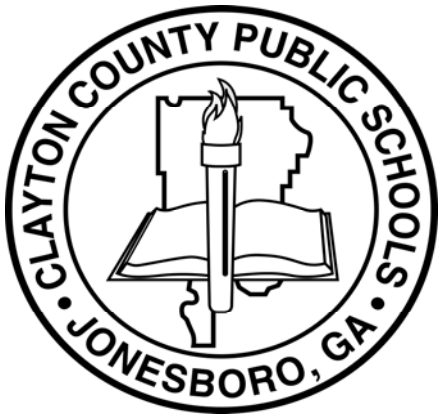


Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2016

1058 Fifth Avenue · Jonesboro, Georgia 30236

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2016

Prepared by:
Division of Business Services

1058 Fifth Avenue · Jonesboro, Georgia 30236

CLAYTON COUNTY BOARD OF EDUCATION
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

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CLAYTON COUNTY BOARD OF EDUCATION
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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Introductory Section

Clayton County
Public Schools

Clayton County Public Schools
Office of the Superintendent

1058 Fifth Avenue • Jonesboro, Georgia 30236 • (770) 473-2700 • FAX (770) 473-2778

LUVENIA JACKSON
Superintendent of Schools

March 31, 2017

Honorable Members of the Clayton County Board of Education and Citizens of Clayton County, Georgia:

The Comprehensive Annual Financial Report (CAFR) of the Clayton County Board of Education (Board) for the fiscal year ended June 30, 2016, is submitted herewith. This report was prepared by the Business Services Division. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the Board of Education.

We believe the data, as presented, is accurate in all material aspects. We believe that it is presented in a manner designed to fairly set forth the financial position and results of operations of the Board of Education as measured overall and by the financial activity of its various funds. The data includes all disclosures and required supplementary information necessary to enable the reader to gain the maximum understanding of the Board's financial activity.

Readers of this report are encouraged to consider the information presented here in conjunction with additional information presented in Management's Discussion and Analysis beginning on page 4 of this report.

The Board's History and Services

Clayton County, Georgia, was created by an act of the State Legislature on November 30, 1858. It was named for the Honorable Augustin S. Clayton (1783-1839), a judge of the Western Circuit of Georgia, a member of the legislature and of Congress. The City of Jonesboro is the county seat and was originally called "Leaksville". The State of Georgia granted a charter for the Leaksville Academy on December 22, 1823 and Mr. Allen D. Candler organized the Clayton High School around the year 1858.

Georgia had no regularly organized system of common schools supported by public taxation before the War Between the States, although unsuccessful efforts were made in 1845 and again in 1856 to inaugurate such a program. The first real school organization came about as a result of an act on October 13, 1870.

The Clayton County School System operated from 1870-1890 under the supervision of a County Commission of Education. Data indicates that the Clayton County School System as it is known today was formally established by an act of the State Legislature in Jonesboro on September 21, 1891, and a tax was levied on taxable property in the amount of 7 ½ mills. A Board of Education composed of nine members was authorized and provision was made to receive a pro-rata share of county funds for schools.

Today the nine-member elected Board of Education has full authority to control and manage the schools within Clayton County. Clayton County Public Schools is the fifth largest school system in the State of Georgia with approximately 54,000 students currently enrolled in 36 elementary schools, 14 middle schools, one K-8 school, 10 high schools, one alternative school program and one high school alternative program for the budget year of 2015 - 2016. The district also has two locally approved charter schools within the county, the Elite Scholars Academy serving students in sixth through twelfth grade and the Unidos Dual Language School serving students in grades kindergarten through eighth grade.

The Board provides all basic services required by state law and policies of the State Board of Education and State Department of Education. These services include: preschool for three and four-year old students with disabilities, regular preschool for four-year olds students, regular and special education instructional programs at the elementary (kindergarten through 5th grade), middle (6th through 8th grade), and secondary (9th through 12th grade) levels. Additional services include programs for Career Technical Education in partnership with post-secondary institutions in the area as well as joint enrollment opportunities for high school students with Clayton State University and Atlanta Technical College.

Economic Condition and Outlook

Clayton County is part of the Metropolitan Atlanta Area, and is south of the City of Atlanta. Hartsfield-Jackson Atlanta International Airport is within the boundaries of Clayton County, and as the country's largest passenger airport and the second largest cargo facility in the world, is one of the primary revenue sources in the county. Because of this location, the school district is impacted by the economy of the airport and the airline industry. Four of the school system's largest taxpayers have businesses directly related to operations at the airport.

In addition to private industry, the county is also home to a military facility that closed in 2012. Revitalization of the Fort Gillem property is underway with the hope that this will continue to bring new economic opportunities to the county. The county is exploring many ideas to revitalize various areas of the county to help boost the local economy.

FY 2015 marked a turning point in the recovery of the local economy from the recession that continued during FY 2016. Property value is rebounding slowly with a slight increase in the residential base. In fact, the overall tax base of the county increased by approximately 4.6% from FY 2015 to FY 2016. However, commercial values remain down. This resulted in a decrease of $1.1 million in local tax revenues to the school system. Further, a reduction in the austerity cuts to the "Quality Basic Education" Act funding continued.

Long-Term Financial Planning

The school system prioritizes its capital improvements based upon the approved referendums adopted by the citizens of Clayton County. Capital needs are prioritized by student population and facility repair and maintenance needs. These projects are funded by the 2013 Special Purpose Local Option Sales Tax (SPLOST) and remaining projects from the 2009 SPLOST, in addition to state capital outlay funds from the State of Georgia Department of Education. Renovations, additions, and new construction are continuously underway as the school system works to ensure that its facilities provide a safe and welcoming environment.

The school system has financial policies that provide us with an infrastructure for our future financial management decisions. These policies cover topics including operating budget, reserve fund balances, accounting and financial reporting, and purchasing.

Major Initiatives

On September 4, 2013 the district was notified by AdvancEd that it had obtained district-wide accreditation for the ensuing five years. Previously each school received its own accreditation.

During FY 2016 the district began the process for the purchase of a new enterprise resource planning (ERP) system. This system is expected to improve operational efficiencies in Finance, Human Resources, and Technology. Utilizing SPLOST funds, the Board of Education also began construction of a new gymnasium at Riverdale High School and construction of new schools for the Elite Scholars Academy and East Clayton Elementary.

During fiscal year 2009, the Board of Education revised its mission, vision, and beliefs statements for the school system. The process involved principals, central office administrators, the superintendent's

cabinet, and the community. The Board adopted these revisions in July 2010. The Mission, Vision, and Core Belief statements and the Strategic Goals of the district are reviewed annually.

Mission Statement
The mission of Clayton County Public Schools is to be accountable to all stakeholders for providing a globally competitive education that empowers students to achieve academic and personal goals and to become college and career ready, productive, responsible citizens.

Vision Statement
The vision of Clayton County Public Schools is to be a district of excellence preparing ALL students to live and compete successfully in a global economy.

Core Belief Statements

- We believe children have first priority on all of our resources.
- We believe education is the shared responsibility of the student, the parent/guardian, the school, and the community.
- We believe communication and understanding among all stakeholders of our diverse community are essential to achieving the goals of education.
- We believe that learning is a continuous process and most productive when the needs of each child are met through instruction provided by competent and caring teachers.
- We believe a learning environment where children experience security, care, dignity, and respect is essential.

Strategic Goals

1. To increase academic achievement for all students in Clayton County Public Schools as evidenced by state, national and international assessment results.
2. To provide and maintain a safe, orderly and secure learning environment.
3. To create an environment that promotes active engagement, accountability, and collaboration of all stakeholders to maximize student achievement.
4. To effectively communicate the system's vision and purpose and allow stakeholder involvement in an effort to build understanding and support.
5. To provide high quality support services delivered on time and within budget to promote student academic success in the Clayton County Public Schools.
6. To recruit and retain highly qualified and effective staff.

Accounting System

Internal Controls
In developing and evaluating the Board of Education's accounting system, consideration is given to the adequacy of internal controls. Internal accounting controls are designed to provide assurance of the following within reasonable constraints:

- the safeguarding of assets and gains and losses from unauthorized use and/or disposition
- the reliability of financial records for preparing financial statements and maintaining accountability for assets

Budgetary Controls
An annual budget is prepared in accordance with state law. Budgetary control is maintained at the fund level by encumbrance accounting.

The budget process is comprised of five phases – planning, preparation, adoption, implementation and evaluation. These phases ensure adequate administration and control of all Board funds. To maintain compliance with Board budget policies and State of Georgia law, a budget development calendar is adopted by the Board of Education in October of each year. The calendar outlines the budget development process for the next fiscal year.

The budget process is inclusive of central level and school level staff as well as a citizen's budget committee. Work sessions with the Board and public hearings are held prior to the adoption of the budget in June of each year.

Single Audit

As a recipient of federal financial assistance, the Board is responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to these programs. These internal controls are subject to periodic evaluation by the Board's management.

Independent Audit

The Clayton County Board of Education and the State of Georgia require an annual audit of the school district's financial statements by independent certified public accountants. Mauldin and Jenkins is the current accounting firm under contract with the Board to perform this function. The Independent Auditor's Report on the Basic Financial Statements is included in the financial section of this report. The auditor's reports related specifically to the single audit are included in the Single Audit section.

Financial Reporting Awards

The Clayton County Public School System submitted its comprehensive annual financial report (CAFR) for review by the Association of School Business Officials (ASBO) for consideration in the Certificate of Excellence in Financial Reporting Program. With great pride, the Clayton County Public School System received the ASBO Certificate of Excellence every year from 2007–2011, and then again in 2015. The receipt of this award confirmed that the reports substantially conform to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials International. The award was granted only after an extensive review of financial reports by an expert panel of certified public accountants and practicing school business officials. We believe that the CAFR for the current year ending June 30, 2016, also conforms to the exact same principles and standards.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to Clayton County Public Schools for its comprehensive annual financial report for the fiscal year ended June 30, 2015. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgements

We wish to express our appreciation to the Business Services Division staff members whose dedicated efforts have enabled this report to be prepared.

Respectfully submitted,



Luvenia Jackson
Superintendent

Clayton County Board of Education
Function and Composition

All matters relating to education and operation of the Clayton County Board of Education schools are governed and controlled by the Board of Education (Board), as provided by Georgia Law.

The Board has the responsibility to maintain a reasonably uniform system of public schools providing quality education for all young people of Clayton County. With the advice of the Superintendent, it must determine the policies and prescribe the rules and regulations for the management of the school system.

The Board holds a work session and a regular public meeting once a month to conduct normal business. Additional called meetings are sometimes necessary for a specific purpose.

The Board is composed of nine members who are elected on a district basis. Each member resides within one of the nine voting districts.

The Board elects a Chairperson for a two year term and a Vice Chairperson for a one year term from its members.

As of January 1, 2016 the members of the Board and years of expiration of their terms are as follows:

TITLE	NAME	TERM EXPIRES
Chairperson	Dr. Pam Adamson	12-31-2018
Board Member	Ms. Mary Baker	12-31-2016
Board Member	Mr. Mark Christmas	12-31-2016
Board Member	Ms. Jessie Goree	12-31-2016
Board Member	Mr. Michael King	12-31-2018
Board Member	Ms. Ophelia Burroughs	12-31-2016
Board Member	Ms. Judy Johnson	12-31-2016
Vice Chairperson	Dr. Alieka Anderson	12-31-2018
Board Member	Mr. Benjamin Straker	12-31-2018

MISSION STATEMENT

The mission of Clayton County Public Schools is to be accountable to all stakeholders for providing a globally competitive education that empowers students to achieve academic and personal goals and to become college and career ready, productive, responsible citizens.

Clayton County Board of Education

Elected Officials

and

Superintendent of Schools



Chairperson
Dr. Pam Adamson



Mary Baker



Mark Christmas



Jessie Goree



Michael King



Ophelia Burroughs



Judy Johnson



Vice Chairperson
Dr. Alieka Anderson



Benjamin Straker



Superintendent
Luvenia Jackson

Clayton County Public Schools
Executive Staff

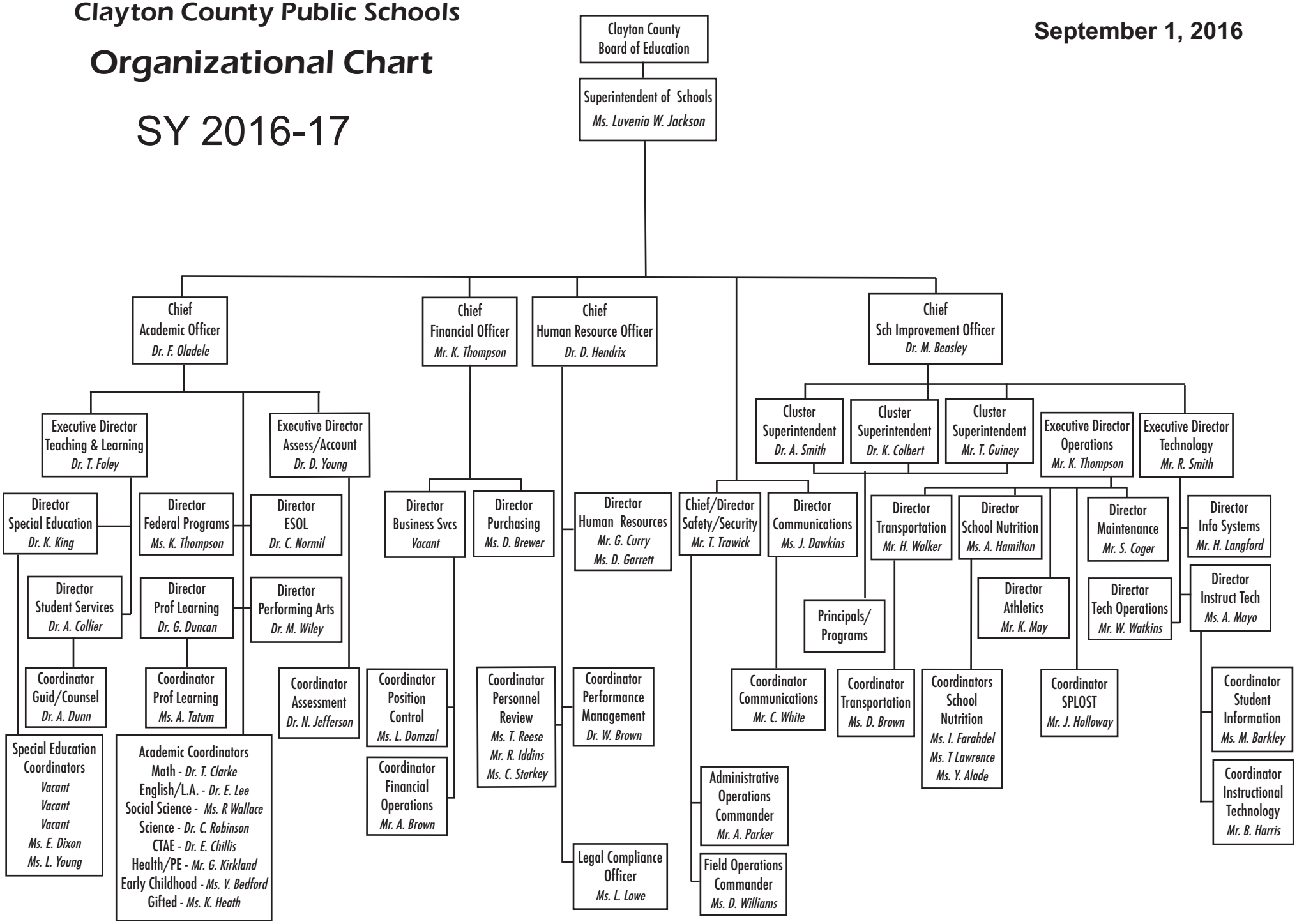
Superintendent's Office	
Ms. Luvenia Jackson	Superintendent
Division of School Improvement	
Dr. Morcease Beasley	Chief School Improvement Officer
Dr. Keith Colbert	North Cluster Superintendent
Dr. Anthony Smith	South Cluster Superintendent
Mr. Tim Guiney	Improvement Cluster Superintendent
Mr. Kemith Thompson	Executive Director of Operations
Mr. Harold Walker	Director of Transportation
Ms. Audrey Hamilton	Director of School Nutrition
Mr. Samuel Coger	Director of Maintenance
Mr. Kevin May	Director of Athletics
Mr. Rod Smith	Executive Director of Technology
Mr. Howard Langford	Director of Information Systems
Ms. April Mayo	Director of Instructional Technology
Mr. Ronick Joseph	Coordinator of SPLOST
Division of Safety and Security	
Mr. Thomas Trawick	Chief of Police for Clayton County Public Schools
Division of Communications	
Ms. Jada Dawkins	Director of Communications / Public Information
Division of Teaching & Learning	
Dr. Folasade Oladele	Chief Academic Officer
Ms. Tamera Foley	Executive Director Teaching and Learning
Dr. Delphia Young	Executive Director of Assessment and Accountability
Dr. Katrina King	Director Special Education
Ms. Katrina Thompson	Director Federal, State, Local Programs
Dr. Chantel Normil	Director English as Second Language
Dr. Angela Collier	Director of Student Services
Dr. Gloria Duncan	Director Professional Learning
Dr. Monika Wiley	Director Performing Arts
Division of Human Resources	
Dr. Doug Hendrix	Chief Human Resources Officer
Mr. Greg Curry	Director Human Resources
Dr. Damaris Garrett	Director Human Resources
Ms. Teresa Reese	Director of Personnel Review
Mr. Randy Iddins	Director of Personnel Review
Ms. Claire Starkey	Director of Personnel Review
Ms. Latasha Lowe	Legal Compliance Officer
Division of Business Services	
Mr. Kenneth Thompson	Chief Financial Officer
Ms. Debra Brewer	Director of Purchasing
Mr. David Smith	Director of Finance

Clayton County Public Schools

Organizational Chart

SY 2016-17

September 1, 2016



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Clayton County Public Schools

Georgia

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2015

Executive Director/CEO

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS INTERNATIONAL

The Certificate of Excellence in Financial Reporting Award
is presented to

Clayton County Public Schools

for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2015.

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



Brenda R. Burkett, CPA, CSBA, SFO
President

John D. Musso, CAE, RSBA
Executive Director

Financial Section

Clayton County
Public Schools

INDEPENDENT AUDITOR'S REPORT

To the Superintendent and Members of the
Clayton County Board of Education
Jonesboro, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the **Clayton County Board of Education** as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the Clayton County Board of Education'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 principles used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Clayton County Board of Education as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows, thereof, and the budgetary comparison for the General 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 4 through 13) and the schedules of Clayton County Board of Education's proportionate share of the net pension liability and the schedules of Clayton County Board of Education's contributions on pages 59 through 66 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 Clayton County Board of Education's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and 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 expenditures of federal awards, 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* is presented for purposes of additional analysis and is also not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules and the schedule of expenditures of federal awards, (collectively "the supplementary information") 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 supplementary information is 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 March 29, 2017, on our consideration of Clayton County Board of Education'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 Clayton County Board of Education's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Macon, Georgia
March 29, 2017

Management's Discussion and Analysis

Clayton County Public Schools

Management's Discussion and Analysis

This section of Clayton County Board of Education's (the Board's) annual financial report presents its discussion and analysis of the Board's financial performance during the fiscal year ended June 30, 2016. The intent of this discussion and analysis is to examine the Board's financial performance as a whole. Readers should also review the financial statements and notes to the basic financial statements to enhance their understanding of the Board's financial condition.

The reporting model is a combination of both government-wide financial statements and fund financial statements. The basic financial statements contain three components:

1. Government-wide financial statements including the Statement of Net Position and the Statement of Activities for both Governmental and Business-Type activities which provide a broad, long-term view of the Board's finances.
2. Fund financial statements including the balance sheets that provide a greater level of detail and focus on how well the Board has performed in the short term in the most significant or major funds.
3. Notes to the financial statements.

This report presents the financial highlights for the year ended June 30, 2016, and other supplementary information.

As with other sections of this financial report, the information contained within this Management's Discussion and Analysis should be considered only as part of a greater whole. The reader of this analysis should take the time to read and evaluate all sections of the report, including the notes to the financial statements.

Financial Highlights

Key financial highlights for fiscal year 2016 are as follows:

Government-wide financial statements:

- The assets and deferred outflows of the Clayton County Board of Education (Board) exceeded its liabilities and deferred inflows at the fiscal year ended June 30, 2016 by $522.2 million.
- The Board increased its outstanding long-term liability by $55.8 million primarily due to net pension liability due in more than one year.

Governmental Activities

- The Board experienced an increase of $3.6 million in net capital assets. This is the amount by which capital outlays exceeded depreciation in the current period. The net position of the total governmental activities increased $48.4 million. The General Fund

(the primary operating fund), presented on a current financial resources basis, ended the year with a fund balance of $83,161,915, an increase of $4,871,137 from June 30, 2015.

- The Capital Projects Fund ended the year with a fund balance of $49,076,743, an increase of $24,058,223.
- Program revenues, which include operating grants, accounted for $302.1 million, or 59.5% of the $507.5 million in total governmental activity revenues. General revenues, primarily property taxes and sales taxes accounted for $205.4 million, or 40.5%.
- The Board reported $459.1 million in expenses for the governmental activities. Of this amount, $302.1 million were offset by program specific grants, charges for services or contributions. General revenues, primarily property taxes and sales taxes, were used to provide for the remaining expenses of these programs.

Business-type Activities

- The net position of the Board's business-type activities increased $0.3 million. The Board has two business-type funds reported. The first is the school nutrition program and the second is the Performing Arts Center. Total expenses for food service activities were $37.1 million, while expenses of the Performing Arts Center were $.2 million. Program revenues, operating grants and contributions, and capital contributions for these business type activities totaled $38.2 million.

Overview of the Financial Statements

This annual report consists of three parts: management's discussion and analysis (this section), the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the Board:

- The first two statements are government-wide financial statements that provide both short-term and long-term information about the Board's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the Board, reporting the Board's operations in more detail than the government-wide statements.
  - ❖ The governmental funds statements tell how basic services such as instruction and instructional support services were financed in the short term as well as what remains for future spending.
  - ❖ Proprietary fund statements offer short and long-term financial information about the activities the Board operates like businesses, specifically the school nutrition program and the Performing Arts Center.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements.

Figure A-1 shows how the various parts of this annual report are arranged and related to one another.

