



Hamilton County, OH

Comprehensive Annual Financial Report

For the fiscal year ended June 30, 2013





CINCINNATI CITY SCHOOL DISTRICT, OHIO

Hamilton County, Ohio

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2013**

Prepared by:
Diana C. Whitt
Treasurer/CFO



CINCINNATI CITY SCHOOL DISTRICT, OHIO

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Introductory Section



CINCINNATI CITY SCHOOL DISTRICT, OHIO



**Board of Education ★ City School District of the City of Cincinnati ★ Office of the Treasurer
PO Box 5384 ★ Cincinnati, OH 45201-5384 ★ Phone: 1-513-363-0425 ★ FAX: 1-513-363-0415**

January 29, 2014

To the Honorable Board of Education and
Citizens of the Cincinnati City School District

I am pleased to present the Comprehensive Annual Financial Report (CAFR) of the Board of Education of the Cincinnati City School District (the "District") for the fiscal year ended June 30, 2013. This report was prepared by the Office of the Treasurer/CFO and includes the report of the independent auditor, Ohio Auditor of State. The independent auditor's report concludes that the District's financial statements for the year ended June 30, 2013 are prepared in conformity with generally accepted accounting principles. The independent auditor's report is included as the first component of the financial section of this report.

This report also contains the financial statements and other financial and statistical data that provide a complete and full disclosure of all material financial aspects of the District. The responsibility for the accuracy of all data presented and its completeness and fairness of presentation rests with the office of the Treasurer/CFO. All disclosures necessary to enable the reader to gain an understanding of the District's activities have been included herein.

The District uses Oracle Public Sector General Ledger, an automated, on-line general ledger accounting system, which provides the capability to prepare financial information based on generally accepted accounting principles (GAAP) for governments. Oracle Public Sector General Ledger is the basis for the District's accounting, budgetary, purchasing and capital assets controls. The financial statements contained in the CAFR have been prepared from this system, implemented by the Treasurer's office in January 1995 and upgraded to the latest version 11.5.10 release in June 2005.

Internal accounting controls are an integral part of this system and are designed to achieve the fundamental objectives of safeguarding assets, providing reasonable assurance that financial transactions are properly recorded, and ensuring that adequate accounting data are compiled to allow for the preparation of financial statements in accordance with GAAP. The internal control structure is designed to provide reasonable, but not absolute assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgment by management.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Letter of Transmittal

For the Fiscal Year Ended June 30, 2013

The MD&A provides a narrative introduction, overview and analysis to accompany the basic financial statements. This Letter of Transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the Independent Auditors' Report. This Report can be found on the District's web site: <http://www.cps-k12.org>.

The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and the U.S. Office of Management and Budget's Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations (June, 2003 Revision)*. Information related to this single audit, including a schedule of federal financial assistance, the independent auditors' reports on internal controls and compliance with applicable laws and regulations, and a schedule of findings and questioned costs, are included in a separately issued single audit report.

Profile of the District

The District includes all of the City of Cincinnati, Amberley Village, Cheviot, Golf Manor, most of the City of Silverton, a part of Fairfax, part of Wyoming and parts of Anderson, Columbia, Delhi, Green and Springfield Townships with a total area of approximately 90 square miles.

The District operates 54 schools: 39 elementary schools (grades K-6, K-8), 12 high schools (grades 7-12) and 3 combined elementary/high schools (grades K-12). Through the use of a five-year building and maintenance plan, all facilities are kept in the best operating and physical condition possible. The District has implemented a \$56 million energy conservation program and is in the tenth year of a \$1.1 billion, 10-year facilities improvement program.

The District's average daily student enrollment (K-12) for the 2012-2013 year was 30,310 students. The District served 62% of 48,692 of school-aged children residing within its boundaries. The majority of enrolled students were members of ethnic minorities — in the 2012-2013 school year, 64.1 percent of students were African-American, 25.8 percent were Caucasian, 5.7 percent were other/multiracial, 3.2 percent were Hispanic, 1.0 percent were Asian, .1 percent were American Indian, and .1 percent were Hawaiian/Pacific Island.

A significant majority of students in the District — 70.35 percent — were on the federal free or reduced-price lunch plan during the 2012-2013 school year. Eighty-six percent of the District's elementary schools served student populations that were 75 percent or higher in poverty. Twenty-one percent of the students attending were served with Special Education needs.

Transportation was provided daily for 15,660 public students, 4,096 for charter students and 3,592 for non-public students. Buses traveled an average of 25,294 miles each day. A self-supporting Food Services Department served an average of 19,903 lunches and 15,326 breakfasts per day for the 2012-2013 school year.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Letter of Transmittal

For the Fiscal Year Ended June 30, 2013

The District offers a comprehensive academic curriculum through the following programs: college preparatory classes, Advanced Placement courses, gifted education, vocational programs and a full range of services in special education. The District provides tutorial help, resource rooms, speech/language therapy, psychological services and counseling. In addition to academic and related services, the District offers students opportunities to participate in a wide range of extracurricular activities to extend learning and increase enjoyment of school.

The Board of Education of the Cincinnati City School District (Board) is a body both politic and corporate, charged with the responsibility of managing and controlling affairs of the District and is, together with the District, governed by the general laws of the State of Ohio (Ohio Revised Code). The Board is comprised of seven (7) members who are elected for overlapping four-year terms. The Board members during the fiscal year ended June 30, 2013 were:

	<u>Current Term Commenced</u>	<u>Current Term Expires</u>
Eileen Cooper Reed, President	01/01/10	12/31/13
Alexander P. Kuhns, Vice President	01/01/12	12/31/15
Melanie Bates	01/01/10	12/31/13
Eve Bolton	01/01/08	12/31/15
Catherine D. Ingram	01/01/10	12/31/13
A. Chris Nelms	01/01/08	12/31/15
Vanessa White	01/01/10	12/31/13

The Superintendent is the chief executive officer of the District, responsible directly to the Board for all educational and support operations. The Superintendent is appointed by the Board for a term not longer than five years and is responsible for administering Board-adopted policies, expected to provide leadership in all phases of policy formulation and is the chief advisor to the Board on all aspects of the educational program and total operation of the schools governed by the Board.

The Cincinnati Board of Education named Mary A. Ronan as Superintendent effective April 16, 2009, for a term expiring July 31, 2012. In the spring of 2012, the Board extended Ms. Ronan's contract for an additional three-year period beginning August 2, 2012, and ending July 31, 2015.

Ms. Ronan began her more than 37-year career with Cincinnati Public Schools as a math and science teacher at the former Merry Middle School — a building that now houses her office as Superintendent in the district's Education Center.

A native Cincinnati, her service to CPS' schoolchildren features a diverse background in teaching and administration in neighborhood and magnet school settings at both elementary and high schools. As principal of Kilgour Elementary School, she was honored by the U.S. Department of Education with the designation in 2001 of Kilgour as a National Blue Ribbon School of Excellence.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Letter of Transmittal

For the Fiscal Year Ended June 30, 2013

Superintendent Ronan's experiences in district administration include appointments as assistant superintendent and director of schools, roles in which she worked with principals to enhance leadership skills. At both the school and central administration levels, she has earned a reputation for building strong, supportive and open relationships with her staff as well as parents and community stakeholders. In 2005, she received the Excellence in Educational Leadership Award from The University Council for Educational Administration.

Under Ms. Ronan's leadership, CPS raised student academic achievement and earned an Effective rating on the Ohio Report Card for two consecutive years (2009-10, 2010-11) to become Ohio's highest-rated urban school district. CPS' Performance Index of overall progress continues to top that of all Ohio urban school districts.

According to an analysis by Battelle for Kids, CPS ranked in the top 5 percent of Ohio districts in the amount of learning growth experienced by students during the 2010-11 school year.

Ms. Ronan's priorities have been to enhance collaboration and transparency while accelerating academic achievement. She has introduced new strategies designed to increase student performance, including the *Elementary Initiative: Ready for High School*, which provides intensive support for the district's 16 lowest-performing elementary schools; their successful academic turnaround contributed to the district's overall progress. At the high school level, Ms. Ronan has focused on increasing the academic rigor of course offerings and expanding college access.

She holds bachelor's degrees in biology, education and philosophy, and a master's degree in business administration. She serves on numerous boards of civic, cultural, educational and social-service organizations.

Ms. Ronan considers it a great privilege to lead Cincinnati Public Schools in preparing the next generation of Cincinnati's young people with the skills required by our fast-paced, technologically demanding global economy. With the assistance of record grants totaling \$25.3-million from the GE Foundation, the district has worked to improve math and science education and advance skills in STEM subjects (science, technology, engineering and mathematics) and to transition to new, rigorous Common Core academic standards in math and English/Language Arts.

The Treasurer/CFO is appointed by the Board for a term not longer than five years and serves as the chief financial officer of the Board of Education and, with the president of the Board of Education, executes all conveyances made by the Board of Education. The Treasurer is responsible directly to the Board for maintaining all financial records, issuing all payments, maintaining custody of all District funds and assets and investing idle funds as specified by Ohio Law.

During the 2012-2013 fiscal year, the Treasurer/CFO of the District was Mrs. Diana C. Whitt. The Board appointed Mrs. Whitt as Treasurer/CFO for a two-year term commencing September 1, 2012 and ending July 31, 2013. Mrs. Whitt has extensive experience that includes being the District Treasurer and Chief Financial Officer at Trotwood Madison City Schools near Dayton, Ohio, September 2002 thru September 2012. Mrs. Whitt also has corporate experience in financial management, consulting and sales. Mrs. Whitt received her B.A. Degree from Notre Dame College in South Euclid, Ohio and her Master's Degree from the University of Phoenix. On September 24, 2012, Mrs. Whitt's contract was extended until July 31, 2014.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Letter of Transmittal

For the Fiscal Year Ended June 30, 2013

Local Economic Condition and Outlook

The economy of the District is based on a wide diversity of industry. The major sources of revenue to the District are local property taxes on real and personal property, along with State aid. Other funds, such as lunch and special classes are funded for their expenditures by designated State and Federal grants.

The City of Cincinnati, founded in 1788 and incorporated in 1819, is the hub of a metropolitan area ranking second in Ohio and sixteenth in the United States in value of manufacturing output. Located strategically on the Ohio River, it has developed into a major industrial and shipping center. As a major shipping route, the Ohio River handles as much tonnage as the St. Lawrence Seaway and the Panama Canal combined.

A transportation and industrial center since the early development of the territory west of the Appalachians, the Cincinnati Metropolitan Area has developed into a major center for insurance and finance companies; wholesaling and retailing; government installation, medical services, and service industries as well as manufacturing.

Metropolitan Cincinnati was expanded to include 15 counties: Hamilton, Warren, Clermont, Butler and Brown counties in Ohio; Dearborn, Franklin and Ohio counties in Indiana; and Kenton, Boone, Bracken, Campbell, Grant, Gallatin and Pendleton counties in Kentucky. There are approximately 11.9 million net square feet of office space in the downtown Cincinnati area and 25.1 million net square feet in suburban office buildings and parks. There are approximately 273 million square feet of industrial space. The retail market includes more than 50 million square feet regionally (3.8 million square feet downtown).

Among the Metropolitan Area's more prominent manufacturing groups are transportation equipment, which includes aircraft engines and motor vehicle parts; food and kindred products; metal working and general industrial machinery; chemicals; fabricated metal products; and printing and publishing. This diverse economic base continues to be a source of stability for the area, protecting it from severe peaks and valleys in the business cycle. The U.S. Bureau of Labor Statistics estimated total employment in Hamilton County at 485,233 at June 30, 2013. This 92.7% employment rate is slightly below the State of Ohio employment rate of 93.0% at June 30, 2013 and above the national rate of 92.4% at this date.

More than half of the nation's population, manufacturers, and purchasing power are located within 600 miles of Greater Cincinnati. The corporate headquarters of numerous firms are located in the Metropolitan Area, including nine Fortune 500 corporations: Kroger Company, Procter & Gamble, Macy's, Ashland Inc., Fifth Third Bancorp, Omnicare, General Cable Corp, AK Steel, Western & Southern Financial Group, and American Financial Group.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Letter of Transmittal

For the Fiscal Year Ended June 30, 2013

The Metropolitan Area is a growing center for international business, with approximately 1,000 firms engaged in international trade. Metropolitan Area companies annually generate sales of more than \$6.7 billion to customers outside the U.S. Major export products include jet engines, plastics, machinery, computers and software technology and consumer goods. Nearly 300 Greater Cincinnati firms are owned by foreign firms from Japan, England, Western Europe and Canada, among other countries. Twenty-five percent (25%) of all jobs in the Metropolitan Area are related to exporting. Cincinnati exports more than any other city in Ohio and is ranked twenty-first (21st) in the United States.

Long-term Financial Planning

During FY 2007 the District fully implemented the Fiscal Responsibility Plan. The District continues to identify and execute further opportunities to reduce costs and right-size staffing levels.

The District continues to see the results of its long-term financial planning. The District met or exceeded its budget goal for the sixth straight year. We were again able to meet this goal because of our continuing effort to right-size the District, aggressively monitoring and evaluating spending and the District is making aggressive efforts to attract and retain students.

Facilities Master Plan (FMP) Surges Forward

The District's ten-year, \$985 million Facilities Master Plan (FMP) officially launched with the passage of a \$480 million bond issue in May 2003. During the period from January 2005 thru June 2013, the District has either renovated or constructed a total of 39 schools. By the end of 2013, five more schools will be completed to make a total of 44. By fall 2013 all but 1 of the remaining 6 additional schools in construction will be finished and the last building will be completed in 2014 to complete the Facilities Master Plan. The District's new schools are distinctive, eye-catching buildings, with technology-ready classrooms and energy efficient features. The buildings provide an abundance of natural light and include outdoor educational areas. As state-of-the-art, 21st century schoolhouses, these buildings quickly will become local landmarks and community anchors. The District's FMP is now fully funded.

The District's 10-year rebuilding plan will generate an economic impact of \$2.35 billion for Greater Cincinnati, including creating 2,339 jobs and \$718 million in wages, according to a University of Cincinnati study. To help more businesses get a piece of that pie, the district has revamped its policies to generate more opportunities for Small Business Enterprises (SBE), Minority Business Enterprises (MBE) and Women Business Enterprises (WBE). The District's expanded Supplier Diversity Program is working to cultivate new relationships with a broader base of businesses. Beginning February 2010 a new initiative increased MBE participation to twenty-two percent (22%) for the last 13 projects bid. We are meeting the Board's goal of 20-25% for MBE participation. Our participation levels exceed the performance of other public capital projects in the area.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Letter of Transmittal For the Fiscal Year Ended June 30, 2013

Awards and Acknowledgments

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting (Certificate of Achievement) to the District for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2012. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting. The June 30, 2012 CAFR was the thirteenth consecutive CAFR prepared by the District to receive this prestigious award.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

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

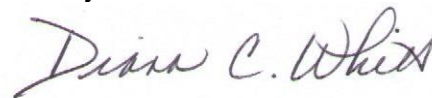
Independent Audit

State statute requires an annual audit be performed by the Auditor of State or by an independent certified public accountant approved by the Auditor of State. The Auditor of State has performed the District Audit for fiscal year ended June 30, 2013. In addition to meeting the requirements of state statutes, the audit was also designed to meet the requirements of the federal Single Audit Act of 1984, the 1996 amendments thereto, and the related U.S. Office of Management and Budget's Circular A-133. Generally accepted auditing standards and the standards set forth in the General Accounting Office's *Government Auditing Standards* were used by the auditors in conducting the engagement. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report. The auditor's report on internal controls and compliance with applicable laws and regulations can be found in a separately issued single audit report.

Acknowledgments

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Treasurer's Department. I would like to express my sincere appreciation to Mrs. Teresa A. Johnson, CPA, Assistant Treasurer/Controller and to all other members of the Department. I am also grateful for the professional services of Donald J. Schonhardt & Associates and Bastin & Company, LLC, for their assistance in preparing this report. Due credit should also be given to the Board of Education and the Superintendent for their leadership and support in planning and conducting the operations of the District in a responsible and progressive manner.

Sincerely,



Diana C. Whitt
Treasurer/CFO

CINCINNATI CITY SCHOOL DISTRICT, OHIO

List of Principal Officials June 30, 2013

Members of the Board of Education:

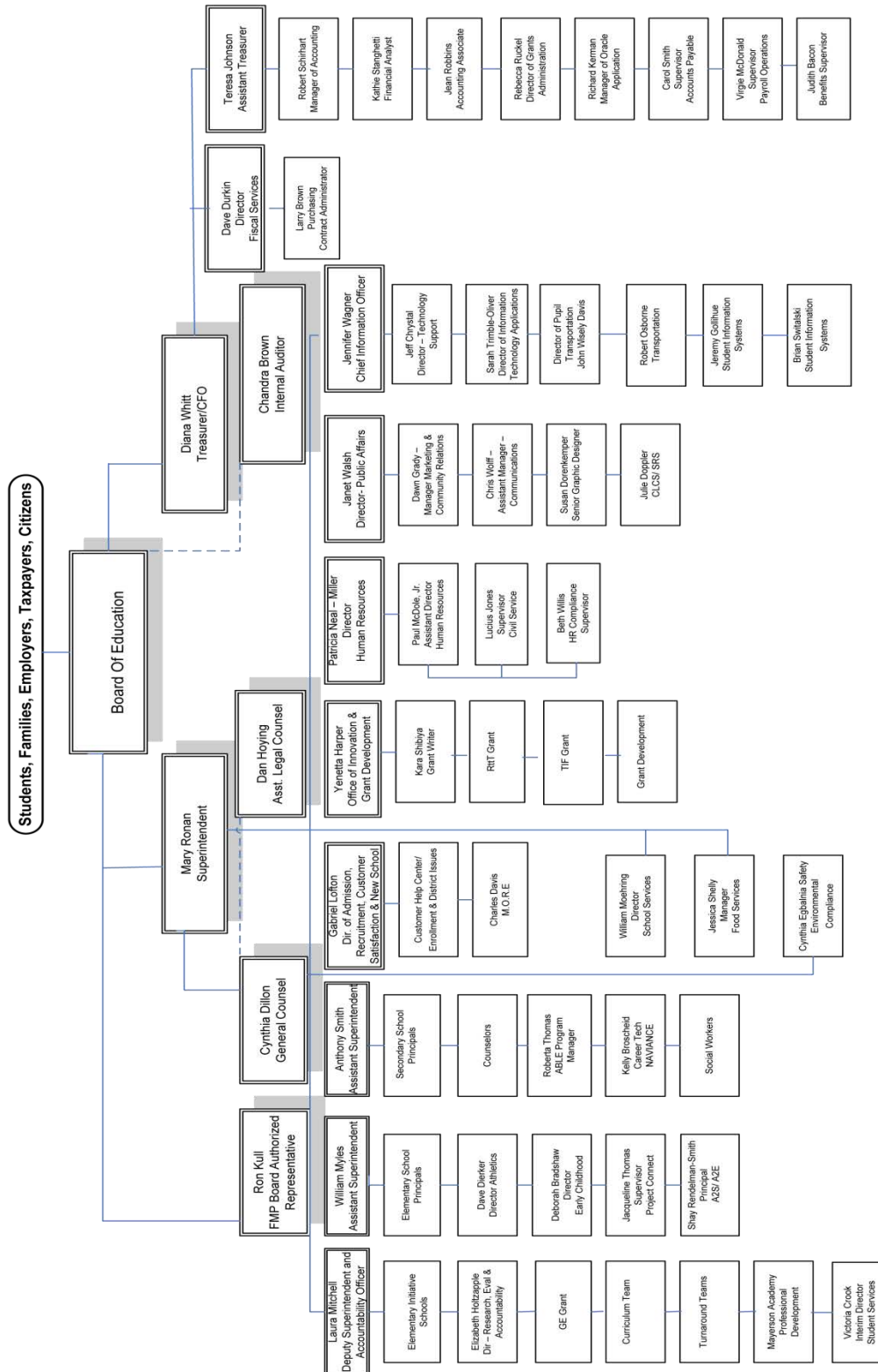
Name	Title	Term Expires
Eileen Cooper Reed	President	December 31, 2013
Alexander P. Kuhns	Vice President	December 31, 2015
Melanie Bates	Member	December 31, 2013
Eve Bolton	Member	December 31, 2015
Catherine D. Ingram	Member	December 31, 2013
A. Chris Nelms	Member	December 31, 2015
Vanessa White	Member	December 31, 2013

District Administration:

Name	Title
Mary Ronan	Superintendent
Diana C. Whitt	Treasurer/CFO
C. Laura Mitchell	Deputy Superintendent
William M. Myles	Assistant Superintendent
Anthony Smith	Assistant Superintendent
Cynthia L. Dillon	General Counsel
Jennifer M. Wagner	Chief Information Officer
Gabriel Lofton	Director of Admission, Recruitment, Customer Service and New School
Dave Durkin	Director of Fiscal Services
Yenetta Harper	Director of Innovation and Grant Development
Janet Walsh	Director of Public Affairs
Teresa A. Johnson, CPA	Assistant Treasurer/Controller
Patricia Neal-Miller	Director of Human Resources
Chandra L. Brown, CFE, CIA, MBA	Internal Auditor

CINCINNATI CITY SCHOOL DISTRICT, OHIO

School District Organizational Chart For the Fiscal Year Ended June 30, 2013



CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Government Finance Officers Association of the United States and Canada
Certificate of Achievement for Excellence in Financial Reporting***



Government Finance Officers Association

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

Presented to

**Cincinnati City School District
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

Executive Director/CEO



Financial Section





Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Cincinnati City School District
Hamilton County
2651 Burnet Avenue
Cincinnati, Ohio 45219

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Cincinnati City School District, Hamilton County, Ohio (the District), as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

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

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 29, 2014, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in black ink, reading "Dave Yost". The signature is fluid and cursive, with the first name "Dave" and last name "Yost" clearly distinguishable.

Dave Yost
Auditor of State

Columbus, Ohio

January 29, 2014



CINCINNATI CITY SCHOOL DISTRICT, OHIO

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

Unaudited

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

FINANCIAL HIGHLIGHTS

Key financial highlights for 2013 are as follows:

General revenues accounted for \$501,067,984 in revenue or 82.2% of all revenue. Program specific revenues in the form of charges for services and grants and contributions accounted for \$108,369,291 or 17.8% of total revenues of \$609,437,275.

The District had \$602,605,253 in expenses related to governmental activities; only \$108,369,291 of these expenses was offset by program specific revenues in the form of charges for services, grants or contributions. General revenues (primarily taxes totaling \$281,605,529, revenue in lieu of taxes totaling \$26,729,545, unrestricted state and federal revenues totaling \$189,651,837, investment earnings totaling \$445,696 plus prior year carry over revenues) were adequate to provide for these programs.

