TROUP COUNTY SCHOOL DISTRICT, GEORGIA

ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

TROUP COUNTY SCHOOL DISTRICT, GEORGIA

FOR THE FISCAL YEAR ENDED JUNE 30, 2015

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I. FINANCIAL SECTION

MAULDIN & JENKINS

INDEPENDENT AUDITOR'S REPORT

To the Superintendent and Members of
the Troup County School District
LaGrange, Georgia

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the **Troup County Board of Education** (the School District), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Troup 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 policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the Troup County Board of Education, as of June 30, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Notes L and P, the Troup County Board of Education implemented Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, as well as Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68,* as of July 1, 2014. These standards significantly changed the accounting for the Troup County Board of Education's net pension liability and the related disclosures. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Schedule of Proportionate Share of Net Pension Liability – Teachers Retirement System of Georgia, The Schedule of Contributions – Teachers Retirement System of Georgia, and the Schedule of Proportionate Share of Net Pension Liability – Public School Employee Retirement System of Georgia on pages 4 through 13, 55, 56, and 57, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Troup County Board of Education's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, the schedule of expenditures of special purpose local option sales tax proceeds, as required by the Official Code of Georgia 48-8-121, and the schedule of expenditures of federal awards, as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governmentas, and Non-Profit Organizations* are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules, the schedule of expenditures of special purpose local option sales tax proceeds 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 10, 2016 on our consideration of the Troup 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 the Troup County Board of Education's internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Atlanta, Georgia
February 10, 2016

TROUP COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2015

The discussion and analysis of Troup County School District (the "School District")'s financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2015. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the basic financial statements and the notes to the financial statements to enhance their understanding of the School District's financial performance. All amounts, unless otherwise indicated, are expressed in millions of dollars.

FINANCIAL HIGHLIGHTS

- The assets and deferred outflows of resources of the School District exceeded its liabilities and deferred inflows of resources at the close of the fiscal year 2015 by $69.4 million.
- The School District's total net position increased by $16.9 million (32.3%) during the current fiscal year. The Governmental Activities' increase was $16.9 million (33.0%) and the Business-type Activities' increase was (1.8%) or $22 thousand. Total net position of Governmental Activities increased as the District was able to continue the practice of having no debt service on SPLOST bonds and expend general funds at a rate lesser than the approved budget. The net position for Business-type activities increased as a result of increased grant revenues.
- Governmental activities general revenues accounted for $62.4 million or 47.1% of all revenues. Governmental activities program specific revenues in the form of charges for services/sales operating grants contributions and capital grants/contributions accounted for $62.8 million or 50.1% of total Governmental Activities' revenues of $125.2 million.
- The School District had $108.3 million of expenses related to Governmental Activities; only $62.8 million of these expenses were offset by program specific charges for services, grants or contributions. General revenues totaling $62.4 million were able to more than cover the balance of expenses. General revenues were primarily derived from Property Taxes of $43.9 million, Special Local Option Sales Taxes of $11.1 million, and State Aid/Formula Grants of $7.3 million.
- Among the major funds, the General Fund had $102.4 million in revenues and $97.5 million in expenditures. The General Fund's fund balance increased by $4.9 million to $19.0 million which represents 19.5% of total General Fund expenditures.
- Total net position for Business-type activities of $1.2 million increased by $22 thousand. Ending net position of business-type activities represent approximately 17.1% of operating expenses.
- The School District's total long-term liabilities and obligations decreased by $33.4 million during the fiscal year 2015.

USING THE BASIC FINANCIAL STATEMENTS

This annual report consists of a series of basic financial statements and notes to those statements. These statements are organized so the reader can understand the Troup County School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of Troup County School District, the General Fund is by far the most significant fund.

REPORTING THE SCHOOL DISTRICT AS A WHOLE

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2015?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets, deferred outflows and inflows of resources, and liabilities using the accrual basis of accounting similar to the accounting methods used by most private-sector companies. These bases of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net position and change in the net position. The change in net position is important because it tells the reader that, for the School District as a whole, the financial position of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's property tax base, current property tax laws in Georgia impacting revenue growth, facility conditions, required educational programs, Georgia educational budget changes and other factors.

In the Statement of Net Position and the Statement of Activities, the School district is divided into two distinct kinds of activities:

- Governmental Activities – Most of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods of services provided. The School District's food service and after school programs are reported as business activities.

REPORTING THE SCHOOL DISTRICT'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

The analysis of the School District's major funds begins on page 14. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund and the SPLOST IV Capital Projects Fund.

Governmental Funds – Most of the School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at fiscal year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provided a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between Governmental Activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements See pages 14 through 20.

Proprietary Funds – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match. Proprietary financial statements may be viewed on pages 21 through 23.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the School District's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. These funds generally include school clubs and organizations within the principal's accounts. Fiduciary fund statements may be viewed on pages 24 and 25.

NOTES TO THE FINANCIAL STATEMENTS

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. Notes to the financial statements may be viewed on pages 26 through 54.

THE SCHOOL DISTRICT AS A WHOLE

Recall that the Statement of Net Position provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's net position for 2015 compared to 2014:

Table 1
Troup County School District's Net Position
In Millions

	Governmental Activities		Business-type Activities		Total Net Position		Total % Change
	2014	**2015**	**2014**	**2015**	**2014**	**2015**	**2014-15**
Current and Other Assets	$ 37.7	$ 36.3	$ 2.2	$ 2.2	$ 39.9	$ 38.5	-3.5%
Capital Assets	133.0	146.2	0.4	0.4	133.4	146.6	9.9%
Total Assets	**170.7**	**182.5**	**2.6**	**2.6**	**173.3**	**185.1**	**6.8%**
Deferred Outflows of Resources	**7.4**	**7.8**	**0.1**	**-**	**7.5**	**7.8**	100.0%
Other Liabilities	17.1	15.3	0.7	0.7	17.8	16.0	-10.1%
Long Term Liabilities	109.8	76.7	0.8	0.5	110.6	77.2	-30.2%
Total Liabilities	**126.9**	**92.0**	**1.5**	**1.2**	**128.4**	**93.2**	**-27.4%**
Deferred Inflows of Resources	**-**	**30.2**	**-**	**0.2**	**-**	**30.4**	100.0%
Net Position:							
Net Investment in Capital Assets	133.0	143.2	0.4	0.4	133.4	143.6	7.6%
Restricted	3.0	2.8	1.4	0.7	4.4	3.5	-20.5%
Unrestricted	(84.8)	(77.9)	(0.6)	0.1	(85.4)	(77.8)	-8.9%
Total Net Position	**$ 51.2**	**$ 68.1**	**$ 1.2**	**$ 1.2**	**$ 52.4**	**$ 69.3**	**32.3%**

Total net position increased $16.9 million. Cash, investments and accounts receivable decreased $1.4 million due to cash management practices and collection rates for taxes. Capital Assets increased by $13.2 million due to annual depreciation being less than additional new assets. This was related to SPLOST IV construction activities of which some are still in construction in progress. Long Term Debt increased $200 thousand as the accrual for QZAB debt was recorded. The overall long-term liabilities decreased based on contributions made to the School District's Net Pension Liability.

Table 2 shows the changes in net position for fiscal year 2015 compared to fiscal year 2014:

Table 2
Change in Troup County School District's Net Position
In Millions

	Governmental Activities		Business-type Activities		Total Net Position		Total % Change
	2014	2015	2014	2015	2014	2015	2014-15
Revenues							
Program Revenues							
Charges for Services	$ 0.9	$ 2.9	$ 1.6	$ 1.7	$ 2.5	$ 4.6	84.0%
Federal Grants	7.8	7.8	5.3	5.5	13.1	13.3	1.5%
State Grants/Entitlements	58.2	51.9	-	-	58.2	51.9	-10.8%
Other	0.2	0.2	-	-	0.2	0.2	0.0%
General Revenues							
Property Taxes	38.0	43.9	-	-	38.0	43.9	15.5%
Sales Taxes	10.7	11.1	-	-	10.7	11.1	3.7%
State Aid/Formula Grants	7.3	7.3	-	-	7.3	7.3	0.0%
Other	0.1	0.1	-	-	0.1	0.1	0.0%
Total Revenues	**123.2**	**125.2**	**6.9**	**7.2**	**130.1**	**132.4**	**1.8%**
Expenses							
Instruction	70.4	68.0	-	-	70.4	68.0	-3.4%
Pupil Support Services	7.8	7.8	-	-	7.8	7.8	0.0%
Improvement of Instructional Services	4.3	4.2	-	-	4.3	4.2	-2.3%
Educational Media	2.3	2.5	-	-	2.3	2.5	8.7%
General and Federal Administration	1.2	1.4	-	-	1.2	1.4	16.7%
School Administration	6.3	6.2	-	-	6.3	6.2	-1.6%
Business Administration	1.0	0.9	-	-	1.0	0.9	-10.0%
Maintenance/Operation of Facilities	9.0	8.7	-	-	9.0	8.7	-3.3%
Student Transportation Services	6.7	7.3	-	-	6.7	7.3	9.0%
Central Support Services	0.7	0.6	-	-	0.7	0.6	-14.3%
Other Support Services	0.4	0.4	-	-	0.4	0.4	0.0%
Business Type Activities	-	-	7.0	7.2	7.0	7.2	2.9%
Community Services	0.2	0.1	-	-	0.2	0.1	-50.0%
Interest on Long-Term Debt	0.1	0.2	-	-	0.1	0.2	100.0%
Total Expenses	**110.4**	**108.3**	**7.0**	**7.2**	**117.4**	**115.5**	**-1.6%**
Excess (Deficiency) before Transfers	12.8	16.9	(0.1)	-	12.7	16.9	33.1%
Transfers	-	-	-	-	-	-	0.0%
Change in Net Position	**12.8**	**16.9**	**(0.1)**	**-**	**12.7**	**16.9**	**33.1%**
Beginning Net Position, Restated	**38.4**	**51.2**	**1.3**	**1.2**	**39.7**	**52.4**	**32.0%**
Ending Net Position	**$ 51.2**	**$ 68.1**	**$ 1.2**	**$ 1.2**	**$ 52.4**	**$ 69.3**	**32.3%**