Figure A-1
Organization of Clayton County Board of Education's Annual Financial Report

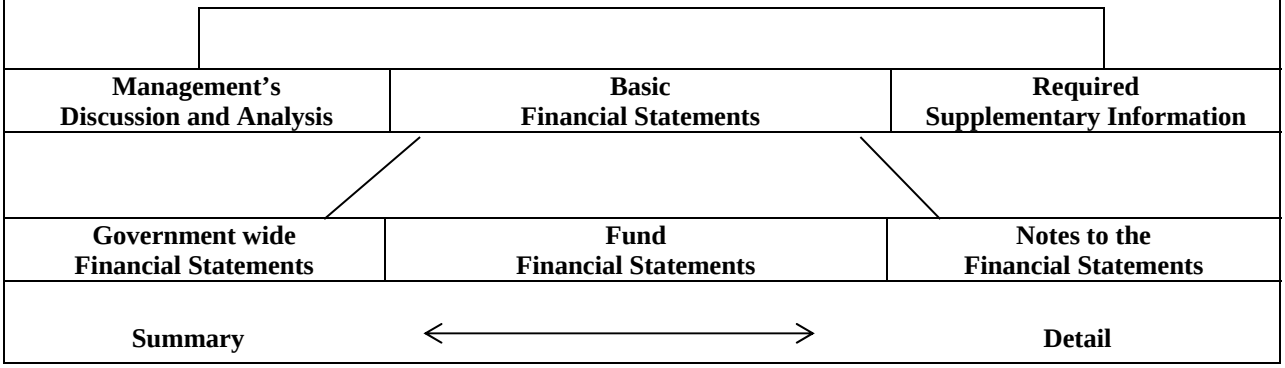


Figure A-2 summarizes the major features of the Board's financial statements, including the portion of the Board's activities they cover and the types of information they contain.

Figure A-2
Major Features of the Board of Education's Financial Statements

	Government-wide Statements	Governmental Funds	Proprietary Funds
Scope	Entire Board (except fiduciary funds)	The activities of the Board that are not proprietary or fiduciary, such as instruction, school administration, and building maintenance	Activities the Board operates similar to private business: food services
Required financial statements	- Statement of net position - Statement of activities	- Balance sheet - Statement of revenues, expenditures, and changes in fund balance	- Statement of net position - Statement of revenues, expenses, and changes in fund net position - Statement of cash flows
Accounting Basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Types of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid

The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the statements.

Government-wide Statements

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

The two government-wide statements report the Board's net position and how it has changed. Net position, the difference between the Board's assets and deferred outflows and its liabilities and deferred inflows, is one way to measure the Board's financial health or position.

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

To assess the overall health of the Board, additional non-financial factors, such as changes in the property tax base, community support for education and student achievement should be considered.

The government-wide financial statements of the Board are divided into two categories:

- **Governmental activities** – All of the Board's basic services are included here, such as instruction and instructional support, administration, student transportation and maintenance and operation of facilities.
- **Business type activities** – The Board operates a food service operation and charges fees to staff, students and visitors to help cover the cost of the food service operation. The Board also operates a performing arts center that is accounted for as a business-type activity.

Fund Financial Statements

The Board's fund financial statements, which begin on page 17, provide detailed information about the most significant funds, not the Board as a whole.

> ***Governmental funds*** – Most of the Board's activities are reported in governmental funds, which focus on the determination of financial position and changes in financial position, not on income determination. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Board's operations and the services it provides. Governmental fund information helps the reader determine whether there are more or fewer financial resources that can be spent in the near future to finance the Board's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Proprietary funds – Services for which the Board charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the government-wide statements. The Board's *enterprise fund* (one type of proprietary fund) is the same as its business-type activities but provides more detail and additional information, such as cash flows. The Board uses *internal service funds* (the other kind of proprietary fund) to report activities that provide supplies and services for its other programs and activities. As of June 30, 2011, the Board's only internal service fund for the employee dental benefit program was closed.

Financial Analysis of the Board as a Whole

Table A-1, below, provides a summary of the Board's net position for the year ended June 30, 2016 compared to June 30, 2015.

Table A-1
Condensed Summary of Net Position
(in millions of dollars)

	Governmental Activities		Business-type Activities		Total		Percentage Change
	2016	2015	2016	2015	2016	2015	2016-2015
Current and other Assets	$ 197.8	$ 172.8	12.5	11.6	210.3	184.4	14.0%
Net capital assets	701.5	697.9	4.5	4.3	706.0	702.2	0.5%
Total Assets	899.3	870.7	17.0	15.9	916.3	886.6	3.3%
Deferred outflows	36.2	30.8	0.3	0.3	36.5	31.10	17.4%
Current and other liabilities	54.9	59.5	2.6	2.2	57.5	61.7	-6.8%
Long-term liabilities	338.2	282.8	3.0	2.6	341.2	285.4	19.6%
Total Liabilities	393.1	342.3	5.6	4.8	398.7	347.1	14.9%
Deferred inflows	31.6	96.8	0.3	0.9	31.9	97.7	-67.3%
Net Position							
Net investment in Capital Assets	701.5	697.9	4.5	4.4	706.0	702.3	0.5%
Restricted for Capital Projects	49.1	25.0	-	-	49.1	25.0	96.4%
Unrestricted	(239.8)	(260.5)	6.9	6.1	(232.9)	(254.4)	-8.5%
Total net position	$ 510.8	$ 462.4	11.4	10.5	522.2	472.9	10.4%

The Board's combined net position increased by 10.4% to $522.2 million. The net position of the Board's business–type activities increased $.9 million or 8.6%. These increases were due primarily to the increased investment in capital projects. The Board reported a restricted net position amount of $49.1 million. This is an increase of 96.4% from the restricted amount reported as of June 30, 2015. The change is due to a temporary increase in cash reserves as projects begin under the most recently authorized Special Purpose Local Option Sales Tax (SPLOST). The amount set aside as restricted in the governmental activities is related to net position required by a third party or state law to be spent for a specific purpose.

Table A-2
Changes in Net Position
Fiscal Year Ended June 30, 2016

Table A-2 takes the information from the Statement of Activities and presents it in a format that shows total revenues first and then expenses and the resulting increase in net position.

Table A-2
Changes in Net Position from Operating Results
(in millions of dollars)

	Governmental Activities		Business-type Activities		Total		Percentage Change
	2016	2015	2016	2015	2016	2015	2016-2015
Revenues:							
Program revenues:							
Charges for services	$ 16.2	$ 16.5	0.8	0.6	17.0	17.1	-0.6%
Operating grants and contributions	283.3	269.3	37.4	34.4	320.7	303.7	5.6%
Capital grants and contributions	2.6	3.3	-	-	2.6	3.3	-21.2%
General revenues:					-	-	
Property taxes	103.7	104.8	-	-	103.7	104.8	-1.0%
Sales taxes	51.3	46.6	-	-	51.3	46.6	10.1%
Other taxes	9.4	8.2	-	-	9.4	8.2	14.6%
Non-program specific state and federal aid	40.9	34.2	-	-	40.9	34.2	19.6%
Interest and investment earnings	-	0.1	-	-	-	0.1	-100.0%
Gain on Sale of Capital Assets	0.1	-	-	-	0.1	-	
Total Revenues	507.5	483.0	38.2	35.0	545.7	518.0	5.3%
					-		
Expenses:					-		
Instruction	310.6	297.2	-	-	310.6	297.2	4.5%
Pupil Services	15.5	14.0	-	-	15.5	14.0	10.7%
Instructional services	22.3	19.5	-	-	22.3	19.5	14.4%
Educational media services	5.2	5.2	-	-	5.2	5.2	0.0%
General administration	3.5	4.8	-	-	3.5	4.8	-27.1%
School administration	24.8	22.7	-	-	24.8	22.7	9.3%
Business services	2.9	2.2	-	-	2.9	2.2	31.8%
Maintenance and operations	33.5	35.4	-	-	33.5	35.4	-5.4%
Student transportation	19.8	18.9	-	-	19.8	18.9	4.8%
Central support services	9.8	12.5	-	-	9.8	12.5	-21.6%
Other support services	8.5	8.2	-	-	8.5	8.2	3.7%
Other non-instructional services	1.2	1.2	-	-	1.2	1.2	0.0%
Community services	1.5	1.4	-	-	1.5	1.4	7.1%
Performing Arts Center	-	-	0.2	-	0.2	-	
Interest	-	-	-	-	-	-	
Food services	-	-	37.1	34.4	37.1	34.4	7.8%
Total Expenses	459.1	443.2	37.3	34.4	496.4	477.6	3.9%
Excess (deficiency) in net position before transfers	48.4	39.8	0.9	0.6	49.3	40.4	22.0%
					-		
Transfers	-	-	-	-	-	-	
					-		
Net Position - beginning of year	462.4	422.6	10.5	9.9	472.9	432.5	
					-		
Net Position - end of year	$ 510.8	462.4	11.4	10.5	522.2	472.9	

Table A-2 on the previous page shows that revenues from governmental activities for 2016 were $507.5 million, while total expenses were $459.1 million. Governmental activities contributed $48.4 million positively to the total net position, while business-type activities resulted in a $0.9 positive contribution.

Program revenues, in the form of charges for services, operating grants and contributions, and capital grants and contributions, increased $16.2 million. This increase was primarily the result of an increase in state and federal grants received for instructional programs.

Property taxes comprise the largest percentage of the general revenues for the Board with 19.0% of total revenues coming from this source. Despite a slight increase in the value of the tax digest, commercial values remained down. This resulted in a decrease from the previous year of 1% or $1.1 million in local tax revenues to the school system. Sales tax revenues generated by the Special Purpose Local Option Sales Tax (SPLOST) increased $4.7 million to a total of $51.3 million. Interest and investment earnings remained minimal, reflecting the low interest being paid on account balances.

Table A-3 summarizes the cost of the Board's activities into eight functional categories—Instruction; Pupil, Instructional and Media services; General and Business Administration; School administration; Maintenance and operations; Pupil transportation; Central support and other support; and Community Services and non-instructional. The table also shows each activity's *net cost* (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the Board's local taxpayers by each of these functions.

Table A-3
Net Cost of Governmental Activities
(in millions of dollars)

	Total Cost of Services		Percentage Change	Net Cost of Services		Percentage Change
	2016	2015	2016-2015	2016	2015	2016-2015
Instruction	$ 310.6	$ 297.2	4.5%	69.3	66.5	4.2%
Pupil, Instructional and Media Services	43.0	38.7	11.1%	26.3	21.8	20.6%
General and Business Administration	6.4	7.0	-8.6%	2.8	3.6	-22.2%
School administration	24.8	22.7	9.3%	13.3	11.9	11.8%
Maintenance and operations	33.5	35.4	-5.4%	19.1	21.3	-10.3%
Student transportation	19.8	18.9	4.8%	16.9	15.9	6.3%
Central Support and other support	18.3	20.7	-11.6%	13.6	16.1	-15.5%
Community Services and non-instructional	2.7	2.6	3.8%	-4.3	-3.0	43.3%
Total Governmental Activities	$ 459.1	$ 443.2	3.6%	157.0	154.1	1.9%
Less: Unrestricted federal and state aid:				40.9	34.2	19.6%
Total needs from local taxes and other revenues:				$ 116.1	119.9	-3.2%

The total cost of governmental activities increased 3.6%, and the net cost of services increased 1.9% reflecting the application of the increase in state and federal funds received to pupil, instructional and media services.

Business Type Activities

Revenues for the Board's business-type activities (school nutrition and performing arts center) were comprised of charges for services, federal and state reimbursements and investment earnings. (See Table A-2).

- Business type revenues exceeded expenses during the year for an increase of $0.9 million in net position.
- Charges for services represent $0.8 million of revenue. This represents amounts paid by teachers and other customers of the cafeteria operations and the performing arts center.
- Federal and state reimbursement for meals, including payments for free and reduced lunches, was $37.4 million.

The Statement of Revenues, Expenses and Changes in Fund Net Position for these proprietary funds will further detail the actual results of operations.

Analysis of the Board's Funds

At June 30, 2016, the Board's governmental funds reported a combined fund balance of $136,957,635. This is an increase of $28,619,483. The primary reason for this increase is attributed to the Capital Projects Fund which increased by $24,058,223.

The fund balance of the General Fund was $83,161,915 at June 30, 2016. The Capital Projects ending fund balance was $49,076,743 while all other Governmental Funds had a total fund balance of $4,718,977 at June 30, 2016.

The fund balance of the General Fund improved primarily because of the school system's conscious efforts to reduce expenditures and the continued hesitancy to commit to significant increases in recurring expenses in light of the uncertainty of economic recovery.

The increase in the Capital Projects Funds is the result of a temporary increase in cash reserves as projects begin under the most recently authorized SPLOST.

General Fund Budgeting Highlights

The Board's budget is prepared according to Georgia state law. The most significant budgeted fund is the General Operating Fund.

In accordance with GAAP, the Board amended its General Fund to reflect funding changes.

The total expenditures increased $19.1 million. This was due to focused attention to instruction and pupil services offset by attrition, conservative spending and efficient use of resources.

The total revenue had a positive variance of $3.0 million. There was increased QBE funding from growth in student enrollment.

Capital Asset and Debt Administration

Capital Assets

At June 30, 2016, the Board had $705,996,800 invested in a broad range of capital assets, including land, buildings and furniture and equipment for its governmental activities. The Board is currently funding a five-year capital improvement program with revenue from a one-cent local option sales tax that was approved by the citizens of Clayton County in November, 2013. The maximum amount of collections approved by this referendum was $280.3 million. The sales tax revenue, along with state capital outlay grants will fund the program through 2019.

Table A-4
Capital Assets (net of depreciation)
(in millions of dollars)

	Governmental Activities		Business-type Activities		Total		Percentage Change
	2016	2015	2016	2015	2016	2015	2016-2015
Land	$ 33.6	$ 33.6	-	-	33.6	33.6	0.0%
Construction in progress	17.9	39.6	-	-	17.9	39.6	-54.8%
Buildings and improvements	635.5	610.4	3.4	3.6	638.9	614.0	4.1%
Machinery and equipment	14.5	14.2	1.1	0.7	15.6	14.9	4.7%
Total capital assets net of depreciation	$ 701.5	$ 697.8	$ 4.5	$ 4.3	$ 706.0	$ 702.1	0.6%

More detailed information about capital assets can be found in Note 7 of the Notes to the Basic Financial Statements.

Debt Administration

At June 30, 2016, the Board had no outstanding long-term bond debt. Because of the availability of the one cent sales tax for capital improvements since 1997, the Board has not had the need to issue any new debt and used proceeds from the sales tax to retire all of the previously existing long-term bond debt.

Economic Factors

- Despite a slight increase in the value of the tax digest, commercial values remained down. This resulted in a decrease from the previous year of 1% or $1.1 million in local tax revenues to the school system.
- The percentage of students that qualify for free or reduced priced lunches exceeds approximately 80% district-wide. As a result, all schools in the district are eligible to receive Title I federal funding under the No Child Left Behind Act for the Economically Disadvantaged.

Contacting the Board's Financial Management

This financial report is designed to provide the Board's citizens, taxpayers, customers, and investors and creditors with a general overview of the Board's finances and to demonstrate the Board's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact the Business Services Division, Clayton County Public Schools, 1058 Fifth Avenue, Jonesboro, Ga. 30236.

Basic Financial Statements

Clayton County
Public Schools

CLAYTON COUNTY BOARD OF EDUCATION

STATEMENT OF NET POSITION
JUNE 30, 2016

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	$ 137,262,307	$ 13,078,520	$ 150,340,827
Investments	1,379,294	-	1,379,294
Receivables:			
Accounts	93,074	-	93,074
Intergovernmental	45,206,896	297,051	45,503,947
Taxes	12,426,985	-	12,426,985
Internal balances	1,351,983	(1,351,983)	-
Inventories	-	429,453	429,453
Prepaid items	105,904	-	105,904
Capital assets, nondepreciable	51,526,657	-	51,526,657
Capital assets, depreciable (net of accumulated depreciation)	649,933,375	4,536,768	654,470,143
Total assets	899,286,475	16,989,809	916,276,284
DEFERRED OUTFLOWS OF RESOURCES			
Pensions	36,200,344	323,053	36,523,397
Total deferred outflows of resources	36,200,344	323,053	36,523,397
LIABILITIES			
Accounts payable	3,047,328	83,346	3,130,674
Contracts payable	5,948,455	-	5,948,455
Retainage payable	1,239,904	-	1,239,904
Due to other governments	17,201	-	17,201
Accrued payroll and payroll withholdings	44,608,003	2,373,444	46,981,447
Unearned revenue	6,750	141,492	148,242
Other current liabilities	11,448	-	11,448
Claims payable due within one year	2,364,706	-	2,364,706
Claims payable due in more than one year	293,849	-	293,849
Compensated absences due within one year	1,615,882	37,106	1,652,988
Compensated absences due in more than one year	2,100,410	42,250	2,142,660
Net pension liability, due in more than one year	331,875,617	2,967,710	334,843,327
Total liabilities	393,129,553	5,645,348	398,774,901
DEFERRED INFLOWS OF RESOURCES			
Pensions	31,598,562	282,611	31,881,173
Total deferred inflows of resources	31,598,562	282,611	31,881,173
NET POSITION			
Investment in capital assets	701,460,032	4,536,768	705,996,800
Restricted for capital projects	49,076,743	-	49,076,743
Unrestricted	(239,778,071)	6,848,135	(232,929,936)
Total net position	$ 510,758,704	$ 11,384,903	$ 522,143,607

The accompanying notes are an integral part of these financial statements.

CLAYTON COUNTY BOARD OF EDUCATION

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental activities:				
Instruction	$ 310,587,901	$ 9,198,993	$ 229,547,372	$ 2,589,251
Pupil services	15,558,510	-	3,217,692	-
Improvement of instructional services	22,300,438	108,663	7,503,015	-
Educational media services	5,171,790	-	5,885,334	-
General administration	3,462,769	-	2,016,183	-
School administration	24,839,452	-	11,535,468	-
Business services	2,871,479	-	1,427,157	-
Maintenance and operations	33,512,594	-	14,396,610	-
Student transportation	19,842,103	-	2,907,375	-
Central support services	9,810,033	-	1,526,221	-
Other support services	8,488,216	122,775	3,096,099	-
Other non-instructional services	1,245,390	5,267,124	288,172	-
Community services	1,489,766	1,496,162	-	-
Total governmental activities	459,180,441	16,193,717	283,346,698	2,589,251
Business-type activities:				
School food service	37,061,777	680,996	37,403,625	-
Performing arts center	283,267	100,931	-	-
Total business-type activities	37,345,044	781,927	37,403,625	-
Total	$ 496,525,485	$ 16,975,644	$ 320,750,323	$ 2,589,251
General revenues:				
Property taxes				
Sales taxes				
Other taxes				
Grants and contributions not restricted to specific programs				
Unrestricted investment earnings				
Gain on sale of capital assets				
Transfers				
Total general revenues and transfers				
Change in net position				
Net position, beginning of year				
Net position, end of year				

The accompanying notes are an integral part of these financial statements.

Net (Expenses) Revenues and Changes in Net Position		
Governmental Activities	Business-type Activities	Total
$ (69,252,285)	$ -	$ (69,252,285)
(12,340,818)	-	(12,340,818)
(14,688,760)	-	(14,688,760)
713,544	-	713,544
(1,446,586)	-	(1,446,586)
(13,303,984)	-	(13,303,984)
(1,444,322)	-	(1,444,322)
(19,115,984)	-	(19,115,984)
(16,934,728)	-	(16,934,728)
(8,283,812)	-	(8,283,812)
(5,269,342)	-	(5,269,342)
4,309,906	-	4,309,906
6,396	-	6,396
(157,050,775)	-	(157,050,775)
-	1,022,844	1,022,844
-	(182,336)	(182,336)
-	840,508	840,508
(157,050,775)	840,508	(156,210,267)
103,729,200	-	103,729,200
51,260,120	-	51,260,120
9,382,245	-	9,382,245
40,911,935	-	40,911,935
51,882	-	51,882
131,514	-	131,514
(63,000)	63,000	-
205,403,896	63,000	205,466,896
48,353,121	903,508	49,256,629
462,405,583	10,481,395	472,886,978
$ 510,758,704	$ 11,384,903	$ 522,143,607

CLAYTON COUNTY BOARD OF EDUCATION

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2016

ASSETS	General	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Cash	$ 84,391,327	$ 48,694,625	$ 4,176,355	$ 137,262,307
Investments	203,239	1,176,055	-	1,379,294
Receivables:				
Accounts	92,298	-	776	93,074
Taxes	7,953,548	4,473,437	-	12,426,985
Intergovernmental	34,868,843	1,932,363	8,405,690	45,206,896
Due from other funds	6,029,583	-	1,064,071	7,093,654
Prepaid items	105,904	-	-	105,904
Total assets	$ 133,644,742	$ 56,276,480	$ 13,646,892	$ 203,568,114
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Accounts payable	$ 2,050,731	$ -	$ 996,597	$ 3,047,328
Intergovernmental accounts payable	-	-	17,201	17,201
Contracts payable	-	5,948,455	-	5,948,455
Retainage payable	-	1,239,904	-	1,239,904
Due to other funds	35,000	-	5,706,671	5,741,671
Accrued payroll and payroll withholdings	42,407,377	-	2,200,626	44,608,003
Unearned revenue	-	-	6,750	6,750
Other current liabilities	-	11,378	70	11,448
Total liabilities	44,493,108	7,199,737	8,927,915	60,620,760
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenue - property taxes	5,989,719	-	-	5,989,719
Total deferred inflows of resources	5,989,719	-	-	5,989,719
FUND BALANCES				
Fund balances:				
Nonspendable - prepaid items	105,904	-	-	105,904
Restricted for capital projects	-	49,076,743	-	49,076,743
Assigned for student programs	-	-	4,718,977	4,718,977
Assigned for subsequent year's budget	31,509,111	-	-	31,509,111
Unassigned	51,546,900	-	-	51,546,900
Total fund balances	83,161,915	49,076,743	4,718,977	136,957,635
Total liabilities, deferred inflows of resources and fund balances	$ 133,644,742	$ 56,276,480	$ 13,646,892	$ 203,568,114

The accompanying notes are an integral part of these financial statements.

CLAYTON COUNTY BOARD OF EDUCATION

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
JUNE 30, 2016

Amounts reported for governmental activities in the statement of net position are different because:		
Fund balances - total governmental funds	$	136,957,635
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		701,460,032
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.		5,989,719
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		(333,648,682)
Net position of governmental activities	$	510,758,704

The accompanying notes are an integral part of these financial statements.