The assets of the District exceeded its liabilities at June 30, 2013 by \$618,580,383 (net position). Of this amount, \$171,671,926 is considered unrestricted and may be used to meet the District's on-going obligations.

The District's total net position increased \$6,832,022 in fiscal year 2013, which represents a 1.1% increase from the fiscal year 2012 balance. Revenues increased by 2.6% and expenses increased .8% from prior year amounts. Approximately 60% of the increase in revenues came in the form of additional taxes received. Expense levels increased at modest levels in 2013.

Among major funds, the general fund had \$454,774,453 in revenue, \$417,000,133 in expenditures and (\$11,026,586) in net other financing uses, resulting in the general fund balance increasing by \$26,747,734 to \$158,253,614.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of three parts – management's discussion and analysis, the basic financial statements, and an optional section that presents combining statements for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the District:

CINCINNATI CITY SCHOOL DISTRICT, OHIO

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

Unaudited

These statements are as follows:

The Government-Wide Financial Statements – These statements provide both long-term and short-term information about the District's overall financial status.

The Fund Financial Statements – These statements focus on individual parts of the District, reporting the District's operations in more detail than the government-wide financial statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

Government-wide Statements

The government-wide statements report information about the District as a whole using accounting similar to those used by private-sector companies. The statement of net position includes all of the District's assets and deferred outflows of resources and all of its liabilities and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net position and how it has changed. Net position (the difference between the District's assets and liabilities) is one way to measure the District's financial health or position.

Over time, increases or decreases in the District's net position is an indicator of whether its financial health is improving or deteriorating, respectively.

To assess the overall health of the District you need to consider additional nonfinancial factors such as the property tax base, current property tax laws, and student enrollment growth and facility conditions.

The government-wide financial statements of the District fall into one category:

Governmental Activities – All of the district's programs and services are reported here including instruction, support services, non-instructional and extracurricular activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant funds, not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes.

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

CINCINNATI CITY SCHOOL DISTRICT, OHIO

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

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Proprietary Fund – The District utilizes an internal service fund to report activities that provide services for the District's other programs and activities. The Proprietary fund is reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities.

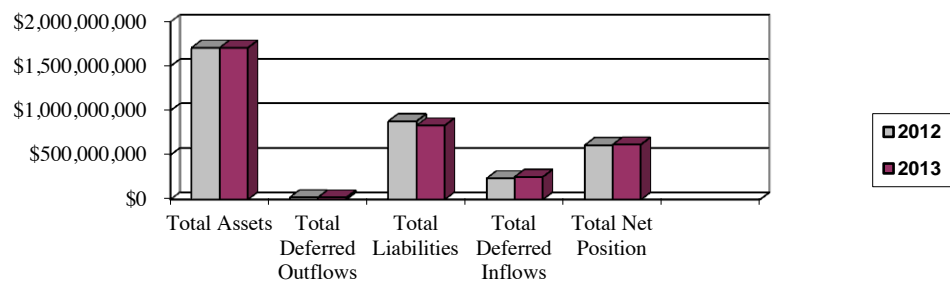
Fiduciary Funds – The District is the trustee, or fiduciary, for various student-managed activity programs, various scholarship programs and other items listed as agency and private purpose. It is also responsible for other assets that, due to a trust arrangement can only be used for the trust beneficiaries. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position. We exclude these activities from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE

The following table provides a summary of the District's net position for 2013 compared to 2012:

	Governmental Activities		Increase (Decrease)
	2013	2012	
Current and other assets	\$654,788,777	\$710,700,984	(\$55,912,207)
Capital assets, Net	1,027,950,249	996,649,312	31,300,937
Total assets	1,682,739,026	1,707,350,296	(24,611,270)
Deferred Outflows of Resources	22,084,137	23,496,039	(1,411,902)
Long-term debt outstanding	777,653,405	821,250,631	(43,597,226)
Other liabilities	54,700,025	59,937,278	(5,237,253)
Total liabilities	832,353,430	881,187,909	(48,834,479)
Deferred Inflows of Resources	253,889,350	237,910,065	15,979,285
Net position			
Net Investment in Capital Assets	371,260,025	389,607,776	(18,347,751)
Restricted	75,648,432	54,792,016	20,856,416
Unrestricted	171,671,926	167,348,569	4,323,357
Total net position	\$618,580,383	\$611,748,361	\$24,223,209

Cincinnati City Schools Governmental Activities



CINCINNATI CITY SCHOOL DISTRICT, OHIO

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013**

Unaudited

Changes in Net Position – The following table shows the net position for the fiscal year 2013 compared to 2012:

	Governmental Activities		Increase (Decrease)
	2013	2012	
Revenues			
Program revenues:			
Charges for Services	\$21,590,280	\$15,929,681	\$5,660,599
Operating Grants	85,983,762	86,060,381	(76,619)
Capital Grants	795,249	5,908,555	(5,113,306)
General revenues:			
Property Taxes	281,605,529	272,309,816	9,295,713
Revenue in Lieu of Taxes	26,729,545	21,431,724	5,297,821
Grants and Entitlements	189,651,837	185,176,443	4,475,394
Other	3,081,073	7,032,388	(3,951,315)
Total revenues	609,437,275	593,848,988	15,588,287
Program Expenses			
Instruction:			
Regular	216,412,633	221,930,107	(5,517,474)
Special	74,992,946	73,856,224	1,136,722
Vocational	3,789,648	3,793,083	(3,435)
Other	1,076,290	577,036	499,254
Support Services:			
Pupils	35,346,133	27,942,924	7,403,209
Instructional Staff	36,716,764	46,927,907	(10,211,143)
Board of Education	380,683	398,130	(17,447)
Administration	32,566,236	29,292,929	3,273,307
Fiscal Services	6,796,344	7,369,914	(573,570)
Business	1,122,066	1,607,145	(485,079)
Operation and Maintenance of Plant	48,446,538	47,844,700	601,838
Pupil Transportation	31,522,565	30,269,005	1,253,560
Central	19,827,610	18,435,513	1,392,097
Non-Instructional Services	51,851,575	46,614,539	5,237,036
Extracurricular Activities	3,810,106	7,140,306	(3,330,200)
Interest and Fiscal Charges	37,947,116	34,028,545	3,918,571
Total expenses	602,605,253	598,028,007	4,577,246
Total Change in Net Position	6,832,022	(4,179,019)	11,011,041
Beginning Net Position	611,748,361	615,927,380	(4,179,019)
Ending Net Position	<u>\$618,580,383</u>	<u>\$611,748,361</u>	<u>\$6,832,022</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

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

Unaudited

The most significant reasons for the \$6.8 million increase in Net Position from FY 2012 to FY 2013 are as follows:

The District's total net position increased \$6,832,022 in fiscal year 2013, representing a 1.1% increase from the ending fiscal year 2012 net position balance. In comparison, total net position decreased in fiscal year 2012 by \$4,179,019.

The majority of the increase in fiscal year 2013 net position is attributable to a large increase in tax revenues and revenues in lieu of taxes in 2013.

All grant revenues combined remained relatively flat at \$276,430,848.

Total expenses increased at a very moderate .8% pace.

Governmental Activities

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by a voted levy does not increase solely as a result of inflation. As an example, a homeowner with a home value at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00. However, the assessed millage cannot be reduced below 20 mills, according to state statutes. Thus school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to voters to maintain a constant level of service.

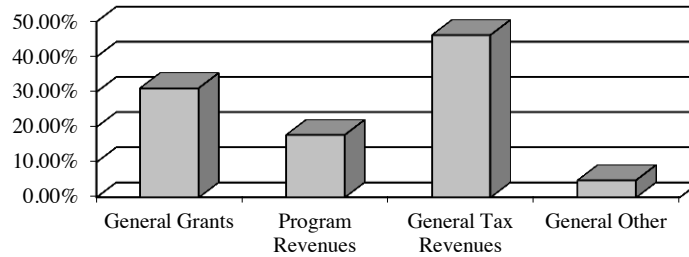
Property taxes made up 46.21% of revenues for governmental activities for the Cincinnati City School District in fiscal year 2013. The District's reliance upon tax revenues is demonstrated by the following table and graph:

Revenue Sources	2013	Percent of Total
General Grants	\$189,651,837	31.12%
Program Revenues	108,369,291	17.78%
General Tax Revenues	281,605,529	46.21%
General Other	29,810,618	4.89%
Total Revenue	<u>\$609,437,275</u>	<u>100.00%</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

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

Unaudited



FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT'S FUNDS

The District's governmental funds reported a combined fund balance of \$267,513,533, which is less than last year's total of \$316,320,116. The schedule below indicates the fund balance and the total change in fund balance by fund type as of June 30, 2013 and 2012.

	Fund Balance June 30, 2013	Fund Balance June 30, 2012	Increase (Decrease)
General	\$158,253,614	\$131,505,880	\$26,747,734
Debt Service	33,416,766	28,654,095	4,762,671
Other Governmental	75,843,153	156,160,141	(80,316,988)
Total	<u>\$267,513,533</u>	<u>\$316,320,116</u>	<u>(\$48,806,583)</u>

The District's General Fund's fund balance increased during Fiscal year 2013 by \$26.7 million as revenues exceeded the total of expenditures and transfers in/out from/to other funds. By comparison, fiscal year 2012 decreased by \$16.5 million. Revenues for 2013 increased by \$22.6 million largely due to increased tax revenues. Operating expenditures increased \$97.2 million. Net transfers out to other funds decreased \$117.8 million.

The increase in the Debt Service Fund is primarily due a different allocation of revenues and transfers in versus expenditures.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013**

Unaudited

General Fund – The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2013 Revenues	2012 Revenues	Increase (Decrease)
Taxes	\$251,538,469	\$235,891,856	\$15,646,613
Tuition	1,662,320	1,558,235	104,085
In Lieu of Taxes	8,316,098	8,013,617	302,481
Investment Earnings	321,343	276,599	44,744
Intergovernmental - State	183,288,284	184,739,816	(1,451,532)
Intergovernmental - Federal	1,817,931	589,815	1,228,116
All Other Revenue	7,830,008	1,053,961	6,776,047
Total	<u>\$454,774,453</u>	<u>\$432,123,899</u>	<u>\$22,650,554</u>

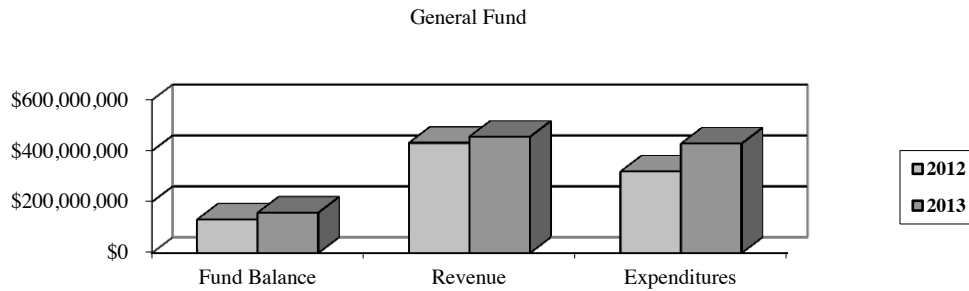
General Fund revenues in 2013 increased from 2012 primarily due to increases in tax and miscellaneous revenues.

	2013 Expenditures	2012 Expenditures	Increase (Decrease)
Instruction:			
Regular	\$201,838,839	\$137,028,425	\$64,810,414
Special	49,397,603	40,893,862	8,503,741
Vocational	3,066,370	3,147,194	(80,824)
Other	76	0	76
Supporting Services:			
Pupils	28,510,779	20,519,655	7,991,124
Instructional Staff	19,829,699	14,623,330	5,206,369
Board of Education	364,567	393,684	(29,117)
Administration	25,308,306	12,954,300	12,354,006
Fiscal Services	5,339,639	5,944,991	(605,352)
Business	1,138,608	1,419,773	(281,165)
Operation and Maintenance of Plant	30,684,028	29,511,711	1,172,317
Pupil Transportation	29,973,387	29,572,509	400,878
Central	19,037,290	18,472,609	564,681
Extracurricular Activities	2,347,632	5,301,033	(2,953,401)
Capital Outlay	163,310	3,527	159,783
Total	<u>\$417,000,133</u>	<u>\$319,786,603</u>	<u>\$97,213,530</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

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

Unaudited



The \$97.2 million increase in total operating expenditures is a result of several factors. The predominant factor in the large increase was the scaling back of the Schoolwide Building Program Fund which had accounted for a majority of the increased costs evident in 2013. In relation to the increased expenditures, transfers out decreased by an even larger amount due to the reduced funding of the Schoolwide Building Program.

During the course of fiscal year 2013 the District amended its General Fund budget for revenues and expenditures several times.

The General Fund's final budgeted revenues were increased 2% or \$9.5 million compared to the original budget estimates due to increasing estimated revenues primarily for taxes and intergovernmental revenues. Appropriations were decreased by \$4 million primarily for regular instruction and administration costs.

Actual final budget basis revenues were 2.1% above, or \$9.9 million, final budgeted amounts primarily as a result of higher than budgeted property tax receipts collected by Hamilton County. Actual final budget basis expenditures were lower than final appropriated amounts and varied by 5.9% or \$29.8 million.

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CINCINNATI CITY SCHOOL DISTRICT, OHIO

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

Unaudited

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets - At the end of fiscal 2013 the District had \$1,027,950,249 net of accumulated depreciation invested in land, land improvements, buildings and improvements, furniture, fixtures and equipment, vehicles and construction in progress. The following table shows fiscal year 2013 balances:

	Governmental Activities		Increase (Decrease)
	2013	2012	
Land	\$36,339,597	\$37,384,776	(\$1,045,179)
Construction in Progress	149,861,374	213,274,523	(63,413,149)
Land Improvements	10,999,145	10,304,697	694,448
Buildings and Improvements	974,613,049	863,785,984	110,827,065
Furniture, Fixtures and Equipment	1,498,555	4,542,399	(3,043,844)
Vehicles	871,574	824,267	47,307
Less: Accumulated Depreciation	(146,233,045)	(133,467,334)	(12,765,711)
Totals	<u>\$1,027,950,249</u>	<u>\$996,649,312</u>	<u>\$31,300,937</u>

For financial reporting purposes the District capitalizes all assets in excess of \$25,000 unless they are purchased with Federal funding, in which case the threshold is \$5,000. The \$110,827,065 net increase in Buildings and Improvements during 2013 was a result of completing construction of seven building projects as part of the District's ten year, \$985 million Facilities Master Plan and reclassified from construction in progress to other asset classifications. The \$63,413,149 net decrease in Construction in Progress is a result of those schools where construction was completed during 2013. The increase in capital asset balances, coupled with changes in debt balances, contributed to a net decrease in Government Activities Net Investment in Capital Assets in the amount of \$18,347,751. Detailed information regarding capital asset activity is included in the notes to the basic financial statements (Note 11).

Debt - At June 30, 2013, the District had \$630,873,616 in General Obligation Bonds outstanding, \$30,887,070 due within one year. The following table summarizes the District's debt outstanding as of June 30, 2013:

	2013	2012
Governmental Activities:		
General Obligation Bonds	\$630,873,616	\$660,062,686
Capital Leases	105,815,000	106,715,000
Compensated Absences	40,964,789	54,472,945
Totals	<u>\$777,653,405</u>	<u>\$821,250,631</u>

Detailed information regarding debt is included in the notes to the basic financial statements (Notes 14-15).

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013***

Unaudited

ECONOMIC FACTORS

The Board of Education and administration closely monitor revenue and expenditures in accordance with the financial forecast. The District has communicated to its community the reliance upon their support for its operations and that it will continue to work diligently to plan expenditures, carefully staying within the District's five-year financial plan.

The economy of the District is based on a wide diversity of industry. The major sources of revenue to the District are local property taxes on real and personal property, along with State aid. Other program expenditures, such as those for the free and reduced lunch program and special needs classes and those to meet the requirements of No Child Left Behind are funded by designated State and Federal grants.

The District's revenues increased by 2.6% and expenses increased .8% from prior year amounts. Approximately 60% of the increase in revenues came in the form of additional taxes received. Expense levels increased at modest levels in 2013.

The faltering economy, reduction of federal title funding, loss of federal stimulus dollars and anticipated revenue cuts coming from the state will challenge the district's budget while continuing successful programs and elementary initiatives currently in place. As a result of the challenges mentioned above, it is imperative that the School District's Management continue to carefully plan in order to provide the resources required to meet the student needs over the next several years. Strategies will need to be developed to be able to cope with the increasing needs of the School District's student population and matching costs with the financial structure that exists that combines the local revenue and the State foundation funding. The current economic condition in the State affects the ability to increase funding for education. The School district administration acknowledges that fact and knows that it must be creative in managing its budget. The diverse economic base in industry will continue to be a source of stability for the area, protecting it from severe peaks and valleys in the business cycle.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information, contact Diane C. Whitt, Treasurer/CFO of the Cincinnati City School District, 2651 Burnet Avenue, P.O. Box 5384, Cincinnati, Ohio 45201-5384.



CINCINNATI CITY SCHOOL DISTRICT, OHIO

Statement of Net Position June 30, 2013

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$ 259,275,649
Investments	304,937
Receivables:	
Taxes	328,769,479
Accounts	854,624
Intergovernmental - State and Local	2,481,549
Intergovernmental - Federal	27,902,771
Interest	72,942
Inventory of Supplies at Cost	127,936
Inventory Held for Resale	24,226
Restricted Assets:	
Pooled Cash and Investments	34,974,664
Non-Depreciable Capital Assets	186,200,971
Depreciable Capital Assets, Net	841,749,278
Total Assets	1,682,739,026
Deferred Outflows of Resources:	
Deferred Charge on Debt Refunding	22,084,137
Liabilities:	
Accounts Payable	10,759,165
Accrued Wages and Benefits	29,956,386
Intergovernmental Payable	8,193,505
Claims Payable	3,110,000
Accrued Interest Payable	2,680,969
Long Term Liabilities:	
Due Within One Year	37,648,766
Due in More Than One Year	740,004,639
Total Liabilities	832,353,430
Deferred Inflows of Resources:	
Property Tax Levy for Next Fiscal Year	253,889,350
Net Position:	
Net Investment in Capital Assets	371,260,025
Restricted For:	
Debt Service	35,475,962
Permanent Fund:	
Expendable	551,280
Nonexpendable	768,034
State and Federal Grants	38,853,156
Unrestricted	171,671,926
Total Net Position	\$ 618,580,383

See accompanying notes to the basic financial statements

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Statement of Activities For the Fiscal Year Ended June 30, 2013

		Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental Activities:					
Instruction:					
Instruction - Regular	\$ 216,412,633	\$ 12,517,366	\$ 3,362,188	\$ 0	\$ (200,533,079)
Instruction - Special	74,992,946	127,004	24,162,023	0	(50,703,919)
Instruction - Vocational	3,789,648	3,928	683,819	0	(3,101,901)
Instruction - Other	1,076,290	7,291	774,579	0	(294,420)
Support Services:					
Pupils	35,346,133	123,106	4,979,525	0	(30,243,502)
Instructional Staff	36,716,764	2,911,152	14,323,962	0	(19,481,650)
Board of Education	380,683	0	0	0	(380,683)
Administration	32,566,236	1,082,459	4,403,749	0	(27,080,028)
Fiscal Services	6,796,344	56,730	735,864	0	(6,003,750)
Business	1,122,066	0	0	0	(1,122,066)
Operation and Maintenance of Plant	48,446,538	1,452,764	97,571	795,249	(46,100,954)
Pupil Transportation	31,522,565	7,330	112,727	0	(31,402,508)
Central	19,827,610	51,796	358,932	0	(19,416,882)
Operation of Non-Instructional Services	51,851,575	1,522,720	30,396,169	0	(19,932,686)
Extracurricular Activities	3,810,106	1,726,634	1,592,654	0	(490,818)
Interest and Fiscal Charges	37,947,116	0	0	0	(37,947,116)
Total Governmental Activities	\$ 602,605,253	\$ 21,590,280	\$ 85,983,762	\$ 795,249	(494,235,962)
General Revenues					
Property Taxes Levied for:					
General Purposes					249,843,745
Debt Service					31,761,784
Revenue in Lieu of Taxes					26,729,545
Grants and Entitlements not Restricted to Specific Programs					189,651,837
Investment Earnings					445,696
Miscellaneous					2,635,377
Total General Revenues					501,067,984
Change in Net Position					6,832,022
Net Position Beginning of Year					611,748,361
Net Position End of Year					\$ 618,580,383

See accompanying notes to the basic financial statements

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Balance Sheet Governmental Funds June 30, 2013

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$ 149,334,611	\$ 16,463,582	\$ 82,492,899	\$ 248,291,092
Investments	0	0	304,937	304,937
Receivables:				
Taxes	288,474,531	40,294,948	0	328,769,479
Accounts	518,399	0	336,225	854,624
Intergovernmental - State and Local	0	0	2,481,549	2,481,549
Intergovernmental - Federal	0	0	27,902,771	27,902,771
Interest	44,524	12,152	16,266	72,942
Interfund Loans Receivable	20,960,231	0	236,498	21,196,729
Advances to Other Funds	337,384	0	19,442	356,826
Inventory of Supplies at Cost	0	0	127,936	127,936
Inventory Held for Resale	0	0	24,226	24,226
Restricted Assets:				
Pooled Cash and Investments	0	13,955,787	21,018,877	34,974,664
Total Assets	\$ 459,669,680	\$ 70,726,469	\$ 134,961,626	\$ 665,357,775
Liabilities:				
Accounts Payable	\$ 3,967,536	\$ 0	\$ 6,758,529	\$ 10,726,065
Accrued Wages and Benefits	26,142,580	0	3,813,806	29,956,386
Intergovernmental Payable	7,150,371	0	1,043,134	8,193,505
Interfund Loans Payable	1,296,364	0	19,900,365	21,196,729
Advances from Other Funds	0	0	356,826	356,826
Compensated Absences Payable	257,493	0	0	257,493
Total Liabilities	38,814,344	0	31,872,660	70,687,004
Deferred Inflows of Resources:				
Unavailable Amounts	18,597	12,152	27,245,813	27,276,562
Property Tax Levy for Next Fiscal Year	262,583,125	37,297,551	0	299,880,676
Total Deferred Inflows of Resources	262,601,722	37,309,703	27,245,813	327,157,238
Fund Balances:				
Nonspendable	974,486	0	920,196	1,894,682
Restricted	0	33,416,766	78,916,239	112,333,005
Assigned	8,521,334	0	0	8,521,334
Unassigned	148,757,794	0	(3,993,282)	144,764,512
Total Fund Balances	158,253,614	33,416,766	75,843,153	267,513,533
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 459,669,680	\$ 70,726,469	\$ 134,961,626	\$ 665,357,775

See accompanying notes to the basic financial statements

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities June 30, 2013

Total Governmental Fund Balances \$ 267,513,533

***Amounts reported for governmental activities in the
statement of net position are different because***

Capital Assets used in governmental activities are not
resources and therefore are not reported in the funds. 1,027,950,249

Other long-term assets are not available to pay for current-
period expenditures and therefore are reported as deferred
inflows of resources in the fund statements.

