

City of Calhoun
Board of Education, Georgia

A Component Unit of the City of Calhoun, Georgia

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2016

CITY OF CALHOUN BOARD OF EDUCATION, GEORGIA

(A Component Unit of the City of Calhoun, Georgia)

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2016

Prepared by: Finance Department

City of Calhoun Board of Education
Comprehensive Annual Financial Report
For The Year Ended June 30, 2016

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Introductory Section

CALHOUN CITY SCHOOLS

a tradition of excellence

December 31, 2016

To the Members of the Calhoun City School Board,
The Citizens of the City of Calhoun, Georgia and the Financial Community:

The ***Comprehensive Annual Financial Report*** (CAFR) of the City of Calhoun School Board, Georgia (the Board) for the fiscal year ended June 30, 2016, is submitted herewith. This report was prepared by the Board's finance department and is intended to fulfill the requirements for audit prescribed by Georgia Statutes for local boards of education. A separate report is issued to fulfill Single Audit Requirements of Federal and State governments. Board management assumes full responsibility for the completeness and reliability of the information contained in this report, based on a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The Finance Department prepared this report in conformance with standards of the Governmental Accounting Standards Board, the American Institute of Certified Public Accountants and the Government Finance Officers Association. The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the fund level for the governmental fund type.

R. M. Dobbs & Company, Certified Public Accountants, have issued an unqualified ("clean") opinion of the Board of Calhoun's financial statements for the fiscal year ended June 30, 2016. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) document immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

SCHOOL SYSTEM PROFILE

The Calhoun City School System was established under the laws of the State of Georgia and operates under the guidance of a school board elected by the voters and a Superintendent, appointed by the Board. The Board provides education for grades K-12 as well as Pre-kindergarten for students within the City of Calhoun and for non-resident students from surrounding communities. The School System is considered to be a component unit of the City of Calhoun.

Established in 1902 the Calhoun City School System celebrates 114 years of excellence. Through its storied history, Calhoun City Schools has been known for its strong and rich tradition of excellence; excellence in academics, arts, and athletics. Throughout Calhoun City Schools' existence, stakeholder involvement has been a critical component of its success. Although challenges exist, Calhoun City Schools looks at these challenges as opportunities to reach its mission of inspiring all students to become life-long learners in the pursuit of

excellence. Interwoven into the tapestry of the historical lineage of Calhoun City Schools, is a commitment to excellence and community spirit that rests on the very pulse of its existence. This rich tradition of the Calhoun City Schools would not be possible were it not for the involvement of stakeholders over the years.

Our diverse enrollment continues to increase. Our 2016 enrollment was 3,929 in grades K – 12 plus 164 enrolled in the Pre-kindergarten program, a total of 4,093 students. Approximately 34% percent of our students are Hispanic, 7% black, 54% white, and approximately 5% Asian, Pacific Islander, multi-racial, or American Indian. The Calhoun City School System is a system of choice. Approximately 23% of our student's apply to attend our schools from surrounding districts. We serve our diverse student population through both regular and special education programs. Additionally, the system uses special programs such as English to Speakers of Other Languages (ESOL), Gifted Education, Early Intervention Programs (EIP), Remediation and Advanced Placement. The Calhoun College and Career Academy, a school within Calhoun High School, offers the courses and programs needed to achieve a well-rounded education while attaining the skills necessary to be successful beyond high school. Career clusters/pathways available to students include Culinary Arts, Audio & Video Technology and Film Graphic Design and Production, Nursing and Allied Health, Teaching as a Profession, Architecture and Construction, Web and Digital Communication Programming, Law Enforcement Services, and Agriculture Science.

In FY 2016 our school family included 219 classroom teachers, 130 support personnel and 9 administrators working in our schools (Pre-K-12). Seven administrators, 16 support and 21 maintenance and transportation personnel provide system-wide support. Our multi-talented staff is committed to providing an exemplary education to our diverse student body.

Our fleet of nineteen route buses transports approximately 2,879 students daily; three of these buses which are equipped to transport special needs children throughout the City are staffed with monitors to assist in caring for the students of varying ages and disabilities. In addition, we have thirteen buses used to replace out of service buses and to support extracurricular activities.

Each day our cafeteria workers prepare and serve approximately 4,220 meals to our students, faculty, and support staff. The percentage of students receiving free and/or reduced meals increased this year with 60% of our students qualifying.

Our technology department supports an inventory of more than 5,000 laptops, desktops, iPads, wireless access points, interactive white boards, projectors, and document cameras. In addition, they support a wide-area network powered by Cisco and VMware View that provides added capabilities within our schools via the Internet. This infrastructure insures that our students, faculty, and support staff have access to their lessons, lesson plans, application software, and data from computers, smart phones and tablets.

All of our schools have Emergency Response Plans approved by the Georgia Emergency Management Agency. The purpose of these plans is to provide a functional, procedural framework for school staff and school emergency responders to follow when responding to emergencies in and around a school campus. The plan insures as much as humanly possible the safety, security and medical treatment of school students, staff, and visitors in an actual or threatened emergency or full-fledged disaster.

The City of Calhoun offers a safe, friendly, small town atmosphere, conveniently located on I-75 one hour north of Atlanta and 45 minutes south of Chattanooga. This enviable location has attracted and continues to attract commercial and industrial enterprises such as major carpet and floor covering manufacturers, food processors, and distribution firms. The City of Calhoun has positioned itself very well for growth, due to capacity for expansion in the areas of water, sewer and electricity. Additionally, the City and the surrounding area possess a vast array of quality-of-life resources including civil war historic sites, state parks, quality health care, excellent public and higher educational opportunities, a cultural arts center, and a regional outlet center.

The City incorporated in January 1852 occupies a land area of approximately 12 square miles and serves a residential population of 16,309. The City is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation as deemed appropriate by the Mayor and Council. Section 5-102 (a) of the Charter of the City of Calhoun states that the "mayor and council of the city are authorized to levy a tax annually on the real and personal property in the City of Calhoun for the purpose of establishing and maintaining a system of public schools in the city; provided, however, that the money so raised shall be used for school purposes."

Section 7-105 of the Charter of the City of Calhoun states that the "school board of education shall submit to the mayor and council at a regularly scheduled council meeting an annual operating and capital budget to be funded from local sources of revenue. The mayor and council shall not be authorized to adopt the budget submitted by the school board of education until at least the next regular council meeting following the date of submission." To prepare the budget for submission the Board adopts a budget calendar which establishes the dates by which the Superintendent will submit the budget to accomplish the approved priorities and goals for the upcoming fiscal year. Throughout the budget process meetings are held with school system administrators, the Board, and the Mayor and/or his City Council representative. Input received from each of the listed groups is used to formulate the tentative budget. Once the Board has reviewed and approved the Superintendent's tentative budget it is then submitted to the mayor and council in accordance with Section 7-105. The final budget is then approved by the Board and Council respectively at their next scheduled meeting.

LOCAL ECONOMY

The Board has a large industrial base, which includes several Fortune 500 companies. Calhoun is the home of manufacturing facilities for several major companies, including Mohawk Industries, Shaw Industries, Mannington Floor Covering, and Engineered Floors LLC. Other industries, such as Kerry Inc., FieldTurf USA, and Calhoun Outlets which represent food processing, synthetic turf production, and retail outlets help to diversify the industrial base. However, the City of Calhoun continues to experience the impact of the slow recovery from the nationwide recession on all of these industries. Due to this, the Board continues to encounter financial challenges.

LONG-TERM FINANCIAL PLANNING

On November 2, 2010 the voters of the City of Calhoun and Gordon County approved the continuation of the existing ESPLOST effective July 2012 through June 2017, ESPLOST IV. The voters of the City of Calhoun also authorized the City to issue general obligation bonds in principal amount not to exceed $33,000,000 to pay the cost of the construction, furnishing, and equipping of a new middle-high complex and other projects as specified in the resolution calling the election. In May 2011 the City issued, on behalf of Calhoun City Schools, $21,000,000 of General Obligation School Bonds, Taxable – Qualified School Construction Bonds (Series 2011 QSCB). In August 2012, the City issued, on behalf of Calhoun City Schools, $12 million of local general obligation bonds (Series 2012) at a premium netting approximately $12.7 million. In addition to these funds, $15.7 million of State Regular Advance funding for capital outlay projects repaid from future state capitalization earnings and approximately $4,850,000 of local funds to be repaid from ESPLOST funds will be used to construct and equip the new middle-high school complex. Monthly ESPLOST receipts used will be deposited into the Debt Service Account (U.S. Bank) until sufficient moneys have accumulated therein to satisfy the interest payment requirements on the Series 2011 QSCB and Series 2012 Bonds and the required payment to the Series 2011 QSCB Invested Sinking Fund for the current bond year. The Invested Sinking Fund for the Series 2011 QSCB will be used to pay the principal due on the Series 2011 QSCBs on September 1st of 2022 through 2025. Monthly ESPLOST receipts will be used to pay the principal due on the Series 2012 Bonds on September 1st of 2026 through 2032.

On November 3, 2015, the voters of the City of Calhoun and Gordon County approved the continuation of the existing ESPLOST effective July 2017 through June 2022, ESPLOST V. Monthly ESPLOST receipts will continue to be deposited into the Debt Service Account (U.S.Bank) to pay the above mentioned debt.

CONSTRUCTION

Construction of the new Calhoun Middle and High School Complex began in the summer of 2011 on the existing middle-high school site. The new school complex, which provides approximately 385,000 square feet of new space, has been completed. Future construction plans include renovating a recently purchased building adjacent to the high school that will accommodate the Calhoun Online Learning Academy (COLA) and Calhoun STEMworks Engineering Learning Lab. These two programs will complement existing curriculum offerings and provide support for all students grades K-12. In addition, the Auditorium will undergo a major renovation which will include a sound system, lighting, and seating.

AWARDS

As demonstrated by the statements and schedules included in the financial and required supplemental information sections of this report, the Board continues meeting its responsibility for sound financial management.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Calhoun Board of Education for its comprehensive annual financial report for the fiscal year ended June 30, 2015. This was the eighth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

ACKNOWLEDGEMENTS

The preparation of this CAFR would not have been possible without the efficient and dedicated service of the Finance Department. Thank you to our department heads and principals for understanding the importance of the financial status of this Board and as such, working diligently to provide quality service within our financial means. We also wish to extend our appreciation to the auditing firm of R. M. Dobbs & Company, Certified Public Accountants for their professionalism in conducting the audit of the Board's basic financial statements and related note disclosures.

Finally, credit also must be given to the School Board for their unfailing support for maintaining the highest standards of professionalism in the management of the Board's finances.

Respectfully Submitted,

Dee Wrisley

Dee Wrisley
Chief Financial Officer

Michele Taylor

Michele Taylor, Ed.D.
Superintendent

City of Calhoun
Board of Education, Georgia

Elected School Board Members
(In Office as of June 30, 2016)

Eddie Reeves, Chairman
In office since October 2009
Current term expires January 2020

Rhoda Washington, Vice Chair
In office since September 2009
Current term expires January 2018

Tony Swink, Secretary
In office since January 2013
Current term expires January 2020
(Prior Service January 2004 – December 2011)

David Scoggins
In office since September 2012
Current term expires January 2018

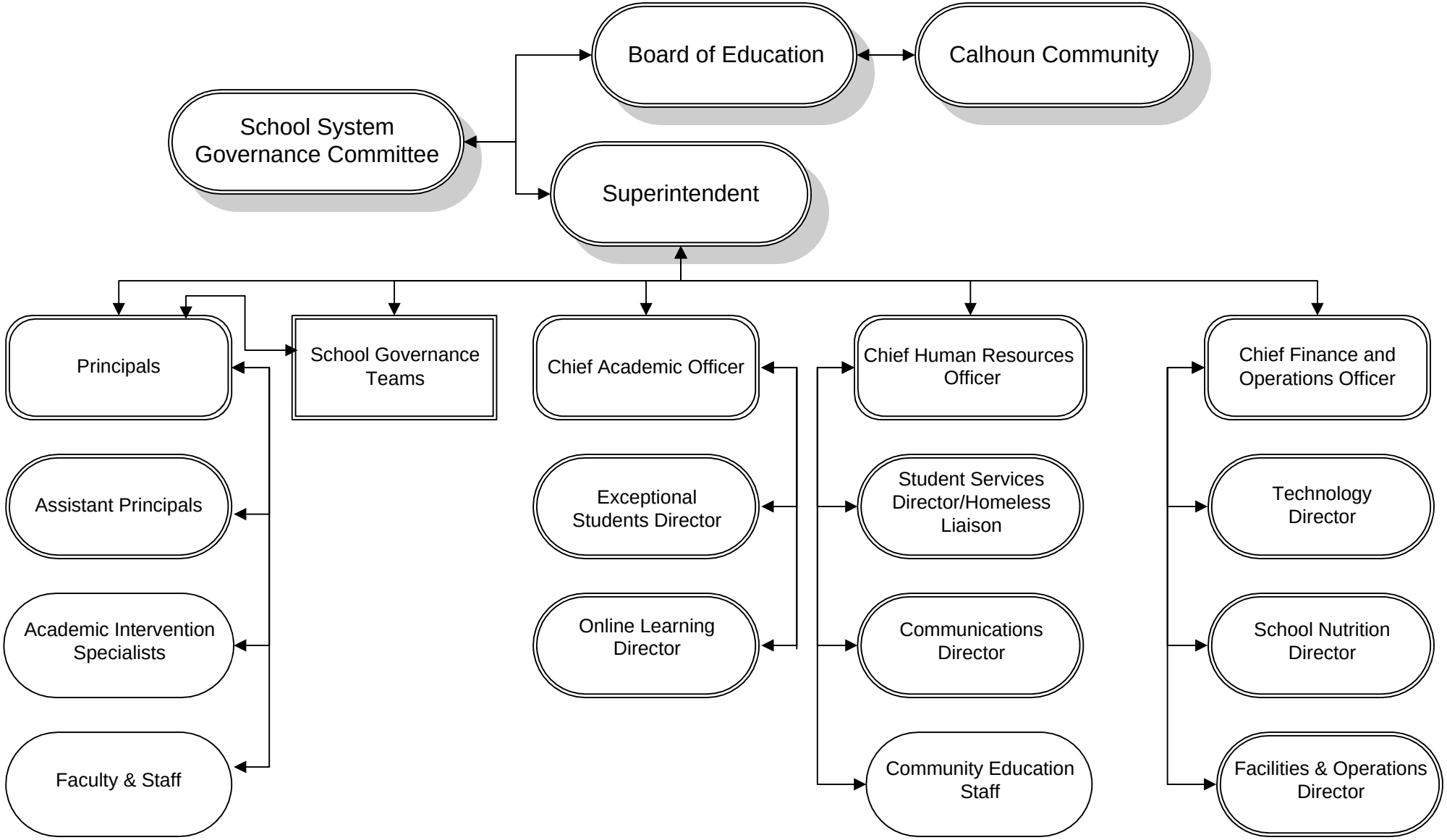
Alvin Long
In office since January 2014
Current term expires January 2018

City of Calhoun
Board of Education, Georgia

Appointed Principal Officials

Name	**Position**
Dr. Michele Taylor	Superintendent
Dee Wrisley	Chief Finance Officer
Michelle Griffith	Chief Human Resources Officer, Community Education Director
Brittney Wilson	Chief Academic Officer
Kelly Bumgardner	Facilities & Operations Director
Kimberly Kiker	School Nutrition Director
Bob Orfield	Special Education Director
Jody Maffetone	Technology Director
Beth Holcomb	Principal, Calhoun Primary School Principal, Calhoun Elementary School
Michelle Knight	Principal, Calhoun Middle School
Greg Green	Principal, Calhoun High School

Calhoun City School - Organizational Chart
FY16



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Calhoun
Board of Education
Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

Executive Director/CEO

Financial Section

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CERTIFIED PUBLIC ACCOUNTANTS
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MITZI B. POWELL, C.P.A.

MEMBER OF
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS
AND
GEORGIA SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Superintendent and Members of the
City of Calhoun Board of Education
Calhoun, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Calhoun Board of Education, Georgia, a component unit of the City of Calhoun, Georgia, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the City of Calhoun Board of Education, Georgia's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Calhoun Board of Education, Georgia, as of June 30, 2016, and the respective changes in financial position and the respective budgetary comparison for the General Fund and the School Food Service Special Revenue Fund for the year then ended in accordance with 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 that the management's discussion and analysis on pages 3-11 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Calhoun Board of Education, Georgia's basic financial statements. The introductory section, combining and individual comparative fund financial statements, budgetary comparison schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of approved local option sales tax projects, as required by the Georgia code section OCGA 48-8-121, and the schedule of expenditures of federal awards is presented for purposes of additional analysis, as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are also not a required part of the basic financial statements.

The combining and individual comparative fund financial statements, budgetary comparison schedules, the schedule of approved local option sales tax projects, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual comparative fund financial statements, budgetary comparison schedules, the schedule of approved local option sales tax projects, and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 31, 2016, on our consideration of the City of Calhoun Board of Education, Georgia's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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 City of Calhoun Board of Education, Georgia's internal control over financial reporting and compliance.

A. M. Dobbs & Company

Calhoun, Georgia
December 31, 2016

MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of City of Calhoun Board of Education, Georgia's (the "Board") annual financial report, the Board's management is pleased to provide this narrative discussion and analysis of the financial activities of the Board for the fiscal year ended June 30, 2016. The Board's financial performance is discussed and analyzed within the context of the accompanying financial statements and disclosures following this section.

Financial Highlights

- The Board's liabilities exceeded its assets by ($1,283,366) (net deficit position) for the fiscal year reported.

- Total net position is comprised of the following:

  (1) The net investment in capital assets of $4,026,676 include property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets (if applicable).
  (2) Net position restricted of $967,402 by constraints imposed from outside the Board such as debt covenants, grantors, laws, or regulations.
  (3) Unrestricted net (deficit) position of ($6,277,444) represent the portion available to maintain the Board's continuing obligations to citizens and creditors.

- The Board's governmental funds reported total ending fund balance of $17,331,597 this year. This compares to the prior year ending fund balance of $12,480,353, showing an increase of $4,851,244 during the current year. The governmental unassigned fund balance of $14,210,586 for fiscal year 2016 shows a $4,060,538 increase from the prior year.

- At the end of the current fiscal year, unassigned fund balance for the general fund was $14,210,586 or 51.5% of total general fund expenditures.

- Overall, the Board continues to maintain a strong financial position.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

Overview of the Financial Statements

This Management Discussion and Analysis document introduces the Board's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The Board also includes in this report additional information to supplement the basic financial statements. Comparative data is presented when available.

Government-wide Financial Statements

The Board's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the Board's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The first of these government-wide statements is the *Statement of Net Position.* This is the government-wide statement of position presenting information that includes all of the Board's assets and liabilities, with the difference reported as *net position.* Over time, increases or decreases in net position may serve as a useful indicator of the financial position of the Board. Evaluation of the overall health of the Board would extend to other nonfinancial factors such as diversification of the taxpayer base, in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities,* which reports how the Board's net position changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the Board's distinct activities or functions on revenues provided by the Board's taxpayers.

Both government-wide financial statements distinguish governmental activities of the Board that are principally supported by property and sales taxes. Governmental activities include regular instruction, specialized instruction and numerous supporting services such as school administration and the operation and maintenance of the schools.

The government-wide financial statements are presented on pages 12 & 13 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Board uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Board's most significant funds rather than the Board as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for nonmajor funds is provided in the form of combining statements in a later section of this report.

The Board has two kinds of funds:

Governmental funds are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the Board's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. Fund financial sstatements are useful in evaluating annual financing requirements of governmental programs and the commitment of current spendable resources.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

The basic governmental fund financial statements, including the general fund's budgetary statement are presented on pages 14-19 of this report.

Individual fund information for nonmajor governmental funds is found in combining statements in a later section of this report.

The other fund type, f*iduciary funds* are used to account for the Board's school activity accounts. This comparative statement of assets and liabilities is presented on page 20.

Notes to the Basic Financial Statements

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the financial statements begin on page 21 of this report.

As discussed, the Board reports major funds in the basic financial statements.

Supplementary Information

This final section of the financial report includes combining and individual statements and schedules for the general fund, capital projects fund and the nonmajor funds, beginning on page 41.

Financial Analysis of the Board as a Whole

The Board's net position at fiscal year-end is a deficit of ($1,283,366). The following table provides a summary of the Board's net position:

Summary of Net Position

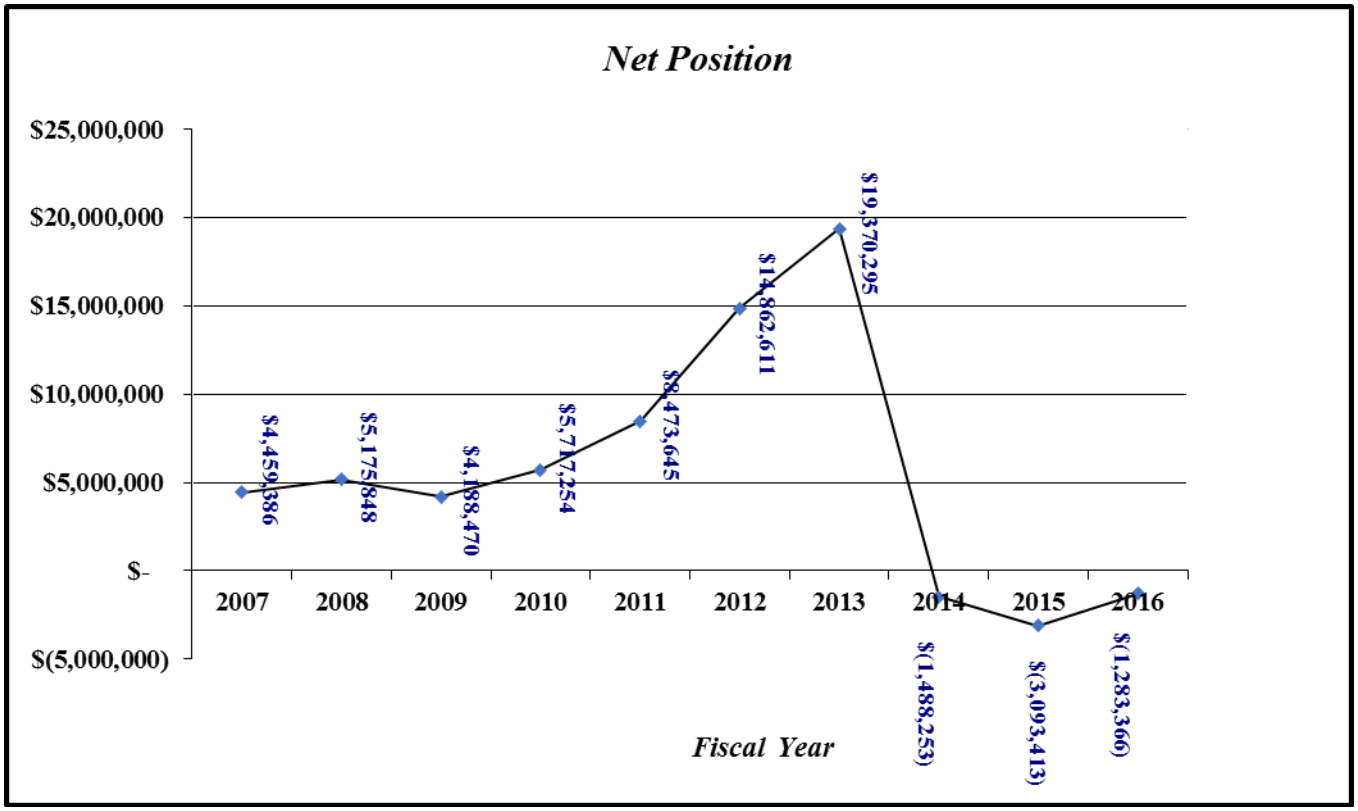
	2016		2015	
	Governmental Activities	Percentage of Total	Governmental Activities	Percentage of Total
Assets:				
Current assets	$ 21,756,503	84%	$ 16,765,913	69%
Capital assets	4,276,676	16%	7,594,626	31%
Total assets	26,033,179	100%	24,360,539	100%
Deferred outflows of resources	4,468,720	100%	4,850,068	0%
Liabilities:				
Current liabilities	4,434,547	15%	4,293,594	17%
Long-term liabilities	24,930,928	85%	20,803,028	83%
Total liabilities	29,365,475	100%	25,096,622	100%
Deferred inflows of resources	2,419,790	100%	7,207,398	100%
Net position:				
Net investment in capital assets	4,026,676	-314%	7,259,322	-235%
Restricted	967,402	-75%	837,646	-27%
Unrestricted	(6,277,444)	489%	(11,190,381)	362%
Total net position	$ (1,283,366)	100%	$ (3,093,413)	100%

The Board continues to maintain a high current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 4.9 to 1 at June 30, 2016 versus 3.9 to 1 at June 30, 2015.

The Board reported a deficit in net position for its governmental activities. Net position increased $1,810,047 for governmental activities in fiscal year 2016.

Note that only 16.5% of the governmental activities' total assets is tied up in capital. The Board uses these capital assets to provide services to its students. Our school board is unique, since we are a component unit of the City of Calhoun, the City owns all of the school buildings and the City issues the debt to finance these buildings. Thus, our percentage is very low as compared to other Georgia school boards.

The following chart reports the total net position balances from fiscal year 2007 - 2016.



In fiscal year 2014, the School District implemented GASB Statement No. 68 which the recording a net pension liability and other related pension deferred inflows and outflows accounts.

(This page continued on the subsequent page)

The following table provides a summary of the Board's changes in net position:

Summary of Changes in Net Position

	2016		2015	
	Governmental Activities	Percentage of Total	Governmental Activities	Percentage of Total
Revenues:				
Program:				
Charges for services	$ 2,338,257	5.5%	$ 1,374,996	3.4%
Operating grants	23,440,256	54.7%	23,009,694	57.7%
Capital grants and contributions	996,853	2.3%	50,000	0.1%
General:				
Taxes	16,044,248	37.5%	15,430,160	38.7%
Other	4,496	0.0%	4,945	0.0%
Total revenues	42,824,110	100.0%	39,869,795	100.0%
Program Expenses:				
Instruction	24,873,858	60.7%	25,369,163	61.2%
Pupil	1,508,127	3.7%	1,514,517	3.7%
Improvement of instructional services	1,659,351	4.1%	1,340,064	3.2%
Media	354,108	0.9%	344,689	0.8%
General administration	461,503	1.1%	366,730	0.9%
Federal grant administration	19,705	0.0%	18,776	0.0%
School administration	1,589,465	3.9%	1,733,468	4.2%
Business administration	486,182	1.2%	784,751	1.9%
Operations and maintenance	3,095,462	7.5%	2,973,715	7.2%
Student transportation	827,867	2.0%	731,900	1.8%
Central support	73,936	0.2%	73,904	0.2%
School nutrition program	2,557,374	6.2%	2,696,769	6.5%
Other supporting services	79,857	0.2%	98,990	0.3%
Community services	668,908	1.6%	547,772	1.3%
Debt service	2,758,360	6.7%	2,879,747	6.9%
Total expenses	41,014,063	100.0%	41,474,955	100.0%
Excess	1,810,047		(1,605,160)	
Beginning net position	(3,093,413)		(1,488,253)	
Ending net position	$ (1,283,366)		$ (3,093,413)	

GOVERNMENTAL REVENUES

The Board's primary revenue source is state aid, primarily the quality basic education aid. State aid and federal aid recognized for operating purposes total 54.7% of total revenue as compared to 57.7% in fiscal year 2015. In addition, the Board also is reliant on property taxes to support governmental operations and capital purposes. Property taxes provided 31.09% of the Board's total governmental revenues as compared to 31.5% in fiscal year 2015.