Governmental Activities

Revenues for governmental activities increased by 1.6%, while expenses decreased by 1.9%. Program revenues decreased by 6.4%, mainly due to increases in the Charges for Services of $2.0 million and decreases in State Grants/Entitlements of $6.3 million. Federal Grant increases were primarily related to additions in funding from the federal government. Decreases in State Grants resulted from decreases in QBE funding and Equalization and Pre-K lottery funds from continuing state budget funding. General Revenues increased by 11.2% mainly due to increases in Property Taxes of $5.9 million and an increase in collections of sales taxes. Property tax increases resulted from a market of appraisal values that has begun to rebound economically. Expenses decreased by $2.1 million as a result of further budget reductions and continued savings through consolidated campuses from previous years which annually saves overhead expenses.

The State of Georgia continued austerity reductions related to the QBE formula for the 2015 fiscal year in the amount of $5.4 million. Austerity reductions have totaled over $67.1 million since their inception in fiscal year 2003 versus the normal QBE funding level. The original fiscal year 2015 budget contained mandated step increases of $1.0 million and reduced leave without pay days of $1.2 million. The reductions in revenues and mandated personnel expense increases were offset by continued savings from previous campus consolidations and budget reductions of $1.8 million. Management continued to use its system-wide committee approach to develop recommendations for the 2015 budget to offset any funding deficits and to determine expense priorities. Some of the recommended budget actions for fiscal year 2015 operations were as follows:

- Reduce Outgoing Transfers $.1 million
- Reduce Elementary School Instruction $.7 million
- Reduce High School Instruction $.3 million
- Reduce Middle School Instruction $.2 million
- Reduce Maintenance Services $.4 million
- Reduce Educational Media Centers $.2 million
- Reduce Transportation Services $.1 million

The District's millage rate for fiscal year 2015 was maintained at 18.85.

The School District's millage rate of 18.85 is still near the cap of 20.00 mills, above which increases must be approved by the voters of the District. The local tax digest is benefiting from the growth of KIA and its associated suppliers. Additionally, a decrease in residential appraisal value negatively impacted the fiscal year 2015 property tax collections.

SPLOST IV sales tax collections of $11.1 million were $.5 million (4.3%) lower than the projections for fiscal year 2015.

The dependence upon State Aid/Formula grants and local property taxes remains very apparent. State funding represents 47.3% of total governmental activities revenue and local property and sales taxes represent 43.9% of the total revenues of $125.2 million. The continuation of state austerity cuts and lack of future increases to fund all state mandated activities will continue to increase the importance of local funding sources and other required expense reductions to the School District. This is indicated by the reduction in state funded revenue in fiscal year 2004 of 57.8% to the current level of 47.3% in fiscal year 2015.

Instruction comprises 62.8% of governmental activities program expenses. Interest expense was 0.2%. Interest expense was attributable to the outstanding QZAB bond associated with capital projects.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services.

Table 3 shows, for Governmental Activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted state entitlements.

Table 3
Net Cost of Troup County School District's Governmental Activities
In Millions

	Governmental Activities		Percentage Change	Net Cost Of Services		Total % Change
	2014	2015	2014-15	2014	2015	2014-15
Expense Function						
Expenses						
Instruction	70.4	68.0	-3.4%	$ 21.9	$ 23.5	7.3%
Pupil Support Services	7.8	7.8	0.0%	7.4	5.8	-21.6%
Improvement of Instructional Services	4.3	4.2	-2.3%	1.7	1.6	-5.9%
Educational Media	2.3	2.5	8.7%	0.7	0.9	28.6%
General and Federal Administration	1.2	1.4	16.7%	(0.7)	(0.5)	-28.6%
School Administration	6.3	6.2	-1.6%	2.9	2.6	-10.3%
Business Administration	1.0	0.9	-10.0%	0.4	0.6	50.0%
Maintenance/Operation of Facilities	9.0	8.7	-3.3%	4.5	5.0	11.1%
Student Transportation Services	6.7	7.3	9.0%	3.5	5.1	45.7%
Central Support Services	0.7	0.6	-14.3%	0.6	0.6	0.0%
Other Support Services	0.4	0.4	0.0%	-	0.1	100.0%
Community Services	0.2	0.1	-50.0%	0.2	0.1	-50.0%
Interest on Long-Term Debt	0.1	0.2	100.0%	0.1	0.2	100.0%
Total Expenses	**$ 110.4**	**$ 108.3**	**-1.9%**	**$ 43.2**	**$ 45.6**	**5.6%**

The total cost of services for governmental activities decreased by $2.1 million in fiscal year 2015. Expenses decreased due to the reasons discussed previously under Table 2. The net cost of services increased by $2.4 million mainly due to decreased state funding.

Business-Type Activities

Business-type activities include the School District's student food service operation and after school programs conducted by the elementary schools. These programs had revenues of $7.2 million and expenses of $7.2 million. Net Position increased $22 thousand, ending at $1.2 million or 17.1% of expenses. Management has established a target Net Position of 15% of the total budget to judge when future price increases are necessary.

The School District's Funds

Information about the School District's major funds starts on page 14. All governmental funds had total revenues of $124.9 million and expenditures of $125.2 million. The overall decrease in the fund balance, after transfers, was $242 thousand. This was a result of the General Fund's fund balance increasing by $4.9 million, SPLOST IV Capital Projects Fund's fund balance decreasing $5.1 million, and Other Governmental Funds' fund balance having no significant change. General Fund changes resulted from higher federal and state revenues and enhanced by other expenditure reductions. SPLOST IV Capital Outlay decreased as this was the third year of collections of the SPLOST IV taxes.

General Fund Budgeting Highlights

The School District's budget is prepared according to Georgia law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of fiscal 2015, the School District amended its General Fund budget numerous times, mainly due to State QBE funding adjustments, federal funding changes and other expenditure adjustments to maintain a balanced budget. Total amended budgeted expenditures increased $574 thousand. Expenditure increases reflect changes associated with the state funding changes.

Actual revenue for the General Fund on a budget basis was $98.5 million or $3.7 million over the final amended budget due to greater than anticipated local revenues.

Actual expenditures for the General Fund on a budget basis were $93.6 million or $1.5 million lower than the amended budget. All expenditure categories except maintenance and operation of facilities were at or below budget due to expenditure control plans developed by management to offset state funding shortfalls.

The School District had an increase in the ending General Fund's Fund Balance of $4.9 million from fiscal year 2014. This resulted in an ending fund balance of $19.0 million or 19.5% of total expenditures.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The School District had $146.2 million (net of accumulated depreciation) invested in land, land improvements, buildings, machinery/equipment, and vehicles at the end of fiscal year 2015 for Governmental Activities.

Table 4 shows fiscal 2015 balances compared to 2014:

Table 4
Troup County School District's Capital Assets at June 30
Net of Depreciation
In Millions

	Governmental Activities		Business Type Activities		Total Net Capital Assets		Total % Change
	2014	2015	2014	2015	2014	2015	2014-15
Land	$ 2.9	$ 2.9	$ -	$ -	$ 2.9	$ 2.9	0.0%
Construction in Progress	8.4	21.0	-	-	8.4	21.0	150.0%
Land Improvements	1.7	2.6	-	-	1.7	2.6	52.9%
Buildings	109.6	109.9	-	-	109.6	109.9	0.3%
Machinery & Equipment	7.8	7.1	0.4	0.4	8.2	7.5	-8.5%
Vehicles	2.6	2.7	-	-	2.6	2.7	3.8%
Total	**$ 133.0**	**$ 146.2**	**$ 0.4**	**$ 0.4**	**$ 133.4**	**$ 146.6**	**9.9%**

The increase in capital assets occurred due to construction in progress items and capital asset purchases. SPLOST III construction projects have been completed based upon current estimated collections.

Debt Administration

The School District had $2.3 million in bonds outstanding at June 30, 2015.

Table 5 summarizes bonds outstanding:

Table 5
Troup County School District's Outstanding Debt at June 30
In Millions

	Governmental Activities		Business Type Activities		Total Outstanding Bonds		Total % Change
	2014	2015	2014	2015	2014	2015	2014-15
Qualified Zone Academy Bond	$ 2.1	$ 2.2	$ -	$ -	$ 2.1	$ 2.2	4.8%
Total	**$ 2.1**	**$ 2.2**	**$ -**	**$ -**	**$ 2.1**	**$ 2.2**	**4.8%**

The Qualified Zone Academy Bond (QZAB) was used for major renovations at Whitesville Road Elementary School including roof replacement, HVAC replacement, computer lab upgrades, additional classroom space, handicap accessibility, computers and other classroom equipment, and general building renovations to plumbing, electrical and furniture/fixtures. No bond repayments are required for QZAB until October, 2015. Annual deposits of $206,864 were made to a sinking fund account with U. S. Bank from fiscal year 2003 through fiscal year 2009 to fund this repayment.

