,070,601	(37,062)
Plant Operation & Maintenance	6,059,827	6,059,827	5,953,469	106,358
Student Transportation	4,262,870	4,345,661	4,042,712	302,949
Community Services Operations			43	(43)
Debt Service	464,163	464,162	539,699	(75,537)
Total expenditures	<u>50,295,737</u>	<u>50,293,113</u>	<u>52,213,522</u>	<u>(1,920,409)</u>
EXCESS (DEFICIENCY) IN REVENUES OVER EXPENDITURES	(2,342,218)	(2,339,594)	1,051,208	3,390,802
OTHER FINANCING SOURCES (USES)				
Sale of equipment			8,970	8,970
Operating transfers in	265,000	265,000	1,123,428	858,428
Operating transfers out	(109,525)	(109,525)	(109,518)	7
Total other financing sources and (uses)	<u>155,475</u>	<u>155,475</u>	<u>1,022,880</u>	<u>867,405</u>
NET CHANGE IN FUND BALANCE	(2,186,743)	(2,184,119)	2,074,088	4,258,207
FUND BALANCE BEGINNING	4,036,743	4,036,743	4,151,734	114,991
FUND BALANCE-ENDING	\$ 1,850,000	\$ 1,852,624	\$ 6,225,822	\$ 4,373,198

See the accompanying notes to the financial statements.

Floyd County School District
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual
Special Revenue Fund
Year Ended June 30, 2018

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
REVENUES				
From Local Sources				
Earnings on investments	\$ -	\$ -	\$ 2,458	\$ 2,458
Other local revenue	28,000	140,091	196,282	56,191
Intergovernmental - state	1,861,533	1,755,658	1,656,874	(98,784)
Intergovernmental - federal	7,034,880	7,067,812	6,307,499	(760,313)
Total revenues	<u>8,924,413</u>	<u>8,963,561</u>	<u>8,163,113</u>	<u>(800,448)</u>
EXPENDITURES				
Instruction	6,506,734	6,624,195	5,597,680	1,026,515
Support Services				
Student	32,490	36,056	25,724	10,332
Instructional Staff	1,732,439	1,723,786	1,652,549	71,237
District Administration	20,000	20,000	20,000	-
Plant operation & maintenance	65,476	65,476	31,563	33,913
Community Services Operations	676,799	683,849	945,115	(261,266)
Total expenditures	<u>9,033,938</u>	<u>9,153,362</u>	<u>8,272,631</u>	<u>880,731</u>
EXCESS (DEFICIENCY) IN REVENUES OVER EXPENDITURES	(109,525)	(189,801)	(109,518)	80,283
OTHER FINANCING SOURCES (USES)				
Operating transfers in	109,525	109,525	109,518	(7)
Total other financing sources and (uses)	<u>109,525</u>	<u>109,525</u>	<u>109,518</u>	<u>(7)</u>
NET CHANGE IN FUND BALANCE	-	(80,276)	-	80,276
FUND BALANCE-BEGINNING				
FUND BALANCE-ENDING	\$ -	\$ (80,276)	\$ -	\$ 80,276

See the accompanying notes to the financial statements.

Floyd County School District
Statement of Net Position
Proprietary Funds
June 30, 2018

	Enterprise Funds		
	School Food Services	Other Proprietary Fund	Total
ASSETS			
Cash and cash equivalents	\$ 1,455,727	\$ 96,992	\$ 1,552,719
Inventories	54,935		54,935
Accounts receivable, net	1,680		1,680
Capital assets:			
Other capital assets, net of depreciation	736,666		736,666
Total assets	<u>2,249,008</u>	<u>96,992</u>	<u>2,346,000</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	296,979	18,965	315,944
Deferred outflows related to OPEB	72,337	4,619	76,956
Total deferred outflows of resources	<u>369,316</u>	<u>23,584</u>	<u>392,900</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>2,618,324</u>	<u>120,576</u>	<u>2,738,900</u>
LIABILITIES			
Accounts payable	30,874		30,874
Net pension liability	875,912	55,935	931,847
Net OPEB liability	300,835	19,211	320,046
Total liabilities	<u>1,207,621</u>	<u>75,146</u>	<u>1,282,767</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	94,035	6,005	100,040
Deferred inflows related to OPEB	15,751	1,006	16,757
Total deferred inflows of resources	<u>109,786</u>	<u>7,011</u>	<u>116,797</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>1,317,407</u>	<u>82,157</u>	<u>1,399,564</u>
NET POSITION			
Net Investment in capital assets	736,666	-	736,666
Restricted	564,251	38,419	602,670
Total net position	<u>1,300,917</u>	<u>38,419</u>	<u>1,339,336</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	<u>\$ 2,618,324</u>	<u>\$ 120,576</u>	<u>\$ 2,738,900</u>

See the accompanying notes to the financial statements.

Floyd County School District
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
Year Ended June 30, 2018

	Enterprise Funds		
	School Food Services	Other Proprietary Fund	Total
OPERATING REVENUES			
Lunchroom sales	\$ 209,451	\$ -	\$ 209,451
Community services		120,548	120,548
Total operating revenues	<u>209,451</u>	<u>120,548</u>	<u>329,999</u>
OPERATING EXPENSES			
Food service operations			
Salaries and benefits	1,694,639		1,694,639
Operational	2,992,329		2,992,329
Day care operations			
Salaries and benefits		113,453	113,453
Operational		48,427	48,427
Depreciation	42,211		42,211
Total operating expenses	<u>4,729,179</u>	<u>161,880</u>	<u>4,891,059</u>
Operating income (loss)	(4,519,728)	(41,332)	(4,561,060)
NONOPERATING REVENUES (EXPENSES)			
Federal grants	4,411,173		4,411,173
State grants	365,159	19,505	384,664
Transfers in (out)	(240,800)		(240,800)
Earnings from investments	22,617		22,617
Total nonoperating revenues (expenses)	<u>4,558,149</u>	<u>19,505</u>	<u>4,577,654</u>
CHANGE IN NET POSITION	38,421	(21,827)	16,594
NET POSITION-BEGINNING	1,498,462	75,315	1,573,777
Prior period adjustment	(235,966)	(15,069)	(251,035)
RESTATED NET POSITION-BEGINNING	<u>1,262,496</u>	<u>60,246</u>	<u>1,322,742</u>
NET POSITION-ENDING	\$ <u>1,300,917</u>	\$ <u>38,419</u>	\$ <u>1,339,336</u>

See the accompanying notes to the financial statements.

Floyd County School District
Statement of Cash Flows
Proprietary Funds
Year Ended June 30, 2018

	Enterprise Funds		
	School Food Services	Child Care Services	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	\$ 209,451	\$ 120,548	\$ 329,999
Payments to suppliers	(2,992,951)	(44,885)	(3,037,836)
Payments to employees	(1,694,639)	(113,453)	(1,808,092)
Net cash provided (used) by operating activities	(4,478,139)	(37,790)	(4,515,929)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Operating grants and contributions	4,776,332	19,505	4,795,837
Net cash provided (used) by noncapital financing activities	4,776,332	19,505	4,795,837
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Transfers	(240,800)		(240,800)
Net cash provided (used) by capital and related financing activities	(240,800)	-	(240,800)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest	22,617	-	22,617
Net cash provided (used) by investing activities	22,617	-	22,617
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	80,010	(18,285)	61,725
CASH AND CASH EQUIVALENTS-BEGINNING	1,375,717	115,277	1,490,994
CASH AND CASH EQUIVALENTS-ENDING	\$ 1,455,727	\$ 96,992	\$ 1,552,719
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ (4,519,728)	\$ (41,332)	\$ (4,561,060)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	42,211		42,211
Changes in assets and liabilities:			
Receivables	(1,680)		(1,680)
Inventories	-		-
Deferrals	104,995	3,300	108,295
Deferrals	85,848	5,301	91,149
Net pension liability	(269,752)	(8,404)	(278,156)
Net OPEB liability	64,869	4,142	69,011
Accrued liabilities	15,098	(797)	14,301
Net cash provided provided (used) by operating activities	\$ (4,478,139)	\$ (37,790)	\$ (4,515,929)

NONCASH NONCAPITAL FINANCING ACTIVITIES

During the year, the district received \$267,795 of food commodities from the U.S. Department of Agriculture.

During the year, the district recognized revenues and expenses for on-behalf payments relating to fringe benefits in the amount of \$326,552 for food services and \$19,505 for day care services provided by state government.

See the accompanying notes to the financial statements.

Floyd County School District
Statement of Fiduciary Net Position
Fiduciary Fund
June 30, 2018

	Fiduciary Fund Total
ASSETS	
Cash and cash equivalents	\$ 366,699
Certificates of Deposit	10,000
Accounts receivable	<u>3,661</u>
TOTAL ASSETS	<u>380,360</u>
LIABILITIES	
Accounts payable	32,212
Due to student groups	348,148
TOTAL LIABILITIES	<u>380,360</u>
NET POSITION HELD IN TRUST	<u>-</u>

See the accompanying notes to the financial statements.

**FLOYD COUNTY SCHOOL DISTRICT
NOTES TO THE FINANCIAL STATEMENTS
For the year ended June 30, 2018**

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The Floyd County Board of Education (“Board”), a five-member group, is the level of government, which has oversight responsibilities over all activities related to public elementary and secondary school education within the jurisdiction of the Floyd County Board of Education (“District”). The District receives funding from Local, State and Federal government sources and must comply with the commitment requirements of these funding source entities. However, the District is not included in any other governmental “reporting entity” as defined in Section 2100-Codification of Governmental Accounting and Financial Reporting Standards. Board members are elected by the public and have decision making authority, the power to designate management, the responsibility to develop policies which may influence operations and primary accountability for fiscal matters.

The District, for financial purposes, includes all of the funds relevant to the operation of the Floyd County Board of Education. The financial statements presented herein do not include funds of groups and organizations, which although associated with the school system, have not originated within the District itself such as Band Boosters, Parent-Teacher Associations, etc.

The financial statements of the District include those of separately administered organizations that are controlled by or dependent on the Board. Control or dependence is determined on the basis of budget adoption, funding and appointment of the respective governing board.

Based on the foregoing criteria, the financial statements of the following organization are included in the accompanying financial statements:

Blended Component Unit

The Board authorized establishment of the Floyd County Board of Education Finance Corporation a non-stock, non-profit corporation pursuant to Section 162.385 of the School Bond Act and Chapter 273 and Section 58.180 of the Kentucky Revised Statutes (the “Corporation”) to act as an agency of the District for financing the costs of school building facilities. The Board of Directors of the Corporation shall be the same persons who are at any time the members of the Board of Education of the Floyd County Board of Education.

Basis of Presentation

Government-wide Financial Statements – The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

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

Fund Financial Statements – Fund financial statements report detailed information about the District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

The accounting and 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. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities and a statement of revenues, expenditures and changes in fund balances, which reports on the changes in net total assets. Proprietary funds and fiduciary funds are reported using the economic resources measurement focus. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activities.

The District has the following funds:

I. Governmental Fund Types

(A) General Fund

The General Fund is the main operating fund of the District. It accounts for financial resources used for general types of operations. This is a budgeted fund, and any fund balances are considered as resources available for use. This is always a major fund of the District.

(B) Special Revenue (Grant) Fund

The Special Revenue (Grant) Fund accounts for proceeds of specific revenue sources (other than expendable trust funds or major capital projects) that are legally restricted to disbursements for specified purposes. It includes federal financial programs where unused balances are returned to the grantor at the close of specified project periods as well as the state grant programs. Project accounting is employed to maintain integrity for the various sources of funds. The separate projects of federally-funded grant programs are identified in the Schedule of Expenditures of Federal Awards included in this report. KDE requires this fund to be a major fund.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(C) District Activity Fund

The District Activity Fund is a Special Revenue fund type and is used to account for funds collected at individual schools for operation costs of the schools or school district that allows for more flexibility in the expenditures of those funds.

(D) Capital Project Funds

Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities and equipment (other than those financed by Proprietary Fund).

SEEK Capital Outlay Fund

The Support Education Excellence in Kentucky (SEEK) Capital Outlay Fund receives those funds designated by the state as Capital Outlay Funds and is restricted for use in financing projects as identified in the District's facility plan.

Building (FSPK) Fund

The Facility Support Program of Kentucky (FSPK) accounts for funds generated by the building tax levy that is required to participate in the School Facilities Construction Commission's construction funding and state matching funds, where applicable. Funds may be used for projects identified in the District's facility plan.

Construction Fund

The Construction Fund accounts for proceeds from sale of bonds and other revenues to be used for authorized construction and/or remodeling. This is a major fund of the District.

(E) Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest and related cost; and for the payment of interest on general obligation notes payable, as required by Kentucky Law. This is a major fund of the District.

II. Proprietary Funds (Enterprise Funds)

(A) Food Service Fund

The School Food Service Fund is used to account for school food service activities, including the National School Lunch Program, which is conducted in cooperation with the U.S. Department of Agriculture (USDA). Amounts have been recorded for in-kind contribution of commodities from the USDA. This is a major fund.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

(B) Day Care Fund

The Day Care Fund is used to account for child care activities.

The District applies all GASB pronouncements to proprietary funds.

III. Fiduciary Fund Types

(A) Agency Funds

The Agency Fund accounts for activities of student groups and other types of activities requiring clearing accounts. The schools funds are accounted for in accordance with "Accounting Procedures for Kentucky School Activity Funds."

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues – Exchange and Non-exchange Transactions – Revenues resulting from exchange transactions, in which each party receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of the fiscal year-end. Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resource are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenues from nonexchange transactions must also be available before it can be recognized.

Unearned revenue – Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Grants and entitlements received before the eligibility requirements are met are recorded as unearned revenue.

Expenses/Expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the statement

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

the revenues, expenses, and changes in net position as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as unearned revenue.

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

Cash and Cash Equivalents

The District considers demand deposits, money market funds, and other investments with an original maturity of 90 days or less, to be cash equivalents.

Inventories

Inventory consists of food purchased by the District and commodities granted by the United States Department of Agriculture (USDA). The commodities are recognized as revenues and expenditures by the Food Service Fund when consumed. Any material commodities on hand at year end are recorded as inventory. All purchased inventory items are valued at the lower of cost or market (first-in, first-out) using the consumption method and commodities assigned values are based on information provided by the USDA.

Prepaid Assets

Payments made that will benefit periods beyond June 30, 2008 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and expenditure/expense is reported in the year in which services are consumed.

Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the government funds. These assets are reported in the government activities column of the government-wide financial statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of one thousand dollars with the exception of computers, digital cameras and real property for which there is no threshold. The District does not possess any infrastructure. Improvements are capitalized; the cost of, normal maintenance and repairs that do not add to the value of the asset or materially extend an assets life are not.

All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives for both general capital assets and proprietary fund assets:

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

<u>Description</u>	<u>Estimated Lives</u>
Buildings and improvements	25-50 years
Land improvements	20 years
Technology equipment	5 years
Vehicles	5-10 years
Audio-visual equipment	15 years
Food service equipment	10-12 years
Furniture and fixtures	7 years
Other	10 years

Accrued Liabilities and Long-Term Obligations

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

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgment, the noncurrent portion of capital leases, accumulated sick leave, contractually required pension and OPEB contributions and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. In general, payments made within sixty days after year-end are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

Accumulated Unpaid Sick Leave Benefits

Upon retirement from the school system, an employee will receive from the District an amount equal to 30% of the value of the accumulated sick leave.

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

Fund Balances

Fund balance is divided into five categories as defined by GASB 54 as follows:

Nonspendable:	Permanently nonspendable by decree of the donor, such as an endowment, or funds that are not in a spendable form, such as prepaid expenses or inventory on hand.
Restricted	Legally restricted under legislation, bond authority, or grantor contract.
Committed	Commitments of future funds for specific purposes passed by the Board.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Assigned	Funds that are intended by management to be used for a specific purpose, including encumbrances.
Unassigned	Funds available for any purpose; unassigned amounts are reported only in the General Fund unless a fund has a deficit.

The Board has adopted a GASB 54 spending policy which states that the spending order of funds is to first use restricted, committed, assigned resources first, then unassigned resources as they are needed.

Net Position

The Statement of Net Position presents the reporting entity's non-fiduciary assets and liabilities, the difference between the two being reported as Net Position. Net Position are reported in three categories: 1) net investment in capital assets – consisting of capital assets, net of accumulated depreciation and reduced by outstanding balances for debt related to the acquisition, construction, or improvement of the assets; 2) restricted net position – resulting from constraints placed on net position by creditors, grantors, contributors, and other external parties, including those constraints imposed by law through constitutional provisions or enabling legislation adopted by the School District; 3) unrestricted net position – those assets that do not meet the definition of restricted net position or net investment in capital assets. It is the District's policy to first apply restricted net position and then unrestricted net position when an expense is incurred for which both restricted and unrestricted net position are available.

Property Taxes

Property Tax Revenues – Property taxes are levied each September on the assessed value listed as of the prior January 1, for all real and personal property in the county. The billings are considered due upon receipt by the taxpayer; however, the actual date is based on a period ending 30 days after the tax bill mailing. Property taxes collected are recorded as revenues in the fiscal year for which they were levied. The property tax rates assessed for the year ended June 30, 2018, to finance the General Fund operations were \$.692 per \$100 valuation of real property, \$.692 per \$100 valuation for business personal property and \$.554 per \$100 valuation for motor vehicles.

Operating and Non-Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, those revenues are primarily charges for meals provided by the various schools.

Non-operating revenues are not generated directly from the primary activity of the proprietary funds. For the School District those revenues come in the form of grants (federal and state), donated commodities, and earnings from investments.

In-Kind

Local contributions, which include contributed services provided by individuals, private organizations and local governments, are used to match federal and state administered funding on various grants. The amounts of such services and donated commodities are recorded in the accompanying financial statements at their estimated fair market values.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of fixed assets, or from grants or outside contributions of resources restricted to capital acquisition and construction.

Interfund Receivables/Payables

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivables/payables”. These amounts are eliminated in the governmental and business-type activities columns of the statements of net position, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Interfund Transfers

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 and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position includes a section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until the appropriate period. The District reports three types of deferred outflows – contributions to the CERS’s pension and OPEB plans after the measurement period and the unrecognized portion of a deferred loss on the refinancing of long-term debt.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until the appropriate period. The District reports two types of deferred inflows related to the net difference projected and actual earnings on pension and OPEB plan investments.

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 County Employees Retirement System Non-Hazardous (“CERS”) and Teachers Retirement System of the State of Kentucky (“KTRS”) and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the pensions. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Postemployment Benefits Other Than OPEBs (OPEB)

For purposes of measuring the liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Teachers' Retirement System of the State of Kentucky (TRS), and the County Retirement System of Kentucky (CERS), and additions to/deductions from TRS's/CERS's fiduciary net position have been determined on the same basis as they are reported by TRS/CERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments and participating interest-earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost.

Bond and Related Premiums, Discounts, and Issuance Costs

In the government-wide financial statements and in the proprietary fund financial statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the straight line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed when bonds are issued.

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

Estimates

The process of preparing financial statements in conformity accounting principles generally accepted in the United States of America requires District's management to make estimates and assumptions that affect reported amounts of assets, liabilities, revenues, expenditures, designated fund balances, and disclosure of contingent assets and liabilities at the date of the financial statements. Actual results could differ from those estimates.

Budgetary Process

The District prepares its budgets on the modified accrual basis of accounting, which is the same basis as used to prepare the Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.

Once the budget is approved, it can be amended. Amendments are presented to the Board at their regular meetings. Such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year-end as dictated by law.

Each budget is prepared and controlled by the budget coordinator at the revenue and expenditure function/object level. All budget appropriations lapse at year-end.

The Kentucky Department of Education does not require the Capital Project Funds and Debt Service Funds to prepare budgets.

The District's General Fund expenditures exceed its approval budget appropriations by \$1,920,409.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

New Pronouncements

GASB issued Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefit Plans Other than Pension Plans* (“GASB 75”), effective for the beginning of the District’s fiscal year ending June 30, 2018 and resulted in a restatement of net position in the Government-Wide Financial Statements of \$(19,730,713) as discussed in Note T.

GASB issued Statement No. 81, *Irrevocable Split-Interest Agreements*, effective for the District’s fiscal year ending June 30, 2018.

GASB issued Statement No. 85, *Omnibus 2017*, effective for the District’s fiscal year ending June 30, 2018.

GASB issued Statement No. 86, *Certain Debt Extinguishment Issues*, effective for the District’s fiscal year ending June 30, 2018.

The adoption of GASB Statement Numbers 81, 85 and 86 did not have an impact on the District’s financial position or results of operations.

The District will adopt the following new accounting pronouncements in future years:

GASB issued Statement No. 83, *Certain Asset retirement Obligations*, effective for the District’s fiscal year ending June 30, 2019.

GASB issued Statement No. 84, *Fiduciary Activities*, effective for the District’s fiscal year ending June 30, 2020.

GASB issued Statement No. 87, *Leases*, effective for the District’s fiscal year ending June 30, 2021.

GASB issued Statement No. 88, *Certain Disclosures Related to Debt*, including Direct Borrowings and Direct Placements, effective for the District’s fiscal year ending June 30, 2019.

GASB issued Statement No. 89, *Accounting for Interest Costs Incurred before the End of a Construction Period*, effective for the District’s fiscal year ending June 30, 2021.

GASB Statement No. 90, *Majority Equity Interests – an amendment of GASB Statements No. 14 and No. 61*, effective for the District’s fiscal year ending June 30, 2020.

The impact of these pronouncements on the District’s financial statement has not been determined.

NOTE B – CASH AND CASH EQUIVALENTS AND CERTIFICATE OF DEPOSIT

The Kentucky Revised Statutes authorize the District to invest money subject to its control in obligations of the United States; bonds or certificates of indebtedness of Kentucky and its agencies and instrumentalities; savings and loan associations insured by an agency of the United States up to the amount insured; and national or state banks chartered in Kentucky and insured by an agency of the

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

United States providing such banks pledge as security obligations, as permitted by KRS 41.240(4), having a current quoted market value at least equal to uninsured deposits.

Custodial credit risk is the risk that in the event of a bank failure, a government's deposits may not be returned to it. The District's deposit policy for custodial credit risk requires compliance with the provisions of state law. At year end the District's bank balances were collateralized by securities held by the pledging bank's trust department in the District's name and FDIC insurance. At year end, the carrying amount of the District's cash and cash equivalents and certificate of deposit was \$8,364,388. The bank balance for the same time was \$13,455,814. The Fiduciary Fund – School Activity Fund – South Floyd High School had \$10,000 in a certificate of deposit at June 30, 2018 to maximize interest earned for the fund. Non-negotiable certificates of deposit are stated at cost which approximates fair value.

Due to the nature of the accounts and certain limitations imposed on the use of funds, each bank account within the following funds is considered to be restricted: SEEK Capital Outlay Fund, Facility Support Program (FSPK/Building) Fund, special Revenue (Grant Fund), Debt Service Fund, School Construction Fund, School Food Service Fund, and School Activity Fund.