CLAYTON COUNTY BOARD OF EDUCATION

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	General	Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES				
Local sources	$ 117,420,612	$ 51,260,120	$ 11,004,504	$ 179,685,236
State sources	280,264,867	2,589,251	6,343,022	289,197,140
Federal sources	862,068	-	36,653,436	37,515,504
Interest income	42,272	9,610	-	51,882
Total revenues	398,589,819	53,858,981	54,000,962	506,449,762
EXPENDITURES				
Current:				
Instruction	258,911,662	-	38,681,564	297,593,226
Pupil services	13,974,427	-	2,038,403	16,012,830
Improvement of instructional services	16,387,663	-	6,493,968	22,881,631
Educational media services	5,396,294	-	-	5,396,294
General administration	3,562,983	-	614,544	4,177,527
School administration	24,639,644	-	885,260	25,524,904
Business services	2,933,303	-	-	2,933,303
Maintenance and operations	34,082,735	-	25,318	34,108,053
Student transportation	18,879,011	-	201,738	19,080,749
Central support services	9,249,906	-	43,907	9,293,813
Other support services	5,545,703	-	3,043,143	8,588,846
Other non-instructional services	325,684	-	749,767	1,075,451
Community service	-	-	1,494,408	1,494,408
Capital outlay	-	29,800,758	-	29,800,758
Total expenditures	393,889,015	29,800,758	54,272,020	477,961,793
Excess (deficiency) of revenues over (under) expenditures	4,700,804	24,058,223	(271,058)	28,487,969
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	131,514	-	-	131,514
Transfers in	390,624	-	351,805	742,429
Transfers out	(351,805)	-	(390,624)	(742,429)
Total other financing sources (uses)	170,333	-	(38,819)	131,514
Net change in fund balances	4,871,137	24,058,223	(309,877)	28,619,483
FUND BALANCES, beginning of year	78,290,778	25,018,520	5,028,854	108,338,152
FUND BALANCES, end of year	$ 83,161,915	$ 49,076,743	$ 4,718,977	$ 136,957,635

The accompanying notes are an integral part of these financial statements.

CLAYTON COUNTY BOARD OF EDUCATION

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2016

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

Net change in fund balances - total governmental funds	$	28,619,483
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.		3,599,273
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		1,033,815
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		15,100,550
Change in net position - governmental activities	$	48,353,121

The accompanying notes are an integral part of these financial statements.

CLAYTON COUNTY BOARD OF EDUCATION

GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (NON-GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Budget			Variance With
	Original	Final	Actual	Final Budget
REVENUES				
Local sources	$ 116,947,707	$ 117,944,317	$ 117,420,612	$ (523,705)
State sources	272,747,243	274,650,736	277,206,601	2,555,865
Federal sources	650,000	794,707	862,068	67,361
Interest income	90,000	90,000	42,272	(47,728)
Total revenues	390,434,950	393,479,760	395,531,553	2,051,793
EXPENDITURES				
Current:				
Instruction	268,786,412	281,989,987	258,723,590	23,266,397
Pupil services	11,953,349	13,065,102	13,974,427	(909,325)
Improvement of instructional services	18,840,702	19,560,649	16,387,663	3,172,986
Educational media services	5,345,347	5,642,932	5,396,294	246,638
General administration	4,051,591	4,540,907	3,562,410	978,497
School administration	25,772,381	26,040,216	24,639,644	1,400,572
Business services	4,325,710	3,574,569	2,907,213	667,356
Maintenance and operations	37,447,403	37,160,104	33,755,228	3,404,876
Student transportation	19,138,381	19,986,008	18,671,513	1,314,495
Central support services	11,277,905	11,109,002	9,168,659	1,940,343
Other support services	2,940,426	5,591,960	5,276,548	315,412
Other non-instructional services	-	753,501	325,684	427,817
Total expenditures	409,879,607	429,014,937	392,788,873	36,226,064
Excess (deficiency) of revenues over (under) expenditures	(19,444,657)	(35,535,177)	2,742,680	38,277,857
OTHER FINANCING SOURCES (USES)				
Sale of capital assets	-	-	131,514	131,514
Transfers in	-	-	390,624	390,624
Transfers out	(230,266)	(230,266)	(351,805)	(121,539)
Total other financing sources (uses)	(230,266)	(230,266)	170,333	400,599
Net change in fund balances	$ (19,674,923)	$ (35,765,443)	$ 2,913,013	$ 38,678,456

The accompanying notes are an integral part of these financial statements.

CLAYTON COUNTY BOARD OF EDUCATION

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2016

	Business-type Activities - Enterprise Funds		
ASSETS	School Food Service	Nonmajor Performing Arts Center	Totals
CURRENT ASSETS			
Cash and cash equivalents	$ 13,078,520	$ -	$ 13,078,520
Receivables:			
Intergovernmental	297,051	-	297,051
Inventories	429,453	-	429,453
Due from other funds	-	279,453	279,453
Total current assets	13,805,024	279,453	14,084,477
CAPITAL ASSETS			
Buildings	-	7,308,375	7,308,375
Furniture and equipment	5,407,087	6,167	5,413,254
Total depreciable assets	5,407,087	7,314,542	12,721,629
Less accumulated depreciation	(4,305,259)	(3,879,602)	(8,184,861)
Total capital assets	1,101,828	3,434,940	4,536,768
Total assets	14,906,852	3,714,393	18,621,245
DEFERRED OUTFLOWS OF RESOURCES			
Pensions	323,053	-	323,053
Total deferred outflows of resources	323,053	-	323,053
LIABILITIES			
Accounts payable	82,100	1,246	83,346
Accrued payroll and payroll withholdings	2,452,800	-	2,452,800
Due to other funds	1,631,436	-	1,631,436
Unearned revenue	141,492	-	141,492
Net pension liability, due in more than one year	2,967,710	-	2,967,710
Total liabilities	7,275,538	1,246	7,276,784
DEFERRED INFLOWS OF RESOURCES			
Pensions	282,611	-	282,611
Total deferred inflows of resources	282,611	-	282,611
NET POSITION			
Investment in capital assets	1,101,828	3,434,940	4,536,768
Unrestricted	6,569,928	278,207	6,848,135
Total net position	$ 7,671,756	$ 3,713,147	$ 11,384,903

The accompanying notes are an integral part of these financial statements.

CLAYTON COUNTY BOARD OF EDUCATION

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Business-type Activities - Enterprise Funds		
	School Food Service	Nonmajor Performing Arts Center	Totals
OPERATING REVENUES			
Local sources	$ 680,996	$ 100,931	$ 781,927
Total operating revenues	680,996	100,931	781,927
OPERATING EXPENSES			
Food service operations	36,523,007	-	36,523,007
Enterprise operation	-	137,100	137,100
Maintenance and operations	295,912	-	295,912
Depreciation	222,505	146,167	368,672
Total operating expenses	37,041,424	283,267	37,324,691
Operating loss	(36,360,428)	(182,336)	(36,542,764)
NON-OPERATING REVENUES			
Intergovernmental revenues	37,403,625	-	37,403,625
Loss on disposal of assets	(20,353)	-	(20,353)
Total non-operating revenues	37,383,272	-	37,383,272
Income (loss) before capital contributions	1,022,844	(182,336)	840,508
Capital contribution	63,000	-	63,000
Change in net position	1,085,844	(182,336)	903,508
NET POSITION, beginning of year	6,585,912	3,895,483	10,481,395
NET POSITION, end of year	$ 7,671,756	$ 3,713,147	$ 11,384,903

The accompanying notes are an integral part of these financial statements.

CLAYTON COUNTY BOARD OF EDUCATION

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Business-type Activities - Enterprise Funds		
	School Food Service	Nonmajor Performing Arts Center	Totals
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from local sources	$ 696,355	$ 135,854	$ 832,209
Payments to suppliers	(19,310,322)	(38,706)	(19,349,028)
Payments to employees	(11,202,948)	(80,846)	(11,283,794)
Payments on behalf of employees	(4,294,121)	(16,302)	(4,310,423)
Net cash used in operating activities	(34,111,036)	-	(34,111,036)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Subsidy from federal and state grants	37,306,072	-	37,306,072
Net cash provided by noncapital financing activities	37,306,072	-	37,306,072
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of capital assets	(595,868)	-	(595,868)
Proceeds from capital contribution	63,000	-	63,000
Proceeds from disposition of capital assets	13,625	-	13,625
Net cash used in capital and related financing activities	(519,243)	-	(519,243)
Net increase in cash and cash equivalents	2,675,793	-	2,675,793
Cash and cash equivalents, beginning of year	10,402,727	-	10,402,727
Cash and cash equivalents, end of year	$ 13,078,520	$ -	$ 13,078,520

CLAYTON COUNTY BOARD OF EDUCATION

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Business-type Activities - Enterprise Funds		
	School Food Service	Nonmajor Performing Arts Center	Totals
Reconciliation of operating loss to net cash used in operating activities			
Operating loss	$ (36,360,428)	$ (182,336)	$ (36,542,764)
Adjustments to reconcile operating loss to net cash used in operating activities			
Depreciation	222,505	146,167	368,672
Decrease in accounts receivable	31	-	31
Decrease in due from other funds	19,163	34,923	54,086
Decrease in inventories	346,796	-	346,796
Increase in deferred outflows - pensions	(47,839)	-	(47,839)
Increase in accounts payable	2,592	1,246	3,838
Increase in due to other funds	1,499,587	-	1,499,587
Increase in accrued payroll and other withholdings	288,305	-	288,305
Decrease in deferred inflows - pensions	(583,672)	-	(583,672)
Increase in net pension liability	505,759	-	505,759
Decrease in unearned revenue	(3,835)	-	(3,835)
Net cash used in operating activities	$ (34,111,036)	$ -	$ (34,111,036)

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES

The School System received $2,433,234 in commodities from the United States Department of Agriculture during the fiscal year ended June 30, 2016.

The accompanying notes are an integral part of these financial statements.

CLAYTON COUNTY BOARD OF EDUCATION

STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUND
JUNE 30, 2016

	Agency Fund Student Activities
ASSETS	
Cash	$ 447,198
Total assets	$ 447,198
LIABILITIES	
Due to others	$ 447,198
Total liabilities	$ 447,198

The accompanying notes are an integral part of these financial statements.

Notes to Financial Statements

Clayton County
Public Schools

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Clayton County Board of Education (the "School System") operates under a Board/Superintendent form of government. The nine-member Board is elected by the public and the Board appoints the superintendent. These nine elected members have decision making authority, the power to designate management, and the ability to significantly influence operations. The Board determines the millage rate at which school taxes are levied and may incur bonded indebtedness with voter approval.

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the School System. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for services.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include: 1) charges to those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period. For this purpose, the School System considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, except for amounts related to reimbursement based grants, which are considered available when all eligibility criteria has been met. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The fiduciary fund financial statements are reported using the *accrual basis of accounting.*

Property taxes, sales taxes, intergovernmental grants, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period.

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 12-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 12-month period in which teachers are paid, funding the academic school year expenditures.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

At June 30, the amount of teachers' salaries incurred but not paid until July and August of the subsequent year is 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 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 Government Accounting Standards Board (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.

The School System reports the following major governmental funds:

The ***General Fund*** is the School System's primary operating fund. It accounts for all financial resources of the School System, except those required to be accounted for in another fund.

The ***Capital Projects Fund*** accounts for the proceeds of a one percent Special Purpose Local Option Sales Tax as well as revenues from local and state sources to be used for land and building acquisitions and construction and renovations of new educational and administrative facilities.

The School System reports the following major proprietary fund:

The ***School Food Service Fund*** accounts for the monies and commodities received from the federal and state governments and the School Food Service's cafeteria sales for the purpose of maintaining the School System's breakfast, lunch, and snack programs.

Additionally, the School System reports the following fund types:

The ***Special Revenue Funds*** account for Federal and state funded programs. These grants are awarded to the School System for the purpose of accomplishing specific educational tasks as defined in the grant agreements. These funds also contain several locally funded programs whose expenditures are limited to specific purposes. School Activity Funds are also reported as special revenue funds. The School Activity Funds are used to account for funds collected primarily through the fund raising efforts of the individual school. Each school's principal is responsible, under the authority of the Board, for collecting, controlling, disbursing, and accounting for his or her school's funds. All resources of the fund, including earnings on invested resources, may be used to support the schools' activities.

The ***Agency Fund*** is used to account for student club and class accounts.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus, Basis of Accounting and Basis of Presentation (Continued)

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the School System's school food service program and the General Fund. Elimination of these charges would distort the direct costs reported for the various functions concerned.

Amounts reported as *program revenues* include: 1) charges for services provided, 2) operating grants and contributions, and 3) capital grants and contributions. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *non-operating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges for goods and services provided. Operating expenses of the enterprise funds include the cost of these goods and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the School System's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Cash and Investments

The School System's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

E. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year as well as all other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances".

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. On-Behalf Payments

The State of Georgia makes certain pension plan payments on behalf of the School System for its employees. The School System records these payments as both a revenue and expenditure in the General Fund. The total of the on-behalf payments for the fiscal year ended June 30, 2016 was $912,040.

G. Inventories and Prepaid Items

Inventories are stated at cost using the first-in, first-out method. Donated food commodities are recorded at fair value. The School System utilizes the consumption method to recognize inventory usage. Under the consumption method, inventories are recorded as expenses when used rather than when purchased.

Payments made to vendors for services that will benefit periods beyond year-end are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting expenditure/expense in the year in which services are consumed.

H. Non-Monetary Transactions

The School System received from the United States Department of Agriculture through the Georgia Department of Education approximately $2,433,234 in donated food commodities for its lunchroom programs. The federally assigned value of these commodities is reflected as revenue and an expense in the financial statements.

I. Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the School System as assets with an initial, individual cost of more than $5,000. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Capital Assets (Continued)

Property, plant and equipment are depreciated using the straight-line method over the following estimated useful lives:

Asset	Years
Improvements	20-50
Buildings	20-50
Machinery and equipment	4-10

J. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Other than the pension related items discussed below, the School System did not have any items that qualified for reporting in this category for the year ended June 30, 2016.

In addition to liabilities, the statement of financial position and the governmental funds balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of fund balance that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Other than the pension related items discussed below, the School System has only one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes, and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available.

K. 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), the Public School Employees Retirement System (PSERS), and the Employees' Retirement System (ERS), and additions to/deductions from each plan's fiduciary net position have been determined on the same basis as they are reported by each 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.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Pensions(Continued)

The School System also had deferred inflows and outflows related to the recording of changes in its net pension liability. Certain changes in the net pension liability are recognized as pension expense over time instead of all being recognized in the year of occurrence. Experience gains or losses result from periodic studies by the plan's actuary which adjust the net pension liability for actual experience for certain trend information that was previously assumed, for example the assumed dates of retirement of plan members. These experience gains or losses are recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining service life of plan members. Changes in actuarial assumptions which adjust the net pension liability are also recorded as deferred outflows of resources or deferred inflows of resources and are amortized into pension expense over the expected remaining lives of plan members. The difference between projected investment return on pension investments and actual return on those investments is also deferred and amortized against pension expense over a five year period. Additionally, any contributions made by the School System to the pension plan before year-end but subsequent to the measurement date of the School System's net pension liability are reported as deferred outflows of resources.

L. Long-Term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. In the fund financial statements, governmental fund types report the face amount of debt issued as other financing sources.

M. Compensated Absences

It is the School System's policy to permit employees to accumulate unused vacation and sick pay benefits. Accumulated unpaid sick leave benefits do not vest and therefore are not accrued in any fund, but are recognized as expenditures or expenses when incurred. Accumulated unpaid vacation pay is accrued when incurred in the government-wide and proprietary fund financial statements.

N. 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".

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Fund Equity (Continued)

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

Nonspendable: Fund balances that are not in spendable form (e.g., prepaid items) or are legally or contractually required to be maintained intact (e.g., permanent fund principal).

Restricted: Fund balances that can be spent only for the specific purposes stipulated by external parties, either constitutionally or through enabling legislation (e.g., grants or donations).

Committed: Fund balances that can be used only for the specific purposes determined by an approved resolution of the Clayton County Board of Education. Commitments may be changed or lifted only by referring to formal action that imposed the original constraint on the fund (e.g., the School System's commitment in connection with future construction projects).

Assigned: Fund balances intended to be used by the School System for specific purposes. Pursuant to the fund balance policy, intent can be expressed by the Clayton County Board of Education or by a designee to whom the Clayton County Board of Education delegates authority. In governmental funds other than the General Fund, assigned fund balance represents the amount that is not restricted or committed. This indicates that resources in other governmental funds are, at minimum, intended to be used for the purpose of that fund.

Unassigned: Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criteria. The School System reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balances may be reported in all funds.

The responsibility for designating funds to specific classifications is as follows:

Committed: The Clayton County Board of Education is the School System's highest level of decision-making authority, and the formal action that is required to be taken to establish, modify, or rescind a fund balance commitment is a resolution approved by the Board.

Assigned: The Clayton County Board of Education has authorized the Superintendent and the Chief Financial Officer as officials authorized to assign fund balance to a specific purpose as approved by this fund balance policy.

When multiple categories of fund balance are available for expenditures (e.g., a project is being funded partly by a grant, funds set aside by the Clayton County Board of Education, and unassigned fund balance), the School System will start with the most restricted category and spend those funds first before moving down to the next category with available funds.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

O. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that "long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds." The details of this $333,648,682 difference are as follows:

Workers' compensation claims payable	$	(2,658,555)
Compensated absences		(3,716,292)
Net pension liability		(331,875,617)
Pensions - deferred inflows of resources		(31,598,562)
Pensions - deferred outflows of resources		36,200,344
Net adjustment to reduce *fund balance - total governmental funds* to arrive at *net position - governmental activities*	$	(333,648,682)

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS AND FUND FINANCIAL STATEMENTS (CONTINUED)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense." The details of this $3,599,273 difference are as follows:

Capital outlay	$	22,807,602
Depreciation expense		(19,208,329)
Net adjustment to increase *net changes in fund balances - total governmental funds* to arrive at *changes in net position of governmental activities*	$	3,599,273

Another element of that reconciliation states that "some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds." The details of this $15,100,550 difference are as follows:

Compensated absences	$	(202,080)
Workers' compensation claims payable		(42,532)
Claims and judgments payable		1,362,564
Change in net pension liability and deferred inflows and outflows related to pension activity		13,982,598
Net adjustment to increase *net change in fund balances - governmental funds* to arrive at *change in net position - governmental activities*	$	15,100,550

NOTE 3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Budgets. The School System adopts annual budgets for its general and special revenue funds, except that an annual budget is not adopted for the School Discretionary, WorkTec, and Race to the Top special revenue funds. The School System does not employ encumbrance accounting and, accordingly, all appropriations lapse at year-end. After the School System has tentatively adopted a budget, such budget is advertised at least one time in a local newspaper of general circulation. At the next regular meeting of the Board members after the advertisement, the budget is revised as necessary and adopted as the final budget. This final budget is then submitted to the Georgia Department of Education in accordance with provisions of the Quality Basic Education Act (QBE).

The level of budgetary control (the level at which expenditures may not exceed appropriations) is at the fund level.

The Statement of Revenues and Expenditures – Budget (Non-GAAP) to Actual presents actual and budget data for the General Fund. To facilitate comparison with the budget, adjustments have been made to actual revenues and expenditures to reflect actual amounts on the budget basis.

The primary differences between the budget basis and the accounting principles generally accepted in the United States of America ("GAAP") are:

a. State QBE revenue is recorded when received (budget) rather than when susceptible to accrual (GAAP).

b. Salaries and employee benefits paid to teachers under contract are recorded when paid (budget) rather than when the liability is incurred (GAAP).

c. Payments made by the State of Georgia for School System employee benefits are recognized as revenues and expenditures under GAAP and are not recognized on the budget basis.

Adjustments necessary to convert the General Fund's net change in fund balance from the GAAP basis to the budgetary basis are as follows:

GAAP basis net change in fund balance	$	4,871,137
Adjustment for:		
State QBE revenue		(2,146,196)
Salaries and employee benefits		188,072
State paid employee benefit revenue		(912,040)
State paid employee benefit expenditures		912,040
Budget basis net change in fund balance	$	2,913,013

NOTE 4. DEPOSITS AND INVESTMENTS

Credit Risk. State statutes authorize the School System to invest in: obligations of the United States, the State of Georgia and other political subdivisions of the State of Georgia, and other states; prime bankers' acceptances; repurchase agreements; and the Georgia local government investment pool (Georgia Fund 1).

The local government investment pool, "Georgia Fund 1," created by OCGA 36-83-8, is a stable asset value investment pool, which follows Standard and Poor's criteria for AAAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal ($1 per share value). The asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participants' shares sold and redeemed based on $1 per share. The pool also adjusts the value of its investments to fair market value as of year-end and the Board of Education's investment in the Georgia Fund 1 is reported at fair value. The Board of Education considers amounts held in Georgia Fund 1 as cash equivalents for financial statement presentation. The School System does not have a policy for credit risk beyond the types of investments authorized by Georgia State law.

At June 30, 2016, the School System had the following investments:

Investment	Maturities	Fair Value
Georgia Fund 1	42 day weighted average	$ 1,379,294

Interest Rate Risk. The School System does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Custodial Credit Risk – Deposits. Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal and state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2016, the School System's bank balance was fully collateralized.

NOTE 5. RECEIVABLES

Receivables at June 30, 2016, for the School System's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General	Capital Projects	Nonmajor Governmental Funds	School Food Service	Total
Intergovernmental	$ 34,868,843	$ 1,932,363	$ 8,405,690	$ 297,051	$ 45,503,947
Taxes	13,943,267	4,473,437	-	-	18,416,704
Accounts	92,298	-	776	-	93,074
	48,904,408	6,405,800	8,406,466	297,051	64,013,725
Less allowance for uncollectible	(5,989,719)	-	-	-	(5,989,719)
Net total receivable	$ 42,914,689	$ 6,405,800	$ 8,406,466	$ 297,051	$ 58,024,006

Intergovernmental receivables consist of grant reimbursements due primarily from the Georgia Department of Education, sales taxes which are collected by the state on the School System's behalf, and property taxes collected by Clayton County Tax Commissioner on the School System's behalf.

NOTE 6. PROPERTY TAXES

Clayton County bills and collects property taxes for the School System. Property taxes are levied (assessed) on all taxable real, public utility and personal property (including vehicles) located within the County as of January 1st of each year. State law limits the School System's tax levy for operations to 20 mills (one mill equals $1 per thousand dollars of assessed value). Assessed values for property tax purposes are determined by the Clayton County Board of Tax Assessors for all property except public utilities and motor vehicles. Assessed value is set at 40% of market value. The State of Georgia establishes values for public utilities and motor vehicles.

Real property taxes were levied on September 15, 2015 and were due November 15, 2015. Clayton County may place liens on property once the related tax payments become delinquent. The property tax receivable allowance is equal to 50% of outstanding property taxes at June 30, 2016, net of amounts collected within 60 days of year-end.

Vehicle personal property taxes are due upon each respective payor's date of birth on an annual basis.