The School District maintains an AA2 bond rating with Moody's Investment Services and an AA+ rating with Standard & Poor's based upon the Georgia State Intercept Program. The School District's issuer credit rating was increased to AA- from A by Standard and Poor's on June 3, 2011 based upon the District's long-standing maintenance of strong reserve levels, positive operations, and tax base growth due in part to the recent additional of a KIA automotive plant to the District's service area. The AA- rating is based on the District's own creditworthiness.

For The Future

The Troup County School District increased its net position in Governmental Activities from $51.2 million to $68.1 million. The overall increase in net position of $16.9 million for Governmental Activities was positive for the financial strength of the School District. However, as the preceding information shows, the School District continues to face increasing dependence on local revenue sources or expense reductions to fund its operations. The poor outlook for increased state funding for K-12 education and the continued escalation of mandated employee benefit expenses in the next 2-3 years poses the biggest future challenge for the School District.

Locally, the School District maintained the millage rate for fiscal year 2015 at 18.85. This leaves us only an additional 1.15 mills before reaching the maximum of 20 mills above which increases require voter approval. The current housing market created a decrease in property values although it declined at a lesser rate due to growth of KIA and related suppliers.

The residential property tax burden continues to be a concern for local homeowners. This means that additional revenues will be hard to come by without new property being brought into the tax base.

On the positive side of growth, the new KIA automotive plant with an investment base of $1.2 billion as of November, 2010 has grown to three shifts and 3,000 employees. KIA has announced additional expansions due to strong sales growth for their vehicles. KIA and its subsidiary suppliers have brought over 12,000 new jobs to the Troup County area. The School District has agreed to a 50% property tax abatement for the property tax years 2007 to 2016 and a 25% property tax abatement for the years 2017 to 2022 for the new KIA plant resulting in an increase over previous property tax levels.

State QBE funds and state formula grants decreased by $6.3 million in the fiscal year 2015 due to continued analysis of the state budget including enrollment counts and Equalization funding. Total austerity reductions since their inception in the fiscal year 2003 now total $67.1 million with an additional $3.3 million planned for fiscal year 2016.

Local school districts continue to struggle with the unfunded mandates required by state and federal regulations. This puts pressure on local funding sources to maintain the current programs. The fiscal year 2016 budget plan is using $750,000 in reserves of the General Fund to balance the budget. The remaining General Fund unassigned reserve of $18.2 million should allow us to meet operating demands for the next 2-3 years. The School District has prepared a three year forecast to highlight the potential revenue problems and required actions needed to balance the annual budgets through fiscal year 2017. The School District continues to conduct in-depth reviews of all operations to reduce expenditures and find new revenue sources to offset these funding shortfalls.

Given the requirements of various regulatory agencies and the continued accountability for improving test scores, management is faced with needing to carefully prioritize existing resources in the most efficient manner possible. New resources for restoring previously cut programs will continue to be slim for at least the foreseeable future without new state revenue sources.

The School District is using Performance Based Budgeting and a Community Task Force to insure adequate input on setting the proper priorities and also insuring that all management personnel and community members are well versed in the revenue and expense challenges to be addressed. This teamwork and continued prioritization of financial resources will be the key to continued academic improvement with the projected decrease in resources.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Byron K. Jones, Chief Financial Officer, at Troup County School District, 100 North Davis Road, Lagrange, Georgia 30241.

BASIC FINANCIAL STATEMENTS

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
STATEMENT OF NET POSITION
JUNE 30, 2015

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Cash & Cash Equivalents	$ 15,904,766	$ 2,676,555	$ 18,581,321
Investments	3,222,803	-	3,222,803
Accounts Receivable	433,439	-	433,439
Taxes Receivable, Net Of Allowance	4,903,747	-	4,903,747
Due From Other Governments	11,272,091	-	11,272,091
Internal Balances	444,857	(444,857)	-
Inventory	17,810	-	17,810
Prepaid items	51,349	-	51,349
Capital Assets (Nondepreciable)	23,854,800	-	23,854,800
Capital Assets (Net Of Accumulated Depreciation)	122,348,709	356,919	122,705,628
Total Assets	182,454,371	2,588,617	185,042,988
DEFERRED OUTFLOWS OF RESOURCES			
Plan Contributions Subsequent To The Measurement Date	7,796,755	56,041	7,852,796
Total Deferred Outflows Of Resources	7,796,755	56,041	7,852,796
LIABILITIES			
Accounts Payable	2,357,455	193,605	2,551,060
Salaries And Benefits Payable	12,181,785	427,705	12,609,490
Retainage Payable	741,335	-	741,335
Unearned Revenue	-	33,653	33,653
Claims Payable	418,351	-	418,351
Net Pension Liability	74,016,061	532,007	74,548,068
Noncurrent Liabilities:			
Due In One Year:			
Bonds	2,257,000	-	2,257,000
Total Liabilities	91,971,987	1,186,970	93,158,957
DEFERRED INFLOWS OF RESOURCES			
Net Difference Between Projected And Actual Investment Earnings - Pensions	25,803,567	185,469	25,989,036
Difference Between Employer Contributions And Employer Proportionate Share Of Contributions - Pensions	4,375,201	31,448	4,406,649
Total Deferred Outflows Of Resources	30,178,768	216,917	30,395,685
NET POSITION			
Net Investment In Capital Assets	143,205,174	356,919	143,562,093
Restricted For :			
Continuation Of Federal Programs	-	729,376	729,376
Debt Service	2,722,803	-	2,722,803
Grant Activities	58,671	-	58,671
Unrestricted (deficit)	(77,886,277)	154,476	(77,731,801)
Total Net Position	$ 68,100,371	$ 1,240,771	$ 69,341,142

THE ACCOMPANYING FOOTNOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES: CHARGES FOR SERVICES	PROGRAM REVENUES: OPERATING GRANTS AND CONTRIBUTIONS	PROGRAM REVENUES: CAPITAL GRANTS AND CONTRIBUTIONS	NET REVENUE (EXPENSE) AND CHANGES IN NET POSITION: GOVERNMENTAL ACTIVITIES	NET REVENUE (EXPENSE) AND CHANGES IN NET POSITION: BUSINESS-TYPE ACTIVITIES	NET REVENUE (EXPENSE) AND CHANGES IN NET POSITION: TOTAL
Governmental Activities:							
Instruction	$ 67,971,620	$ 978,397	$ 40,090,486	$ 3,420,380	$ (23,482,357)	$ -	$ (23,482,357)
Pupil Support Services	7,752,775	1,546,703	430,577	-	(5,775,495)	-	(5,775,495)
Improvement Of Instructional Services	4,130,473	-	2,507,659	-	(1,622,814)	-	(1,622,814)
Educational Media	2,470,543	-	1,602,739	-	(867,804)	-	(867,804)
Federal Grant Administration	256,462	-	256,462	-	-	-	-
General Administration	1,144,427	37,239	1,647,184	-	539,996	-	539,996
School Administration	6,225,203	274,837	3,353,205	-	(2,597,161)	-	(2,597,161)
Business Administration	942,749	-	319,630	-	(623,119)	-	(623,119)
Maintenance And Operation Of Facilities	8,744,636	19,961	3,767,641	-	(4,957,034)	-	(4,957,034)
Student Transportation Services	7,308,601	-	1,696,771	463,320	(5,148,510)	-	(5,148,510)
Central Support Services	646,633	-	13,110	-	(633,523)	-	(633,523)
Other Support Services	409,481	-	333,707	-	(75,774)	-	(75,774)
Community Services	28,660	-	-	-	(28,660)	-	(28,660)
School Nutrition	73,880	-	-	-	(73,880)	-	(73,880)
Interest On Long-Term Debt	185,621	-	-	-	(185,621)	-	(185,621)
Total Governmental Activities	108,291,764	2,857,137	56,019,171	3,883,700	(45,531,756)	-	(45,531,756)
Business-Type Activities:							
Food Service	6,250,813	744,772	5,512,862	-	-	6,821	6,821
After School Programs	995,754	997,168	-	-	-	1,414	1,414
Total Business-Type Activities	7,246,567	1,741,940	5,512,862	-	-	8,235	8,235
Total Primary Government	$ 115,538,331	$ 4,599,077	$ 61,532,033	$ 3,883,700	(45,531,756)	8,235	(45,523,521)
General Revenues:							
Taxes:							
Property Taxes, Levied For General Purposes					43,892,694	-	43,892,694
Sales Taxes					11,083,702	-	11,083,702
State Aid-Formula Grants					7,282,011	-	7,282,011
Unrestricted Investment Earnings					189,385	-	189,385
Transfers					(13,541)	13,541	-
Total General Revenues And Transfers					62,434,251	13,541	62,447,792
Change In Net Position					16,902,495	21,776	16,924,271
Net Position- Beginning, as restated					51,197,876	1,218,995	52,416,871
Net Position- Ending					$ 68,100,371	$ 1,240,771	$ 69,341,142