NOTE C – CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2018, was as follows:

<u>Governmental Activities</u>	<u>July 1, 2017</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 2018</u>
Land (nondepreciable)	\$ 4,797,250	\$ -	\$ -	\$ 4,797,250
Construction in progress – (nondepreciable)	45,620,333	16,635,088	1,305,118	60,950,303
Land improvements	1,927,458	-	-	1,927,458
Buildings	86,025,882	1,337,336	-	87,363,217
Technology equipment	10,696,339	627,057	244,670	11,078,725
Vehicles	9,012,840	1,112,173	461,367	9,663,646
General equipment	3,194,086	45,517	2,450	3,237,153
Infrastructure	6,789,261	-	-	6,789,261
Total at historical cost	\$ 168,063,449	\$ 19,757,170	\$ 2,013,604	\$ 185,807,014
Less: Accumulated depreciation				
Land improvements	\$ 611,627	\$ 96,097	\$ -	\$ 707,724
Buildings	36,735,569	1,356,885	-	38,092,454
Technology equipment	9,727,939	634,003	244,188	10,117,754
Vehicles	6,868,018	1,348,725	461,367	7,755,376
General equipment	2,740,621	67,180	2,450	2,805,351
Infrastructure	4,852,276	291,745	-	5,144,021
Total accumulated depreciation	\$ 61,536,049	\$ 3,794,635	\$ 708,005	\$ 64,622,679
Governmental Activities Capital Assets-net	\$ 106,527,399	\$ 15,962,535	\$ 1,305,599	\$ 121,184,335
<u>Business-Type Activities</u>	<u>July 1, 2017</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 2018</u>
Buildings	\$ 1,592,932	\$ -	\$ -	\$ 1,592,932
Technology equipment	44,468	-	1,449	43,019
General equipment	1,552,885	-	-	1,552,885
Total at historical cost	\$ 3,190,284	\$ -	\$ 1,449	\$ 3,188,835
Less: Accumulated depreciation				
Vehicles	931,002	31,616	-	962,618
Technology equipment	44,981	354	3,320	42,015
General equipment	1,435,425	12,112	-	1,447,537
Total accumulated depreciation	\$ 2,411,408	\$ 44,082	\$ -	\$ 2,452,170
Business-Type Activities Capital Assets-net	\$ 778,877	\$ (44,082)	\$ (1,871)	\$ 736,666

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Depreciation expense was not allocated to governmental functions. It appears on the statement of activities as “unallocated”.

NOTE D – DEBT OBLIGATIONS

Bonds

The amount shown in the accompanying financial statements as bonded debt and lease obligations represent the District’s future obligations to make payments relating to the bonds issued by the Floyd County School District Finance Corporation.

The District, through the General Fund (including utility taxes), Building (FSPK) Fund, and the SEEK Capital Outlay Fund is obligated to make lease payments in amounts sufficient to satisfy debt service requirements on bonds issued by the Fiscal Court to construct school facilities. The District has an option to purchase the property under lease at any time by retiring the bonds then outstanding.

The original amount of outstanding issues, the issue dates, interest rates, maturity dates, and outstanding balances, at June 30, 2018 are summarized below:

<u>REF</u>	<u>Bond Issue</u>	<u>Original Amount</u>	<u>Maturity Dates</u>	<u>Interest Rates</u>	<u>2017 Outstanding Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>2018 Outstanding Balance</u>
1	2015	\$ 52,595,000	8/1/2035	2.0 - 4.0%	\$ 51,180,000	\$ -	\$ 1,630,000	\$ 49,550,000
2	2014R	6,685,000	3/1/2026	2.0 - 3.0%	5,945,000	-	605,000	5,340,000
3	2017	10,560,000	3/1/2037	3-3.75%	10,560,000	-	215,000	10,345,000
10	2008	2,115,000	4/1/2028	2.8 - 3.75%	1,460,000	-	110,000	1,350,000
11	2010R	5,320,000	4/1/2022	2.0 - 3.0%	2,380,000	-	520,000	1,860,000
12	2012R	2,870,000	12/1/2024	1.35 - 2.625%	2,280,000	-	265,000	2,015,000
13	2013R	3,315,000	10/1/2025	1.0 - 2.0%	2,905,000	-	300,000	2,605,000
					76,710,000	-	3,645,000	73,065,000
Add:	Premium				89,597		9,955	79,642
Less:	Discount				(1,241,347)	-	(69,472)	(1,171,875)
	Totals				\$ 75,558,250	\$ -	3,585,483	\$ 71,972,767

The District has entered into “participation agreements” with the Kentucky School Facility Construction Commission. The Kentucky Legislature, for the purpose of assisting local school districts in meeting school construction needs, created the Commission. The table following sets forth the amount to be paid by the District and the Commission for each year until maturity of all bond issues.

The bonds may be called prior to maturity at dates and redemption premiums specified in each issue. Assuming no issues are called prior to maturity, the minimum obligations of the District, including amounts to be paid by the Commission, at June 30, 2018 for debt service, (principal and interest) are as follows:

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

YEAR	<u>LOCAL</u>		<u>KSFCC</u>		<u>PRINCIPAL</u>	<u>INTEREST</u>
	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>	<u>TOTAL</u>
2019	\$ 2,563,419	\$ 1,949,267	\$ 1,171,581	\$ 351,110	\$ 3,735,000	\$ 2,300,378
2020	2,634,074	1,880,443	1,200,926	321,766	3,835,000	2,202,209
2021	2,708,081	1,808,448	1,231,919	290,772	3,940,000	2,099,220
2022	2,779,132	1,733,579	950,868	258,872	3,730,000	1,992,451
2023	2,861,415	1,652,146	948,585	233,911	3,810,000	1,886,058
2024-2028	15,597,053	6,971,121	3,562,947	799,339	19,160,000	7,770,460
2029-2033	18,310,038	4,267,396	1,804,962	394,464	20,115,000	4,661,859
2034-2037	13,532,913	927,807	1,207,087	75,756	14,740,000	1,003,563
	<u>\$ 60,986,125</u>	<u>\$ 21,190,207</u>	<u>\$ 12,078,875</u>	<u>\$ 2,725,989</u>	<u>\$ 73,065,000</u>	<u>\$ 23,916,197</u>

Workers Compensation Liability

The District participates in a self insurance plan for worker's compensation. The District provides coverage up to the retention factor of \$250,000 per occurrence. Claims in excess of that amount are covered 100% by an outside insurer for workers' compensation claims. The activity during fiscal year 2018 for workers compensation liability is as follows:

	<u>2017</u>	<u>Claims & Changes</u>	<u>Claims</u>	<u>2018</u>
	<u>Outstanding</u>	<u>In Estimates</u>	<u>Payments</u>	<u>Outstanding</u>
	<u>Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u>
Workers Compensation Liability	\$ 964,117	\$ 1,032,397	\$ 527,971	\$ 1,468,543
Totals	\$ 964,117	\$ 1,032,397	\$ 527,971	\$ 1,468,543

Accumulated Sick Leave

Upon retirement from the school system, an employee will receive from the District an amount equal to 30% of the value of accumulated sick leave. The activity during fiscal year 2018 for accumulated sick leave is as follows:

	<u>2017</u>		<u>2018</u>
	<u>Outstanding</u>	<u>Additions</u>	<u>Outstanding</u>
	<u>Balance</u>	<u>Retirements</u>	<u>Balance</u>
Sick Leave	\$ 413,621	\$ 29,542	\$ 443,163
Totals	\$ 413,621	\$ 29,542	\$ 443,163

KSBIT

The District elected to finance the worker's compensation insurance deficit (KSBIT) with the now defunct Kentucky School Board Insurance Trust through the Kentucky Inter-local School Transportation Association (KISTA). The activity during fiscal year 2018 for the worker's compensation and property and liability deficit are as follows:

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

<u>KISTA Issues</u>	<u>Original Amount</u>	<u>Maturity Date</u>	<u>Interest Rates</u>	<u>2017 KISTA Outstanding</u>	<u>Additions</u>	<u>Retirements</u>	<u>2018 KISTA Outstanding</u>
KSBIT	\$ 1,018,010	8/15/2029	2.0 - 4.0%	\$ 919,303	\$ -	\$ 60,397	\$ 858,906

The minimum payments are as follows:

<u>Fiscal Year Ended June 30th</u>	<u>Local Principal</u>	<u>Interest</u>	<u>Total Payments</u>
2019	\$ 58,871	\$ 28,441	\$ 87,312
2020	61,674	27,145	88,819
2021	61,688	25,556	87,244
2022	63,770	23,675	87,445
2023	65,304	21,738	87,042
2024-2028	373,784	71,963	445,747
2029-2031	173,815	7,062	180,877
	<u>\$ 858,906</u>	<u>\$ 205,580</u>	<u>1,064,486</u>

Net Pension & OPEB Liability

The net pension liability is \$19,546,301 for governmental activities and \$931,847 for business-type activities for a total of \$20,478,148 as of June 30, 2018. (See Note G for additional information) The net OPEB liability is \$21,070,255 for governmental activities and \$320,046 for business-type activities for a total of \$21,390,301 as of June 30, 2018. (See Note I for additional information)

A summary of activity in bond obligations and other debts is as follows:

<u>Description</u>	<u>2017</u>			<u>2018</u>	
	<u>Outstanding Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Outstanding Balance</u>	<u>Amount Due in 1 Year</u>
Bonds, Net Premium and Discount	\$ 75,558,250	\$ -	3,585,483	\$ 71,972,767	\$ 3,735,000
Capital Leases (See Note E below)	2,496,959	-	385,776	2,111,183	400,487
Workers Compensation Liability	964,117	1,032,397	527,971	1,468,543	115,909
Sick Leave	413,621	29,542	-	443,163	-
KSBIT	919,303	-	60,397	858,906	58,871
Net Pension Liability	17,476,584	3,001,564	-	20,478,148	-
Net OPEB Liability	19,730,713	1,659,588	-	21,390,301	-
Totals	<u>\$ 117,558,547</u>	<u>\$ 5,723,091</u>	<u>\$ 4,559,627</u>	<u>\$ 118,723,011</u>	<u>\$ 4,310,267</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE E – CAPITAL LEASE PAYABLE

The following is an analysis of the leased property under capital lease:

<u>REF</u>	<u>KISTA Issue</u>	<u>Original</u>	<u>Maturity</u>	<u>Interest</u>	<u>2017</u>			<u>2018</u>
		<u>Amount</u>	<u>Dates</u>	<u>Rates</u>	<u>Outstanding</u>	<u>Balance</u>	<u>Additions</u>	<u>Outstanding</u>
							<u>Retirements</u>	<u>Balance</u>
1	2009	\$ 1,153,207	3/1/2019	2.0 - 3.9%	\$ 215,668	\$ -	\$ 105,920	\$ 109,748
2	2013	\$ 1,103,943	3/1/2023	2.0%	648,111	-	108,867	539,244
3	2017	\$ 1,633,180	3/1/2027	2.55%	1,633,180	-	170,989	1,462,191
					<u>\$ 2,496,959</u>	<u>\$ -</u>	<u>\$ 385,776</u>	<u>\$ 2,111,183</u>

The following is a schedule by years of the future minimum lease payments under capital lease together with the present value of the net minimum lease payments as of June 30, 2018:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Payments</u>
2019	\$ 400,487	\$ 52,351	\$ 452,838
2020	266,556	41,271	307,827
2021	273,155	35,098	308,253
2022	258,606	28,772	287,378
2023	264,849	22,716	287,565
2024-2027	647,530	20,206	667,736
	<u>\$ 2,111,183</u>	<u>\$ 200,414</u>	<u>\$ 2,311,597</u>
Total minimum lease payments		\$	2,311,597
Less: Amount representing interest			(200,414)
Present Value of Net Minimum			
Lease Payments		\$	2,111,183

The assets acquired through the capital leases are as follows:

	<u>Governmental Activities</u>
Buses	\$ 3,630,816
Less: Accumulated Depreciation	(1,761,230)
Total	<u>\$ 1,869,586</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE F – COMMITMENTS UNDER NON-CAPITALIZED LEASES

Commitments under operating lease agreements for office equipment provided for the minimum future rental payments as of June 30, 2018 are as follows:

Fiscal Year Ended June 30,	Payment
2019	82,361
2020	79,026
2021	48,313
2022	16,671
2023	1,406
Total	<u>\$ 227,777</u>

Expenditures for equipment under operating leases for the year ended June 30, 2018 totaled \$91,466.

NOTE G – RETIREMENT PLANS

The District's employees are provided with two pension plans, based on each position's college degree requirement. The Kentucky Teachers Retirement System covers positions requiring teaching certification or otherwise requiring a college degree. The County Employees Retirement System covers employees whose position does not require a college degree or teaching certification.

Teachers Retirement System Kentucky (TRS)

Plan description—Teaching-certified employees of the Kentucky School District are provided pensions through the Teachers' Retirement System of the State of Kentucky—a cost-sharing multiple-employer defined benefit pension plan with a special funding situation established to provide retirement annuity plan coverage for local school districts and other public educational agencies in the state. TRS was created by the 1938 General Assembly and is governed by Chapter 161 Section 220 through Chapter 161 Section 990 of the Kentucky Revised Statutes (KRS). TRS is a blended component unit of the Commonwealth of Kentucky and therefore is included in the Commonwealth's financial statements. TRS issues a publicly available financial report that can be obtained at <http://www.trs.ky.gov/financial-reports-information>.

Benefits provided—For members who have established an account in a retirement system administered by the Commonwealth prior to July 1, 2008, members become vested when they complete five (5) years of credited service. To qualify for monthly retirement benefits, payable for life, members must either:

- 1.) Attain age fifty-five (55) and complete five (5) years of Kentucky service, or
- 2.) Complete 27 years of Kentucky service.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Participants that retire before age 60 with less than 27 years of service receive reduced retirement benefits. Non-university members with an account established prior to July 1, 2002 receive monthly payments equal to two (2) percent (service prior to July 1, 1983) and two and one-half (2.5) percent (service after July 1, 1983) of their final average salaries for each year of credited service. New members (including second retirement accounts) after July 1, 2002 will receive monthly benefits equal to 2% of their final average salary for each year of service if, upon retirement, their total service is less than ten years. New members after July 1, 2002 who retire with ten or more years of total service will receive monthly benefits equal to 2.5% of their final average salary for each year of service, including the first ten years. In addition, employees who retire July 1, 2004 and later with more than 30 years of service will have their multiplier increased for all years over 30 from 2.5% to 3.0% to be used in their benefit calculation. Effective July 1, 2008, the system has been amended to change the benefit structure for members hired on or after that date.

Final average salary is defined as the member's five (5) highest annual salaries for those with less than 27 years of service. Employees at least age 55 with 27 or more years of service may use their three (3) highest annual salaries to compute the final average salary. TRS also provides disability benefits for vested employees at the rate of sixty (60) percent of the final average salary. A life insurance benefit, payable upon the death of a member, is \$2,000 for active contributing members and \$5,000 for retired or disabled members.

Cost of living increases are one and one-half (1.5) percent annually. Additional ad hoc increases and any other benefit amendments must be authorized by the General Assembly.

Contributions—Contribution rates are established by Kentucky Revised Statutes (KRS). Non-university employees are required to contribute 12.855% of their salaries to the System.

The Commonwealth of Kentucky, as a non-employer contributing entity, pays matching contributions in the amount of 13.105% of salaries for local school district employees hired before July 1, 2008 and 14.105% for those hired after July 1, 2008. For local school district employees whose salaries are federally funded, the employer contributes 16.105% of salaries. If an employee leaves covered employment before accumulating five (5) years of credited service, accumulated employee pension contributions plus interest are refunded to the employee upon the member's request.

Medical Insurance Plan

Plan description—In addition to the pension benefits described above, Kentucky Revised Statute 161.675 requires TRS to provide post-employment healthcare benefits to eligible members and dependents. The TRS Medical Insurance benefit is a cost-sharing multiple employer defined benefit plan. Changes made to the medical plan may be made by the TRS Board of Trustees, the Kentucky Department of Employee Insurance and the General Assembly.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

To be eligible for medical benefits, the member must have retired either for service or disability. The TRS Medical Insurance Fund offers coverage to members under the age of 65 through the Kentucky Employees Health Plan administered by the Kentucky Department of Employee Insurance. Once retired members and eligible spouses attain age 65 and are Medicare eligible, coverage is obtained through the TRS Medicare Eligible Health Plan.

Funding policy—In order to fund the post-retirement healthcare benefit, seven and one half percent (7.50%) of the gross annual payroll of members is contributed. Three point seventy-five percent (3.75%) is paid by member contributions and three quarters percent (.75%) from state appropriation and three percent (3.00%) from the employer. Also, the premiums collected from retirees as described in the plan description and investment interest help meet the medical expenses of the plan.

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

At June 30, 2018 the District did not report a liability for the District's proportionate share of the net pension liability because the Commonwealth of Kentucky provides the pension support directly to TRS on behalf of the District. The amount recognized by the District as its proportionate share of the net pension liability, the related State support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of KTRS net pension liability	\$	-
Commonwealth's proportionate share of the KTRS net pension liability associated with the District		<u>203,947,183</u>
	\$	<u>203,947,183</u>

The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the actual liability of the employees and former employees relative to the total liability of the System as determined by the actuary. At June, 30, 2017, the District's proportion was 0.7558%.

For the year ended June 30, 2018, the District recognized pension expense of \$7,583,132 and revenue of \$7,583,132 for support provided by the State,

Actuarial Methods and Assumptions—The total pension liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation Date	June 30, 2017
Actuarial Cost Method	Entry Age

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Amortization Method	Level percentage of pay, closed
Remaining Amortization Period	27.4 years
Asset Valuation Method	5-year smoothed market
Single Equivalent Interest Rate	4.49
Municipal Bond Index Rate	3.56%
Projected Salary Increase	3.50 – 7.30%, includes wage inflation of 3.50%
Investment Rate of Return	7.5%, includes price inflation of 3.00%

Mortality rates were based on the RP-2000 Combined Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on a projection of Scale BB to 2025 (with a setforward of 1 year for females and 2 years for males). The most recent experience study based on the results from July 1, 2010 – June 30, 2015 adopted by the Board on September 19, 2016.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class, as provided by TRS's investment consultant, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equity	42.0%	4.4%
Non U.S. Equity	20.0%	5.3%
Fixed Income	16.0%	1.5%
Additional Categories	9.0%	3.6%
Real Estate	5.5%	4.4%
Alternatives	6.0%	6.7%
Cash	2.0%	0.8%
Total	100.0%	

Discount Rate: The discount rate used to measure the total pension liability was 4.49%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rates and the Employer contributions will be made at statutorily required rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members until the 2038 plan year. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments through 2037 and a municipal bond index rate of 3.56% was applied to all periods of projected benefit payments after 2037. The Single Equivalent Interest Rate (SEIR) that discounts the entire projected benefit stream to the same amount as the sum of the present values of the two separate benefit payments streams was used to determine the total pension liability.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

The following table presents the net pension liability of the Commonwealth associated with the District, calculated using the discount rate of 4.20%, as well as what the Commonwealth's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.20%) or 1-percentage-point higher (5.20%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
KTRS	3.20%	4.20%	5.20%
Commonwealth's proportionate share of net pension liability	\$ 252,809,624	\$ 203,947,183	\$ 163,844,192

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS financial report which is publically available at <http://www.TRS.ky.gov/>.

County Employees Retirement System

Plan description—Substantially all full-time classified employees of the District participate in the County Employees Retirement System ("CERS"). CERS is a cost-sharing, multiple-employer defined benefit pension plan administered by the Kentucky General Assembly. The plan covers substantially all regular full-time members employed in non-hazardous duty positions of each county and school board, and any additional eligible local agencies electing to participate in the plan. The plan provides for retirement, disability and death benefits to plan members.

CERS issues a publicly available financial report included in the Kentucky Retirement Systems Annual Report that includes financial statements and the required supplementary information for CERS. That report may be obtained by writing to Kentucky Retirement Systems, Perimeter Park West, 1260 Louisville Road, Frankfort, Kentucky, 40601, or by calling (502) 564-4646 or at <https://kyret.ky.gov>.

Benefits provided: Benefits under the plan will vary based on final compensation, years of service and other factors as fully described in the plan documents.

Contributions: Funding for CERS is provided by members, who contribute 5.00% (6.00% for employees hired after September 1, 2008) of their salary through payroll deductions, and by employers of members. For the year ending June 30, 2018, employers were required to contribute 18.68% of the member's salary. During the year ending June 30, 2018, the District contributed \$1,517,121 to the CERS pension plan. The contribution requirements of CERS are established and may be amended by the CERS Board of Trustees.

CERS-Medical Insurance Plan

In addition to the CERS pension benefits described above, recipients of CERS retirement benefits may elect to participate in a voluntary hospital/medical group insurance plan for themselves and their dependents. The cost of participation for their dependents is borne by the retiree. The retirement

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

system will pay a portion of the cost of participation for the retiree based on years of service as follows: Less than 4 years – 0%, 4-9 years – 25%, 10-14 years – 50%, 15-19 years – 75% and 20 or more years – 100%.

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

At June 30, 2018, the District reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2017. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2017. An expected total pension liability as of June 30, 2017 was determined using standard roll-forward techniques. The District's proportion of the net pension liability was based on contributions to CERS during the fiscal year ended June 30, 2017. At June 30, 2017, the District's proportion was 0.349856%.

District's proportionate share of CERS net pension liability	\$ 20,478,148
Commonwealth's proportionate share of the KTRS net pension liability associated with the District	<u>-</u>
	<u>\$ 20,478,148</u>

For the year ended June 30, 2018, the District recognized pension expense of \$2,177,855. At June 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 25,400	519,823
Changes of assumptions	3,778,773	-
Net difference between projected and actual earnings on pension plan investments	1,621,845	1,368,554
Changes in proportion and differences between District contributions and proportionate share of contributions		310,089
District contributions subsequent to the measurement date	<u>1,517,121</u>	<u>-</u>
	<u>\$ 6,943,139</u>	<u>\$ 2,198,466</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

The \$1,517,121 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2019.

Deferred outflows and inflows related to differences between projected and actual earnings on plan investments are netted and amortized over a closed five year period. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions are amortized over the average service life of all members. These will be recognized in pension expense as follows:

	Year Ended June 30,
2019	\$ 1,377,752
2020	1,453,170
2021	659,580
2022	<u>(262,950)</u>
	<u>\$ 3,227,552</u>

Actuarial Methods and Assumptions—The total pension liability for CERS was determined by applying procedures to the actuarial valuation as of June 30, 2017. The financial reporting actuarial valuation as of June 30, 2017, used the following actuarial methods and assumptions:

Valuation Date	June 30, 2017
Experience Study	July 1, 2008 – June 30, 2013
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	27 years
Asset Valuation Method	5-year smoothed market
Inflation	2.30%
Payroll Growth	2.00%
Salary Increase	11.55 to 3.30%, including 3.05% inflation
Investment Rate of Return	6.25%, net of pension plan investment expense, including inflation

The following represents assumptions and changes of assumptions from the prior valuation to the valuation performed as of June 30, 2017:

- The assumed investment rate of return decreased to 6.25%.
- The assumed rate of inflation decreased to 2.30%.
- Payroll growth assumption decreased to 2.00%.
- The mortality table used for active members is RP-2000 Combined Mortality Table projected with Scale BB to 2013 (multiplied by 50% for males and 30% for females).
- For healthy retired members and beneficiaries, the mortality table used is the RP-2000 Combined Mortality Table projected with Scale BB to 2013 (set back 1 year for females). For disabled

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

members, the RP-2000 Combined Disabled Mortality Table projected with Scale BB to 2013 (set back 4 years for males) is used for the period after disability retirement.

- The assumed rates of Retirement, Withdrawal and Disability were updated to more accurately reflect experience.

The mortality table used for active members is RP-2000 Combined Mortality Table projected with Scale BB to 2013 (multiplied by 50% for males and 30% for females). For healthy retired members and beneficiaries, the mortality table used is the RP-2000 Combined Mortality Table projected with Scale BB to 2013 (set back 1 year for females). For disabled members, the RP-2000 Combined Mortality Table projected with Scale BB to 2013 (set back 4 years for males) is used for the period after disability retirement. There is some margin in the current mortality tables for possible future improvement in mortality rates and that margin will be reviewed again when the next experience investigation is conducted.

The long-term expected return on plan assets is reviewed as part of the regular experience studies prepared every five years for CERS. The most recent analysis, performed for the period covering fiscal years 2008 through 2013 is outlined in a report dated April 30, 2014. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation.