Accounts Receivable	373,618	
Taxes Receivable	45,991,326	
Interest Receivable	21,788	
Grants Receivable	26,881,156	
Deferred Charge on Debt Refunding	22,084,137	
Total		95,352,025

Internal service funds are used by management to charge
the costs of insurance to individual funds. The assets
and liabilities of the internal service funds are included in
governmental activities in the statement of net position. 7,841,457

Long-term liabilities, including bonds payable, are not due
and payable in the current period and therefore are not
reported in the funds.

Amounts Due Within One Year	(37,648,766)	
Amounts Due in More Than One Year	(740,004,639)	
Compensated Absences - accrued on fund basis	257,493	
Accrued Interest on Long-Term Debt	(2,680,969)	
Total		(780,076,881)

Net Position of Governmental Activities \$ 618,580,383

See accompanying notes to the basic financial statements

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds For the Fiscal Year Ended June 30, 2013

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues:				
Taxes	\$ 251,538,469	\$ 31,557,727	\$ 0	\$ 283,096,196
Tuition	1,662,320	0	828,991	2,491,311
In Lieu of Taxes	8,316,098	18,414,502	0	26,730,600
Investment Earnings	321,343	(212,271)	334,277	443,349
Food Services	0	0	1,446,185	1,446,185
Intermediate Sources	0	0	495,048	495,048
Intergovernmental - State	183,288,284	4,917,900	18,129,891	206,336,075
Intergovernmental - Federal	1,817,931	2,291,707	72,639,530	76,749,168
All Other Revenue	7,830,008	0	10,072,615	17,902,623
Total Revenue	454,774,453	56,969,565	103,946,537	615,690,555
Expenditures:				
Current:				
Instruction:				
Regular	201,838,839	0	4,734,702	206,573,541
Special	49,397,603	0	23,253,757	72,651,360
Vocational	3,066,370	0	694,187	3,760,557
Other	76	0	763,377	763,453
Supporting Services:				
Pupils	28,510,779	0	5,055,270	33,566,049
Instructional Staff	19,829,699	0	18,381,821	38,211,520
Board of Education	364,567	0	0	364,567
Administration	25,308,306	334,148	5,684,246	31,326,700
Fiscal Services	5,339,639	222,729	1,074,676	6,637,044
Business	1,138,608	0	1,215	1,139,823
Operation & Maintenance of Plant	30,684,028	0	15,946,405	46,630,433
Pupil Transportation	29,973,387	0	120,642	30,094,029
Central	19,037,290	0	496,205	19,533,495
Operation of Non-Instructional Services	0	0	29,992,148	29,992,148
Extracurricular Activities	2,347,632	0	1,582,664	3,930,296
Capital Outlay	163,310	0	80,719,987	80,883,297
Debt Service:				
Principal Retirement	0	27,250,000	0	27,250,000
Interest & Fiscal Charges	0	35,883,608	0	35,883,608
Total Expenditures	417,000,133	63,690,485	188,501,302	669,191,920
Excess (Deficiency) of Revenues Over Expenditures	37,774,320	(6,720,920)	(84,554,765)	(53,501,365)

CINCINNATI CITY SCHOOL DISTRICT, OHIO

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Other Financing Sources (Uses):				
Sale of Capital Assets	1,364,182	0	3,330,600	4,694,782
Transfers In	0	11,483,591	919,234	12,402,825
Transfers Out	(12,390,768)	0	(12,057)	(12,402,825)
Total Other Financing Sources (Uses)	<u>(11,026,586)</u>	<u>11,483,591</u>	<u>4,237,777</u>	<u>4,694,782</u>
Net Change in Fund Balance	26,747,734	4,762,671	(80,316,988)	(48,806,583)
Fund Balances at Beginning of Year	<u>131,505,880</u>	<u>28,654,095</u>	<u>156,160,141</u>	<u>316,320,116</u>
Fund Balances End of Year	<u>\$ 158,253,614</u>	<u>\$ 33,416,766</u>	<u>\$ 75,843,153</u>	<u>\$ 267,513,533</u>

See accompanying notes to the basic financial statements

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds To the Statement of Activities For the Fiscal Year Ended June 30, 2013

Net Change in Fund Balances - Total Governmental Funds \$ (48,806,583)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. 31,300,937

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (8,051,896)

Repayment of bond and lease principal is an expenditure in the governmental funds, but the transactions, however, have no effect on net position. 27,250,000

In the statement of activities, interest is accrued on outstanding bonds and long-term notes payable, whereas in governmental funds, an interest expenditure is reported when due. (2,063,508)

Some expenses reported in the statement of activities, including the long-term portion of compensated absences, do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. 7,464,408

The internal service funds are used by management to charge the costs of services to individual funds is not reported in the statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service funds are allocated among the governmental activities. (261,336)

Change in Net Position of Governmental Activities \$ 6,832,022

See accompanying notes to the basic financial statements



CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 2013***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 243,359,769	\$ 249,272,744	\$ 260,242,063	\$ 10,969,319
Tuition	5,341,635	6,468,567	1,661,407	(4,807,160)
In Lieu of Taxes	7,687,558	7,874,345	7,999,094	124,749
Investment Earnings	294,090	301,235	356,600	55,365
Intergovernmental - State	180,435,031	184,819,108	183,288,284	(1,530,824)
Intergovernmental - Federal	1,789,631	1,833,114	1,817,931	(15,183)
All Other Revenues	6,322,984	4,157,740	4,229,735	71,995
Total Revenues	445,230,698	454,726,853	459,595,114	4,868,261
Expenditures:				
Current:				
Instruction:				
Regular	224,383,826	220,718,224	206,609,345	14,108,879
Special	55,069,228	55,069,228	51,648,225	3,421,003
Vocational	3,397,544	3,397,544	3,186,483	211,061
Support Services:				
Pupils	31,002,931	31,002,931	29,076,971	1,925,960
Instructional Staff	22,514,423	22,514,423	21,115,785	1,398,638
Board of Education	398,602	398,602	373,840	24,762
Administration	32,414,639	28,540,639	25,718,014	2,822,625
Fiscal Services	5,897,955	5,897,955	5,534,846	363,109
Business	1,313,984	1,308,370	1,188,325	120,045
Operation and Maintenance of Plant	33,631,052	33,631,052	31,541,828	2,089,224
Pupil Transportation	30,954,401	30,954,401	29,031,021	1,923,380
Central	27,664,621	27,664,621	25,946,043	1,718,578
Extracurricular Activities	2,620,333	2,620,333	2,457,553	162,780
Capital Outlay	179,314	179,314	168,175	11,139
Total Expenditures	471,442,853	463,897,637	433,596,454	30,301,183
Excess (Deficiency) of Revenues Over (Under) Expenditures	(26,212,155)	(9,170,784)	25,998,660	35,169,444

CINCINNATI CITY SCHOOL DISTRICT, OHIO

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	1,364,182	1,364,182
Transfers Out	(12,390,768)	(12,390,768)	(12,390,768)	0
Advances In	13,321,856	13,321,856	13,321,856	0
Advances Out	(25,644,057)	(29,235,439)	(29,235,439)	0
Refund of Prior Year's Expenditures	0	0	3,706,961	3,706,961
Refund of Prior Year's Receipts	(151,506)	(151,506)	(151,506)	0
Total Other Financing Sources (Uses):	<u>(24,864,475)</u>	<u>(28,455,857)</u>	<u>(23,384,714)</u>	<u>5,071,143</u>
Net Change in Fund Balance	(51,076,630)	(37,626,641)	2,613,946	40,240,587
Fund Balance at Beginning of Year	109,347,959	109,347,959	109,347,959	0
Prior Year Encumbrances	8,130,052	8,130,052	8,130,052	0
Fund Balance at End of Year	<u>\$ 66,401,381</u>	<u>\$ 79,851,370</u>	<u>\$ 120,091,957</u>	<u>\$ 40,240,587</u>

See accompanying notes to the basic financial statements

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Statement of Net Position
Proprietary Fund
June 30, 2013***

	Governmental Activities - Internal Service Fund
	<hr/>
Assets:	
<i>Current Assets:</i>	
Equity in Pooled Cash and Investments	\$ 10,984,557
Total Assets	<hr/> 10,984,557 <hr/>
Liabilities:	
<i>Current Liabilities:</i>	
Accounts Payable	33,100
Claims Payable	3,110,000
Total Liabilities	<hr/> 3,143,100 <hr/>
Net Position:	
Unrestricted	7,841,457
Total Net Position	<hr/> \$ 7,841,457 <hr/>

See accompanying notes to the basic financial statements

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Statement of Revenues, Expenses and Changes in Fund Net Position Proprietary Fund For the Fiscal Year Ended June 30, 2013

	Governmental Activities - Internal Service Fund
Operating Revenues:	
Interfund Charges	\$ 44,433,080
Total Operating Revenues	<u>44,433,080</u>
Operating Expenses:	
Claims	<u>44,694,416</u>
Total Operating Expenses	<u>44,694,416</u>
Change in Net Position	(261,336)
Net Position Beginning of Year	<u>8,102,793</u>
Net Position End of Year	<u>\$ 7,841,457</u>

See accompanying notes to the basic financial statements

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Statement of Cash Flows

Proprietary Fund

For the Fiscal Year Ended June 30, 2013

	Governmental Activities - Internal Service Fund
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Interfund Charges	\$44,441,855
Cash Payments for Claims	(44,427,659)
Net Cash Provided by Operating Activities	<u>14,196</u>
 Net Change in Cash and Cash Equivalents	 14,196
 Cash and Cash Equivalents at Beginning of Year	 <u>10,970,361</u>
Cash and Cash Equivalents at End of Year	<u><u>\$10,984,557</u></u>
 <u>Reconciliation of Operating Loss to Net Cash</u>	
<u>Provided by Operating Activities:</u>	
Operating Loss	(\$261,336)
Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities:	
Changes in Assets and Liabilities:	
Decrease in Accounts Receivable	15,432
Increase in Accounts Payable	33,100
Increase in Claims Payable	<u>227,000</u>
Total Adjustments	<u>275,532</u>
Net Cash Provided by Operating Activities	<u><u>\$14,196</u></u>

See accompanying notes to the basic financial statements

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Statement of Net Position *Fiduciary Funds* *June 30, 2013*

	Private Purpose Trust Special Trust Fund	Agency
Assets:		
Equity in Pooled Cash and Investments	\$ 1,076,088	\$ 174,781
Investments	517,981	0
Total Assets	<u>1,594,069</u>	<u>174,781</u>
Liabilities:		
Due to Students	0	174,781
Total Liabilities	<u>0</u>	<u>174,781</u>
Net Position:		
Unrestricted	1,594,069	0
Total Net Position	<u>\$ 1,594,069</u>	<u>\$ 0</u>

See accompanying notes to the basic financial statements

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Statement of Changes in Net Position
Fiduciary Fund
For the Fiscal Year Ended June 30, 2013

	Private Purpose Trust Special Trust Fund
Additions:	
Contributions:	
Private Donations	\$ 104,297
Total Contributions	104,297
Investment Earnings:	
Interest	24,422
Net Change in the Fair Value of Investments	84,828
Total Investment Earnings	109,250
Total Additions	213,547
Deductions:	
Administrative Expenses	2,451
Community Services	173,863
Extracurricular	6,595
Total Deductions	182,909
Change in Net Position	30,638
Net Position at Beginning of Year	1,563,431
Net Position End of Year	\$ 1,594,069

See accompanying notes to the basic financial statements

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Cincinnati City School District, Ohio (District) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The District is a city school district as defined by Section 3311.02 of the Ohio Revised Code. The District operates under a locally elected seven member Board of Education and is responsible for the provision of public education to residents of the District. The District also provides both special education and career/technical education for residents of the District.

The District is the third largest in the State of Ohio and includes the cities of Cincinnati and Cheviot, and the villages of Amberley and Golf Manor, most of the city of Silverton, and part of each of the following: the city of Wyoming, the village of Fairfax and the townships of Anderson, Columbia, Delhi, Green and Springfield. The District's total area is approximately 90 square miles. As of June 30, 2013, the District employed 4,128 employees, including 3,192 certified by the Ohio Department of Education serving as classroom teachers, education specialists and administrators.

The accompanying basic financial statements comply with the provisions of GASB Statement No. 14, *"The Financial Reporting Entity,"* as amended by GASB Statement No. 39, *"Determining Whether Certain Organizations are Component Units"* in that the financial statements include all organizations, activities, and functions for which the District (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing board and either the District's ability to impose its will over the organization or the possibility that the organization will provide a financial benefit to, or impose a financial burden on the District. Based on the foregoing, the reporting entity of the District includes the following services: instructional (regular, special education, vocational), student guidance, extracurricular activities, food service, pupil transportation and care and upkeep of grounds and buildings.

The accounting policies and financial reporting practices of the District conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of its significant accounting policies.

B. Basis of Presentation – Financial Statements

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. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses. Interfund services provided and used are not eliminated in the process of consolidation.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation – Financial Statements (Continued)

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 a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which 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 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 financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets, current liabilities and deferred inflows of resources, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

The proprietary fund type is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of this fund are included on the statement of net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activity.

Fiduciary funds, except for agency funds, are reported using the economic resources measurement focus. Agency funds do not have a measurement focus due to their custodial nature (assets equal liabilities).

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Fund Accounting

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. The various funds are grouped into the categories governmental, proprietary and fiduciary.

Governmental Funds - These are funds through which most governmental functions typically are financed. The acquisition, use and balances of the District's expendable financial resources and the related current liabilities are accounted for through governmental funds. The measurement focus is upon determination of "current financial resources" (sources, uses and balances of financial resources). The following are the District's major governmental funds:

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

Debt Service Fund - This fund is used to account for resources that are used for payment of principal, interest and fiscal charges on general obligation debt.

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

Proprietary Fund - The proprietary fund is accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and all liabilities associated with the operation of the proprietary funds are included on the balance sheet. The proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total position.

Internal Service Fund - The internal service fund is used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District or to other governments on a cost-reimbursement basis. The Self Insurance Fund accounts for the premiums and claims payments applicable to the employee health and dental plans.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation - Fund Accounting (Continued)

Fiduciary Funds – Fiduciary fund reporting focuses on net position and changes in net position. The District has two types of fiduciary funds: a private-purpose trust fund and an agency fund. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations or other governments and therefore not available to support the District's own programs. The District's only trust fund is a private purpose trust that accounts for scholarship programs for students. The private purpose trust fund is accounted for on an "economic resources" measurement focus. The District's agency fund accounts for various student-managed activity programs. The agency fund is custodial in nature (assets equal liabilities) and does not involve the measurement of results of operations.

D. Basis of Accounting

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the District is considered to be 60 days after fiscal year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due.

Under the modified accrual basis, the following revenue sources are considered susceptible to accrual at year end: property taxes, tuition, grants and entitlements, student fees, and interest on investments.

Current property taxes measurable at June 30, 2013, and which are not intended to finance fiscal 2013 operations, have been recorded as deferred inflows of resources. Delinquent property taxes measurable and available (received within 60 days) and amounts available as an advance on future tax settlements are recognized as revenue at year end. The District is prohibited by law from appropriating this revenue in accordance with ORC Section 5705.35, since an advance of revenue was not requested or received prior to the fiscal year end.

The accrual basis of accounting is utilized for reporting purposes by the government-wide financial statements, proprietary funds and the fiduciary funds. Revenues are recognized when they are earned and expenses are recognized when incurred.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

Revenues – Exchange and Non-exchange Transactions – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place.

Nonexchange 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 resources 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, revenue from nonexchange transactions must also be available before it can be recognized.

E. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year.

All funds other than agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. Funds that exist only on a modified accrual basis are not required to be budgeted and appropriated. The primary level of budgetary control is at the fund level. Supplemental budgetary modifications may only be made by resolution of the Board of Education.

1. Tax Budget

By January 15, the Superintendent and Treasurer submit an annual operating budget for the following fiscal year to the Board of Education for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by January 20 of each year for the period July 1 to June 30 of the following fiscal year.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

2. Estimated Resources

Prior to April 1, the Board accepts by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about July 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement, as final budget, reflect the amounts in the final amended official certificate of estimated resources issued during fiscal year 2013.

3. Appropriations

A temporary appropriation measure to control expenditures may be passed on or about July 1 of each year for the period July 1 through September 30. An annual appropriation resolution must be passed by October 1 of each year for the period July 1 through June 30. The appropriation resolution establishes spending controls at the fund level. The appropriation resolution may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year by management. During the year, several supplemental appropriations were necessary to budget the use of contingency funds. Administrative control is maintained through the establishment of more detailed line-item budgets. Amounts for advances between funds are not required to be and are not appropriated by the District. In addition, due to the nature of the District's procedures for the funding of payroll expenditures through a holding account, certain transfers are also not formally appropriated. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual" are provided on the budgetary basis to provide a comparison of actual results to the final budget, modified for the aforementioned advances and transfers, including all amendments and modifications.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

4. Lapsing of Appropriations

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the subsequent fiscal year and need not be reappropriated.

5. Budgetary Basis of Accounting

The District's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting. Encumbrances are also recorded as the equivalent of expenditures on the budgetary basis.

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

Net Change in Fund Balance	
	General Fund
GAAP Basis (as reported)	\$26,747,734
Increase (Decrease):	
Accrued Revenues at June 30, 2013, received during FY 2014	(43,189,516)
Accrued Revenues at June 30, 2012, received during FY 2013	34,932,722
Accrued Expenditures at June 30, 2013, paid during FY 2014	37,517,980
Accrued Expenditures at June 30, 2012, paid during FY 2013	(24,992,521)
Interfund Activity 2013	(15,913,583)
Encumbrances Outstanding	(12,488,870)
Budget Basis	<u>\$2,613,946</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Cash and Cash Equivalents

The District pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintained its own cash and investment account. See Note 6, "Cash, Cash Equivalents and Investments."

For purposes of the Statement of Cash Flows, the District considers all highly liquid investments with a maturity when purchased of three months or less to be cash equivalents. All cash and investments of the proprietary fund types are pooled with the District's pooled cash and investments.

G. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the District records all its investments at fair value. See Note 6, "Cash, Cash Equivalents and Investments."

The District has invested funds in the STAR Ohio during 2013. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on June 30, 2013. See Note 6, "Cash, Cash Equivalents and Investments."

H. Inventory

Inventory is stated at cost (first-in, first-out) in the governmental funds. The costs of inventory items are recorded as expenditures in the governmental funds when used. The amounts of unused commodities are reported at fair value and as deferred inflows of resources – unavailable amounts, since title does not pass to the District until the commodities are used.

I. Capital Assets and Depreciation

1. Property, Plant and Equipment - Governmental Activities

Capital assets acquired or constructed for governmental activities are recorded as expenditures in the governmental funds when acquired and are capitalized at cost (or estimated historical cost for assets not purchased in recent years) in the Government-wide Statement of Net Position.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Capital Assets and Depreciation (Continued)

1. Property, Plant and Equipment - Governmental Activities (Continued)

Contributed capital assets are recorded at fair market value at the date received. The District capitalizes costs of capital assets exceeding \$25,000 (non-Federal Funds) and \$5,000 for assets purchased with Federal Funds. Capital asset values were initially determined by identifying historical costs where such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

2. Depreciation

All capital assets, except land and construction in progress, are depreciated. Land improvements that deteriorate with use or the passage of time, such as parking lots and fences, are considered depreciable. Depreciation has been provided using the straight-line method over the following estimated useful lives:

Description	Estimated Lives (in years)
Land Improvements	10 - 20
Buildings and Improvements	30 - 50
Furniture, Fixtures and Equipment	3 - 15
Vehicles	5

J. Long-Term Obligations

Long-term liabilities are being repaid from the following funds:

Obligation	Fund
General Obligation Bonds	Debt Service Fund
Capital Leases	Debt Service Fund
Compensated Absences	General Fund, Food Services Fund

K. Compensated Absences

GASB Statement No. 16 specifies that compensated absences should be accrued as employees earn them if both of the following conditions are met:

1. The employee's rights to receive compensation are attributable to services already rendered.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Compensated Absences (Continued)

2. It is probable that the employer will compensate the employee for the benefits through paid time off or cash payment. The District includes in its liabilities any employee who has at least 20 years of service or an employee who has five years of service and is at least 60 years of age.

The District's policies regarding compensated absences are determined by state laws and/or negotiated agreements. In summary, the policies are as follows:

	<u>Certificated</u>	<u>Administrators</u>	<u>Non-Certificated</u>
<u>Vacation:</u> How Earned	Not Eligible	2.7 days per month of employment (27 days per year)	.84 days to 1.67 days per month of employment (10 to 20 days per year) depending on length of service.
Maximum Accumulation	Not Applicable	54 days	2 times the yearly accrual plus current year's accumulation
Vested	Not Applicable	As Earned	As Earned
Termination Entitlement	Not Applicable	Paid upon termination	Paid upon termination
<u>Sick Leave:</u> How Earned	1.25 days month of employment (15 days per year. If 96% attendance, then 1 additional day.	1.25 days month of employment (15 days per year.	1.25 days month of employment (15 days per year.
Maximum Accumulation	Unlimited	Unlimited	Unlimited
Vested	As Earned	As Earned	As Earned
Termination Entitlement	½ paid upon retirement or upon death with minimum service requirement. ¼ for all new hires after 6/30/04.	½ paid upon retirement or upon death with minimum service requirement. ¼ for all days earned after 9/1/01.	½ paid upon retirement or upon death with minimum service requirement. ¼ for all new hires after 6/30/04.
<u>Personal Leave:</u> How Earned	3 days granted as of August 1	3 days granted as of August 1	3 days granted as of August 1
Maximum Accumulation	Not Applicable Converted to sick leave on August 1	Not Applicable Converted to sick leave on August 1	Not Applicable Converted to sick leave on August 1
Vested	Not Applicable	Not Applicable	Not Applicable
Termination Entitlement	Not Applicable	Not Applicable	Not Applicable

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Compensated Absences (Continued)

Compensated absences accumulated by governmental fund type employees are retired as an expense when earned in the government-wide financial statements. For governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported in the fund financial statements.