THE ACCOMPANYING FOOTNOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2015

	GENERAL FUND	SPLOST IV CAPITAL PROJECTS FUND	NON MAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS				
Cash & Cash Equivalents	$ 13,787,095	$ 1,219,114	$ 841,751	$ 15,847,960
Investments	-	-	3,222,803	3,222,803
Accounts Receivable	433,439	-	-	433,439
Taxes Receivable, Net Of Allowance	3,962,798	940,949	-	4,903,747
Due From Other Governments	10,111,720	-	1,160,371	11,272,091
Due From Other Funds	3,723,593	-	-	3,723,593
Inventory	17,810	-	-	17,810
Prepaid items	49,800	-	1,549	51,349
Total Assets	$ 32,086,255	$ 2,160,063	$ 5,226,474	$ 39,472,792
LIABILITIES, DEFERRED INFLOW OF RESOURCES AND FUND BALANCES				
LIABILITIES				
Accounts Payable	$ 1,044,686	$ 1,297,615	$ 15,154	$ 2,357,455
Accrued Liabilities	-	741,335	-	741,335
Salaries And Benefits Payable	11,103,969	-	1,077,816	12,181,785
Due To Other Funds	361,545	2,796,063	482,673	3,640,281
Total Liabilities	12,510,200	4,835,013	1,575,643	18,920,856
DEFERRED INFLOW OF RESOURCES				
Unavailable Revenue - Property Taxes	546,178	-	-	546,178
Total Deferred Inflow Of Resources	546,178	-	-	546,178
FUND BALANCES:				
Nonspendable:				
Prepaid items	49,800	-	1,549	51,349
Inventory	17,810	-	-	17,810
Restricted For:				
Debt Service	-	-	2,722,803	2,722,803
Grant Activities	-	-	58,671	58,671
Committed For Principal Discretion	-	-	869,357	869,357
Assigned For Appropriation Of Next Year's Budget	750,000	-	-	750,000
Unassigned (deficit)	18,212,267	(2,674,950)	(1,549)	15,535,768
Total Fund Balances	19,029,877	(2,674,950)	3,650,831	20,005,758
Total Liabilities, Deferred Inflow Of Resources And Fund Balances	$ 32,086,255	$ 2,160,063	$ 5,226,474	$ 39,472,792

THE ACCOMPANYING FOOTNOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2015

TOTAL FUND BALANCES--GOVERNMENTAL FUNDS		$ 20,005,758
Amounts Reported For Governmental Activities In The Statement Of Net Position Are Different Because:		
Capital Assets Used In Governmental Activities Are Not Financial Resources And, Therefore, Are Not Reported As Assets In Governmental Funds.		
Cost	226,240,163	
Less Accumulated Depreciation	(80,036,654)	
		146,203,509
Revenues In The Statement Of Activities That Do Not Provide Current Financial Resources Are Not Reported As Revenue In The Funds.		546,178
The Net Pension Liability Is Not A Financial Liability In Governmental Fund Actvities And Is Therefore Not Reported In Governmental Funds		
Net Pension Liability	(74,016,061)	
Deferred Outflows Of Resources - Contributions Subsequent To The Measurement Date	7,796,755	
Deferred Inflows Of Resources - Investment Earnings	(25,803,567)	
Deferred Inflows Of Resources - Difference Between Employer Contributions and Employer's Proportionate Share of Contributions	(4,375,201)	
		(96,398,074)
Long-Term Liabilities, Including Bonds Payable, Are Not Due And Payable In The Current Period And Therefore Are Not Reported As Liabilities In The Funds. Long-Term Liabilities At Year-End Consist Of:		
Bonds Payable	(2,257,000)	
		(2,257,000)
TOTAL NET POSITION--GOVERNMENTAL ACTIVITIES		$ 68,100,371

THE ACCOMPANYING FOOTNOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	GENERAL FUND	SPLOST IV CAPITAL PROJECTS FUND	NON MAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES				
Property Taxes	$ 43,447,619	$ -	$ -	$ 43,447,619
Sales Taxes	-	11,083,702	-	11,083,702
Fees And Charges	745,343	-	1,952,497	2,697,840
State Aid	57,489,426	-	1,947,618	59,437,044
Federal Aid	576,307	-	7,259,715	7,836,022
Earnings On Investments	37,623	2,061	149,701	189,385
Miscellaneous	142,638	-	100,010	242,648
Total Revenues	102,438,956	11,085,763	11,409,541	124,934,260
EXPENDITURES				
Current:				
Instruction	59,183,286	-	6,338,282	65,521,568
Pupil Support Services	6,083,303	-	1,943,509	8,026,812
Improvement Of Instructional Services	2,403,155	-	1,854,471	4,257,626
Educational Media	1,881,452	-	15,429	1,896,881
Federal Grant Administration	-	-	256,462	256,462
General Administration	1,067,663	-	115,394	1,183,057
School Administration	6,196,574	-	306,291	6,502,865
Business Administration	968,579	-	-	968,579
Maintenance And Operation Of Facilities	8,618,727	-	20,051	8,638,778
Student Transportation Services	6,753,245	-	180,769	6,934,014
Central Support Services	689,437	-	-	689,437
Other Support Services	44,370	-	365,111	409,481
Community Services	-	-	28,660	28,660
School Nutrition	73,780	-	100	73,880
Capital Outlay	3,570,380	16,173,417	57,383	19,801,180
Total Expenditures	97,533,951	16,173,417	11,481,912	125,189,280
Excess (Deficiency) Of Revenues Over (Under) Expenditures	4,905,005	(5,087,654)	(72,371)	(255,020)
OTHER FINANCING SOURCES (USES)				
Transfers In	-	-	50,256	50,256
Transfers Out	(50,256)	-	(13,541)	(63,797)
Proceeds From Sale Of Capital Assets	26,102	-	-	26,102
Total Other Financing Sources (Uses)	(24,154)	-	36,715	12,561
Net Change In Fund Balances	4,880,851	(5,087,654)	(35,656)	(242,459)
Fund Balances, Beginning Of Year	14,149,026	2,412,704	3,686,487	20,248,217
Fund Balances (deficit), End Of Year	$ 19,029,877	$ (2,674,950)	$ 3,650,831	$ 20,005,758

THE ACCOMPANYING FOOTNOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

TOTAL NET CHANGE IN FUND BALANCES--GOVERNMENTAL FUNDS		$ (242,459)
Amounts Reported For Governmental Activities In The Statement Of Activities Are Different Because:		
Governmental Funds Report Capital Outlays As Expenditures. However, In The Statement Of Activities, The Cost Of Those Assets Is Allocated Over Their Estimated Useful Lives And Reported As Depreciation Expense. In The Current Period, These Amounts Are:		
Capital Outlays	20,105,942	
Depreciation Expense	(6,621,090)	13,484,852
The Effect Of Disposals Of Capital Assets.		(317,055)
Revenues In The Statement Of Activities That Do Not Provide Current Financial Resources Are Not Reported As Revenue In The Funds.		445,075
Contributions To The Pension Plan In The Current Fiscal Year Are Not Included On The Statement Of Activities		7,796,755
In The Governmental Funds, Current Year Expenditures Related To Pensions Are Comprised Solely Of Amounts Contributed To The Plan For The Current Year. However, In The Statement Of Activities, Expenses Related To Pensions Include Amounts That Do Not Require The Use Of Current Financial Resources. This Amount Represents The Difference In The Required Accounting Treatment Of Pensions And Related Items.		(4,079,052)
Interest On Long-Term Debt In The Statement Of Activities Differs From The Amount Reported In The Governmental Funds Because Interest Is Recognized As An Expenditure In The Funds When It Is Due, And Thus Requires The Use Of Current Financial Resources. In The Statement Of Activities; However, Interest Expense Is Recognized As The Interest Accrues, Regardless Of When It Is Due.		(185,621)
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES		$ 16,902,495

THE ACCOMPANYING FOOTNOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND
FOR FISCAL YEAR ENDED JUNE 30, 2015

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL (BUDGETARY BASIS)	VARIANCE WITH FINAL BUDGET
REVENUES				
State Funds	$ 52,985,822	$ 53,559,775	$ 53,568,395	$ 8,620
Federal Funds	470,000	470,000	576,307	106,307
Local And Other Funds	40,755,815	40,755,815	44,373,223	3,617,408
Total Revenues	94,211,637	94,785,590	98,517,925	3,732,335
EXPENDITURES				
Current				
Instruction	60,116,956	60,086,309	59,183,286	903,023
Pupil Support Services	6,146,250	6,236,480	6,083,303	153,177
Improvement Of Instructional Services	2,231,851	2,496,129	2,403,155	92,974
Educational Media	1,896,603	1,893,254	1,881,452	11,802
General Administration	1,334,753	1,094,788	1,059,954	34,834
School Administration	6,188,506	6,210,066	6,196,574	13,492
Business Administration	1,016,051	1,016,051	956,024	60,027
Maintenance And Operation Of Facilities	8,425,132	8,424,582	8,503,169	(78,587)
Student Transportation Services	6,491,921	6,956,517	6,621,668	334,849
Central Support Services	693,362	701,162	679,965	21,197
Other Support Services	44,482	44,482	44,370	112
Total Expenditures	94,585,867	95,159,820	93,612,920	1,546,900
Excess (Deficiency) Of Revenues Over Expenditures	(374,230)	(374,230)	4,905,005	5,279,235
OTHER FINANCING SOURCES (USES)				
Transfers Out	(375,000)	(375,000)	(50,256)	324,744
Proceeds From Sale Of Capital Assets	-	-	26,102	26,102
Total Other Financing Sources (Uses)	(375,000)	(375,000)	(24,154)	350,846
NET CHANGE IN FUND BALANCE	(749,230)	(749,230)	4,880,851	5,630,081
FUND BALANCE, BEGINNING OF YEAR	14,149,026	14,149,026	14,149,026	-
FUND BALANCE, END OF YEAR	$ 13,399,796	$ 13,399,796	$ 19,029,877	$ 5,630,081