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class, as provided by CERS's investment consultant, are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Combined Equity	53.0%	5.40%
Combined Fixed Income	12.0%	1.50%
Real Return (Diversified Inflation Strategies)	8.0%	3.50%
Real Estate	5.0%	4.50%
Absolute Return (Diversified Hedge Funds)	10.0%	4.25%
Private Equity	10.0%	8.50%
Cash Equivalent	2.0%	-0.25%
	<u>100.0%</u>	

Discount rate: The discount rate used to measure the total pension liability was 6.25%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and employers will be made at statutory contribution rates. Projected inflows from investment earnings were calculated using the long-term assumed investment return of 6.25%. The long-term assumed investment rate of return was applied to all periods of projected benefit payments to determine the total pension liability.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Sensitivity of the District's proportionate share of net pension liability to changes in the discount rate: The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.25%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.25%) or 1-percentage-point higher (7.25%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
CERS	5.25%	6.25%	7.25%
District's proportionate share of net pension liability	\$ 25,827,370	\$ 20,478,148	\$ 16,003,563

Pension plan fiduciary net position: Detailed information about the pension plan's fiduciary net position is available in the separately issued CERS financial report which is publically available at <https://kyret.ky.gov>.

Payables to the pension plan: At June 30, 2018, there are no payables to CERS.

Other Retirement Plans

The District also offers employees the option to participate in defined contribution plans under Sections 403(B) and 401(k) of the Internal Revenue Code. All regular full-time and part-time employees are eligible to participate and may contribute up to the maximum allowable by law. These plans are administered by an independent third-party administrator.

The District offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all employees, permits them to defer a portion of their salary until future years. This deferred compensation is not available to employees until their termination, retirement, death or unforeseeable emergency.

GASB Statement No. 32, Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans, allows entities with little or no administrative involvement and who do not perform the investing function for these plans to omit plan assets and related liabilities from their financial statements. The District, therefore, does not report these assets and liabilities on its financial statements.

Employee contributions made to the plans during the year totaled \$710,723. The District does not contribute to these plans.

NOTE H – ACCOUNTING STANDARDS STATEMENT NO. 75

Government Accounting Standards Board (GASB) Statement No. 75 replaces the requirements of Statements No. 45, Accounting and Financial Reporting by Employers for Postemployment Benefits

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Other Than OPEB's, as amended, and No. 57, OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans, for OPEB.

Reporting under GASB 75 is effective for fiscal years commencing after June 15, 2017.

NOTE I – POSTEMPLOYMENT BENEFITS OTHER THAN OPEB

The District's employees participate in retirement systems of either TRS or CERS as described earlier. The following describes the postemployment benefits other than OPEB for both systems.

TRS – General Information about the OPEB Plans

Plan description – Teaching-certified employees of the District are provided OPEBs through TRS – a cost-sharing multiple-employer defined benefit OPEB plan with special funding situation established to provide retirement annuity plan coverage for local school districts and other public educational agencies in the state. TRS was created by the 1938 General Assembly and is governed by Chapter 161 Section 220 through Chapter 161 Section 990 of the Kentucky Revised Statutes (KRS). TRS is a blended component unit of the Commonwealth of Kentucky and therefore is included in the Commonwealth's financial statements. TRS issues a publicly available financial report that can be obtained at <http://www.trs.ky.gov/financial-reports-information>.

The state reports a liability, deferred outflows of resources and deferred inflows of resources, and expense as a result of its statutory requirement to contribute to the TRS Medical Insurance and Life Insurance Plans.

Retiree Medical Plan funded by the Medical Insurance Fund

Plan description—In addition to the OPEB benefits described above, Kentucky Revised Statute 161.675 requires TRS to provide post-employment healthcare benefits to eligible members and dependents. The TRS Medical Insurance benefit is a cost-sharing multiple employer defined benefit plan with a special funding situation. Changes made to the medical plan may be made by the TRS Board of Trustees, the Kentucky Department of Employee Insurance and the General Assembly.

Benefits provided - To be eligible for medical benefits, the member must have retired either for service or disability. The TRS Medical Insurance Fund offers coverage to members under the age of 65 through the Kentucky Employees Health Plan administered by the Kentucky Department of Employee Insurance. TRS retired members are given a supplement to be used for payment of their health insurance premium. The amount of the member's supplement is based on a contribution supplement table approved by the TRS Board of Trustees. The retired member pays premiums in excess of the monthly supplement. Once retired members and eligible spouses attain age 65 and are Medicare eligible, coverage is obtained through the TRS Medicare Eligible Health Plan.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Contributions - In order to fund the post-retirement healthcare benefit, seven and one half percent (7.50%) of the gross annual payroll of members is contributed. Three point seventy-five percent (3.75%) is paid by member contributions and three quarters percent (.75%) from state appropriation and three percent (3.00%) from the employer. The state contributes the net cost of health insurance premiums for members who retired on or after July 1, 2010 who are in the non-Medicare eligible group. Also, the premiums collected from retirees as described in the plan description and investment interest help meet the medical expenses of the plan.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At June 30, 2018, the District reported a liability of \$14,357,001 for its proportionate share of the collective net OPEB liability that reflected a reduction for state OPEB support provided to the District. The collective net OPEB liability was measured as of June 30, 2017, and the total OPEB liability used to calculate the net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2017, the District's proportion was .40262 percent.

The amount recognized by the District as its proportionate share of the OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of KTRS net OPEB liability	\$	14,357,001
Commonwealth's proportionate share of the KTRS net OPEB liability associated with the District		<u>11,727,000</u>
	\$	<u>26,084,001</u>

For the year ended June 30, 2018, the District recognized OPEB expense of \$6,385,941 and revenue of \$6,385,941. At June 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

SEE SCHEDULE ON FOLLOWING PAGE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$	\$ 185,000
Changes of assumptions		-
Net difference between projected and actual earnings on pension plan investments	-	
Changes in proportion and differences between District contributions and proportionate share of contributions	-	
District contributions subsequent to the measurement date	<u>673,620</u>	<u>-</u>
	\$ <u>673,620</u>	\$ <u>185,000</u>

The \$673,620 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the collective net OPEB liability for the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the District's OPEB expense as follows:

	<u>Year Ended June 30,</u>
2019	\$ (46,000)
2020	(46,000)
2021	(46,000)
2022	(47,000)
2023	-
Thereafter	<u>-</u>
	\$ <u>(185,000)</u>

Changes of Benefit Terms - With the passage of House Bill 471, the eligibility of non-single subsidies (NSS) for the KEHP-participating members who retired prior to July 1, 2010 is restored, but the State will only finance, via its KEHP "shared responsibility" contributions, the costs of the NSS related to those KEHP-participating members who retired on or after July 1, 2010.

Changes of Assumptions—None

Actuarial Methods and Assumptions—The total OPEB liability was determined using an actuarial valuation of the June 30, 2017 using the following actuarial assumptions, applied to all periods included in the measurement:

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Valuation Date	June 30, 2017
Actuarial Cost Method	Entry Age Normal
Amortization Method	30 years, open
Asset Valuation Method	5-year smoothed value
Single Equivalent Interest Rate	8.00%
Municipal Bond Index Rate	3.56%
Investment Rate of Return	8.0%, includes price inflation
Inflation	3.0%
Real Wage Growth	.50%
Wage Inflation	3.50%
Salary Increase	3.50 to 7.20%, including wage inflation
Discount Rate	8.0%

Mortality rates were based on the RP-2000 Combined Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on a projection of Scale BB to 2025 (with a setforward of 1 year for females and 2 years for males). The RP-2000 Disabled Mortality Table set forward two years for males and seven years for females is used for the period after disability retirement.

The remaining actuarial assumptions (e.g. initial per capita costs, health care cost trends, rate of plan participation, rates of plan election, etc.) used in the June 30, 2017 valuation were based on a review of recent plan experience done concurrently with the June 30, 2017 valuation.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class, as provided by TRS's investment consultant, are summarized in the following table:

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
Global Equity	60.0%	5.1%
Fixed Income	9.0%	1.2%
Real Estate	4.5%	4.0%
Private Equity	5.5%	6.6%
High Yield	10.0%	4.3%
Other Additional Categories	10.0%	3.3%
Cash	1.0%	0.5%
	<u>100.0%</u>	

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Discount Rate: The discount rate used to measure the total OPEB liability was 8.00%. The projection of cash flows used to determine the discount rate was performed in accordance with GASB 74. The projections basis was an actuarial valuation performed as of June 30, 2017. In addition to actuarial methods and assumptions were used in the projection of cash flows:

- Total payroll for the initial projection year consists of the payroll of the active membership present on the Valuation Date. In subsequent projection years, total payroll was assumed to increase annually at a rate of 3.50%.
- For the retiree health care costs of those beneficiaries under age 65, the KEHP implicit rate subsidies were assumed to be paid in all years by the employer directly to plan members as the benefits come due.
- As administrative expenses were assumed to be paid in all years by the employer as they come due, they were not considered.
- Cash flows occur mid-year.

Future contributions to the MIF were based upon the contribution rates defined in statute and the projected payroll of active employees. Per KRS 161.540(1)(c).3 and 161.550(5), when the MIF achieves a sufficient prefunded status, as determined by the retirement system's actuary, the following MIF statutory contributions are to be decreased, suspended, or eliminated:

- Employee Contributions
- School District/ University Contributions
- State Contributions for KEHP premium subsidies payable to retirees who retire after June 30, 2010

To reflect these adjustments, open group projections were used and assumed an equal, pro rata reduction to the current statutory amount in the years if/when the MIF is projected to achieve a Funded Ratio of 100% or more. Here, the current statutory amounts are adjusted to achieve total contributions equal to the Actuarially Determined Contribution (ADC), as determined by the prior year's valuation and in accordance with the MIF's funding policy (Schedule E). As the specific methodology to be used for the adjustments has yet to be determined, there may be differences between the projected results and future experience. This may also include any changes to retiree contributions for KEHP coverage pursuant to KRS 161.675(4)(b).

In developing the adjustments to the statutory contributions in future years the following was assumed:

- Liabilities and cash flows are net of expected retiree contributions and any implicit subsidies attributable to coverage while participating in KEHP.
- A 0% active member growth rate was assumed for the purposes of developing estimates for new entrants (membership dates beyond June 30, 2016).

Based on these assumptions, the MIF's fiduciary net position was not projected to be depleted.

The following table presents the net OPEB liability of the Commonwealth associated with the District, calculated using the discount rate of 8.00%, as well as what the Commonwealth's net OPEB liability

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

would be if it were calculated using a discount rate that is 1-percentage-point lower (7.00%) or 1-percentage-point higher (9.00%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
KTRS	7.00%	8.00%	9.00%
District's & State's proportionate share of net OPEB liability	\$ 30,375,000	\$ 26,084,000	\$ 22,512,000

Sensitivity of the District's proportionate share of the collective net OPEB liability to changes in the healthcare cost trend rates – The following presents the District's proportionate share of the collective net OPEB liability, as well as what the District's proportionate share of the collective net OPEB liability would be if it were calculated using healthcare cost trend rates that were 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Trend Rate	1% Increase
District's & State's proportionate share of net OPEB liability	\$ 21,844,000	\$ 26,084,000	\$ 31,318,000

OPEB plan fiduciary net position – Detailed information about the OPEB plan's fiduciary net position is available in the separately issued TRS financial report.

Other Post Employment Benefits Liabilities related to the Life Insurance Plan funded by - Life Insurance Plan (LIF)

Plan description – Life Insurance Plan - TRS administers the life insurance plan as provided by Kentucky Revised Statute 161.655 to eligible active and retired members. The TRS Life Insurance benefit is a cost-sharing multiple employer defined benefit plan with a special funding situation. Changes made to the life insurance plan may be made by the TRS Board of Trustees and the General Assembly.

Benefits provided - Effective July 1, 2000, the Kentucky Teachers' Retirement System shall:

- Provide a life insurance benefit in a minimum amount of five thousand dollars (\$5,000) for its members who are retired for service or disability. This life insurance benefit shall be payable upon the death of a member retired for service or disability to the member's estate or to a party designated by the member on a form prescribed by the retirement system; and
- Provide a life insurance benefit in a minimum amount of two thousand dollars (\$2,000) for its active contributing members. This life insurance benefit shall be payable upon the death of an

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

active contributing member to the member's estate or to a party designated by the member on a form prescribed by the retirement system.

Contributions – In order to fund the post-retirement life insurance benefit, three hundredths of one percent (.03%) of the gross annual payroll of members is contributed by the state.

Note: Members employed on a substitute or part-time basis and working at least 69% of a full contract year in a single fiscal year will be eligible for a life insurance benefit for the balance of the fiscal year or the immediately succeeding fiscal year under certain conditions. For non-vested members employed on a substitute or part-time basis, the life insurance benefit is provided if death occurs as the result of a physical injury on the job. For vested members employed on a substitute or part-time basis, death does not have to be the result of a physical injury on the job for life insurance benefits to be provided.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At June 30, 2018, the District did not report a liability for its proportionate share of the collective net OPEB liability for life insurance benefits because the State of Kentucky provides the OPEB support directly to TRS on behalf of the District. The amount recognized by the District as its proportionate share of the OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of KTRS net OPEB liability	\$	-
Commonwealth's proportionate share of the KTRS net OPEB liability associated with the District		<u>157,000</u>
	\$	<u>157,000</u>

For the year ended June 30, 2018, the District recognized OPEB expense of \$10,805 and revenue of \$10,805 for support provided by the State.

Changes of Benefit Terms—None

Changes of Assumptions—None

Actuarial Methods and Assumptions—The total OPEB liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation Date	June 30, 2017
Actuarial Cost Method	Entry Age Normal

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Amortization Method	30 years, open
Asset Valuation Method	5-year smoothed value
Single Equivalent Interest Rate	7.5%
Municipal Bond Index Rate	3.56%
Investment Rate of Return	7.5%, includes price inflation
Inflation	3.0%
Real Wage Growth	.50%
Wage Inflation	3.50%
Salary Increase	3.50 to 7.20%, including wage inflation
Discount Rate	8.0%

Mortality rates were based on the RP-2000 Combined Mortality Table for Males or Females, as appropriate, with adjustments for mortality improvements based on a projection of Scale BB to 2025 (with a setforward of 1 year for females and 2 years for males). The RP-2000 Disabled Mortality Table set forward two years for males and seven years for females is used for the period after disability retirement.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

The target allocation and best estimates of arithmetic real rates of return for each major asset class, as provided by TRS's investment consultant, are summarized in the following table:

Asset Class	Target Allocation	30 Year Expected Geometric Real Rate of Return
U.S. Large Cap Equity	38.4%	4.3%
U.S. Small Cap Equity	2.6%	4.8%
Developed Int'l Equity	15.8%	5.2%
Emerging Markets Equity	4.2%	5.4%
Fixed Income - Inv Grade	16.0%	1.2%
Real Estate	6.0%	4.0%
Private Equity	7.0%	6.6%
High Yield	2.0%	4.3%
Other Additional Categories	7.0%	3.3%
Cash	1.0%	0.5%
	100.0%	

Discount Rate: The discount rate used to measure the total OPEB liability was 7.5%. The projection of cash flows used to determine the discount rate was performed in accordance with GASB 74. The projections basis was an actuarial valuation performed as of June 30, 2017. In addition to actuarial methods and assumptions were used in the projection of cash flows:

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

- Total payroll for the initial projection year consists of the payroll of the active membership present on the Valuation Date. In subsequent projection years, total payroll was assumed to increase annually at a rate of 3.50%.
- The employer will contribute the Actuarially Determined Contribution (ADC) in accordance with the funds funding policy determined by a valuation performed on a date two years prior to the beginning of the fiscal year in which the ADC applies.
- As administrative expenses were assumed to be paid in all years by the employer as they come due, they were not considered.
- Active employees do not explicitly contribute to the plan.
- Cash flows occur mid-year.

Based on these assumptions, the LIF's fiduciary net position was not projected to be depleted.

The following table presents the District's proportionate share of the collective net OPEB liability of the System, calculated using the discount rate of 7.50%, as well as the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
KTRS	6.50%	7.50%	8.50%
District's proportionate share of net OPEB liability	\$ 261,000	\$ 157,000	\$ 72,000

OPEB plan fiduciary net position – Detailed information about the OPEB plan's fiduciary net position is available in the separately issued TRS financial report.

CERS – General Information about the OPEB Plans

Other Pension Benefit Programs-Employees' Health Plan

Plan description – Recipients of CERS retirement benefits may elect to participate in a voluntary hospital/medical group insurance plan for themselves and their dependents. The cost of participation for their dependents is borne by the retiree. The retirement system will pay a portion of the cost of participation for the retiree based on years of service as follows: Less than 4 years – 0%, 4-9 years – 25%, 10-14 years – 50%, 15-19 years – 75% and 20 or more years – 100%.

Benefits provided – Post Retirement Death Benefits – members with a least 4 years creditable service the System will pay a \$5,000 death benefit. Insurance benefits as described above.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Contributions - Requirements for medical benefits are a portion of the actuarially determined rates of covered payroll, as disclosed above. Current employees pay 1% toward the insurance fund.

The unfunded medical benefit obligation of the CERS, based upon the entry age normal cost method, as of June 30, 2017 was as follows:

Total medical benefit obligation	\$ 3,288,303
Net position available for benefits at actuarial value	<u>(2,160,553)</u>
Unfunded medical benefit obligation	<u>\$ 1,127,750</u>

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEBs

At June 30, 2018, the District reported a liability of \$7,033,302 for its proportionate share of the collective net OPEB liability. The collective net OPEB liability was measured as of June 30, 2017, and the total OPEB liability used to calculate the net OPEB liability was based on a projection of the District's long-term share of contributions to the OPEB plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2017, the District's proportion was .349856 percent.

The amount recognized by the District as its proportionate share of the OPEB liability, the related State support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of net OPEB liability	\$ 7,033,302
Commonwealth's proportionate share of the net OPEB liability associated with the District	<u>-</u>
	<u>\$ 7,033,302</u>

For the year ended June 30, 2018, the District recognized OPEB expense of \$193,651. At June 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to OPEBs from the following sources:

SEE SCHEDULE ON FOLLOWING PAGE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	19,535
Changes of assumptions	1,530,402	-
Net difference between projected and actual earnings on pension plan investments	-	332,390
Changes in proportion and differences between District contributions and proportionate share of contributions	-	16,319
District contributions subsequent to the measurement date	<u>160,780</u>	<u>-</u>
	\$ <u>1,691,182</u>	\$ <u>368,244</u>

The \$160,780 (includes \$85,959 Implicit Subsidy) reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the collective net OPEB liability for the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the District's OPEB expense as follows:

	<u>Year Ended June 30,</u>
2019	\$ 199,961
2020	199,961
2021	199,961
2022	199,961
2023	283,058
Thereafter	<u>79,256</u>
	\$ <u>1,162,158</u>

Implicit Employer Subsidy- The fully-insured premiums KRS pays for the Kentucky Employees' Health Plan are blended rates based on the combined experience of active and retired members. Because the average cost of providing health care benefits to retirees under age 65 is higher than the average cost of providing health care benefits to active employees, there is an implicit employer subsidy for the non-Medicare eligible retirees. GASB 75 requires that the liability associated with this implicit subsidy be included in the calculation of the Total OPEB Liability.

*Changes of Benefit Terms-*None

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Changes of Assumptions—the Board of Trustees adopted updated actuarial assumptions. Specifically, the Total OPEB Liability as of June 30, 2017 is determined using a 2.30% price inflation assumption and an assumed rate of return of 6.25%.

Actuarial Methods and Assumptions—The total OPEB liability for CERS was determined by applying procedures to the actuarial valuation as of June 30, 2017. The financial reporting actuarial valuation used the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level percent of pay
Amortization Period	28 years, Closed
Asset Valuation Method	20% of difference in market and expected market value
Price Inflation	3.25%
Salary Increase	4.00%, average
Investment Return	7.50%
Payroll Growth	4.0%
Mortality	RP-2000 Combined Mortality Table, projected to 2013 With Scale BB (set back 1 year females)
Healthcare Trend Rates (Pre-65)	Initial trend starting at 7.50% and gradually decreasing To an ultimate trend rate of 5.00% over period of 5 years.
Healthcare Trend Rates (Post 65)	Initial trend starting at 5.50% and gradually decreasing To an ultimate trend rate of 5.00% over period of 2 years.

Discount rate: The discount rate used to measure the total OPEB liability was 5.84%. The rate is based on the expected rate of return on OPEB plan investments of 6.25% and a municipal bond rate of 3.56%, as reported in Fidelity Index's "20-Year Municipal GO AA Index" as of June 30, 2017. Future contributions from plan members and employers will be made with the Board's current funding policy, which includes the requirement that each participating employer in the System contribute the actuarially determined contribution rate, which is determined using a closed funding period (26 years as of June 30, 2017) and actuarial assumptions adopted by the Board.

The following table presents the net OPEB liability of the District, calculated using the discount rate of 5.84%, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.84%) or 1-percentage-point higher (6.84%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
CERS	4.84%	5.84%	6.84%
District's proportionate share of net OPEB liability	\$ 8,949,487	\$ 7,033,302	\$ 5,438,735

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

Sensitivity of the District's proportionate share of net OPEB liability to changes in the discount rate:
The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 5.84%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.84%) or 1-percentage-point higher (6.84%) than the current rate:

	1% Decrease	Current Trend Rate	1% Increase
District's proportionate share of net OPEB liability	\$ 5,394,905	\$ 7,033,302	\$ 9,163,123

OPEB plan fiduciary net position – Detailed information about the OPEB plan's fiduciary net position is available in the separately issued CERS financial report.

NOTE J – COMMITMENTS

The District has commitments of \$3,823,482 as of June 30, 2018 for future construction projects. Also, the District Activity Fund has \$31,566 committed for district activities.

NOTE K - CONTINGENCIES

The District receives funding from Federal, State and Local governmental agencies and private contributions. These funds are to be used for designated purposes only. For government agency grants, if the grantor's review indicates that the funds have not been used for the intended purpose, the grantors may request a refund of monies advanced or refuse to reimburse the District for its disbursements. The amount of such future refunds and un-reimbursed disbursements, if any, is not expected to be significant. Continuation of the District's grant programs is predicated upon the grantors' satisfaction the funds provided are being spent as intended and the grantors' intent to continue their program.

NOTE L - LITIGATION

The District is subject to legal action in early states of litigation, the outcome of which is not determinable at this time and has been turned over to the District's insurance company. It is too early to estimate the likelihood of an unfavorable outcome or the possibility of an out-of-court settlement or coverage by the insurance company.

NOTE M – INSURANCE AND RELATED ACTIVITIES

The District is exposed to various forms of loss of assets associated with the risks of fire, personal liability, theft, vehicular accidents, errors and omissions, fiduciary responsibility, illegal acts etc. Each of these risk areas is covered through the purchase of commercial insurance and self-insured workers compensation.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

NOTE N – RISK MANAGEMENT

The District is exposed to various risks of loss related to illegal acts, torts, theft/damage/destruction of assets, errors and omissions, injuries to employees, and natural disasters. To obtain insurance for unemployment, errors and omission, and general liability coverage, the District purchased commercial insurance policies and a self-insured workers compensation plan.

NOTE O – DEFICIT FUND AND OPERATING BALANCES

The following funds had a deficit change in fund balance/net position:

		<u>Change in Net Position/ Net Change in Fund</u>
<u>Fund</u>		<u>Balance</u>
Construction Fund	\$	(16,544,219)
Capital Outlay Fund		(517,288)
FSPK Fund		(239,805)
Other Proprietary Fund	\$	(21,827)

NOTE P - COBRA

Under COBRA, employers are mandated to notify terminated employees of available continuing insurance coverage. Failure to comply with this requirement may put the school district at risk for a substantial loss (contingency).