L. Net Position

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

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

M. Pensions

The provision for pension costs is recorded when the related payroll is accrued and the obligation is incurred.

N. Interfund Activity

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.

O. Restricted Assets

Restricted assets in the governmental funds represent cash and cash equivalents set aside to establish a budget stabilization reserve, amounts set aside for debt retirement purposes and amounts to be utilized for capital improvements. The budget stabilization reserve is required by State statute and can be used only after receiving approval from the Board of Education.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Fund Balance

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

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

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

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

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

Unassigned - Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned. The District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate 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 then. The District has one item that qualifies for reporting in this category. The deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial 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 that time. On the government-wide statement of net position and governmental funds balance sheet, property taxes that are intended to finance future fiscal periods are reported as deferred inflows. The governmental funds balance sheet reports deferred inflows which arise only under a modified accrual basis of accounting. The governmental funds report unavailable amounts for certain miscellaneous receivables, interest receivable and grant monies. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

R. Estimates

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

S. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are interfund charges for the internal service fund. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

T. Revenue in Lieu of Taxes

Revenue in Lieu of Taxes are monies received, via agreements with the City of Cincinnati, Hamilton County and certain townships that overlap the District, in an attempt to “make whole” tax revenues that were lost via abatements, enterprise zones or Tax Increment Financing plans created within their jurisdictions.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 2 – CHANGE IN ACCOUNTING PRINCIPLE

For 2013 the District implemented GASB Statement No. 62, “*Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*,” GASB Statement No. 63, “*Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*” and GASB Statement No. 65, “*Items Previously Reported as Assets and Liabilities*”.

Statement No. 62 incorporated into the GASB’s authoritative literature certain accounting and financial reporting guidance that is included in Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins of the American Institute of Certified Public Accountants’ (AICPA) Committee on Accounting Procedure issued on or before November 30, 1989 which does not conflict with or contradict GASB pronouncements.

Statement No. 63 provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related disclosures. GASB 63 standardizes the presentation of deferred outflows of resources and deferred inflows of resources and their effects on a government’s net position.

Statement No. 65 provides guidance on how to properly classify items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources. In addition, guidance is provided on recognizing certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues).

The implementation of these GASB Statements had no impact on beginning of year fund balance/net position. Previously reported deferred bond issuance costs of \$3,644,280 were expensed in the Statement of Activities.

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CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 3 – FUND BALANCES

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

<u>Fund Balances</u>	<u>General Fund</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Nonspendable:				
Inventories	\$0	\$0	\$152,162	\$152,162
Unclaimed Monies	974,486	0	0	974,486
Endowment	0	0	768,034	768,034
Total Nonspendable	<u>974,486</u>	<u>0</u>	<u>920,196</u>	<u>1,894,682</u>
Restricted:				
Targeted Assistance	0	0	13,679,715	13,679,715
Non-Public School Assistance	0	0	1,369,974	1,369,974
Food Service	0	0	8,007,071	8,007,071
Construction and Maintenance	0	0	55,859,479	55,859,479
Debt Service	0	33,416,766	0	33,416,766
Total Restricted	<u>0</u>	<u>33,416,766</u>	<u>78,916,239</u>	<u>112,333,005</u>
Assigned to Other Purposes	8,521,334	0	0	8,521,334
Unassigned	148,757,794	0	(3,993,282)	144,764,512
Total Fund Balances	<u>\$158,253,614</u>	<u>\$33,416,766</u>	<u>\$75,843,153</u>	<u>\$267,513,533</u>

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CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 4 – EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES AND THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government – wide statement of activities. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

Amount by which capital outlays exceeded depreciation in the current period:

Capital Asset Additions	\$52,598,100
Depreciation Expense	(21,297,163)
	<u>\$31,300,937</u>

Governmental revenues not reported in the funds:

Decrease in Delinquent Tax Revenue	(\$1,490,667)
Increase in Accounts Receivable	229,999
Increase in Interest Receivable	2,347
Decrease in Grants Receivable	(6,793,575)
	<u>(\$8,051,896)</u>

Net amount of long-term bond issuance and principal payments:

Bond Principal Payment	\$26,350,000
Capital Lease Payment	900,000
	<u>\$27,250,000</u>

Interest expense not reported in the funds:

Decrease in accrued interest on long term debt	\$153,604
Amortization of Bond Premium	2,839,070
Amortization of Deferred Loss on Defeasance	(1,411,902)
Amortization of Bond Issuance Costs	(3,644,280)
	<u>(\$2,063,508)</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 5 – DEFICIT FUND EQUITIES

The fund deficits at June 30, 2013 of \$490,197 in the ARRA Fund, \$1,217 in the Schoolwide Building Program Fund and of \$134,713 in the Miscellaneous Federal Grants Fund (special revenue funds) and of \$3,448,155 in the Building Fund (capital project fund) arise from the recognition of expenditures on the modified accrual basis which are greater than expenditures recognized on the budgetary basis. The deficits do not exist under the budgetary/cash basis of accounting. The General Fund provides operating transfers when cash is required, not when accruals occur.

NOTE 6 - CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash, cash equivalents and investments. In addition, investments are separately held by a number of individual funds.

Statutes require the classification of funds held by the District into three categories. Category 1 consists of “active” funds - those funds required to be kept in a “cash” or “near cash” status for immediate use by the District. Such funds must be maintained either as cash in the District Treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts.

Category 2 consists of “inactive” funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories.

Category 3 consists of “interim” funds - those funds which are not needed for immediate use but, which will be needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 6 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Interim deposits in eligible institutions applying for interim funds;
- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

A. Deposits

Custodial credit risk is the risk that in the event of bank failure, the government's deposits may not be returned. Protection of District cash and deposits is provided by the federal deposit insurance corporation as well as qualified securities pledged by the institution holding the assets. Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the District places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

At year end the carrying amount of the District's deposits was \$222,827,596 and the bank balance was \$224,266,010. The Federal Deposit Insurance Corporation (FDIC) covered \$750,000 of the bank balance and \$223,516,010 was insured by collateralized securities held by the pledging institution's trust department in the District's name.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 6 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

B. Investments

The District's investments at June 30, 2013 were as follows:

	Fair Value	Credit Rating as of June 30, 2012	Investment Maturities (in Years)		
			less than 1	1-3	3+
STAR Ohio	\$4,744,527	AAAm ²	\$4,744,527	\$0	\$0
Freddie Mac	3,253,042	Aaa ¹ , AA+ ²	3,003,240	249,802	0
FNMA	13,610,244	Aaa ¹ , AA+ ²	1,988,920	7,013,830	4,607,494
FFCB	35,110,312	Aaa ¹ , AA+ ²	12,010,110	21,476,927	1,623,275
FHLB	15,955,461	Aaa ¹ , AA+ ²	5,003,875	9,500,305	1,451,281
Common Stock	822,918	N/A	0	0	0
Total Investments	<u>\$73,496,504</u>		<u>\$26,750,672</u>	<u>\$38,240,864</u>	<u>\$7,682,050</u>

¹ Moody's Investor Service

² Standard & Poor's

Interest Rate Risk – The District's formal policy relating to interest rate risk follows the Ohio Revised Code which generally limits security purchases to those that mature within five years of settlement date.

Concentration of Credit Risk – The District places no limit on the amount the District may invest in one issuer. Of the District's total investments, 6.5% are Star Ohio, 4.4% are Freddie Mac, 18.5% are FNMA, 47.8% are FFCB, 21.7% are FHLB and 1.1 % are common stock (all donated).

Custodial Credit Risk – For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The District has no policy on custodial credit risk and is governed by Ohio Revised Code as described under Deposits.

Credit Risk – The District has not formally adopted its own investment policy but does follow the Ohio Revised Code (ORC) which limits the amount of credit risk it's going to allow any governmental entity to become involved in. It accomplishes this by compiling a specific list of investments, to the exclusion of all other investments, which governmental entities are legally allowed to participate in. The District further minimizes its credit risk by placing most of its available funds in obligations of the US Government or its Agencies; STAR Ohio, which is comprised mostly of US Government and Agency obligations and is specifically authorized and endorsed by the Ohio State Treasurer.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 6 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

C. Reconciliation of Cash, Cash Equivalents and Investments

The classification of cash, cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. Certificates of deposit with an original maturity of three months or less are treated as cash equivalents. The classification of cash and cash equivalents (deposits) for purposes of this note are based on criteria set forth in GASB Statement No. 3.

	Pooled Cash and Investments *	Investments
Per Combined Balance Sheet	\$295,501,182	\$822,918
U.S. Government Securities	(67,929,059)	67,929,059
STAR Ohio	(4,744,527)	4,744,527
Per GASB Statement No. 3	<u>\$222,827,596</u>	<u>\$73,496,504</u>

* - Includes restricted pooled cash and investments

NOTE 7 - PROPERTY TAXES

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

Property taxes include amounts levied against all real and public utility property located in the District. Real property tax revenue received in calendar 2013 represents collections of calendar year 2012 taxes. Real property taxes received in calendar year 2013 were levied after April 1, 2012, on the assessed value listed as of January 1, 2012, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 7 - PROPERTY TAXES (Continued)

Public utility property tax revenue received in calendar 2013 represents collections of calendar year 2012 taxes. Public utility real and tangible personal property taxes received in calendar year 2013 became a lien December 31, 2010, were levied after April 1, 2012 and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The County Auditors periodically advance to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2013, are available to finance fiscal year 2013 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2013 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflows of resources.

The amount available as an advance at June 30, 2013 was \$25,891,406 in the general fund and \$2,997,397 in the debt service fund. The amount available as an advance at June 30, 2012, was \$34,595,000 in the general fund and \$3,780,000 in the debt service fund.

On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue has been recorded as a deferred inflow of resources.

NOTE 8 - RECEIVABLES

Receivables at June 30, 2013 consisted of taxes, accounts receivable, interest receivable, interfund and intergovernmental receivables.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 9 - TRANSFERS

Following is a summary of transfers in and out for all funds at June 30, 2013:

<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General Fund	\$0	\$12,390,768
Debt Service Fund	11,483,591	0
Other Governmental Funds	919,234	12,057
Total All Funds	<u>\$12,402,825</u>	<u>\$12,402,825</u>

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

The General Fund provided transfers of \$11,483,591 to the Debt Service Fund for the retirement of various debt issues and \$907,177 to the Other Governmental Funds to provide operating funds. Other governmental funds' transfers out consisted of transfers to the Schoolwide Building Program Fund, a fund within the Other Governmental Funds, for current year funding.

NOTE 10 - INTERFUND RECEIVABLES/PAYABLES

Interfund loans receivable/payable and advances to/from other funds at June 30, 2013 from one individual fund to another are as follows:

<u>Fund</u>	<u>Receivables</u>	<u>Payables</u>
General Fund	\$21,297,615	\$1,296,364
Other Governmental Funds	255,940	20,257,191
Total	<u>\$21,553,555</u>	<u>\$21,553,555</u>

The interfund balances represent amounts due between funds resulting from timing differences.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 11 - CAPITAL ASSETS

Summary by category of changes in governmental activities capital assets at June 30, 2013:

Historical Cost:

Class	June 30, 2012	Additions	Deletions	June 30, 2013
Capital Assets Not Being Depreciated:				
Land	\$37,384,776	\$411,813	(\$1,456,992)	\$36,339,597
Construction In Progress	213,274,523	44,466,689	(107,879,838)	149,861,374
Subtotal	<u>250,659,299</u>	<u>44,878,502</u>	<u>(109,336,830)</u>	<u>186,200,971</u>
Capital Assets Being Depreciated:				
Land Improvements	10,304,697	1,855,345	(1,160,897)	10,999,145
Buildings and Improvements	863,785,984	116,602,049	(5,774,984)	974,613,049
Furniture, Fixtures, and Equipment	4,542,399	398,368	(3,442,212)	1,498,555
Vehicles	824,267	47,307	0	871,574
Subtotal	<u>879,457,347</u>	<u>118,903,069</u>	<u>(10,378,093)</u>	<u>987,982,323</u>
Total Cost	<u>\$1,130,116,646</u>	<u>\$163,781,571</u>	<u>(\$119,714,923)</u>	<u>\$1,174,183,294</u>
Accumulated Depreciation:				
Class	June 30, 2012	Additions	Deletions	June 30, 2013
Land Improvements	(\$7,829,718)	(\$234,758)	\$975,510	(\$7,088,966)
Buildings and Improvements	(122,306,041)	(20,918,717)	5,774,984	(137,449,774)
Furniture, Fixtures, and Equipment	(2,574,634)	(105,040)	1,780,958	(898,716)
Vehicles	(756,941)	(38,648)	0	(795,589)
Total Depreciation	<u>(\$133,467,334)</u>	<u>(\$21,297,163) *</u>	<u>\$8,531,452</u>	<u>(\$146,233,045)</u>
Net Value:	<u>\$996,649,312</u>			<u>\$1,027,950,249</u>

* Depreciation expenses were charged to governmental functions as follows:

Instruction:	
Regular	\$392,339
Special	2,345
Vocational	5,484
Support Services:	
Pupils	31,660
Instructional Staff	1,002
Fiscal Services	891
Operation and Maintenance of Plant	323,949
Central	60,493
Other Noninstructional Services	20,479,000
Total Depreciation Expense	<u>\$21,297,163</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 12 - DEFINED BENEFIT PENSION PLANS

All of the District's full-time employees participate in one of two separate retirement systems which are cost-sharing, multiple-employer defined benefit pension plans.

A. School Employee Retirement System

Plan Description - The District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report can be obtained on SERS' website, www.ohsers.org under Employers/Audit Resources.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2013, the allocation to pension and death benefits was 13.10 percent. The remaining 0.90 percent of the 14 percent employer contribution rate is allocated to the Medicare B and Health Care funds. The District's contributions for pension obligations to SERS for the fiscal years ended June 30, 2013, 2012 and 2011 were \$7,573,202, \$9,341,956 and \$6,379,446 respectively, which were equal to the required contributions for each year.

B. State Teachers Retirement System

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

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. The

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 12 - DEFINED BENEFIT PENSION PLANS (Continued)

B. State Teachers Retirement System (Continued)

Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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

Funding Policy - For the fiscal year ended June 30, 2013, plan members were required to contribute 10 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2012, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2013, 2012, and 2011 were \$24,432,597, \$24,160,847, and \$23,222,271, respectively; which were equal to the required contributions for each year.

C. Social Security System

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

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 13 - POSTEMPLOYMENT BENEFITS

A. School Employee Retirement System

Plan Description – The District participates in two cost-sharing multiple employer defined benefit OPEB plans administered by the School Employees Retirement System (SERS) for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's, Medicare Advantage, and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligations to contribute are established by the SERS based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which can be obtained on SERS' website, www.ohsers.org under Employers/Audit Resources.

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). For 2013, 0.16 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2013, this amount was \$20,525.

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

The District's contributions for health care for the fiscal years ended June 30, 2013, 2012, and 2011 were \$92,497, \$404,573, and \$772,448 respectively; which were equal to the required contributions for each year.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2013, this actuarially required allocation was 0.74 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2013, 2012, and 2011 were \$427,799, \$551,690, and \$410,532 respectively; which were equal to the required contributions for each year.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 13 - POSTEMPLOYMENT BENEFITS (Continued)

B. State Teachers Retirement System

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

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2013, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The District's contributions for health care for the fiscal years ended June 30, 2013, 2012, and 2011 were \$1,879,431, \$1,858,527, and \$1,786,329 respectively; which were equal to the required contributions for each year.

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CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 14- LONG-TERM DEBT AND OTHER OBLIGATIONS

Detail of the changes in the long-term debt of the District for the year ended June 30, 2013 is as follows:

		Balance June 30, 2012	Additions	Deductions	Balance June 30, 2013	Amount Due Within One Year
School Improvement	0.970%	\$5,000,000	\$0	\$0	\$5,000,000	\$0
(Original Issue Amount = \$5,000,000)						
School Improvement	3.25-5.375%	24,805,000	0	(12,075,000)	12,730,000	12,730,000
(Original Issue Amount = \$480,000,000)						
School Improvement Refunding	3.0-5.0%	68,765,000	0	(6,285,000)	62,480,000	6,595,000
(Original Issue Amount = \$69,405,000)						
School Improvement Refunding	4.0-5.25%	359,640,000	0	(3,665,000)	355,975,000	3,855,000
(Original Issue Amount = \$380,945,000)						
School Improvement Refunding	2.5-5.25%	104,900,000	0	(4,325,000)	100,575,000	4,455,000
(Original Issue Amount = \$104,900,000)						
Energy Conservation	5.439%	21,715,000	0	0	21,715,000	0
(Original Issue Amount = \$21,715,000)						
Energy Conservation	4.991%	3,000,000	0	0	3,000,000	0
(Original Issue Amount = \$3,000,000)						
Energy Conservation	5.150%	26,250,000	0	0	26,250,000	413,000
(Original Issue Amount = \$26,250,000)						
Sub-Total General Obligation Bonds		614,075,000	0	(26,350,000)	587,725,000	28,048,000
Premium General Obligation Bond		45,987,686	0	(2,839,070)	43,148,616	2,839,070
Total General Obligation Bonds		660,062,686	0	(29,189,070)	630,873,616	30,887,070
Capital Leases Payable	4.0-5.0%	106,715,000	0	(900,000)	105,815,000	940,000
Total Capital Leases Payable		106,715,000	0	(900,000)	105,815,000	940,000
Compensated Absences		54,472,945	5,821,696	(19,329,852)	40,964,789	5,821,696
Total Governmental Long-Term Debt		\$821,250,631	\$5,821,696	(\$49,418,922)	\$777,653,405	\$37,648,766

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 14- LONG-TERM DEBT AND OTHER OBLIGATIONS (Continued)

A. Principal and Interest Requirements

A summary of the District's future long-term debt funding requirements including principal and interest payments as of June 30, 2013 follows:

Years	General Obligation Bonds		
	Principal	Interest	Total
2014	\$28,048,000	\$29,385,481	\$57,433,481
2015	30,056,000	28,044,921	58,100,921
2016	26,246,000	26,735,746	52,981,746
2017	32,550,000	25,468,621	58,018,621
2018	28,860,000	24,089,496	52,949,496
2019-2023	145,850,000	99,105,576	244,955,576
2024-2028	164,375,000	61,071,423	225,446,423
2029-2032	131,740,000	18,917,470	150,657,470
Totals	<u>\$587,725,000</u>	<u>\$312,818,734</u>	<u>\$900,543,734</u>

B. Defeased Debt

In September 2006, the District partially refunded \$397,305,000 of General Obligation Bonds for School Improvement, dated May 6, 2003, original issue amount \$480,000,000, through the issuance of \$380,945,000 of General Obligation Bonds. The net proceeds of the 2006 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States Government and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$397,305,000 at June 30, 2013, are not included in the District's outstanding debt since the District has in-substance satisfied its obligations through the advance refunding.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 14- LONG-TERM DEBT AND OTHER OBLIGATIONS (Continued)

B. Defeased Debt (Continued)

In July 2005, the District refunded \$70,095,000 of General Obligation Bonds for School Improvement Series 2001, through the issuance of \$69,405,000 of General Obligation Bonds. The net proceeds of the 2006 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States Government and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$63,795,000, at June 30, 2013, are not included in the District's outstanding debt since the District has in-substance satisfied its obligations through the advance refunding.

In May 2010, the District refunded \$93,495,000 of General Obligation Bonds for School Improvement Series 2002, original issue amount of \$120,000,000, through the issuance of \$104,900,000 of School Improvement Refunding Bonds, Series 2010. Proceeds in the amount of \$103,964,664 from the 2010 Refunding Bond have been invested in obligations guaranteed as to both principal and interest by the United States Government and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$72,280,000, at June 30, 2013, are not included in the District's outstanding debt since the District has in-substance satisfied its obligations through the advance refunding.

NOTE 15 - CAPITAL LEASE COMMITMENT

The District is party to one lease, for various school facilities, that meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases," which defines a capital lease as one which transfers benefits and risks of ownership to the lessee. The costs of the leased assets are accounted for in the Governmental Activities Capital Assets and the related liabilities in the Governmental Activities Long-Term Liabilities. The original cost of the assets under capital lease is \$120,365,000. The leased assets are recorded as buildings within the Capital Asset Footnote.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 15 - CAPITAL LEASE COMMITMENT (Continued)

The following is a schedule of the future minimum lease payments under the capital leases together with the present value of the net minimum lease payments as of June 30, 2013:

<u>Year Ending June 30,</u>	<u>Capital Leases</u>
2014	\$6,194,387
2015	6,189,909
2016	6,184,788
2017	6,182,288
2018	6,182,162
2019-2023	35,634,494
2024-2028	55,373,625
2029-2033	58,533,750
Minimum Lease Payments	180,475,403
Less: Amount representing interest at the District's incremental borrowing rate of interest	(74,660,403)
Present value of minimum lease payments	<u><u>\$105,815,000</u></u>

NOTE 16 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The District maintains comprehensive insurance coverage with private carriers for real property, boilers and machinery, building contents, general/Board liability and vehicles. Vehicle policies include liability coverage for bodily injury and property damage. Real Property and contents are covered with a \$250,000 deductible.

There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three fiscal years.

For fiscal year 2013 the District participated in the Ohio Bureau of Workers Compensation Retrospective Rating Program, which requires a minimum 31% annual premium payment plus actual claims from District employees for the prior 10 calendar years. The cost for Workers Compensation claims paid in fiscal year 2013 was \$1,536,251. The premium cost paid in fiscal year 2013 was \$1,489,531. Premium cost is for administrative charges for Ohio Bureau of Workers Compensation. In addition to the claims paid during fiscal year 2013, the Ohio Bureau of Workers Compensation established a reserve of \$1,982,066 for future claim payments.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 16 - RISK MANAGEMENT (Continued)

The District is self insured for employee health care. The District began accounting for the self-insurance in a separate Internal Service Fund in 2001. The Self Insurance Fund pays covered claims to service providers, and recovers these costs from charges to other funds based on a rate of 22.59% of gross payroll. Incurred but not reported liabilities (IBNR's) are determined by the Actuarial Firm of Timothy P. Berghoff, FSA, MAAA. For the fiscal year ending June 30, 2013, the IBNR's were determined to be \$3,110,000.