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2015

	BUSINESS-TYPE ACTIVITIES			GOVERNMENTAL ACTIVITIES
	ENTERPRISE FUND			
	SCHOOL NUTRITION PROGRAM	NON-MAJOR ACE PROGRAM	TOTAL ENTERPRISE FUNDS	TOTAL INTERNAL SERVICE FUNDS GOVERNMENTAL
ASSETS AND OTHER DEBITS				
Current Assets				
Cash	$ 2,522,079	$ 154,476	$ 2,676,555	$ 56,806
Due From Other Funds	-	-	-	361,545
Total Current Assets	2,522,079	154,476	2,676,555	418,351
Noncurrent Assets				
Machinery/Equipment	1,726,420	-	1,726,420	-
Less Accumulated Depreciation	(1,369,501)	-	(1,369,501)	-
Total Noncurrent Assets	356,919	-	356,919	-
Total Assets	2,878,998	154,476	3,033,474	418,351
DEFERRED OUTFLOWS OF RESOURCES				
Plan Contributions Subsequent To Measurement Date	56,041	-	56,041	-
Total deferred outflows of resources	56,041	-	56,041	-
LIABILITIES				
Current Liabilities				
Accounts Payable	193,605	-	193,605	-
Claims Payable	-	-	-	418,351
Salaries And Benefits Payable	427,705	-	427,705	-
Due To Other Funds	444,857	-	444,857	-
Unearned Revenue	33,653	-	33,653	-
Total Current Liabilities	1,099,820	-	1,099,820	418,351
Long-Term Liabilities				
Net Pension Liability	532,007	-	532,007	-
Total Long-Term Liabilities	532,007	-	532,007	-
Total Liabilities	1,631,827	-	1,631,827	418,351
DEFERRED INFLOWS OF RESOURCES				
Net Difference Between Projected And Actual Investment Earnings - Pension	185,469	-	185,469	-
Difference Between Employer Contributions And Employer Proportionate Share Of Contributions - Pension	31,448	-	31,448	-
Total Deferred Outflows Of Resources	216,917	-	216,917	-
NET POSITION				
Invested In Capital Assets	356,919	-	356,919	-
Restricted For Continuation Of Federal Programs	729,376	-	729,376	-
Unrestricted	-	154,476	154,476	-
Total Net Position	$ 1,086,295	$ 154,476	$ 1,240,771	$ -

THE ACCOMPANYING FOOTNOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	BUSINESS-TYPE ACTIVITIES			GOVERNMENTAL ACTIVITIES
	ENTERPRISE FUND			
	SCHOOL NUTRITION PROGRAM	NON-MAJOR ACE PROGRAM	TOTAL ENTERPRISE FUNDS	TOTAL INTERNAL SERVICE FUNDS GOVERNMENTAL
OPERATING REVENUES				
Food Service Charges	$ 744,772	$ -	$ 744,772	$ -
After School Programs Charges	-	997,168	997,168	-
Charges To Other Funds	-	-	-	518,163
Total Operating Revenues	744,772	997,168	1,741,940	518,163
OPERATING EXPENSES				
Current:				
Payroll Cost	2,773,134	342,475	3,115,609	-
Professional And Contract Services	781,862	2,556	784,418	-
Supplies And Materials	2,634,305	650,723	3,285,028	-
Depreciation	51,506	-	51,506	-
Claims Expenses	-	-	-	518,163
Total Operating Costs	6,240,807	995,754	7,236,561	518,163
Operating Income (Loss)	(5,496,035)	1,414	(5,494,621)	-
Nonoperating Revenues:				
State Matching And Other	165,622	-	165,622	-
Grants-Child Nutrition Program	5,347,240	-	5,347,240	-
Loss On Disposal Of Property	(10,006)		(10,006)	
Total Nonoperating Revenue	5,502,856	-	5,502,856	-
Income Before Transfers	6,821	1,414	8,235	-
Transfers In	-	13,541	13,541	-
Change In Net Position	6,821	14,955	21,776	-
Total Net Position, Beginning Of Year, As Restated	1,079,474	139,521	1,218,995	-
Total Net Position, End Of Year	$ 1,086,295	$ 154,476	$ 1,240,771	-

THE ACCOMPANYING FOOTNOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	BUSINESS-TYPE ACTIVITIES			GOVERNMENTAL ACTIVITIES
	ENTERPRISE FUND			
	SCHOOL NUTRITION PROGRAM	NON-MAJOR ACE PROGRAM	TOTAL ENTERPRISE FUNDS	TOTAL INTERNAL SERVICE FUNDS GOVERNMENTAL
CASH FLOWS FROM OPERATING ACTIVITIES				
Received From User Charges	$ 748,195	$ 997,168	$ 1,745,363	$ -
Received From Charges To Other Funds	-	-	-	357,608
Payments To Employees For Services	(2,782,833)	(342,475)	(3,125,308)	-
Payments For Self-Insured Claims	-	-	-	(400,114)
Payments To Suppliers For Goods/Services	(3,471,912)	(653,279)	(4,125,191)	-
Net Cash Provided By (Used In) Operating Activities	(5,506,550)	1,414	(5,505,136)	(42,506)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Nonoperating Grants Received	5,512,862	-	5,512,862	-
Transfers From Other Funds	-	13,541	13,541	-
Net Cash Provided By Noncapital Financing	5,512,862	13,541	5,526,403	-
Net Increase (Decrease) In Cash/Cash Equivalents	6,312	14,955	21,267	(42,506)
Cash/Cash Equivalents July 1, 2014	2,515,767	139,521	2,655,288	99,312
Cash/Cash Equivalents June 30, 2015	$ 2,522,079	$ 154,476	$ 2,676,555	$ 56,806
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:				
Operating Income (Loss)	$ (5,496,035)	$ 1,414	$ (5,494,621)	$ -
Adjustments To Reconcile Operating Income (Loss) To Net Cash Provided By (Used In) Operating Activities:				
Depreciation	51,506	-	51,506	-
Changes In Assets And Liabilities:				
Decrease In Accounts Receivable	847	-	847	356
Increase In Due From Other Funds	-	-	-	(160,911)
Increase In Pension Related Deferred Outflows Of Resources	(3,285)	-	(3,285)	-
Decrease In Accounts Payable	(44,155)	-	(44,155)	-
Increase In Salaries And Benefits Payable	17,022	-	17,022	-
Increase In Unearned Revenue	2,576	-	2,576	-
Increase In Claims Payable	-	-	-	118,049
Decrease In Due To Other Funds	(11,590)	-	(11,590)	-
Increase In Pension Related Deferred Inflows Of Resources	216,917	-	216,917	-
Decrease In Net Pension Liability	(240,353)	-	(240,353)	-
Net Cash Provided By (Used In) Operating Activities	$ (5,506,550)	$ 1,414	$ (5,505,136)	$ (42,506)

THE ACCOMPANYING FOOTNOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2015

	PRIVATE-PURPOSE TRUST	AGENCY FUNDS
ASSETS		
Cash	$ 381	$ 1,990,152
Investments	13,055	-
Total Assets	$ 13,436	$ 1,990,152
LIABILITIES		
Due To Student Groups	$ -	$ 139,659
Due To Others	-	1,850,493
Total Liabilities	-	$ 1,990,152
NET POSITION		
Restricted For Scholarships	13,436	
Total Liabilities and Net Position	$ 13,436	

THE ACCOMPANYING FOOTNOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	PRIVATE-PURPOSE TRUST
ADDITIONS	
Earnings On Investments	$ 381
Total Additions	381
DEDUCTIONS	
Scholarships Awarded	-
Total Deductions	-
Change In Net Position	381
Net Position, Beginning Of Year	13,055
Net Position, End Of Year	$ 13,436

THE ACCOMPANYING FOOTNOTES ARE AN INTEGRAL PART OF THESE FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Troup County School District (the "School District") have been prepared in conformity with Accounting Principles Generally Accepted in the United States of America ("GAAP") as applicable to governmental units. The more significant of the School District's accounting policies are summarized below.

A. Reporting Entity

The School District was established under the laws of the State of Georgia and operates under the guidance of a seven member school board (the "Board") elected by the voters and a Superintendent appointed by the Board. The School District is organized as a separate legal entity and has the power to levy taxes and issue bonds. Its budget is not subject to approval by any other entity. Accordingly, the School District is a primary government and consists of all organizations that compose its legal entity.