NOTE Q – TRANSFER OF FUNDS

The following transfers were made during the year:

<u>Type</u>	<u>From</u>	<u>To</u>	<u>Purpose</u>		<u>Amount</u>
Operating	General	Special Revenue	KETS Matching	\$	109,518
Debt Service	Building	Debt Service	Debt payments		4,326,188
Debt Service	Capital Outlay	Debt Service	Debt payments		162,454
Operations	Food Service	General Fund	Indirect Costs		240,800
Operations	Capital Outlay	General Fund	Operating	\$	882,628

NOTE R – RESTRICTED FUND BALANCES

<u>Fund</u>		<u>Amount</u>	<u>Purpose</u>
Construction	\$	1,587,740	Future Construction
Food Service		564,251	School Food Service Operations
Day Care		38,419	Day Care Operations
Capital Outlay		6,301	SFCC Requirements
FSPK	\$	2,923	SFCC Requirements

NOTE S – ON-BEHALF PAYMENTS

For fiscal year 2018, the Commonwealth of Kentucky contributed estimated payments on behalf of the District as follows:

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

<u>Plan/Description</u>		<u>Amount</u>
Kentucky Teachers Retirement System (GASB 68 & 75)	\$	7,816,490
Health Insurance		6,385,941
Life Insurance		10,805
Administrative Fee		89,271
HRA/Dental/Vision		358,575
Federal Reimbursement		(681,204)
Technology		93,228
SFCC Debt Service Payments		<u>1,522,692</u>
Total	\$	<u>15,595,798</u>

These amounts are included in the financial statements as state revenue and an expense allocated to the different functions in the same proportion as full-time employees.

NOTE T – PRIOR PERIOD ADJUSTMENT

The District implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefit Plans Other than Pension Plans*, which then required a prior period adjustment for the beginning Net OPEB Liability. In addition, bond discount/premiums were understated \$1,074,572. The adjustments had no effect on current year revenues or expenditures.

Governmental activities and business-type activities net position as of July 1, 2017 have been restated as follows:

<u>Description</u>	<u>Governmental Activities</u>	<u>Business-type Activities</u>
Net position as previously reported	\$ 35,447,681	\$ 1,573,777
GASB 75 Implementation	(19,479,678)	(251,035)
Bond discounts/premiums	<u>1,074,572</u>	<u>-</u>
Net position, as restated	\$ <u>17,042,575</u>	\$ <u>1,322,742</u>

NOTE U – DONATED PROPERTY

The U.S. Army Corp of Engineers and the Floyd County Fiscal Court entered into a Project Cooperation Agreement to construct the Floyd County Board Of Education's Renaissance Learning Center in Fiscal Year 2016. The project is currently under construction as of June 30, 2018. The Center will be donated to the District and recorded on their financial statements upon completion of the project. The estimated cost of the Project is \$9,922,166.

NOTE V – SUBSEQUENT EVENTS

The District has evaluated subsequent events through November 12, 2018, the date the financial statements were available to be issued.

FLOYD COUNTY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
CERS AND KTRS
For the Year Ended June 30, 2018

	Reporting Fiscal Year (Measurement Date) 2018 (2017)	Reporting Fiscal Year (Measurement Date) 2017 (2016)	Reporting Fiscal Year (Measurement Date) 2016 (2015)	Reporting Fiscal Year (Measurement Date) 2015 (2014)
COUNTY EMPLOYEE'S RETIREMENT SYSTEM (CERS):				
Districts' proportion of the net pension liability	0.34986%	0.36383%	0.370330%	0.37033%
District's proportionate share of the net pension liability	\$ 20,478,148	\$ 17,476,584	\$ 15,642,816	\$ 12,015,000
State's proportionate share of the net pension liability associated with the District	-	-	-	-
Total	\$ 20,478,148	\$ 17,476,584	\$ 15,642,816	\$ 12,015,000
District's covered-employee payroll	\$ 8,525,285	\$ 8,576,919	\$ 8,486,022	\$ 8,504,395
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	240.20%	203.76%	183.56%	141.28%
Plan fiduciary net position as a percentage of the total pension liability	53.30%	59.00%	59.97%	66.80%
KENTUCKY TEACHER'S RETIREMENT SYSTEM (KTRS):				
Districts' proportion of the net pension liability	0.756%	0.774%	0.773%	0.843%
District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the District	203,947,183	228,349,125	179,859,188	173,155,856
Total	\$ 203,947,183	\$ 228,349,125	\$ 179,859,188	\$ 173,155,856
District's covered-employee payroll	\$ 26,444,203	\$ 26,686,750	\$ 26,483,619	\$ 26,473,018
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	0.000%	0.000%	0.000%	0.000%
Plan fiduciary net position as a percentage of the total pension liability	39.80%	35.22%	42.49%	45.59%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available. Amounts presented for each fiscal is determined as of June 30.

FLOYD COUNTY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION - SCHEDULE OF CONTRIBUTIONS
CERS AND KTRS
For the Year Ended June 30, 2018

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
COUNTY EMPLOYEE'S RETIREMENT SYSTEM (CERS):				
Contractually required contribution	\$ 1,517,121	\$ 1,614,476	\$ 1,463,221	\$ 1,505,888
Contributions in relation to the contractually required contributions	<u>1,517,121</u>	<u>1,614,476</u>	<u>1,463,221</u>	<u>1,505,888</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
District's covered-employee payroll	\$ 8,209,381	\$ 8,525,285	\$ 8,576,919	\$ 8,486,022
District's contributions as a percentage of it's covered-employee payroll	18.48%	18.94%	17.06%	17.75%
KENTUCKY TEACHER'S RETIREMENT SYSTEM (KTRS):				
Contractually required contribution	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually required contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
District's covered-employee payroll	\$ 25,745,431	\$ 26,444,203	\$ 26,686,750	\$ 26,483,619
District's contributions as a percentage of it's covered-employee payroll	0.00%	0.00%	0.00%	0.00%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available. Amounts presented for each fiscal is determined as of June 30.

See the accompanying notes to the required supplementary information.

FLOYD COUNTY SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION-PENSIONS
For the year ended June 30, 2018

(1) CHANGES OF ASSUMPTIONS

KTRS

In the 2011 valuation and later, the expectation of retired life mortality was changed to the RP-2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2011. In the 2011 valuation, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience. In the 2011 valuation, the Board adopted an interest smoothing methodology to calculate liabilities for purposes of determining the actuarially determined contributions. The assumptions and methods used in the valuation were selected based on the actuarial experience study prepared as of June 30, 2015, submitted to and adopted by the TRS Board on September 19, 2016.

CERS

The following changes were made by the Board of Trustees and reflected in the valuation performed as of June 30, 2017:

- The assumed investment rate of return decreased to 6.25%.
- The assumed rate of inflation decreased to 2.30%.
- Payroll growth assumption decreased to 2.00%.
- The mortality table used for active members is RP-2000 Combined Mortality Table projected with Scale BB to 2013 (multiplied by 50% for males and 30% for females).
- For healthy retired members and beneficiaries, the mortality table used is the RP-2000 Combined Mortality Table projected with Scale BB to 2013 (set back 1 year for females). For disabled members, the RP-2000 Combined Disabled Mortality Table projected with Scale BB to 2013 (set back 4 years for males) is used for the period after disability retirement.
- The assumed rates of Retirement, Withdrawal and Disability were updated to more accurately reflect experience.

(2) METHOD AND ASSUMPTIONS USED IN CALCULATIONS OF ACTUARIALLY DETERMINED CONTRIBUTIONS

KTRS

The actuarially determined contribution rates in the schedule of employer contributions are calculated as of June 30, three years prior to the end of the fiscal year in which contributions are reported. The following actuarial methods and assumptions were used to determine contribution rates reported in the most recent year of that schedule:

Valuation Date	June 30, 2017
Actuarial Cost Method	Entry Age
Amortization Method	Level percentage of pay, closed
Remaining Amortization Period	27.4 years
Asset Valuation Method	5-year smoothed market

FLOYD COUNTY SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION-PENSIONS

For the year ended June 30, 2018

Single Equivalent Interest Rate	4.49
Municipal Bond Index Rate	3.56%
Projected Salary Increase	3.50 – 7.30%, includes wage inflation of 3.50%
Investment Rate of Return	7.5%, includes price inflation of 3.00%

CERS

The Board of Trustees uses this actuarial valuation to certify the employer contribution rates for CERS for the fiscal year beginning July 1, 2018 and ending June 30, 2019. The amortization period of the unfunded liability has been reset as of July 1, 2013 to a closed 30-year period. The following actuarial methods and assumptions were used to determine contribution rates reported in the most recent year of that schedule:

Valuation Date	June 30, 2017
Experience Study	July 1, 2008 – June 30, 2013
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	27 years
Asset Valuation Method	5-year smoothed market
Inflation	2.30%
Payroll Growth	2.00%
Salary Increase	11.55 to 3.30%, including 3.05% inflation
Investment Rate of Return	6.25%, net of pension plan investment expense, including
inflation	

(3) CHANGES OF BENEFITS

There were no changes of benefit terms for KTRS or CERS.

FLOYD COUNTY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
MEDICAL AND LIFE INSURANCE PLANS - TEACHERS' RETIREMENT SYSTEM
Year Ended June 30, 2018

	Reporting Fiscal Year (Measurement Date) 2018 (2017)
MEDICAL INSURANCE PLAN	
District's proportion of the collective net OPEB liability (asset)	0.40262%
District's proportionate share of the collective net OPEB liability (asset)	\$ 14,357,001
State's proportionate share of the collective net OPEB liability (asset) associated with the District	<u>11,727,000</u>
Total	<u>\$ 26,084,001</u>
District's covered-employee payroll	\$ 26,444,203
District's proportionate share of the collective net OPEB liability (asset) as a percentage of its covered-employee payroll	54.29%
Plan fiduciary net position as a percentage of the total OPEB liability	21.20%
LIFE INSURANCE PLAN	
District's proportion of the collective net OPEB liability (asset)	0.00000%
District's proportionate share of the collective net OPEB liability (asset)	\$ -
State's proportionate share of the collective net OPEB liability (asset) associated with the District	<u>157,000</u>
Total	<u>\$ 157,000</u>
District's covered-employee payroll	\$ 26,444,203
District's proportionate share of the collective net OPEB liability (asset) as a percentage of its covered-employee payroll	0.00%
Plan fiduciary net position as a percentage of the total OPEB liability	80.00%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available. Amounts presented for each fiscal is determined as of June 30.

See the accompanying notes to the required supplementary information.

FLOYD COUNTY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION - SCHEDULE OF CONTRIBUTIONS
MEDICAL AND LIFE INSURANCE PLANS
TEACHERS' RETIREMENT SYSTEM
Year Ended June 30, 2018

	<u>2018</u>
MEDICAL INSURANCE PLAN	
Contractually required contribution	\$ 673,620
Contributions in relation to the contractually required contribution	<u>673,620</u>
Contribution deficiency (excess)	<u>-</u>
District's covered-employee payroll	\$ 25,745,431
District's contributions as a percentage of it's covered-employee payroll	2.62%
LIFE INSURANCE PLAN	
Contractually required contribution	\$ -
Contributions in relation to the contractually required contribution	<u>-</u>
Contribution deficiency (excess)	<u>-</u>
District's covered-employee payroll	\$ 25,745,431
District's proportionate share of the net pension liability as a percentage of it's covered-employee payroll	0.00%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available. Amounts presented for each fiscal is determined as of June 30.

See the accompanying notes to the required supplementary information.

FLOYD COUNTY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY -HEALTH INSURANCE PLAN
COUNTY EMPLOYEE RETIREMENT SYSTEM
Year Ended June 30, 2018

	Reporting Fiscal Year (Measurement Date) 2018 (2017)
HEALTH INSURANCE PLAN	
District's proportion of the collective net OPEB liability (asset)	0.34986%
District's proportionate share of the collective net OPEB liability (asset)	\$ 7,033,302
State's proportionate share of the collective net OPEB liability (asset) associated with the District	-
Total	\$ 7,033,302
District's covered-employee payroll	\$ 8,525,285
District's proportionate share of the collective net OPEB liability (asset) as a percentage of its covered-employee payroll	82.50%
Plan fiduciary net position as a percentage of the total OPEB liability	13.00%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available. Amounts presented for each fiscal is determined as of June 30.

See the accompanying notes to the required supplementary information.

FLOYD COUNTY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION - SCHEDULE OF CONTRIBUTIONS - HEALTH INSURANCE PLAN
COUNTY EMPLOYEE RETIREMENT SYSTEM
Year Ended June 30, 2018

	<u>2018</u>
HEALTH INSURANCE PLAN	
Contractually required contribution	\$ 160,780
Contributions in relation to the contractually	
	<u>160,780</u>
Contribution deficiency (excess)	<u><u>-</u></u>
District's covered-employee payroll	\$ 8,209,381
District's contributions as a percentage of it's covered-employee payroll	1.96%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available. Amounts presented for each fiscal is determined as of June 30.

See the accompanying notes to the required supplementary information.

FLOYD COUNTY SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION-OPEB
For the year ended June 30, 2018

TRS

(1) CHANGES OF BENEFIT TERMS

Medical Insurance Fund

With the passage of House Bill 471, the eligibility for non-single subsidies (NSS) for the KEHP-participating members who retired prior to July 1, 2010 is restored, but the state will only finance, via its KEHP "Shared Responsibility" contributions, the costs of the NSS related to those KEHP-participating members who retired on or after July 1, 2010.

Life Insurance Fund

None.

(2) METHOD AND ASSUMPTIONS USED IN CALCULATIONS OF ACTUARIALLY DETERMINED CONTRIBUTIONS

Medical Insurance Fund

The actuarially determined contribution rates, as a percentage of payroll used to determine the actuarially determined contribution amounts in the Schedule of Employer Contributions are calculated as of the indicated valuation date. The following actuarial methods and assumptions (from the indicated actuarial valuations) were used to determine contribution rates reported in that schedule for the year ending June 30, 2017:

Valuation Date	June 30, 2017
Actuarial Cost Method	Entry Age Normal
Amortization Method	30 years, open
Asset Valuation Method	5-year smoothed value
Single Equivalent Interest Rate	8.00%
Municipal Bond Index Rate	3.56%
Investment Rate of Return	8.0%, includes price inflation
Inflation	3.0%
Real Wage Growth	.50%
Wage Inflation	3.50%
Salary Increase	3.50 to 7.20%, including wage inflation
Discount Rate	8.0%

Life Insurance Fund

The actuarially determined contribution rates, as a percentage of payroll used to determine the actuarially determined contribution amounts in the Schedule of Employer Contributions are calculated as of the indicated valuation date. The following actuarial methods and assumptions (from the indicated actuarial valuations) were used to determine contribution rates reported in that schedule for the year ending June 30, 2017:

FLOYD COUNTY SCHOOL DISTRICT
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION-OPEB

For the year ended June 30, 2018

Valuation Date	June 30, 2017
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percent of Payroll
Amortization Period	30 years, Open
Remaining Amortization Period	27 years
Asset Valuation Method	Market value
Inflation	3.50%
Real Wage Growth	0.50%
Wage Inflation	4.00%
Salary Increase	4.00 – 8.10%, includes wage inflation
Discount Rate	7.50%

CERS

Other Pension Benefit Programs-Employees' Health Plan

(1) CHANGES OF BENEFIT TERMS

None.

(2) METHOD AND ASSUMPTIONS USED IN CALCULATIONS OF ACTUARIALLY DETERMINED CONTRIBUTIONS

Recipients of CERS retirement benefits may elect to participate in a voluntary hospital/medical group insurance plan for themselves and their dependents. The cost of participation for their dependents is borne by the retiree. The retirement system will pay a portion of the cost of participation for the retiree based on years of service as follows: Less than 4 years – 0%, 4-9 years – 25%, 10-14 years – 50%, 15-19 years – 75% and 20 or more years – 100%.

Contributions requirements for medical benefits are a portion of the actuarially determined rates of covered payroll, as disclosed above.

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level percent of pay
Amortization Period	28 years, Closed
Asset Valuation Method	20% of difference in market and expected market value
Price Inflation	3.25%
Salary Increase	4.00%, average
Investment Return	7.50%
Payroll Growth	4.0%
Mortality	RP-2000 Combined Mortality Table, projected to 2013 With Scale BB (set back 1 year females)
Healthcare Trend Rates (Pre-65)	Initial trend starting at 7.50% and gradually decreasing To an ultimate trend rate of 5.00% over period of 5 years.
Healthcare Trend Rates (Post 65)	Initial trend starting at 5.50% and gradually decreasing To an ultimate trend rate of 5.00% over period of 2 years.

Floyd County School District
Combining Balance Sheet - Nonmajor Governmental Funds
June 30, 2018

	Other Governmental Funds			
	Capital Outlay	FSPK Fund	District Activity	Total
Assets				
Cash and Cash Equivalents	\$ 6,301	\$ 2,923	\$ 32,284	\$ 41,508
Receivables				
Accounts			2,224	2,224
Total Assets	6,301	2,923	34,508	43,732
Liabilities				
Accounts Payable			2,942	2,942
Total Liabilities	-	-	2,942	2,942
Fund Balance				
Restricted	6,301	2,923		9,224
Committed			31,566	31,566
Total Fund Balance	6,301	2,923	31,566	40,790
TOTAL LIABILITIES AND FUND BALANCE	\$ 6,301	\$ 2,923	\$ 34,508	\$ 43,732

See the accompanying notes to the financial statements.

Floyd County School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds
Year ended June 30, 2018

	Other Governmental Funds			
	Capital Outlay	FSPK Fund	District Activity	Total
Revenues				
Property taxes	\$ -	\$ 1,894,140	\$ -	\$ 1,894,140
Earnings on Investments	6,279	2,923		9,202
Student activities			70,119	70,119
Intergovernmental - State	521,515	2,189,320		2,710,835
Total Revenues	527,794	4,086,383	70,119	4,684,296
Expenditures				
Instruction			34,760	34,760
Plant operations & maintenance			35,270	35,270
Total Expenditures	-	-	70,030	70,030
Excess (Deficit) of Revenues Over Expenditures	527,794	4,086,383	89	4,614,266
Other Financing Sources (Uses)				
Transfers Out	(1,045,082)	(4,326,188)		(5,371,270)
Total Other Financing Sources (Uses)	(1,045,082)	(4,326,188)	-	(5,371,270)
Net Change in Fund Balances	(517,288)	(239,805)	89	(757,004)
Fund Balance Beginning	523,589	242,728	31,477	797,794
Fund Balance Ending	\$ 6,301	\$ 2,923	\$ 31,566	\$ 40,790

See the accompanying notes to the financial statements.

Floyd County School District
Combining Balance Sheet of Fiduciary Fund
School Activity Funds
June 30, 2018

	ALLEN CENTRAL HIGH	BETSY LANE HIGH	FLOYD CENTRAL HIGH	PRESTONSBURG HIGH	SOUTH FLOYD HIGH	ADAMS MIDDLE	ALLEN CENTRAL MIDDLE	ALLEN ELEMENTARY	BETSY LANE ELEMENTARY	DUFF-ALLEN CENTRAL ELEMENTARY
ASSETS										
Cash and cash equivalents	\$ -	\$ 47,142	\$ 82,328	\$ 48,642	\$ -	\$ 18,547	\$ -	\$ 18,257	\$ 47,688	\$ 38,147
Certificates of Deposits	-	297	-	809	10,000	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-	-	-	-
Total Assets	-	47,439	82,328	49,451	10,000	18,547	-	18,257	47,688	38,147
LIABILITIES										
Accounts payable	-	45	28,183	240	-	-	-	2,524	-	-
FUND BALANCE										
School Activities	-	47,394	54,145	49,211	10,000	18,547	-	15,733	47,688	38,147
Total Liabilities & Fund Balance	\$ -	\$ 47,439	\$ 82,328	\$ 49,451	\$ 10,000	\$ 18,547	\$ -	\$ 18,257	\$ 47,688	\$ 38,147

See the accompanying notes to the financial statements.

Floyd County School District
Combining Balance Sheet of Fiduciary Fund
School Activity Funds
June 30, 2018

	JAMES A DUFF ELEMENTARY	MAY VALLEY ELEMENTARY	McDOWELL ELEMENTARY	PRESTONSBURG ELEMENTARY	SOUTH FLOYD ELEMENTARY	STUMBO ELEMENTARY	WD OSBORNE ELEMENTARY	RENAISSANCE LEARNING	FIDUCIARY FUND TOTAL
ASSETS									
Cash and cash equivalents	\$ -	\$ 13,814	\$ -	\$ 17,204	\$ 22,572	\$ 12,357	\$ -	\$ 1	\$ 366,699
Certificates of Deposits	-	-	-	2,420	-	135	-	-	10,000
Accounts receivable	-	-	-	-	-	-	-	-	3,661
Total Assets	-	13,814	-	19,624	22,572	12,492	-	1	380,360
LIABILITIES									
Accounts payable	-	300	-	-	-	920	-	-	32,212
FUND BALANCE									
School Activities	-	13,514	-	19,624	22,572	11,572	-	1	348,148
Total Liabilities & Fund Balance	\$ -	\$ 13,814	\$ -	\$ 19,624	\$ 22,572	\$ 12,492	\$ -	\$ 1	\$ 380,360

See the accompanying notes to the financial statements.

Floyd County School District
Combining Statement of Revenues, Expenses and Changes in Fund Balance
School Activity Funds
Year ended June 30, 2018

	ALLEN CENTRAL HIGH	BETSY LANE HIGH	FLOYD CENTRAL HIGH	PRESTONSBURG HIGH	SOUTH FLOYD HIGH	ADAMS MIDDLE	ALLEN CENTRAL MIDDLE	ALLEN ELEMENTARY	BETSY LANE ELEMENTARY	DUFF-ALLEN CENTRAL ELEMENTARY
REVENUES										
Student revenues	\$ -	\$ 210,843	\$ 454,922	\$ 140,744	\$ 731	\$ 121,922	\$ -	42,331	152,577	187,095
Total Revenues	-	210,843	454,922	140,744	731	121,922	-	42,331	152,577	187,095
EXPENDITURES										
Student activities	39,047	208,018	400,777	111,798	26,063	114,325	17,921	29,418	150,350	148,948
Total Expenditures	39,047	208,018	400,777	111,798	26,063	114,325	17,921	29,418	150,350	148,948
Excess (Deficit) of Revenues Over Expenditures	(39,047)	2,825	54,145	28,946	(25,332)	7,597	(17,921)	12,913	2,227	38,147
FUND BALANCE, BEGINNING	39,047	44,569	-	20,265	35,332	10,950	17,921	2,820	45,461	-
FUND BALANCE, ENDING	\$ -	\$ 47,394	\$ 54,145	\$ 49,211	\$ 10,000	\$ 18,547	\$ -	15,733	47,688	38,147

See the accompanying notes to the financial statements.

Floyd County School District
Combining Statement of Revenues, Expenses and Changes in Fund Balance
School Activity Funds
Year ended June 30, 2018

	JAMES A DUFF ELEMENTARY	MAY VALLEY ELEMENTARY	McDOWELL ELEMENTARY	PRESTONSBURG ELEMENTARY	SOUTH FLOYD ELEMENTARY	STUMBO ELEMENTARY	WD OSBORNE ELEMENTARY	RENAISSANCE LEARNING	FIDUCIARY FUND TOTAL
REVENUES									
Student revenues	\$ -	\$ 109,006	\$ -	\$ 98,620	\$ 208,523	\$ 87,027	\$ -	\$ 44	\$ 1,814,385
Total Revenues	-	109,006	-	98,620	208,523	87,027	-	44	1,814,385
EXPENDITURES									
Student activities	3,681	117,579	1,607	89,314	185,951	88,260	1,008	1,262	1,735,327
Total Expenditures	3,681	117,579	1,607	89,314	185,951	88,260	1,008	1,262	1,735,327
Excess (Deficit) of Revenues Over Expenditures	(3,681)	(8,573)	(1,607)	9,306	22,572	(1,233)	(1,008)	(1,218)	79,058
FUND BALANCE, BEGINNING	3,681	22,087	1,607	10,318	-	12,805	1,008	1,219	269,090
FUND BALANCE, ENDING	\$ -	\$ 13,514	\$ -	\$ 19,624	\$ 22,572	\$ 11,572	\$ -	\$ 1	\$ 348,148

See the accompanying notes to the financial statements.