Changes in the fund's claims liability amount in 2013 and 2012 were:

Fiscal Year	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year End
2012	\$3,361,000	\$44,715,808	(\$45,193,808)	\$2,883,000
2013	2,883,000	44,694,416	(44,467,416)	3,110,000

Dental insurance is offered to employees through Dental Care Plus. Total Premiums paid to Dental Care Plus were \$2,016,577. Dental Care Plus does not require an employee payroll deduction.

The CPS Wellness Works Program began January 1, 2013 and is managed by TriHealth (3rd party administrator), with a CPS Wellness Coordinator running the program and scheduling the events, such as health screenings, flu shots, walking logs, etc. Qualifying wellness activities are promoted on CPS's StaffNet home page and on TriHealth's website.

With the CPS Wellness Works program, benefit eligible employees (and their spouse) must complete wellness activities during a calendar year (deadline December 31), which earns the employee dollars. Wellness activities have a specific dollar value associated with each activity. CPS Wellness Works program has a scorecard with the list of approved activities. Each benefits eligible employee/spouse can earn up to \$500 per calendar year. TriHealth will notify Benesyst of how many wellness dollars each employee/spouse earned during the year. The money will be loaded on the Benny Card for use by the end of March.

There is a \$1,500 maximum limit that applies to both single and joint accounts. Once a Benny account reaches \$1,500, no further dollars will be credited to it.

The Benesyst Benny Card is a MasterCard that can be used at eligible providers to pay for HRA-eligible healthcare expenses. When an employee used the Benny Card, they need to keep the receipts for those services or products. IRS regulations may require evidence that the claim is for an HRA-eligible expense. Employees may swipe their card at a provider's or a paper claim may be filed with Benesyst, for reimbursement of paid medical expenses.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 17 – STATUTORY RESERVES

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

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

	Capital Acquisition Reserve
Set-aside Cash Balance as of June 30, 2012	\$0
Current Year Set-Aside Requirement	5,257,534
Current Year Offset Credits	(10,144,779)
Qualifying Disbursements	(35,097,234)
Total	<u>(\$39,984,479)</u>
Balance Carried Forward to FY 2014	<u>\$0</u>

While the qualifying disbursements during the fiscal year reduced the capital improvement set-aside amount to below zero, this amount may not be used to reduce the set-aside requirements of future fiscal years.

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CINCINNATI CITY SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2013

NOTE 18 - CONTINGENCIES

A. Grants

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

B. Litigation

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

C. Statewide Audit of Student Attendance Data

The Auditor of State (AOS) issued its *Statewide Audit of Student Attendance Data and Accountability System* on February 11, 2013, a statewide assessment of school year 2010-11 student attendance and enrollment practices for select Ohio schools. AOS has referred the Cincinnati City School District as a district with evidence of scrubbing to the Ohio Department of Education (ODE) and U.S. Department of Education Office of the Inspector General (IG) for further investigation and recalculation of the school report cards. The ODE and IG have not yet determined the impact of these results.

NOTE 19 - CONTRACTUAL COMMITMENTS

As of June 30, 2013, the District had entered into various construction contracts for renovations and improvements which it had a remaining unperformed and unpaid total commitment of approximately \$36.3 million.

*C*OMBINING AND *I*NDIVIDUAL *F*UND
*S*TATEMENTS AND *S*CHEDULES

*T*HE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Food Service Fund

A fund used to record financial transactions related to food service operations.

Other Grants Fund

Used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specific purposes.

Classroom Facilities Maintenance Fund

Used to account for the proceeds of a levy for the maintenance of facilities.

Auxiliary Services Fund

Used to account for monies that provide services and materials to pupils attending non-public schools within the District.

Title VI B – Special Education Assistance Fund

Used to account for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels. Also to assist in the training of teachers, supervisors and other specialists in providing educational services to the handicapped.

ARRA Fund

Used to account for ARRA (American Recovery and Reinvestment Act) funds as a result of the Federal economic stimulus package enacted in 2012 to help stabilize budgets and to avoid reductions in education and essential services. Monies are used primarily for education reform, enhanced student academic achievement and general school improvements with an emphasis on improved teacher effectiveness, technological systems and equipment and progress tracking. The District maintains three related funds (Education Stabilization, Technology – ARRA Title II-D (Formula) and (Competitive) and ARRA School Improvement – Title I) which are being reported as a single ARRA Fund.

Chapter I – Education Consolidation and Improvement Act Fund

Used to account for federal funds for services provided to meet special education needs of educationally deprived children. This includes the following federal programs; Even Start, Capital Expense, Title One and Homeless Children Education.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Special Revenue Funds

Schoolwide Building Program Fund

Used to pool Federal, State and local funds in order to upgrade the overall instructional program of a school building where at least 40 percent of the children are from low-income families.

Miscellaneous Federal Grants Fund

Used to account for various monies received through State agencies from the Federal Government or directly from the Federal Government which are not classified elsewhere. A separate cost center must be used for each grant.

Other Special Revenue Funds

The District maintains 30 special revenue funds. For reporting purposes, the District combines the 19 smallest funds into a fund titled "Other Special Revenue Funds". These combined funds account for less than ten percent (10%) of expenditures for all special revenue funds.

Capital Projects Funds

The Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust funds.

Permanent Improvement Fund

Used to account for all transactions related to the acquiring, construction or improving of such permanent improvements as are authorized by Chapter 5705 of the Ohio Revised Code.

Building Fund

Used to account for revenues and expenditures related to all special bond funds in the District.

Replacement Fund

Used to account for monies used in the rebuilding, restoration or improvement of property, which has been totally or partially destroyed due to any cause.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Permanent Fund

The Permanent Fund is used to account for the financial resources that are legally restricted in that only the earnings, not the principal, may be used to support the District's programs.

Permanent Fund

A fund used to account for money, securities, or lands which have been set aside as an investment for public school purposes. The income from such a fund may be expended, but the principal must remain intact

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Combining Balance Sheet Nonmajor Governmental Funds June 30, 2013

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Permanent Fund	Total Nonmajor Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$ 44,813,153	\$ 36,657,978	\$ 1,021,768	\$ 82,492,899
Investments	7,391	0	297,546	304,937
Receivables:				
Accounts	336,225	0	0	336,225
Intergovernmental - State and Local	259,460	2,222,089	0	2,481,549
Intergovernmental - Federal	27,902,771	0	0	27,902,771
Interest	0	16,266	0	16,266
Interfund Loans Receivable	236,498	0	0	236,498
Advances to Other Funds	19,442	0	0	19,442
Inventory of Supplies at Cost	127,936	0	0	127,936
Inventory Held for Resale	24,226	0	0	24,226
Restricted Assets:				
Cash and Cash Equivalents	0	21,018,877	0	21,018,877
Total Assets	\$ 73,727,102	\$ 59,915,210	\$ 1,319,314	\$ 134,961,626
Liabilities:				
Accounts Payable	\$ 2,237,800	\$ 4,520,729	\$ 0	\$ 6,758,529
Accrued Wages and Benefits	3,758,724	55,082	0	3,813,806
Intergovernmental Payable	1,028,068	15,066	0	1,043,134
Interfund Loans Payable	15,742,654	4,157,711	0	19,900,365
Advances from Other Funds	356,826	0	0	356,826
Total Liabilities	23,124,072	8,748,588	0	31,872,660
Deferred Inflows of Resources:				
Unavailable Amounts	25,021,260	2,224,553	0	27,245,813
Total Deferred Inflows of Resources	25,021,260	2,224,553	0	27,245,813
Fund Balances:				
Nonspendable	152,162	0	768,034	920,196
Restricted	25,974,735	52,390,224	551,280	78,916,239
Unassigned	(545,127)	(3,448,155)	0	(3,993,282)
Total Fund Balances	25,581,770	48,942,069	1,319,314	75,843,153
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 73,727,102	\$ 59,915,210	\$ 1,319,314	\$ 134,961,626

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Combining Statement of Revenues, Expenditures and Changes in Fund Balance Nonmajor Governmental Funds For the Fiscal Year Ended June 30, 2013

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Permanent Fund	Total Nonmajor Governmental Funds
Revenues:				
Tuition	\$ 828,991	\$ 0	\$ 0	\$ 828,991
Investment Earnings	36,976	221,640	75,661	334,277
Food Services	1,446,185	0	0	1,446,185
Intermediate Sources	495,048	0	0	495,048
Intergovernmental - State	11,517,931	6,611,960	0	18,129,891
Intergovernmental - Federal	72,639,530	0	0	72,639,530
All Other Revenue	9,123,498	948,811	306	10,072,615
Total Revenue	96,088,159	7,782,411	75,967	103,946,537
Expenditures:				
Current:				
Instruction:				
Regular	4,722,296	0	12,406	4,734,702
Special	23,249,886	3,871	0	23,253,757
Vocational	684,003	10,184	0	694,187
Other	763,377	0	0	763,377
Supporting Services:				
Pupils	5,055,270	0	0	5,055,270
Instructional Staff	18,381,821	0	0	18,381,821
Administration	5,684,246	0	0	5,684,246
Fiscal Services	1,024,670	50,006	0	1,074,676
Business	342	873	0	1,215
Operation & Maintenance of Plant	6,050,247	9,896,158	0	15,946,405
Pupil Transportation	120,642	0	0	120,642
Central	406,652	89,553	0	496,205
Operation of Non-Instructional Services	29,992,148	0	0	29,992,148
Extracurricular Activities	1,582,664	0	0	1,582,664
Capital Outlay	1,361,761	79,358,226	0	80,719,987
Total Expenditures	99,080,025	89,408,871	12,406	188,501,302
Excess (Deficiency) of Revenues Over Expenditures	(2,991,866)	(81,626,460)	63,561	(84,554,765)

CINCINNATI CITY SCHOOL DISTRICT, OHIO

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Permanent Fund	Total Nonmajor Governmental Funds
Other Financing Sources (Uses):				
Sale of Capital Assets	0	3,330,600	0	3,330,600
Transfers In	919,234	0	0	919,234
Transfers Out	(12,057)	0	0	(12,057)
Total Other Financing Sources (Uses)	<u>907,177</u>	<u>3,330,600</u>	<u>0</u>	<u>4,237,777</u>
Net Change in Fund Balance	(2,084,689)	(78,295,860)	63,561	(80,316,988)
Fund Balances at Beginning of Year	<u>27,666,459</u>	<u>127,237,929</u>	<u>1,255,753</u>	<u>156,160,141</u>
Fund Balances End of Year	<u>\$ 25,581,770</u>	<u>\$ 48,942,069</u>	<u>\$ 1,319,314</u>	<u>\$ 75,843,153</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Combining Balance Sheet Nonmajor Special Revenue Funds June 30, 2013

	Food Service	Other Grants	Classroom Facilities Maintenance	Auxiliary Services
Assets:				
Equity in Pooled Cash and Investments	\$ 8,988,364	\$ 6,899,169	\$ 3,620,467	\$ 2,051,774
Investments	0	0	0	0
Receivables:				
Accounts	4,927	328,435	0	0
Intergovernmental - State and Local	39,037	155,392	0	0
Intergovernmental - Federal	0	0	0	0
Interfund Loans Receivable	0	0	0	0
Advances to Other Funds	0	19,442	0	0
Inventory of Supplies at Cost	127,936	0	0	0
Inventory Held for Resale	24,226	0	0	0
Total Assets	<u>\$ 9,184,490</u>	<u>\$ 7,402,438</u>	<u>\$ 3,620,467</u>	<u>\$ 2,051,774</u>
Liabilities:				
Accounts Payable	\$ 211,194	\$ 129,453	\$ 108,442	\$ 218,230
Accrued Wages and Benefits	619,953	214,892	33,584	364,008
Intergovernmental Payable	169,566	58,775	9,186	99,562
Interfund Loans Payable	0	0	0	0
Advances from Other Funds	0	0	0	0
Total Liabilities	<u>1,000,713</u>	<u>403,120</u>	<u>151,212</u>	<u>681,800</u>
Deferred Inflows of Resources:				
Unavailable Amounts	24,544	352,243	0	0
Total Deferred Inflows of Resources	<u>24,544</u>	<u>352,243</u>	<u>0</u>	<u>0</u>
Fund Balances:				
Nonspendable	152,162	0	0	0
Restricted	8,007,071	6,647,075	3,469,255	1,369,974
Unassigned	0	0	0	0
Total Fund Balances	<u>8,159,233</u>	<u>6,647,075</u>	<u>3,469,255</u>	<u>1,369,974</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 9,184,490</u>	<u>\$ 7,402,438</u>	<u>\$ 3,620,467</u>	<u>\$ 2,051,774</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Title VI-B	ARRA	Chapter I	Schoolwide Building Program	Miscellaneous Federal Grants	Other Special Revenue	Total Nonmajor Special Revenue Funds
\$ 887,486	\$ 1,326,366	\$ 4,617,852	\$ 10,022,741	\$ 415,318	\$ 5,983,616	\$ 44,813,153
0	0	0	0	0	7,391	7,391
90	500	1,537	0	0	736	336,225
0	0	0	0	0	65,031	259,460
4,253,552	2,935,633	12,821,444	0	232,094	7,660,048	27,902,771
152,188	0	0	0	0	84,310	236,498
0	0	0	0	0	0	19,442
0	0	0	0	0	0	127,936
0	0	0	0	0	0	24,226
<u>\$ 5,293,316</u>	<u>\$ 4,262,499</u>	<u>\$ 17,440,833</u>	<u>\$ 10,022,741</u>	<u>\$ 647,412</u>	<u>\$ 13,801,132</u>	<u>\$ 73,727,102</u>
\$ 25,915	\$ 265,758	\$ 637,800	\$ 0	\$ 157,321	\$ 483,687	\$ 2,237,800
673,994	36,616	1,110,434	0	34,759	670,484	3,758,724
184,348	10,015	303,720	0	9,507	183,389	1,028,068
0	1,427,130	2,944,661	10,023,958	348,444	998,461	15,742,654
0	0	0	0	0	356,826	356,826
<u>884,257</u>	<u>1,739,519</u>	<u>4,996,615</u>	<u>10,023,958</u>	<u>550,031</u>	<u>2,692,847</u>	<u>23,124,072</u>
<u>4,253,552</u>	<u>2,932,177</u>	<u>9,790,559</u>	<u>0</u>	<u>232,094</u>	<u>7,436,091</u>	<u>25,021,260</u>
<u>4,253,552</u>	<u>2,932,177</u>	<u>9,790,559</u>	<u>0</u>	<u>232,094</u>	<u>7,436,091</u>	<u>25,021,260</u>
0	0	0	0	0	0	152,162
155,507	0	2,653,659	0	0	3,672,194	25,974,735
0	(409,197)	0	(1,217)	(134,713)	0	(545,127)
<u>155,507</u>	<u>(409,197)</u>	<u>2,653,659</u>	<u>(1,217)</u>	<u>(134,713)</u>	<u>3,672,194</u>	<u>25,581,770</u>
<u>\$ 5,293,316</u>	<u>\$ 4,262,499</u>	<u>\$ 17,440,833</u>	<u>\$ 10,022,741</u>	<u>\$ 647,412</u>	<u>\$ 13,801,132</u>	<u>\$ 73,727,102</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Combining Statement of Revenues, Expenditures and Changes in Fund Balance Nonmajor Special Revenue Funds For the Fiscal Year Ended June 30, 2013

	Food Service	Other Grants	Classroom Facilities Maintenance	Auxiliary Services
Revenues:				
Tuition	\$ 0	\$ 828,991	\$ 0	\$ 0
Investment Earnings	25,958	0	0	0
Food Services	1,417,685	28,500	0	0
Intermediate Sources	0	495,048	0	0
Intergovernmental - State	1,271,177	0	0	9,688,088
Intergovernmental - Federal	16,468,771	53,000	0	0
All Other Revenue	1,500	5,635,307	830	12,610
Total Revenue	19,185,091	7,040,846	830	9,700,698
Expenditures:				
Current:				
Instruction:				
Regular	0	1,286,691	0	0
Special	0	135,989	0	0
Vocational	0	4,206	0	0
Other	0	7,807	0	0
Supporting Services:				
Pupils	0	131,815	0	0
Instructional Staff	0	3,117,110	0	0
Administration	0	1,159,041	0	0
Fiscal Services	0	60,744	0	236,733
Business	342	0	0	0
Operation & Maintenance of Plant	0	195,910	5,741,635	0
Pupil Transportation	0	7,849	0	0
Central	0	55,461	0	0
Operation of Non-Instructional Services	16,958,206	110,519	0	10,094,708
Extracurricular Activities	0	9,999	0	0
Capital Outlay	0	1,358,745	3,016	0
Total Expenditures	16,958,548	7,641,886	5,744,651	10,331,441
Excess (Deficiency) of Revenues Over Expenditures	2,226,543	(601,040)	(5,743,821)	(630,743)
Other Financing Sources (Uses):				
Transfers In	0	0	795,716	0
Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	795,716	0
Net Change in Fund Balance	2,226,543	(601,040)	(4,948,105)	(630,743)
Fund Balances (Deficit) at Beginning of Year	5,932,690	7,248,115	8,417,360	2,000,717
Fund Balances (Deficit) End of Year	\$ 8,159,233	\$ 6,647,075	\$ 3,469,255	\$ 1,369,974

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Title VI-B	ARRA	Chapter I	Schoolwide Building Program	Miscellaneous Federal Grants	Other Special Revenue	Total Nonmajor Special Revenue Funds
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 828,991
0	0	0	0	0	11,018	36,976
0	0	0	0	0	0	1,446,185
0	0	0	0	0	0	495,048
0	0	263	0	0	558,403	11,517,931
10,057,797	7,159,652	24,081,927	0	337,706	14,480,677	72,639,530
0	0	0	0	1,755,955	1,717,296	9,123,498
10,057,797	7,159,652	24,082,190	0	2,093,661	16,767,394	96,088,159
0	0	726,572	125,361	111,900	2,471,772	4,722,296
4,235,319	34,815	17,057,967	2,115	724,432	1,059,249	23,249,886
0	0	0	0	17,653	662,144	684,003
64,444	0	165,090	0	0	526,036	763,377
3,008,197	0	367,236	35,846	52,822	1,459,354	5,055,270
260,850	6,092,582	2,291,320	0	385,576	6,234,383	18,381,821
743,487	96,828	1,020,089	26,869	742,159	1,895,773	5,684,246
163,260	98,491	364,542	0	10,566	90,334	1,024,670
0	0	0	0	0	0	342
20	0	9,471	14,871	7,697	80,643	6,050,247
3,900	0	78,198	0	21,952	8,743	120,642
0	0	60,820	0	0	290,371	406,652
1,170,711	204	1,545,164	113	4,319	108,204	29,992,148
0	0	0	0	0	1,572,665	1,582,664
0	0	0	0	0	0	1,361,761
9,650,188	6,322,920	23,686,469	205,175	2,079,076	16,459,671	99,080,025
407,609	836,732	395,721	(205,175)	14,585	307,723	(2,991,866)
0	0	0	123,518	0	0	919,234
(2,432)	0	(7,214)	0	0	(2,411)	(12,057)
(2,432)	0	(7,214)	123,518	0	(2,411)	907,177
405,177	836,732	388,507	(81,657)	14,585	305,312	(2,084,689)
(249,670)	(1,245,929)	2,265,152	80,440	(149,298)	3,366,882	27,666,459
\$ 155,507	\$ (409,197)	\$ 2,653,659	\$ (1,217)	\$ (134,713)	\$ 3,672,194	\$ 25,581,770

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Combining Balance Sheet Nonmajor Capital Projects Funds June 30, 2013

	Permanent Improvement	Building	Replacement	Classroom Facilities	Total Nonmajor Capital Projects Funds
Assets:					
Equity in Pooled Cash and Investments	\$ 0	\$ 1,991,490	\$ 1,177	\$ 34,665,311	\$ 36,657,978
Receivables:					
Intergovernmental - State and Local	0	0	0	2,222,089	2,222,089
Interest	0	16,266	0	0	16,266
Restricted Assets:					
Cash and Cash Equivalents	18,080,616	0	0	2,938,261	21,018,877
Total Assets	<u>\$ 18,080,616</u>	<u>\$ 2,007,756</u>	<u>\$ 1,177</u>	<u>\$ 39,825,661</u>	<u>\$ 59,915,210</u>
Liabilities:					
Accounts Payable	\$ 945,720	\$ 1,225,588	\$ 0	\$ 2,349,421	\$ 4,520,729
Accrued Wages and Benefits	0	55,082	0	0	55,082
Intergovernmental Payable	0	15,066	0	0	15,066
Interfund Loans Payable	0	4,157,711	0	0	4,157,711
Total Liabilities	<u>945,720</u>	<u>5,453,447</u>	<u>0</u>	<u>2,349,421</u>	<u>8,748,588</u>
Deferred Inflows of Resources:					
Unavailable Amounts	0	2,464	0	2,222,089	2,224,553
Total Deferred Inflows of Resources	<u>0</u>	<u>2,464</u>	<u>0</u>	<u>2,222,089</u>	<u>2,224,553</u>
Fund Balances:					
Restricted	17,134,896	0	1,177	35,254,151	52,390,224
Unassigned	0	(3,448,155)	0	0	(3,448,155)
Total Fund Balances	<u>17,134,896</u>	<u>(3,448,155)</u>	<u>1,177</u>	<u>35,254,151</u>	<u>48,942,069</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 18,080,616</u>	<u>\$ 2,007,756</u>	<u>\$ 1,177</u>	<u>\$ 39,825,661</u>	<u>\$ 59,915,210</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Combining Statement of Revenues, Expenditures and Changes in Fund Balance Nonmajor Capital Projects Funds For the Fiscal Year Ended June 30, 2013