Property taxes increased $734,975 or 5.9%. This increase relates primarily to an increase in the collection of delinquent payments in lieu of taxes. In addition, the Board earned $4,496 in unrestricted interest to support governmental activities.

Also, note that program revenues (excluding capital program revenue) cover approximately 62.8% of governmental operating expenses. The majority of this revenue is used for direct instruction. This means that the government's taxpayers fund 37.2% of the governmental activities.

On November 2, 2010, the voters of the City of Calhoun and Gordon County approved the continuation of the existing special purpose local option sales tax (SPLOST) effective July 1, 2011 through June 30, 2017. The voters of the City of Calhoun also authorized the City to issue general obligation bonds in principal amount not to exceed $33,000,000 to pay the cost of the construction, furnishing, and equipping of a new middle-high complex and other projects as specified in the resolution calling the election.

The School Board recorded over $877,000 in special purpose local option sales taxes (SPLOST) during the current fiscal year.

GOVERNMENTAL FUNCTIONAL EXPENSES

This table presents the cost of each of the Board's programs, including the net costs (i.e., total cost less revenues generated by the activities). The net costs illustrate the financial burden that was placed on the Board's taxpayers by each of these functions.

Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2016	**2015**	**2016**	**2015**
Instruction	$ 24,873,858	$ 25,369,163	$ 6,031,241	$ 8,927,313
Pupil	1,508,127	1,514,517	609,226	426,113
Improvement of instructional services	1,659,351	1,340,064	1,274,193	1,043,808
Media	354,108	344,689	(112,061)	(95,536)
General administration	461,503	366,730	432,752	347,470
Federal grant administration	19,705	18,776	(500,155)	(488,032)
School administration	1,589,465	1,733,468	708,710	786,866
Business administration	486,182	784,751	434,778	581,279
Operations and maintenance	3,095,462	2,973,715	2,090,887	1,984,962
Student transportation	827,867	731,900	677,914	588,179
Central support	73,936	73,904	(4,701)	22,710
Child nutrition program	2,557,374	2,696,769	(95,777)	67,658
Other supporting services	79,857	98,990	(4,425)	(26,658)
Community services	668,908	547,772	(62,245)	(5,614)
Debt service	2,758,360	2,879,747	2,758,360	2,879,747
Total	$ 41,014,063	$ 41,474,955	$ 14,238,697	$ 17,040,265

Since the Board does not own any school buildings, any new buildings they construct or improvements they make are not capitalized, rather they are written off as expenses. The City capitalizes these costs. The fiscal year 2016 debt service expense includes the School Board's payment to the City to retire the principal and interest on the City's bonds issued for school purposes.

Financial Analysis of the Board's Funds

Governmental Funds

As discussed, governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of $17,331,597. Of this year-end total, $14,210,586 is unassigned indicating availability for continuing Board service requirements. $967,402 is legally restricted for specific program purposes, $782,400 is assigned for specific purposes and $1,295,658 is committed for various programs.

The total ending fund balances of governmental funds show an increase of $4,851,244 or 38.9% below the prior years' amount.

Major Governmental Funds

General Fund - The general fund is the School Board's primary operating fund and the largest source of day-to-day service delivery. The general fund's fund balance increased $4,497,420 or 41.9%. This change compares to the general fund's fund balance which increased by $1,810,975 or 14.4% in fiscal year 2015.

Total general fund revenues increased $2,139,033 or 7.1%. General fund local revenues increased $779,840 or 6%. As explained above, much of this increase relates to the collection of payment in lieu of taxes.

Total state aid increased $1,237,531 or 7.2% due to an enrollment growth and a reduction in the austerity reduction. Federal aid increased $121,662. Tuition revenue increased $27,870 or 1.8% due to a growth in tuition students.

There were some correcting reclassifications of expenditures, resulting in some significand variances from fiscal year 2015. Instruction expenditures were only 234,737 over the fiscal year 2015 amount.

Improvement of instructional services increased $67,421 or 5.3%. The general administration costs increased $87,545 or 24%, due primarily to increases in salaries and teacher's retirement and the cost of general liability insurance was reclassified into this function. Business administration expenditures decreased $305,162 or 38.7%. This decrease relates to the reclassification of all non-employee insurances costs being reclassified from this function to the proper functions.

Student transportation expenditures increased $213,208 or 35.2% above the fiscal year 2015 amount as the insurance on buses is now being charged to this function.

In fiscal year 2016, revenues and net transfers in exceeded expenditures and by transfers out by $4,497,420. In fiscal year 2015, expenditures and net transfers exceeded revenues by $1,810,975. The General Fund's ending unassigned fund balance is considered adequate, representing the equivalent of 51.5% of annual expenditures. The unassigned fund balance was 37.5% in the prior year.

School Food Service Fund - In fiscal year 2016, revenues exceeded expenditures by $234,356 compared to $27,463 in fiscal year 2015. Revenues increased $47,828 or 1.8% over fiscal year 2015 and expenditures decreased $159,065 or 6.2%. below the prior year.

Debt Service Fund – This fund reports the School Board's share of the special purpose local option sales taxes, which are forwarded to the City of Calhoun to cover their debt service costs for school buildings. Revenues decreased by $121,387 in the current fiscal year. Revenues and expenditures equaled for the last seven years.

SPLOST Capital Project Fund – This fund is being financed by the State of Georgia and proceeds for the City's sale of bonds. Local revenues included transfers from the City of Calhoun from the proceeds of the Series 2012 bond funds for construction payments.

The fiscal year 2016 expenditures were $$950,494. Fund balance at June 30, 2016 was $216,095.

General Fund Budgetary Highlights

The revenue budget was amended upward by $106,134. Local revenues exceeded the final budget by $1,397,772. State revenues exceeded the budget by over $2.4 million, due to growth in enrollment and a reduced austerity reduction.

The expenditure side of the original budget for the general fund was revised upward just $53,826 or .19%. The numerous variations between the budget and actual again relate to the reclassifications of expenditures, reference above.

Capital Assets and Debt Administration

Capital Assets

The Board's investment in capital assets, net of accumulated depreciation, for governmental activities as of June 30, 2016, was $4,276,676. See Note 3-D for additional information about changes in capital assets during the fiscal year and outstanding at the end of the year.

The following table provides a summary of capital asset activity.

	2016	2015
Depreciable assets:		
Equipment	$ -	$ 2,717,525
Equipment	4,424,503	5,114,513
Food service equipment	1,330,498	985,041
Computer equipment	556,246	412,407
School buses	1,785,772	1,762,013
Other vehicles	95,044	76,992
Total depreciable assets	8,192,063	11,068,491
Less accumulated depreciation	3,915,387	3,473,865
Book value - depreciable assets	$ 4,276,676	$ 7,594,626
Percentage depreciated	48%	31%
Total capital assets	$ 4,276,676	$ 7,594,626

At June 30, 2016, the depreciable capital assets for governmental activities were 48% depreciated. This compares to 41% on June 30, 2015.

The additions to equipment of $61,297 included equipment for new STEM Lab including a milling machine, a prorouter and a laser cutter/engraver. One bus was purchased and two vehicles for drive's education and a truck for maintenance and transportation.

Long-term Debt

The Board's compensated absence liability increased just $13,046 or 9.5%. Note 3-F provides additional information

Economic Conditions Affecting the Board

The Board has all the power and authority to manage the public schools of the City of Calhoun as is provided to county boards of education in the Constitution of Georgia and the acts of the General Assembly of Georgia. The Board is fiscally dependent upon the City of Calhoun because the Mayor and City Council must approve the Board's annual budget, levy the necessary taxes for the Board, and issue general obligation debt for the Board.

The Board serves all the area within the City of Calhoun. Approximately 23% of the School System's students are classified as non-residents; most these reside in unincorporated Gordon County. Funds for the general maintenance and operation of the School System are derived from local, state, and federal sources. Local revenues consist primarily of ad valorem property taxes collected within the City. The other major revenue stream is state aid provided by the State of Georgia.

Since the Board receives most its revenues from the State of Georgia, the State's continuing slow economic recovery and the withholding of funds earned by the System, austerity reductions, negatively influences the Board's financial position.

The City is the county seat of Gordon County, and is in the northwest section of Georgia. Gordon County's private employers are heavily concentrated in the carpet and carpet support industries. The public employers consist of City, the School Board and the County government. The School Board is the second largest public employer in Gordon County.

The fiscal year 2016 budget continues the system's emphasis on Excellence in Academics, Arts, and Athletics. The estimated Ad Valorem Tax Digest increased by 9.1% in 2016. In addition to the declining digest, other major challenges included escalating health care costs, continued austerity reductions by the state, increased cost to transport students, increased salary and benefits cost, and potential cuts to federal title programs.

Contacting the Board's Financial Management

This financial report is designed to provide a general overview of the Board's finances, comply with finance-related laws and regulations, and demonstrate the Board's commitment to public accountability. If you have, questions about this report or would like to request additional information, contact the Board's Chief Financial Officer at 380 Barrett Road, Calhoun, GA 30701.

City of Calhoun Board of Education, Georgia
Comparative Statements of Net Position
June 30, 2016
(With Comparative Totals at June 30, 2015)

	Governmental Activities	
	2016	**2015**
Assets		
Current Assets		
Cash and cash equivalents	$ 17,868,273	$ 11,780,373
Receivables:		
Accounts	48,633	-
Intergovernmental	3,536,029	4,827,691
Primary government	225,876	116,644
Inventory	72,580	41,205
Prepaid items	5,112	-
Total Current Assets	21,756,503	16,765,913
Noncurrent Assets		
Capital Assets		
Depreciable, net	4,276,676	7,594,626
Deferred Outflows of Resources	4,468,720	4,850,068
Total Assets and Deferred Outflows of Resources	30,501,899	29,210,607
Liabilities		
Current Liabilities		
Accounts payable	345,448	193,093
Construction contracts payable	-	18,104
Retainge payable	250,000	317,200
Accrued salaries and wages payable	3,578,403	3,500,051
Compensated absences payable	9,641	8,034
Due to primary government	251,055	257,112
Total Current Liabilities	4,434,547	4,293,594
Long-Term Liabilities (net of current portion):		
Compensated absences payable	140,459	129,020
Net pension obligation payable	24,790,469	20,674,008
Total Long-Term Liabilities	24,930,928	20,803,028
Deferred Inlows of Resources	2,419,790	7,207,398
Total Liabilities and Deferred Inflows of Resources	31,785,265	32,304,020
Net Position		
Net investment in capital assets	4,026,676	7,259,322
Restricted for school nutrition program	751,307	548,326
Restricted for capital outlay	216,095	289,320
Unrestricted (deficit)	(6,277,444)	(11,190,381)
Total Net Position	$ (1,283,366)	$ (3,093,413)

See accompanying notes to the basic financial statements

City of Calhoun Board of Education, Georgia
Statement of Activities
For the Year Ended June 30, 2016

Function/Program	Expenses	Program Revenues: Charges for Services and Sales	Program Revenues: Operating Grants, Contributions and Interest	Program Revenues: Capital Grants, Contributions and Interest	Net (Expense) Revenue and Changes in Net Position: Governmental Activities
Primary Government					
Governmental Activities					
Instruction	$ 24,873,858	$ 209,838	$ 17,635,926	$ 996,853	$ (6,031,241)
Pupil	1,508,127	568,818	330,083	-	(609,226)
Improvement of instructional services	1,659,351	-	385,158	-	(1,274,193)
Media	354,108	54,248	411,921	-	112,061
General administration	461,503	-	28,751	-	(432,752)
Federal grant administration	19,705	-	519,860	-	500,155
School administration	1,589,465	138,473	742,282	-	(708,710)
Business administration	486,182	-	51,404	-	(434,778)
Operations and maintenance	3,095,462	459	1,004,116	-	(2,090,887)
Student transportation	827,867	-	149,953	-	(677,914)
Central support	73,936	-	78,637	-	4,701
School nutrition program	2,557,374	657,268	1,995,883	-	95,777
Other supporting services	79,857	-	84,282	-	4,425
Community services	668,908	709,153	22,000	-	62,245
Debt service	2,758,360	-	-	-	(2,758,360)
Total Governmental Activities	$ 41,014,063	$ 2,338,257	$ 23,440,256	$ 996,853	(14,238,697)
		General Revenues			
		Property taxes levied for:			
		General government purposes			13,286,438
		Sales taxes			2,757,810
		Investment earnings			4,496
		Total General Revenues			16,048,744
		Change in Net Position			1,810,047
		Net Position Beginning of Year			(3,093,413)
		Net Position End of Year			$ (1,283,366)

See accompanying notes to the basic financial statements

City of Calhoun Board of Education, Georgia
Balance Sheet
Governmental Funds
June 30, 2016
(With Comparative Totals at June 30, 2015)

	2016						2015
	General	School Food Service	Debt Service	SPLOST Capital Projects	Other Governmental Funds	Total Governmental Funds	Total Governmental Funds
Assets							
Cash and cash equivalents	$ 15,415,050	$ 759,853	$ -	$ 464,808	$ 1,228,562	$ 17,868,273	$ 11,780,373
Receivables:							
Accounts receivable	48,633	-	-	-	-	48,633	-
Intergovernmental	2,562,635	121,171	236,490	-	615,733	3,536,029	4,827,691
Due from primary government	128,911	-	-	96,965	-	225,876	116,644
Interfund	311,991	-	-	-	-	311,991	1,226,313
Inventory	-	72,580	-	-	-	72,580	41,205
Prepaid items	2,971	500	-	-	1,641	5,112	-
Total Assets	$ 18,470,191	$ 954,104	$ 236,490	$ 561,773	$ 1,845,936	$ 22,068,494	$ 17,992,226
Liabilities and Fund Balances							
Liabilities							
Accounts payable	$ 98,629	$ 1,861	$ -	$ 95,678	$ 149,280	$ 345,448	$ 193,093
Contracts payable	-	-	-	-	-	-	18,104
Retainage payable	-	-	-	250,000	-	250,000	317,200
Accrued salaries and wages payable	3,135,094	128,356	-	-	314,953	3,578,403	3,500,051
Due to primary government	14,565	-	236,490	-	-	251,055	257,112
Interfund payable	-	-	-	-	311,991	311,991	1,226,313
Total Liabilities	3,248,288	130,217	236,490	345,678	776,224	4,736,897	5,511,873
Fund Balances							
Nonspendable	2,971	72,580	-	-	-	75,551	41,205
Restricted	-	751,307	-	216,095	-	967,402	837,646
Committed	225,946	-	-	-	1,069,712	1,295,658	1,053,719
Assigned	782,400	-	-	-	-	782,400	397,735
Unassigned	14,210,586	-	-	-	-	14,210,586	10,150,048
Total Fund Balances	15,221,903	823,887	-	216,095	1,069,712	17,331,597	12,480,353
Total Liabilities and Fund Balances	$ 18,470,191	$ 954,104	$ 236,490	$ 561,773	$ 1,845,936	$ 22,068,494	$ 17,992,226

See accompanying notes to the basic financial statements

City of Calhoun Board of Education, Georgia
Reconciliation of the Balance Sheet of Governmental Funds
to the Government-wide Statement of Net Position

Total Governmental Fund Balances			$ 17,331,597
Amounts reported for governmental activities in the statement of net position are different because:			
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds balance sheet but are reported in the government-wide statement of net position.			
Cost of capital assets	$	8,192,063	
Less accumulated depreciation		(3,915,387)	4,276,676
Deferred outflows for pensions reported on the government-wide statement of position but not reported on the govermental fund balance sheet.			4,468,720
Deferred inflows for pensions reported on the government-wide statement of position but not reported on the govermental fund balance sheet.			(2,419,790)
Interfund receivables and payables between governmental funds are reported on the governmental fund's balance sheet but eliminated on the government-wide statement of net position.			
Interfund receivables	$	(311,991)	
Interfund payables		311,991	-
Liabilities not due and payable in the current period and therefore are not reported in the governmental fund balance sheets but are reported on the government-wide statement of net position.			
Net pension liability	$	(24,790,469)	
Compensated absences		(150,100)	(24,940,569)
Net Position Of Governmental Activities			$ (1,283,366)

See accompanying notes to the basic financial statements

City of Calhoun Board of Education, Georgia
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2016
(With Comparative Totals For The Year Ended June 30, 2015)

	2016						2015
	General	School Food Service	Debt Service	SPLOST Capital Projects	Other Governmental Funds	Total Governmental Funds	Total Governmental Funds
Revenues							
Local	$ 13,669,939	$ 657,384	$ 2,758,360	$ 877,269	$ 1,492,661	$ 19,455,613	$ 17,898,827
Intergovernmental - state	18,355,100	56,550	-	-	779,066	19,190,716	18,075,705
Intergovernmental - federal	127,402	1,920,277	-	-	2,104,307	4,151,986	3,906,074
Total Revenues	32,152,441	2,634,211	2,758,360	877,269	4,376,034	42,798,315	39,880,606
Expenditures							
Current:							
Instruction	18,908,717	-	-	-	2,524,583	21,433,300	21,330,469
Supporting services:							
Pupil	866,635	-	-	-	644,208	1,510,843	1,543,527
Improvement of instructional services	1,330,990	-	-	-	207,501	1,538,491	1,432,552
Media	304,925	-	-	-	54,248	359,173	348,063
Federal grant administration	-	-	-	-	20,998	20,998	19,262
General administration	452,368	-	-	-	7,753	460,121	370,563
School administration	1,554,412	-	-	-	36,959	1,591,371	1,750,073
Business administration	483,333	-	-	-	-	483,333	788,495
Operations and maintenance	2,673,834	-	-	-	459	2,674,293	2,579,660
Student transportation	819,752	-	-	-	47,825	867,577	649,111
Central support	80,943	-	-	-	-	80,943	75,280
School nutrition program	36,108	2,399,855	-	-	-	2,435,963	2,593,288
Other supporting services	71,693	-	-	-	8,871	80,564	101,397
Community services	22,000	-	-	-	573,536	595,536	521,668
Enterprise operations	-	-	-	-	105,711	105,711	28,657
Intergovernmental	-	-	2,758,360	-	-	2,758,360	2,879,747
Capital Outlay	-	-	-	950,494	-	950,494	4,394,497
Total Expenditures	27,605,710	2,399,855	2,758,360	950,494	4,232,652	37,947,071	41,406,309
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,546,731	234,356	-	(73,225)	143,382	4,851,244	(1,525,703)
Other Financing Sources (Uses)							
Transfers in	-	-	-	-	49,311	49,311	4,967,923
Transfers out	(49,311)	-	-	-	-	(49,311)	(4,967,923)
Total Other Financing Sources (Uses)	(49,311)	-	-	-	49,311	-	-
Net Change in Fund Balances	4,497,420	234,356	-	(73,225)	192,693	4,851,244	(1,525,703)
Fund Balances Beginning of Year	10,724,483	589,531	-	289,320	877,019	12,480,353	14,006,056
Fund Balances End of Year	$ 15,221,903	$ 823,887	$ -	$ 216,095	$ 1,069,712	$ 17,331,597	$ 12,480,353

See accompanying notes to the basic financial statements

City of Calhoun Board of Education
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Government-wide Statement of Activities
For the Year Ended June 30, 2016

Net Changes In Fund Balances - Total Governmental Funds			$ 4,851,244
Amounts reported for governmental activities in the statement of activities are different because:			
Governmental funds report capital outlays as expenditures on the governmental fund type operating statement. However, in the government-wide statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capitalized capital outlay expenditures in the current period.			
	Depreciation expense	$ (777,004)	
	Capital outlay	230,734	(546,270)
Write off net capital assets adjusted resulting from an inventory and loss on disposition			(2,771,678)
Interfund transfers are reported in the governmental fund operating statement, but are eliminated in the government-wide statement of activities.			
	Transfers in	$ 49,311	
	Transfers out	(49,311)	-
The difference between pension contributions and expenses reported on the government-wide statement of activities and the governmental fund operating statement.			289,797
Compensated absences are reported in the government-wide statement of activities, but do not require the use of current financial resources and therefore are not reported as expenditures in the governmental fund operating statement.			
	Liability @ 06/30/16	$ (150,100)	
	Liability @ 06/30/15	137,054	(13,046)
Change In Net Position of Governmental Activities			$ 1,810,047

See accompanying notes to the basic financial statements

City of Calhoun Board of Education, Georgia
General Fund
Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual (BudgetaryBasis)
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016				2015
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Local	$ 12,016,625	$ 12,016,625	$ 13,669,939	$ 1,653,314	$ 12,890,099
Intergovernmental - state	17,298,429	17,310,259	18,355,100	1,044,841	17,117,569
Intergovernmental - federal	-	-	127,402	127,402	5,740
Total Revenues	29,315,054	29,326,884	32,152,441	2,825,557	30,013,408
Expenditures					
Current:					
Instruction	19,898,679	19,873,130	18,908,717	964,413	18,673,980
Supporting services:					
Pupil	861,930	863,030	866,635	(3,605)	829,469
Improvement of instructional services	1,515,942	1,530,749	1,330,990	199,759	1,263,569
Media	266,257	275,004	304,925	(29,921)	302,771
General administration	415,844	457,254	452,368	4,886	364,823
School administration	1,492,724	1,497,502	1,554,412	(56,910)	1,491,169
Business administration	795,709	624,839	483,333	141,506	788,495
Operations and maintenance	3,002,282	3,094,315	2,673,834	420,481	2,546,520
Student transportation	778,110	815,537	819,752	(4,215)	606,544
Central support	75,705	75,705	80,943	(5,238)	75,280
Other supporting services	56,872	56,872	71,693	(14,821)	84,864
School nutrition program	-	-	36,108	(36,108)	34,368
Total Expenditures	29,160,054	29,163,937	27,583,710	1,580,227	27,061,852
Excess (Deficiency) of Revenues Over (Under) Expenditures	155,000	162,947	4,568,731	4,405,784	2,951,556
Other Financing (Uses)					
Transfers in	-	-	-	-	102,696
Transfers out	(200,000)	(200,000)	(49,311)	150,689	(4,865,227)
Net Change in Fund Balances	$ (45,000)	$ (37,053)	4,519,420	$ 4,556,473	(1,810,975)
Fund Balances Beginning of Year			10,724,483		12,535,458
Fund Balances End of Year			$ 15,243,903		$ 10,724,483

See accompanying notes to the basic financial statements

City of Calhoun Board of Education, Georgia
School Food Service Fund
Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016				2015
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Local	$ 644,500	$ 670,316	$ 657,384	$ (12,932)	$ 620,726
Intergovernmental - state	50,000	56,550	56,550	-	59,150
Intergovernmental - federal	1,800,000	1,928,300	1,920,277	(8,023)	1,906,507
Total Revenues	2,494,500	2,655,166	2,634,211	(20,955)	2,586,383
Expenditures					
Current:					
Supporting services:					
School nutrition program	2,450,616	2,485,623	2,399,855	85,768	2,558,920
Excess of Revenues Over Expenditures	$ 43,884	$ 169,543	234,356	$ 64,813	27,463
Fund Balances Beginning of Year			589,531		562,068
Fund Balances End of Year			$ 823,887		$ 589,531

See accompanying notes to the basic financial statements

City of Calhoun Board of Education, Georgia
Comparative Statements of Assets and Liabilities
Agency Funds
June 30, 2016
(With Comparative Totals at June 30, 2015)

	2016	2015
Assets		
Cash and cash equivalents	$ 638,813	$ 615,973
Liabilities		
Due to others	$ 638,813	$ 615,973

See accompanying notes to the basic financial statements

City of Calhoun Board of Education, Georgia
Notes to the Basic Financial Statements
For the Year Ended June 30, 2016

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The City of Calhoun Board of Education, Georgia (the "Board") was established under the laws of the State of Georgia and operates under the guidance of a school board elected by the voters and a Superintendent, appointed by the Board. The Board provides education for grades K-12 within the city limits of the City of Calhoun, Georgia.

Note 1 - Summary of Significant Accounting Policies

The financial statements of the Board have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting.

The most significant of the Board's accounting policies are described below.

1-A. Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the Board consists of all funds, departments, boards and agencies that are not legally separate from the Board.

Component units are legally separate organizations for which the Board is financially accountable. The Board is financially accountable for an organization if the Board appoints a voting majority of the organization's governing board and (1) the Board is able to significantly influence the programs or services performed or provided by the organizations; or (2) the Board is legally entitled to or can otherwise access the organization's resources; the Board is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the Board is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the Board in that the Board approves the budget, levies their taxes or issues their debt. Based upon this criterion, the reporting entity is limited to the Board.

Board members are elected by the public and have decision-making authority, the power to designate management, and the ability to significantly influence operations, but do not have the authority to levy taxes or incur bonded indebtedness. The Board is required to submit a budget to the City of Calhoun, Georgia City Council for approval. The City Council determines the amount of tax revenues levied for the Board. As a result, the Board is a discretely presented component unit of the City of Calhoun, Georgia.

1-B. Basis of Presentation

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

Government-wide Financial Statements - The government-wide financial statements include the statement of net position and the statement of activities. These statements report financial information for the Board. Individual funds are not displayed. Fiduciary funds are not presented within the government-wide financial statements.

The statement of net position presents the financial position of the governmental activities of the Board.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the Board's governmental activities. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that function. The Board does not allocate indirect expenses to functions in the statement of activities.

Note 1 - Summary of Significant Accounting Policies (Continued)

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the Board's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. For identifying to which function program revenue pertains, the determining factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which function the revenues are *restricted*.

Other revenue sources not properly included with program revenues are reported as general revenues of the Board. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the Board.

Fund Financial Statements - During the year, the Board segregates transactions related to certain governmental functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the Board at this more detailed level. Fund financial statements are provided for the governmental funds.

Major individual governmental funds are reported in separate columns.

Fund Accounting - The Board uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The Board uses two fund categories, governmental and fiduciary.

> ***Governmental Funds*** - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The Board reports the difference between governmental fund assets and liabilities as fund balance. The following is the Board's major governmental fund:
>
> > ***The General Fund*** – The general fund accounts for and reports all financial resources not accounted for and reported in another fund. The general fund's fund balance is available to the Board for any purpose provided it is expended or transferred according to the general laws of Georgia.
> >
> > ***The School Food Service Fund*** – This fund is used to account for the Board's school nutrition program. The revenue sources include the sale of meals and federal meal reimbursement.
> >
> > ***The Debt Service Fund*** – This fund recognizes special purpose local option sales taxes and forwards them to the City of Calhoun, GA, who retires the debt on school buildings.
> >
> > ***SPLOST Capital Projects Fund*** - This fund accounts for the special purpose local option sales tax as authorized in 2010 and is being used primarily for constructing and equipping a new middle-high school.
>
> ***Fiduciary Funds*** – Fiduciary fund reporting focuses on changes in assets and liabilities. The Board's fiduciary funds are agency funds, which are primary student activity.

1-C. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the Board are included on the statement of net position. The statement of activities reports revenues and expenses. The facilities and acquisitions function includes the School Board's expenses for school buildings that are owned by the City of Calhoun, Georgia.

Note 1 - Summary of Significant Accounting Policies (Continued)

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

1-D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, the governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues – Exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the Board, the phrase "available for exchange transactions" means expected to be received within 60 days of year-end.

Revenues - Non-exchange Transactions - Non-exchange transactions in which the Board receives value without directly giving equal value in return, include sales taxes, property taxes, grants and donations. On an accrual basis, revenue from sales taxes is recognized in the period in which the taxable sale takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied (Note 3-C). Revenue from grants and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the School System must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School System on a reimbursement basis.