NOTE 7. CAPITAL ASSETS

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

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	$ 33,647,096	$ -	$ -	$ -	$ 33,647,096
Construction in progress	39,634,155	19,315,965	-	(41,070,559)	17,879,561
Total	73,281,251	19,315,965	-	(41,070,559)	51,526,657
Capital assets, being depreciated:					
Buildings	778,019,070	-	-	41,070,559	819,089,629
Improvements	4,831,696	-	-	-	4,831,696
Machinery and equipment	46,279,681	3,491,637	(1,285,645)	-	48,485,673
Total	829,130,447	3,491,637	(1,285,645)	41,070,559	872,406,998
Less accumulated depreciation for:					
Buildings	(169,909,957)	(15,810,787)	-	-	(185,720,744)
Improvements	(2,591,673)	(183,210)	-	-	(2,774,883)
Machinery and equipment	(32,049,309)	(3,214,332)	1,285,645	-	(33,977,996)
Total	(204,550,939)	(19,208,329)	1,285,645	-	(222,473,623)
Total capital assets, being depreciated, net	624,579,508	(15,716,692)	-	41,070,559	649,933,375
Governmental activities capital assets, net	$ 697,860,759	$ 3,599,273	$ -	$ -	$ 701,460,032
Business-type activities:					
Capital assets, being depreciated:					
Buildings	$ 7,308,375	$ -	$ -	$ -	$ 7,308,375
Machinery and equipment	5,554,956	595,868	(737,570)	-	5,413,254
Total	12,863,331	595,868	(737,570)	-	12,721,629
Less accumulated depreciation for:					
Buildings	(3,727,267)	(146,167)	-	-	(3,873,434)
Machinery and equipment	(4,792,514)	(222,505)	703,592	-	(4,311,427)
Total	(8,519,781)	(368,672)	703,592	-	(8,184,861)
Business-type activities capital assets, net	$ 4,343,550	$ 227,196	$ (33,978)	$ -	$ 4,536,768

NOTE 7. CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to functions/programs of the School System as follows:

Governmental activities:		
Instruction	$	15,905,873
Pupil services		5,135
Improvement of instructional services		55,758
Educational - media services		851
General administration		145,997
School administration		245,804
Business administration		1,867
Maintenance and operations		255,964
Student transportation		1,747,926
Central support services		673,215
Other non-instructional services		169,939
Total depreciation expense - governmental activities	$	19,208,329
Business-type activities:		
School food services	$	222,505
Performing arts center		146,167
Total depreciation expense - business-type activities	$	368,672

NOTE 8. LONG-TERM DEBT

Changes in long-term debt for the year ended June 30, 2016, are as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Claims payable	$ 3,978,587	$ 2,155,919	$ (3,475,951)	$ 2,658,555	$ 2,364,706
Compensated absences	3,514,212	1,919,967	(1,717,887)	3,716,292	1,615,882
Net pension liability	275,275,816	86,995,312	(30,395,511)	331,875,617	-
Governmental activities Long-term liabilities	$ 282,768,615	$ 91,071,198	$ (35,589,349)	$ 338,250,464	$ 3,980,588
Business-type activities:					
Compensated absences	$ 89,011	$ 37,627	$ (47,282)	$ 79,356	$ 37,106
Net pension liability	2,461,951	807,076	(301,317)	2,967,710	-
Business-type activities Long-term liabilities	$ 2,550,962	$ 844,703	$ (348,599)	$ 3,047,066	$ 37,106

The balance of claims payable, $2,658,555, is related to workers' compensation claims. For governmental activities, compensated absences and claims payable are liquidated primarily by the General Fund. For business-type activities, compensated absences are liquidated primarily by the School Food Service Fund.

NOTE 9. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of June 30, 2016, is as follows:

Due to/from other funds:

	Due from			
Due to	General	School Food Service Fund	Nonmajor Governmental Funds	Total
General Fund	$ -	$ 1,631,436	$ 4,398,147	$ 6,029,583
Nonmajor governmental funds	35,000	-	1,029,071	1,064,071
Nonmajor enterprise funds	-	-	279,453	279,453
	$ 35,000	$ 1,631,436	$ 5,706,671	$ 7,373,107

NOTE 9. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (CONTINUED)

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers:

Transfers in	Transfers out		
	General Fund	Nonmajor Governmental Funds	Total
General	$ -	390,624	390,624
Nonmajor Governmental Funds	351,805	-	351,805
Total	$ 351,805	$ 390,624	$ 742,429

Transfers are used to (1) move revenues from the fund that the statute or budget requires to collect them to the fund that the statute or budget requires to expend them, and (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 10. RETIREMENT PLANS

Teachers Retirement System

Plan Description

All teachers of the School System as defined in §47-3-60 of the Official Code of Georgia Annotated (O.C.G.A.) and certain other support personnel as defined by §47-3-63 are provided a pension through the Teachers Retirement System of Georgia (TRS). TRS, a cost-sharing multiple-employer defined benefit pension plan, is administered by the TRS Board of Trustees (TRS Board). Title 47 of the O.C.G.A. 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.

NOTE 10. RETIREMENT PLANS (CONTINUED)

Benefits Provided

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.

Contributions

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 System's contractually required contribution rate for the year ended June 30, 2016 was 14.27% of annual School System payroll. School System contributions to TRS were $36,310,952 for the year ended June 30, 2016.

NOTE 10. RETIREMENT PLANS (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

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 System were as follows:

School System's proportionate share of the net pension liability	$ 334,483,765
State of Georgia's proportionate share of the net pension liability associated with the School System	683,558
Total	$ 335,167,323

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 School System'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 School System's proportion was 2.197081%, which was an increase of 0.000724% from its proportion measured as of June 30, 2014.

For the year ended June 30, 2016, the School System recognized pension expense of $22,342,513 and revenue of $(23,585) for support provided by the State of Georgia for certain support personnel. At June 30, 2016, the School System 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
Differences between expected and actual experience	$ -	$ 2,941,957
Net difference between projected and actual earnings on pension plan investments	-	28,214,057
Changes in proportion and differences between School System contributions and proportionate share of contributions	99,634	696,343
School System contributions subsequent to the measurement date	36,310,952	-
Total	$ 36,410,586	$ 31,852,357

NOTE 10. RETIREMENT PLANS (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

School System contributions, subsequent to the measurement date, of $36,310,952 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, 2016. 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:	
2017	$ (13,983,038)
2018	(13,983,038)
2019	(13,983,060)
2020	10,331,730
2021	(135,317)

Actuarial Assumptions

The total pension liability as of June 30, 2016, was determined by an actuarial valuation as of June 30, 2015 using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3%
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.

NOTE 10. RETIREMENT PLANS (CONTINUED)

Actuarial Assumptions (Continued)

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 shown are net of the 3.00% assumed rate of inflation.

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.

NOTE 10. RETIREMENT PLANS (CONTINUED)

Sensitivity of the School System's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the School System's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the School System'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 (6.50%)	Current discount rate (7.50%)	1% Increase (8.50%)
School System's proportionate share of the net pension liability	$ 574,785,062	$ 334,483,765	$ 136,418,319

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued TRS financial report which is publically available at www.trsga.com/publications.

Public School Employees Retirement System (PSERS)

Plan Description

PSERS is a cost-sharing multiple-employer defined benefit pension plan established by the Georgia General Assembly in 1969 for the purpose of providing retirement allowances for public school employees who are not eligible for membership in the Teachers Retirement System of Georgia. The ERS Board of Trustees, plus two additional trustees, administers PSERS. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. PSERS issues a publicly available financial report that can be obtained at www.ers.ga.gov/formspubs/formspubs.

Benefits Provided

A member may retire and elect to receive normal monthly retirement benefits after completion of ten years of creditable service and attainment of age 65. A member may choose to receive reduced benefits after age 60 and upon completion of ten years of service.

NOTE 10. RETIREMENT PLANS (CONTINUED)

Benefits Provided (Continued)

Upon retirement, the member will receive a monthly benefit of $14.75, multiplied by the number of years of creditable service. Death and disability benefits are also available through PSERS. Additionally, PSERS may make periodic cost-of-living adjustments to the monthly benefits. Upon termination of employment, member contributions with accumulated interest are refundable upon request by the member. However, if an otherwise vested member terminates and withdraws his/her member contribution, the member forfeits all rights to retirement benefits.

Contributions

The general assembly makes an annual appropriation to cover the employer contribution to PSERS on behalf of local school employees (bus drivers, cafeteria workers, and maintenance staff). The annual employer contribution required by statute is actuarially determined and paid directly to PSERS by the State Treasurer in accordance with O.C.G.A. §47-4-29(a) and 60(b). 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.

Individuals who became members prior to July 1, 2012 contribute $4 per month for nine months each fiscal year. Individuals who became members on or after July 1, 2012 contribute $10 per month for nine months each fiscal year. The State of Georgia, although not the employer of PSERS members, is required by statute to make employer contributions actuarially determined and approved and certified by the PSERS Board of Trustees.

Pension Liabilities and Pension Expense

At June 30, 2016, the School System did not have a liability for a proportionate share of the net pension liability of PSERS because of the related State of Georgia support. The amount of the State's proportionate share of the net pension liability associated with the School System is as follows:

State of Georgia's proportionate share of the net pension liability associated with the School System	$ 4,487,155

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 State's proportion of the net pension liability associated with the School System was based on actuarially determined contributions paid by the State during the fiscal year ended June 30, 2015.

NOTE 10. RETIREMENT PLANS (CONTINUED)

For the year ended June 30, 2016, the School System recognized pension expense of $267,588 and revenue of $267,588 for support provided by the State of Georgia.

Actuarial Assumptions

The total pension liability 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 increase	N/A
Investment rate of return	7.50%, net pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Mortality Table set forward one year for males for the period after service retirement, for dependent beneficiaries, and for deaths in active service, and the RP-2000 Disabled Mortality Table set back two years for males and set forward one year for females for the period after disability retirement.

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 returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset 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 shown are net of the 3% assumed rate of inflation.

NOTE 10. RETIREMENT PLANS (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 non-employer 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.

Employees' Retirement System (ERS)

Plan Description

ERS is a cost-sharing multiple-employer defined benefit pension plan established by the Georgia General Assembly during the 1949 Legislative Session for the purpose of providing retirement allowances for employees of the State of Georgia and its political subdivisions. ERS is directed by a Board of Trustees. Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. ERS issues a publicly available financial report that can be obtained at www.ers.ga.gov/formspubs/formspubs.

Benefits Provided

The ERS Plan supports three benefit tiers: Old Plan, New Plan, and Georgia State Employees' Pension and Savings Plan (GSEPS). Employees under the Old Plan started membership prior to July 1, 1982 and are subject to plan provisions in effect prior to July 1, 1982. Members hired on or after July 1, 1982 but prior to January 1, 2009 are New Plan members subject to modified plan provisions. Effective January 1, 2009, new state employees and rehired state employees who did not retain membership rights under the Old or New Plans are members of GSEPS. ERS members hired prior to January 1, 2009 also have the option to irrevocably change their membership to GSEPS.

Under the Old Plan, the New Plan, and GSEPS, a member may retire and receive normal retirement benefits after completion of 10 years of creditable service and attainment of age 60 or 30 years of creditable service regardless of age. Additionally, there are some provisions allowing for early retirement after 25 years of creditable service for members under age 60.

NOTE 10. RETIREMENT PLANS (CONTINUED)

Benefits Provided (Continued)

Retirement benefits paid to members are based upon the monthly average of the member's highest 4 consecutive calendar months, multiplied by the number of years of creditable service, multiplied by the applicable benefit factor. Annually, post-retirement cost-of-living adjustments may also be made to members' benefits, provided the members were hired prior to July 1, 2009. The normal retirement pension is payable monthly for life; however, options are available for distribution of the member's monthly pension, at reduced rates, to a designated beneficiary upon the member's death. Death and disability benefits are also available through ERS.

Contributions

Member contributions under the Old Plan are 4% of annual compensation, up to $4,200, plus 6% of annual compensation in excess of $4,200. Under the Old Plan, the state pays member contributions in excess of 1.25% of annual compensation. Under the Old Plan, these state contributions are included in the members' accounts for refund purposes and are used in the computation of the members' earnable compensation for the purpose of computing retirement benefits. Member contributions under the New Plan and GSEPS are 1.25% of annual compensation. The School System's contractually required contribution rate, actuarially determined annually, for the year ended June 30, 2016 was 24.72% of annual covered payroll for Old and New Plan members and 21.69% for GSEPS members. The School System's contributions to ERS totaled $32,003 for the year ended June 30, 2016. 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.

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 of ERS in the amount of $359,561. 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 School System's proportion of the net pension liability was based on contributions to ERS during the fiscal year ended June 30, 2015. At June 30, 2015, the School System's proportion was 0.008875%, which was an increase of 0.002022% from its proportion measured as of June 30, 2014.

NOTE 10. RETIREMENT PLANS (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

For the year ended June 30, 2016, the School System recognized pension expense of $96,899. At June 30, 2016, the School System 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
Difference between expected and actual experience	$ -	$ 2,873
Net difference between projected and actual earnings on pension plan investments	-	25,943
Changes in proportion and differences between Employer contributions and proportionate share of contributions	80,808	-
Employer contributions subsequent to the measurement date	32,003	-
Total	$ 112,811	$ 28,816

School System contributions subsequent to the measurement date of $32,003 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, 2016. 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:	
2017	$ 48,460
2018	6,348
2019	(11,563)
2020	8,747

NOTE 10. RETIREMENT PLANS (CONTINUED)

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 increase	5.45 - 9.25%, 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 the periods after service retirement, for dependent beneficiaries, and for deaths in active service, and the RP-2000 Disabled Mortality Table set back eleven years for males for the period after disability retirement.

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 shown are net of the 3% assumed rate of inflation.

NOTE 10. RETIREMENT PLANS (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 School System's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the School System's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what the School System'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 (6.50%)	Current discount rate (7.50%)	1% Increase (8.50%)
Employer's proportionate share of the net pension liability	$ 509,691	$ 359,562	$ 231,570

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued ERS financial report which is publically available at www.ers.ga.gov/formspubs/formspubs.

Aggregate Amounts

Aggregated amounts for all pensions plans are as follows:

	TRS	ERS	PSERS	Total
Net pension liability	$ 334,483,765	$ 359,562	$ -	$ 334,843,327
Deferred outflows	36,410,586	112,811	-	36,523,397
Deferred inflows	31,852,357	28,816	-	31,881,173
Pension expense	22,342,513	96,899	267,588	22,707,000

NOTE 11. OTHER POST-EMPLOYMENT BENEFITS

Georgia Retiree Health Benefit Fund

Plan Description. The School System participates in the Georgia Retiree Health Benefit Fund ("GRHBF"), a cost-sharing multiple-employer defined benefit post-employment healthcare plan administered by the State of Georgia Department of Community Health. GRHBF provides health insurance benefits to eligible retirees and their qualified beneficiaries. Pursuant to Title 45, Chapter 18 of the Official Code of Georgia Annotated, the authority to establish and amend the benefit provisions of the plan is assigned to the Board of the State of Georgia Department of Community Health. The Department of Community Health issues a publicly available financial report that includes financial statements and required supplementary information for GRHBF. That report may be obtained from the Department of Community Health at 2 Peachtree Street, Atlanta, Georgia 30303.

Funding Policy. The contribution requirements of plan members and participating employers are established and may be amended by the Board of the State of Georgia Department of Community Health. Contributions of plan members or beneficiaries receiving benefits vary based on plan election, dependent coverage, and Medicare eligibility and election.

Participating state employers, including local Boards of Education, are statutorily required to contribute in accordance with the employer contribution rate established by the Board. The contribution rate is established to fund both the active and retired employee health insurance plans based on projected pay-as-you-go financing requirements. The combined rate for the active and retiree plans (pay-as-you go basis) for the fiscal year ended June 30, 2016, were as follows:

Certified employees

Period	Required Contribution
July 2015 - June 2016	$945.00 Per member per month

Classified employees

Period	Required Contribution
July 2015 - December 2015	$596.20 Per member per month
January 2016 - June 2016	$746.20 Per member per month

Currently, the state is requiring that local Boards of Education pay only on active employees. The School System's contribution to the health insurance plans for the fiscal years ended June 30, 2016, 2015, and 2014 were $47,850,840, $45,652,108 and $45,077,969, respectively, which equaled the required contribution. Currently, the State of Georgia has been making the remaining contributions to fund the pay-as-you-go financing on behalf of all local Boards of Education (see Note 1 for discussion of on-behalf payments).

NOTE 12. RISK MANAGEMENT

The School System is exposed to various risks of loss for claims associated with torts; theft of, damage to and destruction of assets; errors and omissions; natural disaster; Workers' Compensation; unemployment compensation; and dental benefits. The School System is self-insured for workers' compensation. The School System purchases commercial insurance for all other risks of loss. The School System has not experienced any significant reduction in insurance coverage from the previous years nor has it paid any settlements in excess of insurance coverage in the past three years.

Workers' Compensation

The School System is partially self-insured for Workers' Compensation claims of its employees. Claims exceeding $250,000, but less than $2,000,000 per occurrence are covered through a private insurance carrier. The School System is liable for any other claims filed. The School System has entered into a contract with a third party to administer the program. Activity is accounted for in the General Fund.

Changes in the balances of workers' compensation claims liabilities for the past two fiscal years for which the School System is self-insured are as follows:

Workers' Compensation	**June 30, 2016**	June 30, 2015
Unpaid claims, beginning of fiscal year	$ 2,616,023	$ 2,764,536
Incurred claims (including IBNRs)	2,155,919	2,146,390
Claim payments and changes in estimates	(2,113,387)	(2,294,903)
Unpaid claims, end of fiscal year	$ 2,658,555	$ 2,616,023

NOTE 13. COMMITMENTS AND CONTINGENCIES

The School System is involved in a number of legal matters which either have or could result in litigation. Although the outcome of these lawsuits is not presently determinable, in the opinion of the School System's legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the School System.

The School System participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the School System has not complied with the rules and regulations governing grants, refunds of any money received may be required and the collectibility of any related receivable at June 30, 2016, may be impaired. In the opinion of the School System, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying financial statements for such contingencies.

NOTE 13. COMMITMENTS AND CONTINGENCIES

The School System is committed under outstanding construction contracts in the Capital Projects Fund in the amount of $61,588,523. Construction contracts include new school construction and expansion and renovation of existing facilities.

CLAYTON COUNTY BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS RETIREMENT SYSTEM OF GEORGIA
FOR THE YEAR ENDED JUNE 30, 2016

	2016	2015
School System's proportion of the net pension liability	2.197081%	2.196357%
School System's proportionate share of the net pension liability	$ 334,483,765	$ 277,480,737
State of Georgia's proportionate share of the net pension liability associated with the School System	683,558	572,053
Total	$ 335,167,323	$ 278,052,790
School System's covered-employee payroll	$ 235,884,198	$ 224,071,946
School System's proportionate share of the net pension liability as a percentage of its covered-employee payroll	141.80%	123.84%
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.

CLAYTON COUNTY BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
TEACHERS RETIREMENT SYSTEM OF GEORGIA
FOR THE YEAR ENDED JUNE 30, 2016

	2016	2015
Contractually required contribuitions	$ 36,310,952	$ 31,018,772
Contributions in relation to the contractually required contribution	36,310,952	31,018,772
Contribution deficiency (excess)	-	-
School System's covered-employee payroll	$ 254,456,566	$ 235,884,198
Contributions as a percentage of covered-employee payroll	14.27%	13.15%

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

Changes of assumptions

In 2010 and later, the expectation of retired life mortality was changed to the RP-2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2010. In 2010, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience. In 2010, assumed rates of salary increases 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 the year ended June 30, 2016 reported in that schedule:

Valuation date	June 30, 2013
Actuarial cost method	Entry age
Amortization method	Level percentage of payroll, closed
Remaining amortization period	30 years
Asset valuation method	Five-year smoothed market
Inflation rate	3.00%
Salary increases	3.75% - 7.00%, including inflation
Investment rate of return	7.50%, net of pension plan investment expense, including inflation

CLAYTON COUNTY BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM
FOR THE YEAR ENDED JUNE 30, 2016

	2016	2015
School System's proportion of the net pension liability	0.00%	0.00%
School System's proportionate share of the net pension liability	-	-
State of Georgia's proportionate share of the net position liability associated with the School System	$ 4,487,155	$ 3,516,516
Total	$ 4,487,155	$ 3,516,516
School System's covered-employee payroll	$ 21,459,053	$ 19,768,819
School System's proportionate share of the net pension liability as a percentage of its covered-employee payroll	N/A	N/A
Plan fiduciary net position as a percentage of the total pension liability	87.00%	88.29%

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

CLAYTON COUNTY BOARD OF EDUCATION

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM
FOR THE YEAR ENDED JUNE 30, 2016

Changes of assumptions

The last experience investigation was prepared for the five-year period ending June 30, 2009, and based on the results of the investigation various assumptions and methods were revised and adopted by the board on December 16, 2010. The next experience investigation will be prepared for the period July 1, 2009 through June 30, 2014.

CLAYTON COUNTY BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
EMPLOYEES' RETIREMENT SYSTEM
FOR THE YEAR ENDED JUNE 30, 2016

	2016	2015
School System's proportion of the net pension liability	0.008875%	0.006853%
School System's proportionate share of the net pension liability	$ 359,562	$ 257,030
School System's covered-employee payroll	$ 202,910	$ 154,312
School System's proportionate share of the net pension liability as a percentage of its covered-employee payroll	177.20%	166.57%
Plan fiduciary net position as a percentage of the total pension liability	76.20%	77.99%

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

CLAYTON COUNTY BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
EMPLOYEES' RETIREMENT SYSTEM
FOR THE YEAR ENDED JUNE 30, 2016

	2016	2015
Contractually required contributions	$ 32,003	$ 44,559
Contributions in relation to the contractually required contribution	32,003	44,559
Contribution deficiency (excess)	-	-
School System's covered-employee payroll	$ 129,462	$ 202,910
Contributions as a percentage of covered-employee payroll	24.72%	21.96%

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

Changes of assumptions

There were no changes in assumptions or benefits that affect the measurement of the total pension liability since the prior measurement date.

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 the year ended June 30, 2016 reported in that schedule:

Valuation date	June 30, 2013
Actuarial cost method	Entry age
Amortization method	Level dollar, closed
Remaining amortization period	30 years
Asset valuation method	Five-year smoothed market
Inflation rate	3.00%
Salary increases	5.45%-9.25%
Investment rate of return	7.50%, net of pension plan investment expense, including inflation

Supplemental Income

Clayton County
Public Schools

Combining Fund Schedules

Clayton County
Public Schools

CLAYTON COUNTY BOARD OF EDUCATION

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

The **Adult Education Fund** is used to account for federal grant funds passed through the Georgia Department of Technical and Adult Education for the purpose of providing a vocational curriculum program for adults.

The **After School Program Fund** is used to account for the after school program in place at all Clayton County elementary schools. Revenues consist of fees paid for the after school care of students.

The **Athletics Fund** is used to account for athletic events held on behalf of Clayton County's schools. Revenues consist primarily of ticket and concession sales.

The **Lottery Fund** is used to account for state grant funds flowing through the State of Georgia Department of Education for various programs as established by the state.

The **South Metro Fund** is used to account for the development center for children with physical and mental handicaps.

The **Title I Fund** is used to account for federal grant funds passed through the State of Georgia Department of Education to the School System to provide remedial education in the areas of reading and math and to provide a special education program for children who are physically handicapped.

The **Title II Fund** is used to account for federal grant funds passed through the State of Georgia Department of Education to the School System for the purpose of training teachers in math, science, foreign language, and computer science programs.

The **Title III Fund** is used to account for federal grant funds passed through the State of Georgia Department of Education to the School System for the purpose of providing assistance to limited English proficient children and youth in Clayton County schools in attaining English proficiency.