	Permanent Improvement	Building	Replacement	Classroom Facilities	Total Nonmajor Capital Projects Funds
Revenues:					
Investment Earnings	\$ 48,225	\$ 156,118	\$ 0	\$ 17,297	\$ 221,640
Intergovernmental - State	0	200,000	0	6,411,960	6,611,960
All Other Revenue	0	948,811	0	0	948,811
Total Revenue	<u>48,225</u>	<u>1,304,929</u>	<u>0</u>	<u>6,429,257</u>	<u>7,782,411</u>
Expenditures:					
Current:					
Instruction:					
Special	0	0	0	3,871	3,871
Vocational	0	10,184	0	0	10,184
Supporting Services:					
Fiscal Services	0	46,957	0	3,049	50,006
Business	0	873	0	0	873
Operation & Maintenance of Plant	9,525,808	370,350	0	0	9,896,158
Central	0	89,553	0	0	89,553
Capital Outlay	6,703,864	22,122,222	0	50,532,140	79,358,226
Total Expenditures	<u>16,229,672</u>	<u>22,640,139</u>	<u>0</u>	<u>50,539,060</u>	<u>89,408,871</u>
Excess (Deficiency) of Revenues Over Expenditures	(16,181,447)	(21,335,210)	0	(44,109,803)	(81,626,460)
Other Financing Sources (Uses):					
Sale of Capital Assets	0	3,330,600	0	0	3,330,600
Total Other Financing Sources (Uses)	<u>0</u>	<u>3,330,600</u>	<u>0</u>	<u>0</u>	<u>3,330,600</u>
Net Change in Fund Balance	(16,181,447)	(18,004,610)	0	(44,109,803)	(78,295,860)
Fund Balances at Beginning of Year	<u>33,316,343</u>	<u>14,556,455</u>	<u>1,177</u>	<u>79,363,954</u>	<u>127,237,929</u>
Fund Balances End of Year	<u>\$ 17,134,896</u>	<u>\$ (3,448,155)</u>	<u>\$ 1,177</u>	<u>\$ 35,254,151</u>	<u>\$ 48,942,069</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Governmental Funds – General Fund
For the Fiscal Year Ended June 30, 2013***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Total Revenues				
and Other Financing Sources	<u>\$ 458,552,554</u>	<u>\$ 468,048,709</u>	<u>\$ 477,988,113</u>	<u>\$ 9,939,404</u>
Total Expenditures				
and Other Financing Uses	<u>509,629,184</u>	<u>505,675,350</u>	<u>475,374,167</u>	<u>30,301,183</u>
Net Change in Fund Balance	(51,076,630)	(37,626,641)	2,613,946	40,240,587
Fund Balances, Beginning of Year	109,347,959	109,347,959	109,347,959	0
Prior Year Encumbrances	<u>8,130,052</u>	<u>8,130,052</u>	<u>8,130,052</u>	<u>0</u>
Fund Balances, End of Year	<u>\$ 66,401,381</u>	<u>\$ 79,851,370</u>	<u>\$ 120,091,957</u>	<u>\$ 40,240,587</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Governmental Funds – Debt Service Fund
For the Fiscal Year Ended June 30, 2013***

	DEBT SERVICE FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues			
and Other Financing Sources	<u>\$ 65,349,441</u>	<u>\$ 69,468,102</u>	<u>\$ 4,118,661</u>
Total Expenditures			
and Other Financing Uses	<u>65,998,969</u>	<u>64,339,793</u>	<u>1,659,176</u>
Net Change in Fund Balance	(649,528)	5,128,309	5,777,837
Fund Balances, Beginning of Year	25,523,102	25,523,102	0
Prior Year Encumbrances	<u>301</u>	<u>301</u>	<u>0</u>
Fund Balances, End of Year	<u><u>\$ 24,873,875</u></u>	<u><u>\$ 30,651,712</u></u>	<u><u>\$ 5,777,837</u></u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013***

	FOOD SERVICE FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues			
and Other Financing Sources	<u>\$ 17,695,107</u>	<u>\$ 17,940,784</u>	<u>\$ 245,677</u>
Total Expenditures			
and Other Financing Uses	<u>19,053,146</u>	<u>18,566,176</u>	<u>486,970</u>
Net Change in Fund Balance	(1,358,039)	(625,392)	732,647
Fund Balances, Beginning of Year	1,661,752	1,661,752	0
Prior Year Encumbrances	<u>4,640,247</u>	<u>4,640,247</u>	<u>0</u>
Fund Balances, End of Year	<u><u>\$ 4,943,960</u></u>	<u><u>\$ 5,676,607</u></u>	<u><u>\$ 732,647</u></u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013***

	OTHER GRANTS FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues			
and Other Financing Sources	\$ 6,038,583	\$ 7,358,525	\$ 1,319,942
Total Expenditures			
and Other Financing Uses	9,354,536	9,196,760	157,776
Net Change in Fund Balance	(3,315,953)	(1,838,235)	1,477,718
Fund Balances, Beginning of Year	6,653,812	6,653,812	0
Prior Year Encumbrances	535,647	535,647	0
Fund Balances, End of Year	<u>\$ 3,873,506</u>	<u>\$ 5,351,224</u>	<u>\$ 1,477,718</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013***

	CLASSROOM FACILITIES MAINTENANCE FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues			
and Other Financing Sources	<u>\$ 795,716</u>	<u>\$ 796,546</u>	<u>\$ 830</u>
Total Expenditures			
and Other Financing Uses	<u>5,927,453</u>	<u>6,468,239</u>	<u>(540,786)</u>
Net Change in Fund Balance	(5,131,737)	(5,671,693)	(539,956)
Fund Balances, Beginning of Year	8,126,454	8,126,454	0
Prior Year Encumbrances	<u>497,689</u>	<u>497,689</u>	<u>0</u>
Fund Balances, End of Year	<u>\$ 3,492,406</u>	<u>\$ 2,952,450</u>	<u>\$ (539,956)</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013***

	AUXILIARY FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues			
and Other Financing Sources	<u>\$ 9,870,790</u>	<u>\$ 9,700,698</u>	<u>\$ (170,092)</u>
Total Expenditures			
and Other Financing Uses	<u>11,942,974</u>	<u>11,768,531</u>	<u>174,443</u>
Net Change in Fund Balance	(2,072,184)	(2,067,833)	4,351
Fund Balances, Beginning of Year	2,087,878	2,087,878	0
Prior Year Encumbrances	<u>182,703</u>	<u>182,703</u>	<u>0</u>
Fund Balances, End of Year	<u><u>\$ 198,397</u></u>	<u><u>\$ 202,748</u></u>	<u><u>\$ 4,351</u></u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013***

	TITLE VI-B FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues			
and Other Financing Sources	<u>\$ 14,836,128</u>	<u>\$ 10,541,234</u>	<u>\$ (4,294,894)</u>
Total Expenditures			
and Other Financing Uses	<u>12,147,771</u>	<u>11,546,336</u>	<u>601,435</u>
Net Change in Fund Balance	2,688,357	(1,005,102)	(3,693,459)
Fund Balances, Beginning of Year	1	1	0
Prior Year Encumbrances	<u>936,564</u>	<u>936,564</u>	<u>0</u>
Fund Balances, End of Year	<u><u>\$ 3,624,922</u></u>	<u><u>\$ (68,537)</u></u>	<u><u>\$ (3,693,459)</u></u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013***

	ARRA FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 13,079,812</u>	<u>\$ 9,146,891</u>	<u>\$ (3,932,921)</u>
Total Expenditures and Other Financing Uses	<u>10,225,237</u>	<u>10,735,602</u>	<u>(510,365)</u>
Net Change in Fund Balance	2,854,575	(1,588,711)	(4,443,286)
Fund Balances, Beginning of Year	0	0	0
Prior Year Encumbrances	<u>1,588,829</u>	<u>1,588,829</u>	<u>0</u>
Fund Balances, End of Year	<u><u>\$ 4,443,404</u></u>	<u><u>\$ 118</u></u>	<u><u>\$ (4,443,286)</u></u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013***

	CHAPTER I FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues			
and Other Financing Sources	<u>\$ 41,734,545</u>	<u>\$ 26,281,487</u>	<u>\$ (15,453,058)</u>
Total Expenditures			
and Other Financing Uses	<u>29,492,531</u>	<u>28,686,129</u>	<u>806,402</u>
Net Change in Fund Balance	12,242,014	(2,404,642)	(14,646,656)
Fund Balances, Beginning of Year	0	0	0
Prior Year Encumbrances	<u>2,404,641</u>	<u>2,404,641</u>	<u>0</u>
Fund Balances, End of Year	<u><u>\$ 14,646,655</u></u>	<u><u>\$ (1)</u></u>	<u><u>\$ (14,646,656)</u></u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013***

	SCHOOLWIDE BUILDING PROGRAM FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues			
and Other Financing Sources	<u>\$ 20,805,230</u>	<u>\$ 10,147,476</u>	<u>\$ (10,657,754)</u>
Total Expenditures			
and Other Financing Uses	<u>1,091,398</u>	<u>751,105</u>	<u>340,293</u>
Net Change in Fund Balance	19,713,832	9,396,371	(10,317,461)
Fund Balances, Beginning of Year	0	0	0
Prior Year Encumbrances	<u>626,370</u>	<u>626,370</u>	<u>0</u>
Fund Balances, End of Year	<u><u>\$ 20,340,202</u></u>	<u><u>\$ 10,022,741</u></u>	<u><u>\$ (10,317,461)</u></u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013***

	MISCELLANEOUS FEDERAL GRANTS FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues			
and Other Financing Sources	\$ 4,863,916	\$ 2,553,631	\$ (2,310,285)
Total Expenditures			
and Other Financing Uses	3,420,603	3,249,395	171,208
Net Change in Fund Balance	1,443,313	(695,764)	(2,139,077)
Fund Balances, Beginning of Year	640	640	0
Prior Year Encumbrances	763,662	763,662	0
Fund Balances, End of Year	\$ 2,207,615	\$ 68,538	\$ (2,139,077)

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013***

	OTHER SPECIAL REVENUE FUNDS		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Financing Sources	<u>\$ 29,796,552</u>	<u>\$ 18,699,654</u>	<u>\$ (11,096,898)</u>
Total Expenditures and Other Financing Uses	<u>20,029,934</u>	<u>19,487,838</u>	<u>542,096</u>
Net Change in Fund Balance	9,766,618	(788,184)	(10,554,802)
Fund Balances, Beginning of Year	2,854,242	2,854,242	0
Prior Year Encumbrances	<u>1,430,680</u>	<u>1,430,680</u>	<u>0</u>
Fund Balances, End of Year	<u>\$ 14,051,540</u>	<u>\$ 3,496,738</u>	<u>\$ (10,554,802)</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2013***

	PERMANENT IMPROVEMENT FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues			
and Other Financing Sources	\$ 9,757	\$ 48,225	\$ 38,468
Total Expenditures			
and Other Financing Uses	29,225,864	29,477,054	(251,190)
Net Change in Fund Balance	(29,216,107)	(29,428,829)	(212,722)
Fund Balances, Beginning of Year	27,679,752	27,679,752	0
Prior Year Encumbrances	5,751,481	5,751,481	0
Fund Balances, End of Year	\$ 4,215,126	\$ 4,002,404	\$ (212,722)

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2013***

	BUILDING FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues			
and Other Financing Sources	<u>\$ 33,089,042</u>	<u>\$ 12,451,603</u>	<u>\$ (20,637,439)</u>
Total Expenditures			
and Other Financing Uses	<u>32,014,907</u>	<u>30,247,491</u>	<u>1,767,416</u>
Net Change in Fund Balance	1,074,135	(17,795,888)	(18,870,023)
Fund Balances, Beginning of Year	(8,685,141)	(8,685,141)	0
Prior Year Encumbrances	<u>21,575,322</u>	<u>21,575,322</u>	<u>0</u>
Fund Balances, End of Year	<u>\$ 13,964,316</u>	<u>\$ (4,905,707)</u>	<u>\$ (18,870,023)</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2013***

	REPLACEMENT FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues			
and Other Financing Sources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total Expenditures			
and Other Financing Uses	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balances, Beginning of Year	<u>1,177</u>	<u>1,177</u>	<u>0</u>
Fund Balances, End of Year	<u><u>\$ 1,177</u></u>	<u><u>\$ 1,177</u></u>	<u><u>\$ 0</u></u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2013***

	CLASSROOM FACILITIES FUND		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Total Revenues			
and Other Financing Sources	<u>\$ 315,516</u>	<u>\$ 6,432,509</u>	<u>\$ 6,116,993</u>
Total Expenditures			
and Other Financing Uses	<u>79,839,824</u>	<u>74,443,046</u>	<u>5,396,778</u>
Net Change in Fund Balance	(79,524,308)	(68,010,537)	11,513,771
Fund Balances, Beginning of Year	18,269,889	18,269,889	0
Prior Year Encumbrances	<u>67,527,672</u>	<u>67,527,672</u>	<u>0</u>
Fund Balances, End of Year	<u><u>\$ 6,273,253</u></u>	<u><u>\$ 17,787,024</u></u>	<u><u>\$ 11,513,771</u></u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Permanent Fund
For the Fiscal Year Ended June 30, 2013***

	<i>PERMANENT FUND</i>		
	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Total Revenues			
and Other Financing Sources	<u>\$ 9,446</u>	<u>\$ 12,851</u>	<u>\$ 3,405</u>
 Total Expenditures			
and Other Financing Uses	<u>21,670</u>	<u>15,075</u>	<u>6,595</u>
 Net Change in Fund Balance	(12,224)	(2,224)	10,000
 Fund Balances, Beginning of Year	1,042,419	1,042,419	0
 Prior Year Encumbrances	<u>13,079</u>	<u>13,079</u>	<u>0</u>
 Fund Balances, End of Year	<u><u>\$ 1,043,274</u></u>	<u><u>\$ 1,053,274</u></u>	<u><u>\$ 10,000</u></u>



CINCINNATI CITY SCHOOL DISTRICT, OHIO

Fiduciary Funds

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

Agency Fund

Student Managed Activity Fund

Used to account for those student activity programs which have student participation in the activity and have students involved in the management of the program.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Schedule of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 2013

	Balance June 30, 2012	Additions	Deductions	Balance June 30, 2013
<u>Student Managed Activity Fund</u>				
Assets:				
Equity in Pooled Cash and Investments	\$119,595	\$186,370	(\$131,184)	\$174,781
Total Assets	<u>\$119,595</u>	<u>\$186,370</u>	<u>(\$131,184)</u>	<u>\$174,781</u>
Liabilities:				
Due to Students	\$119,595	\$186,370	(\$131,184)	\$174,781
Total Liabilities	<u>\$119,595</u>	<u>\$186,370</u>	<u>(\$131,184)</u>	<u>\$174,781</u>





Statistical Section





STATISTICAL TABLES

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

Contents

Financial Trends	S 2 – S 13
These schedules contain trend information to help the reader understand how the District's financial position has changed over time.	
Revenue Capacity	S 14 – S 21
These schedules contain information to help the reader understand and assess the factors affecting the District's ability to generate its most significant local revenue sources, the property tax and the sales tax.	
Debt Capacity	S 22 – S 29
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
Economic and Demographic Information	S 30 – S 33
These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
Operating Information	S 34 – S 46
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	

Sources Note:

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

CINCINNATI CITY SCHOOL DISTRICT, OHIO

*Net Position by Component
Last Ten Years
(accrual basis of accounting)*

	2004	2005	2006	2007
Governmental Activities				
Net Investment in Capital Assets	\$62,736,106	\$123,801,968	\$163,202,797	\$218,829,785
Restricted for:				
Capital Projects	32,373,514	59,677,761	47,111,594	113,428,438
Debt Service	13,610,918	13,412,818	22,755,122	27,315,500
Permanent Funds:				
Expendable	354,528	350,786	350,786	476,939
Nonexpendable	768,034	768,034	768,034	768,034
State and Federal Grants	17,532,180	20,193,869	16,034,254	9,754,569
Unrestricted	84,335,436	31,471,831	91,543,314	52,591,559
Total Governmental Activities Net Position	<u>\$211,710,716</u>	<u>\$249,677,067</u>	<u>\$341,765,901</u>	<u>\$423,164,824</u>

Source: District Treasurer's Office

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2008	2009	2010	2011	2012	2013
\$273,865,981	\$326,129,887	\$353,689,363	\$407,388,120	\$389,607,776	\$371,260,025
73,551,262	31,994,427	707,188	2,109,383	3,952,865	0
16,959,885	5,484,225	14,483,686	1,898,503	30,104,898	35,475,962
497,397	457,573	465,598	498,731	487,719	551,280
768,034	768,034	768,034	768,034	768,034	768,034
0	0	15,968,403	14,088,445	19,478,500	38,853,156
40,306,909	90,286,275	148,052,663	189,176,164	167,348,569	171,671,926
<u>\$405,949,468</u>	<u>\$455,120,421</u>	<u>\$534,134,935</u>	<u>\$615,927,380</u>	<u>\$611,748,361</u>	<u>\$618,580,383</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

*Changes in Net Position
Last Ten Years
(accrual basis of accounting)*

	2004	2005	2006	2007
Expenses				
Governmental Activities				
Instruction				
Regular	\$233,043,337	\$221,590,261	\$223,297,113	\$182,146,228
Special	68,179,784	78,163,915	80,390,504	69,266,976
Vocational	7,254,606	7,952,193	6,209,179	6,693,031
Other	1,600,216	1,743,840	4,703,448	32,417,953
Support Services				
Pupils	29,128,330	28,917,415	26,628,386	27,257,081
Instructional Staff	33,996,376	35,799,980	33,757,059	42,835,422
Board of Education	330,013	348,475	308,211	347,852
Administration	37,435,189	83,855,686	33,272,546	34,880,780
Fiscal Services	4,796,236	4,319,078	3,889,606	3,306,297
Business	1,117,893	1,161,363	1,372,454	1,071,616
Operation and Maintenance of Plant	49,649,606	39,950,347	41,446,421	41,057,796
Pupil Transportation	24,686,563	24,960,104	24,928,584	22,799,539
Central	31,066,121	17,193,132	14,031,779	15,159,365
Non-Instructional Services	29,907,760	29,840,292	26,527,842	30,191,515
Extracurricular Activities	5,581,501	5,731,005	5,080,509	5,323,580
Interest and Fiscal Charges	29,215,795	35,335,026	35,493,871	27,316,555
<i>Total Primary Government Expenses</i>	<u>\$586,989,326</u>	<u>\$616,862,112</u>	<u>\$561,337,512</u>	<u>\$542,071,586</u>
Program Revenues				
Governmental Activities				
Charges for Services				
Instruction	\$3,580,490	\$3,787,000	\$4,258,848	\$7,575,641
Support Services	1,630,413	2,609,254	2,518,277	4,481,719
Non-Instructional Services	2,673,711	2,728,504	3,361,377	2,483,338
Extracurricular Activities	1,360,314	945,664	713,347	851,103
Operating Grants and Contributions	105,858,803	126,815,341	108,096,560	109,768,466
Capital Grants and Contributions	362,250	63,167,849	243,573	81,068,698
<i>Total Primary Government Program Revenues</i>	<u>115,465,981</u>	<u>200,053,612</u>	<u>119,191,982</u>	<u>206,228,965</u>
Net (Expense)/Revenue				
Governmental Activities				
<i>Total Primary Government Net (Expense)/Revenue</i>	<u>(\$471,523,345)</u>	<u>(\$416,808,500)</u>	<u>(\$442,145,530)</u>	<u>(\$335,842,621)</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2008	2009	2010	2011	2012	2013
\$175,998,596	\$218,216,256	\$215,218,926	\$212,617,087	\$221,930,107	\$216,412,633
72,421,383	72,987,430	77,739,067	77,918,902	73,856,224	74,992,946
7,216,845	5,796,782	6,839,266	7,046,640	3,793,083	3,789,648
40,553,924	677,824	324,254	613,450	577,036	1,076,290
23,484,223	25,454,794	29,830,994	29,702,228	27,942,924	35,346,133
44,812,063	44,172,580	39,819,027	49,720,996	46,927,907	36,716,764
403,963	443,575	339,142	343,414	398,130	380,683
33,167,537	33,399,805	35,453,480	35,904,173	29,292,929	32,566,236
2,905,859	2,982,641	6,833,916	7,006,980	7,369,914	6,796,344
1,217,184	1,382,889	1,196,647	1,244,023	1,607,145	1,122,066
40,791,667	41,344,253	41,693,266	47,998,030	47,844,700	48,446,538
23,321,223	29,877,750	31,574,052	27,155,167	30,269,005	31,522,565
19,888,633	19,309,398	10,143,405	15,024,579	18,435,513	19,827,610
32,584,206	34,574,667	37,670,655	43,667,894	46,614,539	51,851,575
5,066,751	6,727,253	6,370,590	5,605,603	7,140,306	3,810,106
36,789,707	35,008,872	31,351,857	34,495,353	34,028,545	37,947,116
<u>\$560,623,764</u>	<u>\$572,356,769</u>	<u>\$572,398,544</u>	<u>\$596,064,519</u>	<u>\$598,028,007</u>	<u>\$602,605,253</u>
\$4,295,206	\$6,799,768	\$8,363,276	\$9,295,532	\$5,150,008	\$12,655,589
7,278,344	7,001,505	5,914,193	6,448,862	6,749,598	5,685,337
2,262,012	2,183,221	1,977,207	2,035,610	2,117,529	1,522,720
750,852	1,947,178	1,906,058	4,184,264	1,912,546	1,726,634
127,168,655	126,199,712	119,193,346	107,155,658	86,060,381	85,983,762
719,912	0	11,920,000	56,581,124	5,908,555	795,249
<u>142,474,981</u>	<u>144,131,384</u>	<u>149,274,080</u>	<u>185,701,050</u>	<u>107,898,617</u>	<u>108,369,291</u>
<u>(418,148,783)</u>	<u>(428,225,385)</u>	<u>(423,124,464)</u>	<u>(410,363,469)</u>	<u>(490,129,390)</u>	<u>(494,235,962)</u>
<u>(\$418,148,783)</u>	<u>(\$428,225,385)</u>	<u>(\$423,124,464)</u>	<u>(\$410,363,469)</u>	<u>(\$490,129,390)</u>	<u>(\$494,235,962)</u>

(Continued)

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Changes in Net Position Last Ten Years (accrual basis of accounting)

	2004	2005	2006	2007
<i>General Revenues and Other Changes in Net Position</i>				
Governmental Activities				
Property Taxes Levied for				
General Purposes	\$241,472,317	\$230,848,360	\$315,532,788	\$189,107,096
Debt Service	22,088,507	26,870,805	34,823,550	25,823,528
Revenue in Lieu of Taxes	14,269,160	14,877,443	15,745,319	11,299,519
Grants and Entitlements not				
Restricted to Specific Programs	173,939,321	149,003,219	146,356,573	157,791,118
Investment Earnings	6,461,084	11,517,721	28,554,158	29,904,739
Miscellaneous	5,315,126	4,960,207	6,131,207	3,315,544
<i>Total Primary Government</i>	<u>\$463,545,515</u>	<u>\$438,077,755</u>	<u>\$547,143,595</u>	<u>\$417,241,544</u>
<i>Change in Net Position</i>				
<i>Total Primary Government</i>				
<i>Change in Net Position</i>	<u>(\$7,977,830)</u>	<u>\$21,269,255</u>	<u>\$104,998,065</u>	<u>\$81,398,923</u>