FLOYD COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES , EXPENSES, AND CHANGES IN FUND BALANCE -
ALLEN CENTRAL HIGH SCHOOL
YEAR ENDED JUNE 30, 2018

	<u>FUND BALANCE BEGINNING</u>	<u>REVENUES</u>	<u>EXPENDITURES</u>	<u>TRANSFERS</u>	<u>FUND BALANCE ENDING</u>
GENERAL FUND	\$ 335	\$ -	\$ 335	\$ -	\$ -
SCHOOL PICTURES	830	-	830	-	-
ACHS ENERGY TEAM	168	-	168	-	-
STUDENT VENDING	1,490	-	1,490	-	-
LIBRARY FUND	39	-	39	-	-
TAG	24	-	24	-	-
TEACHER VENDING	16	-	16	-	-
SCIENCE OLYMPIAD	1,218	-	1,218	-	-
CBI	9	-	9	-	-
CHILDRENS INC	8	-	8	-	-
MATH CLUB	1,208	-	1,208	-	-
GUIDANCE	46	-	46	-	-
SENIOR ACCOUNT	197	-	197	-	-
GOOD SAMS CLUB	198	-	198	-	-
INTEREST	382	-	382	-	-
ACADEMICS	234	-	234	-	-
ART	30	-	30	-	-
ATHLETICS	5,784	-	5,784	-	-
BOYS BASKETBALL	1,690	-	1,690	-	-
GIRLS BASKETBALL	2,140	-	2,140	-	-
LADIES ROUNDBALL	719	-	719	-	-
BOYS CONCESSION	2,695	-	2,695	-	-
GIRLS CONCESSION	2,925	-	2,925	-	-
FOOTBALL	4,712	-	4,712	-	-
VOLLEYBALL	110	-	110	-	-
EASTERN VOLLEYBALL	2,216	-	2,216	-	-
SOFTBALL	66	-	66	-	-
SOFTBALL BOOSTERS	219	-	219	-	-
BASEBALL	16	-	16	-	-
JUNIORS	1	-	1	-	-
JROTC	150	-	150	-	-
REBEL ROUSERS	2,013	-	2,013	-	-
CHEERLEADING	1	-	1	-	-
BETA CLUB	712	-	712	-	-
BAND BOOSTERS	4,009	-	4,009	-	-
GOLF	67	-	67	-	-
ARCHERY	2,202	-	2,202	-	-
BOWLING	138	-	138	-	-
DISTRICT ACTIVITY FUNDS	30	-	30	-	-
Totals	\$ 39,047	\$ -	\$ 39,047	\$ -	\$ -

See the accompanying notes to the financial statements.

FLOYD COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES , EXPENSES, AND CHANGES IN FUND BALANCE -
BETSY LANE HIGH SCHOOL
YEAR ENDED JUNE 30, 2018

	<u>FUND BALANCE BEGINNING</u>	<u>REVENUES</u>	<u>EXPENDITURES</u>	<u>TRANSFERS</u>	<u>FUND BALANCE ENDING</u>
GENERAL FUND	\$ 567	\$ 709	\$ 687	\$ (61)	\$ 528
KYA	313	-	-	-	313
AEROSPACE	-	954	443	-	511
STUDENT VENDING	2,594	6,602	7,269	768	2,695
SCIENCE OLYMPIAD	471	4,352	3,894	(30)	899
ROBOTICS	91	1,141	1,204	-	28
JOURNALISM	4	-	-	-	4
PEP CLUB	730	-	-	-	730
TEACHER VENDING	1,784	2,089	2,014	-	1,859
TAG	-	1,350	1,350	-	-
STAFF FLOWER FUND	293	108	139	-	262
ANTHROPOLOGY	-	31,556	30,768	15	803
MEDIA PRODUCTIONS	260	-	75	-	185
SCHOOL WIDE FUNDRAISER	-	12,556	7,309	(5,247)	-
SCHWANS ICE CREAM	-	1,792	1,024	(766)	2
BLHS CHAMPIONS	12	-	-	-	12
ATHLETIC	8,109	23,189	28,106	6,115	9,307
SPANISH CLUB	76	-	-	-	76
ART	113	329	442	-	-
MUSIC AND BAND	132	313	133	-	312
SPECIAL ED	187	345	120	-	412
PRIDE CLUB	926	-	-	-	926
ACADEMIC	514	-	-	-	514
BETA CLUB	1	774	710	-	65
FORENSICS	188	-	-	-	188
LIBRARY	227	-	-	-	227
STUDENT COUNCIL	14	-	-	-	14
SENIOR CLASS	344	13,478	12,733	-	1,089
JUNIOR CLASS	2,531	24,524	22,282	-	4,773
NEW HORIZON YSC	-	580	580	-	-
ARCHERY	129	1,394	1,490	-	33
COUNSELOR	16	773	578	-	211
YEARBOOK	-	1,944	1,944	-	-
FOOTBALL	1,337	12,006	10,811	-	2,532
SCHOOL PICTURES	-	811	809	(2)	-
GIRLSBBALLBOOSTERS	4,701	12,544	12,838	(478)	3,929
VOLLEYBALL	4,640	7,719	10,460	-	1,899
GIRLS CHEERLEADERS	1,064	9,541	8,967	-	1,638
NATIONAL HONOR SOCIETY	194	340	307	-	227
BOYS BASKETBALL HOOPSTERS	3,109	10,851	11,216	610	3,354
GIRLS SOFTBALL	1,628	5,184	4,584	-	2,228
BOYS BASEBALL	6,782	11,880	13,259	(985)	4,418
TRACK TEAM	283	648	865	-	66
BOWLING	113	-	-	-	113
GOLF TEAM	92	285	366	-	11
SWEEP ACCOUNT	-	8,182	8,242	61	1
Totals	\$ 44,569	\$ 210,843	\$ 208,018	\$ -	\$ 47,394

See the accompanying notes to the financial statements.

FLOYD COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE -
FLOYD CENTRAL HIGH SCHOOL
YEAR ENDED JUNE 30, 2018

	FUND BALANCE BEGINNING	REVENUES	EXPENDITURES	TRANSFERS	FUND BALANCE ENDING
DEBBIE HALL SCHOLARSHIP	\$ -	\$ 164	\$ -	\$ -	164
VOLLEYBALL	-	12,016	12,903	1,037	150
BOYS BASKETBALL	-	50,383	43,821	(53)	6,509
GIRLS BASKETBALL	-	24,181	24,306	590	465
SPANISH	-	68	-	-	68
GENERAL FUND	-	3,773	3,754	(145)	(126)
ATHLETICS	-	73,385	60,929	5,644	18,100
LIBRARY	-	724	-	-	724
ACHS ENERGY TEAM	-	168	-	-	168
BASEBALL	-	15,791	13,706	-	2,085
CLOSED TO COMBINE TO 225	-	1,194	-	(1,194)	-
BAND/MUSIC	-	4,959	3,997	775	1,737
KYA	-	10,327	9,486	-	841
SCIENSE OLYMPIAD	-	1,218	-	-	1,218
SCHOOL PICTURES	-	830	506	-	324
CBI	-	9	-	-	9
CHILDRENS INC	-	1,480	-	-	1,480
MATH CLUB	-	2,496	2,044	-	452
GUIDANCE	-	46	-	(1)	45
GOOD SAMS CLUB	-	198	-	-	198
INTEREST	-	382	-	(382)	-
ACADEMICS	-	2,433	4,235	1,802	-
ART	-	30	3	-	27
STUDENT VENDING	-	7,868	5,214	-	2,654
AP CLASSES	-	286	286	-	-
PHOTO STUDIO	-	6	-	-	6
TEACHER VENDING	-	2,513	2,112	149	550
CLOSED TO COMBINE TO 45	-	719	-	(719)	-
CLOSED TO COMBINE TO 101	-	2,694	-	(2,694)	-
CLOSED TO COMBINE TO 101	-	2,925	-	(2,925)	-
FOOTBALL	-	41,041	39,321	1,195	2,915
CLOSED COMBINE WITH 43	-	9,758	8,721	(1,037)	-
CLOSED COMBINE WITH 709	-	337	271	(66)	-
FRESHMAN 2013	-	123	-	-	123
TALENTED & GIFTED	-	7,994	6,619	(1,375)	-
JUNIORS	-	14,992	15,557	1,059	494
SENIORS	-	10,477	8,785	-	1,692
JROTC	-	5,818	9,064	4,036	790
CLOSED COMBINED WITH 400	-	4,468	561	(3,907)	-
PTO	-	59	59	-	-
STUDENT COUNCIL	-	943	740	-	203
CADD	-	28	-	-	28
CHEERLEADING	-	28,043	22,953	150	5,240
MOLLETT SCH INTEREST	-	273	-	-	273
MOLLETT SCH CD	-	8	-	-	8
TEXTBOOK	-	1,555	1,555	-	-
YEARBOOK	-	5,489	4,212	(1,059)	218
BETA CLUB	-	11,716	13,425	1,709	-
GREENHOUSE	-	1	-	-	1
CLOSE TO COMBINE TO 195	-	18,367	16,753	(1,614)	-
CLOSED TO COMBINE TO 101	-	151	-	(151)	-
SOFTBALL	-	21,608	21,648	14	(26)
KSTC ADVANCE KENTUCKY	-	139	-	-	139
SPANISH NAT HONOR	-	2	-	-	2
CLOSED COMBINE WITH 108	-	13,452	12,677	(775)	-
GOLF	-	4,917	2,400	-	2,517
ARCHERY	-	7,760	6,129	(46)	1,585
CLOSED TO COMBINE TO 101	-	138	-	(138)	-
NATIONAL HONOR SOCIETY	-	680	624	-	56
ALLIED HEALTH	-	545	401	(144)	-
PLTW BIO MEDICAL	-	847	808	-	39
AP EXAM	-	2,037	2,037	-	-
BASS FISHING	-	300	300	-	-
DISTRICT ACTIVITY FUNDS	-	17,590	17,855	265	-
Totals	\$ -	\$ 454,922	\$ 400,777	\$ -	\$ 54,145

See the accompanying notes to the financial statements.

FLOYD COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES , EXPENSES, AND CHANGES IN FUND BALANCE -
PRESTONSBURG HIGH SCHOOL
YEAR ENDED JUNE 30, 2018

	<u>FUND BALANCE BEGINNING</u>	<u>REVENUES</u>	<u>EXPENDITURES</u>	<u>TRANSFERS</u>	<u>FUND BALANCE ENDING</u>
GENERAL FUND	\$ 417	\$ 4,925	\$ 2,170	\$ -	\$ 3,172
TRACK TEAM	-	1,954	1,140	(114)	700
SCHOOL PICTURES	1	-	-	-	1
GOLF TEAM	-	7,055	3,209	200	4,046
ATHLETIC	1,596	51,782	42,986	396	10,788
FLOYD CENTRAL FOOTBALL TI	-	174	174	-	-
LIBRARY CAFÉ	631	370	194	-	807
JUNIOR CLASS	3,892	13,452	13,052	-	4,292
PAW PRINTS MAGAZINE	52	-	-	-	52
SENIOR CLASS	563	980	1,343	-	200
AP EXAMS	-	2,033	1,975	-	58
ALLIED HEALTH	268	-	-	-	268
YEARBOOKS	-	1,161	1,161	-	-
KYA	200	6,540	6,625	-	115
VOCAL MUSIC	1,182	652	440	-	1,394
PEP CLUB	-	10	-	-	10
ACADEMIC TEAM	375	-	(75)	-	450
CONCESSION	2,341	2,983	115	-	5,209
FACULTY VENDING	3,632	6,039	5,089	-	4,582
TAG	95	29,570	27,535	-	2,130
NATIONAL HONOR SOCIETY	2	452	301	-	153
NATIONAL HISPANIC HONOR S	525	37	243	-	319
FBLA	2,288	232	427	-	2,093
SCIENCE OLYMPIAD	813	5,540	3,694	(482)	2,177
CHEER/TRANSPORTATION	-	2,553	-	-	2,553
PROJECT PROM	500	-	-	-	500
YOUTH SERVICE CENTER	52	-	-	-	52
KYHED	840	-	-	-	840
LAPTOPS	-	2,250	-	-	2,250
				-	
Totals	\$ 20,265	\$ 140,744	\$ 111,798	\$ -	\$ 49,211

See the accompanying notes to the financial statements.

FLOYD COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES , EXPENSES, AND CHANGES IN FUND BALANCE -
SOUTH FLOYD HIGH SCHOOL
YEAR ENDED JUNE 30, 2018

	<u>FUND BALANCE BEGINNING</u>	<u>REVENUES</u>	<u>EXPENDITURES</u>	<u>TRANSFERS</u>	<u>FUND BALANCE ENDING</u>
DEBBIE HALL SCHOLARSHIP	\$ 164	\$ -	\$ 164	\$ -	\$ -
VOLLEYBALL	4,307	620	4,927	-	-
BOYS BASKETBALL	(1)	-	(1)	-	-
GIRLS BASKETBALL	994	-	994	-	-
SFMS-GIRLS BASKETBALL	510	-	510	-	-
SFMS BOYS BASKETBALL	166	-	166	-	-
SPANISH	68	-	68	-	-
GENERAL FUND	2,142	111	2,253	-	-
ATHLETICS	2,117	-	2,117	-	-
LIBRARY	684	-	684	-	-
BOYS VARSITY CHEER	173	-	173	-	-
SFMS GIRLS CHEERLEADING	100	-	100	-	-
BASEBALL	604	-	604	-	-
FOOTBALL BOOSTERS	1,019	-	1,019	-	-
BAND/MUSIC	82	-	82	-	-
STUDENT VENDING	2,862	-	2,862	-	-
AP CLASS	286	-	286	-	-
PHOTO STUDIO	6	-	6	-	-
TEACHER VENDING	1,258	-	1,258	-	-
FRESHMEN	123	-	123	-	-
JUNIORS	84	-	84	-	-
SENIORS	198	-	198	-	-
BETA CLUB	396	-	396	-	-
SFMS HONOR CLUB	5	-	5	-	-
PTO	108	-	108	-	-
STUDENT COUNCIL	5	-	5	-	-
CADD	51	-	51	-	-
MOLLETT SCH INTEREST	254	-	254	-	-
MOLLETT SCH CD	10,008	-	8	-	10,000
TEXTBOOK	1,528	-	1,528	-	-
YEARBOOK	495	-	495	-	-
GREENHOUSE	2	-	2	-	-
SFMS FOOTBALL	2,863	-	2,863	-	-
ACADEMIC TEAM	173	-	173	-	-
SHORTY JAMERSON BOWL	139	-	139	-	-
SFMS VOLLEYBALL	11	-	11	-	-
8TH GRADE	25	-	25	-	-
SOFTBALL	585	-	585	-	-
KSTC-ADVANCE KENTUCKY	139	-	139	-	-
21ST CENTURY	598	-	598	-	-
SPANISH NAT HONOR SOC	1	-	1	-	-
Totals	\$ 35,332	\$ 731	\$ 26,063	\$ -	\$ 10,000

See the accompanying notes to the financial statements.

Floyd County School District
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2018

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Passed Through to Subrecipients	Program or Award Amount	Expenditures
U.S. Department of Agriculture					
Passed Through State Department of Education					
* School Breakfast Program	10.553	7760005 17	\$ -	N/A	239,731
Fiscal Year 17		7760005 18	-	N/A	1,067,597
Fiscal Year 18					
* National School Lunch Program	10.555	7750002 17	-	N/A	495,380
Fiscal Year 17		7750002 18	-	N/A	2,211,565
Fiscal Year 18					
* Summer Food Service	10.559	7740023 17	-	N/A	14,782
Fiscal Year 17		7690024 17	-	N/A	1,538
Fiscal Year 18					
Child Nutrition Cluster Subtotal					<u>4,030,594</u>
Fruit & Vegetable Program	10.582	7720012 17	-	N/A	6,048
Fiscal Year 17		7720012 18	-	N/A	106,736
Fiscal Year 18					<u>112,784</u>
Passed Through State Department of Agriculture					
Food Donation-Commodities	10.565	510.4950	-	N/A	267,795
Fiscal Year 18					<u>4,411,173</u>
Total U.S. Department of Agriculture					
US Department of Education					
Passed Through State Department of Education					
Title I Grants to Local Educational Agencies	84.010A	3100002 16	-	3,271,252	8,022
Fiscal Year 16		3100002 17	-	3,125,190	311,475
Fiscal Year 17		3100002 18	-	3,093,432	2,567,295
Fiscal Year 18					<u>2,886,792</u>
Special Education Grants to States	84.027A	3810002 16	-	1,341,755	20,593
Fiscal Year 16		3810002 17	-	1,340,470	62,849
Fiscal Year 17		3810002 18	-	1,359,854	1,213,061
Fiscal Year 18					
Special Education - Preschool Grants	84.173A	3800002 18	-	67,006	66,836
Fiscal Year 18					<u>1,363,339</u>
Special Education Cluster Subtotal					
Vocation Education - Basic Grants to States	84.048	3710002 17	-	65,013	8,254
Fiscal Year 17		3710002 18	-	71,888	56,704
Fiscal Year 18					<u>64,958</u>
Rural Education	84.358	3140002 18	-	98,044	16,728
Fiscal Year 18					
Race to the Top-Early Care & Education Childcare Provider Quality Imp	84.412A	475DE	-	30,000	29,937
Fiscal Year 18					
Twenty-First Century Community Learning Centers	84.287	3400002 15	-	77,500	9,599
Fiscal Year 16		3400002 16	-	67,500	58,180
Fiscal Year 17					<u>67,779</u>
Improving Teacher Quality State Grants	84.367A	3230002 16	-	602,326	93,790
Fiscal Year 16		3230002 17	-	575,612	291
Fiscal Year 17		3230002 18	-	384,560	284,544
Fiscal Year 18		3230002 18	-	70,000	65,656
Fiscal Year 18D					<u>444,282</u>
Passed Through Berea College					
GEAR UP	84.334A	P334A170041-17A	-	800,000	5,146
Fiscal Year 18					
Passed Through Kentucky Valley Educational Cooperative					
Race to the Top - District	84.416A	B416A140080	-	172,046	102,787
Fiscal Year 18					
Total U.S. Department of Education					<u>4,982,499</u>
National Endowment for the Humanities					
Passed Through Kentucky Arts Council					
Promotion of the Arts Partnership Agreements	45.025	17-6100-2019	-	750	750
Fiscal Year 18					<u>750</u>
Total National Endowment for the Humanities					
U.S. Department of Defense					
ROTC	12.000	504D	-	N/A	32,798
Fiscal Year 18					<u>32,798</u>
Total U.S. Department of Defense					
U.S. Department of Health and Human Services					
Passed through Big Sandy Area Community Action Program					
Head Start	93.600	04CH2596	-	1,320,971	326,195
Fiscal Year 17		04CH2596	-	1,399,774	966,007
Fiscal Year 18					<u>1,292,202</u>
Total U.S. Department of Health and Human Services					
Total Expenditure of Federal Awards					<u>\$ 10,719,422</u>
* Major program					

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

**FLOYD COUNTY SCHOOL DISTRICT
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

NOTE A – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Floyd County School District under the programs of the federal government for the year ended June 30, 2018. The information in this schedule is presented 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 Floyd County School 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 – SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represents adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

NOTE C – FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair value of the commodities received and disbursed. For the year ended June 30, 2018, the District received food commodities totaling \$267,795.

NOTE D – INDIRECT COST RATE

The Floyd County School District has not elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Education of the Floyd County School District
Prestonsburg, KY

and the State Committee for School District Audits

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* and the audit requirements prescribed by the Kentucky State Committee for School District Audits, in the *Auditor Responsibilities* and *State Compliance Requirements* sections contained in the Kentucky Public School Districts' Audit contract and Requirements issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Floyd County School District, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Floyd County School District's basic financial statements, and have issued our report thereon dated November 12, 2018.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Floyd County School District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Floyd County School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Floyd County School District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. 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 deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Floyd County School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Floyd County School District in a separate letter dated November 12, 2018.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

White & Associates, PSC

Richmond, KY

November 12, 2018

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Board of Education of the Floyd County School District
Prestonsburg, KY

and the State Committee of School District Audits

Report on Compliance for Each Major Federal Program

We have audited the Floyd County School District's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Floyd County School District's major federal programs for the year ended June 30, 2018. Floyd County School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance 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 express an opinion on compliance for each of the Floyd County School District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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) and the audit requirements prescribed by the Kentucky State Committee for School District Audits, in the *Auditor Responsibilities* and *State Compliance Requirements* sections contained in the Kentucky Public School Districts' Audit contract and Requirements. Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Floyd County School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the Floyd County School District's compliance.

Opinion on Each Major Federal Program

In our opinion, the Floyd County School District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2018.

Report on Internal Control over Compliance

Management of the Floyd County School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Floyd County School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of

internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Floyd County School 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, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program 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 was not designed to 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.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

White & Associates, PSC

Richmond, KY

November 12, 2018

FLOYD COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2018

SUMMARY OF AUDITOR'S RESULTS

What type of report was issued for the financial statements?	Unmodified
Were there significant deficiencies in internal control disclosed? If so, was any significant deficiencies material (GAGAS)?	None Reported
Was any material noncompliance reported (GAGAS)?	No
Were there material weaknesses in internal control disclosed for major programs?	No
Were there any significant deficiencies in internal control disclosed that were not considered to be material weaknesses?	None Reported
What type of report was issued on compliance for major programs?	Unmodified
Did the audit disclose findings as it relates to major programs that Is required to be reported as described in the Uniform Guidance?	No
Major Programs	Child Nutrition Cluster [CFDA 10.553, 10.555, 10.559]
Dollar threshold of Type A and B programs	\$750,000
Low risk auditee?	Yes

FINDINGS - FINANCIAL STATEMENT AUDIT

No findings at the financial statement level.

**FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS
AUDIT**

No findings at the major federal award programs level.

**FLOYD COUNTY SCHOOL DISTRICT
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2018**

There were no prior year findings.



MANAGEMENT LETTER POINTS

Floyd County School District
Prestonsburg, Kentucky

In planning and performing our audit of the financial statements of the Floyd County School District for the year ended June 30, 2018, we considered the District's internal controls in order to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

However, during our audit, we became aware of several matters that are opportunities for strengthening internal controls and operating efficiency. We previously reported on the District's internal control in our report dated November 12, 2018. This letter does not affect our report dated November 12, 2018, on the financial statements of the Floyd County School District. The conditions observed are as follows:

BETSY LAYNE HIGH SCHOOL

No conditions.

PRESTONSBURG HIGH SCHOOL

No conditions.

FLOYD CENTRAL HIGH SCHOOL

1-18

Statement of Condition: Activity Fund accounts ended the fiscal year (June 30) with a deficit balance. (General and Softball)

Recommendation for Correction: Monies can be transferred between activity fund accounts, as long as money generated by the students goes back to benefiting the students. Monies generated for a specific purpose must be spent on the intended purpose. Any monies transferred to cover deficit balances shall be reimbursed by the deficit account when funds become available. Closer monitoring of activity fund account ending balances before signing off on purchase orders will decrease the chances of accounts becoming deficit.

Management Response to the Recommendation: The district advised the school administration that deficit balances cannot occur and that the school must transfer funds to cover these deficits. The school was in its first year of existence and had gone through two school bookkeepers. The school principal will be placed on a corrective action plan and monitored by central office finance staff to ensure all accounts maintain balances. In addition, all school administrators and bookkeeping staff have been provided Redbook training by Ron Flannery on September 18, 2018.

2-18

Statement of Condition: The Donation Acceptance Form (Form F-SA-18) is not being completed for all school level donations. (1543, 1549, 1681, and 1788)

Recommendation for Correction: The principal or bookkeeper must provide a listing of donations for submission to the school board at year-end using the Donation Acceptance Form.