The State of Georgia reimburses the School System for teachers' salaries and operating costs through the Quality Basic Education (QBE) Formula Earnings program. State of Georgia law defines the formula driven grant that determines the cost of an academic school year and the State of Georgia's share in this cost. Generally, teachers are contracted for the school year (July 1 – June 30) and paid over a twelve-month contract period, generally September 1 through August 31. In accordance with the requirements of the enabling legislation of the QBE program, the State of Georgia reimburses the School System over the same twelve-month period in which teachers are paid, funding the academic school year expenditures. At June 30, the amount of teachers' salaries incurred but not paid until July and August of the subsequent fiscal year are accrued as the State of Georgia has only postponed the final payment of their share of the cost until the subsequent appropriations for cash management purposes. By June 30 of each fiscal year, the State of Georgia has a signed appropriation that includes this final amount, which represents the State of Georgia's intent to fund this final payment. Based on guidance in GASB Statement No. 33, paragraph 74, the State of Georgia recognizes its QBE liability for the July and August salaries at June 30, and the School System recognizes the same QBE as a receivable and revenue, consistent with symmetrical recognition.

Under the modified accrual basis, the following revenue sources are considered to be susceptible to accrual: property taxes, sales taxes, and federal and state grants.

Unearned Revenue - Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. On both the government-fund financial statements and the government-wide financial statements, cash advances on grants are reported as unearned revenues.

Note 1 - Summary of Significant Accounting Policies (Continued)

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

1-E. Assets, Liabilities and Fund Equity

1-E-1 Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the Board.

Investments are stated at fair value based on quoted market prices.

Georgia law authorizes the Board to invest in the following type of obligations:

- Obligations of the State of Georgia or of any other states
- Obligations of the United States Government
- Obligations fully insured or guaranteed by the United States Government or government agency
- Obligations of any corporation of the United States Government
- Prime bankers' acceptances
- The State of Georgia local government investment pool (i.e., Georgia Fund I)
- Repurchase agreements
- Obligations of the other political subdivisions of the State of Georgia

1-E-2 Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable.

1-E-3 Interfund Balances

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

1-E-4 Consumable Inventories

Inventories of donated food commodities used in the preparation of meals are valued at their federally assigned value. Purchased food inventories are reported at cost, on a first-in, first-out basis. Donated food commodities are recorded as revenues and expenditures at the time commodity items are received. Purchased food inventories are recorded as expenditures at the time of purchase. The inventories reported on the balance sheet are offset by classifying fund balance as Nonspendable, which indicated that these amounts do not constitute "available spendable resources" although they are a component of net current assets.

1-E-5 Capital Assets

General capital assets are those assets used by the Board to provide educational and supporting services. These assets generally result from expenditures in governmental funds. The Board reports these assets in the governmental activities column of the government-wide statement of net position but does not report these assets in the Board fund financial statements.

Note 1 - Summary of Significant Accounting Policies (Continued)

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

All land and buildings used by the Board are the property of the primary government, the City of Calhoun, Georgia. If the Board purchases or constructs any of these assets, they are recorded as expenditures in the facilities acquisition and construction function and not capitalized on the Board's statement of net position. All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Asset Class	Governmental Activities
Equipment	10 Years
Food service equipment	10 Years
Computer equipment	5 Years
School buses	10 Years
Other vehicles	5 Years

1-E-6 Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

All compensated absence liabilities include salary-related payments, where applicable.

The total compensated absence liability is reported on the government-wide financial statements. Governmental funds report the compensated absence liability at the fund reporting level only "*when due*."

1-E-7 Accrued Liabilities and Long-term Obligations

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

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

1-E-8 Fund Equity

Fund equity at the governmental fund financial reporting level is classified as "fund balance." Fund equity for all other reporting is classified as "net position."

Fund Balance – Generally, fund balance represents the difference between the current assets and current liabilities. In the fund financial statements, governmental funds report fund classifications that comprise a hierarchy based primarily on the extent to which the Board is bound to honor constraints on the specific purposes for which amounts in those funds can be spent.

Note 1 - Summary of Significant Accounting Policies (Continued)

Fund balances are classified as follows:

- ***Nonspendable*** – Fund balances are reported as nonspendable when amounts cannot be spent because they are either (a) not in spendable form (i.e., items that are not expected to be converted to cash) or (b) legally or contractually required to be maintained intact.

- ***Restricted*** – Fund balances are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School System or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

- ***Committed*** – Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the School System Board of Education through the approval of a motion. Only, the Board of Education also may modify or rescind the commitment.

- ***Assigned*** – Fund balances are reported as assigned when amounts are constrained by the School System's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the Board of Education has authorized the School System's superintendent or designee to assign fund balances.

- ***Unassigned*** - Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The Board reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all funds.

Flow Assumptions – When both restricted and unrestricted amounts of fund balance are available for use for expenditures incurred, it is the Board's policy to use restricted amounts first and then unrestricted amounts as they are needed. For unrestricted amounts of fund balance, it is the Board's policy to use fund balance in the following order:

- Committed
- Assigned
- Unassigned

Net Position - Net position represent the difference between assets and liabilities. Net investment in capital assets, consists of capital assets, net of accumulated depreciation. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Board or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net position is reported as unrestricted.

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

1-E-9 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. Repayments from funds responsible for particular expenditures to the funds that initially paid for them are not presented on the financial statements (i.e., they are netted).

Transfers between funds reported in the governmental activities column are eliminated.

1-E-10 Estimates

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

Note 1 - Summary of Significant Accounting Policies (Continued)

1-E-11 Comparative Data

Comparative total data for the prior year have been presented only for individual funds in the fund financial statements and in the government-wide statement of net position, in order to provide an understanding of the changes in the financial position and operations of these funds. Also, certain amounts presented in the prior year data have been reclassified to be consistent with the current year's presentation.

1-E-12 Implementation of New GASB Standards

In fiscal year 2016, the School System implemented the following GASB Standard:

GASB Statement No. 72, *Fair Value Measurement and* Application. The provisions of this Statement establish accounting and financial reporting issues related to fair value measurements. The adoption of this statement has no significant impact on the School District's financial statements.

Note 2 – Stewardship, Compliance and Accountability

2-A. Budgetary Information – The Board adopts an annual operating budget for the general fund and each special revenue fund. A project budget is adopted for each capital projects fund. The budget resolution reflects the total of each function's appropriation in each fund.

The budgets are adopted on a basis consistent with GAAP. Budgets for capital projects funds are adopted on a basis consistent with GAAP except the budget period is a project period rather than an annual period.

The legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget generally is the fund level for the governmental fund type. Any change in the total fund level requires approval of the school board.

However, the annual budget is prepared by fund type, fund, function, and object.

All unexpended annual appropriations lapse at year-end. The budget was amended during this fiscal year.

Note 3 - Detailed Notes on All Funds

3-A. Deposits and Investments

Deposits – The Official Code of Georgia Annotated (OCGA) Section 45-8-12 provides that there shall not be on deposit at any time in any depository for a time longer than ten days a sum of money which has not been secured by surety bond, by guarantee of insurance, or by collateral in an amount of not less than 110 percent of the public funds being secured after the deduction of the amount of deposit insurance. OCGA Section 45-8-11 provides an officer holding public funds may, in his discretion, waive the requirement for security in the case of operating funds placed in demand deposit checking accounts.

Acceptable security for deposits consists of any one of or any combination of the following:

- Surety bond signed by a surety company duly qualified and authorized to transact business within the State of Georgia,
- Insurance on accounts provided by the Federal Deposit Insurance Corporation,
- Bonds, bills, notes, certificates of indebtedness or other direct obligations of the United States or of the State of Georgia,
- Bonds, bills, notes, certificates of indebtedness or other obligations of the counties or municipalities of the State of Georgia,

Note 3 - Detailed Notes on All Funds (Continued)

- Bonds of any public authority created by the laws of the State of Georgia, providing that the statute that created the authority authorized the use of the bonds for this purpose,

- Industrial revenue bonds and bonds of development authorities created by the laws of the State of Georgia, and

- Bonds, bills, notes, certificates of indebtedness, or other obligations of a subsidiary corporation of the United States government, which are fully guaranteed by the United States government both as to principal and interest and debt obligations issued by the Federal Land Bank, the Federal Home Loan Bank, the Federal Intermediate Credit Bank, the Central Bank for Cooperatives, the Farm Credit Banks, the Federal Home Loan Mortgage Association, and the Federal National Mortgage Association.

At June 30, 2016, all bank balances were covered by Federal Depository Insurance or collateral held by the pledging banks' agent in the Board's name.

Investments – The Board invests excess cash in the Local Government Investment Pool of the State of Georgia (Georgia Fund 1). Funds included in the State Treasurer's Investment Pool are not required to be collateralized. The pool is regulated by the oversight of the Georgia Office of Treasury and Fiscal Services. The pool is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a Rule 2a-7 like pool.

Credit risk, value, and interest risk at June 30, 2016 are as follows:

Credit Risk	Value	Interest Risk
AAAf rated	$ 607,076	42 day WAM

The fair value of the Board's position in the pool approximates the value of the Board's pool shares. This pool is managed under the policies included in Georgia Law (O.C.G.A. 36-83-4). The entire portfolio, including the Board's pro-rata portion, consists of collateralized certificates of deposit and Board or Board agency securities owned outright and under agreement to resale. The title to all investments, including collateral pledged to secure certificates of deposit, is held in the custody of the Director, Fiscal Division, Department of Administrative Services, State of Georgia, in accordance with Georgia law. Since these investments are not evidenced by securities that exist in physical or book entry form, they are not classified by category of credit risk.

The School Board has no specific financial policy regarding the credit risk or interest rate risk of investments.

Cash & Investment Reconciliation:

	Cash and Cash Equivalents
Fund Reporting Level:	
Governmental Funds Balance Sheet	$ 17,868,273
Statement of Fiduciary Assets and Liabilities	638,813
Total	$ 18,507,086

Note 3 - Detailed Notes on All Funds (Continued)

	Per Categorization
Deposits	$ 17,900,010
LGIP	607,076
Total	$ 18,507,086

3-B. Receivables

Receivables at June 30, 2016, consisted of intergovernmental receivables arising from grants and taxes due from the Primary Government.

Receivables and payables are recorded on the Board's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectibility.

3-C. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. The City of Calhoun levied property taxes September 23, 2015. Property taxes were billed on September 30, 2015 and were payable on December 20, 2015. Liens have not been issued as of the report date. The City of Calhoun Clerk bills and collects the property taxes for the Board and remits the taxes collected to the Board.

(this page continued on the subsequent page)

Note 3 - Detailed Notes on All Funds (Continued)

3-D. Capital Assets

Capital asset activity for the year ended June 30, 2016, was as follows:

	Balance 7/1/2015	Additions	Deductions	Balance 6/30/2016
Governmental activities:				
Depreciable capital assets:				
Land improvements	$ 2,717,525	$ -	$ 2,717,525	$ -
Equipment	5,114,513	61,297	751,307	4,424,503
Food service equipment	985,041	345,457	-	1,330,498
Computer equipment	412,407	143,839	-	556,246
School buses	1,762,013	103,750	79,991	1,785,772
Other vehicles	76,992	47,530	29,478	95,044
Total depreciable capital assets	11,068,491	701,873	3,578,301	8,192,063
Accumulated depreciation:				
Equipment	1,009,750	438,603	1,334	1,447,019
Food service equipment	503,386	133,892	98,438	538,840
Computer equipment	357,642	126,527	74,172	409,997
School buses	1,517,672	73,229	123,637	1,467,264
Other vehicles	85,415	4,753	37,901	52,267
Total accumulated depreciation	3,473,865	777,004	335,482	3,915,387
Governmental activities capital assets, net	$ 7,594,626	$ (75,131)	$ 3,242,819	$ 4,276,676

*Deductions include reclassifications, removal of assets due to increase in capitalization amounts, and removal of property improvements reported in the primary government's capital assets.

Governmental activities depreciation expense	
Instruction	$ 18,183
Pupil services	1,669
Improvement of instructional services	121,294
Business administration	275
Maintenancce and operations	423,709
Transportation	74,469
School nutrition	133,892
Community education	3,513
Total governmental activities depreciation expense	$ 777,004

3-E. - Interfund Balances and Transfers

Interfund Balances - At June 30, 2016, the nonmajor governmental funds owed the general fund $311,991 to cover the cash deficits in the cash pool. Normally, these amounts are repaid in the current year.

Note 3 - Detailed Notes on All Funds (Continued)

Interfund Transfers - Interfund transfers for the year ended June 30, 2016, consisted of a transfer of $49,109 from the general fund to the lottery pre-kindergarten fund to cover the difference between revenues and expenditures, $2 from the general fund to the vocational education fund.

3-F. Long-Term Debt

The Board does not have the authority to issue general long-term debt. Therefore, the only long-term debt of the Board was the compensated absences liability.

Changes in Long-term Debt - Changes in the Board's long-term obligations consisted of the following for the year ended June 30, 2016:

Governmental Activities	Outstanding 7/1/2015	Additions	Reductions	Outstanding 6/30/2016	Amounts Due in One Year	Long-term Portion
Compensated absences	$ 137,054	$ 115,837	$ 102,791	$ 150,100	$ 9,641	$ 140,459

The compensated absences liability will be paid from the fund from which the employees' salaries are paid, generally the general fund.

3-G. Pension

Teachers Retirement System of Georgia (TRS)

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

Plan Description - Substantially all teachers, administrators, and clerical personnel employed by the School System are members of TRS. TRS provides retirement and disability benefits, and death benefits to plan members and beneficiaries. Title 47, Chapter 3 of the Official Code of Georgia Annotated, assigns the authority to establish and amend benefit provisions to the TRS Board of Trustees. TRS, is a cost-sharing multiple-employer defined benefit pension plan, and is administered by the TRS Board of Trustees (TRS Board). Title 47 of the O.C.G.A, which assigns the authority to establish and amend the benefit provisions to the State Legislature. TRS issues a publicly available financial report that can be obtained at www.trsga.com/publications.

Plan Benefits - TRS provides service retirement, disability retirement, and death benefits. Normal retirement benefits are determined as 2% of the average of the employee's two highest paid consecutive years of service, multiplied by the number of years of creditable service up to 40 years. An employee is eligible for normal service retirement after 30 years of creditable service, regardless of age, or after 10 years of service and attainment of age 60. Ten years of service is required for disability and death benefits eligibility. Disability benefits are based on the employee's creditable service and compensation up to the time of disability. Death benefits equal the amount that would be payable to the employee's beneficiary had the employee retired on the date of death. Death benefits are based on the employee's creditable service and compensation up to the date of death.

Note 3 - Detailed Notes on All Funds (Continued)

Funding Policy – Per Title 47 of the O.C.G.A., contribution requirements of active employees and participating employers, as actuarially determined, are established and may be amended by the TRS Board. Pursuant to O.C.G.A. §47-3-63, the employer contributions for certain full-time public school support personnel are funded on behalf of the employer by the State of Georgia. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees were required to contribute 6.00 % of their annual pay during fiscal year 2016. The school district's contractually required contribution rate for the year ended June 30, 2016 was 14.27 % of annual school district payroll. District contributions to TRS were $2,498,618 for the year ended June 30, 2016.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - At June 30, 2016, the School System reported a liability for its proportionate share of the net pension liability that reflected a reduction for support provided to the School System by the State of Georgia for certain public school support personnel.

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

District's proportionate share of the net pension liability	$	24,790,469
State of Georgia's proportionate share of the net pension liability		434,189
Total	$	25,224,658

The net pension liability was measured as of June 30, 2015. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2014. An expected total pension liability as of June 30, 2015 was determined using standard roll-forward techniques. The District's proportion of the net pension liability was based on contributions to TRS during the fiscal year ended June 30, 2015. At June 30 2015, the District's proportion was .162838%, which was a decrease of .000804% from its proportion measured as of June 30, 2014.

For the year ended June 30, 2016, the District recognized pension expense of $2,168,581 and revenue of $20,605 for support provided by the State of Georgia for certain support personnel. At June 30, 2016, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in proportion and differences between School System contributions and proportionate share of contributions	$ 1,970,102	$ 110,643
Differences between expected and actual experience	-	218,045
Net difference betweeen projected and actual earnings on pension plan investments	-	2,091,102
District contributions subsequent to the measurement date	2,498,618	-
Total	$ 4,468,720	$ 2,419,790

Note 3 - Detailed Notes on All Funds (Continued)

District contributions subsequent to the measurement date of $3,413,244 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	Amount
2017	$ (469,841)
2018	(469,841)
2019	(469,843)
2020	975,489
2021	(15,652)

Actuarial assumptions: The total pension liability as of June 30, 2015 was determined by an actuarial valuation as of June 30, 2014 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation 3.00%
Salary increases 3.75 – 7.00%, average, including inflation
Investment rate of return 7.50%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Mortality Table for Males or Females set back two years for males and set back three years for females.

The actuarial assumptions used in the June 30, 2014 valuation were based on the results of an actuarial experience study for the period July 1, 2004 – June 30, 2009.

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

Asset Class	Target Allocation	Long-term Expected Real Rate of Return
Fixed Income	30.00%	3.00%
Domestic large equities	39.70%	6.50%
Domestic mid equities	3.70%	10.00%
Domestic small equities	1.60%	13.00%
International developed market equities	18.90%	6.50%
International emerging market equities	6.10%	11.00%
Total	100.00%	

*Rates are reported net of the 3.00% assumed rate of inflation.

Note 3 - Detailed Notes on All Funds (Continued)

Discount Rate – The discount rate used to measure the total pension liability was 7.50 %. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer and State of Georgia contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate – The following presents the School System proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50 %) or 1-percentage-point higher (8.50 %) than the current rate:

	1% Decrease or 6.5%	Current Discount Rate 7.50%	1% Increase or 8.5%
District's Proportionate Share of the net pension liability	$ 42,600,546	$ 24,790,469	$ 10,110,727

3-H. Fund Equity

Fund Balances – Fund balances are classified as follows:

- ***Nonspendable*** – The following fund balances are nonspendable because they are not in spendable form:

Major Governmental Fund:	
General Fund	
Prepaid items	$ 2,971
School Food Service Fund:	
Inventory	$ 72,580

- ***Restricted –*** The following fund balances are legally restricted to specified purposes:

Major Governmental Funds:	
School Food Service Fund:	
School nutrition program	$ 751,307
SPLOST Capital Projects Fund	216,095
Total Major Governmental Funds:	$ 967,402

Note 3 - Detailed Notes on All Funds (Continued)

- ***Committed –*** The following fund balances are committed to specific purposes:

General Fund:	
Dental and Flex Plan	$ 225,946
Nonmajor Special Revenue Funds:	
Community education	$ 737,381
Local School Activity Accounts	332,331
Total Nonmajor Special Revenue Funds	$ 1,069,712

- ***Assigned –*** The following fund balances are assigned to specific purposes:

General Fund:	
Capital projects	$ 782,400

Net Investment in Capital Assets - The account "net investment in capital assets" amount reported on the government-wide statement of net position as of June 30, 2016 is as follows:

Net investment in capital assets	Governmental Activities
Cost of capital assets	$ 8,192,063
Less accumulated depreciation	3,915,387
Book value	4,276,676
Less construction contracts and retainage	250,000
Net investment in capital assets	$ 4,026,676

Note 4 – Other Notes

4-A. Risk Management

The Board is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disaster. The School District has established a limited risk management program for Unemployment Compensation. There has been no unemployment claims in the last three years. The Board purchases commercial insurance for all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three years.

Note 4 – Other Notes (Continued)

4-B. Other Post-employment Benefits

Plan Description. The Georgia School Personnel Post-Employment Health Benefit Fund (School OPEB Fund) is a cost-sharing multiple-employer defined benefit post-employment healthcare plan that covers eligible former employees of public school systems, libraries and regional educational service agencies. The School OPEB Fund provides health insurance benefits to eligible former employees and their qualified beneficiaries through the State Employees Health Benefit Plan administered by the Department of Community Health. The Official Code of Georgia Annotated (O.C.G.A.) assigns the authority to establish and amend the benefit provisions of the group health plans, including benefits for retirees, to the Board of Community Health (Board). Additional information about the School OPEB Fund is disclosed in the *State of Georgia* Comprehensive Annual Financial Report. This report can be obtained from the Georgia Department of Audits and Accounts at www.audits.ga.gov/SGD/CAFR.html.

Funding Policy. The contribution requirements of plan members and participating employers are established by the Board in accordance with the current Appropriations Act and may be amended by the Board. Contributions of plan members or beneficiaries receiving benefits vary based on plan election, dependent coverage, and Medicare eligibility and election.

For members with fewer than five years of service as of January 1, 2012, contributions also vary based on years of service. On average, members with five years or more of service as of January 1, 2012, pay approximately 25 percent of the cost of the health insurance coverage. In accordance with the Board resolution dated December 8, 2011, for members with fewer than five years of service as of January 1, 2012, the State provides a premium subsidy in retirement that ranges from 0% for fewer than 10 years of service to 75% (but no greater than the subsidy percentage offered to active employees) for 30 or more years of service. The subsidy for eligible dependents ranges from 0% to 55% (but no greater than the subsidy percentage offered to dependents of active employees minus 20%). No subsidy is available to Medicare eligible members not enrolled in a Medicare Advantage Option.

The Board of Community Health sets all member premiums by resolution and in accordance with the law and applicable revenue and expense projections. Any subsidy policy adopted by the Board may be changed at any time by Board resolution and does not constitute a contract or promise of any amount of subsidy.

Participating employers are statutorily required to contribute in accordance with the employer contribution rates established by the Board. The contribution rates are established to fund all benefits due under the health insurance plans for both active and retired employees based on projected "pay-as-you-go" financing requirements. Contributions are not based on the actuarially calculated annual required contribution (ARC) which represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The combined active and retiree contribution rates established by the Board for employers participating in the School OPEB Fund for the fiscal year ended June 30, 2016, were as follows:

Certified employees

July 2015 –June 2016	$945 per member per month

Non-Certificated Employees

July 1, 2015 – December 31, 2015	$596 per member per month
January 1, 2016 – June 30, 2016	$746

No additional contribution was required by the Board for fiscal year 2016 nor contributed to the School OPEB Fund to prefund retiree benefits. Such additional contribution amounts are determined annually by the Board in accordance with the School Plan for other post-employment benefits and are subject to appropriation.

Note 4 – Other Notes

The School System's contributions to the health insurance plans for the fiscal years ended June 30, 2016, June 30, 2015, and June 30, 2014, were $3,395,551, $3,257,514, and $3,128,163 respectively, which equaled the required OPEB cost.

4-C. Contingent Liabilities

The Board has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designee. These audits could result in a request for reimbursement to the grantor agency for costs disallowed under terms of the grant. Based on prior experience, the Board believes such disallowances, if any, will be immaterial.

4-D. On-Behalf Payments

The Board has recognized revenues and expenditures in the amount of $79,216 for retirement contributions paid on the Board's behalf by the following State Agencies.

Teachers Retirement System of Georgia	
For Teachers Retirement System Employer's Cost	$43,262
Office of Treasury and Fiscal Services	
Paid to the Public School Employees Retirement System	
For Public School Employees Retirement (PSERS) Employer's Cost	35,954
Total	$79,216

4-E. Construction Commitments

As of June 30, 2016, the School System has made a significant construction commitment to RA-LIN and Associates, Inc. The remaining commitment at June 30, 2016 is approximately $250,000.

City of Calhoun Board of Education, Georgia
Required Supplementary Information
Schedule of the School System's Proportionate Share of the Net Pension Liability
Teachers Retirement System of Georgia
For the Fiscal Year Ended June 30, 2016

	June 30, 2016	June 30, 2015
School System's proportion of the net pension liability	16.283800%	16.364200%
School System's proportionate share of the net pension liability	$ 24,790,469	$ 20,674,008
State of Georgia's proportionate share of the net pension liability associated with the School System	434,189	379,642
Total	$ 25,224,658	$ 21,053,650
School Systen's covered-employee payroll during 2015 measurement period	$ 17,448,043	$ 17,001,341
School Systen's proportionate share of the net pension liability as a percentage of its covered-employee payroll	145%	124%
Plan fiduciary net position as a percentage of the total pension liability	81.44%	84.03%

Note: Schedule is intended to show information for the last 10 fiscal years. Additional years will be displayed as they become available.

City of Calhoun Board of Education, Georgia

Required Supplementary Information

Schedule of Required Contributions During Measurement Period

Teachers Retirement System of Georgia

For the Fiscal Year Ended June 30, 2016

Fiscal Year Ended	Contractually Required Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
June 30, 2015	$ 2,300,524	$ 2,300,524	$ -	$ 17,448,403	13.18%
June 30, 2016	$ 2,498,618	$ 2,498,618		$ 17,510,255	14.27%

Notes to Required Supplementary Information

For the Fiscal Year Ended June 30, 2016

Changes of assumptions - In 2010 and later, the expectation of retired life mortality was changed to the RP2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2010. In 2010, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience. In 2010, assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.

***Method and assumptions used in calculations of actuarially determined contributions*:** The actuarially determined contribution rates in the schedule of contributions are calculated as of June 30, three years prior to the end of the fiscal year in which contributions are reported. The following actuarial methods and assumptions were used to determine the contractually required contributions for years ended June 30, 2016 and 2015 reported in that schedule:

	Fuscal Year 2016	Fiscal Year 2015
Valuation Date	June 30, 2014	June 30, 2013
Actuarial Cost Method	Entry Age	Entry Age
Amortization Method	Level % of Payroll, Open	Level % of Payroll, Open
Remaining Amortization Period	30 Years	30 Years
Asset Valuation Method	7 Year Smoothed Market	7 Year Smoothed Market
Inflation Rate	3%	3%
Salary Increases	3.75-7.00%, including inflation	3.75-7.00%, including inflation
Investment Rate of Return	7.5%, net of pension plan investment expense, including inflation	7.5%, net of pension plan investment expense, including inflation

City of Calhoun Board of Education, Georgia
General Fund
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
Cash and investments	$ 15,415,050	$ 10,140,950
Receivables:		
Accounts	48,633	-
Intergovernmental	2,562,635	2,429,729
Due from primary government	128,911	116,644
Interfund	311,991	1,226,313
Prepaid items	2,971	-
Total Assets	$ 18,470,191	$ 13,913,636
Liabilities and Fund Balances		
Liabilities		
Accounts payable	$ 98,629	$ 139,601
Salaries and benefits payable	3,135,094	3,038,167
Due to primary government	14,565	11,385
Total Liabilities	3,248,288	3,189,153
Fund Balances		
Nonspendable	2,971	-
Committed	225,946	176,700
Assigned	782,400	397,735
Unassigned	14,210,586	10,150,048
Total Fund Balances	15,221,903	10,724,483
Total Liabilities and Fund Balances	$ 18,470,191	$ 13,913,636

City of Calhoun Board of Education
General Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended June 30, 2016 and 2015

	2016	2015
Revenues		
Local	$ 13,669,939	$ 12,890,099
Intergovernmental - state	18,355,100	17,117,569
Intergovernmental - federal	127,402	5,740
Total Revenues	32,152,441	30,013,408
Expenditures		
Current:		
Instruction	18,908,717	18,673,980
Supporting services:		
Pupil	866,635	829,469
Improvement of instructional services	1,330,990	1,263,569
Media	304,925	302,771
General administration	452,368	364,823
School administration	1,554,412	1,491,169
Business administration	483,333	788,495
Operations and maintenance	2,673,834	2,546,520
Student transportation	819,752	606,544
Central support	80,943	75,280
Other supporting services	71,693	84,864
School nutrition program	36,108	34,368
Community	22,000	-
Total Expenditures	27,605,710	27,061,852
Excess of Revenues Over Expenditures	4,546,731	2,951,556
Other Financing (Uses)		
Transfers in	-	102,696
Transfers out	(49,311)	(4,865,227)
Net Change in Fund Balances	4,497,420	(1,810,975)
Fund Balances Beginning of Year	10,724,483	12,535,458
Fund Balances End of Year	$ 15,221,903	$ 10,724,483

City of Calhoun Board of Education, Georgia
School Food Service Fund
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
Cash and cash equivalents	$ 759,853	$ 556,897
Intergovernmental receivable	121,171	122,791
Inventory	72,580	41,205
Prepaid items	500	-
Total Assets	$ 954,104	$ 720,893
Liabilities and Fund Balances		
Liabilities		
Accounts payable	$ 1,861	$ 11,018
Accrued salaries and wages payable	128,356	120,344
Total Liabilities	130,217	131,362
Fund Balances		
Nonspendable	72,580	41,205
Restricted	751,307	548,326
Total Fund Balances	823,887	589,531
Total Liabilities and Fund Balances	$ 954,104	$ 720,893

Nonmajor Governmental Funds

Nonmajor Special Revenue Funds:

Community Education Fund – Accounts for funds designated for programs sponsored by the Community Education Department. These programs include after school care, professional education for staff members, and drivers education programs for students.