B. Government-wide and Fund Financial Statements

The School District's basic financial statements are collectively comprised of the Government-wide financial statements, fund financial statements and notes to the basic financial statement of the Troup County School District.

The government–wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the non-fiduciary activities of the primary government. 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 are financed in whole or in part by fees charged to employees, students or to external parties.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants 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 fund financial statements are provided for governmental funds, internal service 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. All remaining funds are aggregated and reported as non-major funds.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The School District uses fund groups to report on its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund, internal service fund and fiduciary fund financial statements. Agency funds, however, have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Revenue from sales taxes is recognized in the fiscal year in which the underlying transaction takes place. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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 or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period; however, intergovernmental revenues reported in the governmental funds are considered available if they are collected within 180 days after year-end. Property taxes, sales taxes, intergovernmental revenue, and interest income are considered to be susceptible to accrual. 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 recognized to the extent they have matured.

The State of Georgia reimburses the School District for teachers' salaries and operating costs through the Quality Basic Education (QBE) Formula Earnings program. State of Georgia law defines the formula driven grant that determines the cost of an academic school year and the State of Georgia's share in this cost. Generally teachers are contracted for the school year (July 1 – June 30) and paid over a twelve month contract period, generally September 1 through August 31. In accordance with the requirements of the enabling legislation of the QBE program, the State of Georgia reimburses the School System over the same twelve month period in which teachers are paid, funding the academic school year expenditures. At June 30, the amount of teachers' salaries incurred but not paid until July and August of the subsequent year are accrued as the State of Georgia has only postponed the final payment of their share of the cost until the subsequent appropriations for cash management purposes. By June 30 of each 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.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Revenues from local sources consist mainly of property taxes, sales taxes, and interest income associated with the current fiscal period. For property and sales tax revenue, the term "available" is interpreted to mean those taxes billed prior to year end which are collected within sixty days after the end of the fiscal year. Interest income is recognized when earned. Revenues from federal and state grants are generally recognized in the Special Revenue funds when the related expenditures are incurred. However, revenues from grantor agencies are not susceptible to accrual until the grantor agency has appropriated funds for that fiscal period and that fiscal period has begun. All other revenue items are considered to be measurable and available only when cash is received by the government.

The School District reports the following major governmental funds:

General Fund - This fund is the School District's primary operating fund. It accounts for all financial transactions and resources of the School District, except those required to be accounted for in another fund.

SPLOST IV Capital Projects Funds - This fund is used to account for resources from the 2012 Special Purpose Local Option Sales Tax (SPLOST) which are used exclusively for acquiring school sites, constructing and equipping new school facilities, and renovating existing facilities. The major revenue sources are proceeds from a general obligation bond sale, SPLOST revenue, and amounts received from the State of Georgia Capital Outlay program.

The School District reports the following major proprietary fund:

School Nutrition Program Fund - This fund is used to account for the revenues and expenses associated with the School District's School Food and Nutrition program including the federal and state grants associated with the breakfast and lunch services for students.

Additionally, the government reports the following fund types:

Special Revenue Funds - These funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than capital projects and debt service.

Debt Service Funds - These funds are used to account for the resources accumulated and the payments made for principal and interest on long-term general obligation debt of governmental funds.

Internal Service Funds - These funds account for Workers' Compensation and Unemployment Benefits, account services provided to other governmental funds on a cost reimbursement basis. These funds are consolidated into the Governmental Activities column in the government-wide statements.

Fiduciary Funds - These funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds of the School District. The fiduciary funds include the following types:

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

- Private-Purpose Trust Fund - This fund is used to account for an endowment of which the corpus is to be invested and preserved intact with the resultant income to be used to provide scholarships to graduating men that reside in the City of Hogansville.

- Agency Fund - This fund is used to account for money collected primarily through the fundraising efforts of individual school activity organizations.

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 Food Service and After School Programs are fees collected from users. Operating expenses for enterprise and internal service funds include the cost of sales 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.

D. Deposits and Investments

The School District's cash and cash equivalents includes interest bearing checking accounts, savings accounts and certificates of deposits with original maturities of less than three months. Official Code of Georgia Annotated Section 45-8-14 authorizes the School District to deposit its funds in one or more solvent banks or insured federal savings and loan associations.

Investments made by the School District in nonparticipating interest-earning contracts (such as certificates of deposit) and repurchase agreements are reported at cost. Participating interest-earning contracts and money market investments with a maturity at purchase of one year or less are reported at amortized cost. Both participating interest-earning contracts and money market investments with a maturity at purchase greater than one year are reported at fair market value. The Official Code of Georgia Annotated Section 36-83-4 authorizes the School District to invest its funds. In selecting among options for investment or among institutional bids for deposits, the highest rate of return shall be the objective, given equivalent conditions of safety and liquidity. Investments include state investment pools, money market funds, and certificate of deposits. Georgia law allows the School District to invest its funds in obligations of the State of Georgia or other states, obligations issued by the United States Government, obligations fully insured or guaranteed by the United States Government or a United States Government agency, obligations of any corporation of the United States Government, prime banker's acceptances, the Georgia Fund I or Georgia Extended Asset Pool administered by the Georgia Office of the State Treasurer, repurchase agreements, and obligations of political subdivisions of the State of Georgia.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Inventories and Prepaid Items

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

Payments made to vendors for services that will benefit periods beyond June 30, 2015, are recorded as prepaid items using the consumption method by recording an asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed. At the fund reporting level, an equal amount of fund balance is reported as nonspendable as this amount is not available for general appropriation.

F. Interfund Transactions

During the course of its operations, the School District makes transfers between funds to finance operations, provide services, acquire assets and service debt. To the extent that certain transfers between funds had not been received as of year-end, balances of interfund amounts receivable or payable have been recorded.

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds."

G. Capital Assets

Capital assets purchased, including capital outlay costs, are recorded as expenditures in the fund financial statements at the time of purchase. On the government-wide financial statements, capital assets, which include land, land improvements, buildings, machinery/equipment, and vehicles are recorded at historical cost or estimated historical cost if prior year accounting records were not available. Capital assets are defined by the School District as assets with an initial, individual cost of $5,000 or more and an estimated useful life in excess of 1 year. Donated capital assets are recorded at estimated fair market value at the date of donation. Disposals are deleted from capital assets records at the recorded depreciated cost.

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

Outlays for capital assets and improvements are placed in the construction in progress account until they are put into operation.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G. Capital Assets (Continued)

Depreciation on land improvements, buildings, machinery/equipment and vehicles is calculated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings	50
Land Improvements	20
Machinery/Equipment	3 - 20
Vehicles	8

H. Compensated Absences

All employees, regardless of classification, shall not be paid for any unused vacation leave upon retirement or separation of employment. Accordingly, there is no liability for vacation leave at year end.

Sick and personal leave does not vest with the employee and unused accumulated sick and personal leave is forfeited upon retirement or termination of employment. Therefore, no liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

I. Long-Term Debt

The School District issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statements of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight line method which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the year of issuance.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the fiscal period bonds are issued. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. General obligation bonds are direct obligations and pledge the full faith and credit of the government. The outstanding amount of these bonds is recorded in the Statement of Net Position.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Fund Equity/Net Position

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."

Net Position

The School District's net position is classified as follows:

Net investment in capital assets - This represents the School District's total investment in capital assets, net of outstanding debt obligations related to those capital assets. To the extent debt has been incurred but not yet expended for capital assets, such amounts are not included as a component of net investment in capital assets.

Restricted net position - These represent resources for which the School District is legally or contractually obligated to spend resources for bus replacement, continuation of federal programs, debt service and capital projects in accordance with restrictions imposed by external third parties or enabling legislation.

Unrestricted net position - Unrestricted net position represent resources derived from property taxes, grant and contributions not restricted to specific programs, charges for services, and miscellaneous revenues. These resources are used for transactions relating to the educational and general operations of the School District, and may be used at the discretion of the Board to meet current expenses for those purposes.

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

Fund Balance

Generally, fund balance represents the difference between the assets, deferred inflows of resources, and liabilities under the current financial resources measurement focus of accounting. In the fund financial statements, governmental funds report fund balance classifications that comprise a hierarchy based primarily on the extent to which the School District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The School District's fund balances are classified as follows:

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

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

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Fund Equity/Net Position (Continued)

Committed - Fund balances are reported as committed when they can be used only for specific purposes pursuant to constraints imposed by formal action of the Board members through the adoption of a resolution. Only the Board Members, also through adopting a resolution, may modify or rescind the commitment.

Assigned - Fund balances are reported as assigned when amounts are constrained by the Board's intent to be used for specific purposes, but are neither restricted nor committed. Through resolution, the Board Members have authorized the Board's Superintendent, or Chief Financial Officer, to assign amounts to be used for specific purposes.

Unassigned - Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The Board reports positive unassigned fund balance only in the general fund. Negative unassigned fund balances may be reported in all funds. The SPLOST IV Capital Projects Fund is reporting a negative fund balance of $2,674,950. This negative position will be eliminated through future SPLOST collections.

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

- Committed
- Assigned
- Unassigned

It is the goal of the School District to achieve and maintain a committed, assigned and unassigned fund balance in the General Fund at fiscal year-end of not less than 30 days of operating expenditures for the subsequent budget year, not to exceed 15% of the total budget of the subsequent fiscal year, in compliance with Official Code of Georgia Annotated Section 20-2-167(a) 5. If the unassigned fund balance at fiscal year-end falls below the goal, the School District shall develop a restoration plan to achieve and maintain the minimum fund balance.