The **All Other Special Revenue Funds** is used to account for the activities of various other programs funded by local, state and federal funds.

The **Title VI-B Preschool Fund** is used to account for federal funds authorized by the Individuals with Disabilities Education Act that are passed through the State of Georgia Department of Education to the School System for the purpose of providing special education programs for children with disabilities ages three to five.

CLAYTON COUNTY BOARD OF EDUCATION

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS (CONTINUED)

The **Title VI-B Fund** is used to account for federal funds in connection with the Individuals with Disabilities Education Act that are passed through the State of Georgia Department of Education to the School System for the purpose of providing special education programs for children in pre-kindergarten through 12th grade.

The **Vocational Programs Fund** is used to account for federal grant funds passed through the State of Georgia Department of Education to the School System for the purpose of providing a vocational curriculum program.

The **WorkTec Fund** is used to account for the activities of the WorkTec Rehabilitation Center, which assists economically, academically, and physically disadvantaged youths in preparing for or engaging in gainful employment. Programs are funded primarily by federal awards or federal service contracts.

The **Race To The Top Fund** is used to account for federal grant funds passed through the State of Georgia to the School System for the purpose of implementing coherent, compelling, and comprehensive education reform.

The **School Discretionary Fund** is used to account for the portion of the school activity resources used for general governmental expenditures.

CLAYTON COUNTY BOARD OF EDUCATION

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2016

	Special Revenue Funds			
ASSETS	**Adult Education**	**After School Program**	**Athletics**	**Lottery**
Cash	$ -	$ -	$ 7,794	$ -
Receivables:				
Accounts	-	-	-	-
Intergovernmental	95,995	-	-	-
Due from other funds	2,583	569,989	35,000	303,070
Total assets	$ 98,578	$ 569,989	$ 42,794	$ 303,070
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	$ 711	$ -	$ 1,505	$ 15,263
Intergovernmental accounts payable	-	-	-	-
Accrued payroll and payroll withholdings	4,224	-	-	287,807
Other current liabilities	-	-	70	-
Unearned revenue	-	-	-	-
Due to other funds	93,643	-	40,072	-
Total liabilities	98,578	-	41,647	303,070
FUND BALANCES				
Assigned for student programs	-	569,989	1,147	-
Total fund balances	-	569,989	1,147	-
Total liabilities and fund balances	$ 98,578	$ 569,989	$ 42,794	$ 303,070

Special Revenue Funds					
South Metro	Title I	Title II	Title III	All Other Special Revenue
$ -	$ -	$ -	$ -	$ -
776	-	-	-	-
1,106,158	4,868,120	173,887	55,522	220,810
-	60,850	-	268	75,378
$ 1,106,934	$ 4,928,970	$ 173,887	$ 55,790	$ 296,188
$ 69,735	$ 786,613	$ 10,665	$ 1,289	$ 35,472
-	-	-	268	-
447,394	556,996	72,110	-	24,243
-	-	-	-	-
-	-	-	-	6,750
589,805	3,585,361	91,112	54,233	211,995
1,106,934	4,928,970	173,887	55,790	278,460
-	-	-	-	17,728
-	-	-	-	17,728
$ 1,106,934	$ 4,928,970	$ 173,887	$ 55,790	$ 296,188

(Continued)

CLAYTON COUNTY BOARD OF EDUCATION

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2016

	Special Revenue Funds			
ASSETS	**Title VI-B Preschool**	**Title VI-B**	**Vocational Programs**	**WorkTec**
Cash	$ -	$ -	$ -	$ -
Receivables:				
Accounts	-	-	-	-
Intergovernmental	15,233	1,827,064	42,901	-
Due from other funds	-	-	-	-
Total assets	$ 15,233	$ 1,827,064	$ 42,901	$ -
LIABILITIES AND FUND BALANCES				
LIABILITIES				
Accounts payable	$ 2,006	$ 34,890	$ -	$ -
Intergovernmental accounts payable	-	-	-	-
Accrued payroll and payroll withholdings	7,050	800,802	-	-
Other current liabilities	-	-	-	-
Unearned revenue	-	-	-	-
Due to other funds	6,177	991,372	42,901	-
Total liabilities	15,233	1,827,064	42,901	-
FUND BALANCES				
Assigned for student programs	-	-	-	-
Total fund balances	-	-	-	-
Total liabilities and fund balances	$ 15,233	$ 1,827,064	$ 42,901	$ -

Special Revenue Funds		
Race To The Top	School Discretionary	Total Nonmajor Governmental Funds
$ -	$ 4,168,561	$ 4,176,355
-	-	776
-	-	8,405,690
16,933	-	1,064,071
$ 16,933	$ 4,168,561	$ 13,646,892
$ -	$ 38,448	$ 996,597
16,933	-	17,201
-	-	2,200,626
-	-	70
-	-	6,750
-	-	5,706,671
16,933	38,448	8,927,915
-	4,130,113	4,718,977
-	4,130,113	4,718,977
$ 16,933	$ 4,168,561	$ 13,646,892

CLAYTON COUNTY BOARD OF EDUCATION

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Special Revenue Funds			
	Adult Education	After School Program	Athletics	Lottery
REVENUES				
Local sources	$ 24,988	$ 1,604,825	$ 273,495	$ -
State sources	271,340	-	-	2,095,086
Federal sources	283,149	-	-	-
Total revenues	579,477	1,604,825	273,495	2,095,086
EXPENDITURES				
Current:				
Instruction	396,486	-	-	1,902,434
Pupil services	-	-	-	-
Improvement of instructional services	187,861	108,663	-	211,309
General administration	-	-	-	-
School administration	-	-	-	-
Maintenance and operations	9,814	-	-	-
Student transportation	-	-	-	-
Central support services	-	-	-	-
Other support services	-	-	-	-
Other non-instructional services	-	-	461,595	-
Community service	-	1,494,408	-	-
Total expenditures	594,161	1,603,071	461,595	2,113,743
Excess (deficiency) of revenues over (under) expenditures	(14,684)	1,754	(188,100)	(18,657)
OTHER FINANCING SOURCES (USES)				
Transfers in	14,684	-	226,800	18,657
Transfers out	-	-	-	-
Total other financing sources (uses)	14,684	-	226,800	18,657
Net change in fund balances	-	1,754	38,700	-
FUND BALANCES (DEFICITS), beginning of year	-	568,235	(37,553)	-
FUND BALANCES, end of year	$ -	$ 569,989	$ 1,147	$ -

Special Revenue Funds				
South Metro	Title I	Title II	Title III	All Other Special Revenue
$ -	$ -	$ -	$ -	$ 22,609
3,976,596	-	-	-	-
437,777	22,083,465	1,963,359	668,612	697,087
4,414,373	22,083,465	1,963,359	668,612	719,696
2,769,447	15,117,698	-	345,477	73,149
585,366	-	-	102	241,468
134,025	3,304,920	1,897,193	261,155	188,213
40,275	552,010	22,259	-	-
885,260	-	-	-	-
-	-	-	-	15,504
-	127,529	-	43	3,587
-	-	43,907	-	-
-	2,981,308	-	61,835	-
-	-	-	-	288,172
-	-	-	-	-
4,414,373	22,083,465	1,963,359	668,612	810,093
-	-	-	-	(90,397)
-	-	-	-	91,664
-	-	-	-	-
-	-	-	-	91,664
-	-	-	-	1,267
-	-	-	-	16,461
$ -	$ -	$ -	$ -	$ 17,728

(Continued)

CLAYTON COUNTY BOARD OF EDUCATION

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Special Revenue Funds			
	Title VI-B Preschool	Title VI-B	Vocational Programs	WorkTec
REVENUES				
Local sources	$ -	$ -	$ -	$ -
State sources	-	-	-	-
Federal sources	242,145	9,747,530	530,312	-
Total revenues	242,145	9,747,530	530,312	-
EXPENDITURES				
Current:				
Instruction	148,237	8,382,956	506,119	-
Pupil services	79,935	1,131,532	-	-
Improvement of instructional services	13,973	162,463	24,193	-
General administration	-	-	-	-
School administration	-	-	-	-
Maintenance and operations	-	-	-	-
Student transportation	-	70,579	-	-
Central support services	-	-	-	-
Other support services	-	-	-	-
Other non-instructional services	-	-	-	-
Community service	-	-	-	-
Total expenditures	242,145	9,747,530	530,312	-
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	(390,624)
Total other financing sources (uses)	-	-	-	(390,624)
Net change in fund balances	-	-	-	(390,624)
FUND BALANCES (DEFICITS), beginning of year	-	-	-	390,624
FUND BALANCES, end of year	$ -	$ -	$ -	$ -

Special Revenue Funds		
Race To The Top	School Discretionary	Total Nonmajor Governmental Funds
$ -	$ 9,078,587	$ 11,004,504
-	-	6,343,022
-	-	36,653,436
-	9,078,587	54,000,962
-	9,039,561	38,681,564
-	-	2,038,403
-	-	6,493,968
-	-	614,544
-	-	885,260
-	-	25,318
-	-	201,738
-	-	43,907
-	-	3,043,143
-	-	749,767
-	-	1,494,408
-	9,039,561	54,272,020
-	39,026	(271,058)
-	-	351,805
-	-	(390,624)
-	-	(38,819)
-	39,026	(309,877)
-	4,091,087	5,028,854
$ -	$ 4,130,113	$ 4,718,977

CLAYTON COUNTY BOARD OF EDUCATION

SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Adult Education		
	Final Budget	Actual	Variance With Final Budget
REVENUES			
Local sources	$ 31,112	$ 24,988	$ (6,124)
State sources	287,000	271,340	(15,660)
Federal sources	296,000	283,149	(12,851)
Total revenues	614,112	579,477	(34,635)
EXPENDITURES			
Current:			
Instruction	428,953	396,486	32,467
Pupil services	-	-	-
Improvement of instructional services	195,927	187,861	8,066
General administration	-	-	-
School administration	-	-	-
Maintenance and operations	11,000	9,814	1,186
Student transportation	-	-	-
Central support services	-	-	-
Other support services	-	-	-
Other non-instructional services	-	-	-
Community service	-	-	-
Total expenditures	635,880	594,161	41,719
Excess (deficiency) of revenues over (under) expenditures	(21,768)	(14,684)	7,084
OTHER FINANCING SOURCES (USES)			
Transfers in	21,768	14,684	(7,084)
Transfers out	-	-	-
Total other financing sources (uses)	21,768	14,684	(7,084)
Net change in fund balances	-	-	-
FUND BALANCES (DEFICITS), beginning of year	-	-	-
FUND BALANCES, end of year	$ -	$ -	$ -

After School Program			Athletics		
Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
$ 843,172	$ 1,604,825	$ 761,653	$ 310,000	$ 273,495	$ (36,505)
-	-	-	-	-	-
-	-	-	-	-	-
843,172	1,604,825	761,653	310,000	273,495	(36,505)
-	-	-	-	-	-
-	-	-	-	-	-
109,885	108,663	1,222	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	523,027	461,595	61,432
733,287	1,494,408	(761,121)	-	-	-
843,172	1,603,071	(759,899)	523,027	461,595	61,432
-	1,754	1,754	(213,027)	(188,100)	24,927
-	-	-	113,027	226,800	113,773
-	-	-	-	-	-
-	-	-	113,027	226,800	113,773
-	1,754	1,754	(100,000)	38,700	138,700
568,235	568,235	-	(37,553)	(37,553)	-
$ 568,235	$ 569,989	$ 1,754	$ (137,553)	$ 1,147	$ 138,700

(Continued)

CLAYTON COUNTY BOARD OF EDUCATION

SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Lottery		
	Final Budget	Actual	Variance With Final Budget
REVENUES			
Local sources	$ -	$ -	$ -
State sources	2,074,208	2,095,086	20,878
Federal sources	-	-	-
Total revenues	2,074,208	2,095,086	20,878
EXPENDITURES			
Current:			
Instruction	1,854,650	1,902,434	(47,784)
Pupil services	-	-	-
Improvement of instructional services	219,558	211,309	8,249
General administration	-	-	-
School administration	-	-	-
Maintenance and operations	-	-	-
Student transportation	-	-	-
Central support services	-	-	-
Other support services	-	-	-
Other non-instructional services	-	-	-
Community service	-	-	-
Total expenditures	2,074,208	2,113,743	(39,535)
Excess (deficiency) of revenues over (under) expenditures	-	(18,657)	(18,657)
OTHER FINANCING SOURCES (USES)			
Transfers in	-	18,657	18,657
Transfers out	-	-	-
Total other financing sources (uses)	-	18,657	18,657
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	-	-	-
FUND BALANCES, end of year	$ -	$ -	$ -

South Metro			Title I		
Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
$ -	$ -	$ -	$ -	$ -	$ -
4,135,988	3,976,596	(159,392)	-	-	-
1,431,550	437,777	(993,773)	40,198,793	22,083,465	(18,115,328)
5,567,538	4,414,373	(1,153,165)	40,198,793	22,083,465	(18,115,328)
3,605,214	2,769,447	835,767	24,751,509	15,117,698	9,633,811
896,828	585,366	311,462	-	-	-
154,353	134,025	20,328	9,749,692	3,304,920	6,444,772
41,853	40,275	1,578	1,023,336	552,010	471,326
869,290	885,260	(15,970)	-	-	-
-	-	-	-	-	-
-	-	-	704,338	127,529	576,809
-	-	-	-	-	-
-	-	-	3,969,918	2,981,308	988,610
-	-	-	-	-	-
-	-	-	-	-	-
5,567,538	4,414,373	1,153,165	40,198,793	22,083,465	18,115,328
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
$ -	$ -	$ -	$ -	$ -	$ -

(Continued)

CLAYTON COUNTY BOARD OF EDUCATION

SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Title II		
	Final Budget	Actual	Variance With Final Budget
REVENUES			
Local sources	$ -	$ -	$ -
State sources	-	-	-
Federal sources	3,199,364	1,963,359	(1,236,005)
Total revenues	3,199,364	1,963,359	(1,236,005)
EXPENDITURES			
Current:			
Instruction	295,000	-	295,000
Pupil services	-	-	-
Improvement of instructional services	2,738,844	1,897,193	841,651
Educational media services	-	-	-
General administration	83,108	22,259	60,849
School administration	-	-	-
Maintenance and operations	-	-	-
Student transportation	-	-	-
Central support services	82,412	43,907	38,505
Other support services	-	-	-
Other non-instructional services	-	-	-
Community service	-	-	-
Total expenditures	3,199,364	1,963,359	1,236,005
Excess (deficiency) of revenues over (under) expenditures	-	-	-
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	-	-	-
FUND BALANCES, end of year	$ -	$ -	$ -

Title III			All Other Special Revenue		
Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
$ -	$ -	$ -	$ 59,938	$ 22,609	$ (37,329)
-	-	-	59,203	-	(59,203)
1,062,886	668,612	(394,274)	716,008	697,087	(18,921)
1,062,886	668,612	(394,274)	835,149	719,696	(115,453)
492,139	345,477	146,662	119,172	73,149	46,023
(1,690)	102	(1,792)	354,318	241,468	112,850
467,555	261,155	206,400	223,094	188,213	34,881
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	30,345	15,504	14,841
2,039	43	1,996	6,287	3,587	2,700
-	-	-	-	-	-
102,843	61,835	41,008	-	-	-
-	-	-	291,858	288,172	3,686
-	-	-	-	-	-
1,062,886	668,612	394,274	1,025,074	810,093	214,981
-	-	-	(189,925)	(90,397)	99,528
-	-	-	108,378	91,664	(16,714)
-	-	-	-	-	-
-	-	-	108,378	91,664	(16,714)
-	-	-	(81,547)	1,267	82,814
-	-	-	16,461	16,461	-
$ -	$ -	$ -	$ (65,086)	$ 17,728	$ 82,814

(Continued)

CLAYTON COUNTY BOARD OF EDUCATION

SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Title VI-B Preschool		
	Final Budget	Actual	Variance With Final Budget
REVENUES			
Local sources	$ -	$ -	$ -
State sources	-	-	-
Federal sources	467,868	242,145	(225,723)
Total revenues	467,868	242,145	(225,723)
EXPENDITURES			
Current:			
Instruction	235,497	148,237	87,260
Pupil services	203,330	79,935	123,395
Improvement of instructional services	29,041	13,973	15,068
General administration	-	-	-
School administration	-	-	-
Maintenance and operations	-	-	-
Student transportation	-	-	-
Central support services	-	-	-
Other support services	-	-	-
Other non-instructional services	-	-	-
Community service	-	-	-
Total expenditures	467,868	242,145	225,723
Excess (deficiency) of revenues over (under) expenditures	-	-	-
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	-	-	-
Total other financing sources (uses)	-	-	-
Net change in fund balances	-	-	-
FUND BALANCES, beginning of year	-	-	-
FUND BALANCES, end of year	$ -	$ -	$ -

Title VI-B			Vocational Programs		
Final Budget	Actual	Variance With Final Budget	Final Budget	Actual	Variance With Final Budget
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
13,628,380	9,747,530	(3,880,850)	530,317	530,312	(5)
13,628,380	9,747,530	(3,880,850)	530,317	530,312	(5)
11,184,496	8,382,956	2,801,540	506,123	506,119	4
1,927,459	1,131,532	795,927	-	-	-
404,453	162,463	241,990	24,194	24,193	1
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
111,972	70,579	41,393	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
13,628,380	9,747,530	3,880,850	530,317	530,312	5
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
$ -	$ -	$ -	$ -	$ -	$ -

CLAYTON COUNTY BOARD OF EDUCATION

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Balance July 1, 2015	Increases	Decreases	Balance June 30, 2016
STUDENT ACTIVITY FUND				
ASSETS				
Cash and investments	$ 431,470	$ 2,055,332	$ 2,039,604	$ 447,198
LIABILITIES				
Due to student organizations				
Elementary Schools:				
Anderson	$ 1,291	4,592	4,467	1,416
Arnold	5,099	12,748	15,029	2,818
Brown	4,571	6,810	9,381	2,000
Callaway	774	6,441	5,587	1,628
Church Street	2,219	9,690	9,953	1,956
East Clayton	932	2,328	1,818	1,442
Edmonds	1,640	2,232	2,577	1,295
Fountain	1,047	5,203	4,853	1,397
Harper	529	14,244	12,093	2,680
Hawthorne	941	9,408	9,748	601
Haynie	5,700	6,568	7,975	4,293
Huie	801	2,972	2,809	964
Jackson	12,427	36,039	34,408	14,058
Kemp	428	11,148	10,449	1,127
Kemp Primary	3,142	18,114	15,298	5,958
Kilpatrick	1,352	10,501	10,618	1,235
King	5,343	3,081	6,214	2,210
Lake City	7,009	4,356	2,429	8,936
Lake Ridge	171	13,235	12,232	1,174
Lee Street	850	9,906	9,985	771
Marshall	1,618	15,400	14,905	2,113
McGarrah	3,342	8,151	9,942	1,551
Morrow	1,775	1,281	898	2,158
Mt. Zion	2,087	8,614	8,616	2,085
Mt. Zion Primary	2,633	5,690	4,191	4,132
Northcutt	2,529	3,515	3,897	2,147
Oliver	1,076	16,769	17,478	367
Pointe South	1,519	3,725	3,145	2,099
Riverdale	1,716	4,000	3,342	2,374
River's Edge	2,598	23,129	25,219	508
Smith	8,330	12,008	10,449	9,889
Suder	4,666	7,922	7,923	4,665
Swint	2,467	5,950	6,871	1,546
Tara	1,288	290	920	658
Unidos	1,271	5,032	4,077	2,226
West Clayton	890	9,044	9,630	304
White Academy	8,851	51,991	56,875	3,967
Total Elementary Schools	104,922	372,127	376,301	100,748

CLAYTON COUNTY BOARD OF EDUCATION

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

	Balance July 1, 2015	Increases	Decreases	Balance June 30, 2016
LIABILITIES (CONTINUED)				
Due to student organizations (Continued)				
Middle Schools:				
Adamson	$ 3,296	$ 22,335	$ 20,387	$ 5,244
Babb	2,779	46,296	39,565	9,510
Elite Scholars	8,571	40,266	41,913	6,924
Forest Park	2,540	4,549	3,590	3,499
Jonesboro	3,610	22,791	22,620	3,781
Kendrick	17,061	51,853	52,716	16,198
Lovejoy	2,152	19,077	20,549	680
Morrow	2,117	17,926	15,332	4,711
Mundy's Mill	4,933	17,963	15,792	7,104
North Clayton	4,939	11,214	11,708	4,445
Pointe South	3,543	11,323	12,068	2,798
Rex Mill	12,544	16,290	22,674	6,160
Riverdale	2,054	31,088	29,215	3,927
Roberts	22,038	74,251	68,757	27,532
Sequoyah	5,010	40,072	45,204	(122)
Total Middle Schools	97,187	427,294	422,090	102,391
High Schools and Special Purpose Programs:				
Drew	$ 33,167	$ 165,564	$ 156,357	$ 42,374
Forest Park	15,841	76,050	70,736	21,155
Jonesboro	7,185	84,617	81,132	10,670
Lovejoy	50,669	177,295	199,160	28,804
Morrow	34,120	163,052	165,126	32,046
Mt. Zion	3,834	88,080	86,397	5,517
Mundy's Mill	22,825	153,907	148,232	28,500
North Clayton	10,762	74,529	71,655	13,636
Riverdale	22,112	117,617	109,884	29,845
Perry Center	1,178	8,375	8,348	1,205
Stilwell	26,480	145,012	142,144	29,348
Flint River	15	375	205	185
South Metro	1,173	1,438	1,837	774
Total High Schools and Special Purpose Programs	229,361	1,255,911	1,241,213	244,059
Total due to student organizations	431,470	2,055,332	2,039,604	447,198
Total Liabilities	$ 431,470	$ 2,055,332	$ 2,039,604	$ 447,198

Statistical Section

Clayton County Public Schools

STATISTICAL SECTION

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

Contents **Page**

Financial Trends ..... **85 - 92**

These schedules contain trend information to help the reader understand how the School System's financial performance and well-being have changed over time.

Revenue Capacity ..... **93 - 98**

These schedules contain information to help the reader assess the School System's most significant local revenue sources.

Debt Capacity ..... **99 - 102**

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

Demographic and Economic Information ..... **103 - 106**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the School System's financial activities take place.