Vocational Education Fund – Accounts for funds designated for use in accordance with the Carl D. Perkins Career and Technical Education Act of 2006, and state and local effort to strengthen the system's career and technical education programs.

ESEA Title I Fund – Accounts for funds designated to help ensure that all children meet challenging State academic content and student academic achievement standards.

ESEA Title II Fund – Accounts for funds designated for preparing, training, and recruiting high-quality teachers and principals. Title II also includes competitive grants to be used to enhance technology.

ESEA Title III Fund – Accounts for funds designated for serving students with limited proficiency in the English language.

ESEA Title VI Fund - Accounts for funds designated for a broad array of local activities that support student achievement.

Individuals With Disabilities Education Act Fund - IDEA and Preschool Program – Accounts for funds designated to assist a local school system in providing special education and related service to students with disabilities.

Education of Homeless Fund – Accounts for funds designated for programs and services to ensure that each homeless child and youth has access to the same free, appropriate public education, including a public preschool education, as other children and youth.

Lottery Pre-kindergarten Fund – Accounts for funds designated for the delivery of early care and education programs that improve the quality of early learning experiences, increase school readiness, and improve overall school performance.

Local School Activity Accounts Fund - Accounts for funds used to support the system's co-curricular and extra-curricular activities.

Elementary School Counselor Grant - Accounts for funds designated for the enhancement of counseling services and support provided in the K-5 environment.

Appalachian Regional Commission - Accounts for funds designated for equipment to be used in the STEAM/Industrial Creativity Fab Lab.

City of Calhoun Board of Education
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2016

	Community Education	Voactional Education	Elementary and Secondary Education				Individuals With Disabilities Education Act - IDEA and Preschool Program	Education of Homeless	Lottery Pre-kindergarten	Local School Activity Accounts	Elementary School Counselor	Appalachian Regional Commission	Total Nonmajor Special Revenue Funds
			Title I	Title II	Title III	Title VI							
Assets													
Cash and cash equivalents	$ 777,192	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 119,039	$ 332,331	$ -	$ -	$ 1,228,562
Intergovernmental receivable	-	4,265	100,265	47,323	11,800	28,379	141,932	10,042	16,600	-	152,703	102,424	615,733
Prepaid items	-	1,641	-	-	-	-		-	-	-	-	-	1,641
Total Assets	$ 777,192	$ 5,906	$ 100,265	$ 47,323	$ 11,800	$ 28,379	$ 141,932	$ 10,042	$ 135,639	$ 332,331	$ 152,703	$ 102,424	$ 1,845,936
Liabilities and Fund Balances													
Liabilities													
Accounts payable	$ 12,316	$ -	$ 14,381	$ 441	$ 6,579	$ 1,268	$ 436	$ 758	$ 9,576	$ -	$ 1,101	$ 102,424	$ 149,280
Accrued salaries and wages	27,495	-	40,239	1,065	1,385	3,621	60,152	-	126,063	-	54,933	-	314,953
Interfund payable	-	5,906	45,645	45,817	3,836	23,490	81,344	9,284	-	-	96,669	-	311,991
Total Liabilities	39,811	5,906	100,265	47,323	11,800	28,379	141,932	10,042	135,639	-	152,703	102,424	776,224
Fund Balances													
Committed	737,381	-	-	-	-	-	-	-	-	332,331	-	-	1,069,712
Total Liabilities and Fund Balances	$ 777,192	$ 5,906	$ 100,265	$ 47,323	$ 11,800	$ 28,379	$ 141,932	$ 10,042	$ 135,639	$ 332,331	$ 152,703	$ 102,424	$ 1,845,936

City of Calhoun Board of Education
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2016

	Community Education	Vocational Education	Elementary and Secondary Education				Individuals With Disabilities Education Act - IDEA and Preschool Program	Education of Homeless	Lottery Pre-kindergarten	Local School Activity Accounts	Elementary School Counselor	Appalachian Regional Commission	Total Nonmajor Special Revenue Funds
			Title I	Title II	Title III	Title VI							
Revenues													
Local	$ 709,153	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 783,508	$ -	$ -	$ 1,492,661
Intergovernmental - state	-	-	-	-	-	-	-	-	779,066	-	-	-	779,066
Intergovernmental - federal	-	38,073	725,333	90,993	58,505	78,850	621,911	32,049	-	-	356,169	102,424	2,104,307
Total Revenues	709,153	38,073	725,333	90,993	58,505	78,850	621,911	32,049	779,066	783,508	356,169	102,424	4,376,034
Expenditures													
Current:													
Instruction	-	16,867	708,035	10,565	41,640	59,142	479,668	16,362	813,468	21,510	254,902	102,424	2,524,583
Supporting services:												-	
Pupil	-	-	-	-	-	-	30,097	12,277	7,061	511,742	83,031	-	644,208
Improvement of instructional services	-	21,208	9,025	71,935	15,062	19,708	58,642	1,159	279	-	10,483	-	207,501
Media	-	-	-	-	-	-	-	-	-	54,248	-	-	54,248
Federal grant administration	-	-	6,502	1,393	269	-	12,834	-	-	-	-	-	20,998
General administration	-	-	-	-	-	-		-	-	-	7,753	-	7,753
School administration	-	-	-	-	-	-	-	-	4,197	32,762			36,959
Operations and maintenance	-	-	-	-	-	-	-	-	-	459	-	-	459
Student transportation	-	-	-	-	1,534	-	40,670	2,251	3,370	-	-	-	47,825
Other supporting services	-	-	1,771	7,100	-	-	-	-	-	-	-	-	8,871
Community services	573,536	-	-	-	-	-	-	-	-	-	-	-	573,536
Enterprise operations	-	-	-	-	-	-	-	-	-	105,711	-	-	105,711
Total Expenditures	573,536	38,075	725,333	90,993	58,505	78,850	621,911	32,049	828,375	726,432	356,169	102,424	4,232,652
Excess (Deficiency) of Revenues Over (Under) Expenditures	135,617	(2)	-	-	-	-	-	-	(49,309)	57,076	-	-	143,382
Other Financing Sources													
Transfers in	-	2	-	-	-	-	-	-	49,309	-	-	-	49,311
Net Change in Fund Balances	135,617	-	-	-	-	-	-	-	-	57,076	-	-	192,693
Fund Balances Beginning of Year	601,764	-	-	-	-	-	-	-	-	275,255	-	-	877,019
Fund Balances End of Year	$ 737,381	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 332,331	$ -	$ -	1,069,712

City of Calhoun Board of Education, Georgia
Community Education Fund
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
Cash and cash equivalents	$ 777,192	$ 616,457
Liabilities and Fund Balances		
Liabilities		
Accounts payable	$ 12,316	$ 1,880
Accrued salaries and wages payable	27,495	12,813
Total Liabilities	39,811	14,693
Fund Balances		
Committed	737,381	601,764
Total Liabilities and Fund Balances	$ 777,192	$ 616,457

City of Calhoun Board of Education, Georgia
Community Education Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016				2015
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Local	$ 547,500	$ 667,228	$ 709,153	$ 41,925	$ 553,386
Expenditures					
Current:					
Community services	460,173	672,610	573,536	99,074	521,668
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ 87,327	$ (5,382)	135,617	$ 140,999	31,718
Other Financing Uses					
Transfer out			-		(102,696)
Net Change in Fund Balances			135,617		(70,978)
Fund Balances Beginning of Year			601,764		672,742
Fund Balances End of Year			$ 737,381		$ 601,764

City of Calhoun Board of Education, Georgia
Vocational Education Fund
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
Intergovernmental receivable	$ 4,265	$ 4,196
Prepaid items	1,641	-
Total Assets	$ 5,906	$ 4,196
Liabilities		
Accounts payable	$ -	$ 229
Interfund payable	5,906	3,967
Total Liabilities	$ 5,906	$ 4,196

City of Calhoun Board of Education, Georgia
Vocational Education Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016				2015
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Intergovernmental - federal	$ 22,468	$ 40,769	$ 38,073	$ (2,696)	$ 35,106
Expenditures					
Current:					
Instruction	850	19,562	16,867	2,695	15,505
Supporting services:					
Improvement of instructional services	21,618	21,207	21,208	(1)	19,601
Total Expenditures	22,468	40,769	38,075	2,694	35,106
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	(2)	$ (2)	-
Other Financing Sources					
Transfers in			2	$ 2	-
Net Change in Fund Balances	$ -	$ -	-	$ -	
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			$ -		$ -

City of Calhoun Board of Education, Georgia
ESEA Title I Fund
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
Intergovernmental receivable	$ 100,265	$ 92,618
Liabilities		
Accounts payable	$ 14,381	$ 1,370
Accrued salaries and wages payable	40,239	45,834
Interfund payable	45,645	45,414
Total Liabilities	$ 100,265	$ 92,618

City of Calhoun Board of Education, Georgia
ESEA Title I Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016				2015
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Intergovernmental - federal	$ 786,753	$ 793,830	$ 725,333	$ (68,497)	$ 706,282
Expenditures					
Current:					
Instruction	763,324	755,200	708,035	47,165	694,736
Supporting services:					
Improvement of instructional services	6,315	19,625	9,025	10,600	-
Federal grant administration	8,000	9,369	6,502	2,867	4,133
Other supporting services	9,114	9,636	1,771	7,865	7,413
Total Expenditures	786,753	793,830	725,333	68,497	706,282
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	-	$ -	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			$ -		$ -

ESEA Title II Fund
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
Intergovernmental receivable	$ 47,323	$ 19,522
Liabilities		
Accounts payable	$ 441	$ 4,923
Accrued salaries and wages payable	1,065	-
Interfund payable	45,817	14,599
Total Liabilities	$ 47,323	$ 19,522

City of Calhoun Board of Education, Georgia
ESEA Title II Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016				2015
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Intergovernmental - federal	$ 73,854	$ 98,692	$ 90,993	$ (7,699)	$ 65,831
Expenditures					
Current:					
Instruction	-	20,000	10,565	9,435	-
Supporting services:					
Improvement of instructional services	58,854	67,992	71,935	(3,943)	55,450
Federal grant administration	1,000	2,000	1,393	607	1,261
Other supporting services	14,000	8,700	7,100	1,600	9,120
Total Expenditures	73,854	98,692	90,993	7,699	65,831
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	-	$ -	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			$ -		$ -

City of Calhoun Board of Education, Georgia
ESEA Title III Fund
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
Intergovernmental receivable	$ 11,800	$ 19,379
Liabilities		
Accounts payable	$ 6,579	$ -
Accrued salaries and wages payable	1,385	1,967
Interfund payable	3,836	17,412
Total Liabilities	$ 11,800	$ 19,379

City of Calhoun Board of Education, Georgia
ESEA Title III Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016				2015
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Intergovernmental - federal	$ 60,959	$ 72,449	$ 58,505	$ (13,944)	$ 65,531
Expenditures					
Current:					
Instruction	39,559	47,538	41,640	5,898	57,097
Supporting services:					
Improvement of instructional services	20,650	21,946	15,062	6,884	8,337
Federal grant administration	750	1,300	269	1,031	97
Transportation	-	1,665	1,534	131	-
Total Expenditures	60,959	72,449	58,505	13,944	65,531
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	-	$ -	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			$ -		$ -

City of Calhoun Board of Education, Georgia
ESEA Title VI Fund, Part B
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
Intergovernmental receivable	$ 28,379	$ 24,610
Liabilities		
Accounts payable	$ 1,268	$ -
Accrued salaries and wages payable	3,621	3,427
Interfund payable	23,490	21,183
Total Liabilities	$ 28,379	$ 24,610

City of Calhoun Board of Education
ESEA Title VI Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016				2015
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Intergovernmental - federal	$ 74,067	$ 91,880	$ 78,850	$ (13,030)	$ 71,199
Expenditures					
Current:					
Instruction	61,067	68,000	59,142	8,858	53,145
Supporting services:					
Improvement of instructional services	13,000	26,880	19,708	7,172	18,054
Total Expenditures	74,067	94,880	78,850	16,030	71,199
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ (3,000)	-	$ 3,000	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			$ -		$ -

City of Calhoun Board of Education, Georgia
IDEA and Preschool Program Fund
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
Intergovernmental receivable	$ 141,932	$ 157,907
Liabilities		
Accounts payable	$ 436	$ 9,042
Accrued salaries and wages payable	60,152	63,529
Interfund payable	81,344	85,336
Total Liabilities	$ 141,932	$ 157,907

City of Calhoun Board of Education, Georgia
IDEA and Preschool Program Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016				2015
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Intergovernmental - federal	$ 665,022	$ 685,422	$ 621,911	$ (63,511)	$ 597,405
Expenditures					
Current:					
Instruction	533,334	527,627	479,668	47,959	478,594
Supporting services:					
Pupil	27,100	33,790	30,097	3,693	19,896
Improvement of instructional services	57,138	64,187	58,642	5,545	55,907
Federal grant administration	9,600	17,433	12,834	4,599	5,354
Student transportation	37,850	42,385	40,670	1,715	37,654
Total Expenditures	665,022	685,422	621,911	63,511	597,405
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	-	$ -	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			$ -		$ -

City of Calhoun Board of Education, Georgia
Education of Homeless Children and Youth Fund
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
Intergovernmental receivable	$ 10,042	$ 11,787
Liabilities		
Accounts payable	$ 758	$ 1,034
Interfund payable	9,284	10,753
Total Liabilities	10,042	11,787

City of Calhoun Board of Education, Georgia
Education of Homeless Children and Youth Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016				2015
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Intergovernmental - federal	$ 300,408	$ 32,049	$ 32,049	$ -	$ 32,475
Expenditures					
Current:					
Instruction	-	16,371	16,362	9	-
Supporting services:					
Pupil	26,958	12,318	12,277	41	29,866
Improvement of instructional services	3,050	1,170	1,159	11	2,034
Student transportation	400	2,190	2,251	(61)	575
Total Expenditures	30,408	32,049	32,049	-	32,475
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ 270,000	$ -	-	$ -	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			$ -		$ -

City of Calhoun Board of Education, Georgia
Lottery Pre-Kindergarten Fund
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
Cash and cash equivalents	$ 119,039	$ 181,397
Intergovernmental receivable	16,600	-
Total Assets	$ 135,639	$ 181,397
Liabilities		
Accounts payable	$ 9,576	$ 21,463
Accrued Salaries	126,063	159,934
Total Liabilities	$ 135,639	$ 181,397

City of Calhoun Board of Education, Georgia
Lottery Pre-Kindergarten Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016				2015
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Intergovernmental - state	$ 845,227	$ 773,500	$ 779,066	$ 5,566	$ 898,986
Expenditures					
Current:					
Instruction	1,015,972	822,781	813,468	9,313	1,041,093
Supporting services:					
Pupil services	-	8,436	7,061	1,375	8,353
Improvement of instructional services	-	280	279	1	-
School administration	1,250	1,850	4,197	(2,347)	2,925
Operations and maintenance	28,005	-	-	-	23,718
Transportation	-	4,211	3,370	841	4,338
Total Expenditures	1,045,227	837,558	828,375	9,183	1,080,427
(Deficiency) of Revenues (Under) Expenditures	(200,000)	(64,058)	(49,309)	14,749	(181,441)
Other Financing Sources					
Transfers in	200,000	200,000	49,309	(150,691)	181,441
Net Change in Fund Balances	$ -	$ 135,942	-	$ (135,942)	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			$ -		$ -

City of Calhoun Board of Education, Georgia
Local School Activity Accounts Fund
Comparative Balance Sheets
June 30, 2016

	2016	2015
Assets		
Cash and cash equivalents	$ 332,331	$ 270,599
Accounts receivable	-	4,656
Total Assets	$ 332,331	$ 275,255
Fund Balances		
Committed	$ 332,331	$ 275,255

City of Calhoun Board of Education, Georgia
Local School Activity Accounts Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
and Changes in Fund Balances
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016				2015
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Local	$ 618,844	$ 801,744	$ 783,508	$ (18,236)	$ 954,838
Expenditures					
Current:					
Instruction	5,500	21,615	21,510	105	110
Supporting services:					
Pupil	420,600	513,910	511,742	2,168	575,911
Media	38,000	55,000	54,248	752	45,292
School administration	101,000	35,237	32,762	2,475	255,979
Operations and maintenance	8,000	500	459	41	9,422
Enterprise operations	28,000	108,500	105,711	2,789	28,657
Total Expenditures	601,100	734,762	726,432	8,330	915,371
Excess (Deficiency) of Revenues Over (Under) Expenditures	17,744	66,982	57,076	(9,906)	39,467
Other Financing Sources (Uses)					
Transfers in	86,500	36,500	-	(36,500)	-
Transfer out	(86,500)	(36,500)	-	36,500	-
Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	$ 17,744	$ 66,982	57,076	$ (9,906)	39,467
Fund Balances Beginning of Year			275,255		235,788
Fund Balances End of Year			$ 332,331		$ 275,255

City of Calhoun Board of Education, Georgia
Elementary School Counselor
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
Intergovernmental receivable	$ 152,703	$ 124,386
Liabilities		
Accounts payable	$ 1,101	$ 2,533
Accrued salaries and wages payable	54,933	54,036
Interfund payable	96,669	67,817
Total Liabilities	$ 152,703	$ 124,386

City of Calhoun Board of Education, Georgia
Elementary School Counselor
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	2016				2015
	Original Budget	Final Budget	Actual	Variance with Final Budget	Actual
Revenues					
Intergovernmental - federal	$ 384,370	$ 386,335	$ 356,169	$ (30,166)	$ 410,398
Expenditures					
Current:					
Instruction	305,556	279,053	254,902	24,151	316,209
Supporting services:					
Pupil	78,814	84,316	83,031	1,285	80,032
Improvement of instructional services	-	15,213	10,483	4,730	-
Federal grant administration	-	-	-	-	8,417
General administration	-	7,753	7,753	-	5,740
Total Expenditures	384,370	386,335	356,169	30,166	410,398
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	$ -	$ -	-
Fund Balances Beginning of Year			-		-
Fund Balances End of Year			$ -		$ -

City of Calhoun Board of Education, Georgia
Appalachian Regional Commission
Balance Sheet
June 30, 2016

	2016
Assets	
Intergovernmental receivable	$ 102,424
Liabilities	
Accounts payable	102,424
Total Liabilities	$ 102,424

City of Calhoun Board of Education, Georgia
Appalachian Regional Commission
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2016

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Intergovernmental - federal	$ -	$ 102,424	$ 102,424	$ -
Expenditures				
Current:				
Instruction	-	102,424	102,424	-
Total Expenditures	-	102,424	102,424	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	-	$ -
Fund Balances Beginning of Year			-	
Fund Balances End of Year			$ -	

City of Calhoun Board of Education, Georgia
Debt Service Fund
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
	$ 236,490	$ 245,727
Liabilities		
Due to primary government	$ 236,490	$ 245,727

City of Calhoun Board of Education, Georgia
Debt Service Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended June 30, 2016 and 2015

	2016	2015
Revenues		
Local	$ 2,758,360	$ 2,879,747
Expenditures		
Intergovernmental	2,758,360	2,879,747
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-
Fund Balances Beginning of Year	-	-
Fund Balances End of Year	$ -	$ -

City of Calhoun Board of Education, Georgia
SPLOST Capital Projects Fund
Comparative Balance Sheets
June 30, 2016 and 2015

	2016	2015
Assets		
Cash and cash equivalents	$ 464,808	$ 14,073
Intergovernmental receivable -state	-	1,570,383
Due from primary government	96,965	-
Total Assets	$ 561,773	$ 1,584,456
Liabilities and Fund Balances		
Liabilities		
Accounts payable	$ 95,678	$ -
Contracts payable	-	18,104
Retainage payable	250,000	317,200
	-	959,832
Total Liabilities	345,678	1,295,136
Fund Balances		
Restricted	216,095	289,320
Total Liabilities and Fund Balances	$ 561,773	$ 1,584,456

City of Calhoun Board of Education, Georgia
SPLOST Capital Projects Fund
Comparative Statements of Revenues, Expenditures and Changes in Fund Balances
For the Years Ended June 30, 2016 and 2015

	2016	2015
Revenues		
Local	$ 877,269	$ 31
Expenditures		
Facilities acquisition and construction	950,494	4,394,497
(Deficiency) of Revenues (Under) Expenditures	(73,225)	(4,394,466)
Other Financing Sources (Uses)		
Transfers In	-	4,683,786
Total Other Financing Sources (Uses)	-	4,683,786
Net Change in Fund Balances	(73,225)	289,320
Fund Balances Beginning of Year	289,320	-
Fund Balances End of Year	$ 216,095	$ 289,320

City of Calhoun Board of Education
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For The Year Ended June 30, 2016

Local School Activity Accounts	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
Assets				
Cash and cash equivalents	$ 311,445	$ 565,351	$ 578,904	$ 297,892
Liabilities				
Due to others	$ 311,445	$ 565,351	$ 578,904	$ 297,892

Calhoun Educational Foundation	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
Assets				
Cash and cash equivalents	$ 304,528	$ 47,471	$ 11,078	$ 340,921
Liabilities				
Due to others	$ 304,528	$ 47,471	$ 11,078	340,921

Total	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
Assets				
Cash and cash equivalents	$ 615,973	$ 612,822	$ 589,982	$ 638,813
Liabilities				
Due to others	$ 615,973	$ 612,822	$ 589,982	$ 638,813

Statistical Section

City of Calhoun Board of Education, Georgia

Introduction to the Statistical Section

(Unaudited)

The objetive of the statistical section is to present detailed information as a context for understanding this year's financial statements, note disclosures, and supplementary information. This information is unaudited.

Contents	***Exhibit #***
Financial Trends These tables contain trend information that may assist the reader in assessing the Board's current financial performance by placing it in an historical perspective.	I - VII
Revenue Capacity These tables contain information that may assist the reader in assessing the viability of the Board's two most significant "own-source" revenue sources, property taxes and sales taxes.	VIII - XIII
Debt Capacity Generally, the Board is not authorized to issue long-term debt. However, the Board may enter into capital leases that include an annual fiscal funding clause. These tables present information that may assist the reader in analyzing the affordability of the Board's current levels of outstanding debt and the Board's ability to enter into a capital lease in the future. The calculation of the legal debt margin is not applicable to the Board.	XIV - XV
Demographic and Economic Information These tables present demographic and economic information intended (1) to assist users in understanding the socioeconomic environment within which the Board operates and (2) to provide information that facilitates comparisons of financial statement information over time and among Boards.	XVI - XVII
Operating Information These tables contain service indicators that can inform one's understanding how the information in the Board's financial statements relates to the services the Board provides and the activities it performs. The Board will be expanding the disclosure of operating information in future years.	XVIII - XXII

Data Source:

Unless otherwise noted, the information in these tables is derived from the comprehensive annual financial report for the applicable year.

City of Calhoun Board of Education, Georgia

Government-wide Net Position by Component (Unaudited) [1]

Last Ten Fiscal Years

(accrual basis of accounting)

	June 30, 2007	June 30, 2008	June 30, 2009	June 30, 2010	June 30, 2011	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015 [3]	June 30, 2016 [3]
	Amounts									
Governmental Activities										
Net investment in capital assets [2]	$ 880,738	$ 897,290	$ 787,489	$ 662,646	$ 540,566	$ 754,271	$ 4,508,310	$ 4,999,767	$ 7,259,322	$ 4,026,676
Restricted	-	734,917	164,044	6	455,369	1,353,012	366,546	506,984	837,646	967,402
Unrestricted	3,578,648	3,543,641	3,236,937	5,054,602	7,477,710	12,755,328	14,495,439	16,340,318	(11,190,381)	(6,277,444)
Total	$ 4,459,386	$ 5,175,848	$ 4,188,470	$ 5,717,254	$ 8,473,645	$ 14,862,611	$ 19,370,295	$ 21,847,069	$ (3,093,413)	$ (1,283,366)
Total Percentage Change From Prior Year	-4.0%	16.1%	-19.1%	36.5%	48.2%	75.4%	30.3%	12.8%	-110%	-59%
	Percentage of Total									
Governmental Activities										
Net investment in capital assets [2]	19.75%	17.34%	18.80%	11.59%	6.38%	5.08%	23.27%	22.89%	-234.67%	-313.76%
Restricted	0.00%	14.20%	3.92%	0.00%	5.37%	9.10%	1.90%	2.32%	-27.08%	-75.38%
Unrestricted	80.25%	68.46%	77.28%	88.41%	88.25%	85.82%	74.83%	74.79%	361.75%	489.14%
Total	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Notes:

[1] Accounting standards require that net position be reported in three components in the financial statements: investment in capital assets; restricted; and unrestricted. Net position is considered restricted only when (1) an external party, such as the Georgia Department of Education or the federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the Board There are no restrictions currently reported as a result of enabling legislation.

[2] The Board's land and buildings are owned by the City of Calhoun, Georgia, therefore, they are not reported in these amounts.

[3] In this fiscal year the School District inplemented GASB Statement No. 68 which required a restatement of the 6/30/2014 net position . The School System now is recording a net pension liability and other related pension deferred inflows and outflows.

Data Source:

Applicable years' comprehensive annual financial report.