Source: District Treasurer's Office

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2008	2009	2010	2011	2012	2013
\$200,054,022	\$265,885,389	\$255,859,268	\$250,219,075	\$225,246,490	\$249,843,745
33,356,387	23,498,488	30,695,071	15,071,352	47,063,326	31,761,784
10,948,197	10,919,337	17,497,711	23,453,928	21,431,724	26,729,545
150,048,088	165,610,526	192,804,062	197,164,514	185,176,443	189,651,837
30,097,980	10,097,650	2,452,857	1,298,188	608,212	445,696
12,818,225	1,384,948	2,830,009	4,948,857	6,424,176	2,635,377
<u>\$437,322,899</u>	<u>\$477,396,338</u>	<u>\$502,138,978</u>	<u>\$492,155,914</u>	<u>\$485,950,371</u>	<u>\$501,067,984</u>
<u>\$19,174,116</u>	<u>\$49,170,953</u>	<u>\$79,014,514</u>	<u>\$81,792,445</u>	<u>(\$4,179,019)</u>	<u>\$6,832,022</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Fund Balances, Governmental Funds Last Ten Years (modified accrual basis of accounting)

	2004	2005	2006	2007
General Fund				
Nonspendable	\$0	\$0	\$0	\$0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	77,001,382	\$77,117,030	77,952,939	(94,708,835)
Unreserved	27,795,469	6,933,639	10,401,021	(9,416,133)
<i>Total General Fund</i>	<u>104,796,851</u>	<u>84,050,669</u>	<u>88,353,960</u>	<u>(104,124,968)</u>
All Other Governmental Funds				
Nonspendable	0	0	0	0
Restricted	0	0	0	0
Unassigned	0	0	0	0
Reserved	67,574,219	90,082,799	83,004,473	123,506,930
Unreserved, Undesignated in:				
Special Revenue Funds	9,150,321	8,996,661	12,122,469	5,072,611
Capital Projects Funds	673,909,505	542,525,627	489,401,006	452,438,137
Permanent Fund	354,528	350,786	397,465	476,939
<i>Total All Other Governmental Funds</i>	<u>750,988,573</u>	<u>641,955,873</u>	<u>584,925,413</u>	<u>581,494,617</u>
<i>Total Governmental Funds</i>	<u><u>\$855,785,424</u></u>	<u><u>\$726,006,542</u></u>	<u><u>\$673,279,373</u></u>	<u><u>\$477,369,649</u></u>

Source: District Treasurer's Office

Note: The District implemented GASB 54 in 2011 which established new fund balance classifications for governmental funds.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2008	2009	2010	2011	2012	2013
\$0	\$0	\$0	\$0	\$190,019	\$974,486
0	0	0	11,987,019	5,338,695	8,521,334
0	0	0	136,044,132	125,977,166	148,757,794
44,175,345	(75,520,891)	(52,610,506)	0	0	0
(2,461,469)	10,296,495	45,882,306	0	0	0
41,713,876	(65,224,396)	(6,728,200)	148,031,151	131,505,880	158,253,614
0	0	0	1,276,452	892,636	920,196
0	0	0	265,207,563	185,566,497	112,333,005
0	0	0	(1,293,974)	(1,644,897)	(3,993,282)
110,989,299	149,613,198	171,293,861	0	0	0
(6,516,820)	(5,327,271)	5,435,099	0	0	0
371,811,911	246,422,216	246,788,752	0	0	0
497,397	457,573	461,968	0	0	0
476,781,787	391,165,716	423,979,680	265,190,041	184,814,236	109,259,919
\$518,495,663	\$325,941,320	\$417,251,480	\$413,221,192	\$316,320,116	\$267,513,533

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Changes in Fund Balances, Governmental Funds Last Ten Years (modified accrual basis of accounting)

	2004	2005	2006	2007
Revenues:				
Local Sources:				
Taxes	\$265,814,744	\$256,325,144	\$322,180,008	\$196,490,568
Tuition	1,484,343	1,734,775	2,474,762	2,513,899
In Lieu of Taxes	14,317,383	14,877,443	15,743,651	11,299,537
Investment Earnings	6,461,084	18,711,996	26,498,394	29,948,910
Food Services	2,644,972	2,557,890	2,509,797	2,344,784
Intermediate Sources	0	292,406	0	0
Intergovernmental - State	216,768,811	232,669,945	205,315,594	213,837,132
Intergovernmental - Federal	65,839,661	74,329,708	68,695,133	65,064,133
All Other Revenue	10,403,047	10,436,186	15,075,461	13,762,600
Total Revenue	583,734,045	611,935,493	658,492,800	535,261,563
Expenditures:				
Current:				
Instruction				
Regular	232,384,048	222,580,079	216,803,272	182,770,612
Special	68,500,148	78,066,020	78,112,990	70,735,576
Vocational	6,966,426	7,695,731	5,883,214	6,394,581
Other Instruction	1,672,990	1,759,044	1,192,485	31,921,738
Supporting Services:				
Pupils	28,976,925	28,779,045	25,877,478	27,326,156
Instructional Staff	33,650,585	35,844,378	33,425,507	42,360,630
Board of Education	329,933	349,910	300,309	348,361
Administration	37,521,512	42,846,546	73,453,592	35,301,777
Fiscal Services	4,743,865	4,311,076	3,747,809	3,294,436
Business	1,110,054	1,172,056	1,318,991	1,071,324
Operation and Maintenance of Plant	49,452,172	40,051,151	40,489,901	41,047,302
Pupil Transportation	24,513,078	24,597,832	24,710,901	23,234,772
Central	30,449,946	16,795,704	14,421,486	14,965,653
Non-Instructional Services	29,381,857	29,089,662	24,583,057	27,119,187
Extracurricular Activities	5,569,357	5,715,176	4,952,035	5,348,011
Capital Outlay	31,182,823	129,917,744	109,456,508	121,280,997
Debt Service:				
Principal Retirement	28,410,000	42,505,000	44,970,000	26,350,000
Interest and Fiscal Charges	32,759,197	35,675,089	38,910,773	35,072,745
Total Expenditures	647,574,916	747,751,243	742,610,308	695,943,858
Excess (Deficiency) of Revenues Over Expenditures	(63,840,871)	(135,815,750)	(84,117,508)	(160,682,295)

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2008	2009	2010	2011	2012	2013
\$248,560,390	\$277,728,502	\$281,808,058	\$265,214,494	\$283,821,219	\$283,096,196
2,436,623	1,750,008	2,460,003	1,897,589	2,302,247	2,491,311
10,949,847	10,919,337	17,497,711	23,453,928	21,430,669	26,730,600
31,299,042	10,996,692	3,037,728	1,358,433	644,610	443,349
2,183,555	2,116,608	1,909,984	1,875,863	1,707,174	1,446,185
0	0	16,270,249	0	0	495,048
218,696,480	252,144,552	239,861,668	258,430,367	201,246,287	206,336,075
69,088,928	68,590,338	98,229,824	99,735,718	76,002,666	76,749,168
22,821,498	15,545,489	13,513,339	23,474,337	18,648,335	17,902,623
<u>606,036,363</u>	<u>639,791,526</u>	<u>674,588,564</u>	<u>675,440,729</u>	<u>605,803,207</u>	<u>615,690,555</u>
171,397,040	208,745,852	213,567,573	211,093,487	214,253,633	206,573,541
71,042,866	71,892,127	77,417,798	78,530,889	74,082,237	72,651,360
6,635,484	5,474,802	6,390,238	6,851,832	4,113,849	3,760,557
38,748,252	673,707	369,633	609,796	558,733	763,453
23,025,194	24,873,130	29,369,730	30,236,201	27,954,618	33,566,049
44,151,479	43,556,762	39,776,483	49,750,441	46,617,867	38,211,520
398,416	432,078	341,454	346,538	393,684	364,567
32,704,791	33,010,049	35,249,350	36,399,488	29,336,439	31,326,700
2,853,139	2,924,642	6,790,917	7,049,604	7,189,097	6,637,044
1,198,346	1,338,302	1,198,780	1,280,016	1,558,587	1,139,823
39,830,779	40,587,586	41,379,393	48,264,749	47,192,721	46,630,433
23,043,622	29,623,267	31,456,572	27,202,285	29,814,983	30,094,029
18,826,176	18,714,730	10,105,563	14,474,208	18,885,526	19,533,495
25,947,645	25,494,720	27,092,882	30,506,964	27,961,981	29,992,148
4,973,632	6,616,085	6,347,799	5,764,915	7,139,576	3,930,296
128,811,748	121,159,988	122,738,738	125,449,441	136,262,738	80,883,297
19,685,000	19,900,000	17,035,000	24,605,000	19,715,000	27,250,000
39,759,435	38,011,339	35,394,959	36,665,669	35,923,014	35,883,608
<u>693,033,044</u>	<u>693,029,166</u>	<u>702,022,862</u>	<u>735,081,523</u>	<u>728,954,283</u>	<u>669,191,920</u>
(86,996,681)	(53,237,640)	(27,434,298)	(59,640,794)	(123,151,076)	(53,501,365)
					(Continued)

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Changes in Fund Balances, Governmental Funds Last Ten Years (modified accrual basis of accounting)

	2004	2005	2006	2007
Other Financing Sources (Uses):				
Sale of Capital Assets	0	0	0	0
General Obligation Notes Issued	32,400,000	29,600,000	0	0
General Obligation Bonds Issued	480,000,000	0	26,800,000	0
Premium on General Obligation Bonds	13,300,428	0	3,817,959	0
Issuance of Refunding Bonds	0	0	69,405,000	380,945,000
Premium on Refunding Bonds	0	0	7,482,626	48,836,975
Payment to Refunded Bond Escrow Agent	0	0	(76,115,246)	(459,954,691)
New Capital Leases	0	0	0	120,365,000
Premium on Capital Leases	0	0	0	7,503,350
Transfers In	9,261,682	679,493,721	16,164,576	14,626,125
Transfers Out	(9,261,682)	(679,493,721)	(16,164,576)	(14,626,125)
Total Other Financing Sources (Uses)	<u>525,700,428</u>	<u>29,600,000</u>	<u>31,390,339</u>	<u>97,695,634</u>
Net Change in Fund Balance	<u>\$461,859,557</u>	<u>(\$106,215,750)</u>	<u>(\$52,727,169)</u>	<u>(\$62,986,661)</u>
 Debt Service as a Percentage of Noncapital Expenditures	 9.86%	 12.49%	 13.16%	 10.89%

Source: District Treasurer's Office

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2008	2009	2010	2011	2012	2013
0	0	0	0	0	4,694,782
0	0	0	0	0	0
0	0	21,715,000	3,000,000	26,250,000	0
0	0	0	0	0	0
0	0	104,900,000	0	0	0
0	0	9,387,925	0	0	0
0	0	(103,964,664)	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
155,775,182	152,935,825	410,008,330	196,495,786	185,798,244	12,402,825
(155,775,182)	(152,935,825)	(410,008,330)	(196,495,786)	(185,798,244)	(12,402,825)
0	0	32,038,261	3,000,000	26,250,000	4,694,782
(\$86,996,681)	(\$53,237,640)	\$4,603,963	(\$56,640,794)	(\$96,901,076)	(\$48,806,583)
10.42%	10.05%	9.02%	10.06%	9.26%	10.29%

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Assessed Valuations and Estimated True Values of Taxable Property (amounts in thousands) Last Ten Calendar Years

Tax year	2003	2004	2005	2006
Real Property				
Assessed	\$5,578,562	\$5,487,899	\$6,253,727	\$6,270,949
Actual	15,938,749	15,679,711	17,867,791	17,916,997
Public Utility				
Assessed	354,261	348,115	352,496	339,324
Actual	354,261	348,115	352,496	339,324
Tangible Personal Property				
Assessed	577,134	575,490	434,739	297,008
Actual	2,308,536	2,301,960	1,738,956	1,584,043
Total				
Assessed	6,509,957	6,411,504	7,040,962	6,907,281
Actual	18,601,546	18,329,786	19,959,243	19,840,364
Assessed Value as a Percentage of Actual Value	35.00%	34.98%	35.28%	34.81%
Total Direct Tax Rate	\$56.25	\$60.75	\$60.83	\$59.77

Source: Hamilton County Auditor

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

Assessed value of Real Property is at 35%, Assessed value of Public Utility is at 100% and Assessed Value of Tangible Personal Property is at 25% through 2005, at 18.75% for 2006, 12.5% for 2007, and 6.25% for 2008 and 0% for 2009. Additionally, telephone and telecommunications property was reclassified to general business personal property and assessed at 10% as of 2009 and 0% for 2010.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2007	2008	2009	2010	2011	2012
\$6,273,021	\$6,275,000	\$6,290,000	\$6,292,744	\$5,707,605	\$5,612,343
17,922,917	17,928,571	17,971,429	17,979,269	16,307,443	16,035,266
282,091	281,000	281,000	304,596	322,343	341,979
282,091	281,000	281,000	304,596	322,343	341,979
181,603	31,500	15,500	0	0	0
1,452,824	504,000	248,000	0	0	0
6,736,715	6,587,500	6,586,500	6,597,340	6,029,948	5,954,322
19,657,832	18,713,571	18,500,429	18,283,865	16,629,786	16,377,245
34.27%	35.20%	35.60%	36.08%	36.26%	36.36%
\$59.37	\$59.67	\$67.95	\$67.87	\$68.54	\$70.76

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Property Tax Rates of Direct and Overlapping Governments (per \$1,000 of assessed value) Last Ten Calendar Years

Collection Year	2004	2005	2006	2007	2008
Direct District Rates					
General Fund	56.09	56.19	55.13	54.81	54.90
Bond Retirement Fund	4.66	4.64	4.64	4.56	4.77
Total	60.75	60.83	59.77	59.37	59.67
Overlapping Rates					
Hamilton County	21.87	21.51	20.81	20.18	20.56
Cities:					
Cheviot	12.24	12.22	14.52	14.52	14.52
Cincinnati	10.36	10.34	10.19	9.93	9.89
Indian Hill	0.96	0.96	0.96	0.96	0.96
Madeira	7.50	7.50	7.50	7.50	7.50
Norwood	11.40	11.40	11.40	11.40	11.40
Silverton	8.15	8.15	8.15	8.15	8.15
Wyoming	10.00	10.00	10.00	10.00	10.00
Villages:					
Amberly	7.00	7.00	7.00	7.00	7.00
Fairfax	2.76	2.76	2.76	2.76	2.76
Golf Manor	24.52	24.52	30.52	30.52	38.52
Mairemont	14.37	14.37	14.37	14.37	14.37
Townships:					
Anderson	14.15	14.15	14.15	14.15	14.15
Columbia	21.26	21.26	21.26	14.76	14.76
Delhi	20.46	20.46	26.34	26.34	26.34
Green	8.31	8.31	9.81	9.81	9.81
Springfield	20.30	20.30	20.30	20.30	20.30
Sycamore	7.75	7.75	7.75	8.75	8.75
Fairfax - Madison Pl.	2.76	2.76	2.76	0.00	0.00
Total	286.87	286.55	300.32	290.77	299.41

Ohio Revised Code Sections 5705.02 and 5705.07 require a vote of the people for any millage exceeding the "unvoted" or "inside" millage.

Source:

Hamilton County Auditor's Office
Hamilton County Treasurer's Office

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2009	2010	2011	2012	2013
62.95	62.87	63.54	65.76	66.34
5.00	5.00	5.00	5.00	5.00
67.95	67.87	68.54	70.76	71.34
20.63	20.48	19.45	19.03	19.03
14.52	20.13	20.13	20.13	20.13
9.89	9.82	0.00	10.50	10.85
0.96	0.96	0.96	0.96	0.96
7.50	7.50	7.50	7.50	7.50
11.40	11.40	11.40	11.40	11.40
8.15	8.15	8.15	8.15	8.15
10.00	10.00	10.00	10.00	10.00
7.00	7.00	7.00	7.00	17.00
2.76	2.76	2.76	2.76	2.76
38.52	38.52	38.52	38.52	38.52
14.37	14.37	14.37	14.37	14.37
16.85	16.85	16.85	16.85	14.57
18.76	14.76	14.76	17.01	17.10
26.34	26.34	26.34	26.34	26.34
11.71	11.71	11.71	11.71	11.71
20.30	22.80	22.80	22.80	23.80
8.75	8.75	8.75	8.75	8.75
0.00	0.00	0.00	0.00	0.00
316.36	320.17	309.99	324.54	334.28



CINCINNATI CITY SCHOOL DISTRICT, OHIO

Principal Taxpayers Real Estate Tax and Public Utilities Personal Property Current Year and Nine Years Ago

Name of Taxpayer	Nature of Business	Calendar Year 2012		
		Assessed Value	Rank	Percent of Total Assessed Value
Duke Energy Ohio Inc	Public Utility	\$316,697,720	1	5.32%
City of Cincinnati	City Government	99,479,420	2	1.67%
The Procter and Gamble Company	Consumer Goods Manufacturing	55,005,880	3	0.92%
Emery Realty Inc	Real Estate Holdings	26,646,190	4	0.45%
Fifth Third Bank	Real Estate Holdings	23,350,520	5	0.39%
Ohio Teachers Retirement	Real Estate Holdings	21,525,000	6	0.36%
Columbia Development	Real Estate Holdings	20,448,030	7	0.34%
Regency Centers LP	Real Estate Holdings	18,159,720	9	0.30%
City of Cincinnati	Real Estate Holdings	17,937,490	8	0.30%
Hertz Center	Real Estate Holdings	14,000,000	10	0.24%
Subtotal		613,249,970		10.29%
All Others		5,341,072,110		89.71%
Total		\$5,954,322,080		100.00%

Name of Taxpayer	Nature of Business	Calendar Year 2003		
		Assessed Value	Rank	Percent of Total Assessed Value
Cinergy	Public Utility	\$254,420,360	1	4.29%
The Procter and Gamble Company	Consumer Goods Manufacturing	102,209,960	2	1.72%
Cincinnati Bell Telephone	Public Utility	79,206,240	3	1.34%
City of Cincinnati	City Government	64,551,250	4	1.09%
Hamilton County Commissioners	County Government	53,048,590	5	0.89%
Emery Realty	Real Estate Holdings	31,255,000	6	0.53%
Prudential Insurance	Real Estate Holdings	28,000,000	7	0.47%
Columbia Development	Real Estate Holdings	27,737,510	8	0.47%
Ohio Teachers Retirement	Real Estate Holdings	27,125,000	9	0.46%
Western & Southern Life	Real Estate Holdings	22,800,520	10	0.38%
Subtotal		690,354,430		11.64%
All Others		5,242,468,570		88.36%
Total		\$5,932,823,000		100.00%

Source: Hamilton County Auditor - Land and Buildings
Based on valuation of property in 2012 and 2003

Presented on a calendar year basis because that is the manner
in which the information is maintained by the County.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Property Tax Levies and Collections
(amounts in thousands)
Last Ten Years

Collection Year	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Total Tax Levy ⁽¹⁾	\$269,841	\$268,011	\$277,611	\$276,704
Collections within the Fiscal Year of the Levy				
Current Tax Collections ⁽²⁾	232,064	231,599	237,378	232,726
Percent of Levy Collected	86.00%	86.41%	85.51%	84.11%
Delinquent Tax Collections	<u>10,874</u>	<u>10,910</u>	<u>12,621</u>	<u>12,233</u>
Total Tax Collections	242,938	242,509	249,999	244,959
Percent of Total Tax Collections To Tax Levy	90.03%	90.48%	90.05%	88.53%
Accumulated Outstanding Delinquent Taxes ⁽³⁾	9,655	11,049	12,343	12,395
Percentage of Accumulated Delinquent Taxes to Total Tax Levy	3.58%	4.12%	4.45%	4.48%

(1) Taxes levied and collected are presented on a cash basis.

(2) State reimbursements of rollback and homestead exemptions are included; December 2005 settlement estimate included.

(3) Penalties and interest are included, since by Ohio law they become part of the tax obligation as assessment occurs. Delinquent taxes based upon levy year, not collection year.