Operating Information ..... **107 - 117**

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



Financial Trends

Clayton County Public Schools

CLAYTON COUNTY BOARD OF EDUCATION

NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

Fiscal Year Ended June 30,	Net Investment in Capital Assets	Restricted	Unrestricted	Total Net Position
Governmental Activities				
2007	364,805,589	73,348,770	53,352,595	491,506,954
2008	406,113,481	90,559,654	56,830,763	553,503,898
2009	454,722,369	75,170,499	39,738,569	569,631,437
2010	509,655,295	76,436,913	19,633,982	605,726,190
2011	514,975,636	107,326,734	34,102,935	656,405,305
2012	556,244,430	94,959,761	42,725,690	693,929,881
2013	629,552,909	50,650,232	63,922,382	744,125,523
2014	692,592,355	7,453,160	75,900,621	775,946,136
2015	697,860,759	25,018,520	(260,473,696)	462,405,583
2016	701,460,032	49,076,743	(239,778,071)	510,758,704
Business-type Activities				
2007	7,448,608	-	10,680,978	18,129,586
2008	7,247,134	-	10,020,099	17,267,233
2009	6,745,609	-	5,260,291	12,005,900
2010	6,323,409	-	4,250,447	10,573,856
2011	5,847,343	-	3,670,506	9,517,849
2012	5,345,034	-	5,523,597	10,868,631
2013	4,971,075	-	7,219,819	12,190,894
2014	4,664,135	-	8,402,538	13,066,673
2015	4,343,550	-	6,137,845	10,481,395
2016	4,536,768	-	6,848,135	11,384,903
Total				
2007	372,254,197	73,348,770	64,033,573	509,636,540
2008	413,360,615	90,559,654	66,850,862	570,771,131
2009	461,467,978	75,170,499	44,998,860	581,637,337
2010	515,978,704	76,436,913	23,884,429	616,300,046
2011	520,822,979	107,326,734	37,773,441	665,923,154
2012	561,589,464	94,959,761	48,249,287	704,798,512
2013	634,523,984	50,650,232	71,142,201	756,316,417
2014	697,256,490	7,453,160	84,303,159	789,012,809
2015	702,204,309	25,018,520	(254,335,851)	472,886,978
2016	705,996,800	49,076,743	(232,929,936)	522,143,607

CLAYTON COUNTY BOARD OF EDUCATION

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011
Expenses:					
Governmental activities					
Instructional services	$ 284,656,120	$ 315,439,752	$ 326,173,396	$ 299,228,401	$ 289,659,696
Pupil services	12,303,138	16,178,872	16,664,267	16,355,400	13,464,906
Improvement of instructional services	22,658,292	25,400,221	25,553,694	23,188,322	11,912,843
Educational media services	6,930,008	7,491,836	7,789,435	7,839,592	5,277,130
General administration	4,809,647	3,742,791	5,008,540	4,429,848	3,537,595
School administration	21,414,697	24,287,809	24,529,652	23,897,928	22,068,201
Business administration	2,722,265	2,890,990	3,490,943	2,816,870	2,574,738
Maintenance and operations	28,614,235	32,548,593	35,601,121	32,152,942	29,342,130
Pupil transportation	22,222,626	22,975,264	22,484,075	22,035,391	18,493,121
Support services - central	15,059,973	11,291,357	11,774,644	9,325,934	9,666,757
Other support services	2,730,189	4,013,534	4,436,898	5,464,771	3,550,816
Non-instructional services	1,158,476	988,288	1,293,256	1,398,357	858,066
Community services	10,279,962	10,535,333	11,956,697	10,737,821	9,783,485
Interest	15,605	2,030	2,995	-	-
Total governmental activities expenses	435,575,233	477,786,670	496,759,613	458,871,577	420,189,484
Business-type activities					
School food service	25,031,796	27,611,912	32,860,220	28,756,695	28,142,446
Performing arts center	328,682	370,864	426,702	352,312	271,104
Total business-type activities expenses	25,360,478	27,982,776	33,286,922	29,109,007	28,413,550
Total primary government expenses	$ 460,935,711	$ 505,769,446	$ 530,046,535	$ 487,980,584	$ 448,603,034
Program Revenues:					
Governmental activities					
Charges for services:					
Instructional services	$ 189,571	$ 9,333,417	$ 8,073,750	$ 7,360,729	$ 7,268,417
Pupil services	78,415	-	-	-	-
Instructional staff	10,455	-	5,624	8,416	-
Maintenance and operations	-	-	-	-	-
Student transportation	-	-	-	-	-
Support services	140	-	-	-	-
Other support services	566	1,614	2,620	3,233	1,851
Non-instructional services	13,396,684	309,240	272,591	300,636	4,574,055
Community services	5,388,630	8,529,620	9,610,775	8,425,266	7,982,611
Operating grants and contributions					
Instructional services	194,953,512	203,773,082	185,098,116	179,348,500	191,262,473
Pupil services	5,656,282	4,507,765	3,681,184	3,840,784	3,870,407
Improvement of instructional services	10,056,464	15,581,205	15,719,475	14,652,112	8,241,160
Educational media services	4,769,039	5,308,086	4,980,672	5,048,222	5,250,269
General administration	2,158,239	1,436,808	1,906,241	2,245,639	1,736,626
School administration	8,769,853	9,545,589	8,822,397	9,417,316	10,105,190
Business administration	684,838	694,299	726,203	770,916	807,810
Maintenance and operations	13,186,473	13,603,315	12,346,817	12,530,318	12,616,895
Pupil transportation	4,153,936	5,335,415	4,020,197	3,106,713	3,195,117
Support services-central	2,269,802	2,935,988	2,508,607	2,482,733	2,678,889
Other support services	-	553,095	7,487	1,294,178	1,209,526
Non-instructional services	425,063	-	360,911	-	-
Community services	2,518,975	2,787,765	2,447,997	2,494,785	2,303,110
Capital grants and contributions					
Instructional services	7,375,103	17,412,902	11,322,264	13,158,977	5,521,459
Total governmental activities revenue	276,042,040	301,649,205	271,913,928	266,489,473	268,625,865

2012	2013	2014	2015	2016
$ 296,417,202	$ 274,436,343	$ 296,878,576	$ 297,202,738	$ 310,587,901
14,551,823	14,683,816	13,203,254	14,025,845	15,558,510
15,202,766	15,796,653	15,833,477	19,513,550	22,300,438
5,225,436	5,092,396	5,609,458	5,253,474	5,171,790
3,473,960	3,626,977	3,127,409	4,761,203	3,462,769
21,176,371	19,467,775	23,966,530	22,719,854	24,839,452
2,143,768	1,939,044	2,244,748	2,244,181	2,871,479
30,606,213	27,785,685	31,960,317	35,366,992	33,512,594
17,990,667	18,086,692	18,450,638	18,854,508	19,842,103
10,956,308	6,742,195	7,567,806	12,555,458	9,810,033
5,066,385	5,230,988	5,165,030	8,171,240	8,488,216
918,407	668,652	1,005,468	1,170,450	1,245,390
2,446,409	1,382,974	1,399,265	1,394,705	1,489,766
-	-	-	-	-
426,175,715	394,940,190	426,411,976	443,234,198	459,180,441
28,097,834	29,584,227	31,391,613	34,186,940	37,061,777
211,090	237,737	251,027	233,425	283,267
28,308,924	29,821,964	31,642,640	34,420,365	37,345,044
$ 454,484,639	$ 424,762,154	$ 458,054,616	$ 477,654,563	$ 496,525,485
$ 7,122,767	$ 7,125,820	$ 8,675,990	$ 11,145,814	$ 9,198,993
-	-	-	-	-
-	-	15,965	107,079	108,663
1,738,894	358,066	-	-	-
-	201,163	-	-	-
-	-	-	-	-
2,754	1,937	962	464	122,775
8,813,883	4,898,162	4,377,974	5,236,965	5,267,124
1,543,621	1,474,558	-	-	1,496,162
196,060,639	185,064,312	193,902,391	216,285,212	229,547,372
4,666,461	4,343,577	4,314,813	4,049,300	3,217,692
11,820,745	10,439,188	10,308,672	7,123,749	7,503,015
4,603,200	5,506,974	5,499,235	5,754,998	5,885,334
2,096,166	2,066,794	1,846,936	2,012,643	2,016,183
8,885,059	10,430,332	10,363,344	10,839,835	11,535,468
1,272,151	1,519,304	1,328,582	1,409,139	1,427,157
12,672,840	13,334,558	13,867,390	14,055,728	14,396,610
3,765,960	3,753,867	3,368,761	2,927,363	2,907,375
1,415,583	1,525,281	2,130,997	1,497,517	1,526,221
2,225,391	2,326,854	2,741,154	3,111,032	3,096,099
-	-	191,480	280,159	288,172
-	-	-	-	-
-	228,785	6,887,679	3,302,610	2,589,251
268,706,114	254,599,532	269,822,325	289,139,607	302,129,666

CLAYTON COUNTY BOARD OF EDUCATION

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011
Business-type activities					
Charges for services					
School food service	$ 3,134,147	$ 2,861,587	$ 2,684,373	$ 2,321,346	$ 2,050,732
Performing Arts center	213,115	298,144	249,268	236,175	187,542
Operating grants and contributions					
School food service	21,527,062	23,411,943	25,159,432	25,084,941	25,085,843
Total business-type activities program revenues	24,874,324	26,571,674	28,093,073	27,642,462	27,324,117
Total primary government program revenues	300,916,364	328,220,879	300,007,001	294,131,935	295,949,982
Net (Expense) Revenue					
Governmental activities	(159,533,193)	(176,137,465)	(224,845,685)	(192,382,104)	(151,563,619)
Business-type activities	(486,154)	(1,411,102)	(5,193,849)	(1,466,545)	(1,089,433)
Total primary government net expense	$ (160,019,347)	$ (177,548,567)	$ (230,039,534)	$ (193,848,649)	$ (152,653,052)
General revenues and other changes in net assets					
Property taxes	$ 148,448,796	$ 151,424,563	$ 161,522,560	$ 148,094,346	$ 131,696,730
Sales taxes	53,538,851	54,423,793	49,121,173	53,669,034	48,353,695
Other taxes	7,109,991	8,917,565	1,377,987	983,594	859,735
Non-program specific state and federal aid	17,409,359	14,142,824	26,847,151	20,855,861	20,855,861
Local school activity	4,036,302	3,632,980	5,361,901	4,229,182	-
Interest and investment earnings	6,991,393	5,534,144	1,790,719	396,312	412,878
Gain on sale of assets	73,472	58,300	14,390	268,841	85,136
Transfers	-	-	137,274	(20,313)	(21,301)
Total government activities	237,608,164	238,134,169	246,173,155	228,476,857	202,242,734
Business-type activities:					
Interest and investment earnings	526,739	350,446	69,790	14,188	12,125
Transfers	-	-	(137,274)	20,313	21,301
Total business-type activities	526,739	350,446	(67,484)	34,501	33,426
Total primary government	$ 238,134,903	$ 238,484,615	$ 246,105,671	$ 228,511,358	$ 202,276,160
Change in Net Position					
Governmental activities	$ 78,074,971	$ 61,996,704	$ 21,327,470	$ 36,094,753	$ 50,679,115
Business-type activities	40,585	(1,060,656)	(5,261,333)	(1,432,044)	(1,056,007)
Total primary government	$ 78,115,556	$ 60,936,048	$ 16,066,137	$ 34,662,709	$ 49,623,108

Note: FY 2005 Statement of Government Activities was restated in FY 2006

***** In fiscal year 2011, various revenues were reclassified from general revenues to program revenues - charges for services.

	2012	2013	2014	2015	2016
	$ 2,229,141	$ 1,997,313	$ 151,302	$ 577,970	$ 680,996
	62,508	161,314	94,780	67,039	100,931
	27,354,321	28,983,556	32,266,406	34,346,668	37,403,625
	29,645,970	31,142,183	32,512,488	34,991,677	38,185,552
	298,352,084	285,741,715	302,334,813	324,131,284	340,315,218
	(157,469,601)	(140,340,658)	(156,589,651)	(154,094,591)	(157,050,775)
	1,337,046	1,320,219	869,848	571,312	840,508
	$ (156,132,555)	$ (139,020,439)	$ (155,719,803)	$ (153,523,279)	$ (156,210,267)
	$ 121,423,671	$ 109,928,475	$ 100,378,621	$ 104,814,477	$ 103,729,200
	48,656,878	50,302,317	44,910,769	46,579,860	51,260,120
	875,671	2,479,402	6,555,960	8,157,973	9,382,245
	23,494,466	27,623,377	36,438,859	34,232,464	40,911,935
*	-	-	-	-	-
	473,966	117,347	113,496	109,660	51,882
	69,525	85,382	10,100	-	131,514
	-	-	2,459	-	(63,000)
	194,994,177	190,536,300	188,410,264	193,894,434	205,403,896
	13,736	2,044	8,390	4,707	-
	-	-	(2,459)	-	63,000
	13,736	2,044	5,931	4,707	63,000
	$ 195,007,913	$ 190,538,344	$ 188,416,195	$ 193,899,141	$ 205,466,896
	$ 37,524,576	$ 50,195,642	$ 31,820,613	$ 39,799,843	$ 48,353,121
	1,350,782	1,322,263	875,779	576,019	903,508
	$ 38,875,358	$ 51,517,905	$ 32,696,392	$ 40,375,862	$ 49,256,629

CLAYTON COUNTY BOARD OF EDUCATION

FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

Fiscal Year Ended June 30,	General Fund			
	Reserved	Unreserved Designated	Unreserved Undesignated	Total
2007	2,376,397	-	44,782,464	47,158,861
2008	-	-	49,131,625	49,131,625
2009	-	-	37,015,898	37,015,898
2010	-	-	15,660,602	15,660,602

	All Other Governmental Funds			
		Unreserved		
	Reserved	Special Revenue	Capital Projects	Total
2007	-	3,595,866	73,348,770	76,944,636
2008	-	4,802,157	90,559,654	95,361,811
2009	-	4,944,145	75,170,499	80,114,644
2010	-	5,432,560	76,436,913	81,869,473

	General Fund				
	Nonspendable	Restricted	Assigned	Unassigned	Total
2011	$ 41,250	$ -	$ -	$ 28,247,867	$ 28,289,117
2012	35,000	-	-	38,327,401	38,362,401
2013	90,964	-	-	56,429,149	56,520,113
2014	100,168	-	-	74,311,992	74,412,160
2015	108,564		22,179,645	56,002,569	78,290,778
2016	105,904	-	31,509,111	51,546,900	83,161,915

	All Other Governmental Funds				
	Nonspendable	Restricted	Assigned	Unassigned	Total
2011	$ -	$ 107,326,734	$ 6,521,236	$ -	$ 113,847,970
2012	-	94,959,761	4,760,921	(42,851)	99,677,831
2013	-	50,650,232	5,119,465	-	55,769,697
2014	-	7,453,160	5,163,429	-	12,616,589
2015	-	25,018,520	5,028,854	-	30,047,374
2016	-	49,076,743	4,718,977	-	53,795,720

Note: In fiscal year 2011, the School System adopted GASB 54 which changed the classifications of fund balance.

CLAYTON COUNTY BOARD OF EDUCATION

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011
Revenues:					
Local sources	$ 227,174,904	$ 236,387,341	$ 236,158,812	$ 224,080,154	$ 202,005,781
State sources	239,246,916	264,830,746	239,563,950	211,161,926	225,951,240
Federal sources	39,671,292	37,089,659	39,790,750	58,901,510	42,691,134
Interest earned on investments	6,991,392	5,534,144	1,790,719	396,312	412,878
On-behalf payments	7,227,583	-	-	-	-
Other sources	-	-	-	-	-
Total revenues	520,312,087	543,841,890	517,304,231	494,539,902	471,061,033
Expenditures:					
Current:					
Instructional services	276,138,696	304,155,211	300,620,268	291,480,509	276,880,679
Pupil services	12,188,388	16,167,627	16,636,729	16,437,777	13,599,670
Improvement of instructional services	22,610,922	25,069,320	25,550,792	23,265,654	12,115,303
Educational media services	6,921,917	7,573,123	7,788,758	7,839,167	5,276,279
General administration	4,437,129	3,656,928	4,674,133	4,392,803	3,475,667
School administration	21,071,990	23,996,116	24,325,141	23,857,513	21,982,071
Business services	2,725,317	2,885,605	3,470,348	2,820,123	2,551,289
Maintenance and operations	28,257,473	32,293,341	35,200,907	32,031,887	29,180,214
Student transportation	20,307,028	23,415,849	20,227,700	19,875,107	15,643,181
Central support services	14,320,703	11,630,765	11,339,185	9,032,684	8,386,233
Other support services	2,725,457	3,577,663	4,449,389	5,464,771	3,550,816
On-behalf payments	7,227,583	-	-	-	-
Other non-instructional services	1,158,911	1,018,735	1,282,815	1,367,078	828,279
Community service	10,251,046	10,538,956	11,977,565	10,736,383	9,783,485
Capital outlay	62,254,348	57,502,959	77,176,502	65,790,820	23,264,690
Food Services					
Debt service:					
Principal retirement	1,420,440	26,262	24,793	-	-
Interest and fiscal charges	15,605	2,030	2,995	-	-
Total expenditures	494,032,953	523,510,490	544,748,020	514,392,276	426,517,856
Excess (deficiency) of revenues over (under) expenditures	26,279,134	20,331,400	(27,443,789)	(19,852,374)	44,543,177
Other financing sources (uses):					
Sale of capital assets	104,651	58,300	26,785	272,220	85,136
Transfer in	382,922	1,613,919	734,177	422,824	237,682
Transfers out	(774,442)	(1,613,679)	(680,067)	(443,137)	(258,983)
Total other financing sources (uses)	(286,869)	58,540	80,895	251,907	63,835
Net change in fund balances	25,992,265	20,389,940	(27,362,894)	(19,600,467)	44,607,012
Debt service as a percentage of noncapital expenditures	0.33%	0.01%	0.01%	0.00%	0.00%

Note: FY 2005 Statement of Governmental Activities was restated in FY 2006
Note: In fiscal year 2008, the School System began reporting on-behalf payments with state sources.

2012	2013	2014	2015	2016
$ 189,018,853	$ 175,498,829	$ 169,375,757	$ 176,820,222	$ 179,685,236
225,789,473	233,999,813	253,751,123	269,909,227	289,197,140
47,204,487	33,006,129	38,582,753	36,702,290	37,515,504
473,966	117,347	113,496	109,660	51,882
-	-	-	-	-
-	-	-	-	-
462,486,779	442,622,118	461,823,129	483,541,399	506,449,762
281,944,616	254,809,048	266,021,147	282,533,495	297,593,226
14,629,255	13,084,577	13,185,489	14,411,017	16,012,830
15,252,324	15,808,070	16,298,275	19,990,827	22,881,631
5,224,585	5,091,545	5,608,607	5,446,811	5,396,294
3,347,211	3,485,599	3,001,000	4,591,596	4,177,527
21,277,130	21,074,910	21,960,773	23,268,814	25,524,904
2,189,673	1,937,246	2,222,126	2,298,166	2,933,303
30,451,346	27,873,512	32,036,483	36,143,408	34,108,053
16,041,104	16,682,505	16,898,474	18,107,722	19,080,749
6,647,633	6,380,546	6,886,945	12,397,616	9,293,813
5,066,385	5,230,988	5,306,530	8,258,167	8,588,846
-	-	-	-	-
895,063	714,765	931,815	1,039,630	1,075,451
2,446,409	1,382,974	1,399,265	1,397,125	1,494,408
61,373,053	94,905,861	95,339,820	32,353,981	29,800,758
-	-	-	-	-
-	-	-	-	-
466,785,787	468,462,146	487,096,749	462,238,375	477,961,793
(4,299,008)	(25,840,028)	(25,273,620)	21,303,024	28,487,969
202,153	89,606	10,100	6,379	131,514
23,805	92,200	304,292	420,633	742,429
(23,805)	(92,200)	(301,833)	(420,633)	(742,429)
202,153	89,606	12,559	6,379	131,514
(4,096,855)	(25,750,422)	(25,261,061)	21,309,403	28,619,483
0.00%	0.00%	0.00%	0.00%	0.00%

Revenue Capacity

Clayton County Public Schools

CLAYTON COUNTY BOARD OF EDUCATION

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS
(UNAUDITED - IN THOUSANDS)
MAINTENANCE AND OPERATIONS

Fiscal Year	Real & Personal Property		Privately Owned Public Utilities		Motor Vehicles and Mobile Homes		Total School Board		Tax payer Exemptions	Net Assessed Value	Millage Rate	Total Tax Levy	Assessed Value as a Percentage of Actual Value
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value					
2007	7,486,980	18,717,450	958,005	2,395,013	725,291	1,813,228	9,170,276	22,925,690	1,024,163	8,146,113	0.0198	161,586	40.00%
2008	7,883,623	19,709,058	918,347	2,295,868	731,920	1,829,800	9,533,890	23,834,725	1,264,115	8,269,775	0.0198	164,039	40.00%
2009	7,788,733	19,471,832	1,004,944	2,512,359	740,214	1,850,534	9,533,891	23,834,725	1,264,115	8,269,776	0.0198	164,039	40.00%
2010	7,549,508	18,873,770	1,007,183	2,517,958	621,749	1,554,373	9,178,440	22,946,101	1,145,096	8,033,344	0.0200	160,667	40.00%
2011	6,533,685	16,334,212	907,396	2,268,490	621,749	1,554,374	8,062,830	20,157,076	1,022,513	7,040,317	0.0200	140,806	40.00%
2012	6,126,861	15,317,153	856,786	2,141,965	433,061	1,082,651	7,416,708	18,541,769	1,038,686	6,378,022	0.0200	127,560	40.00%
2013	5,642,283	14,105,706	872,445	2,181,112	455,950	1,139,876	6,970,678	17,426,694	1,167,967	5,802,711	0.0200	116,054	40.00%
2014	5,584,027	13,960,067	785,766	1,964,415	494,307	1,235,769	6,864,100	17,160,251	1,124,912	5,739,188	0.0200	114,784	40.00%
2015	5,660,994	14,152,484	742,662	1,856,656	444,260	1,110,651	6,847,916	17,119,791	1,144,443	5,703,473	0.0198	112,952	40.00%
2016	5,995,707	14,989,267	800,435	2,001,087	285,638	714,096	7,081,780	17,704,450	1,139,208	5,942,572	0.0191	113,473	40.00%

Source: Property Tax Division, Clayton County Tax Commission

Note: Tax rates are per $1,000 of assessed value.

Note: Property in Clayton County is reassessed once every three years. The County assesses property at 40% of actual value for all types of property. Estimated Actual Taxable Value is calculated by dividing Total Taxable Assessed Value by this percentage.