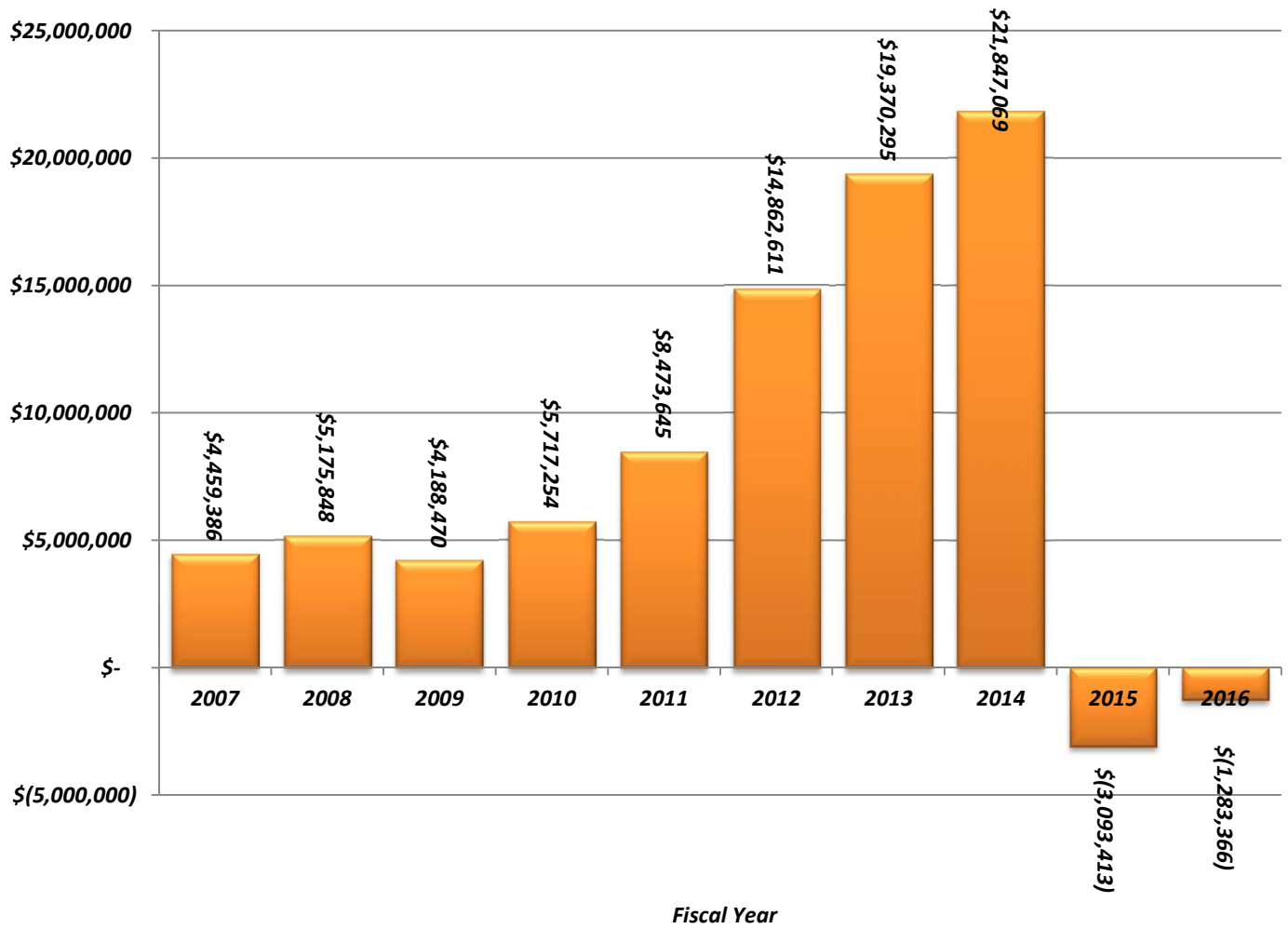
[3] In this fiscal year the School District inplemented GASB Statement No. 68 which required a restatement

City of Calhoun Board of Education, Georgia

Chart-Total Government-wide Net Position

Last Ten Fiscal Years

(accrual basis of accounting)



City of Calhoun Board of Education, Georgia
Changes in Net Position - Governmental Activities (Unaudited)
Last Ten Fiscal Years
(accrual basis of accounting)

	For the Fiscal Year Ended June 30,									
	2007	**2008**	**2009**	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**
Expenses:										
Instruction	$ 18,544,480	$ 19,233,326	$ 19,091,906	$ 18,184,827	$ 17,596,864	$ 26,024,529	$ 42,648,475	$ 33,064,384	$ 25,369,164	$ 24,873,858
Support services										
Pupil	948,035	1,324,096	1,343,498	1,280,961	1,265,702	1,266,542	1,369,580	1,432,797	1,514,517	1,508,127
Improvement of instructional services	839,954	737,319	995,816	1,036,198	1,150,953	852,342	1,127,581	1,346,719	1,340,064	1,659,351
Media	528,722	522,303	524,107	467,280	408,714	421,924	474,711	582,165	344,689	354,108
General administration	241,225	275,219	339,109	390,913	376,186	303,211	349,440	389,657	366,730	453,750
Federal grant administration	-	-	-	-	-	107,889	109,429	56,307	18,776	27,458
School administration	1,438,627	1,652,582	1,618,073	1,307,193	1,398,898	1,397,422	1,376,588	1,551,383	1,733,468	1,589,465
Business administration	454,467	466,326	491,541	539,991	523,210	610,078	591,695	669,700	784,751	486,182
Operations and maintenance	2,118,730	2,167,265	1,917,311	1,814,777	1,854,760	1,947,591	1,987,016	2,761,006	2,973,715	3,095,462
Student transportation	650,330	649,092	525,304	572,792	597,957	712,198	800,872	770,485	731,900	827,867
Central support	28,256	29,149	438	45,374	47,432	56,598	61,525	76,139	73,904	73,936
School nutritution program[4]	2,105,675	2,142,361	2,037,831	1,970,751	1,951,579	3,632,163	2,271,292	2,440,058	2,696,769	2,557,374
Enterprise operations	38,949	-	-	-	-	28,089	32,285	-	-	-
Other supporting services	39,678	24,595	132,796	218,745	193,086	115,316	92,243	126,522	98,990	79,857
Community services	323,324	381,377	337,464	331,620	420,327	413,348	385,205	378,396	547,772	668,908
Facilities acquisition and construction[3]	-	639,561	775,395	202,827	335,193	-	-	-	-	-
Debt service[1]	2,732,691	3,120,979	3,270,217	2,661,165	2,515,625	2,892,598	2,901,241	2,815,099	2,879,747	2,758,360
Total Expenses	31,033,143	33,365,550	33,400,806	31,025,414	30,636,486	40,781,838	56,579,178	48,460,817	41,474,955	41,014,063
Program Revenues:										
Charges for services:										
Instruction	-	9,483	23,294	17,178	1,582	13,436	40,122	63,198	160,488	209,838
Pupil	354,480	491,126	763,681	636,034	623,720	579,525	693,437	412,598	-	568,818
Instructional	-	-	22	262	36,760	-	4,600	3,303	-	-
Media	-	-	24,454	44,608	46,753	45,445	56,590	39,912	-	54,248
General administration	-	-	-	-	-	-	-	4,547	-	-
Federal grant administration	-	-	-	-	-	-	-	1,207	-	-
School administration	-	-	-	82,793	100,304	103,678	41,585	101,075	-	138,473
Business administration	-	-	-	-	-	26,150	29,476	7,280	40,396	-
Operations and maintenance	-	-	8,384	8,022	19,142	14,139	7,743	44,079	-	459
Student transportation	-	-	-	-	-	5,488	5,044	229	-	-
Enterprise operations	-	-	-	-	-	-	-	125	-	-
Other supporting services	-	-	-	-	-	11,525	8,054	560,952	-	657,268
School nutritution program	839,868	764,190	651,803	585,794	554,721	552,714	550,470	27,233	620,726	-
Community services	356,981	380,191	386,017	395,312	471,852	454,550	395,850	467,337	553,386	709,153
Operating grants and contributions[2]	17,574,829	18,419,263	17,097,261	17,767,813	18,551,038	17,881,593	19,864,126	20,138,230	23,009,694	23,440,256
Capital grants and contributions	-	1,355,672	100,000	-	-	13,434,503	23,999,386	12,832,422	50,000	996,853
Total Program Revenues	19,126,158	21,419,925	19,054,916	19,537,815	20,405,872	33,122,746	45,696,483	34,703,727	24,434,690	26,775,366
Net (Expense) Revenue	(11,906,985)	(11,945,625)	(14,345,890)	(11,487,599)	(10,230,614)	(7,659,092)	(10,882,695)	(13,757,090)	(17,040,265)	(14,238,697)
General Revenues:										
Taxes:										
Property	8,781,866	9,403,828	10,044,093	10,298,725	10,074,116	11,057,204	12,463,445	13,405,143	12,551,463	13,286,438
Sales	2,727,675	3,117,692	3,268,549	2,661,165	2,515,625	2,892,598	2,901,241	2,815,099	2,878,697	2,757,810
Investment earnings	213,875	140,567	45,870	17,967	25,852	14,520	12,139	13,622	4,945	4,496
Miscellaneous	-	-	-	38,526	371,412	83,736	13,554	-	-	-
Total General Revenues	11,723,416	12,662,087	13,358,512	13,016,383	12,987,005	14,048,058	15,390,379	16,233,864	15,435,105	16,048,744
Change in Net Position	$ (183,569)	$ 716,462	$ (987,378)	$ 1,528,784	$ 2,756,391	$ 6,388,966	$ 4,507,684	$ 2,476,774	$ (1,605,160)	$ 1,810,047

Notes:

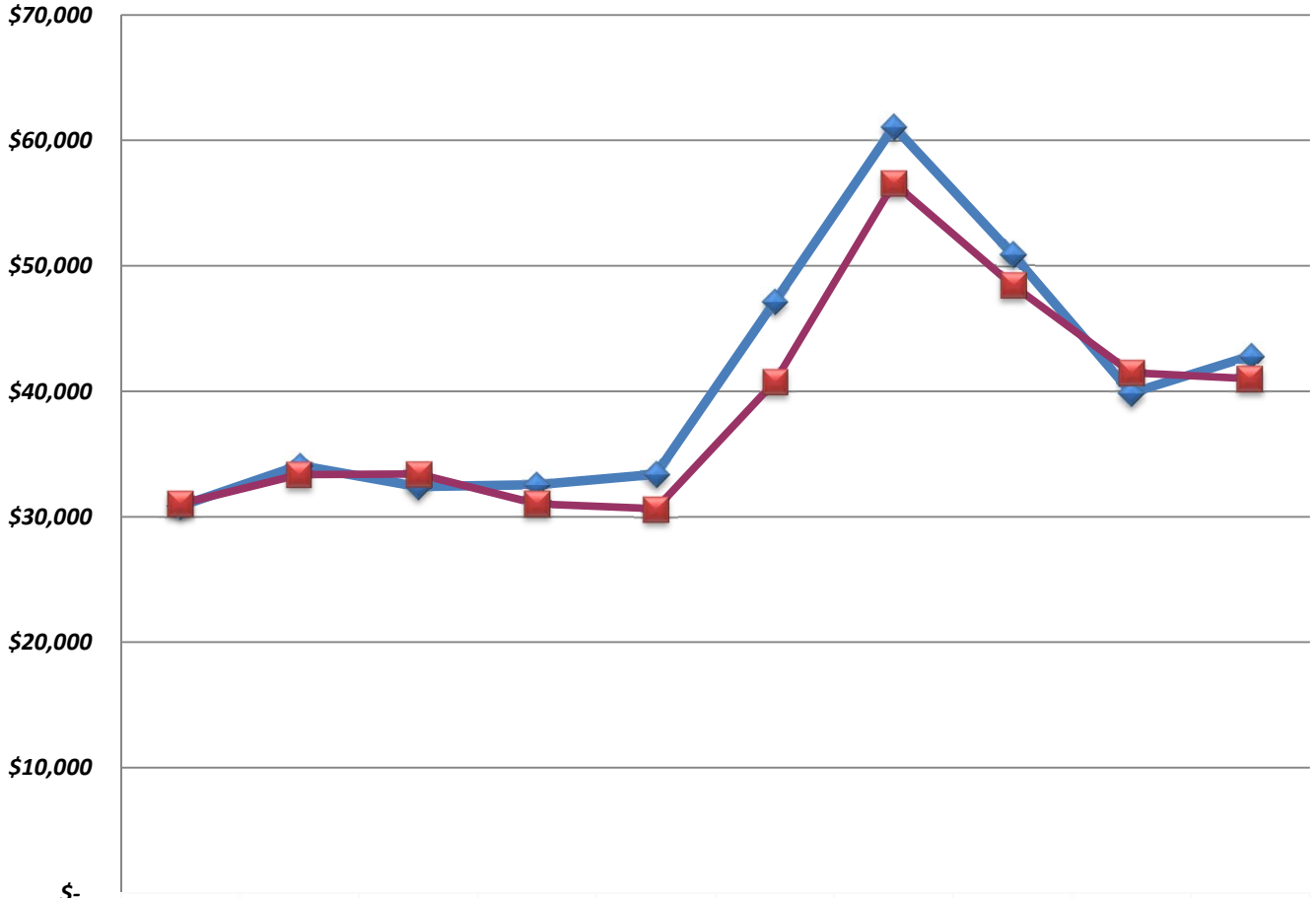
[1] This amount are the sales taxes collected by the school district and forwarded to the City of Calhoun for debt service on school bonds and interest on capital leases.

[2] In the State of Georgia, the Quality Basic Education school aid is legally restricted to specific expense functions, therefore it is reported as a program revenue.

[3] These are the amounts of capital outlay, not capitalized. There are reported under "other supporting services" at the government-wide statement of activities.

Data Source:
Applicable years' comprehensive annual financial report.

City of Calhoun Board of Education, Georgia
Chart - Governmental Fund Revenues and Expenses
(In $1,000)
Last Ten Fiscal Years



	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues	$30,850	$34,082	$32,413	$32,554	$33,393	$47,171	$61,087	$50,938	$39,870	$42,824
Expenses	$31,033	$33,366	$33,401	$31,025	$30,636	$40,782	$56,579	$48,461	$41,475	$41,014

City of Calhoun Board of Education, Georgia
Changes in Net Position - Governmental Activities - Percentage of Total (Unaudited)
Last Ten Fiscal Years
(accrual basis of accounting)

	For the Fiscal Year Ended June 30,									
	2007	**2008**	**2009**	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**
Expenses:										
Instruction	59.76%	57.64%	57.16%	58.61%	57.44%	63.81%	75.38%	68.23%	61.17%	60.65%
Support services										
Pupil	3.05%	3.97%	4.02%	4.13%	4.13%	3.11%	2.42%	2.96%	3.65%	3.68%
Improvement of instructional services	2.71%	2.21%	2.98%	3.34%	3.76%	2.09%	1.99%	2.78%	3.23%	4.05%
Media	1.70%	1.57%	1.57%	1.51%	1.33%	1.03%	0.84%	1.20%	0.83%	0.86%
General administration	0.78%	0.82%	1.02%	1.26%	1.23%	0.74%	0.62%	0.80%	0.88%	1.11%
Federal grant administration	0.00%	0.00%	0.00%	0.00%	0.00%	0.26%	0.19%	0.12%	0.05%	0.07%
School administration	4.64%	4.95%	4.84%	4.21%	4.57%	3.43%	2.43%	3.20%	4.18%	3.88%
Business administration	1.46%	1.40%	1.47%	1.74%	1.71%	1.50%	1.05%	1.38%	1.89%	1.19%
Operations and maintenance	6.83%	6.50%	5.74%	5.85%	6.05%	4.78%	3.51%	5.70%	7.17%	7.55%
Student transportation	2.10%	1.95%	1.57%	1.85%	1.95%	1.75%	1.42%	1.59%	1.76%	2.02%
Central support	0.09%	0.09%	0.00%	0.15%	0.15%	0.14%	0.11%	0.16%	0.18%	0.18%
School nutritution program	6.79%	6.42%	6.10%	6.35%	6.37%	8.91%	4.01%	5.04%	6.50%	6.24%
Enterprise operations	0.13%	0.00%	0.00%	0.00%	0.00%	0.07%	0.06%	0.00%	0.00%	0.00%
Other supporting services	0.13%	0.07%	0.40%	0.71%	0.63%	0.28%	0.16%	0.26%	0.24%	0.19%
Community services	1.04%	1.14%	1.01%	1.07%	1.37%	1.01%	0.68%	0.78%	1.32%	1.63%
Facilities acquisition and construction	0.00%	1.92%	2.32%	0.65%	1.09%	0.00%	0.00%	0.00%	0.00%	0.00%
Debt service[1]	8.79%	9.35%	9.79%	8.58%	8.21%	7.09%	5.13%	5.80%	6.93%	6.73%
Total Expenses	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
Program Revenues:										
Charges for services:										
Instruction	0.00%	0.04%	0.12%	0.09%	0.01%	0.04%	0.09%	0.18%	0.66%	0.78%
Pupil	1.85%	2.29%	4.01%	3.26%	3.06%	1.75%	1.52%	1.19%	0.00%	2.12%
Instructional	0.00%	0.00%	0.00%	0.00%	0.18%	0.00%	0.01%	0.01%	0.00%	0.00%
Media	0.00%	0.00%	0.13%	0.23%	0.23%	0.14%	0.12%	0.12%	0.00%	0.20%
General administration	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.01%	0.00%	0.00%
School administration	0.00%	0.00%	0.00%	0.42%	0.49%	0.31%	0.09%	0.29%	0.00%	0.52%
Business administration	0.00%	0.00%	0.00%	0.00%	0.00%	0.08%	0.06%	0.02%	0.17%	0.00%
Operations and maintenance	0.00%	0.00%	0.04%	0.04%	0.09%	0.04%	0.02%	0.13%	0.00%	0.00%
Student transportation	0.00%	0.00%	0.00%	0.00%	0.00%	0.02%	0.01%	0.00%	0.00%	0.00%
Enterprise operations	0.00%	0.00%	0.00%	0.00%	0.00%	0.03%	0.02%	1.62%	0.00%	2.45%
Other supporting services	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
School nutritution program	4.39%	3.57%	3.42%	3.00%	2.72%	1.67%	1.20%	0.08%	2.54%	0.00%
Community services	1.87%	1.77%	2.03%	2.02%	2.31%	1.37%	0.87%	1.35%	2.26%	2.65%
Operating grants and contributions[2]	91.89%	85.99%	89.73%	90.94%	90.91%	53.99%	43.47%	58.03%	94.17%	87.54%
Capital grants and contributions	0.00%	6.34%	0.52%	0.00%	0.00%	40.56%	52.52%	36.97%	0.19%	3.72%
Total Program Revenues	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
General Revenues:										
Taxes:										
Property	74.91%	74.27%	75.19%	79.12%	77.57%	78.71%	80.98%	82.58%	81.32%	82.79%
Sales	23.27%	24.62%	24.47%	20.44%	19.37%	20.59%	18.85%	17.34%	18.65%	17.18%
Investment earnings	1.82%	1.11%	0.34%	0.14%	0.20%	0.10%	0.08%	0.08%	0.03%	0.03%
Miscellaneous	0.00%	0.00%	0.00%	0.30%	2.86%	0.60%	0.09%	0.00%	0.00%	0.00%
Total General Revenues	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Notes:

[1] This amount are the sales taxes collected by the school district and forwarded to the City of Calhoun for debt service on school bonds.

[2] In the State of Georgia, the Quality Basic Education school aid is legally restricted to specific expense functions, therefore it is reported as a program revenue.

Data Source:

Applicable years' comprehensive annual financial report.

City of Calhoun Board of Education, Georgia

Chart-Changes in Total Net Position - Governmental Activities

Last Ten Fiscal Years

(accrual basis of accounting)

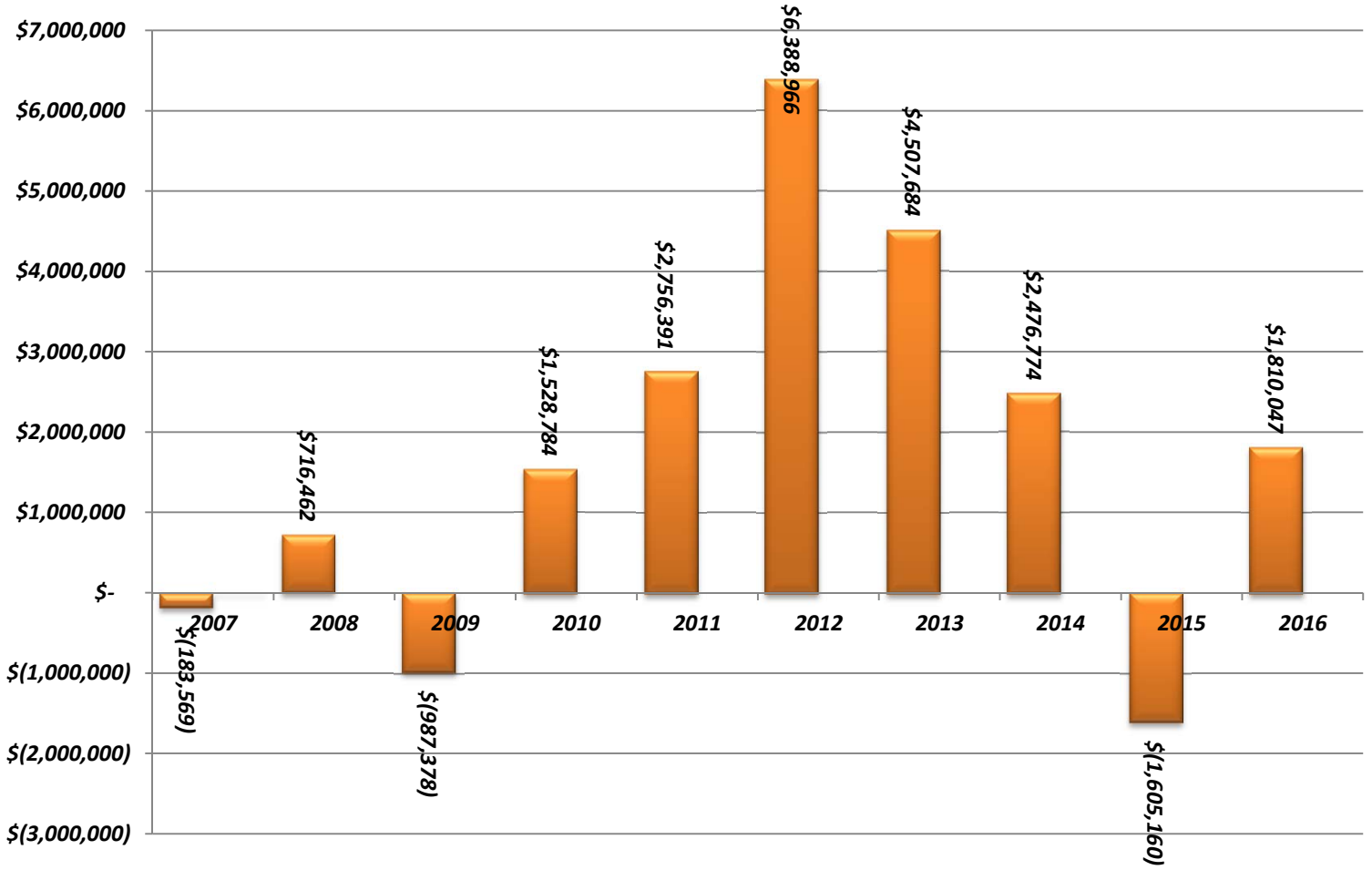


Exhibit III

City of Calhoun Board of Education, Georgia
Fund Balances - Governmental Funds (Unaudited)
Fiscal Years 2007 - 2010
(modified accrual basis of accounting)

	June 30,			
	2007	**2008**	**2009**	**2010**
General Fund				
Unreserved[1]	$ 3,323,925	$ 3,393,735	$ 2,998,613	$ 4,202,567
General Fund Percentage Change	-6.2%	2.1%	-11.6%	40.2%
All Other Governmental Funds				
Reserved	88,959	79,582	65,679	51,133
Unreserved				
Special Revenue Funds	255,398	184,240	264,065	898,516
Capital Projects Funds	-	734,917	164,044	6
Subtotal All Other Governmental Funds	344,357	998,739	493,788	949,655
All Other Governmental Funds Percentage Change	-4.2%	190.0%	-50.6%	92.3%
Total Governmental Funds				
Reserved	88,959	79,582	65,679	51,133
Unreserved	3,579,323	4,312,892	3,426,722	5,101,089
Total Governmental Funds	$ 3,668,282	$ 4,392,474	$ 3,492,401	$ 5,152,222
All Governmental Funds Percentage Change	-6.0%	19.7%	-20.5%	47.5%

Notes:

The Board implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Definitions* , in Fiscal Year 2011 (See Exhibit XIIIA). The Board did not restate the prior four years.

Data Source:

Applicable years' comprehensive annual financial report.

Exhibit IIIA

City of Calhoun Board of Education, Georgia
Fund Balances - Governmental Funds
June 30, 2011 - June 30, 2016
(modified accrual basis of accounting)

	June 30,					
	2011	**2012**	**2013**	**2014**	**2015**	**2016**
General Fund						
Nonspendable	$ -	$ -	$ -	$ -	$ -	$ 2,971
Committed	84,436	117,814	4,981,021	4,542,031	176,700	225,946
Assigned	2,826,588	3,541,194	658,783	715,410	397,735	782,400
Unassigned	3,782,211	4,300,501	4,798,913	7,278,017	10,150,048	14,210,586
Total General Fund	$ 6,693,235	$ 7,959,509	$ 10,438,717	$ 12,535,458	$ 10,724,483	$ 15,221,903
General Fund Percentage Change	59.3%	18.9%	31.1%	20.1%	-14.4%	41.9%
All Other Governmental Funds						
Nonspendable - Special Revenue Funds	$ 54,077	$ 47,764	$ 37,094	$ 55,084	$ 41,205	$ 72,580
Restricted - Special Revenue Funds	401,292	604,885	363,085	506,984	548,326	751,307
Restricted - Capital Projects Funds	-	700,363	3,461	-	289,320	216,095
Committed - Special Revenues Funds	900,168	910,100	948,991	908,530	877,019	1,069,712
Unassigned - Capital Projects Funds	(5,062)	-	-	-	-	-
Subtotal All Other Governmental Funds	$ 1,350,475	$ 2,263,112	$ 1,352,631	$ 1,470,598	$ 1,755,870	$ 2,109,694
All Other Governmental Funds Percentage Change	42.2%	67.6%	-40.2%	8.7%	19.4%	20.2%
Total Governmental Funds						
Nonspendable	$ 54,077	$ 47,764	$ 37,094	$ 55,084	$ 41,205	$ 75,551
Restricted	401,292	1,305,248	366,546	506,984	837,646	967,402
Committed	984,604	1,027,914	5,930,012	5,450,561	1,053,719	1,295,658
Assigned	2,826,588	3,541,194	658,783	715,410	397,735	782,400
Unassigned	3,777,149	4,300,501	4,798,913	7,278,017	10,150,048	14,210,586
Total Governmental Funds	$ 8,043,710	$ 10,222,621	$ 11,791,348	$ 14,006,056	$ 12,480,353	$ 17,331,597
All Governmental Funds Percentage Change	56.1%	27.1%	15.3%	18.8%	-10.9%	38.9%

Notes:
The Board implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Definitions*, in Fiscal Year 2011. The Board did not restate the prior four years.

Data Source:
Applicable years' comprehensive annual financial report.