Management Response to the Recommendation: The district has advised the school administrators of this finding and completed a review to see how many times this has occurred. It was determined that corrective action needed to be taken. The school was in its first year of existence and had gone through two school bookkeepers. The school principal will be placed on a corrective action plan and monitored by central office finance staff to ensure proper internal controls are in place and functioning. In addition, all school administrators and bookkeeping staff have been provided Redbook training by Ron Flannery on September 18, 2018.

3-18

Statement of Condition: Inventory Control Worksheets (F-SA-5) are not being completed monthly on bookstores, pencil machines, concessions and vending machines (vending machines exempt if full service).

Recommendation for Correction: Inventory Control Worksheets (F-SA-5) need to be correctly filled out monthly on all activities that require one. Completed worksheets need to be reviewed by the principal to address significant shortages or overages. After reviewing the worksheets file them with the other financial documents.

Management Response to the Recommendation: The district has advised the school administrators of this finding and instructed the school to complete Form F-SA-5 in accordance with Kentucky Administrative Regulations. The school was in its first year of existence and had gone through two school bookkeepers. The school principal will be placed on a corrective action plan and monitored by central office finance staff to ensure proper internal controls are in place and functioning. In addition, all school administrators and bookkeeping staff have been provided Redbook training by Ron Flannery on September 18, 2018.

DUFF-ALLEN CENTRAL ELEMENTARY

No conditions.

JAMES D ADAMS MIDDLE SCHOOL

No conditions.

ALLEN ELEMENTARY

No conditions.

SOUTH FLOYD ELEMENTARY

4-18

Statement of Condition: The Donation Acceptance Form (Form F-SA-18) is not being completed for all school level donations. (594)

Recommendation for Correction: The principal or bookkeeper must provide a listing of donations for submission to the school board at year-end using the Donation Acceptance Form.

Management Response to the Recommendation: The district has advised the school administrators of this finding and advised on proper use of F-SA-18. The school was in its first year of existence. The school principal will be placed on a corrective action plan and monitored by central office finance staff to ensure proper internal controls are in place and functioning. In addition, all school administrators and bookkeeping staff have been provided Redbook training by Ron Flannery on September 18, 2018.

MAY VALLEY ELEMENTARY

No conditions.

PRESTONSBURG ELEMENTARY

No conditions.

STUMBO ELEMENTARY

No conditions.

BETSY LANE ELEMENTARY

No conditions.

RENAISSANCE LEARNING CENTER

No conditions.

All prior year conditions have been corrected. Danny Adkins, Superintendent, is the person responsible for initiation of the corrective action plan for the above conditions which will be implemented immediately. The corrective action plan is the management response for each condition.

We would like to thank the Finance Officer, Matthew Wireman and his department for their support and assistance during our audit.

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

White & Associates, PSC

White & Associates, PSC
Richmond, Kentucky
November 12, 2018

11/14/2018 FLOYD COUNTY PUBLIC SCHOOLS
 11:21:15 ANNUAL FINANCIAL REPORT FOR FY 2018

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
GENERAL FUND (1)				
REVENUES				
0999 BEGINNING BALANCE				
TOTAL 0999 BEGINNING BALANCE	4,036,743.00	4,151,733.89	(114,990.89)	102.85
RECEIPTS				
REVENUE FROM LOCAL SOURCES				
AD VALOREM TAXES				
1111 GENERAL REAL PROPERTY TAX	5,030,000.00	4,649,765.52	380,234.48	92.44
1111A PROPERTY TAX AIRCRAFT	12,885.00	12,884.81	0.19	100
1111I PROPERTY TAX INV	310,000.00	261,965.04	48,034.96	84.5
1111T PROPERTY TAX TANG 45	525,000.00	1,539,203.94	(1,014,203.94)	293.18
1111W PROPERTY TAX PUB WH	24,000.00	25,041.86	(1,041.86)	104.34
1115 DELINQUENT PROPERTY TAX	550,000.00	603,101.63	(53,101.63)	109.65
1117 MOTOR VEHICLE TAX	1,530,000.00	1,606,237.74	(76,237.74)	104.98
1118C UNMINED MINERAL COAL	100,000.00	109,998.59	(9,998.59)	110
1118G UNMINED MINERAL GAS AND OIL	350,000.00	231,978.46	118,021.54	66.28
1119 FRANCHISE TAX	1,500,000.00	1,596,675.37	(96,675.37)	106.45
TOTAL AD VALOREM TAXES	9,931,885.00	10,636,852.96	(704,967.96)	107.1

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
PENALTIES & INTEREST ON TAXES				
1140 PENALTIES & INTEREST ON TAXES	500.00	316.48	183.52	63.3
TOTAL PENALTIES & INTEREST ON TAXES	500.00	316.48	183.52	63.3
OTHER TAXES				
1191 OMITTED PROPERTY TAX	60,000.00	44,597.42	15,402.58	74.33
TOTAL OTHER TAXES	60,000.00	44,597.42	15,402.58	74.33
EARNINGS ON INVESTMENTS				
1510 INTEREST INCOME	40,000.00	99,997.98	(59,997.98)	249.99
TOTAL EARNINGS ON INVESTMENTS	40,000.00	99,997.98	(59,997.98)	249.99
FOOD SERVICE				
1637 VENDING MACHINES	1,000.00	1,204.98	(204.98)	120.5
TOTAL FOOD SERVICE	1,000.00	1,204.98	(204.98)	120.5
OTHER REVENUE FROM LOCAL SOURCES				
1911 BUILDING RENTAL	-	-	-	0
1920 CONTRIBUTIONS/DONATIONS	-	20,750.00	(20,750.00)	0
1925 PRIVATE REIMBURSEMENT - PD	-	-	-	0
1980 REFUND OF PRIOR YR EXPENDITURE	-	42,369.09	(42,369.09)	0
1990 MISCELLANEOUS REVENUE	-	13,806.15	(13,806.15)	0
1993 LOCAL MISCELLANEOUS REIMBURSE	-	675.00	(675.00)	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
1997 Other Reimbursements	-	-	-	0
TOTAL OTHER REVENUE FROM LOCAL SOURCES	-	77,600.24	(77,600.24)	0
TOTAL REVENUE FROM LOCAL SOURCES	10,033,385.00	10,860,570.06	(827,185.06)	108.24
REVENUE FROM STATE SOURCES				
STATE PROGRAM				
3111 SEEK PROGRAM	27,563,808.00	27,644,805.00	(80,997.00)	100.29
TOTAL STATE PROGRAM	27,563,808.00	27,644,805.00	(80,997.00)	100.29
OTHER STATE FUNDING				
3122 VOCATIONAL TRANSPORTATION	52,979.00	29,990.00	22,989.00	56.61
3123 STATE VOCATIONAL SCHOOL	-	-	-	0
3125 BUS DRVR TRAINING REIMB	-	-	-	0
3126 SUB SALARY REIMB (STATE)	-	-	-	0
3127 FLEXIBLE SPENDING REIMB STATE	-	-	-	0
3128 AUDIT REIMBURSEMENT	-	-	-	0
3129 KSB/KSD TRANSP REIMBURSEMENT	-	-	-	0
TOTAL OTHER STATE FUNDING	52,979.00	29,990.00	22,989.00	56.61
EXPENDITURE REIMBURSEMENTS				
3130 national board cert reim.	-	27,276.00	(27,276.00)	0
TOTAL EXPENDITURE REIMBURSEMENTS	-	27,276.00	(27,276.00)	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
REVENUE IN LIEU OF TAXES/STATE				
3800 TELECOMMUNICATIONS TAX	115,954.00	116,020.68	(66.68)	100.06
3800U UMC	-	586,500.00	(586,500.00)	0
TOTAL REVENUE IN LIEU OF TAXES/STATE	115,954.00	702,520.68	(586,566.68)	605.86
REVENUE FOR ON BEHALF PAYMENTS				
3900 ON-BEHALF	9,832,393.24	13,727,048.99	(3,894,655.75)	139.61
TOTAL REVENUE FOR ON BEHALF PAYMENTS	9,832,393.24	13,727,048.99	(3,894,655.75)	139.61
TOTAL REVENUE FROM STATE SOURCES	37,565,134.24	42,131,640.67	(4,566,506.43)	112.16
REVENUE FROM FEDERAL SOURCES				
THROUGH INTERMEDIATE AGENCIES				
4700 Federal Reimbursement	215,000.00	140,879.31	74,120.69	65.53
TOTAL THROUGH INTERMEDIATE AGENCIES	215,000.00	140,879.31	74,120.69	65.53
FEDERAL REIMBURSEMENT				
4810 medicaid reimbursement	140,000.00	131,639.38	8,360.62	94.03
TOTAL FEDERAL REIMBURSEMENT	140,000.00	131,639.38	8,360.62	94.03
TOTAL REVENUE FROM FEDERAL SOURCES	355,000.00	272,518.69	82,481.31	76.77
OTHER RECEIPTS				

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
INTERFUND TRANSFERS				
5210 FUND TRANSFER	-	882,627.96	(882,627.96)	0
5220 INDIRECT COSTS TRANSFER	265,000.00	240,799.75	24,200.25	90.87
TOTAL INTERFUND TRANSFERS	265,000.00	1,123,427.71	(858,427.71)	423.93
SALE OR COMP FOR LOSS OF ASSETS				
5311 SALE OF LAND & IMPROVEMENTS	-	2,020.00	(2,020.00)	0
5312 LOSS COMP - LAND & IMPROVEMNTS	-	-	-	0
5331 SALE OF BUILDINGS	-	-	-	0
5332 LOSS COMP - BUILDINGS	-	-	-	0
5341 SALE OF EQUIPMENT ETC	-	6,950.00	(6,950.00)	0
5342 LOSS COMP - EQUIPMENT ETC	-	-	-	0
TOTAL SALE OR COMP FOR LOSS OF ASSETS	-	8,970.00	(8,970.00)	0
CAPITAL LEASE PROCEEDS				
5500 CAPITAL LEASE PROCEEDS	-	-	-	0
TOTAL CAPITAL LEASE PROCEEDS	-	-	-	0
TOTAL OTHER RECEIPTS	265,000.00	1,132,397.71	(867,397.71)	427.32
TOTAL RECEIPTS	48,218,519.24	54,397,127.13	(6,178,607.89)	112.81
TOTAL REVENUES	52,255,262.24	58,548,861.02	(6,293,598.78)	112.04
EXPENDITURES				

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
1000 INSTRUCTION				
0100 SALARIES PERSONNEL SERVICES	19,735,996.49	18,975,912.51	760,083.98	96.15
0200 EMPLOYEE BENEFITS	1,823,296.19	1,640,741.78	182,554.41	89.99
0280 ON-BEHALF	6,981,780.13	10,502,310.27	(3,520,530.14)	150.42
0300 PURCHASED PROF AND TECH SERV	140,759.50	106,119.18	34,640.32	75.39
0400 PURCHASED PROPERTY SERVICES	81,647.00	92,186.08	(10,539.08)	112.91
0500 OTHER PURCHASED SERVICES	140,330.48	118,463.44	21,867.04	84.42
0600 SUPPLIES	540,181.82	341,372.51	198,809.31	63.2
0700 PROPERTY	384,424.32	30,163.50	354,260.82	7.85
0800 DEBT SERVICE AND MISCELLANEOUS	80,913.85	135,742.88	(54,829.03)	167.76
TOTAL 1000 INSTRUCTION	29,909,329.78	31,943,012.15	(2,033,682.37)	106.8
2100 STUDENT SUPPORT SERVICES				
0100 SALARIES PERSONNEL SERVICES	707,488.98	714,221.90	(6,732.92)	100.95
0200 EMPLOYEE BENEFITS	96,170.78	96,025.63	145.15	99.85
0280 ON-BEHALF	278,936.86	288,378.28	(9,441.42)	103.38
0300 PURCHASED PROF AND TECH SERV	48,354.10	33,365.00	14,989.10	69
0400 PURCHASED PROPERTY SERVICES	-	-	-	0
0500 OTHER PURCHASED SERVICES	33,311.06	23,575.20	9,735.86	70.77
0600 SUPPLIES	61,413.50	54,255.40	7,158.10	88.34
0700 PROPERTY	-	-	-	0
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
TOTAL 2100 STUDENT SUPPORT SERVICES	1,225,675.28	1,209,821.41	15,853.87	98.71
2200 INSTRUCTIONAL STAFF SUPP SERV				
0100 SALARIES PERSONNEL SERVICES	880,847.41	893,449.13	(12,601.72)	101.43

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
0200 EMPLOYEE BENEFITS	103,805.30	122,561.28	(18,755.98)	118.07
0280 ON-BEHALF	266,614.57	394,084.22	(127,469.65)	147.81
0300 PURCHASED PROF AND TECH SERV	4,936.00	8,679.00	(3,743.00)	175.83
0400 PURCHASED PROPERTY SERVICES	7,535.95	2,020.12	5,515.83	26.81
0500 OTHER PURCHASED SERVICES	152,825.07	55,026.96	97,798.11	36.01
0600 SUPPLIES	133,383.52	205,724.48	(72,340.96)	154.24
0700 PROPERTY	6,296.32	4,355.32	1,941.00	69.17
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
 TOTAL 2200 INSTRUCTIONAL STAFF SUPP SERV	 1,556,244.14	 1,685,900.51	 (129,656.37)	 108.33
 2300 DISTRICT ADMIN SUPPORT				
0100 SALARIES PERSONNEL SERVICES	201,621.43	208,312.71	(6,691.28)	103.32
0200 EMPLOYEE BENEFITS	402,589.42	284,551.09	118,038.33	70.68
0280 ON-BEHALF	87,826.78	99,113.03	(11,286.25)	112.85
0300 PURCHASED PROF AND TECH SERV	349,415.00	357,920.43	(8,505.43)	102.43
0400 PURCHASED PROPERTY SERVICES	25,775.00	22,452.99	3,322.01	87.11
0500 OTHER PURCHASED SERVICES	302,531.00	259,808.30	42,722.70	85.88
0600 SUPPLIES	11,491.80	15,674.08	(4,182.28)	136.39
0700 PROPERTY	-	-	-	0
0800 DEBT SERVICE AND MISCELLANEOUS	100.00	(4,353.69)	4,453.69	-999.99
0840 CONTINGENCY	-	-	-	0
 TOTAL 2300 DISTRICT ADMIN SUPPORT	 1,381,350.43	 1,243,478.94	 137,871.49	 90.02
 2400 SCHOOL ADMIN SUPPORT				
0100 SALARIES PERSONNEL SERVICES	2,925,186.66	2,893,410.87	31,775.79	98.91
0200 EMPLOYEE BENEFITS	285,222.43	320,306.68	(35,084.25)	112.3
0280 ON-BEHALF	1,101,368.80	1,298,984.62	(197,615.82)	117.94
0300 PURCHASED PROF AND TECH SERV	1,308.00	698.00	610.00	53.36

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
0400 PURCHASED PROPERTY SERVICES	-	-	-	0
0500 OTHER PURCHASED SERVICES	4,238.80	11,382.78	(7,143.98)	268.54
0600 SUPPLIES	-	-	-	0
0700 PROPERTY	-	-	-	0
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
 TOTAL 2400 SCHOOL ADMIN SUPPORT	 4,317,324.69	 4,524,782.95	 (207,458.26)	 104.81
 2500 BUSINESS SUPPORT SERVICES				
0100 SALARIES PERSONNEL SERVICES	589,210.30	596,799.12	(7,588.82)	101.29
0200 EMPLOYEE BENEFITS	62,433.44	74,040.63	(11,607.19)	118.59
0280 ON-BEHALF	182,733.48	177,796.33	4,937.15	97.3
0300 PURCHASED PROF AND TECH SERV	16,150.00	14,160.76	1,989.24	87.68
0400 PURCHASED PROPERTY SERVICES	5,750.00	4,803.98	946.02	83.55
0500 OTHER PURCHASED SERVICES	117,612.09	113,443.04	4,169.05	96.46
0600 SUPPLIES	29,650.00	18,820.88	10,829.12	63.48
0700 PROPERTY	10,000.00	37,764.52	(27,764.52)	377.65
0800 DEBT SERVICE AND MISCELLANEOUS	20,000.00	32,972.00	(12,972.00)	164.86
0900 OTHER ITEMS	-	-	-	0
 TOTAL 2500 BUSINESS SUPPORT SERVICES	 1,033,539.31	 1,070,601.26	 (37,061.95)	 103.59
 2600 PLANT OPERATIONS & MAINTENANCE				
0100 SALARIES PERSONNEL SERVICES	1,598,025.49	1,612,409.85	(14,384.36)	100.9
0200 EMPLOYEE BENEFITS	417,306.58	458,539.92	(41,233.34)	109.88
0280 ON-BEHALF	340,236.93	362,203.58	(21,966.65)	106.46
0300 PURCHASED PROF AND TECH SERV	129,200.00	183,938.03	(54,738.03)	142.37
0400 PURCHASED PROPERTY SERVICES	705,900.00	734,784.72	(28,884.72)	104.09
0500 OTHER PURCHASED SERVICES	532,299.50	550,408.64	(18,109.14)	103.4
0600 SUPPLIES	2,318,558.10	2,029,351.09	289,207.01	87.53

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
0700 PROPERTY	17,500.00	21,133.47	(3,633.47)	120.76
0800 DEBT SERVICE AND MISCELLANEOUS	800.00	700.00	100.00	87.5
 TOTAL 2600 PLANT OPERATIONS & MAINTENANCE	 6,059,826.60	 5,953,469.30	 106,357.30	 98.24
 2700 STUDENT TRANSPORTATION				
0100 SALARIES PERSONNEL SERVICES	2,386,331.75	2,144,688.60	241,643.15	89.87
0200 EMPLOYEE BENEFITS	565,865.42	594,651.38	(28,785.96)	105.09
0280 ON-BEHALF	491,233.60	510,950.71	(19,717.11)	104.01
0300 PURCHASED PROF AND TECH SERV	23,600.00	17,990.86	5,609.14	76.23
0400 PURCHASED PROPERTY SERVICES	19,500.00	19,274.87	225.13	98.85
0500 OTHER PURCHASED SERVICES	307,968.00	311,556.48	(3,588.48)	101.17
0600 SUPPLIES	457,481.70	377,178.60	80,303.10	82.45
0700 PROPERTY	9,590.00	6,953.00	2,637.00	72.5
0800 DEBT SERVICE AND MISCELLANEOUS	84,090.59	59,467.36	24,623.23	70.72
 TOTAL 2700 STUDENT TRANSPORTATION	 4,345,661.06	 4,042,711.86	 302,949.20	 93.03
 3100 FOOD SERVICE OPERATION				
0100 SALARIES PERSONNEL SERVICES	-	-	-	0
0200 EMPLOYEE BENEFITS	-	-	-	0
0280 ON-BEHALF	-	-	-	0
0300 PURCHASED PROF AND TECH SERV	-	-	-	0
0400 PURCHASED PROPERTY SERVICES	-	-	-	0
0500 OTHER PURCHASED SERVICES	-	-	-	0
0600 SUPPLIES	-	-	-	0
0700 PROPERTY	-	-	-	0
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
 TOTAL 3100 FOOD SERVICE OPERATION	 -	 -	 -	 0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
3200 DAY CARE OPERATIONS				
0280 ON-BEHALF	-	-	-	0
TOTAL 3200 DAY CARE OPERATIONS	-	-	-	0
3300 COMMUNITY SERVICES				
0100 SALARIES PERSONNEL SERVICES	-	-	-	0
0200 EMPLOYEE BENEFITS	-	-	-	0
0300 PURCHASED PROF AND TECH SERV	-	-	-	0
0400 PURCHASED PROPERTY SERVICES	-	-	-	0
0500 OTHER PURCHASED SERVICES	-	43.09	(43.09)	0
0600 SUPPLIES	-	-	-	0
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
TOTAL 3300 COMMUNITY SERVICES	-	43.09	(43.09)	0
4700 BUILDING IMPROVEMENTS				
0400 PURCHASED PROPERTY SERVICES	-	-	-	0
0700 PROPERTY	-	-	-	0
TOTAL 4700 BUILDING IMPROVEMENTS	-	-	-	0
5100 DEBT SERVICE				
0800 DEBT SERVICE AND MISCELLANEOUS	464,162.00	539,699.07	(75,537.07)	116.27
TOTAL 5100 DEBT SERVICE	464,162.00	539,699.07	(75,537.07)	116.27

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
5200 FUND TRANSFERS				
0900 OTHER ITEMS	109,525.00	109,518.00	7.00	99.99
TOTAL 5200 FUND TRANSFERS	109,525.00	109,518.00	7.00	99.99
5300 CONTINGENCY				
0840 CONTINGENCY	1,852,623.95	-	1,852,623.95	0
TOTAL 5300 CONTINGENCY	1,852,623.95	-	1,852,623.95	0
TOTAL EXPENDITURES	52,255,262.24	52,323,038.54	(67,776.30)	100.13
TOTAL FOR GENERAL FUND (1)	-	6,225,822.48	(6,225,822.48)	0
SPECIAL REVENUE (2)				
REVENUES				
0999 BEGINNING BALANCE				
TOTAL 0999 BEGINNING BALANCE	-	-	-	0
RECEIPTS				
REVENUE FROM LOCAL SOURCES				
EARNINGS ON INVESTMENTS				

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED	
1510 INTEREST INCOME		-	2,458.47	(2,458.47)	0
TOTAL EARNINGS ON INVESTMENTS		-	2,458.47	(2,458.47)	0
STUDENT ACTIVITIES					
1720 SALES		-	-	-	0
TOTAL STUDENT ACTIVITIES		-	-	-	0
COMMUNITY SERVICE ACTIVITIES					
1810 Child Care Fees		-	-	-	0
TOTAL COMMUNITY SERVICE ACTIVITIES		-	-	-	0
OTHER REVENUE FROM LOCAL SOURCES					
1920 CONTRIBUTIONS/DONATIONS	140,090.99		138,271.57	1,819.42	98.7
1925 PRIVATE REIMBURSEMENT - PD	-	-	-	-	0
1980 REFUND OF PRIOR YR EXPENDITURE	-	-	-	-	0
1990 MISCELLANEOUS REVENUE	-		58,010.00	(58,010.00)	0
1993 LOCAL MISCELLANEOUS REIMBURSE	-	-	-	-	0
TOTAL OTHER REVENUE FROM LOCAL SOURCES	140,090.99		196,281.57	(56,190.58)	140.11
TOTAL REVENUE FROM LOCAL SOURCES	140,090.99		198,740.04	(58,649.05)	141.86
REVENUE FROM STATE SOURCES					
RESTRICTED					

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
3200 RESTRICTED STATE REVENUE	1,755,658.08	1,656,874.20	98,783.88	94.37
TOTAL RESTRICTED	1,755,658.08	1,656,874.20	98,783.88	94.37
REVENUE FOR ON BEHALF PAYMENTS				
3900 ON-BEHALF	-	-	-	0
TOTAL REVENUE FOR ON BEHALF PAYMENTS	-	-	-	0
TOTAL REVENUE FROM STATE SOURCES	1,755,658.08	1,656,874.20	98,783.88	94.37
REVENUE FROM FEDERAL SOURCES				
RESTRICTED THROUGH THE STATE				
4500 RESTRICTED FED THRU STATE	7,067,811.87	6,307,498.97	760,312.90	89.24
TOTAL RESTRICTED THROUGH THE STATE	7,067,811.87	6,307,498.97	760,312.90	89.24
TOTAL REVENUE FROM FEDERAL SOURCES	7,067,811.87	6,307,498.97	760,312.90	89.24
OTHER RECEIPTS				
INTERFUND TRANSFERS				
5210 FUND TRANSFER	109,525.00	109,518.00	7.00	99.99
5231 NCLB FROM TITLE II TEACHER QUA	-	-	-	0
5241 NCLB TRANSFER TO TITLE I	-	-	-	0
TOTAL INTERFUND TRANSFERS	109,525.00	109,518.00	7.00	99.99