CLAYTON COUNTY BOARD OF EDUCATION

DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(RATE PER $1,000 OF ASSESSED VALUE)

	District Direct Rates			Overlapping Rates				
Fiscal Year	School M & O	Debt Service	Total	State of Georgia	City of College Park	City of Forest Park	City of Morrow	City of Riverdale
2007	20.000	-	20.000	0.250	9.560	6.593	5.000	7.500
2008	19.836	-	19.836	0.250	9.560	10.343	5.000	7.500
2009	19.836	-	19.836	0.250	9.560	10.343	5.000	7.500
2010	20.000	-	20.000	0.250	9.560	12.343	6.000	7.500
2011	20.000	-	20.000	0.250	11.560	13.343	6.000	7.500
2012	20.000	-	20.000	0.250	11.560	14.743	7.500	7.500
2013	20.000	-	20.000	0.200	12.619	14.743	7.500	9.980
2014	20.000	-	20.000	0.150	12.619	14.743	9.500	9.980
2015	19.804	-	19.804	0.100	12.307	14.431	9.188	9.668
2016	19.095	-	19.095	0.050	12.619	14.743	9.500	9.980

	Overlapping Rates (C*ontinued*)				Clayton County Board of Commissioners		
	City of Jonesboro		City of Lake	City of Lovejoy		Fire	
Fiscal Year	M & O	Fire District	City	Fire District	M & O	District	Total
2007	1.000	3.900	5.768	3.900	8.764	-	8.764
2008	-	3.900	5.740	3.900	8.535	-	8.535
2009	-	3.900	5.737	3.900	8.962	-	8.962
2010	-	-	5.737	-	11.436	3.900	15.336
2011	-	-	5.737	-	11.327	3.900	15.227
2012	1.500	-	7.500	-	15.813	4.400	20.213
2013	1.500	-	7.500	-	14.912	4.400	19.312
2014	1.500	-	7.500	-	14.661	4.400	19.061
2015	1.188	-	7.188	-	14.869	5.000	19.869
2016	1.500	-	7.550	-	15.862	5.000	20.862

Source: Clayton County Tax Commissioner's Office

CLAYTON COUNTY BOARD OF EDUCATION

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND NINE YEARS AGO

	Calendar Year 2015			Calendar Year 2006		
Taxpayer	Taxable Assessed Value	Rank	Percent of District's Total Taxable Value (1)	Taxable Assessed Value	Rank	Percent of District's Total Taxable Value (1)
Delta Airlines	$ 568,806,683	1	8.03%	$ 722,437,875	1	8.35%
Georgia Power Company	157,719,063	2	2.23%	91,223,728	4	1.05%
City of Atlanta	56,245,013	3	0.79%	110,324,175	2	1.27%
Southwest Airlines	48,645,141	4	0.69%	-	-	0.00%
Clorox Company	47,209,874	5	0.67%	-	-	0.00%
Atlanta Gas Light	37,822,720	6	0.53%	33,024,918	9	0.38%
ExpressJet Airlines	36,451,743	7	0.51%	-	0	0.00%
AMB Partners	31,271,290	8	0.44%	49,092,318	6	0.57%
Kroger	25,558,704	9	0.36%	-	-	0.00%
JC Penney	24,884,677	10	0.35%	25,795,540	10	0.30%
Air Tran Airways	-	0	0.00%	77,601,947	5	0.90%
Atlantic Southeast	-	0	0.00%	100,810,587	3	1.16%
BellSouth	-	0	0.00%	41,556,772	8	0.48%
Comair	-	0	0.00%	41,807,123	7	0.48%
	$ 1,034,614,908		14.61%	$ 1,293,674,983		14.95%

Source: Clayton County Tax Commissioner's Office

(1) District's total taxable value for 2015 (fiscal year 2016) $ 7,081,779,858

(2) District's total taxable value for 2006 (fiscal year 2007) $ 8,653,508,525

CLAYTON COUNTY BOARD OF EDUCATION

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN TAX YEARS

Tax Year	Taxes Levied For The Tax Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	153,470,689	135,978,504	88.60%	17,380,038	153,358,542	99.93%
2007	161,586,307	158,094,788	97.84%	3,070,185	161,164,973	99.74%
2008	164,039,251	159,495,677	97.23%	4,310,776	163,806,453	99.86%
2009	161,250,712	156,342,764	96.96%	4,639,719	160,982,483	99.83%
2010	140,806,351	134,322,336	95.40%	5,776,140	140,098,476	99.50%
2011	127,560,448	121,851,194	95.52%	4,946,998	126,798,192	99.40%
2012	116,054,221	111,310,517	95.91%	3,849,292	115,159,809	99.23%
2013	114,783,760	110,036,549	95.86%	2,036,119	112,072,668	97.64%
2014	112,951,579	108,449,460	96.01%	-	108,449,460	96.01%
2015	113,473,403	110,305,279	97.21%	-	110,305,279	97.21%

Source: Clayton County Tax Commissioner's Office

Note: This schedule recognizes collections on a calendar year (tax year) basis, whereas property tax collections reported in the basic financial statements are on a fiscal year basis.

CLAYTON COUNTY BOARD OF EDUCATION

SCHEDULE OF REVENUES BY SOURCE
GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011
Revenues:					
Local sources	$ 227,174,904	$ 236,387,341	$ 236,387,341	$ 224,080,154	$ 202,005,781
State sources	239,246,916	264,830,746	264,830,746	211,161,926	225,951,240
Federal sources	39,671,292	37,089,659	37,089,659	58,901,510	42,691,134
Interest earned on investments	6,991,392	5,534,144	5,534,144	396,312	412,878
On-behalf payments	7,227,583	-	-	-	-
Total revenues	$ 520,312,087	$ 543,841,890	$ 543,841,890	$ 494,539,902	$ 471,061,033

Note: In fiscal year 2008, the School System began reporting On-behalf payments with state sources.

2012	2013	2014	2015	2016
$ 189,018,853	$ 175,498,829	$ 169,375,757	$ 176,820,222	$ 179,685,236
225,789,473	233,999,813	253,751,123	269,909,227	289,387,310
47,204,487	33,006,129	38,582,753	36,702,290	37,515,504
473,966	117,347	113,496	109,660	51,882
-	-	-	-	-
$ 462,486,779	$ 442,622,118	$ 461,823,129	$ 483,541,399	$ 506,639,932

Debt Capacity

Clayton County Public Schools

CLAYTON COUNTY BOARD OF EDUCATION

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year Ended June 30,	Capital Lease	General Obligation Bonds	Total Primary Government	Percentage of Personal Income*	Per Capita*
2007	51,055	-	51,055	0.00%	-
2008	24,793	-	24,793	0.00%	-
2009	-	-	-	0.00%	-
2010	-	-	-	0.00%	-
2011	-	-	-	0.00%	-
2012	-	-	-	0.00%	-
2013	-	-	-	0.00%	-
2014	-	-	-	0.00%	-
2015	-	-	-	0.00%	-
2016	-	-	-	0.00%	-

Notes:
*See Schedule of Demographic and Economic Statistics

CLAYTON COUNTY BOARD OF EDUCATION

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2016

	Estimated Outstanding Debt	Percentage Applicable to Clayton County Board of Education	Amount Applicable to Clayton County Board of Education
Direct Debt			
Clayton County Board of Education	$ -	-	$ -
Overlapping Debt			
Clayton County	18,290,000	100%	18,290,000
Landfill Authority	8,810,000	100%	8,810,000
Total Direct and Overlapping Debt	$ 27,100,000		$ 27,100,000

NOTE: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the School System. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses within the School System's boundaries. This process recognizes that, when considering the School System's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county/authority's taxable assessed value that is within the School System's boundaries and dividing it by the county/authority's total taxable assessed value.

Source: Clayton County Board of Education and Clayton County Board of Commissioners

CLAYTON COUNTY BOARD OF EDUCATION

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011	2012
Debt limit	$ 229,586,750	$ 251,235,900	$ 251,795,800	$ 226,849,000	$ 214,196,500	$ 218,111,200
Total net debt applicable to limit	-	-	-	-	-	-
Legal debt margin	$ 229,586,750	$ 251,235,900	$ 251,795,800	$ 226,849,000	$ 214,196,500	$ 218,111,200
Total net debt applicable to the limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

2013	2014	2015	2016
$ 697,067,800	$ 686,097,000	$ 684,791,600	$ 708,178,000
-	-	-	-
$ 697,067,800	$ 686,097,000	$ 684,791,600	$ 708,178,000
0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2016

Assessed Value	$ 7,081,780,000
Debt Limit (10% of assessed value)	708,178,000
Debt applicable to limit:	
General obligation bonds	-
Total net debt applicable to limit	-
Legal debt margin	$ 708,178,000

Demographic & Economic Information

Clayton County Public Schools

CLAYTON COUNTY BOARD OF EDUCATION

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Year	Population	Personal Income* (in thousands)	Per Capita Personal Income	County Unemployment Rate**
2007	274,220	6,635,480	24,198	4.7%
2008	273,690	5,979,930	21,849	7.9%
2009	275,580	5,960,557	21,629	12.5%
2010	277,463	6,140,280	22,130	12.3%
2011	279,580	6,274,560	22,443	13.0%
2012	267,180	6,551,330	24,520	11.5%
2013	269,610	6,551,720	24,301	11.0%
2014	272,600	7,157,660	26,257	9.4%
2015	270,640	6,936,580	25,630	7.9%
2016	274,070	6,728,520	24,550	6.6%

* Woods & Poole Economics Data Pamphlet 2015

** Georgia Department of Labor/Clayton County Chamber of Commerce

CLAYTON COUNTY BOARD OF EDUCATION

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

	2016			2006*		
Taxpayer	Number of Employees	Rank	Percent of Total County Employment	Number of Employees	Rank	Percent of Total County Employment
Clayton County School System	7,300	1	4.27%	3,846	2	2.65%
Georgia Department of Transportation	6,000	2	3.51%	-	-	0.00%
Clayton County Board of Commissioners	3,500	3	2.05%	1,935	5	1.33%
Atlas Logistics	1350	4	0.79%	-	-	0.00%
Southern Regional Medical Center	1,100	5	0.64%	2,569	4	1.77%
Wal-Mart, Inc.	825	6	0.48%	1085	7	0.75%
FedEx Ground	800	7	0.47%	-	-	0.00%
Fresh Express, Inc.	800	8	0.47%	1050	8	0.72%
ToTo, USA, Inc.	700	9	0.41%	1,500	6	1.03%
Clayton State University	675	10	0.39%	-	-	0.00%
Delta Airlines, Inc./Tech Ops	-	-	0.00%	16,515	1	11.37%
Fort Gillem (U.S. Army)	-	-	0.00%	3,419	3	2.35%
Hartsfield Jackson International Airport	-	-	0.00%	400	9	0.28%
Bellsouth	-	-	0.00%	390	10	0.27%
Totals	23,050		13.48%	32,709		22.52%

* Information for 2007 employment is not available so 2006 was used

Source: Clayton County Office of Business Development. Based on data provided, these numbers are estimates

Note: Total employment in Clayton County for 2016 was 170,970 and in 2006 was 145,260.

CLAYTON COUNTY BOARD OF EDUCATION

STUDENT ETHNICITY STATISTICS
LAST TEN FISCAL YEARS

Sex	Race	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Female	American Indian/Alaskan Native	20	18	18	56	47	62	43	41	46	46
	Asian, Pacific Islander	1,061	1,030	1,030	1,153	1,159	1,151	1,162	1,082	1,101	1,073
	Black, not of Hispanic origin	18,643	17,408	17,387	17,454	17,667	17,720	17,876	17,785	18,150	18,448
	Hispanic	3,181	3,576	3,582	4,116	4,399	4,347	4,616	4,962	5,225	5,498
	Multi-racial	964	904	904	741	744	732	740	711	757	726
	White, not of Hispanic origin	1,355	1,042	1,043	932	844	813	792	756	727	674
	Sub Total	25,224	23,978	23,964	24,452	24,860	24,825	25,229	25,337	26,006	26,465
Male	American Indian/Alaskan Native	20	30	30	55	56	65	58	50	49	52
	Asian, Pacific Islander	1,157	1,148	1,147	1,213	1,228	1,222	1,242	1,174	1,155	1,159
	Black, not of Hispanic origin	19,385	18,488	18,514	18,411	18,708	18,548	18,768	18,848	19,236	19,425
	Hispanic	3,367	3,720	3,736	4,256	4,545	4,524	4,868	5,126	5,435	5,599
	Multi-racial	930	939	938	767	702	686	678	673	666	682
	White, not of Hispanic origin	1,514	1,176	1,179	1,050	919	895	914	822	820	754
	Sub Total	26,373	25,501	25,544	25,752	26,158	25,940	26,528	26,693	27,361	27,671
	System Total	51,597	49,479	49,508	50,204	51,018	50,765	51,757	52,030	53,367	54,136

Source: Georgia Department of Education Website

CLAYTON COUNTY BOARD OF EDUCATION

STUDENT ENROLLMENT STATISTICS
LAST TEN YEARS

Year Ended June 30,	Average Daily Membership	Average Daily Attendance	Attendance Percentage	Official State October 1 Enrollment Count
2007	52,261	50,013	95.70%	51,597
2008	51,955	48,740	93.81%	49,479
2009	48,945	46,478	94.96%	49,508
2010	49,474	47,111	95.22%	50,204
2011	49,474	47,917	96.85%	50,366
2012	50,663	48,500	95.73%	51,018
2013	51,154	48,899	95.59%	51,757
2014	51,962	49,416	95.10%	52,296
2015	53,078	50,358	94.88%	53,367
2016	53,822	50,995	94.75%	54,136

Operating Information

Clayton County
Public Schools

CLAYTON COUNTY BOARD OF EDUCATION

TEACHERS' BASE SALARIES
LAST TEN FISCAL YEARS

FISCAL YEAR	MINIMUM SALARY	MEDIAN SALARY	MAXIMUM SALARY	PERCENT CHANGE
2007	$38,859	$58,130	$77,400	3.54%
2008	$39,809	$59,635	$79,461	2.66%
2009	$40,624	$61,527	$82,430	3.74%
2010	$40,624	$61,452	$82,280	-0.18%
2011	$39,555	$59,908	$80,261	-2.45%
2012	$39,555	$59,908	$80,261	0.00%
2013	$39,555	$59,908	$80,261	0.00%
2014	$39,555	$59,908	$80,261	0.00%
2015	$40,742	$61,705	$82,669	3.00%
2016	$40,962	$62,039	$83,116	0.54%

CLAYTON COUNTY BOARD OF EDUCATION

HISTORY OF HIGH SCHOOL GRADUATES
LAST TEN SCHOOL YEARS

School Year	Drew High	Forest Park High	Jonesboro High	Lovejoy High	Morrow High	Mount Zion High	Mundy's Mill High	North Clayton High	Riverdale High	Alternative Programs	Total
2007	-	232	293	374	330	297	374	254	303	8	2,465
2008	-	236	272	360	366	249	387	236	302	105	2,513
2009	-	230	271	361	316	238	355	215	294	234	2,514
2010	-	218	214	297	284	240	305	225	293	279	2,355
2011	34	264	229	365	332	352	375	216	309	34	2,510
2012	251	307	201	389	283	258	329	175	209	251	2,653
2013	275	230	254	335	276	253	300	125	188	168	2,404
2014	284	279	256	371	304	288	336	140	235	44	2,537
2015	250	292	279	398	369	244	382	151	242	100	2,707
2016	269	347	264	385	343	199	352	162	272	137	2,730

CLAYTON COUNTY BOARD OF EDUCATION

RATIO OF PUPILS TO PROFESSIONAL PERSONNEL
LAST TEN FISCAL YEARS

Fiscal Year	Classroom Teachers (1)	Support Personnel (2)	Administrators (3)	Total Personnel	Average Daily Enrollment	Ratio of Pupils to Classroom Teachers
2007	3,535	3,826	263	7,624	50,013	14.1
2008	3,748	3,934	291	7,973	48,740	13.0
2009	3,819	3,482	215	7,516	46,478	12.2
2010	3,576	3,159	219	6,954	49,475	13.8
2011	3,412	2,917	209	6,538	47,917	14.0
2012	3,127	2,816	199	6,142	47,879	15.3
2013	3,011	2,703	199	5,913	51,154	17.0
2014	3,045	2,641	218	5,904	51,962	17.1
2015	3,096	3,080	239	6,415	53,078	17.1
2016	3,135	3,101	241	6,477	53,822	17.2

Notes:

1. Classroom Teachers- All Teachers, certified and non-certified.
2. Support Personnel- Includes Media Specialist, Counselors, Clerical, Paraprofessionals, Custodians, Maintenance, Transportation, Nutritional Services and other Support Personnel.
3. Administrators- Includes the Superintendent, Asst. Superintendents, Principals, Asst. Principals, Directors, Coordinators and Instructional Supervisors.

CLAYTON COUNTY BOARD OF EDUCATION

COST PER PUPIL ENROLLED
LAST TEN FISCAL YEARS

Fiscal Year	Expenditures	Average Daily Enrollment	Cost Per Pupil Enrolled	Percentage of Change
2007	435,575,233	50,013	8,709	4.45%
2008	477,786,670	48,740	9,803	12.56%
2009	496,759,613	46,478	10,688	9.03%
2010	458,871,577	47,111	9,740	-8.87%
2011	420,189,484	47,917	8,769	-9.97%
2012	394,940,190	50,663	7,795	-4.07%
2013	426,411,976	51,154	8,336	-8.34%
2014	425,016,774	51,962	8,179	6.08%
2015	409,173,771	50,358	8,125	-0.66%
2016	428,809,990	50,995	8,409	3.49%

CLAYTON COUNTY BOARD OF EDUCATION

NUTRITION SERVICES - FACTS AND FIGURES
LAST TEN FISCAL YEARS

		2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Number of schools participating in:											
Lunch - regular schedule		59	59	60	61	61	60	60	60	60	61
Lunch - year round		-	-	-	-	-	1	1	1	-	-
Breakfast program		59	59	60	61	61	61	61	61	61	62
Student lunches served:											
Free		5,094,162	5,019,989	5,163,769	5,523,779	5,742,787	5,998,933	6,177,665	7,169,629	7,475,564	7,899,049
Reduced		864,873	899,588	793,806	683,265	501,529	557,755	514,819	-	-	-
Fully paid		1,431,720	1,356,064	1,198,349	1,007,164	910,669	811,167	634,576	337,191	352,431	39,743
	Total	7,390,755	7,275,641	7,155,924	7,214,208	7,154,985	7,367,855	7,327,060	7,506,820	7,827,995	7,938,792
Adult lunches served		359,700	337,678	337,667	300,910	248,644	165,504	131,968	129,971	134,748	135,865
Student breakfasts served:											
Free		2,325,198	2,403,475	2,611,826	2,766,691	2,855,986	3,098,269	3,153,544	3,862,794	4,150,647	4,446,771
Reduced		272,792	308,777	299,277	271,852	213,274	247,560	230,084	-	-	-
Fully paid		293,284	333,376	322,811	285,175	263,094	246,104	192,917	183,478	195,883	22,345
	Total	2,891,274	3,045,628	3,233,914	3,323,718	3,332,354	3,591,933	3,576,545	4,046,272	4,346,530	4,469,116
Number of serving days:											
Regular schedule		195	180	185	179	175	175	175	175	175	176
Year-round schedule		-	-	-	-	-	175	175	175	-	-
Weighted average		194.70	180.00	185.00	179.00	175.00	175.00	175.00	175.00	175.00	176.00
Average daily participation:											
Student lunch		37,960	40,420	38,681	40,303	40,886	42,102	41,869	42,896	44,731	45,090
Adult lunch		1,847	1,876	1,825	1,681	1,421	946	754	743	770	3,754
Student breakfast		14,850	16,920	17,481	18,568	19,042	20,525	20,437	23,122	24,837	25,503
October 1 pupil count (Kindergarten not included)		49,479	48,814	45,399	45,579	50,366	46,734	46,622	46,992	48,344	48,809
Percentage of students daily eating school lunch		76.72%	82.80%	85.20%	88.42%	81.18%	90.09%	89.81%	91.28%	92.53%	92.38%
October 1 count of benefits											
Students on free lunch		28,538	32,535	32,807	37,773	38,395	38,911	40,087	44,877	48,344	48,809
Student on reduced lunch		5,092	6,393	5,459	3,746	3,896	3,691	3,660	2,115	-	-
Percentage of students on:											
Free lunch		57.68%	66.65%	72.26%	82.87%	76.23%	83.26%	85.98%	95.50%	100.00%	100.00%
Reduced lunch		10.29%	13.10%	12.02%	8.22%	7.74%	7.90%	7.85%	4.50%	0.00%	0.00%
	Total	67.97%	79.75%	84.29%	91.09%	83.97%	91.16%	93.83%	100.00%	100.00%	100.00%

CLAYTON COUNTY BOARD OF EDUCATION

SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
School										
Elementary										
Anderson (1971)										
Square feet	54,221	54,221	54,221	54,221	54,221	54,221	56,176	56,176	56,680	56,680
Capacity	450	450	450	450	450	450	450	450	450	450
Enrollment	519	484	482	497	490	496	496	554	552	552
Arnold (1963)										
Square feet	57,177	57,177	57,177	57,177	57,177	57,177	57,177	57,177	59,638	59,638
Capacity	500	500	500	500	500	500	500	500	500	500
Enrollment	520	467	469	477	481	460	489	518	529	529
Brown (1975)										
Square feet	81,615	81,615	81,615	81,615	81,615	81,615	81,615	81,615	80,547	80,547
Capacity	750	750	750	750	750	750	750	750	750	750
Enrollment	796	743	745	789	790	881	760	784	822	822
Callaway (2002)										
Square feet	105,494	105,494	105,494	105,494	105,494	105,494	105,494	105,494	104,889	104,889
Capacity	900	900	900	900	900	900	900	900	900	900
Enrollment	921	821	844	855	816	792	806	848	886	886
Church St (1966)										
Square feet	78,651	78,651	78,651	78,651	78,651	78,651	78,651	78,651	79,913	79,913
Capacity	825	825	825	825	825	825	825	825	825	825
Enrollment	949	813	868	832	817	886	904	890	967	967
East Clayton (1958)										
Square feet	68,818	68,818	68,818	68,818	68,818	68,818	68,818	68,818	68,818	68,818
Capacity	650	650	650	650	650	650	650	650	650	650
Enrollment	649	592	615	632	608	578	625	621	624	624
Edmonds (1957)										
Square feet	57,307	57,307	57,307	57,307	57,307	57,307	57,307	57,307	58,191	58,191
Capacity	450	450	450	450	450	450	450	450	450	450
Enrollment	470	515	560	587	547	610	576	590	582	582
Fountain (1952)										
Square feet	68,965	68,965	68,965	68,965	68,965	68,965	68,965	77,648	77,648	77,648
Capacity	650	650	650	650	650	650	650	650	650	650
Enrollment	499	496	549	626	553	597	600	634	652	652
Harper (2002)										
Square feet	91,014	91,014	91,014	91,014	105,994	105,994	105,994	107,701	106,854	106,854
Capacity	725	725	725	725	900	900	900	900	900	900
Enrollment	817	748	728	812	810	902	920	876	914	914

Note: "X" represents the year the building did not exist.