City of Calhoun Board of Education, Georgia

Chart-Total Fund Balances - Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

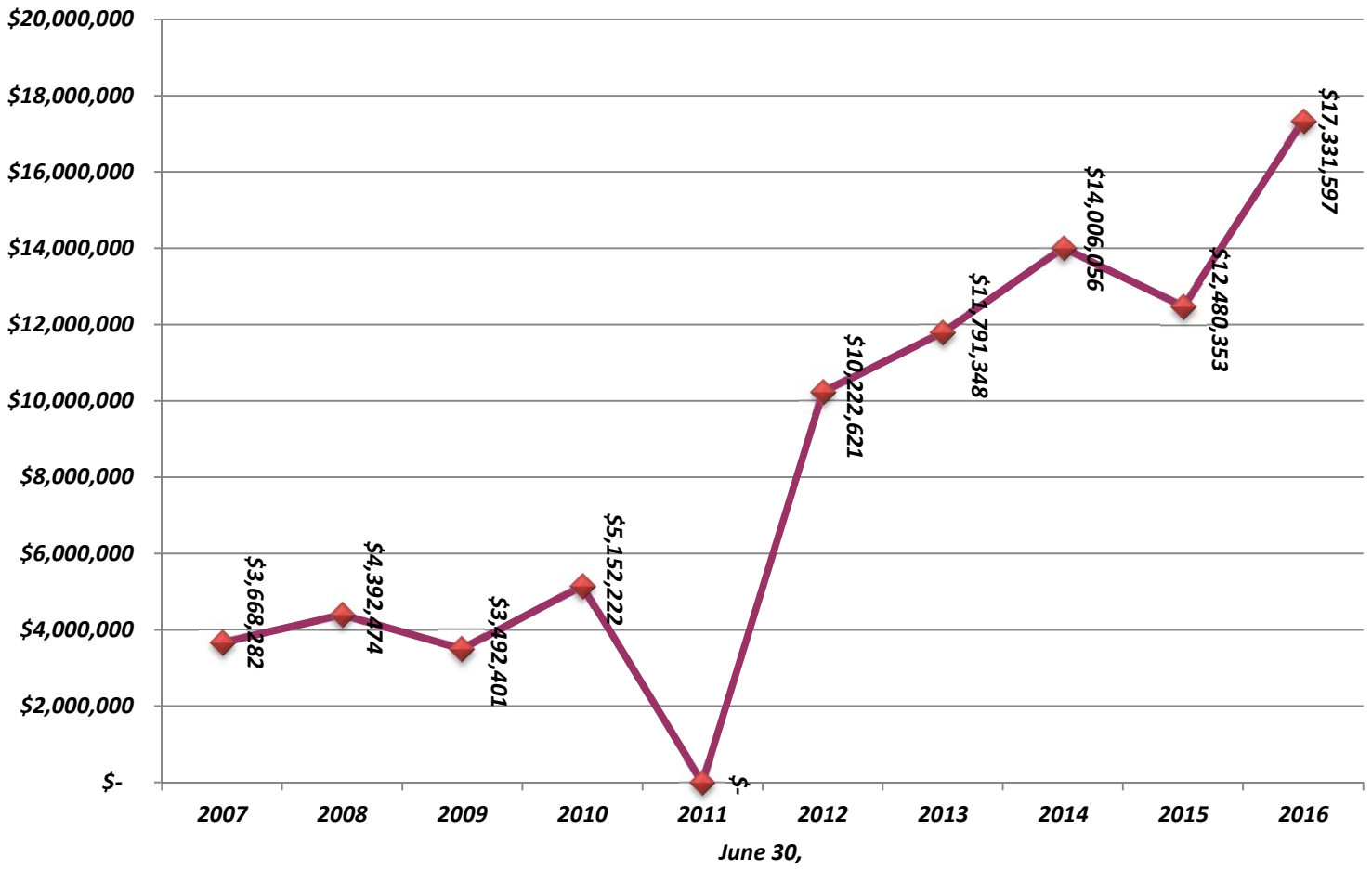


Exhibit IV

City of Calhoun Board of Education, Georgia
General Governmental Revenues by Source (Unaudited) [1]
Last Ten Fiscal Years
(modified accrual basis of accounting)

	For the Fiscal Year Ended									
	2007	**2008**	**2009**	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**
Revenue Source	**Amounts**									
Local revenue	$ 13,677,776	$ 15,839,044	$ 15,521,822	$ 14,902,115	$ 14,902,527	$ 24,562,433	$ 34,159,036	$ 25,876,601	$ 17,898,827	$ 19,455,613
State	14,487,120	15,622,239	13,841,262	12,568,221	14,131,914	18,982,789	22,490,673	20,606,151	18,075,705	19,190,716
Federal	2,684,678	2,620,729	3,050,344	5,083,862	4,358,436	3,625,582	4,437,153	4,454,839	3,906,074	4,151,986
Total Revenues	$ 30,849,574	$ 34,082,012	$ 32,413,428	$ 32,554,198	$ 33,392,877	$ 47,170,804	$ 61,086,862	$ 50,937,591	$ 39,880,606	$ 42,798,315
% change from prior year	11.4%	10.5%	-4.9%	0.4%	2.6%	41.3%	29.5%	-16.6%	-21.7%	7.3%
	Percentage of Total									
Local revenue	44.3%	46.5%	47.9%	45.8%	44.6%	52.1%	55.9%	50.8%	44.9%	45.5%
State	47.0%	45.8%	42.7%	38.6%	42.3%	40.2%	36.8%	40.5%	45.3%	44.8%
Federal	8.7%	7.7%	9.4%	15.6%	13.1%	7.7%	7.3%	8.7%	9.8%	9.7%
Total Revenues	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100%	100%

Notes:
[1] Includes all governmental fund types.

Data Source:
Applicable years' comprehensive annual financial report.

City of Calhoun Board of Education, Georgia
Chart - Total General Governmental Revenues
Last Ten Fiscal Years
(accrual basis of accounting)

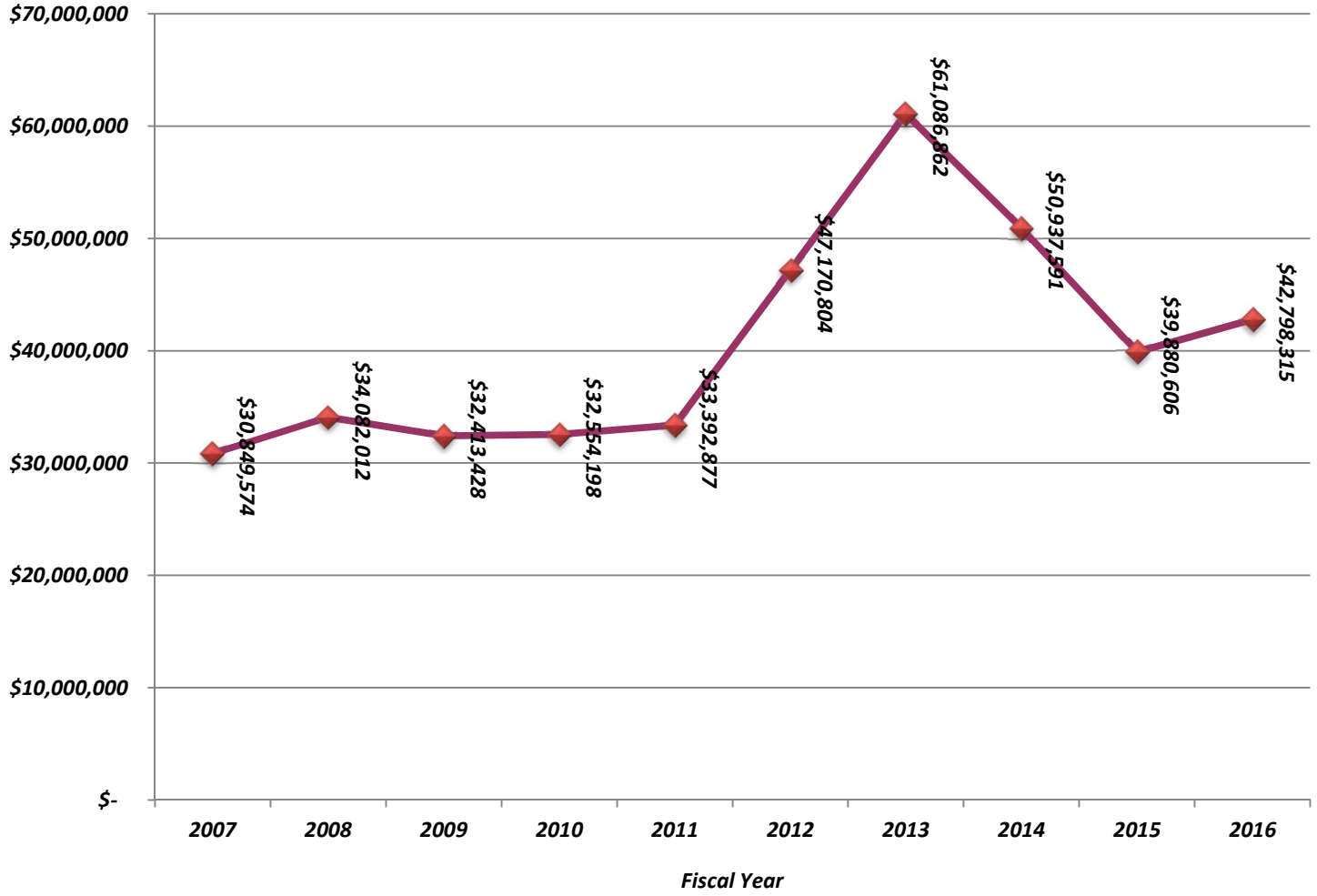


Exhibit V

City of Calhoun Board of Education, Georgia
General Governmental Expenditures by Function (Unaudited) [1]
Last Ten Fiscal Years
(modified accrual basis of accounting)

	For the Year Ended June 30,									
Function	**2007**	**2008**	**2009**	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**
Current:										
Instruction	$ 18,536,493	$ 19,243,279	$ 19,088,783	$ 18,198,848	$ 17,584,846	$ 18,913,570	$ 20,638,402	$ 21,070,297	$ 21,330,469	$ 21,433,300
Support services										
Pupil	948,035	1,324,096	1,343,498	1,280,961	1,265,702	1,261,762	1,369,695	1,431,097	1,543,527	1,510,843
Instructional	823,967	714,275	1,007,389	1,018,007	1,172,904	837,341	1,109,099	1,239,423	1,432,552	1,538,491
Media	527,542	520,080	531,072	467,280	408,714	421,924	474,711	582,165	348,063	359,173
General administration	241,553	273,151	338,397	390,413	373,932	302,778	346,805	56,307	19,262	20,998
Federal grant administration	-	-	-	-	-	107,889	109,429	389,753	370,563	460,121
School administration	1,421,481	1,641,968	1,624,535	1,314,951	1,395,767	1,383,677	1,376,411	1,545,353	1,750,073	1,591,371
Business administration	453,265	466,649	490,695	537,730	522,787	618,206	590,154	667,838	788,495	483,333
Operations and maintenance	2,107,565	2,180,896	1,918,314	1,813,768	1,854,638	1,947,627	1,981,370	2,381,861	2,579,660	2,674,293
Student transportation	712,671	632,614	492,916	469,754	504,270	836,249	708,179	787,966	649,111	867,577
Central support	28,256	29,149	438	40,708	44,036	55,879	59,656	72,820	75,280	80,943
School nutrition program	2,140,534	2,093,236	1,906,178	1,954,300	1,916,773	2,131,418	2,244,335	2,272,172	2,593,288	2,435,963
Other supporting services	39,678	24,595	132,796	218,745	193,086	115,316	92,243	126,522	101,397	80,564
Community services	323,324	400,775	334,215	324,920	413,116	407,203	382,832	378,742	521,668	595,536
Enterprise	-	-	-	-	-	28,089	32,285	-	28,657	105,711
Intergovernmental[2]	2,727,675	3,117,692	3,268,549	2,661,165	2,515,625	2,892,598	2,901,241	2,815,099	2,879,747	2,758,360
Total Current	31,032,039	32,662,455	32,477,775	30,691,550	30,166,196	32,261,526	34,416,847	35,817,415	37,011,812	36,996,577
% Change From Prior Year	7.6%	5.3%	-0.6%	-5.5%	-1.7%	6.9%	6.7%	4.1%	3.3%	0.0%
Capital Outlay	-	639,561	775,395	202,827	335,193	12,730,367	25,101,288	12,905,468	4,394,497	950,494
% Change From Prior Year	-100.0%	100.0%	21.2%	-73.8%	65.3%	3697.9%	97.2%	-48.6%	-65.9%	-78.4%
Debt Service										
Principal	81,671	43,140	44,760	-	-	-	-	-	-	-
Interest and fees	5,016	3,287	1,668	-	-	-	-	-	-	-
Total Debt Service	86,687	46,427	46,428	-	-	-	-	-	-	-
% Change From Prior Year	64.8%	-46.4%	0.0%	-100.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total Expenditures	$ 31,118,726	$ 33,348,443	$ 33,299,598	$ 30,894,377	$ 30,501,389	$ 44,991,893	$ 59,518,135	$ 48,722,883	$ 41,406,309	$ 37,947,071
% Change From Prior Year	7.6%	7.2%	-0.1%	-7.2%	-1.3%	47.5%	32.3%	-18.1%	-15.0%	-8.4%
Debt Service as a % of Noncapital Expenditures	0.3%	0.1%	0.1%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

Notes:

[1] Includes all governmental fund types.

[2] Includes a payment to the primary government, the City of Calhoun, GA for debt service on school bonds.

Data Source:

Applicable years' comprehensive annual financial report

City of Calhoun Board of Education, Georgia
Chart-Total General Governmental Expenditures
Last Ten Fiscal Years
(accrual basis of accounting)

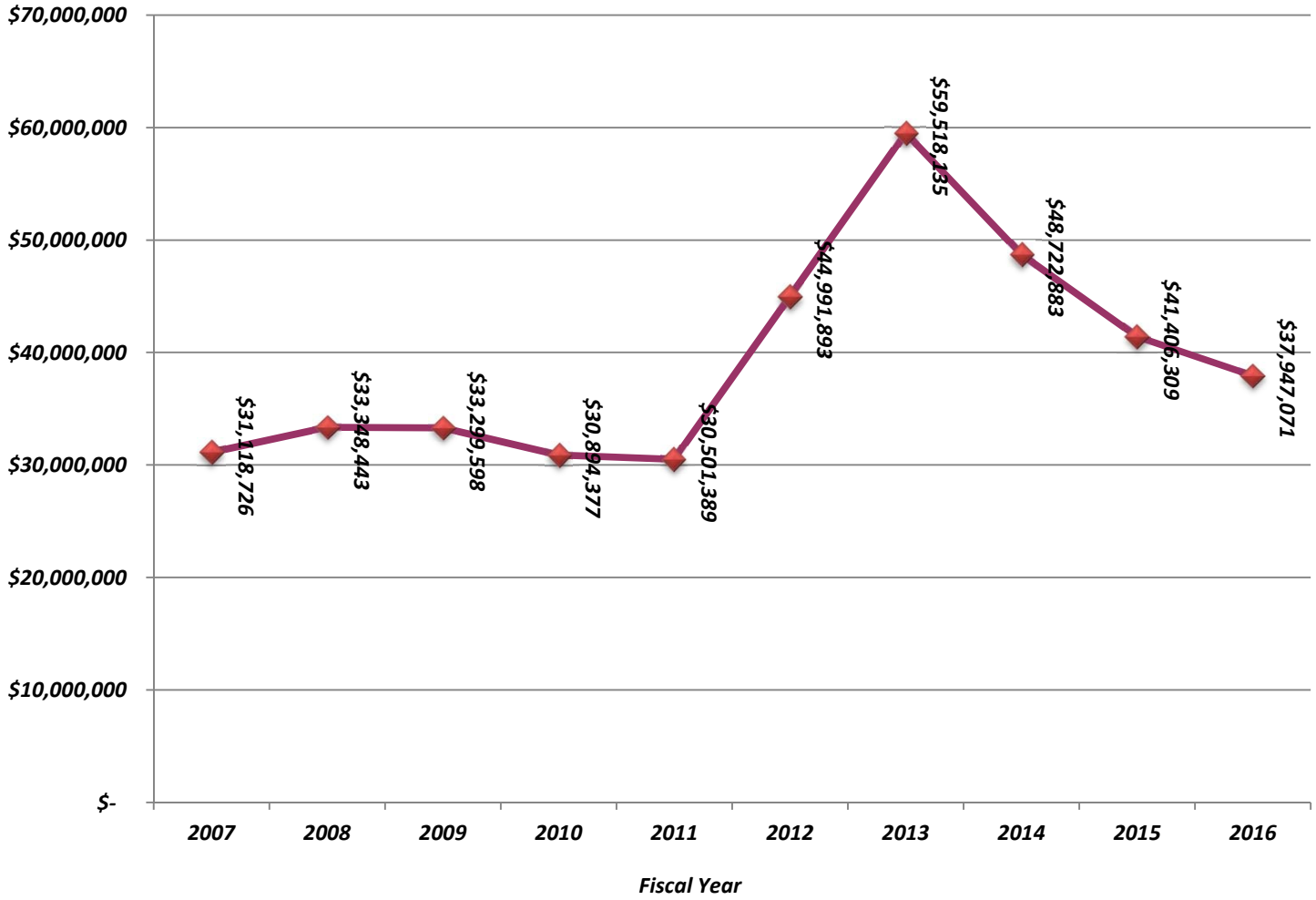


Exhibit VI

City of Calhoun Board of Education, Georgia
General Governmental Current Expenditures by Function (Unaudited) [1]
Last Ten Fiscal Years
(modified accrual basis of accounting)

	For the Fiscal Year Ended June 30,									
	2007	**2008**	**2009**	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**
Function	**Amounts**									
Current:										
Instruction	$ 18,536,493	$ 19,243,279	$ 19,088,783	$ 18,198,848	$ 17,584,846	$ 18,913,570	$ 20,638,402	$ 21,070,297	$ 21,330,469	$ 21,433,300
Support services:										
Pupil	948,035	1,324,096	1,343,498	1,280,961	1,265,702	1,261,762	1,369,695	1,431,097	1,543,527	1,510,843
Instructional	823,967	714,275	1,007,389	1,018,007	1,172,904	837,341	1,109,099	1,239,423	1,432,552	1,538,491
Media	527,542	520,080	531,072	467,280	408,714	421,924	474,711	582,165	348,063	359,173
General administration	241,553	273,151	338,397	390,413	373,932	302,778	346,805	56,307	19,262	20,998
Federal grant administration	-	-	-	-	-	107,889	109,429	389,753	370,563	460,121
School administration	1,421,481	1,641,968	1,624,535	1,314,951	1,395,767	1,383,677	1,376,411	1,545,353	1,750,073	1,591,371
Business administration	453,265	466,649	490,695	537,730	522,787	618,206	590,154	667,838	788,495	483,333
Operations and maintenance	2,107,565	2,180,896	1,918,314	1,813,768	1,854,638	1,947,627	1,981,370	2,381,861	2,579,660	2,674,293
Student transportation	712,671	632,614	492,916	469,754	504,270	836,249	708,179	787,966	649,111	867,577
Central support	28,256	29,149	438	40,708	44,036	55,879	59,656	72,820	75,280	80,943
School nutrition program	2,140,534	2,093,236	1,906,178	1,954,300	1,916,773	2,131,418	2,244,335	2,272,172	2,593,288	2,435,963
Other supporting services	39,678	24,595	132,796	218,745	193,086	115,316	92,243	126,522	101,397	80,564
Community services	323,324	400,775	334,215	324,920	413,116	407,203	382,832	378,742	521,668	595,536
Enterprise	-	-	-	-	-	28,089	32,285	-	28,657	105,711
Intergovernmental [2]	2,727,675	3,117,692	3,268,549	2,661,165	2,515,625	2,892,598	2,901,241	2,815,099	2,879,747	2,758,360
Total Current	$ 31,032,039	$ 32,662,455	$ 32,477,775	$ 30,691,550	$ 30,166,196	$ 32,261,526	$ 34,416,847	$ 35,817,415	$ 37,011,812	$ 36,996,577
	Percentages									
Current:										
Instruction	59.7%	58.9%	58.8%	59.3%	58.3%	58.6%	60.0%	58.8%	57.6%	57.9%
Support services										
Pupil	3.1%	4.1%	4.1%	4.2%	4.2%	3.9%	4.0%	4.0%	4.2%	4.1%
Instructional	2.7%	2.2%	3.1%	3.3%	3.9%	2.6%	3.2%	3.5%	3.9%	4.2%
Media	1.7%	1.6%	1.6%	1.5%	1.4%	1.3%	1.4%	1.6%	0.9%	1.0%
General administration	0.8%	0.8%	1.0%	1.3%	1.2%	0.9%	1.0%	0.2%	0.1%	0.1%
Federal grant administration	0.0%	0.0%	0.0%	0.0%	0.0%	0.3%	0.3%	1.1%	1.0%	1.2%
School administration	4.6%	5.0%	5.0%	4.3%	4.6%	4.3%	4.0%	4.3%	4.7%	4.3%
Business administration	1.5%	1.4%	1.5%	1.8%	1.7%	1.9%	1.7%	1.9%	2.1%	1.3%
Operations and maintenance	6.8%	6.7%	5.9%	5.9%	6.1%	6.0%	5.8%	6.7%	7.0%	7.2%
Student transportation	2.3%	1.9%	1.5%	1.5%	1.7%	2.6%	2.1%	2.2%	1.8%	2.3%
Central support	0.1%	0.1%	0.0%	0.1%	0.1%	0.2%	0.2%	0.2%	0.2%	0.2%
Food service operations	6.9%	6.4%	5.9%	6.4%	6.4%	6.6%	6.5%	6.3%	7.0%	6.6%
Other supporting services	0.1%	0.1%	0.4%	0.7%	0.6%	0.4%	0.3%	0.4%	0.3%	0.2%
Community services	0.9%	1.3%	1.1%	1.2%	1.5%	1.3%	1.1%	1.1%	1.4%	1.6%
Enterprise	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%	0.1%	0.0%	0.1%	0.3%
Intergovernmental [2]	8.8%	9.5%	10.1%	8.7%	8.3%	9.0%	8.4%	7.9%	7.8%	7.5%
Total Current	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Notes:

[1] Includes all governmental fund types.

[2] Includes a payment to the primary government, the City of Calhoun, GA for debt service on school bonds.

Data Source:

Applicable years' comprehensive annual financial report

City of Calhoun Board of Education, Georgia
Summary of Changes in Fund Balances - Governmental Funds (Unaudited)
Last Ten Fiscal Years
(modified accrual basis of accounting)

	For the Fiscal Year Ended June 30,									
	2007	**2008**	**2009**	**2010**	**2011**	**2012**	**2013**	**2014**	**2015**	**2016**
Total Revenues	$ 30,849,574	$ 34,082,012	$ 32,413,428	$ 32,554,198	$ 33,392,877	$ 47,170,804	$ 61,086,862	$ 50,937,591	$ 39,880,606	$ 42,798,315
Total Expenditures	31,118,726	33,348,443	33,299,598	30,894,377	30,501,389	44,991,893	59,518,135	48,722,883	41,406,309	37,947,071
Excess (Deficiency) of Revenues Over (Under) Expenditures	(269,152)	733,569	(886,170)	1,659,821	2,891,488	2,178,911	1,568,727	2,214,708	(1,525,703)	4,851,244
Other Financing Sources (Uses)										
Inception of capital lease	-	-	-	-	-	-	-	-	-	-
Transfers in	81,963	63,094	161,537	428,150	19,859	50,085	495,494	537,408	4,967,923	49,311
Transfers out	(81,963)	(63,094)	(161,537)	(428,150)	(19,859)	(50,085)	(495,494)	(537,408)	(4,967,923)	(49,311)
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-	-
Net Change in Fund Balances	$ (269,152)	$ 733,569	$ (886,170)	$ 1,659,821	$ 2,891,488	$ 2,178,911	$ 1,568,727	$ 2,214,708	$ (1,525,703)	$ 4,851,244

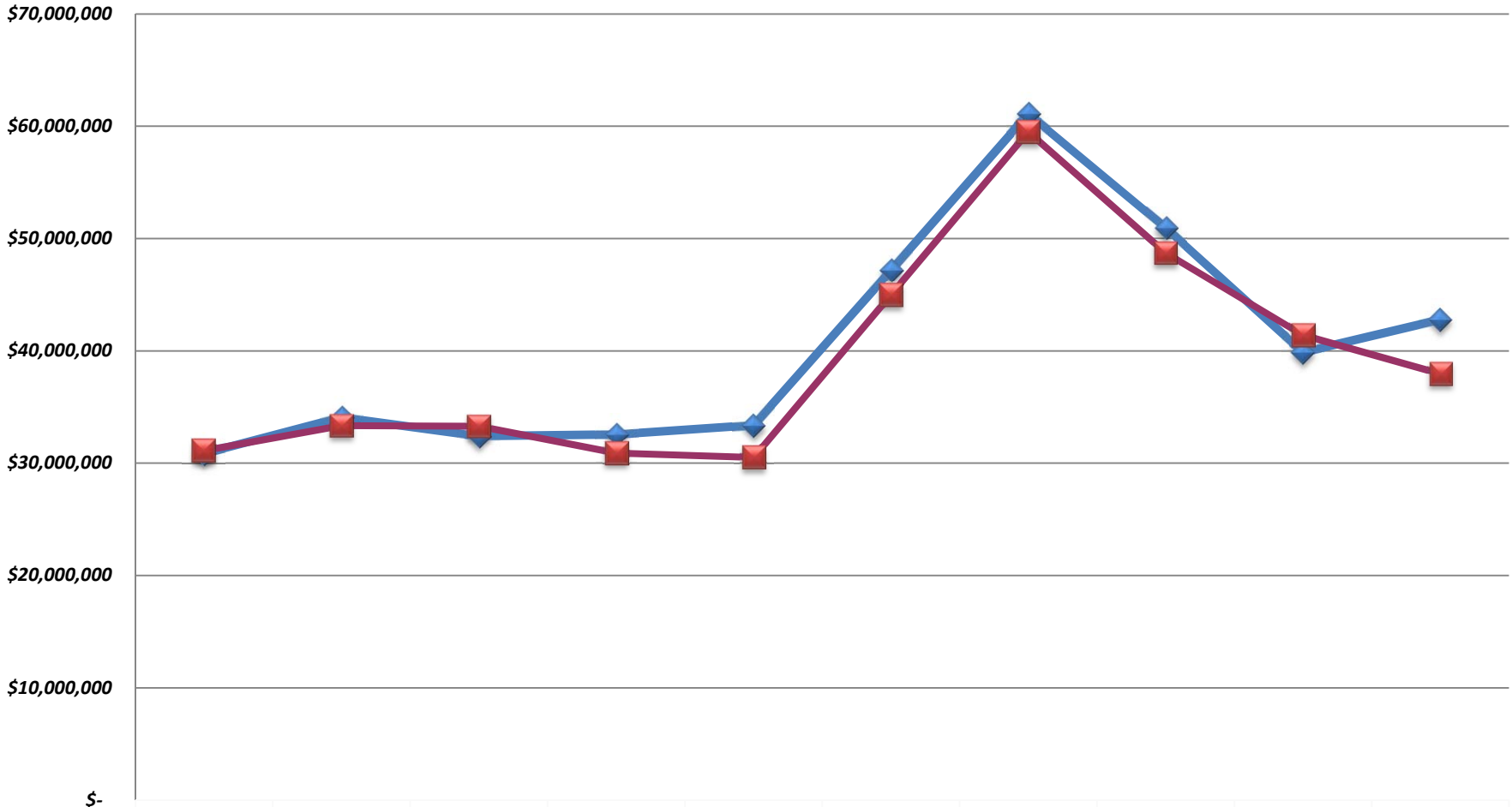
Data Source:
Applicable years' comprehensive annual financial report.