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) and additions to/deductions from TRS's fiduciary net position have been determined on the same basis as they are reported by TRS. 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 A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Pensions (Continued)

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

L. Use of Estimates in the Preparation of Financial Statements

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, deferred outflows of resources, deferred inflows of resources, and liabilities and disclosures 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 these estimates.

M. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. The Governmental Activities report one type of deferred outflows of resources related to the reporting of the net pension liability. The deferred outflow of resources being recognized is the School District's actual contributions to the pension plan during the fiscal year ended June 30, 2015 which will be applied to future measurement periods.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The School District has one type of deferred inflow 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. The School District has two items that qualify for reporting in this category which occurs only in the governmental activities. Governmental Activities report (1) a deferred inflow of resources for the net difference between projected and actual investment earnings on the pension plan investments; and (2) a deferred inflow of resources for the difference between the School District's actual contributions towards the pension plan and the School District's proportionate share of contributions. These differences will be amortized over the remaining service period.

NOTE B - BUDGETARY INFORMATION

The Troup County School District's budget is the financial plan for the School District's fiscal year and is based upon estimates of expenditures together with probable funding sources. There is no statutory prohibition regarding over expenditures in excess of the budget at any level as long as there is an adequate available fund balance. The budget for the General Fund and certain special revenue funds is prepared by fund, function and object.

The budget process begins when the District's administration prepares a tentative budget for the Board's approval. After approval of this tentative budget by the Board, said budget is advertised at least once in a newspaper of general circulation in the locality. At the next regular meeting of the Board after advertisement, the Board receives comments on the tentative budget, makes revisions as necessary and adopts a final school budget. This final budget is then submitted, in accordance with provisions of the Quality Basic Education Act, OCGA Section 20-2-167, to the Georgia Department of Education. The Board may increase or decrease the budget at any time during the year. All unexpended budget authority lapses at fiscal year-end. Encumbrance accounting is employed by the School District. However, outstanding encumbrances lapse at fiscal year-end.

The General Fund's Maintenance and Operation of Facilities function had an excess of actual expenditures over appropriations of approximatly $78,587 for the fiscal year ended June 30, 2015.

The budget for governmental funds was prepared on a basis other than generally accepted accounting principles. The primary difference between the budget basis and generally accepted accounting principles (GAAP) are payments made by the State of Georgia for School District employee benefits which 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 budget basis are as follows:

GAAP basis	$ 4,880,851
Adjustments for:	
Employee Benefits	350,651
Capital Outlay	3,570,380
State Funding	(3,570,380)
State Funding - On behalf of payments	(350,651)
Budget basis	$ 4,880,851

NOTE C - DEPOSITS AND INVESTMENTS

Custodial credit risk – Custodial credit risk is the risk that in the event of a bank failure, the School District's deposits may not be returned to it. Official Code of Georgia Annotated (OCGA) Section 45-8-12 provides that there shall not be on deposit at any time in any depository for a time longer than ten days a sum of money which has not been secured by surety bond, by guarantee of insurance, or by collateral. The aggregate of the face value of such surety and the market value of securities pledged shall be equal to not less than 110 percent of the public funds being secured after the deduction of the amount of deposit insurance. If a depository elects the pooled method (OCGA 45-8-13.1) the aggregate of the market value of the securities pledged to secure a pool of public funds shall be not less than 110 percent of the daily pool balance. The School District currently has pooling agreements with all its depository banks as authorized by Official Code of Georgia Annotated Section 45-8-1 and administered by Georgia Office of the State Treasurer. As of June 30, 2015, the School District's cash accounts and investments were properly collateralized as required by state statutes.

At fiscal year-end, the School District's investment balances included certificates of deposit of $513,055 which were insured or registered, or held by the School District or its agent in the School District's name. The cash and cash equivalents balance also included $2,212,072 in the Georgia Fund 1 and $10,019,127 of deposits with the Georgia Extended Asset Pool. The Georgia Fund 1 and Georgia Extended Asset Pool are administered by the Georgia Office of the State Treasurer which are not required to be categorized since the School District did not own any specific identifiable securities in the pool. The investment policy of the Georgia Office of the State Treasurer for the Local Government Investment Pool (Georgia Fund 1) and the Georgia Extended Asset Pool (GEAP) does not provide for investment in derivatives of similar investments. Additional information on these pools is disclosed in the State of Georgia Comprehensive Annual Financial Report. This audit can be obtained from the Georgia Department of Audits and Accounts at https://www. audits. state.ga.us/internet/searchRpts.html

The investment in the Georgia Fund 1 represents the School District's portion of a pooled investment account operated by the Office of the State Treasurer. The pool consists of U.S. treasury obligations, securities issued or guaranteed by the U.S. Government or any of its agencies or instrumentalities, banker's acceptances, overnight and term repurchase agreements with highly rated counterparties, and collateralized bank accounts. The investment in the Georgia Fund 1 is valued at fair market value. The Georgia Office of the State Treasurer has the regulatory oversight of the Georgia Fund 1. Georgia Fund 1 has a weighted average maturity (WAM) of 56 days on June 30, 2015 for interest risk purposes. The longer the WAM, the more susceptible the fund is to rising interest rates.

The Georgia Extended Asset Pool is a variable net value investment pool GEAP had an effective duration of .31 for interest rate risk evaluation at June 30, 2015. The higher the duration, the greater the interest rate risks.

NOTE C - DEPOSITS AND INVESTMENTS (CONTINUED)

At June 30, 2015, the School District had the following investments that are included in the custodial credit risk discussion above related to deposits.

Investment	Maturities	Rating	Fair Value
Certificate of deposit	14 month	N/A	$ 250,000
Certificate of deposit	12 month	N/A	250,000
Certificate of deposit	14 month	N/A	13,055
Georgia Extended Asset Pool	.31 effective duration	AA+f	10,019,127
Georgia Fund 1	56 WAM	AAAf	2,212,072

Additionally, $2,722,803 is invested with U S Bank in United States Treasury Securities for the QZAB loan escrow accounts. These funds are shown at current market value.

Investment	Maturity Date or Weighted Average Maturity	Moody's Rating	Fair Value
Federal Farm Credit BKS MTN	September 8, 2015	Aaa	$ 26,328
Federal Home Loan Mortgage Company	July 7, 2015	Aaa	90,000
GNMA 11 Pass Thru Cert	May 20, 2029	Aaa	34,056
GNMA 11 Pass Thru Cert	March 20, 1931	Aaa	5,915
GNMA 11 Pass Thru Cert	July 15, 2037	Aaa	7,097
US Treasury Money Market Funds	30 Days	Aaa	33,680
Federal National Mortgage Association	September 9, 2015	Aaa	27,997
Repurchase Agreements - Open End	December 20, 2028	Aaa	427,000
Federal Home Loan Bank	September 15, 2015	Aaa	2,070,730
Total			$ 2,722,803

Interest rate risk - This is the risk that changes in the interest rates of debt investments will adversely affect the fair value of an investment. The School District's policy for managing interest rate risk is to limit the weighted average maturity of its investment portfolio to less than 10 months.

Credit quality risk - This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The School District's policy for managing credit quality risk is to mainly use LGIP and Extended Asset Pool through Georgia Office of the State Treasurer to mitigate any quality risks. Other investments will be through the purchase of mutual funds investing in money markets or U. S. government securities with ratings of AAA by Standard & Poor's.

NOTE D - DUE FROM OTHER GOVERNMENTS

Due from other governments consists of funds due from Georgia Department of Education as of June 30, 2015, for QBE salary accruals totaling $7,309,691, Troup County Parks/Recreations scoreboard loan $21,411, Technical College System of Georgia $2,690,550, Title I-A $353,382, Federal Perkins Grants $13,158, Pre-school Handicapped Grant $15,291, Title VI-B $678,467, Title II-A $58,514, Education for Homeless Children and Youth Grant $17,256, Title III-A $27,594, and other miscellaneous grants for $86,777.

NOTE E - TAXES RECEIVABLE

Receivables consist of amounts due from property and sales taxes, grant reimbursements due on federal, state or other grants for expenditures made but not reimbursed and other receivables disclosed from information available. Receivables are recorded when either the asset or revenue recognition criteria has been met.

The property tax levy was fixed on September 2, 2014 based on property values assessed as of January 1, 2014. Taxes were payable on or before November 15, 2014. An interest penalty of 12% per annum is charged on property taxes paid after that date. Taxes collected within the current fiscal year or within 60 days after fiscal year-end on the 2014 tax digest are reported as revenue in the governmental funds for fiscal year 2015. The Troup County Tax Commissioner bills and collects the property taxes for the School District, withholds 2.5% of taxes collected as a fee for tax collection and remits the balance collected to the School District. Property tax revenues, at the fund reporting level, during the fiscal year ended June 30, 2015, for school operations were $43,447,619. Property taxes became an enforceable lien on January 20, 2015. All property tax receivables are shown net of an allowance for uncollectible taxes. State law limits the School District's tax levy for operations to 20 mills (one mill equals $1 per thousand dollars of assessed value). Taxes levied in the calendar year 2014 for the 2015 fiscal year operations were assessed at 18.85 mills. This was the same rate as the prior year. There is currently no levy for school bonds.