CLAYTON COUNTY BOARD OF EDUCATION

SCHOOL BUILDING INFORMATION (CONTINUED)
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Hawthorne (1998)										
Square feet	102,500	102,500	102,500	102,500	102,500	102,500	102,500	102,500	103,289	103,289
Capacity	900	900	900	900	900	900	900	900	900	900
Enrollment	868	913	943	964	950	983	982	893	962	962
Haynie (1969)										
Square feet	72,107	72,107	72,107	72,107	72,107	72,107	72,332	72,332	71,746	71,746
Capacity	738	738	738	738	738	737	768	750	750	750
Enrollment	801	745	712	663	681	761	872	872	905	905
Hendrix (1955)										
Square feet	54,748	54,748	54,748	54,748	54,748	X	X	X	X	X
Capacity	450	450	450	450	450	-	-	-	-	-
Enrollment	254	124	119	27	27	-	-	-	-	-
Huie (1966)										
Square feet	71,569	71,569	71,569	71,569	71,569	71,569	71,569	71,569	71,081	71,081
Capacity	675	675	675	675	675	675	675	675	675	675
Enrollment	633	597	655	658	614	717	705	717	789	789
Jackson (2003)										
Square feet	90,229	90,229	90,229	90,229	90,229	105,209	105,209	105,209	104,841	104,841
Capacity	725	725	900	900	900	900	968	900	900	900
Enrollment	947	734	736	882	837	914	1,023	979	1,074	1,074
Kemp (1981)										
Square feet	71,882	71,882	71,882	71,882	71,882	71,882	71,882	71,882	74,068	74,068
Capacity	850	850	850	850	850	850	650	850	850	850
Enrollment	742	706	718	699	689	711	689	669	673	673
Kemp Primary (2004)										
Square feet	90,229	90,229	90,229	90,229	90,229	90,229	90,229	91,014	90,065	90,065
Capacity	663	663	663	663	650	650	650	650	650	650
Enrollment	741	605	718	693	624	711	711	667	682	682
Kilpatrick (1973)										
Square feet	75,379	75,379	75,379	75,379	75,379	75,379	75,379	75,379	72,260	72,260
Capacity	650	650	650	650	650	650	650	650	650	650
Enrollment	618	550	562	611	606	621	633	679	720	720
King (2003)										
Square feet	92,044	92,044	92,044	92,044	92,044	92,044	92,044	92,044	91,852	91,852
Capacity	700	700	700	700	700	700	700	700	700	700
Enrollment	993	870	906	957	935	957	1,014	1,039	1,048	1,048
Lake City (1957)										
Square feet	51,245	51,245	51,245	51,245	51,245	51,245	51,245	59,153	58,642	58,642
Capacity	463	463	463	463	463	462	462	450	450	450
Enrollment	490	501	510	535	516	540	539	548	553	553
Lake Ridge (1994)										
Square feet	94,662	94,662	94,662	94,662	94,662	94,662	94,662	94,662	94,138	94,138
Capacity	788	788	650	788	788	788	788	800	800	800
Enrollment	866	729	750	730	694	728	726	678	658	658

Note: "X" represents the year the building did not exist.

CLAYTON COUNTY BOARD OF EDUCATION

SCHOOL BUILDING INFORMATION (CONTINUED)
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Lee St (1960)										
Square feet	54,220	54,220	54,220	54,220	54,220	54,220	54,220	54,220	54,101	54,101
Capacity	500	500	500	500	500	500	500	500	500	500
Enrollment	622	541	596	562	509	555	589	640	677	677
Marshall (2004)										
Square feet	89,854	89,854	89,854	89,854	89,854	89,854	89,854	90,174	90,174	90,174
Capacity	725	725	725	725	725	725	725	725	725	725
Enrollment	901	852	826	828	818	833	861	909	917	917
McGarrah (1967)										
Square feet	73,782	73,782	73,782	73,782	73,782	73,782	74,837	74,787	74,729	74,729
Capacity	750	750	750	750	750	750	750	750	750	750
Enrollment	705	608	621	641	631	670	711	692	713	713
Morrow (1952)										
Square feet	54,382	54,382	54,382	54,382	54,382	54,382	54,382	54,382	61,950	61,950
Capacity	450	450	450	450	450	450	450	450	450	450
Enrollment	509	481	515	505	467	478	478	482	533	533
Mt Zion (1976)										
Square feet	85,815	85,815	85,815	85,815	85,815	85,815	85,815	85,815	76,503	76,503
Capacity	700	700	700	700	700	700	700	700	700	700
Enrollment	927	558	550	575	589	569	572	615	646	646
Mt Zion Primary (2008)										
Square feet	X	93,275	93,275	93,275	93,275	93,275	93,275	93,275	93,205	93,205
Capacity	-	750	750	750	750	750	750	750	750	750
Enrollment	-	540	548	660	629	689	686	639	641	641
Northcutt (1970)										
Square feet	78,013	78,013	78,013	78,013	78,013	78,013	79,394	79,394	77,030	77,030
Capacity	750	750	750	750	750	750	750	750	750	750
Enrollment	568	628	658	699	686	648	648	632	633	663
Oliver (1976)										
Square feet	67,194	67,194	67,194	67,194	67,194	67,194	67,194	67,194	75,187	75,187
Capacity	675	675	675	675	675	675	675	675	675	675
Enrollment	884	784	739	664	672	613	613	633	642	642
Pointe South (1981)										
Square feet	57,441	57,441	57,441	57,441	57,441	57,441	57,441	57,441	57,441	746,076
Capacity	675	675	675	675	675	675	675	675	675	675
Enrollment	775	643	697	674	662	697	703	637	726	726
River's Edge (1994)										
Square feet	100,300	100,300	100,300	100,300	100,300	100,820	100,820	100,280	101,094	101,094
Capacity	863	863	863	863	863	863	863	850	850	850
Enrollment	1,153	1,102	1,142	604	573	596	607	566	634	634
Riverdale (1954)										
Square feet	65,084	65,084	65,084	65,084	65,084	65,084	65,084	X	X	X
Capacity	700	700	700	700	700	700	700	-	-	
Enrollment	660	608	606	669	643	643	663	-	-	
Riverdale (2013)										
Square feet	X	X	X	X	X	X	X	108,324	108,324	108,324
Capacity	-	-	-	-	-	-	-	800	800	800
Enrollment	-	-	-	-	-	-	-	613	684	684
Smith (2000)										
Square feet	95,132	95,132	109,612	109,612	109,612	109,612	109,612	109,716	11,065	110,065
Capacity	725	725	900	900	900	900	900	900	900	900
Enrollment	937	938	938	871	851	930	957	953	969	969
Suder (1966)										
Square feet	79,783	79,783	79,783	79,783	79,783	79,783	79,783	79,783	82,493	82,493
Capacity	775	775	775	765	765	765	765	775	775	775
Enrollment	804	662	683	665	640	694	736	705	719	719

Note: "X" represents the year the building did not exist.

CLAYTON COUNTY BOARD OF EDUCATION

SCHOOL BUILDING INFORMATION (CONTINUED)
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
School										
Elementary										
Swint (1968)										
Square feet	71,785	71,785	71,785	71,785	71,785	71,785	72,665	72,665	76,899	76,899
Capacity	788	788	788	776	776	776	776	750	750	750
Enrollment	565	524	571	642	605	639	598	596	670	670
Tara (1964)										
Square feet	76,224	76,224	76,224	76,224	76,224	76,224	76,224	83,111	88,155	88,155
Capacity	735	735	735	725	725	725	725	725	725	725
Enrollment	590	598	667	601	547	725	662	662	709	709
Unidos Charter (Hendrix)										
Square feet	76,224	76,224	76,224	76,224	76,224	54,748	54,748	54,748	56,278	56,278
Capacity	735	735	735	725	725	450	450	450	450	450
Enrollment	590	598	667	601	547	491	577	676	800	800
West Clayton (1964)										
Square feet	66,917	66,917	66,917	66,917	66,917	66,917	66,917	66,917	66,159	66,159
Capacity	600	600	600	600	600	600	600	600	600	600
Enrollment	527	499	510	462	436	444	468	503	593	593
White Academy (2010)										
Square feet	X	X	X	201,679	201,679	201,679	201,679	210,679	205,143	205,143
Capacity	-	-	-	1,425	1,425	1,425	1,425	1,425	1,425	1,425
Enrollment	-	-	-	-	1,414	1,410	1,381	1,444	1,398	1,398
Middle										
Adamson (1977)										
Square feet	120,015	120,015	120,015	120,015	120,015	120,015	120,015	120,015	113,033	113,033
Capacity	775	775	775	775	775	775	775	775	775	775
Enrollment	787	654	656	658	649	617	604	594	596	596
Babb (1966)										
Square feet	103,443	103,443	103,443	103,443	103,443	103,443	103,443	103,443	106,596	106,596
Capacity	775	775	775	775	775	775	775	775	775	775
Enrollment	869	793	783	766	796	755	808	831	844	844
Forest Park (1940)										
Square feet	84,964	84,964	84,964	84,964	84,964	84,964	85,894	85,884	94,677	94,677
Capacity	570	570	570	600	600	600	600	600	600	600
Enrollment	593	505	510	674	683	703	680	663	650	650
Jonesboro (2004)										
Square feet	128,170	128,170	128,170	128,170	128,170	128,170	128,170	128,170	128,188	128,188
Capacity	875	875	875	875	875	875	875	875	875	875
Enrollment	938	883	834	743	753	794	869	853	853	883
Kendrick (1996)										
Square feet	123,458	143,828	143,724	143,724	143,828	143,724	143,724	143,724	144,359	144,359
Capacity	850	1,075	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Enrollment	921	770	787	852	883	847	820	777	731	731
Lovejoy (1990)										
Square feet	123,731	123,731	123,731	123,731	123,731	123,731	125,567	125,567	121,041	121,041
Capacity	738	738	738	725	725	725	725	725	725	725
Enrollment	1,280	1,175	1,172	584	578	586	663	659	581	581
Morrow #7 (2012)										
Square feet	X	X	X	171,727	171,727	171,727	171,727	174,539	174,539	174,539
Capacity	-	-	-	900	900	900	1,200	900	900	900
Enrollment	-	-	-	803	742	756	695	683	755	755

Note: "X" represents the year the building did not exist.

CLAYTON COUNTY BOARD OF EDUCATION

SCHOOL BUILDING INFORMATION (CONTINUED)
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
School										
Middle										
Old Morrow - Elite (1967)										
Square feet	96,109	96,109	96,109	96,109	96,109	96,109	96,109	96,525	97,525	97,525
Capacity	650	650	650	650	650	650	650	650	650	650
Enrollment	824	704	681	725	737	376	424	495	597	597
Mundy's Mill (1973)										
Square feet	116,822	116,822	116,822	116,822	116,822	116,822	116,822	116,822	121,761	121,761
Capacity	850	850	850	850	850	850	850	850	850	850
Enrollment	961	887	869	804	818	823	798	809	793	793
N. Clayton Middle (1969)										
Square feet	107,374	126,179	126,179	126,179	126,179	126,179	118,255	126,179	126,128	126,128
Capacity	738	1,000	738	738	1,000	1,000	1,000	1,000	1,000	1,000
Enrollment	961	949	920	843	860	808	813	858	824	824
Pointe South (1978)										
Square feet	141,792	141,792	141,792	141,792	160,835	160,835	160,835	160,835	137,106	137,106
Capacity	875	875	875	875	925	925	925	925	925	925
Enrollment	954	814	803	822	838	844	873	836	795	795
Rex Mill (2007)										
Square feet	152,570	152,570	152,570	152,570	152,570	152,570	152,570	152,570	146,303	146,303
Capacity	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Enrollment	578	981	953	1,035	1,042	1,094	1,131	1,108	1,025	1,025
Riverdale (1968)										
Square feet	108,738	108,738	108,738	108,738	139,581	108,738	139,581	123,470	125,047	125,047
Capacity	850	850	850	850	850	850	850	850	850	850
Enrollment	859	841	833	741	752	779	760	712	690	690
Roberts (2000)										
Square feet	123,458	144,014	146,007	146,007	146,007	146,007	146,007	146,007	210,431	210,431
Capacity	838	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,350	1,350
Enrollment	815	644	649	699	667	675	737	789	894	894
Sequoyah (2004)										
Square feet	128,170	128,170	128,170	128,170	128,170	128,170	128,170	128,170	128,188	128,188
Capacity	875	875	875	875	875	875	875	875	875	875
Enrollment	926	769	737	808	804	885	876	866	922	922

Note: "X" represents the year the building did not exist.

CLAYTON COUNTY BOARD OF EDUCATION

SCHOOL BUILDING INFORMATION (CONTINUED)
LAST TEN FISCAL YEARS

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
School										
High										
Drew (2009)										
Square feet	X	X	297,918	297,918	297,918	297,918	308,859	318,859	317,251	317,251
Capacity	-	-	1,850	1,850	1,850	1,850	1,850	1,850	1,850	1,850
Enrollment	-	-	-	1,132	1,182	1,594	1,589	1,555	1,593	1,593
Forest Park (1962)										
Square feet	206,766	206,766	206,766	206,766	227,356	227,356	227,356	227,356	235,481	235,481
Capacity	1,550	1,550	1,550	1,550	1,550	1,550	1,550	1,550	1,550	1,550
Enrollment	1,626	1,545	1,518	1,626	1,643	1,651	1,710	1,742	1,742	1,752
Jonesboro (1963)										
Square feet	193,634	208,036	208,036	208,036	208,036	227,131	228,157	228,157	217,468	217,468
Capacity	1,500	1,725	1,500	1,500	1,725	1,725	1,725	1,725	1,725	1,725
Enrollment	1,697	1,268	1,153	1,212	1,235	1,311	1,372	1,319	1,289	1,289
Lovejoy (1989)										
Square feet	217,450	217,450	217,450	231,852	231,852	231,852	231,853	231,853	231,706	231,706
Capacity	1,625	1,625	1,625	1,850	1,850	1,850	1,850	1,850	1,850	1,850
Enrollment	1,903	1,804	1,662	1,815	1,894	1,978	2,000	2,044	1,992	1,992
Morrow (1970)										
Square feet	183,836	183,836	183,836	183,836	183,836	183,836	183,836	196,640	195,537	195,537
Capacity	1,375	1,375	1,375	1,375	1,375	1,375	1,375	1,900	1,900	1,900
Enrollment	2,074	1,742	1,534	1,722	1,819	1,762	1,728	1,737	1,990	1,990
Mt. Zion (1990)										
Square feet	231,952	231,952	216,241	231,952	231,952	231,952	233,593	233,593	230,925	230,925
Capacity	1,575	1,575	1,350	1,575	1,575	1,575	1,575	1,575	1,575	1,575
Enrollment	1,731	1,722	1,547	1,563	1,580	1,570	1,804	1,639	1,283	1,283
Mundy's Mill (2002)										
Square feet	254,667	254,667	292,512	292,512	292,512	292,512	313,882	313,882	313,882	313,882
Capacity	1,350	1,350	1,850	1,850	1,850	1,850	1,850	1,850	1,850	1,850
Enrollment	2,104	1,815	1,659	1,629	1,719	1,706	1,695	1,718	1,757	1,757
N. Clayton (1967)										
Square feet	194,138	194,138	194,138	194,138	194,138	211,657	211,657	211,657	188,824	188,824
Capacity	1,325	1,325	1,325	1,325	1,325	1,325	1,325	1,100	1,100	1,100
Enrollment	1,527	1,526	1,360	1,068	1,118	899	848	846	890	890
Riverdale (1977)										
Square feet	203,067	203,067	203,067	203,067	203,067	203,067	203,067	203,067	177,821	177,821
Capacity	1,325	1,325	1,325	1,325	1,325	1,325	1,325	1,325	1,325	1,325
Enrollment	1,961	1,670	1,532	1,053	1,416	1,237	1,303	1,393	1,342	1,342
M E Stilwell										
Square feet	X	X	X	X	X	X	X	X	133,195	133,195
Capacity	X	X	X	X	X	X	X	X	825	825
Enrollment	X	X	X	X	X	X	X	X	542	542

Note: "X" represents the year the building did not exist.

Single Audit Section

Clayton County
Public Schools

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 Members of the
Clayton County Board of Education
Jonesboro, 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, the business-type activities, each major fund, and the aggregate remaining fund information of Clayton County Board of Education as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise Clayton County Board of Education's basic financial statements and have issued our report thereon dated March 29, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Clayton County Board of Education'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 Clayton County Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of Clayton County Board of Education'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 Clayton County Board of Education'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 Clayton County Board of Education'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.

Mauldin & Jenkins, LLC

Macon, Georgia
March 29, 2017

MAULDIN & JENKINS

INDEPENDENT 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
Clayton County Board of Education
Jonesboro, Georgia

Report on Compliance for Each Major Federal Program

We have audited Clayton County Board of Education'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 Clayton County Board of Education's major federal programs for the year ended June 30, 2016. Clayton County Board of Education'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 the requirements of 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 Clayton County Board of Education'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 Clayton County Board of Education'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 Clayton County Board of Education's compliance.

Opinion on Each Major Federal Program

In our opinion, Clayton County Board of Education complied, in all material respects, with the 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 Clayton County Board of Education 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 Clayton County Board of Education'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 Clayton County Board of Education'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.

Mauldin & Jenkins, LLC

Macon, Georgia
March 29, 2017

CLAYTON COUNTY BOARD OF EDUCATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Contract or Project Number	Total Expenditures
U. S. DEPARTMENT OF AGRICULTURE			
Passed through Georgia Department of Education:			
Child Nutrition Cluster			
School Breakfast Program	10.553	N/A	$ 8,855,554
USDA Commodities	10.555	N/A	2,433,234
National School Lunch Program	10.555	N/A	24,896,709
National School Snack Program	10.555	N/A	334,342
Total Child Nutrition Cluster			36,519,839
Passed through Georgia Department of Education:			
Child Nutrition Discretionary Grants Limited Availability	10.579	NA	33,000
Fresh Fruits and Vegetables	10.582	N/A	287,116
Total U. S. Department of Agriculture			36,839,955
U. S. DEPARTMENT OF EDUCATION			
Passed through Georgia Department of Technical and Adult Education:			
Adult Education	84.002	N/A	266,069
Adult Education/Institutional	84.002	N/A	17,080
			283,149
Passed through Georgia Department of Education:			
Title I Programs - Improving Academic Achievement	84.010	N/A	21,582,152
Title I Programs - School Improvement Grant	84.010	N/A	501,312
			22,083,464
Title IV-B, Special Education Cluster			
Title VI-B Flowthrough	84.027	N/A	9,590,886
Title VI-B High Cost	84.027	N/A	156,644
Title VI-B South Metro	84.027	N/A	437,777
Title VI-B Preschool	84.173	N/A	242,145
Total Title IV-B, Special Education Cluster			10,427,452
Title II - Improving Teacher Quality	84.367	N/A	1,955,459
Title II - Advanced Placement	84.367	N/A	7,900
			1,963,359
Title III - Limited English Proficient	84.365	N/A	666,095
Title III - ELA Unaccompanied Children and Youth	84.365	N/A	2,517
			668,612

(Continued)

CLAYTON COUNTY BOARD OF EDUCATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Contract or Project Number	Total Expenditures
U. S. DEPARTMENT OF EDUCATION (CONTINUED)			
Passed through Georgia Department of Education (Continued):			
Education for Homeless Children and Youth	84.196	N/A	$ 79,619
Vocational Education - Basic Grants to States			
Program Improvement	84.048	N/A	501,815
Perkins Carryover	84.048	N/A	28,497
			530,312
Subtotal - Passed through Georgia Department of Education			36,035,967
Passed through Georgia State University Research Foundation			
Collaboration and Resources for Encouraging and Supporting Transformations in Education	84.336	N/A	26,014
Subtotal - Passed through Georgia State University Research Foundation			26,014
Total U. S. Department of Education			36,061,981
U. S. DEPARTMENT OF DEFENSE			
Direct Award:			
ROTC	12.unknown	N/A	635,105
U. S. DEPARTMENT OF JUSTICE:			
Passed through Georgia Bureau of Investigation			
ARRA - Crimes Against Children	16.804	N/A	55,826
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed through Georgia Department of Early Care and Learning			
Child Care and Development Block Grant	93.575	N/A	59,203
Total Child Care and Development Fund Cluster			59,203
Passed through Clayton County Board of Health			
Teenage Pregnancy Prevention	93.297	N/A	21,625
Total Teenage Pregnancy Prevention			21,625
Total U. S. Department of Health and Human Services			80,828

(Continued)

CLAYTON COUNTY BOARD OF EDUCATION

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Contract or Project Number	Total Expenditures
U.S. DEPARTMENT OF LABOR			
Passed through Georgia Governor's Office of Workforce Development			
WIA Cluster - Workforce Investment Act Grant	17.259	WD1109	$ 165,217
U.S. DEPARTMENT OF TRANSPORTATION			
Passed through Georgia Governor's Office of Highway Safety			
Students Against Destructive Decisions	20.601	2012-000-00422	24,092
Total Expenditures of Federal Awards			$ 73,863,004

CLAYTON COUNTY BOARD OF EDUCATION

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE FISCAL YEAR ENDED JUNE 30, 2016

NOTE 1. BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards includes the federal grant activity of the Clayton County Board of Education and is presented on the accrual basis of accounting.

The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the financial statements.

NOTE 2. DE MINIMIS COST RATE

The School System elected not to use the ten percent de minimis cost rate for the year ended June 30, 2016.

NOTE 3. SUBRECIPIENTS

The School System did not pass through any grant funds to subrecipients for the year ended June 30, 2016.

CLAYTON COUNTY BOARD OF EDUCATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

A. SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting: Material weaknesses identified?	____Yes __X__No
Significant deficiencies identified not considered to be material weaknesses?	____Yes __X__None Reported
Noncompliance material to financial statements noted?	____Yes __X__No

Federal Awards

Internal Control over major programs: Material weaknesses identified?	____Yes __X__No
Significant deficiencies identified not considered to be material weaknesses?	____Yes __X__None reported
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance	____Yes __X__No

Identification of major program:

CFDA Number	Name of Federal Program or Cluster
	Child Nutrition Cluster Program:
	U.S. Department of Agriculture
10.553	School Breakfast Program
10.555	National School Lunch Program

Dollar threshold used to distinguish between Type A and Type B programs:	$2,215,890
Auditee qualified as low-risk auditee?	____Yes __X__No

CLAYTON COUNTY BOARD OF EDUCATION

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016

B. FINDINGS: FINANCIAL STATEMENTS AUDIT

None reported

C. FINDINGS AND QUESTIONED COSTS: MAJOR FEDERAL AWARD PROGRAMS AUDIT

None reported

CLAYTON COUNTY BOARD OF EDUCATION

SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2016

2015-001 **Compliance with Indirect Cost Allocation Requirements – Child Nutrition Cluster, CFDA 10.553 and 10.555**

Criteria: The Office of Management and Budget (OMB) Circular A-87 authorizes Local Units of Administration (LUAs) to recover reimbursement for indirect costs associated with various federal programs. If the School System elects to claim indirect costs, the rate used may be less than the calculated rate but may not exceed the approved rate established by the cognizant agency. Indirect costs are calculated by multiplying the approved rate by the expenditures included in the direct cost base minus excluded costs or unallowable items as specified in the grantee's indirect cost rate agreement.

Condition: Based on the above criteria, the School System did not properly charge indirect costs to the Child Nutrition Cluster for the fiscal year ended June 30, 2015.

Views of Responsible Officials and Status: Resolved