Exhibit VIIA

City of Calhoun Board of Education, Georgia

Chart - Governmental Fund Revenues and Expenditures

Last Ten Fiscal Years



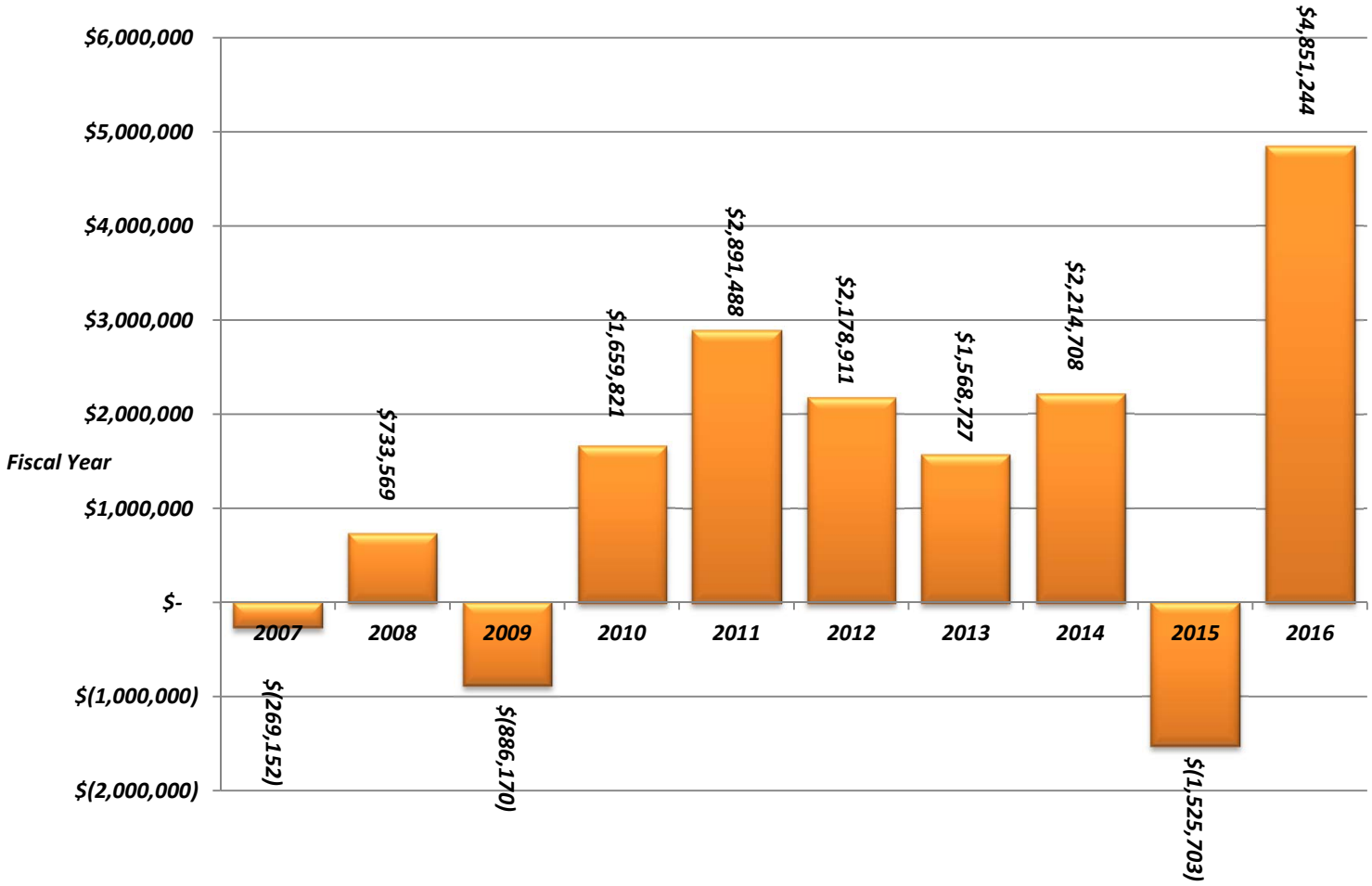
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Revenues	$30,849,574	$34,082,012	$32,413,428	$32,554,198	$33,392,877	$47,170,804	$61,086,862	$50,937,591	$39,880,606	$42,798,315
Expenditure	$31,118,726	$33,348,443	$33,299,598	$30,894,377	$30,501,389	$44,991,893	$59,518,135	$48,722,883	$41,406,309	$37,947,071

City of Calhoun Board of Education, Georgia

Chart-Total Changes in Fund Balances - Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)



City of Calhoun Board of Education, Georgia

Taxable Assessed Value [1] and Estimated Actual Value of Property - By Type (Unaudited)

Last Ten Fiscal Years

Fiscal Year Ended June 30,[3]	Residential Property	Commercial Property	Industrial Property	Agricultural Property	Conservation Use Property - Heavy Equipment	Utility Property	Motor Vehicles and Mobile Homes	Less: Tax Exempt Property [2]	Total Taxable Assessed Value[1]	Total Direct Tax Rate [5]	Estimated Actual Value	Annual Percentage Change
	Amounts											
2007	$ 159,759,954	$ 203,388,143	$ 233,582,318	$ 3,146,493	$ 698,725	$ 5,134,608	$ 27,909,773	$ 942,124	$ 632,677,890	14.580	$ 1,581,694,725	8.0%
2008 [4]	175,724,678	263,465,118	253,688,864	3,326,224	845,086	4,250,240	30,465,273	39,300,609	692,464,874	14.080	1,731,162,185	9.4%
2009	181,711,525	283,887,880	336,873,110	2,800,366	759,435	4,220,012	29,822,460	57,866,628	782,208,160	14.080	1,955,520,400	13.0%
2010	212,661,056	302,043,691	295,461,603	3,417,332	1,446,541	4,006,938	31,739,856	57,235,622	793,541,395	13.865	1,983,853,488	1.4%
2011	206,864,772	329,964,480	234,597,536	4,544,767	1,443,645	4,007,168	28,300,546	56,373,206	753,349,708	13.865	1,883,374,270	-5.1%
2012	173,589,485	324,327,025	204,160,467	3,377,648	1,338,534	4,468,028	27,676,924	56,198,851	682,739,260	16.012	1,706,848,150	-9.4%
2013	174,704,000	338,876,000	205,646,000	2,550,000	1,180,000	4,824,000	29,436,000	63,328,842	693,887,158	17.762	1,734,717,895	1.6%
2014	175,735,408	234,930,357	323,005,009	2,690,344	1,180,046	4,963,309	30,958,617	66,018,502	707,444,588	17.813	1,768,611,470	2.0%
2015	177,305,823	245,523,870	333,787,766	2,355,052	1,161,853	6,104,642	25,861,752	60,071,808	732,028,950	17.985	1,830,072,375	3.5%
2016	186,450,855	277,700,998	359,487,697	2,351,006	1,169,840	6,177,294	19,660,902	170,496,341	682,502,251	17.985	1,706,255,628	-6.8%
*	$ 182,450,756	$ 280,410,756	$ 278,029,037	$ 3,055,923	$ 1,122,371	$ 4,815,624	$ 28,183,210	$ 62,783,253	$ 715,284,423	-	$ 1,788,211,059	
**	16.7%	36.5%	53.9%	-25.3%	67.4%	20.3%	-29.6%	17997.0%	7.9%		7.9%	
	Percentage of Total											
2007	25.2%	32.1%	36.9%	0.5%	0.1%	0.8%	4.4%	0.1%	99.9%			
2008	24.0%	36.0%	34.7%	0.5%	0.1%	0.6%	4.2%	5.7%	94.3%			
2009	21.6%	33.8%	40.1%	0.3%	0.1%	0.5%	3.5%	7.4%	92.6%			
2010	25.0%	35.5%	34.7%	0.4%	0.2%	0.5%	3.7%	7.2%	92.8%			
2011	25.5%	40.8%	29.0%	0.6%	0.2%	0.5%	3.5%	7.5%	92.5%			
2012	23.5%	43.9%	27.6%	0.5%	0.2%	0.6%	3.7%	8.2%	91.8%			
2013	23.1%	44.8%	27.2%	0.3%	0.2%	0.6%	3.9%	9.1%	90.9%			
2014	22.7%	30.4%	41.8%	0.3%	0.2%	0.6%	4.0%	9.3%	90.7%			
2015	22.4%	31.0%	42.1%	0.3%	0.1%	0.8%	3.3%	8.2%	91.8%			
2016	21.9%	32.6%	42.1%	0.3%	0.1%	0.7%	2.3%	25.0%	75.0%			

*** Dollar average for ten years.**

**** Percentage change in dollars over ten years.**

Notes:

[1] All property is assessed at 40% of fair market value.

[2] Tax exempt property includes homestead or freeport exemptions, resulting in subtantial flucations from year to year.

[3] The tax year is one year prior to the fiscal year.

[4] In fiscal year 2008, Gordon County completed a reevaluation of selected property, resulting in substantial increases in the values.

[5] Tax rates expressed in rate per $1,000

Data Source:

Georgia Department of Revenue, Tax Digest Consolidation Summary,
http://dor.georgia.gov/county-ad-valorem-tax-digest-consolidated-summaries

City of Calhoun Board of Education, Georgia

Chart-Taxable Assessed Value - Before Tax Exempt Property Deductioin

Last Ten Fiscal Years

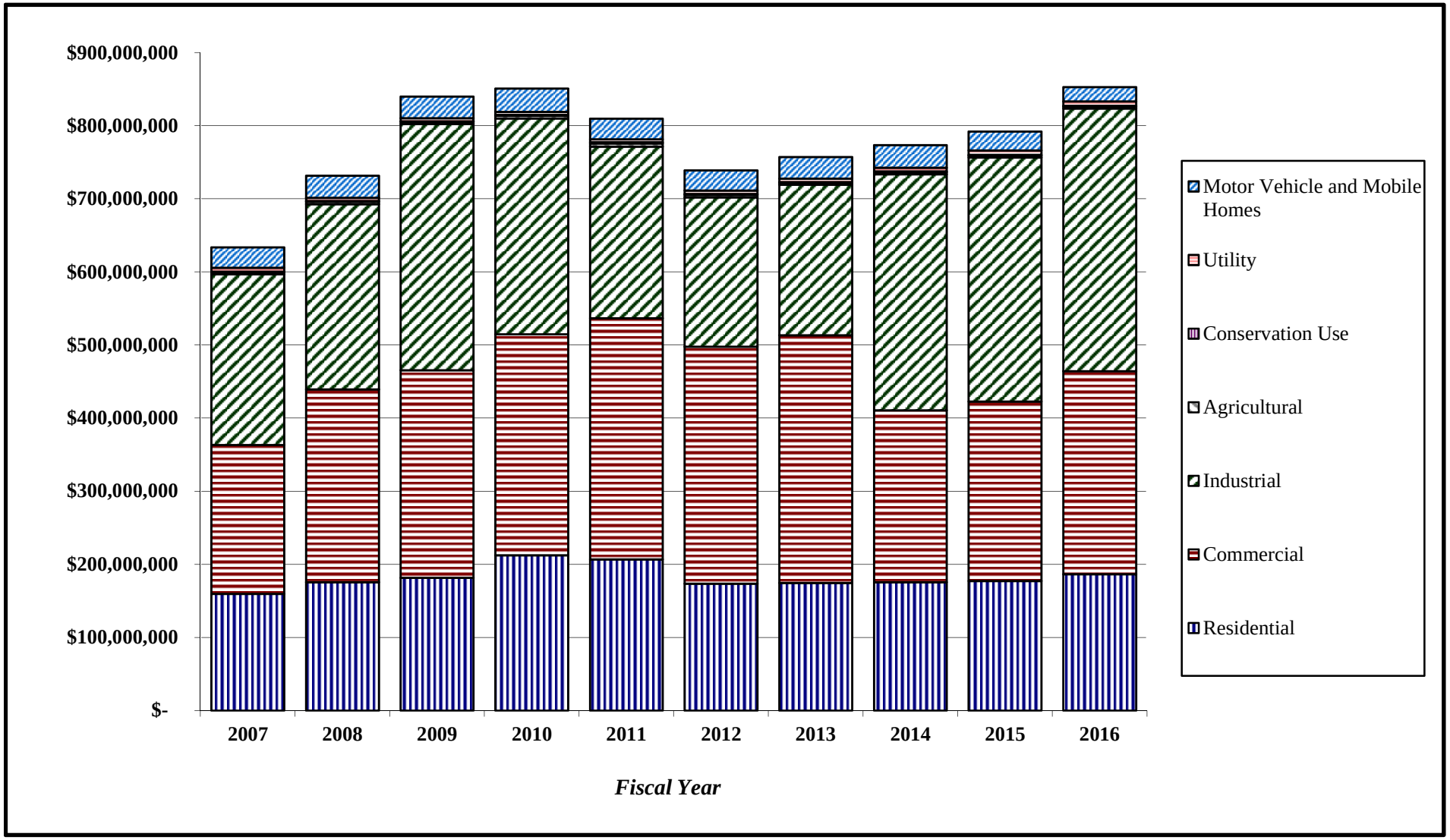


Exhibit IX

City of Calhoun Board of Education, Georgia

Direct and Overlapping Property Tax Rates [1]

Last Ten Fiscal Years

	Overlapping Rates [2, 3]			Direct Rates	
Fiscal Year Ended June 30,	City of Calhoun	State of Georgia[4]	Gordon County	City of Calhoun Schools Operating[5]	Total Rate
2007	1.670	0.250	10.671	14.580	27.171
2008	1.615	0.250	10.174	14.080	26.119
2009	1.615	0.250	9.528	14.080	25.473
2010	1.591	0.250	8.815	13.865	24.521
2011	1.591	0.250	8.910	13.865	24.616
2012	1.591	0.250	9.800	16.012	27.653
2013	1.980	0.200	9.800	17.762	29.742
2014	1.980	0.150	9.800	17.813	29.743
2015	1.980	0.100	9.747	17.985	29.812
2016	1.980	0.050	9.930	17.985	29.945
% Change From 2007-2016	18.6%	-80.0%	-6.9%	23.4%	10.2%

Notes:

[1] Tax rates expressed in rate per $1,000 of annual taxable values

[2] Overlapping rates are those of governments that overlap the City's geographic boundaries.

[3] Although Gordon County School District is overlapping, City property owners do not pay Gordon County school tax, therefore, this government's tax rates are not presented.

[4] The State of Georgia levies 1/10th of one mill on each county's taxable property to help finance their certification of each Georgia County's tax digests.

[5] The City of Calhoun levies the property taxes for the Calhoun City Schools, a discretely presented component unit of the City.

Data Source:

[1] Georgia Department of Revenue, Property Tax Division,

City of Calhoun Board of Education, Georgia

Chart-Direct and Overlapping Property Tax Rates

Last Ten Fiscal Years

(rate per $1,000 of assessed taxable value)

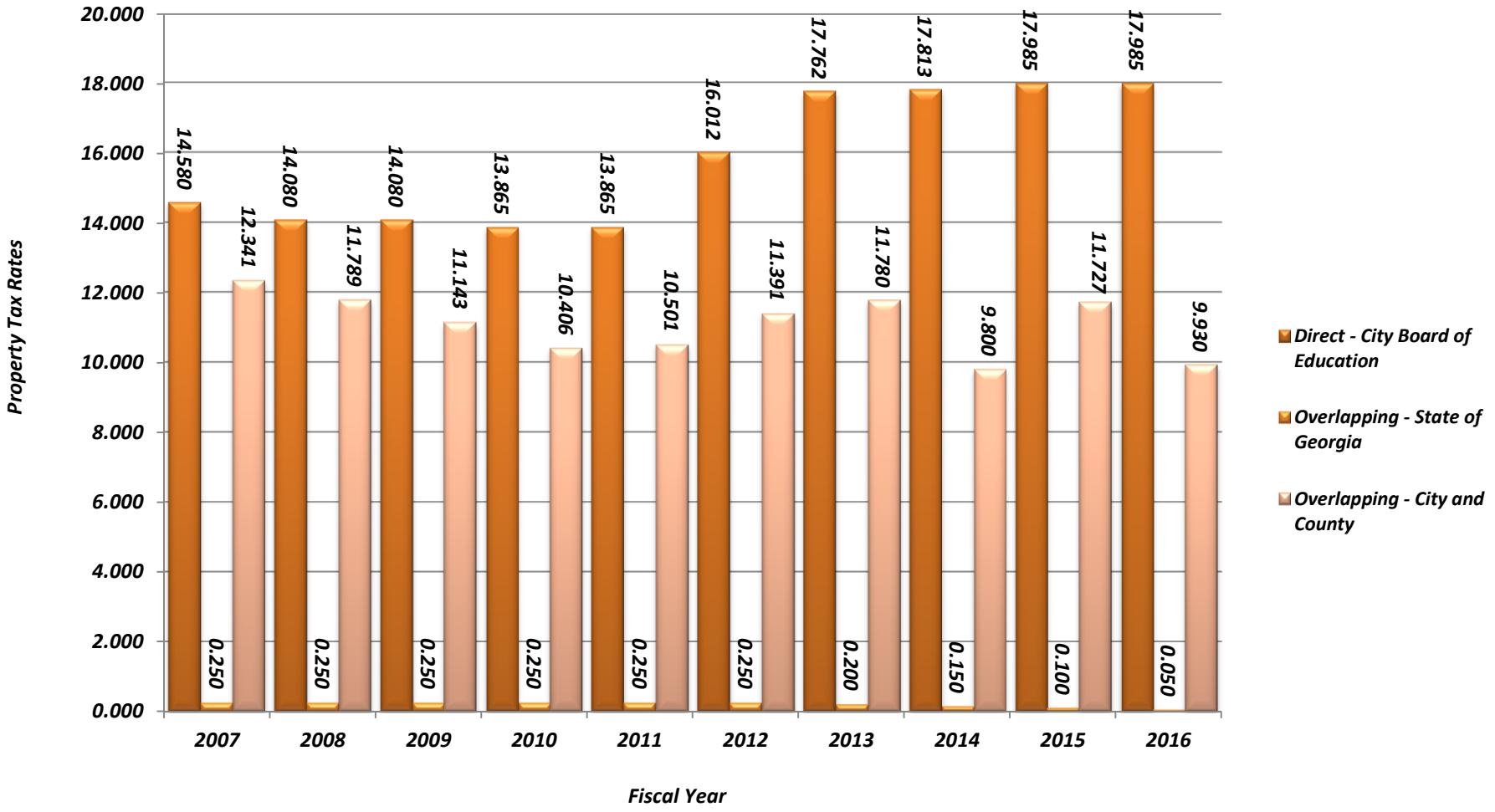


Exhibit X

City of Calhoun Board of Education, Georgia

Property Tax Levies and Collections [1]

Last Ten Fiscal Years

(amounts expressed in thousand dollars)

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date		Total Uncollected Taxes	
		Amount	Percentage of Levy		Amount	Percentage of Levy	Amount	Percentage Of Levy
2007	$ 9,484	$ 9,246	97.49%	$ 226	$ 9,472	99.87%	$ 12	0.13%
2008	10,323	9,940	96.29%	314	9,940	96.29%	69	3.71%
2009	11,670	10,430	89.37%	1,161	11,591	99.32%	79	0.68%
2010	11,911	10,939	91.84%	866	11,805	99.11%	106	0.89%
2011	11,377	10,631	93.44%	640	11,271	99.07%	106	0.93%
2012	12,012	11,341	94.41%	553	11,894	99.02%	118	0.98%
2013	13,623	13,057	95.85%	420	13,477	98.93%	146	1.07%
2014	14,217	13,798	97.05%	256	14,054	98.85%	163	1.15%
2015	13,485	12,861	95.37%	184	13,045	96.74%	440	3.26%
2016	13,219	12,744	96.41%	-	12,744	96.41%	475	3.59%

Notes:

[1] Includes property taxes levied for both the Board and the City of Calhoun. The Board is a component unit of the City and the City levies the property taxes for the Board. Information for the Board excluding the City's tax information is not available.

[2] The amounts reported in the total uncollected taxes column are the uncollected taxes for each specific years' tax levy.

Data Source:

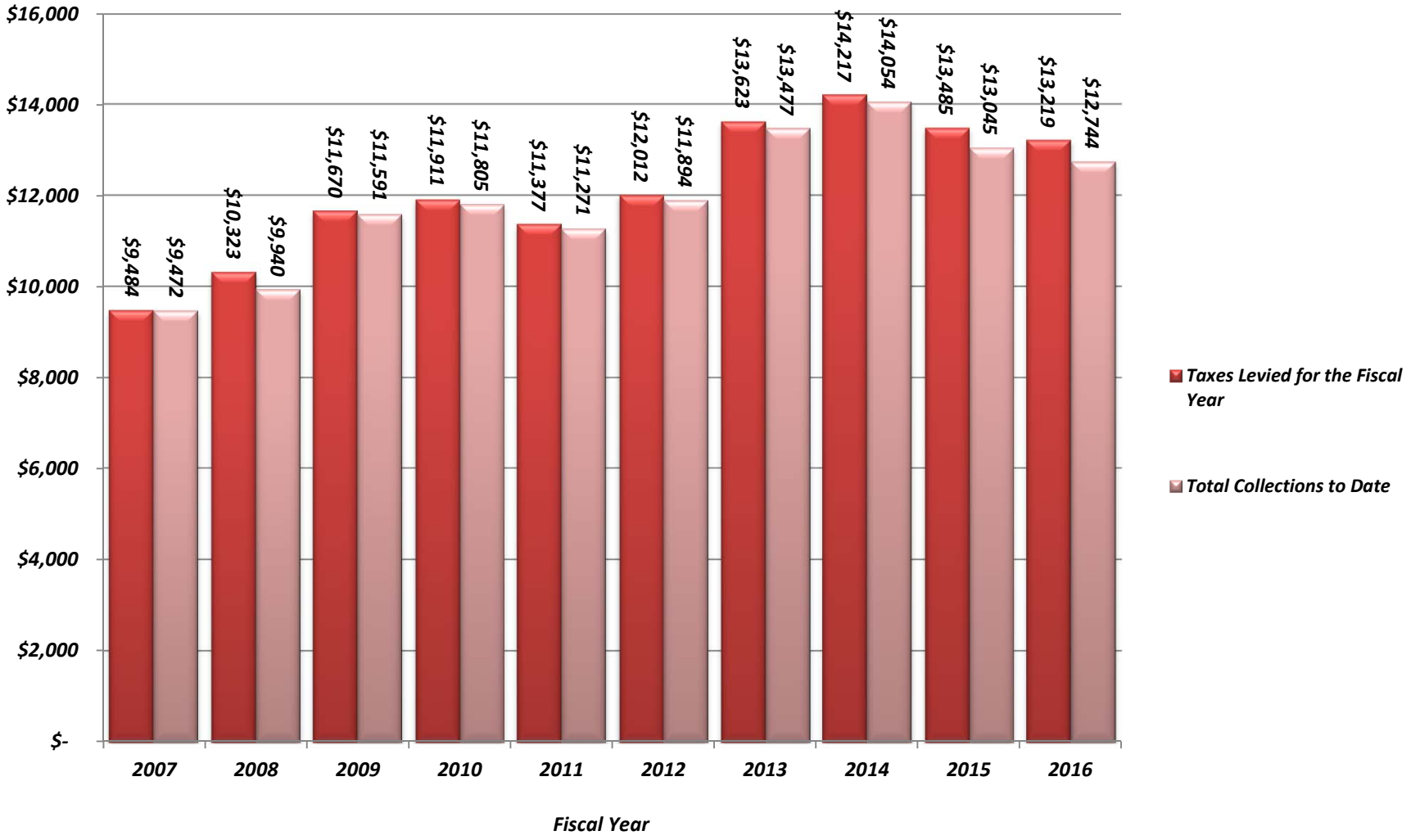
City of Calhoun, Georgia tax collection records.

City of Calhoun Board of Education, Georgia

Chart-Property Tax Levies and Collections

Last Ten Fiscal Years

(amounts expressed in thousand dollars)



City of Calhoun Board of Education, Georgia

Principal Property Taxpayers (Unaudited)

Fiscal Years Ended June 30, 2016 and 2007

(amounts expressed in thousands)

2016				2007			
Principal Taxpayer	**Taxable Assessed Value [1]**	**Rank**	**Percentage of Total Taxable Assessed Value**	**Principal Taxpayer**	**Taxable Assessed Value [1]**	**Rank**	**Percentage of Total Taxable Assessed Value**
Mohawk Industries	$ 98,491	1	11.82%	Mohawk (Aladdin)	$ 58,036	1	9.58%
Shaw Industries Group, Inc.	35,415	2	4.25%	Shaw Industries	33,486	2	5.53%
CNH America (Kolbelco)	33,080	3	3.97%	Mannington	17,845	3	2.95%
Engineered Floors, LLC	30,243	4	3.63%	Kobelco	16,114	4	2.66%
Mannington	15,945	5	1.91%	Calhoun Outlets LLC	7,151	5	1.18%
Apache Mills, Inc.	13,658	6	1.64%	Kerry Inc.	5,541	6	0.91%
Field Turf	12,375	7	1.48%	Springs Global USA Inc.	5,415	7	0.89%
Nourison Industries	11,024	8	1.32%	CAF Extrusion	5,253	8	0.87%
Surya Carpet	10,842	9	1.30%	Fiskars Brands Inc.	4,727	9	0.78%
Staton Carpet	8,054	10	0.97%	DMK Holdings Inc.	3,840	10	0.63%
Total Principal Taxpayers	269,127		32.30%	**Total Principal Taxpayers**	157,408		25.99%
All Other Taxpayers	564,212		67.70%	**All Other Taxpayers**	448,302		74.01%
Total	$ 833,339		100.00%	**Total**	$ 605,710		100.00%

Data Source:

City of Calhoun tax records.

Exhibit XII

City of Calhoun Board of Education, Georgia

Overlapping Sales and Use Tax Rates [1]

Last Ten Fiscal Years

Fiscal Year Ended June 30,	Overlapping Gordon County LOST [2]	Gordon County SPLOST [3]	Schools [4] EDSPLOST	State of Georgia	Total
2007	1.00%	1.00%	1.00%	4.00%	7.00%
2008	1.00%	1.00%	1.00%	4.00%	7.00%
2009	1.00%	1.00%	1.00%	4.00%	7.00%
2010	1.00%	1.00%	1.00%	4.00%	7.00%
2011	1.00%	1.00%	1.00%	4.00%	7.00%
2012	1.00%	1.00%	1.00%	4.00%	7.00%
2013	1.00%	1.00%	1.00%	4.00%	7.00%
2014	1.00%	1.00%	1.00%	4.00%	7.00%
2015	1.00%	1.00%	1.00%	4.00%	7.00%
2016	1.00%	1.00%	1.00%	4.00%	7.00%

Notes:

[2] The local option sales tax was approved by referendum and is effective indefinitely. Both the City and the County is required to reduce their property tax millage rate in the current year by the amount of these taxes collected in the prior year.

[3] The previous special purpose local option sales tax was approved effective April 1, 2001 and expired March 31, 2006. The current special purpose local option sales tax was approved effective April 1, 2006 and expired March 31, 2012.

[4] Effective January 1, 1998 the Gordon County Board of Education and the Calhoun City Board of Education began levying a 1% education special purpose local option sales tax, that is allocated between the City and County Schools. The tax was approved effective July 1, 2007 and expired June 30, 2012. In November 2010, the voters of Gordon County and the City of Calhoun approved the extension of the existing SPLOST effective July 1, 2012 expiring June 30, 2017.

Data Source :

[1] Georgia Departmentof Revenue, Sales and Use Tax Division.