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
OTHER ITEMS				
5600 other items	-	-	-	0
TOTAL OTHER ITEMS	-	-	-	0
TOTAL OTHER RECEIPTS	109,525.00	109,518.00	7.00	99.99
TOTAL RECEIPTS	9,073,085.94	8,272,631.21	800,454.73	91.18
TOTAL REVENUES	9,073,085.94	8,272,631.21	800,454.73	91.18
EXPENDITURES				
1000 INSTRUCTION				
0100 SALARIES PERSONNEL SERVICES	3,730,781.14	3,315,015.42	415,765.72	88.86
0200 EMPLOYEE BENEFITS	1,352,393.54	1,077,375.07	275,018.47	79.66
0300 PURCHASED PROF AND TECH SERV	166,673.99	124,439.63	42,234.36	74.66
0400 PURCHASED PROPERTY SERVICES	79,032.91	62,777.27	16,255.64	79.43
0500 OTHER PURCHASED SERVICES	86,573.20	122,828.01	(36,254.81)	141.88
0600 SUPPLIES	729,252.72	670,526.83	58,725.89	91.95
0700 PROPERTY	437,272.55	214,386.14	222,886.41	49.03
0800 DEBT SERVICE AND MISCELLANEOUS	42,214.46	10,332.02	31,882.44	24.48
TOTAL 1000 INSTRUCTION	6,624,194.51	5,597,680.39	1,026,514.12	84.5
2100 STUDENT SUPPORT SERVICES				
0100 SALARIES PERSONNEL SERVICES	-	4,575.78	(4,575.78)	0
0200 EMPLOYEE BENEFITS	-	1,231.80	(1,231.80)	0
0300 PURCHASED PROF AND TECH SERV	1,000.00	1,000.00	-	100

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
0400 PURCHASED PROPERTY SERVICES	2,000.00	1,652.83	347.17	82.64
0500 OTHER PURCHASED SERVICES	7,814.49	4,421.22	3,393.27	56.58
0600 SUPPLIES	25,241.34	12,842.23	12,399.11	50.88
0700 PROPERTY	-	-	-	0
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
 TOTAL 2100 STUDENT SUPPORT SERVICES	 36,055.83	 25,723.86	 10,331.97	 71.34
 2200 INSTRUCTIONAL STAFF SUPP SERV				
0100 SALARIES PERSONNEL SERVICES	1,007,816.80	989,583.67	18,233.13	98.19
0200 EMPLOYEE BENEFITS	339,790.02	319,967.02	19,823.00	94.17
0280 ON-BEHALF	-	-	-	0
0300 PURCHASED PROF AND TECH SERV	44,443.76	53,567.62	(9,123.86)	120.53
0400 PURCHASED PROPERTY SERVICES	-	-	-	0
0500 OTHER PURCHASED SERVICES	69,571.73	63,887.22	5,684.51	91.83
0600 SUPPLIES	49,487.25	200,440.54	(150,953.29)	405.03
0700 PROPERTY	212,676.25	25,103.02	187,573.23	11.8
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
 TOTAL 2200 INSTRUCTIONAL STAFF SUPP SERV	 1,723,785.81	 1,652,549.09	 71,236.72	 95.87
 2300 DISTRICT ADMIN SUPPORT				
0100 SALARIES PERSONNEL SERVICES	20,000.00	20,000.00	-	100
 TOTAL 2300 DISTRICT ADMIN SUPPORT	 20,000.00	 20,000.00	 -	 100
 2400 SCHOOL ADMIN SUPPORT				
0100 SALARIES PERSONNEL SERVICES	-	-	-	0
0200 EMPLOYEE BENEFITS	-	-	-	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED	
0300 PURCHASED PROF AND TECH SERV	-	-	-	0	
0400 PURCHASED PROPERTY SERVICES	-	-	-	0	
0500 OTHER PURCHASED SERVICES	-	-	-	0	
0600 SUPPLIES	-	-	-	0	
0700 PROPERTY	-	-	-	0	
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0	
TOTAL 2400 SCHOOL ADMIN SUPPORT	-	-	-	0	
2500 BUSINESS SUPPORT SERVICES					
0100 SALARIES PERSONNEL SERVICES	-	-	-	0	
0200 EMPLOYEE BENEFITS	-	-	-	0	
TOTAL 2500 BUSINESS SUPPORT SERVICES	-	-	-	0	
2600 PLANT OPERATIONS & MAINTENANCE					
0100 SALARIES PERSONNEL SERVICES	-	4,958.60	(4,958.60)	0	
0200 EMPLOYEE BENEFITS	-	1,304.40	(1,304.40)	0	
0300 PURCHASED PROF AND TECH SERV	-	-	-	0	
0400 PURCHASED PROPERTY SERVICES	24,000.00	-	24,000.00	0	
0500 OTHER PURCHASED SERVICES	10,000.00	-	10,000.00	0	
0600 SUPPLIES	5,476.00	-	5,476.00	0	
0700 PROPERTY	26,000.00	25,300.00	700.00	97.31	
TOTAL 2600 PLANT OPERATIONS & MAINTENANCE	65,476.00	31,563.00	33,913.00	48.21	
2700 STUDENT TRANSPORTATION					
0100 SALARIES PERSONNEL SERVICES	-	-	-	0	
0200 EMPLOYEE BENEFITS	-	-	-	0	

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
0500 OTHER PURCHASED SERVICES	-	-	-	0
0600 SUPPLIES	-	-	-	0
0700 PROPERTY	-	-	-	0
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
TOTAL 2700 STUDENT TRANSPORTATION	-	-	-	0
3300 COMMUNITY SERVICES				
0100 SALARIES PERSONNEL SERVICES	402,525.62	591,606.74	(189,081.12)	146.97
0200 EMPLOYEE BENEFITS	84,862.96	172,876.04	(88,013.08)	203.71
0300 PURCHASED PROF AND TECH SERV	39,199.21	34,345.22	4,853.99	87.62
0400 PURCHASED PROPERTY SERVICES	3,060.00	2,828.56	231.44	92.44
0500 OTHER PURCHASED SERVICES	13,710.74	13,151.00	559.74	95.92
0600 SUPPLIES	120,886.24	107,976.58	12,909.66	89.32
0700 PROPERTY	-	-	-	0
0800 DEBT SERVICE AND MISCELLANEOUS	19,604.31	22,330.73	(2,726.42)	113.91
TOTAL 3300 COMMUNITY SERVICES	683,849.08	945,114.87	(261,265.79)	138.21
4200 LAND IMPROVEMENTS				
0400 PURCHASED PROPERTY SERVICES	-	-	-	0
0600 SUPPLIES	-	-	-	0
0700 PROPERTY	-	-	-	0
TOTAL 4200 LAND IMPROVEMENTS	-	-	-	0
5200 FUND TRANSFERS				
0900 OTHER ITEMS	-	-	-	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
TOTAL S200 FUND TRANSFERS		-	-	0
TOTAL EXPENDITURES	9,153,361.23	8,272,631.21	880,730.02	90.38
TOTAL FOR SPECIAL REVENUE (2)	(80,275.29)	-	(80,275.29)	0
DIST ACTIVITY (SPEC REV ANN) (21)				
REVENUES				
0999 BEGINNING BALANCE				
TOTAL 0999 BEGINNING BALANCE	31,280.74	31,280.74	-	100
RECEIPTS				
REVENUE FROM LOCAL SOURCES				
STUDENT ACTIVITIES				
1790 Other District/Student Activit	70,118.68	70,118.68	-	100
TOTAL STUDENT ACTIVITIES	70,118.68	70,118.68	-	100
TOTAL REVENUE FROM LOCAL SOURCES	70,118.68	70,118.68	-	100
TOTAL RECEIPTS	70,118.68	70,118.68	-	100
TOTAL REVENUES	101,399.42	101,399.42	-	100

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
EXPENDITURES				
1000 INSTRUCTION				
0100 SALARIES PERSONNEL SERVICES	675.00	675.00	-	100
0200 EMPLOYEE BENEFITS	38.00	36.58	1.42	96.26
0300 PURCHASED PROF AND TECH SERV	1,587.33	1,517.10	70.23	95.58
0400 PURCHASED PROPERTY SERVICES	-	-	-	0
0500 OTHER PURCHASED SERVICES	4,132.00	1,203.28	2,928.72	29.12
0600 SUPPLIES	33,454.65	17,391.76	16,062.89	51.99
0700 PROPERTY	8,733.97	8,733.97	-	100
0800 DEBT SERVICE AND MISCELLANEOUS	9,660.44	5,202.43	4,458.01	53.85
TOTAL 1000 INSTRUCTION	58,281.39	34,760.12	23,521.27	59.64
2600 PLANT OPERATIONS & MAINTENANCE				
0100 SALARIES PERSONNEL SERVICES	280.00	-	280.00	0
0200 EMPLOYEE BENEFITS	13.35	-	13.35	0
0300 PURCHASED PROF AND TECH SERV	400.00	400.00	-	100
0400 PURCHASED PROPERTY SERVICES	12,642.70	10,374.72	2,267.98	82.06
0500 OTHER PURCHASED SERVICES	7,815.72	6,347.67	1,468.05	81.22
0600 SUPPLIES	21,910.79	18,147.27	3,763.52	82.82
0700 PROPERTY	55.47	-	55.47	0
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
TOTAL 2600 PLANT OPERATIONS & MAINTENANCE	43,118.03	35,269.66	7,848.37	81.8
2700 STUDENT TRANSPORTATION				
0300 PURCHASED PROF AND TECH SERV	-	-	-	0
0600 SUPPLIES	-	-	-	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED	
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0	
TOTAL 2700 STUDENT TRANSPORTATION	-	-	-	0	
TOTAL EXPENDITURES	101,399.42	70,029.78	31,369.64	69.06	
TOTAL FOR DIST ACTIVITY (SPEC REV ANN) (21)	-	31,369.64	(31,369.64)	0	
CAPITAL OUTLAY FUND (310)					
REVENUES					
0999 BEGINNING BALANCE					
TOTAL 0999 BEGINNING BALANCE	-	523,588.96	(523,588.96)	0	
RECEIPTS					
REVENUE FROM LOCAL SOURCES					
EARNINGS ON INVESTMENTS					
1510 INTEREST INCOME	-	6,279.36	(6,279.36)	0	
TOTAL EARNINGS ON INVESTMENTS	-	6,279.36	(6,279.36)	0	
TOTAL REVENUE FROM LOCAL SOURCES	-	6,279.36	(6,279.36)	0	
REVENUE FROM STATE SOURCES					

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
RESTRICTED				
3200 RESTRICTED STATE REVENUE	521,515.00	521,515.00	-	100
TOTAL RESTRICTED	521,515.00	521,515.00	-	100
TOTAL REVENUE FROM STATE SOURCES	521,515.00	521,515.00	-	100
TOTAL RECEIPTS	521,515.00	527,794.36	(6,279.36)	101.2
TOTAL REVENUES	521,515.00	1,051,383.32	(529,868.32)	201.6
EXPENDITURES				
2600 PLANT OPERATIONS & MAINTENANCE				
0400 PURCHASED PROPERTY SERVICES	-	-	-	0
0500 OTHER PURCHASED SERVICES	-	-	-	0
TOTAL 2600 PLANT OPERATIONS & MAINTENANCE	-	-	-	0
5100 DEBT SERVICE				
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
0840 CONTINGENCY	116,310.48	-	116,310.48	0
TOTAL 5100 DEBT SERVICE	116,310.48	-	116,310.48	0
5200 FUND TRANSFERS				
0900 OTHER ITEMS	405,204.52	1,045,082.09	(639,877.57)	257.91

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	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
TOTAL 5200 FUND TRANSFERS		405,204.52	1,045,082.09	(639,877.57) 257.91
TOTAL EXPENDITURES		521,515.00	1,045,082.09	(523,567.09) 200.39
TOTAL FOR CAPITAL OUTLAY FUND (310)		-	6,301.23	(6,301.23) 0
BUILDING FUND (5 CENT LEVY) (320)				
REVENUES				
RECEIPTS				
UNDEFINED REV SOURCE				
UNDEFINED REV TYPE				
0910 FUNDS TRANSFER OUT		-	-	- 0
TOTAL UNDEFINED REV TYPE		-	-	- 0
TOTAL UNDEFINED REV SOURCE		-	-	- 0
TOTAL RECEIPTS		-	-	- 0
0999 BEGINNING BALANCE				
TOTAL 0999 BEGINNING BALANCE		-	242,727.52	(242,727.52) 0
RECEIPTS				

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
REVENUE FROM LOCAL SOURCES				
AD VALOREM TAXES				
1111 GENERAL REAL PROPERTY TAX	1,894,140.00	1,894,140.00	-	100
TOTAL AD VALOREM TAXES	1,894,140.00	1,894,140.00	-	100
EARNINGS ON INVESTMENTS				
1510 INTEREST INCOME	-	2,922.50	(2,922.50)	0
TOTAL EARNINGS ON INVESTMENTS	-	2,922.50	(2,922.50)	0
TOTAL REVENUE FROM LOCAL SOURCES	1,894,140.00	1,897,062.50	(2,922.50)	100.15
REVENUE FROM STATE SOURCES				
RESTRICTED				
3200 RESTRICTED STATE REVENUE	2,189,320.00	2,189,320.00	-	100
TOTAL RESTRICTED	2,189,320.00	2,189,320.00	-	100
TOTAL REVENUE FROM STATE SOURCES	2,189,320.00	2,189,320.00	-	100
OTHER RECEIPTS				
INTERFUND TRANSFERS				
5210 FUND TRANSFER	-	-	-	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
TOTAL INTERFUND TRANSFERS	-	-	-	0
TOTAL OTHER RECEIPTS	-	-	-	0
TOTAL RECEIPTS	4,083,460.00	4,086,382.50	(2,922.50)	100.07
TOTAL REVENUES	4,083,460.00	4,329,110.02	(245,650.02)	106.02
EXPENDITURES				
5100 DEBT SERVICE				
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
0840 CONTINGENCY	-	-	-	0
TOTAL 5100 DEBT SERVICE	-	-	-	0
5200 FUND TRANSFERS				
0900 OTHER ITEMS	4,083,460.00	4,326,187.52	(242,727.52)	105.94
TOTAL 5200 FUND TRANSFERS	4,083,460.00	4,326,187.52	(242,727.52)	105.94
TOTAL EXPENDITURES	4,083,460.00	4,326,187.52	(242,727.52)	105.94
TOTAL FOR BUILDING FUND (5 CENT LEVY) (320)	-	2,922.50	(2,922.50)	0
CONSTRUCTION FUND (360)				
REVENUES				

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
0999 BEGINNING BALANCE				
TOTAL 0999 BEGINNING BALANCE	-	-	-	0
RECEIPTS				
REVENUE FROM LOCAL SOURCES				
EARNINGS ON INVESTMENTS				
1510 INTEREST INCOME	-	90,868.71	(90,868.71)	0
TOTAL EARNINGS ON INVESTMENTS	-	90,868.71	(90,868.71)	0
OTHER REVENUE FROM LOCAL SOURCES				
1920 CONTRIBUTIONS/DONATIONS	-	-	-	0
1990 MISCELLANEOUS REVENUE	-	-	-	0
TOTAL OTHER REVENUE FROM LOCAL SOURCES	-	-	-	0
TOTAL REVENUE FROM LOCAL SOURCES	-	90,868.71	(90,868.71)	0
REVENUE FROM STATE SOURCES				
OTHER STATE FUNDING				
3120 OTHER STATE FUNDING	-	-	-	0
TOTAL OTHER STATE FUNDING	-	-	-	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
RESTRICTED				
3200 RESTRICTED STATE REVENUE	-	-	-	0
TOTAL RESTRICTED	-	-	-	0
TOTAL REVENUE FROM STATE SOURCES	-	-	-	0
OTHER RECEIPTS				
BOND ISSUANCE				
5110 BOND PRINCIPAL PROCEEDS	-	-	-	0
TOTAL BOND ISSUANCE	-	-	-	0
INTERFUND TRANSFERS				
5210 FUND TRANSFER	-	-	-	0
TOTAL INTERFUND TRANSFERS	-	-	-	0
TOTAL OTHER RECEIPTS	-	-	-	0
TOTAL RECEIPTS	-	90,868.71	(90,868.71)	0
TOTAL REVENUES	-	90,868.71	(90,868.71)	0
EXPENDITURES				
2500 BUSINESS SUPPORT SERVICES				

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
0300 PURCHASED PROF AND TECH SERV	-	-	-	0
0900 OTHER ITEMS	-	-	-	0
TOTAL 2500 BUSINESS SUPPORT SERVICES	-	-	-	0
4100 LAND/SITE ACQUISITIONS				
0300 PURCHASED PROF AND TECH SERV	-	-	-	0
0400 PURCHASED PROPERTY SERVICES	-	-	-	0
0500 OTHER PURCHASED SERVICES	-	-	-	0
0700 PROPERTY	-	-	-	0
TOTAL 4100 LAND/SITE ACQUISITIONS	-	-	-	0
4200 LAND IMPROVEMENTS				
0400 PURCHASED PROPERTY SERVICES	-	-	-	0
0600 SUPPLIES	-	-	-	0
0700 PROPERTY	-	-	-	0
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
TOTAL 4200 LAND IMPROVEMENTS	-	-	-	0
4500 BUILDING ACQUISITIONS & CONSTRUCTION				
0300 PURCHASED PROF AND TECH SERV	-	590,106.26	(590,106.26)	0
0400 PURCHASED PROPERTY SERVICES	-	14,294,926.11	(14,294,926.11)	0
0500 OTHER PURCHASED SERVICES	-	17,904.00	(17,904.00)	0
0600 SUPPLIES	-	1,388,145.40	(1,388,145.40)	0
0700 PROPERTY	-	172,272.41	(172,272.41)	0
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
0840 CONTINGENCY	-	-	-	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
0900 OTHER ITEMS	-	-	-	0
TOTAL 4500 BUILDING ACQUISITIONS & CONSTRUCT	-	16,463,354.18	(16,463,354.18)	0
4700 BUILDING IMPROVEMENTS				
0300 PURCHASED PROF AND TECH SERV	-	-	-	0
0400 PURCHASED PROPERTY SERVICES	-	-	-	0
0500 OTHER PURCHASED SERVICES	-	-	-	0
0600 SUPPLIES	-	-	-	0
0700 PROPERTY	-	-	-	0
0840 CONTINGENCY	-	-	-	0
0900 OTHER ITEMS	-	-	-	0
TOTAL 4700 BUILDING IMPROVEMENTS	-	-	-	0
4900 OTHER - FACILITIES				
0300 PURCHASED PROF AND TECH SERV	-	171,733.79	(171,733.79)	0
0400 PURCHASED PROPERTY SERVICES	-	-	-	0
0840 CONTINGENCY	-	-	-	0
TOTAL 4900 OTHER - FACILITIES	-	171,733.79	(171,733.79)	0
5100 DEBT SERVICE				
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
0900 OTHER ITEMS	-	-	-	0
TOTAL 5100 DEBT SERVICE	-	-	-	0
5200 FUND TRANSFERS				

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
0800 DEBT SERVICE AND MISCELLANEOUS	-	-	-	0
0900 OTHER ITEMS	-	-	-	0
TOTAL 5200 FUND TRANSFERS	-	-	-	0
TOTAL EXPENDITURES	-	16,635,087.97	(16,635,087.97)	0
TOTAL FOR CONSTRUCTION FUND (360)	-	(16,544,219.26)	16,544,219.26	0
DEBT SERVICE FUND (400)				
REVENUES				
RECEIPTS				
REVENUE FROM STATE SOURCES				
REVENUE FOR ON BEHALF PAYMENTS				
3900 ON-BEHALF	-	1,522,691.66	(1,522,691.66)	0
TOTAL REVENUE FOR ON BEHALF PAYMENTS	-	1,522,691.66	(1,522,691.66)	0
TOTAL REVENUE FROM STATE SOURCES	-	1,522,691.66	(1,522,691.66)	0
OTHER RECEIPTS				
BOND ISSUANCE				

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED	
5110 BOND PRINCIPAL PROCEEDS	-	-	-	0	
5120 BOND PREMIUM	-	-	-	0	
TOTAL BOND ISSUANCE	-	-	-	0	
INTERFUND TRANSFERS					
5210 FUND TRANSFER	4,488,664.52	4,488,641.65	22.87	100	
TOTAL INTERFUND TRANSFERS	4,488,664.52	4,488,641.65	22.87	100	
TOTAL OTHER RECEIPTS	4,488,664.52	4,488,641.65	22.87	100	
TOTAL RECEIPTS	4,488,664.52	6,011,333.31	(1,522,668.79)	133.92	
TOTAL REVENUES	4,488,664.52	6,011,333.31	(1,522,668.79)	133.92	
EXPENDITURES					
5100 DEBT SERVICE					
0800 DEBT SERVICE AND MISCELLANEOUS	4,488,664.52	6,011,333.31	(1,522,668.79)	133.92	
TOTAL 5100 DEBT SERVICE	4,488,664.52	6,011,333.31	(1,522,668.79)	133.92	
TOTAL EXPENDITURES	4,488,664.52	6,011,333.31	(1,522,668.79)	133.92	
TOTAL FOR DEBT SERVICE FUND (400)	-	-	-	0	
FOOD SERVICE FUND (51)					