Source: Hamilton County Auditor's Office

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
\$281,679	\$278,080	\$310,725	\$325,378	\$310,483	\$312,059
234,117	255,997	250,932	260,668	256,563	263,761
83.11%	92.06%	80.76%	80.11%	82.63%	84.52%
<u>12,665</u>	<u>14,997</u>	<u>12,543</u>	<u>16,232</u>	<u>15,936</u>	<u>11,725</u>
246,782	270,994	263,475	276,900	272,499	275,486
87.61%	97.45%	84.79%	85.10%	87.77%	88.28%
17,877	21,615	29,563	29,345	22,483	22,535
6.35%	7.77%	9.51%	9.02%	7.24%	7.22%

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Ratio of Outstanding Debt By Type Last Ten Years

	2004	2005	2006	2007
Governmental Activities ⁽¹⁾				
General Obligation Bonds Payable	\$732,790,633	\$721,838,146	\$736,003,676	\$673,331,045
Long-Term Notes Payable	32,400,000	29,600,000	0	0
Tax Anticipation Notes Payable	5,000,000	0	43,600,000	35,730,000
Capital Leases	172,081	29,772	0	126,617,792
Total Primary Government	<u>\$770,362,714</u>	<u>\$751,467,918</u>	<u>\$779,603,676</u>	<u>\$835,678,837</u>
Population ⁽²⁾				
City of Cincinnati	331,285	331,285	331,285	331,285
Outstanding Debt Per Capita	2,325	2,268	2,353	2,523
Income ⁽³⁾				
Personal (in thousands)	12,342,354	13,074,825	13,702,279	13,525,704
Percentage of Personal Income	6.24%	5.75%	5.69%	6.18%

Sources:

- (1) District Treasurer's Office
- (2) US Bureau of Census of Population
- (3) US Department of Commerce, Bureau of Economic Analysis
 - (a) Per Capita Income is only available by County, Total Personal Income is a calculation

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2008	2009	2010	2011	2012	2013
\$651,203,169	\$628,860,293	\$640,782,247	\$624,312,582	\$660,062,686	\$630,873,616
0	0	0	0	0	0
27,455,000	18,755,000	9,610,000	0	0	0
125,367,234	124,116,676	122,866,118	114,960,560	106,715,000	105,815,000
<u>\$804,025,403</u>	<u>\$771,731,969</u>	<u>\$773,258,365</u>	<u>\$739,273,142</u>	<u>\$766,777,686</u>	<u>\$736,688,616</u>
331,285	331,285	331,285	332,252	296,223	296,550
2,427	2,330	2,334	2,225	2,589	2,484
13,740,708	14,155,808	12,965,832	12,577,898	12,571,087	11,638,305
5.85%	5.45%	5.96%	5.88%	6.10%	6.33%

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Ratios of General Bonded Debt Outstanding Last Ten Years

Year	2004	2005	2006	2007
Population (1)	331,285	331,285	331,285	331,285
Assessed Value (in thousands) (2)	6,509,957	6,411,504	7,040,962	6,907,281
General Bonded Debt (3)				
General Obligation Bonds	732,790,633	721,838,146	736,003,676	673,331,045
Resources Available to Pay Principal (4)	15,765,336	15,714,852	21,561,481	24,674,972
Net General Bonded Debt	717,025,297	706,123,294	714,442,195	648,656,073
Ratio of Net Bonded Debt to Estimated Actual Value	11.01%	11.01%	10.15%	9.39%
Net Bonded Debt per Capita	2,164	2,131	2,157	1,958

Source:

(1) U.S. Bureau of Census of Population

(2) Hamilton County Auditor

(3) Includes all general obligation bonded debt supported by property taxes

(4) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
331,285	331,285	331,285	332,252	296,223	296,550
6,736,715	6,587,500	6,586,500	6,597,340	6,029,948	5,954,322
651,203,169	628,860,293	640,782,247	624,312,582	660,062,686	630,873,616
23,190,860	9,466,772	12,439,296	(282,873)	28,654,095	33,416,766
628,012,309	619,393,521	628,342,951	624,595,455	631,408,591	597,456,850
9.32%	9.40%	9.54%	9.47%	10.47%	10.03%
1,896	1,870	1,897	1,880	2,132	2,015



CINCINNATI CITY SCHOOL DISTRICT, OHIO

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
June 30, 2013*

<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to Cincinnati Public School District (1)</u>	<u>Amount Applicable to Cincinnati Public School District</u>
Direct:			
Cincinnati Public School District	\$736,688,616	100.00%	\$736,688,616
Overlapping:			
Hamilton County	75,970,000	32.80%	24,918,160
Cities:			
Cheviot	455,000	100.00%	455,000
Cincinnati	423,410,000	99.98%	423,325,318
Madeira	840,000	0.46%	3,864
Norwood	2,699,148	0.04%	1,080
Silverton	820,000	93.08%	763,256
Wyoming	12,595,405	0.01%	1,260
Villages:			
Amberly	5,720,000	100.00%	5,720,000
Golf Manor	104,000	100.00%	104,000
Townships:			
Delhi	4,750,000	1.57%	74,575
Springfield	10,670,000	5.08%	542,036
Anderson Township	19,340,000	0.30%	58,020
Sycamore Township	18,280,000	3.16%	577,648
Anderson Township Park District	30,617	0.30%	92
Deer Park - Silverton Fire District	400,000	41.85%	167,400
Little Miami Jt Fire & Rescue District	7,895,000	19.37%	1,529,262
	<u>583,979,170</u>	Subtotal	<u>458,240,971</u>
		Total	<u><u>\$1,194,929,587</u></u>

Source: Hamilton County Auditor

(1) Overlapping percentage was calculated by dividing each overlapping subdivision's assessed valuation within the District by the subdivision's total assessed valuation.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Debt Limitations (amounts in thousands) Last Ten Years

Collection Year	2004	2005	2006	2007
Net Assessed Valuation	\$6,509,957	\$6,411,504	\$7,040,962	\$6,907,281
Overall Direct Debt Limitation				
Legal Debt Limitation (%) (1)	9.00%	9.00%	9.00%	9.00%
Legal Debt Limitation (\$) (1)	585,896	577,035	633,687	621,655
Applicable District Debt Outstanding	732,791	721,838	736,004	673,331
Less: Applicable Debt Service Fund Amounts (2)	(15,765)	(15,715)	(21,561)	(24,675)
Net Indebtedness Subject to Limitation	717,025	706,123	714,442	648,656
Overall Legal Debt Margin	(\$131,129)	(\$129,088)	(\$80,756)	(\$27,001)
Unvoted Direct Debt Limitation				
Legal Debt Limitation (%) (1)	0.10%	0.10%	0.10%	0.10%
Legal Debt Limitation (\$) (1)	6,510	6,412	7,041	6,907
Applicable District Debt Outstanding	0	0	0	0
Unvoted Legal Debt Margin	\$6,510	\$6,412	\$7,041	\$6,907
Energy Conservation Bond Limitation				
Legal Debt Limitation (%) (1)	0.90%	0.90%	0.90%	0.90%
Legal Debt Limitation (\$) (1)	58,590	57,704	63,369	62,166
Authorized by the Board	0	0	(13,800)	(11,290)
Unvoted Energy Conservation				
Bond Legal Debt Margin	\$58,590	\$57,704	\$49,569	\$50,876

(1) Ohio Bond Law sets a limit of 9% for overall debt, 1/10 of 1% for unvoted debt, and 9/10 of 1% for energy conservation debt.

(2) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2008	2009	2010	2011	2012	2013
\$6,736,715	\$6,587,500	\$6,586,500	\$6,597,340	\$6,029,948	\$5,954,322
9.00%	9.00%	9.00%	9.00%	9.00%	9.00%
606,304	592,875	592,785	593,761	542,695	535,889
651,203	628,860	640,782	624,313	660,063	630,874
(23,191)	(9,467)	(12,439)	0	(28,654)	(33,417)
628,012	619,394	628,343	624,313	631,409	597,457
(\$21,708)	(\$26,519)	(\$35,558)	(\$30,552)	(\$88,713)	(\$61,568)
0.10%	0.10%	0.10%	0.10%	0.10%	0.10%
6,737	6,588	6,587	6,597	6,030	5,954
0	0	0	0	0	0
\$6,737	\$6,588	\$6,587	\$6,597	\$6,030	\$5,954
0.90%	0.90%	0.90%	0.90%	0.90%	0.90%
60,630	59,288	59,279	59,376	54,270	53,589
(8,655)	(5,900)	(24,740)	(24,715)	(50,965)	(50,965)
\$51,975	\$53,388	\$34,539	\$34,661	\$3,305	\$2,624

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Demographic and Economic Statistics Last Ten Years

Calendar Year	2003	2004	2005	2006
Population (1)				
City of Cincinnati	331,285	331,285	331,285	331,285
Hamilton County	845,303	845,303	845,303	845,303
Income (2) (a)				
Total Personal (in thousands)	12,342,354	13,074,825	13,702,279	13,525,704
Per Capita	37,256	39,467	41,361	40,828
Unemployment Rate (3)				
Federal	6.0%	5.5%	5.0%	4.6%
State	6.1%	6.0%	5.9%	5.5%
Hamilton County	5.1%	5.7%	5.7%	5.0%
Fiscal Year	2004	2005	2006	2007
School Enrollment (4)				
Grades K - 5	18,153	16,907	15,964	15,534
Grades 6 - 8	9,690	9,071	8,573	7,606
Grades 9 - 12	10,936	11,190	11,029	11,089
Total	38,779	37,168	35,566	34,229

Sources:

- (1) US Bureau of Census of Population
- (2) US Department of Commerce, Bureau of Economic Analysis
 - (a) Per Capita Income is only available by County, Total Personal Income is a calculation
- (3) State Department of Labor Statistics
- (4) District Treasurer's Office

CINCINNATI CITY SCHOOL DISTRICT, OHIO

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
331,285	331,285	331,285	331,285	332,252	296,223
845,303	845,303	850,869	802,374	800,362	802,374
13,740,708	14,155,808	12,965,832	12,577,898	12,571,087	11,638,305
41,477	42,730	39,138	37,967	37,836	39,289
4.6%	5.8%	9.3%	9.6%	8.9%	7.6%
5.6%	6.6%	10.2%	10.1%	8.6%	7.2%
5.0%	5.6%	8.9%	9.4%	8.6%	7.5%
<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
15,279	15,486	15,545	15,105	14,982	16,474
7,278	7,311	7,053	6,976	6,713	6,631
10,681	10,558	9,927	9,928	9,061	8,639
<u>33,238</u>	<u>33,355</u>	<u>32,525</u>	<u>32,009</u>	<u>30,756</u>	<u>31,744</u>



CINCINNATI CITY SCHOOL DISTRICT, OHIO

Principal Employers Current Year and Nine Years Ago

Employer	Nature of Business	2013	
		Number of Employees	Rank
The Kroger Co.	National Grocery Retailer	20,646	1
University of Cincinnati	Education	15,329	2
The Proctor & Gamble Co	Consumer Goods Manufacturing	12,564	3
Cincinnati Childrens Hospital	Medical	12,000	4
TriHealth	Health Care System	10,400	5
Catholic Health/Mercy Health Partners	Health Care	8,940	6
UC Health	Health Care	8,670	7
GE Aviation	Jet Engine Manufacturer	7,500	8
St. Elizabeth Healthcare	Health Care	7,251	9
Fifth Third Bank Corp.	Financial Institution	7,180	10
Total		110,480	

Employer	Nature of Business	2004	
		Number of Employees	Rank
Fifth Third Bank Corp.	Financial Institution	19,830	1
The Kroger Co.	National Grocery Retailer	15,000	2
The Proctor & Gamble Co	Consumer Goods Manufacturing	14,700	3
University of Cincinnati	Education	14,281	4
Health Alliance of Grtr Cinti	Health Care System	13,167	5
Archdiocese of Cincinnati	Religious Organization	8,000	6
Cinergy	Public Utility	7,823	7
Frisch's Restaurant	Restaurant	7,802	8
City of Cincinnati	Government	7,553	9
TriHealth Inc	Healthcare	7,249	10
Total		115,405	

Sources: Cincinnati USA,

CINCINNATI CITY SCHOOL DISTRICT, OHIO

School District Employees by Type Last Ten Years

	2004	2005	2006	2007	2008
Supervisory					
Executive Administration	0.00	0.00	0.00	0.00	0.00
Principals	88.20	81.00	73.00	76.00	68.00
Assistant Principals	59.90	58.80	51.80	50.30	39.00
Supervisor/Coordinator/Director	0.00	0.00	0.00	0.00	0.00
Consultants/Supervisors of Instruction	16.80	9.50	3.00	23.80	25.00
Instructional Administrators	4.00	2.00	4.00	3.00	2.00
Noninstructional Administrators	45.50	43.00	34.00	37.40	36.00
Other Official/Administration	0.00	0.00	0.00	0.00	0.00
Instruction					
Classroom Teachers	3,115.73	3,035.34	2,719.36	2,480.04	2,268.05
Teacher Support	0.00	0.00	0.00	0.00	0.00
Student Services					
Guidance Counselors	20.00	21.00	18.00	19.00	17.60
Instructional Paraprofessional/T. Aide	0.00	0.00	0.00	0.00	0.00
Librarians/Librarian Aide	29.30	32.00	27.00	28.90	25.55
Psychologists	76.90	75.35	77.50	72.85	63.40
Therapist/Therapist Asst./Interpreter	0.00	0.00	0.00	0.00	0.00
Social Workers	37.40	40.80	34.50	40.68	37.10
Other Professionals (noninstructional)	67.94	89.97	80.83	108.64	107.12
Support Services					
Accounting/Office Clerical	0.00	0.00	0.00	0.00	0.00
Clerical/Secretaries	441.30	423.78	392.49	351.32	332.37
Custodial/Grounds	0.00	0.00	0.00	0.00	0.00
Food Service	254.45	238.20	213.26	207.71	183.38
Maintenance/Trade Crafts	0.00	0.00	0.00	0.00	0.00
Maintenance/Grounds	404.19	389.60	364.00	401.04	367.03
Safety/Security	165.61	150.67	138.51	116.66	144.27
Technical	0.00	0.00	0.00	0.00	0.00
Tutors/Aides	1,023.53	933.88	889.50	895.56	938.84
Other Support Services	0.00	0.00	0.00	0.00	0.00
<i>Total Employees</i>	<u>5,685.85</u>	<u>5,475.59</u>	<u>4,992.95</u>	<u>4,762.80</u>	<u>4,522.71</u>

Method: 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee

Source: District Treasurer's Office

* Beginning in 2011, additional detail categories were added to align with Ohio Department of Education Management Information System (EMIS) Staff Summary Report

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2009	2010	2011	2012	2013
		*		
0.00	0.00	9.00	11.00	10.00
57.00	56.00	56.00	53.00	57.00
40.50	41.00	41.00	36.60	29.00
0.00	0.00	76.00	63.75	59.75
22.80	25.00	0.00	0.00	0.00
4.00	5.00	0.00	0.00	0.00
58.00	62.00	0.00	0.00	0.00
0.00	0.00	2.00	2.00	2.00
2,178.67	2,193.00	2,118.00	1,973.74	1,970.97
0.00	0.00	99.00	74.45	99.65
16.80	17.00	15.00	14.00	14.60
0.00	0.00	843.00	791.95	766.09
24.60	24.00	23.00	21.30	18.50
71.20	72.00	62.00	53.60	51.41
0.00	0.00	102.00	107.77	99.10
35.63	31.00	21.00	17.73	16.33
110.91	113.00	68.00	81.91	65.85
0.00	0.00	286.00	264.99	236.63
335.68	324.00	0.00	0.00	0.00
0.00	0.00	198.00	193.00	190.63
173.19	164.00	164.00	165.12	165.16
0.00	0.00	125.00	117.99	107.99
344.77	339.00	0.00	0.00	0.00
148.67	113.00	119.00	99.00	96.00
0.00	0.00	19.00	31.05	16.00
1,019.54	957.00	0.00	0.00	0.00
0.00	0.00	23.00	26.97	55.67
<u>4,521.66</u>	<u>4,414.00</u>	<u>4,469.00</u>	<u>4,200.92</u>	<u>4,128.33</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Operating Indicators - Cost per Pupil Last Ten Years

Fiscal Year	2004	2005	2006	2007
Enrollment	38,779	37,168	35,566	34,229
Modified Accrual Basis				
Operating Expenditures (1)	555,222,896	539,653,410	549,273,027	513,240,116
Cost per Pupil	14,318	14,519	15,444	14,994
Percentage of Change	17.6%	1.4%	6.4%	(2.9%)
Accrual Basis				
Operating Expenses (2)	557,773,531	581,527,086	525,843,641	514,755,031
Cost per Pupil	14,383	15,646	14,785	15,039
Percentage of Change	17.0%	8.8%	(5.5%)	1.7%
Teaching Staff	2,929	2,565	2,639	2,401

Source: District Treasurer's Office and Ohio Department of Education

N/A = Not available

(1) Expenditures do not include debt service or capital outlay

(2) Expenses do not include interest expense

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2008	2009	2010	2011	2012	2013
33,238	33,355	32,525	32,009	30,756	31,744
504,776,861	513,957,839	526,854,165	548,361,413	537,053,531	525,175,015
15,187	15,409	16,198	17,131	17,462	16,544
1.3%	1.5%	5.1%	5.8%	1.9%	(5.3%)
523,834,057	537,347,897	541,046,687	561,569,166	563,999,462	564,658,137
15,760	16,110	16,635	17,544	18,338	17,788
4.8%	2.2%	3.3%	5.5%	4.5%	(3.0%)
2,351	2,384	2,193	2,363	2,023	2,804

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Operating Indicators by Function Last Eight Years

	2006	2007	2008
Governmental Activities			
Support Services			
Pupils			
Enrollment	35,566	33,881	33,438
Graduates	1,821	1,769	1,803
Percent of Students with Disabilities	20.14%	20.50%	18.22%
Percent of Students with English as Second Language	1.80%	3.20%	3.00%
Administration			
School Attendance Rate	94.80	94.70	94.80
Fiscal Services			
Purchase Orders Processed	6,007	18,758	21,595
Checks Issued (non payroll)	29,979	27,395	27,485
Operation and Maintenance of Plant			
District Square Footage Maintained	7,775,142	7,949,000	7,949,000
District Square Acreage Maintained	925	925	925
Percentage of Capacity Used	68.93%	95.90%	86.00%
Average Age of Buildings	57	51	46
Pupil Transportation			
Average Daily Students Transported	35,761	25,862	23,676
Average Daily Bus Fleet Miles	26,685	25,081	25,415
Number of Buses	350	328	431
Operation of Noninstructional Services			
Food Service			
Students Meals Served Daily	4,883,113	4,303,328	3,315,962
Free/Reduced Price Meals Daily	4,242,694	3,721,980	2,893,212
Percentage of Students Receiving Free and Reduced Lunch	86.89%	86.49%	87.25%
Extracurricular Activities			
High School Varsity Teams	126	145	100

Source: District Treasurer's Office

Information not available in this format prior to 2005

* 2012 enrollment data reflects an October 2011 enrollment head count.

Prior years reflect a count as of June 30.

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2009	2010	2011	2012	2013
33,121	32,525	32,009	30,756 *	29,928
1,799	1,766	1,736	1,605	1,609
20.00%	20.80%	21.00%	20.10%	19.30%
3.10%	3.70%	3.70%	4.30%	5.10%
95.20	97.90	95.80	95.00	95.70
19,293	19,943	16,250	0	11,953
24,083	26,662	25,885	22,137	18,602
6,977,896	5,916,068	5,983,415	5,892,176	6,073,977
755	755	755	755	755
92.42%	94.55%	93.03%	0.00%	95.30%
42	37	36	19	18
24,585	20,894	19,938	20,984	21,118
29,690	30,917	31,079	24,912	25,295
358	413	426	427	425
5,298,035	5,248,226	5,613,070	5,920,539	5,895,704
4,629,370	4,679,097	3,972,566	5,265,433	5,564,086
87.38%	89.16%	70.77%	88.94%	94.38%
126	142	144	126	121

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Operating Indicators - Teacher Base Salaries Last Ten Years

Fiscal Year	2004	2005	2006	2007
Minimum Salary	33,866	34,882	35,824	35,824
Maximum Salary	76,581	78,879	81,008	81,008
District Average Salary	55,348	58,362	60,275	62,760
County Average Salary	52,837	54,288	54,967	54,576
State Average Salary	47,495	49,438	50,772	51,346

Source: District Treasurer's Office and Ohio Department of Education

Operating Indicators - Teacher Base Salaries Last Ten Years

Fiscal Year	2004	2005	2006	2007
Bachelor's Degree	413	243	230	155
Bachelor + 15	723	658	692	570
Master's Degree	1,236	1,077	1,111	1,083
Master's Degree + 30	506	541	560	549
Doctorate	51	46	46	44
Total	2,929	2,565	2,639	2,401

Source: District Treasurer's Office

N/A = not available

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2008	2009	2010	2011	2012	2013
36,905	36,905	36,905	39,262	40,926	42,619
83,455	87,979	87,979	83,455	83,455	83,455
64,029	67,097	64,344	64,638	65,966	66,470
55,001	58,300	48,000	42,195	N/A	N/A
53,410	54,656	53,000	56,715	N/A	N/A

2008	2009	2010	2011	2012	2013
160	159	152	197	127	245
519	519	488	486	401	501
1,080	1,088	1,033	1,054	958	1,220
545	567	486	572	507	779
47	51	34	54	30	59
2,351	2,384	2,193	2,363	2,023	2,804

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Capital Asset Statistics by Building Last Eight Years

	2006	2007	2008	2009
School Buildings				
High Schools				
Number of Buildings	10	10	11	11
Square Footage	2,667,745	2,882,307	2,638,069	2,638,069
Capacity (students)	15,081	11,361	14,655	13,415
Enrollment	12,050	10,895	10,681	12,597
Elementary Schools				
Number of Buildings	53	50	47	46
Square Footage	4,398,912	4,752,707	4,348,245	3,583,896
Capacity (students)	33,522	24,129	26,607	21,450
Enrollment	23,516	23,140	22,557	20,524
All Other				
Central Administration Building				
Square Footage	140,033	140,033	140,033	140,033
Maintenance Building				
Square Footage	150,779	150,779	150,779	150,779

Source: District Treasurer's Office

Information not available in this format prior to 2005

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2010	2011	2012	2013
11	13	13	13
2,443,649	2,469,919	2,668,672	2,382,548
10,950	11,600	10,192	10,192
9,927	12,587	9,061	8,639
46	43	46	44
3,472,389	3,222,684	3,371,043	3,055,697
23,915	22,800	23,474	22,585
22,598	19,422	21,695	23,105
140,033	140,033	140,033	140,033
150,779	150,779	150,779	150,779

CINCINNATI CITY SCHOOL DISTRICT, OHIO

Educational and Operating Statistics Last Ten Years

	2004	2005	2006	2007	2008
ACT Scores (Average)					
Cincinnati	19.5	19.7	19.4	19.4	19.0
Ohio	21.4	21.1	21.5	21.6	21.7
National	20.9	20.6	21.1	21.2	21.1
SAT Scores (Average)					
Cincinnati					
Verbal	522	508	483	475	497
Mathematical	511	508	480	469	486
Ohio					
Verbal	540	539	535	536	534
Mathematical	540	543	544	542	544
National					
Verbal	510	508	503	502	502
Mathematical	510	520	518	515	515
National Merit Scholars					
Finalist	6	5	3	3	0
Semi-Finalist	14	17	13	15	11
Cost per Student (ODE)					
Cincinnati	12,667	12,734	11,970	12,025	12,315
Ohio (Average)	8,768	9,028	8,744	9,343	9,939
Cost to Educate a Graduate					
Cincinnati	106,735	113,248	118,613	121,514	129,086
Ohio (Average)	84,129	88,133	88,671	91,193	101,747
Attendance Rate					
Cincinnati	94.80%	94.40%	94.80%	94.70%	94.80%
Ohio (Average)	95.30%	95.20%	94.10%	94.10%	94.20%
Graduation Rate					
Cincinnati	72.10%	77.00%	76.60%	77.20%	80.00%
Ohio (Average)	84.30%	85.90%	86.20%	86.10%	86.90%

Source:

District's Student Records and Ohio Department of Education

CINCINNATI CITY SCHOOL DISTRICT, OHIO

2009	2010	2011	2012	2013
18.9	19.1	18.1	19.3	18.8
21.7	21.8	21.8	21.8	21.8
21.1	21.0	21.1	21.1	20.9
518	524	513	548	568
508	514	501	535	558
537	538	539	543	548
546	548	545	548	556
501	501	497	496	496
515	516	514	514	514
0	7	0	17	0
21	21	19	22	0
13,012	13,449	14,067	14,720	N/A
10,184	10,513	10,513	10,571	N/A
135,319	148,331	161,780	175,847	190,567
105,992	116,176	126,689	137,202	147,773
95.20%	97.90%	95.80%	95.00%	95.70%
94.30%	94.30%	94.50%	94.20%	94.20%
82.90%	80.40%	81.90%	63.90%	66.00%
84.60%	83.00%	84.30%	83.80%	81.30%