City of Calhoun Board of Education, Georgia
Taxable Sales by Category (Unaudited)
Calendar Years 2006 - 2015

	2006		2007		2008		2009		2010		2011		2012		2013		2014		2015	
	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent	Amount	Percent
Category:																				
NAICS codes																				
General merchandise							$ 165,009,085	20.23%	$ 159,810,958	19.21%	$150,726,327	17.96%	$ 162,152,035	18.39%	$ 166,046,005	19.92%	$ 164,123,993	19.44%	$ 166,940,088	20.57%
Food/bars							74,397,977	9.12%	134,101,103	16.13%	120,551,365	14.36%	124,424,295	14.11%	131,449,880	15.77%	124,802,770	14.79%	104,266,683	12.84%
Manufacturing							114,968,896	14.09%	109,287,805	13.14%	106,969,981	12.75%	105,678,640	11.98%	114,121,750	13.69%	121,534,729	14.40%	130,678,975	16.10%
Utilities							85,951,003	10.54%	98,120,054	11.80%	158,443,411	18.88%	161,778,163	18.35%	160,151,527	19.20%	156,900,803	18.59%	142,796,890	17.59%
Other retail							61,769,180	7.57%	82,437,277	9.91%	107,167,095	12.77%	108,687,062	12.33%	47,649,200	5.72%	14,857,045	1.76%	14,061,430	1.73%
Wholesale							89,024,099	10.91%	70,070,380	8.43%	53,701,051	6.40%	56,216,313	6.37%	72,160,597	8.66%	83,547,970	9.90%	71,887,245	8.85%
Automotive							106,428,249	13.05%	61,702,722	7.42%	30,915,366	3.68%	41,003,958	4.65%	20,647,441	2.47%	36,071,458	4.27%	32,008,549	3.94%
Home furnishings							46,749,549	5.73%	55,350,997	6.66%	51,320,508	6.12%	51,969,154	5.89%	58,830,740	7.06%	65,772,985	7.79%	65,232,580	8.04%
Miscellaneous services							51,269,676	6.28%	38,867,124	4.67%	31,769,995	3.79%	35,136,136	3.98%	37,314,307	4.48%	44,238,743	5.24%	50,077,274	6.17%
Other services							10,967,548	1.34%	13,940,083	1.68%	19,996,879	2.38%	27,587,821	3.13%	17,133,357	2.05%	22,242,610	2.64%	20,845,999	2.57%
Accommodations							8,134,834	1.00%	6,637,362	0.80%	6,168,429	0.73%	6,287,902	0.71%	6,814,726	0.82%	7,040,519	0.83%	9,303,836	1.15%
Construction							1,157,038	0.14%	1,228,360	0.15%	1,523,562	0.18%	905,255	0.11%	1,359,056	0.16%	2,912,118	0.35%	3,629,179	0.45%
SIC codes																				
Food	$ 263,668,725	28.24%	$ 266,367,180	28.87%	$ 248,033,221	26.46%														
General	130,658,021	13.99%	133,137,354	14.43%	128,337,853	13.69%														
Automotive	125,588,081	13.45%	127,872,364	13.86%	181,476,183	19.36%														
Utilities	102,568,352	10.98%	101,143,479	10.96%	104,754,382	11.18%														
Home	72,328,857	7.75%	71,209,452	7.72%	56,555,421	6.03%														
Lumber	68,947,268	7.38%	61,643,192	6.68%	36,407,673	3.88%														
Miscellaneous	54,119,166	5.80%	48,488,363	5.25%	49,024,559	5.24%														
Apparel	41,906,426	4.49%	41,698,856	4.52%	44,186,632	4.71%														
Manufacturing	37,578,602	4.02%	34,536,234	3.74%	37,229,008	3.97%														
Miscellaneous	36,392,180	3.90%	36,628,897	3.97%	51,318,460	5.48%														
Total	$ 933,755,678	100.00%	$ 922,725,371	100.00%	$ 937,323,392	100.00%	$ 815,827,134	100.00%	$ 831,554,225	100.00%	$ 839,253,969	100.00%	$ 881,826,734	100.00%	$ 833,678,586	100.00%	$ 844,045,743	100.00%	$ 811,728,728	100.00%
Dollar increase from previous year	$ 116,620,564		$ (11,030,307)		$ 14,598,021		$ (121,496,258)		$ 15,727,091		$ 7,699,744		$ 42,572,765		$ (48,148,148)		$ 10,367,157		$ (32,317,015)	
Percent increase from previous year	14.20%		-1.18%		1.58%		-12.96%		1.93%		0.93%		5.07%		-5.46%		1.24%		-3.83%	

Notes:

[1] Sales data only available for Gordon County.

[2] Beginning in 2009, the Georgia Department of Revenue changed the reporting of their sales classifications.

Data Source:

Georgia Department of Revenue

Exhibit XIV

City of Calhoun Board of Education, Georgia

Ratios of Total Debt Outstanding by Type (Unaudited)

Last Ten Fiscal Years

June 30,	Governmental Activities [2] Capital Leases	Percentage of Personal Income [3]	Estimated [3] Population	Per Capita
2007	$ 87,900	0.00006%	14,379	$ 6
2008	44,760	0.00003%	14,753	3
2009	-	0.00000%	14,807	-
2010	-	0.00000%	14,955	-
2011	-	0.00000%	15,650	-
2012	-	0.00000%	15,773	-
2013	-	0.00000%	15,812	-
2014	-	0.00000%	15,899	-
2015	-	0.00000%	16,052	-
2016	-	0.00000%	16,309	-

Notes:

[1] In fiscal year 2006, the Board entered into a capital lease for the acquisition of three 72-passenger buses.

Data Sources:

[2] Applicable years' comprehensive annual financial report.

[3] Exhibit XVI

City of Calhoun Board of Education, Georgia

Overlapping Governmental Activities Debt [4] (Unaudited)

June 30, 2016

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable [1]	Estimated Share of Overlapping Debt
Overlapping Debt [2, 3]			
Gordon County - Debt repaid with property taxes	$ 10,480,684	100.0%	$ 10,480,684
City of Calhoun - general obligation bonds [3]	33,705,200	100.0%	33,705,200
Total Overlapping Debt			$ 44,185,884

Notes:

[1] Applicable percentages were estimated by determining the portion of another government unit's assessed value that is within the Board's geographic boundaries and dividing it by each government's total assessed valuation.

[2] Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Board.

[3] The City issued these general obligation bonds for the construction of school buildings, which are owned by the City.

[4] The Board of Education has no outstanding debt.

Data Sources:

[3] Each specific government

City of Calhoun Board of Education, Georgia

Demographic and Economic Statistics (Unaudited) [1]

Last Ten Years

Year	Population [2]	*(thousands of dollars)* Personal Income [2A]	Per Capita Personal Income [2] Gordon County	United States	% of U.S.	Median Age [3]	Unemployment Rate [7] City [2]	State of Georgia [4]	United States [5]
2007	14,379	$ 1,402,189	$ 26,254	$ 35,260	85.5%	34.0	4.6%	4.6%	4.7%
2008	14,753	1,490,766	27,320	35,204	88.5%	34.0	6.5%	5.6%	5.5%
2009	14,807	1,403,403	25,675	38,615	90.2%	34.4	13.5%	10.1%	9.5%
2010	14,955	1,411,630	27,970	40,148	93.0%	34.4	12.6%	9.6%	9.3%
2011	15,650	1,467,371	28,649	41,353	95.3%	37.5	12.4%	10.2%	9.6%
2012	15,773	1,485,717	28,836	41,560	108.2%	37.5	11.8%	9.6%	8.5%
2013	15,812	1,509,681	29,529	40,661	102.4%	35.3	10.2%	8.8%	7.9%
2014	15,899	1,618,698	25,028	28,155	88.9%	36.9	8.5%	7.4%	6.1%
2015	16,052	1,619,727	29,050	35,610	81.6%	36.9	6.1%	6.1%	5.3%
2016	16,309	1,594,390	31,463	36,268	86.8%	37.7	5.6%	5.1%	4.9%

Notes:

[1] Generally, the information in this table relates to the City of Calhoun, GA or Gordon County, GA, as specific information for the Board is not available.

[7] The significant increase in the 2009 unemployment relates to the nationwide recession.

Data Sources:

[2] City of Calhoun, Georgia comprehensive annual financial reports

[2A] Gordon County, Georgia comprehensive annual financial reports

[3] U.S. Census Bureau - http://usgovinfo.about.com/gi/dynamic/offsite.htm?site=http://factfinder.census.gov/ - 2001-2010 estimated by management

[4] U.S. Department of Labor, Bureau of Labor Statistics, http://data.bls.gov/cgi-bin/surveymost

[5] U.S. Department of Labor, Bureau of Labor Statistics, http://data.bls.gov/PDQ/servlet/SurveyOutputServlet?data_tool=latest_numbers&series_id=LNS14000000

City of Calhoun Board of Education, Georgia

Principal Employers (Unaudited)

For the Fiscal Years Ended June 30, 2016 and 2007

		2016		
Employer	**Type of Business**	**Number of Employees**	**Rank**	**Percentage of Major County Employers**
Mohawk Industries, Inc.	Flooring	2,539	1	9.46%
Shaw Industries	Flooring	1,055	2	3.93%
Gordon Hospital	Hospital	1,025	3	3.82%
Gordon County Schools	Government	815	4	3.04%
Mannington Carpets	Flooring	650	5	2.42%
Engineer Flooring	Flooring	625	6	2.33%
Apache Mills	Flooring	600	7	2.24%
Calhoun City Schools	Government	450	8	1.68%
Gordon County Government	Government	407	9	1.52%
Beaulieu Group	Flooring	299	10	1.11%
Total Principal Employers		8,465		31.55%
Other Employers		18,363		68.45%
Total Employers [1]		26,828		100.00%

		2007		
Employer	**Type of Business**	**Number of Employees**	**Rank**	**Percentage of Major County Employers**
Mohawk Industries, Inc. (Aladdin)	Flooring	3,000	1	11.13%
Shaw Industries/Carriage	Flooring	1,750	2	6.49%
Gordon County Schools	Government	950	3	3.52%
Mannington	Flooring	609	4	2.26%
Gordon Hospital	Hospital	579	5	2.15%
Calhoun City Schools	Government	462	6	1.71%
Beaulieu Group	Flooring	386	7	1.43%
Gordon County Government	Government	372	8	1.38%
Kobelco Construction Machinery	Flooring	350	9	1.30%
Apache Mills	Flooring	320	10	1.19%
Total Principal Employers		8,778		32.56%
Other Employers		18,182		67.44%
Total Employers		26,960		100.00%

Data Source:

Estimated by Gordon County Chamber of Commerce.

City of Calhoun Board of Education, Georgia

Full Time Equivalent (FTE) Positions - by Function

Last Ten Fiscal Years [1]

Positions	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Calhoun Primary School[2]										
Classroom Teachers	56	56	57	53	52	52	54	54	59	56
Support Personnel	65	64	61	44	43	42	42	45	39	42
Administrators	3	3	3	2	2	2	2	2	2	2
Calhoun Elementary School										
Classroom Teachers	46	47	47	44	44	43	45	48	50	48
Support Personnel[1]	25	25	24	26	27	25	27	27	27	28
Administrators	3	3	3	2	2	2	2	3	2	2
Calhoun Middle School										
Classroom Teachers	49	49	48	43	44	44	45	45	48	47
Support Personnel[1]	31	32	31	22	23	23	23	22	21	22
Administrators	2	2	2	2	2	2	2	2	2	2
Calhoun High School										
Classroom Teachers	58	62	63	59	54	56	56	59	60	60
Support Personnel[1]	44	46	44	35	32	27	28	27	26	27
Administrators	4	4	5	5	5	5	5	5	3	3
Pre-K Program										
Classroom Teachers	8	8	8	10	10	10	10	10	10	8
Support Personnel[1]	10	10	12	15	14	13	14	14	14	11
Administrators	-	-	-	-	-	-	-	-	-	-
Central Office										
Support Personnel	17	16	16	16	15	16	16	11	14	13
Administrators	4	6	6	5	5	5	5	4	6	7
Maintenance	3	3	3	3	3	2	2	2	2	3
Transportation	18	17	17	15	14	16	18	16	16	18
Community Education	2	2	2	1	1	1	1	2	3	3
Total	446	452	452	402	392	386	397	398	404	402
Percentage Change From Prior Year	4.0%	1.4%	0.0%	-11.1%	-2.5%	-1.5%	2.8%	0.3%	1.5%	-0.5%

Notes:

[1] School nutrition personnel included as support personnel at their respective schools.

[2] School Nutrition personnel at Primary/Elementary Complex listed with Primary Support Personnel fiscal year 2005 forward.

Data Source:

CPI Data Collection System (report Georgia Department of Education - CP0026)

Exhibit XIX

City of Calhoun Board of Education, Georgia
Teachers' Salaries
Last Ten Fiscal Years

Fiscal Year	*Minimum Salary* [1]	*Minimum State Salary* [2]	*Minimum Salary as a % of Minimum State Salary*	*Maximum Salary* [1]	*Average Salary* [1]	*Statewide Average Salary* [3]
2007	$ 33,959	$ 29,918	113.5%	$ 73,150	$ 48,791	$ 49,836
2008	34,909	30,816	113.3%	75,211	49,810	51,466
2009	35,724	31,586	113.1%	76,890	52,775	49,836
2010	34,596	31,586	109.5%	74,549	53,723	53,155
2011	33,844	31,586	107.1%	72,929	52,142	52,871
2012	34,973	31,586	110.7%	75,360	54,400	53,072
2013	34,973	31,586	110.7%	75,360	55,934	53,031
2014	34,973	31,586	110.7%	75,360	56,826	52,973
2015	33,887	31,586	107.3%	76,980	56,821	53,424
2016	34,805	31,586	110.2%	76,980	58,057	54,215

Data Sources:

[1] District records

[2] Georgia Department of Education, http://www.doe.k12.ga.us/fbo_budget.aspx

[3] State of Georgia, 2009-2010 Report Card

Exhibit XX

City of Calhoun Board of Education, Georgia
School Building Information [1, 2]
Last Ten Fiscal Years

School	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
School: Calhoun Primary										
Square feet	93,456	93,456	93,456	93,456	93,456	93,456	93,456	93,456	111,451	111,451
Enrollment[3]	805	798	804	856	928	933	940	919	1,149	1,084
School: Calhoun Elementary										
Square feet	93,456	93,456	93,456	93,456	93,456	93,456	93,456	93,456	111,451	111,451
Enrollment[3]	740	788	792	773	776	766	839	903	936	969
School: Calhoun Middle										
Square feet	85,645	85,645	85,645	85,645	85,645	85,645	85,645	94,628	125,915	125,915
Enrollment[3]	765	717	712	726	772	794	788	841	853	956
School: Calhoun High										
Square feet	171,248	171,248	171,248	171,248	171,248	94,628	94,628	246,020	259,140	259,140
Enrollment[3]	827	850	904	878	869	863	909	997	1,059	1,084

Notes:

[1] School capacity data not available.

[3] Georgia Department of Education, Enrollment, 1st annual count, October of each fiscal year.

Data Sources:

[2] District records

Exhibit XXI

City of Calhoun Board of Education, Georgia
Operating Statistics
Last Ten Fiscal Years

Fiscal Year	Operating Expenditures [2]	Fall Student Count (FTE)	Cost Per Pupil	% Change	Teaching Staff	Pupil/ Teacher Ratio	Enrollment Eligibility % of Free and Reduced Meals [1]
2007	$ 24,569,964	3,283	$ 7,484	10.19%	212	15.49	50.99%
2008	25,802,346	3,298	7,824	4.54%	215	15.34	53.34%
2009	25,487,759	3,361	7,583	-3.07%	221	15.21	52.59%
2010	24,017,387	3,423	7,016	-7.48%	210	16.30	59.08%
2011	23,602,090	3,531	6,684	-4.73%	210	16.81	57.78%
2012	25,133,976	3,574	7,032	5.21%	210	17.02	65.25%
2013	26,822,436	3,560	7,534	7.14%	213	16.71	61.21%
2014	28,392,859	3,764	7,543	0.12%	213	17.67	61.21%
2015	28,949,006	3,903	7,417	-1.67%	227	17.19	58.94%
2016	29,586,166	4,093	7,228	-2.54%	219	18.69	60.14%

Data Sources:

[1] Georgia Department of Education,
http://app.doe.k12.ga.us/ows-bin/owa/fte_pack_frl001_public.entry_form

[2] Georgia Department of Education,
http://app3.doe.k12.ga.us/ows-bin/owa/fin_pack_revenue.entry_form

City of Calhoun Board of Education, Georgia

Enrollment by Grade Level (Unaudited)

Last Ten Fiscal Years [1]

Grade Level	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
PK	146	145	149	190	189	218	216	202	203	164
KK	276	290	294	306	343	312	301	307	294	290
Grade 1	257	259	267	288	305	324	321	313	328	313
Grade 2	272	249	243	262	278	297	318	299	324	317
Grade 3	269	272	252	240	263	266	295	306	306	331
Grade 4	245	265	272	268	241	256	282	294	318	320
Grade 5	226	251	268	265	271	244	262	303	312	318
Grade 6	245	233	251	254	262	271	258	279	306	329
Grade 7	256	229	230	247	258	264	271	274	282	320
Grade 8	264	255	231	225	252	259	259	288	265	307
Grade 9	241	267	273	241	221	265	269	302	293	280
Grade 10	220	216	246	234	222	195	251	264	287	288
Grade 11	189	201	200	220	221	185	201	244	253	280
Grade 12	177	166	185	183	205	218	187	187	226	236
Total	3,283	3,298	3,361	3,423	3,531	3,574	3,691	3,862	3,997	4,093
Annual % Change	1.7%	0.5%	1.9%	1.8%	3.2%	1.2%	3.3%	4.6%	3.5%	2.4%

Notes:

[1] Georgia Department of Education, 1st annual count, October of each fiscal year

Data Source:

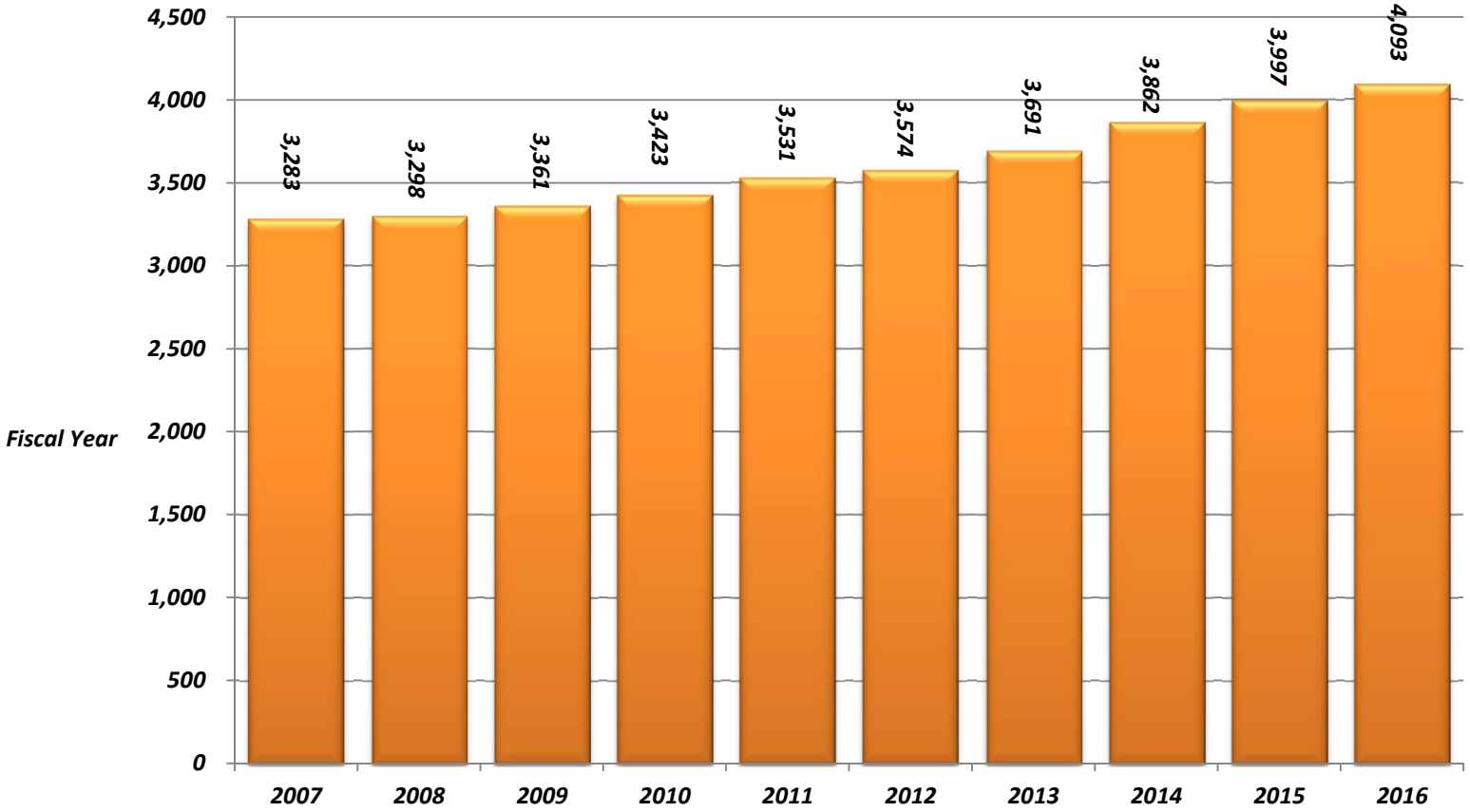
https://app3.doe.k12.ga.us/ows-bin/owa/fte_pack_enrollgrade.entry_form

City of Calhoun Board of Education, Georgia

Chart-Enrollment by Grade Level

Last Ten Fiscal Years

(modified accrual basis of accounting)



Compliance Section

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

To the Superintendent and the Members of the
City of Calhoun Board of Education
Calhoun, Georgia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Calhoun Board of Education, Georgia, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the City of Calhoun Board of Education, Georgia's basic financial statements, and have issued our report thereon dated December 31, 2016.

Internal Control over Financial Reporting

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

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

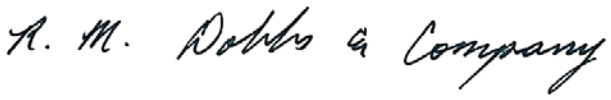
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not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

Compliance and Other Matters

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

Purpose of this Report

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



Calhoun, Georgia
December 31, 2016

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

To the Superintendent and Members of the
City of Calhoun Board of Education
Calhoun, Georgia

Report on Compliance for Each Major Federal Program

We have audited the City of Calhoun Board of Education, Georgia's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Calhoun Board of Education, Georgia's major federal programs for the year ended June 30, 2016. The City of Calhoun Board of Education, Georgia's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Calhoun Board of Education, Georgia's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Calhoun Board of Education, Georgia's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Calhoun Board of Education, Georgia's compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Calhoun Board of Education, Georgia, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2016.

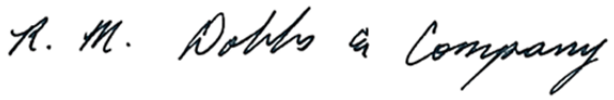
Report on Internal Control over Compliance

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

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

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

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



Calhoun, Georgia
December 31, 2016

City of Calhoun Board of Education, Georgia
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2016

Federal Grantor/Pass-through Grantor **Program or Cluster Title**	CFDA Number	Federal Expenditures
U.S. Department of Agriculture		
Child Nutrition Cluster		
Pass-Through From Georgia Department of Education		
Food and Nutrition Program Food Services		
School Breakfast Program	10.553	$ 494,531
National School Lunch Program	10.555	1,425,746
Total Child Nutrition Cluster		1,920,277
Total U.S. Department of Agriculture		1,920,277
Appalachian Regional Commission		
Direct Award -Appalachian Research, Technical Assistance, and Demonstration Projects	23.011	102,424
Total Appalachian Regional Commission		102,424
U.S. Department of Education		
Special Education Cluster		
Pass-Through From Georgia Department of Education		
Individuals with Disabilities Education Act Part B		
Flow Through	84.027	598,976
Preschool	84.173	22,935
Total Special Education Cluster		621,911
Other Programs		
Pass-Through From Georgia Department of Education		
Elementary and Secondary Education Act		
Title 1-A		
Improving the Academic Achievement of the Disadvantaged	84.010	725,333
Title II	84.367	90,993
Title III-A		
Limited English Proficient and Immigrant	84.365	58,505
Title VI - Part B		
Rural & Low-Income Schools	84.358	78,850
Education for Homeless Children and Youth	84.196	32,049
CTE-Perkins IV Grants-Program Improvement	84.048	38,073
Direct Award - Elementary and Secondary School Counseling Programs	84.215E	356,169
Total U. S. Department of Education		2,001,883
Total Federal Financial Assistance		$ 4,024,584

See accompanying notes to schedule of expenditures of federal awards

City of Calhoun Board of Education, Georgia
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2016

(1) The accompanying Schedule of Expenditures of Federal awards includes the federal grant activity of the City of Calhoun Board of Education and is presented on the modified accrual basis of accounting, which is the basis of accounting used in the presentation of the general purpose financial statements.

(2) Major Programs were determined in accordance with the requirements of the Uniform Guidance.

(3) The Federally assigned value of donated commodities for the Food Donation Program in the amount of $52,048 is included in the national lunch program.

(4) The Board did not provide Federal Assistance to any Subrecipient.

(5) **Reconciliation of the Schedule of Expenditures of Federal Awards to total federal revenues:**

Total expenditures of federal awards (SEFA)	$ 4,024,584
Erate not included on SEFA	119,649
Reimbursement of federal indirect costs	7,753
Total Federal Revenues	$ 4,151,986

City of Calhoun Board of Education, Georgia
Summary Schedule of Prior Audit Findings
For the Year Ended June 30, 2016

None Reported

City of Calhoun Board of Education, Georgia
Schedule of Findings and Questioned Costs
For the Year Ended June 30, 2016

SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unmodified opinion on whether the financial statements of the City of Calhoun Board of Education were prepared in accordance with GAAP.

2. No significant deficiencies were disclosed during the audit of the financial statements.

3. No instances of noncompliance material to the financial statements of the City of Calhoun Board of Education which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.

4. No significant deficiencies in internal control over major federal award programs were disclosed during the audit.

5. The auditor's report on compliance for the major federal award program for the City of Calhoun Board of Education expresses an unmodified opinion on all major federal programs.

6. There are no audit findings that are required to be reported in accordance with 2CFR section 200.516(a).

7. The programs tested as major programs are: Child Nutrition Cluster (CFDA 10.553 and 10.555).

8. The threshold used for distinguishing between Type A and B programs was $750,000.

9. The City of Calhoun Board of Education was determined to be a low-risk auditee.

FINDINGS – FINANCIAL STATEMENT AUDIT

None

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

None

-

Calhoun City Board of Education, Georgia
Schedule of Approved Local Option Sales Tax Projects
For the Year Ended June 30, 2016

PROJECT	ORIGINAL ESTIMATED COST (1)	CURRENT ESTIMATED COST (2)	AMOUNT EXPENDED IN CURRENT YEAR (3) (4)	AMOUNT EXPENDED IN PRIOR YEARS (3) (4)	TOTAL COMPLETION COST	EXCESS PROCEEDS NOT EXPENDED	ESTIMATED COMPLETION DATE
Bond Proceeds used to be repaid from: ESPLOST IV (July 2012 - June 2017) (iii) (a) acquisition, construction, furnishing and equipping of a new high-middle school complex (b) acquisition of real property for future schools, facilities, admin offices, support services, or any other purpose of the Calhoun City School System; c) equipping, renovation, construction, improvements and additions to existing academic and athletic facilities d) acquisition of new and refurbish existing school buses e) equipping, renovation and improvement of existing auditorium to adapt for use by all schools in the System f) acquisition and installation of computers and new technology throughout the Calhoun School System g) retirement of prevously incurred GO debt h) repaying, in part, principal of and interest on GO debt of the City of Calhoun anticipated to be issued for capital outlay projects of the City of Calhoun	$50,108,666	$56,074,425	$950,494	$55,123,931	$0	$0	6/30/2017
	$50,108,666	$56,074,425	$950,494	$55,123,931	$0	$0	

(1) The School District's original project cost estimate as specified in the resolution calling for the imposition of the Local Option Sales Tax, with sales tax proceeds estimated at $19,873,000 to retire bonds issued for the project. All project cost estimated are included and will be paid from bond proceeds, federal, state and local funds.

(2) The School District's current estimate of total cost for the projects, including all costs from project inception to completion.

(3) The voters of Gordon County approved the imposition of a 1% sales tax to fund the above projects and retire associated debt.

(4) Actual project cost incurred in current and prior years.

City of Calhoun Board of Education, Georgia
Notes to Schedule of Approved
Local Option Sales Tax Projects
For the Year Ended June 30, 2016

The accompanying schedule includes information required by state statute. This information is presented on the modified accrual basis of accounting, consistent with generally accepted principles for governmental fund financial statements.