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
REVENUES				
0999 BEGINNING BALANCE				
TOTAL 0999 BEGINNING BALANCE	1,477,292.00	1,414,875.87	62,416.13	95.77
RECEIPTS				
REVENUE FROM LOCAL SOURCES				
EARNINGS ON INVESTMENTS				
1510 INTEREST INCOME	6,000.00	22,617.06	(16,617.06)	376.95
TOTAL EARNINGS ON INVESTMENTS	6,000.00	22,617.06	(16,617.06)	376.95
FOOD SERVICE				
1611 LUNCH - REIMBURSABLE	-	-	-	0
1621 LUNCH - NON REIMBURSABLE	250,000.00	141,163.48	108,836.52	56.47
1629 OTHER LUNCHRM RECEIPTS	-	-	-	0
1631 CATERING	55,000.00	68,287.04	(13,287.04)	124.16
1690 FOOD SERVICE REBATES	-	-	-	0
TOTAL FOOD SERVICE	305,000.00	209,450.52	95,549.48	68.67
OTHER REVENUE FROM LOCAL SOURCES				
1990 MISCELLANEOUS REVENUE	-	-	-	0
1994 RETURN FOR INSUFFICIENT CHECKS	-	-	-	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
TOTAL OTHER REVENUE FROM LOCAL SOURCES	-	-	-	0
TOTAL REVENUE FROM LOCAL SOURCES	311,000.00	232,067.58	78,932.42	74.62
REVENUE FROM STATE SOURCES				
RESTRICTED				
3200 RESTRICTED STATE REVENUE	50,000.00	38,606.90	11,393.10	77.21
TOTAL RESTRICTED	50,000.00	38,606.90	11,393.10	77.21
REVENUE FOR ON BEHALF PAYMENTS				
3900 ON-BEHALF	297,683.75	326,552.10	(28,868.35)	109.7
TOTAL REVENUE FOR ON BEHALF PAYMENTS	297,683.75	326,552.10	(28,868.35)	109.7
TOTAL REVENUE FROM STATE SOURCES	347,683.75	365,159.00	(17,475.25)	105.03
REVENUE FROM FEDERAL SOURCES				
RESTRICTED THROUGH THE STATE				
4500 RESTRICTED FED THRU STATE	4,433,450.00	4,143,377.92	290,072.08	93.46
TOTAL RESTRICTED THROUGH THE STATE	4,433,450.00	4,143,377.92	290,072.08	93.46
CHILD NUTRITION PROGRAM DONATED COMMODIT				
4950 CHILD NUTR PRG DONATED COMMOD	-	267,795.42	(267,795.42)	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
TOTAL CHILD NUTRITION PROGRAM DONATED COM	-	267,795.42	(267,795.42)	0
TOTAL REVENUE FROM FEDERAL SOURCES	4,433,450.00	4,411,173.34	22,276.66	99.5
OTHER RECEIPTS				
SALE OR COMP FOR LOSS OF ASSETS				
5341 SALE OF EQUIPMENT ETC	-	-	-	0
TOTAL SALE OR COMP FOR LOSS OF ASSETS	-	-	-	0
TOTAL OTHER RECEIPTS	-	-	-	0
TOTAL RECEIPTS	5,092,133.75	5,008,399.92	83,733.83	98.36
TOTAL REVENUES	6,569,425.75	6,423,275.79	146,149.96	97.78
EXPENDITURES				
3100 FOOD SERVICE OPERATION				
0100 SALARIES PERSONNEL SERVICES	1,425,641.71	1,350,420.46	75,221.25	94.72
0200 EMPLOYEE BENEFITS	399,142.90	344,219.08	54,923.82	86.24
0280 ON-BEHALF	297,683.75	326,552.10	(28,868.35)	109.7
0300 PURCHASED PROF AND TECH SERV	31,000.00	23,808.94	7,191.06	76.8
0400 PURCHASED PROPERTY SERVICES	7,490.00	3,848.22	3,641.78	51.38
0500 OTHER PURCHASED SERVICES	57,505.34	19,288.25	38,217.09	33.54
0600 SUPPLIES	3,341,772.09	2,611,534.77	730,237.32	78.15
0700 PROPERTY	107,613.10	973.01	106,640.09	0.9
0800 DEBT SERVICE AND MISCELLANEOUS	15,942.27	6,323.07	9,619.20	39.66
0840 CONTINGENCY	620,634.59	-	620,634.59	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
TOTAL 3100 FOOD SERVICE OPERATION	6,304,425.75	4,686,967.90	1,617,457.85	74.34
5200 FUND TRANSFERS				
0900 OTHER ITEMS	265,000.00	240,799.75	24,200.25	90.87
TOTAL 5200 FUND TRANSFERS	265,000.00	240,799.75	24,200.25	90.87
TOTAL EXPENDITURES	6,569,425.75	4,927,767.65	1,641,658.10	75.01
TOTAL FOR FOOD SERVICE FUND (51)	-	1,495,508.14	(1,495,508.14)	0
AFTER SCHOOL DAY CARE FUND (52)				
REVENUES				
0999 BEGINNING BALANCE				
TOTAL 0999 BEGINNING BALANCE	114,480.76	114,480.76	-	100
RECEIPTS				
REVENUE FROM LOCAL SOURCES				
COMMUNITY SERVICE ACTIVITIES				
1810 Child Care Fees	110,493.30	120,548.00	(10,054.70)	109.1
TOTAL COMMUNITY SERVICE ACTIVITIES	110,493.30	120,548.00	(10,054.70)	109.1

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
OTHER REVENUE FROM LOCAL SOURCES				
1920 CONTRIBUTIONS/DONATIONS	-	-	-	0
TOTAL OTHER REVENUE FROM LOCAL SOURCES	-	-	-	0
TOTAL REVENUE FROM LOCAL SOURCES	110,493.30	120,548.00	(10,054.70)	109.1
REVENUE FROM STATE SOURCES				
REVENUE FOR ON BEHALF PAYMENTS				
3900 ON-BEHALF	16,923.66	19,504.87	(2,581.21)	115.25
TOTAL REVENUE FOR ON BEHALF PAYMENTS	16,923.66	19,504.87	(2,581.21)	115.25
TOTAL REVENUE FROM STATE SOURCES	16,923.66	19,504.87	(2,581.21)	115.25
TOTAL RECEIPTS	127,416.96	140,052.87	(12,635.91)	109.92
TOTAL REVENUES	241,897.72	254,533.63	(12,635.91)	105.22
EXPENDITURES				
3300 COMMUNITY SERVICES				
0100 SALARIES PERSONNEL SERVICES	99,060.69	86,760.43	12,300.26	87.58
0200 EMPLOYEE BENEFITS	26,141.47	26,692.69	(551.22)	102.11
0280 ON-BEHALF	16,923.66	19,504.87	(2,581.21)	115.25
0300 PURCHASED PROF AND TECH SERV	16,810.00	1,135.00	15,675.00	6.75
0400 PURCHASED PROPERTY SERVICES	1,719.15	-	1,719.15	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
0500 OTHER PURCHASED SERVICES	13,968.61	2,258.73	11,709.88	16.17
0600 SUPPLIES	63,615.44	14,972.98	48,642.46	23.54
0700 PROPERTY	258.70	10,556.00	(10,297.30)	999.99
0800 DEBT SERVICE AND MISCELLANEOUS	3,400.00	-	3,400.00	0
 TOTAL 3300 COMMUNITY SERVICES	 241,897.72	 161,880.70	 80,017.02	 66.92
 TOTAL EXPENDITURES	 241,897.72	 161,880.70	 80,017.02	 66.92
 TOTAL FOR AFTER SCHOOL DAY CARE FUND (52)	 -	 92,652.93	 (92,652.93)	 0
 FRYSC Day Care Center (62)				
REVENUES				
0999 BEGINNING BALANCE				
TOTAL 0999 BEGINNING BALANCE	-	-	-	0
RECEIPTS				
REVENUE FROM LOCAL SOURCES				
COMMUNITY SERVICE ACTIVITIES				
1810 Child Care Fees	-	-	-	0
TOTAL COMMUNITY SERVICE ACTIVITIES	-	-	-	0
TOTAL REVENUE FROM LOCAL SOURCES	-	-	-	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
TOTAL RECEIPTS		-	-	0
TOTAL REVENUES		-	-	0
EXPENDITURES				
3300 COMMUNITY SERVICES				
0100 SALARIES PERSONNEL SERVICES		-	-	0
0200 EMPLOYEE BENEFITS		-	-	0
0300 PURCHASED PROF AND TECH SERV		-	-	0
0400 PURCHASED PROPERTY SERVICES		-	-	0
0500 OTHER PURCHASED SERVICES		-	-	0
0600 SUPPLIES		-	-	0
0700 PROPERTY		-	-	0
0800 DEBT SERVICE AND MISCELLANEOUS		-	-	0
TOTAL 3300 COMMUNITY SERVICES		-	-	0
TOTAL EXPENDITURES		-	-	0
TOTAL FOR FRYSC Day Care Center (62)		-	-	0
TRUST/AGENCY FUNDS (7000)				
REVENUES				
0999 BEGINNING BALANCE				

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
TOTAL 0999 BEGINNING BALANCE		-	-	0
RECEIPTS				
REVENUE FROM LOCAL SOURCES				
OTHER REVENUE FROM LOCAL SOURCES				
1990 MISCELLANEOUS REVENUE		-	-	0
1993 LOCAL MISCELLANEOUS REIMBURSE		-	-	0
TOTAL OTHER REVENUE FROM LOCAL SOURCES		-	-	0
TOTAL REVENUE FROM LOCAL SOURCES		-	-	0
OTHER RECEIPTS				
INTERFUND TRANSFERS				
5210 FUND TRANSFER		-	-	0
TOTAL INTERFUND TRANSFERS		-	-	0
TOTAL OTHER RECEIPTS		-	-	0
TOTAL RECEIPTS		-	-	0
TOTAL REVENUES		-	-	0
EXPENDITURES				
1000 INSTRUCTION				

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
0500 OTHER PURCHASED SERVICES	-	-	-	0
0600 SUPPLIES	-	-	-	0
0840 CONTINGENCY	-	-	-	0
TOTAL 1000 INSTRUCTION	-	-	-	0
TOTAL EXPENDITURES	-	-	-	0
TOTAL FOR TRUST/AGENCY FUNDS (7000)	-	-	-	0
GOVERNMENTAL ASSETS (8)				
REVENUES				
RECEIPTS				
REVENUE FROM LOCAL SOURCES				
OTHER REVENUE FROM LOCAL SOURCES				
1930 GAIN/LOSS ON SALE OF ASSET	-	-	-	0
TOTAL OTHER REVENUE FROM LOCAL SOURCES	-	-	-	0
TOTAL REVENUE FROM LOCAL SOURCES	-	-	-	0
OTHER RECEIPTS				
SALE OR COMP FOR LOSS OF ASSETS				

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
5311 SALE OF LAND & IMPROVEMENTS	-	-	-	0
5331 SALE OF BUILDINGS	-	-	-	0
5341 SALE OF EQUIPMENT ETC	-	(481.35)	481.35	0
TOTAL SALE OR COMP FOR LOSS OF ASSETS	-	(481.35)	481.35	0
TOTAL OTHER RECEIPTS	-	(481.35)	481.35	0
TOTAL RECEIPTS	-	(481.35)	481.35	0
TOTAL REVENUES	-	(481.35)	481.35	0
EXPENDITURES				
1000 INSTRUCTION				
0700 PROPERTY	-	541,864.81	(541,864.81)	0
TOTAL 1000 INSTRUCTION	-	541,864.81	(541,864.81)	0
2100 STUDENT SUPPORT SERVICES				
0700 PROPERTY	-	29,164.17	(29,164.17)	0
TOTAL 2100 STUDENT SUPPORT SERVICES	-	29,164.17	(29,164.17)	0
2200 INSTRUCTIONAL STAFF SUPP SERV				
0700 PROPERTY	-	10,969.15	(10,969.15)	0
TOTAL 2200 INSTRUCTIONAL STAFF SUPP SERV	-	10,969.15	(10,969.15)	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
2300 DISTRICT ADMIN SUPPORT				
0700 PROPERTY		47,368.72	(47,368.72)	0
TOTAL 2300 DISTRICT ADMIN SUPPORT		47,368.72	(47,368.72)	0
2400 SCHOOL ADMIN SUPPORT				
0700 PROPERTY		21,705.61	(21,705.61)	0
TOTAL 2400 SCHOOL ADMIN SUPPORT		21,705.61	(21,705.61)	0
2500 BUSINESS SUPPORT SERVICES				
0700 PROPERTY		22,428.10	(22,428.10)	0
TOTAL 2500 BUSINESS SUPPORT SERVICES		22,428.10	(22,428.10)	0
2600 PLANT OPERATIONS & MAINTENANCE				
0700 PROPERTY		1,793,149.90	(1,793,149.90)	0
TOTAL 2600 PLANT OPERATIONS & MAINTENANCE		1,793,149.90	(1,793,149.90)	0
2700 STUDENT TRANSPORTATION				
0700 PROPERTY		1,327,732.20	(1,327,732.20)	0
TOTAL 2700 STUDENT TRANSPORTATION		1,327,732.20	(1,327,732.20)	0
3300 COMMUNITY SERVICES				

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
0700 PROPERTY	-	252.48	(252.48)	0
TOTAL 3300 COMMUNITY SERVICES	-	252.48	(252.48)	0
TOTAL EXPENDITURES	-	3,794,635.14	(3,794,635.14)	0
TOTAL FOR GOVERNMENTAL ASSETS (8)	-	(3,795,116.49)	3,795,116.49	0
FOOD SERVICE FIXED ASSETS (81)				
REVENUES				
RECEIPTS				
REVENUE FROM LOCAL SOURCES				
OTHER REVENUE FROM LOCAL SOURCES				
1930 GAIN/LOSS ON SALE OF ASSET	-	-	-	0
TOTAL OTHER REVENUE FROM LOCAL SOURCES	-	-	-	0
TOTAL REVENUE FROM LOCAL SOURCES	-	-	-	0
TOTAL RECEIPTS	-	-	-	0
TOTAL REVENUES	-	-	-	0
EXPENDITURES				

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
3100 FOOD SERVICE OPERATION				
0700 PROPERTY	-	44,081.59	(44,081.59)	0
TOTAL 3100 FOOD SERVICE OPERATION	-	44,081.59	(44,081.59)	0
TOTAL EXPENDITURES	-	44,081.59	(44,081.59)	0
TOTAL FOR FOOD SERVICE FIXED ASSETS (81)	-	(44,081.59)	44,081.59	0
DAY CARE FIXED ASSETS (82)				
REVENUES				
RECEIPTS				
REVENUE FROM LOCAL SOURCES				
OTHER REVENUE FROM LOCAL SOURCES				
1930 GAIN/LOSS ON SALE OF ASSET	-	-	-	0
TOTAL OTHER REVENUE FROM LOCAL SOURCES	-	-	-	0
TOTAL REVENUE FROM LOCAL SOURCES	-	-	-	0
TOTAL RECEIPTS	-	-	-	0
TOTAL REVENUES	-	-	-	0

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
TOTAL FOR DAY CARE FIXED ASSETS (82)		-	-	0
DAY CARE FIXED ASSETS (82) (I)				

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	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
SUMMARY PAGE				
TOTAL OF REVENUES FUND 1	52,255,262.24	58,548,861.02	(6,293,598.78)	112.04
TOTAL OF EXPENDITURES FUND 1	52,255,262.24	52,323,038.54	(67,776.30)	100.13
TOTAL FOR FUND 1	-	6,225,822.48	(6,225,822.48)	0
TOTAL OF REVENUES FUND 2	9,073,085.94	8,272,631.21	800,454.73	91.18
TOTAL OF EXPENDITURES FUND 2	9,153,361.23	8,272,631.21	880,730.02	90.38
TOTAL FOR FUND 2	(80,275.29)	-	(80,275.29)	0
TOTAL OF REVENUES FUND 21	101,399.42	101,399.42	-	100
TOTAL OF EXPENDITURES FUND 21	101,399.42	70,029.78	31,369.64	69.06
TOTAL FOR FUND 21	-	31,369.64	(31,369.64)	0
TOTAL OF REVENUES FUND 310	521,515.00	1,051,383.32	(529,868.32)	201.6
TOTAL OF EXPENDITURES FUND 310	521,515.00	1,045,082.09	(523,567.09)	200.39
TOTAL FOR FUND 310	-	6,301.23	(6,301.23)	0
TOTAL OF REVENUES FUND 320	4,083,460.00	4,329,110.02	(245,650.02)	106.02
TOTAL OF EXPENDITURES FUND 320	4,083,460.00	4,326,187.52	(242,727.52)	105.94
TOTAL FOR FUND 320	-	2,922.50	(2,922.50)	0
TOTAL OF REVENUES FUND 360	-	90,868.71	(90,868.71)	0
TOTAL OF EXPENDITURES FUND 360	-	16,635,087.97	(16,635,087.97)	0
TOTAL FOR FUND 360	-	(16,544,219.26)	16,544,219.26	0
TOTAL OF REVENUES FUND 400	4,488,664.52	6,011,333.31	(1,522,668.79)	133.92
TOTAL OF EXPENDITURES FUND 400	4,488,664.52	6,011,333.31	(1,522,668.79)	133.92
TOTAL FOR FUND 400	-	-	-	0
TOTAL OF REVENUES FUND 51	6,569,425.75	6,423,275.79	146,149.96	97.78
TOTAL OF EXPENDITURES FUND 51	6,569,425.75	4,927,767.65	1,641,658.10	75.01

	BUDGET APPROP	YR TO DATE ACTUAL	AVAIL BUDGET	% USED
TOTAL FOR FUND 51	-	1,495,508.14	(1,495,508.14)	0
TOTAL OF REVENUES FUND 52	241,897.72	254,533.63	(12,635.91)	105.22
TOTAL OF EXPENDITURES FUND 52	241,897.72	161,880.70	80,017.02	66.92
TOTAL FOR FUND 52	-	92,652.93	(92,652.93)	0
TOTAL OF REVENUES FUND 62	-	-	-	0
TOTAL OF EXPENDITURES FUND 62	-	-	-	0
TOTAL FOR FUND 62	-	-	-	0
TOTAL OF REVENUES FUND 7000	-	-	-	0
TOTAL OF EXPENDITURES FUND 7000	-	-	-	0
TOTAL FOR FUND 7000	-	-	-	0
TOTAL OF REVENUES FUND 8	-	(481.35)	481.35	0
TOTAL OF EXPENDITURES FUND 8	-	3,794,635.14	(3,794,635.14)	0
TOTAL FOR FUND 8	-	(3,795,116.49)	3,795,116.49	0
TOTAL OF REVENUES FUND 81	-	-	-	0
TOTAL OF EXPENDITURES FUND 81	-	44,081.59	(44,081.59)	0
TOTAL FOR FUND 81	-	(44,081.59)	44,081.59	0
TOTAL OF REVENUES FUND 82	-	-	-	0
TOTAL OF EXPENDITURES FUND 82	-	-	-	0
TOTAL FOR FUND 82	-	-	-	0
GRAND TOTALS EXCLUDE THE TOTALS FOR FUNDS 360, 4XX, 6XX, 7XXX, 8XXX and 9XXX				
GRAND TOTAL OF REVENUES	72,846,046.07	78,981,194.41	(6,135,148.34)	108.42

	BUDGET	YR TO DATE	AVAIL	%
	APPROP	ACTUAL	BUDGET	USED
GRAND TOTAL OF EXPENDITURES		72,926,321.36	71,126,617.49	1,799,703.87 97.53
GRAND TOTAL		(80,275.29)	7,854,576.92	(7,934,852.21) -999.99

11/14/2018 FLOYD COUNTY PUBLIC SCHOOLS
11:21:38 BALANCE SHEET REPORT FOR FY 2018

ACCOUNT	BALANCE
GENERAL FUND (1)	
ASSETS	
CASH IN BANK GF COMM TRUST BAN	4,357,214.20
CASH IN BANK GF SELF INSURANCE	95,249.14
CASH IN PAYROLL CLEARING ACCT	345,186.64
INTERFUND RECEIVABLES	613,414.12
ACCOUNTS RECEIVABLE	1,008,758.74
TOTAL ASSETS	6,419,822.84
LIABILITIES	
ACCOUNTS PAYABLE	(194,000.36)
TOTAL LIABILITIES	(194,000.36)
FUND BALANCE	
ASSIGNED-PURCH OBL - PRD 13/YE	(458,604.17)
UNASSIGNED FUND BALANCE	(5,767,218.31)
TOTAL FUND BALANCE FOR FUND 1	(6,225,822.48)
SPECIAL REVENUE (2)	
ASSETS	
ACCOUNTS RECEIVABLE	1,604,109.94
TOTAL ASSETS	1,604,109.94
LIABILITIES	
INTERFUND PAYABLES	(613,414.12)
ACCOUNTS PAYABLE	(120,292.37)
DEFERRED REVENUE	(870,403.45)
TOTAL LIABILITIES	(1,604,109.94)

ACCOUNT	BALANCE
DIST ACTIVITY (SPEC REV ANN) (21)	
ASSETS	
CASH IN BANK - GENERAL FUND	32,284.44
ACCOUNTS RECEIVABLE	2,223.52
TOTAL ASSETS	34,507.96
LIABILITIES	
ACCOUNTS PAYABLE	(2,942.31)
TOTAL LIABILITIES	(2,942.31)
FUND BALANCE	
COMMITTED FUND BALANCE	(31,565.65)
TOTAL FUND BALANCE FOR FUND 21	(31,565.65)
CAPITAL OUTLAY FUND (310)	
ASSETS	
CASH IN BANK - GENERAL FUND	6,301.23
TOTAL ASSETS	6,301.23
FUND BALANCE	
RESTRICTED - OTHER	(6,301.23)
TOTAL FUND BALANCE FOR FUND 310	(6,301.23)
BUILDING FUND (5 CENT LEVY) (320)	
ASSETS	
CASH IN BANK - GENERAL FUND	2,922.50
TOTAL ASSETS	2,922.50

ACCOUNT	BALANCE
FUND BALANCE	
RESTRICTED - OTHER	(2,922.50)
TOTAL FUND BALANCE FOR FUND 320	(2,922.50)
CONSTRUCTION FUND (360)	
ASSETS	
CASH IN BANK - GENERAL FUND	1,595,814.26
TOTAL ASSETS	1,595,814.26
LIABILITIES	
ACCOUNTS PAYABLE	(8,074.22)
TOTAL LIABILITIES	(8,074.22)
FUND BALANCE	
RESTRICTED-FUTURE CONSTR BG-1	(1,587,740.04)
TOTAL FUND BALANCE FOR FUND 360	(1,587,740.04)
FOOD SERVICE FUND (51)	
ASSETS	
CASH IN BANK - GENERAL FUND	1,455,726.78
ACCOUNTS RECEIVABLE	1,680.00
INVENTORIES FOR CONSUMPTION	54,935.00
DEFERRED OUTFLOW OPEB	72,337.00
DEFERRED OUTFLOW PENSION	296,979.00
TOTAL ASSETS	1,881,657.78
LIABILITIES	
ACCOUNTS PAYABLE	(30,873.64)
UNFUNDED PENSION OPEB	(300,835.00)
UNFUNDED PENSION	(875,912.00)
DEFERRED INFLOW OPEB	(15,751.00)

ACCOUNT	BALANCE
DEFERRED INFLOW PENSION	(94,035.00)
TOTAL LIABILITIES	(1,317,406.64)
FUND BALANCE	
RESTRICTED-OTHER OPEB	244,249.00
RESTRICTED-OTHER PENSION	672,968.00
RESTRICTED NET POSITION	(1,481,468.14)
TOTAL FUND BALANCE FOR FUND 51	(564,251.14)
AFTER SCHOOL DAY CARE FUND (52)	
ASSETS	
CASH IN BANK - GENERAL FUND	96,991.93
DEFERRED OUTFLOW OPEB	4,619.00
DEFERRED OUTFLOW PENSION	18,965.00
TOTAL ASSETS	120,575.93
LIABILITIES	
UNFUNDED PENSION OPEB	(19,211.00)
UNFUNDED PENSION	(55,935.00)
DEFERRED INFLOW OPEB	(1,006.00)
DEFERRED INFLOW PENSION	(6,005.00)
TOTAL LIABILITIES	(82,157.00)
FUND BALANCE	
RESTRICTED-OTHER OPEB	15,598.00
RESTRICTED-OTHER PENSION	42,975.00
RESTRICTED NET POSITION	(96,991.93)
TOTAL FUND BALANCE FOR FUND 52	(38,418.93)
GOVERNMENTAL ASSETS (8)	
ASSETS	
LAND	4,797,250.07

ACCOUNT	BALANCE
LAND IMPROVEMENTS	1,927,458.06
ACCUM DEPR - LAND IMPROVEMENTS	(707,723.67)
BUILDINGS & BUILDING IMPROVE.	87,363,217.38
ACCUM DEPR - BUILDINGS	(38,092,453.90)
TECHNOLOGY EQUIPMENT	11,078,725.49
ACCUM DEPR - TECH EQUIPMENT	(10,117,753.77)
VEHICLES	9,663,646.38
ACCUM DEPR - VEHICLES	(7,755,375.62)
GENERAL EQUIPMENT	3,237,152.60
ACCUM DEPR - GENERAL EQUIPMENT	(2,805,351.49)
CONSTRUCTION WORK IN PROGRESS	60,950,303.20
INFRASTRUCTURE	6,789,261.24
ACCUM DEPR - INFRASTRUCTURE	(5,144,020.55)
 TOTAL ASSETS	 121,184,335.42
 FUND BALANCE	
 INVESTMENTS IN GOVT ASSETS	 (121,184,335.42)
 TOTAL FUND BALANCE FOR FUND 8	 (121,184,335.42)

FOOD SERVICE FIXED ASSETS (81)

ASSETS

BUILDINGS & BUILDING IMPROVE.	1,592,931.85
ACCUM DEPR - BUILDINGS	(962,617.74)
TECHNOLOGY EQUIPMENT	43,018.68
ACCUM DEPR - TECH EQUIPMENT	(42,015.11)
GENERAL EQUIPMENT	1,552,884.83
ACCUM DEPR - GENERAL EQUIPMENT	(1,447,536.84)
 TOTAL ASSETS	 736,665.67
 FUND BALANCE	
 INVESTMENT IN BUSINESS ASSETS	 (736,665.67)
 TOTAL FUND BALANCE FOR FUND 81	 (736,665.67)