Special Purpose Local Option Sales Tax is collected by the State of Georgia and remitted to the School District approximately 30 days after the period of collection. SPLOST funds are to be used for capital outlay for educational purposes or debt service. This sales tax was authorized by local referendum and the sales tax must be re-authorized at least every five years. The School District's most recent re-authorization was November, 2011 for the sales tax collection period covering July 1, 2012 through June 30, 2017. SPLOST IV collections for the fiscal year ended June 30, 2015 at the fund reporting level were $11,083,702.

On June 30, 2015, the School District reported property tax receivables of $3,962,798, net of allowance for uncollectibles. An allowance of $39,033 has been established in the General Fund for taxes in dispute and estimated amounts that will not be collected. Sales tax receivables totaled $940,949 from SPLOST IV June, 2015 collections to be received in July, 2015.

NOTE F - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

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". The outstanding balances between funds result mainly 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.

NOTE F - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (CONTINUED)

Interfund receivable and payable balances at June 30, 2015 are as follows:

	Interfund Receivable	Interfund Payable
General Fund	$ 3,723,593	$ 361,545
SPLOST IV Capital Projects Fund	-	2,796,063
School Nutrition Program Fund	-	444,857
Non Major Governmental Funds	-	482,673
Internal Service Funds	361,545	-
Total	$ 4,085,138	$ 4,085,138

Transfers are used to (1) move revenues from the fund with collection authorization to the capital projects fund after debt service principal and interest payments have been fully escrowed, (2) transfer revenues credited to the general fund depository account to the food service depository account, (3) move unrestricted general fund revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorization, including amounts provided as subsidies or matching funds for various grant programs, or (4) move unrestricted revenues from other funds to the general funds per budgetary authorization to cover that funds portion of general expenses such as utilities, facilities usage, and insurance expenses.

Interfund transfers for the year ended June 30, 2015 were as follows:

	Transfers In	Transfers Out
General Fund	$ -	$ 50,256
Non Major Governmental Funds	50,256	13,541
Total Governmental Funds	50,256	63,797
Non Major Enterprise Funds	13,541	-
Total	$ 63,797	$ 63,797

NOTE G - ON-BEHALF PAYMENTS FOR FRINGE BENEFITS

The School District has recognized revenue and expenditures for retirement contributions paid on the School District's behalf as follows:

Office of the State Treasurer	
Paid to the State System of Teacher's Retirement System for School Employees' Retirement (TRS)	72,329
Paid to the Public School Employees' Retirement System for Public School Employees' Retirement (PSERS)	278,322
Total Payments	$ 350,651

NOTE H - NON-MONETARY TRANSACTIONS

The School District received from the United States Department of Agriculture through the Georgia Department of Education $249,050 in donated food commodities for its lunchroom programs. The federally assigned value of these commodities is reflected as revenues and expenditures in the Food Nutrition Program Fund.

NOTE I - CAPITAL ASSETS

The following tables provide the Capital Asset Activity for Governmental and Business-Type Activity, respectively, as of June 30, 2015:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities:				
Capital Assets, Not Being Depreciated:				
Land	$ 2,863,353	$ 33,824	$ -	$ 2,897,177
Constructin in Progress	8,423,301	19,191,734	(6,657,412)	20,957,623
Total Capital Assets, Not Being Depreciated	11,286,654	19,225,558	(6,657,412)	23,854,800
Capital Assets, Being Depreciatated				
Land Improvements	5,675,428	1,473,076	(922,556)	6,225,948
Buildings	163,078,766	3,416,170	(89,900)	166,405,036
Machinery & Equipment	12,249,727	1,833,807	(71,025)	14,012,509
Vehicles	15,522,427	814,743	(595,300)	15,741,870
Total Capital Assets, Being Depreciated	196,526,348	7,537,796	(1,678,781)	202,385,363
Less Accumulated Depreciation For:				
Land Improvements	(4,020,010)	(217,735)	646,343	(3,591,402)
Buildings	(53,442,196)	(3,172,367)	75,587	(56,538,976)
Machinery & Equipment	(4,402,297)	(2,559,633)	44,496	(6,917,434)
Vehicles	(12,912,787)	(671,355)	595,300	(12,988,842)
Total Accumulated Depreciation	(74,777,290)	(6,621,090)	1,361,726	(80,036,654)
Total Capital Assets, Being Depreciated, Net	121,749,058	916,706	(317,055)	122,348,709
Governmental Activities Capital Assets, Net	$ 133,035,712	$ 20,142,264	$ (6,974,467)	$ 146,203,509

Depreciation expense was charged to functions as follows:

Instruction	$ 5,145,383
Educational media services	663,382
Maintenance of operation of facilities	111,465
Student transportation services	700,860
Total Governmental Activities depreciation expense	$ 6,621,090

NOTE I - CAPITAL ASSETS (CONTINUED)

	Beginning Balance	Increases	Decreases	Ending Balance
Business-Type Activities				
Capital Assets, Being Depreciatated				
Machinery & Equipment	$ 1,821,473	$ -	$ (95,054)	$ 1,726,419
Total Capital Assets, Being Depreciated	1,821,473	-	(95,054)	1,726,419
Less Accumulated Depreciation For:				
Machinery & Equipment	(1,403,042)	(51,506)	85,048	(1,369,500)
Total Accumulated Depreciation	(1,403,042)	(51,506)	85,048	(1,369,500)
Total Capital Assets, Being Depreciated, Net	$ 418,431	$ (51,506)	$ (10,006)	$ 356,919

Depreciation expense was charged to functions as follows:

School Nutrition Program	$ 51,506
Total Business-Type Activities Depreciation Expense	$ 51,506

NOTE J - GENERAL LONG TERM DEBT

A Qualified Zone Academy Bond (QZAB) was obtained during fiscal year 2002 to assist in funding certain capital projects. The interest free loan is reflected at the present value of the future obligation to repay the $2,257,500 at the October, 2015 maturity date. Annual adjustments to the present value will be reflected as interest expense.

The following tables provide the detail as of June 30, 2015 for the School District's outstanding debt:

	Balance 7/1/2014	Additions	Payments	Balance 6/30/2015	Amounts Due Within One Year
Governmental Activities:					
Qualified Zone Academy Bond (QZAB)					
Maturing 2015 with no interest	$ 2,071,379	$ 185,621	$ -	$ 2,257,000	$ 2,257,000
Net Pension Liability	107,455,486	4,079,052	37,518,477	74,016,061	-
Claims payable	300,302	510,880	392,831	418,351	-
Total Long-Term Debt	$ 109,827,167	$ 4,775,553	$ 37,911,308	$ 76,691,412	$ 2,257,000
Business-Type Activities:					
Net Pension Liability	$ 772,360	$ 29,319	$ 269,672	$ 532,007	$ -

NOTE J - GENERAL LONG TERM DEBT (CONTINUED)

Payment Schedules

Fiscal Year Ending June 30,	Principal	Interest	Total
2016	$ 2,257,000	$ -	$ 2,257,000
Total	$ 2,257,000	$ -	$ 2,257,000

NOTE K - RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; acts of God and unemployment compensation. The School District is self-insured for workers' compensation and unemployment claims. The School District purchases commercial insurance for all other risks of loss, which is accounted for in internal service funds. Settled claims have not exceeded purchased commercial insurance coverage in any of the past three years. There was no reduction in insurance coverage since last fiscal year.

Workers' Compensation Claims

The School District is self-insured for workers' compensation claims from its employees. A premium of .6% of payroll salary is charged by the Internal Service Fund to each fund for workers' compensation with year-end adjustments to balance premiums and expenses. These losses include an estimate of claims that have been incurred but not reported and related claims administration expenses. An excess coverage insurance policy covers individual claims in excess of $450,000 loss per occurrence up to the statutory limit.

Changes in the workers' compensation claims liability during the last two years are as follows:

Fiscal Year	Beginning of Year Liability	Current Year Claims Accural	Claims Paid	End of Year Liability
2015	$ 296,059	$ 500,295	$ 381,659	$ 414,695
2014	134,434	641,786	480,161	296,059

Unemployment Claims

The School District is self-insured with regard to unemployment compensation insurance. Unemployment compensation expenditures are reported when it is probable that a loss has occurred, and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported and claims administration expenses.

NOTE K - RISK MANAGEMENT (CONTINUED)

Changes in the unemployment compensation claims liability during the last two fiscal years are as follows:

Fiscal Year	Beginning of Year Claims Liability	Current Year Claims	Claims Paid	End of Year Claims Liability
2015	$ 4,243	$ 10,585	$ 11,172	$ 3,656
2014	16,278	31,063	43,098	4,243

NOTE L - RETIREMENT PLANS

General Information About The Teachers Retirement System of Georgia ("TRS")

Plan Description

All teachers of the District 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.

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 2015. The School District's contractually required contribution rate for the year ended June 30, 2015 was 13.15 % of annual School District payroll. District contributions to TRS were $7,852,796 for the fiscal year ended June 30, 2015.

NOTE L - RETIREMENT PLANS (CONTINUED)

Pension Liabilities, Pension Expense, And Deferred Outflows Of Resources And Deferred Inflows Of Resources Related To Pensions

Effective July 1, 2014, the District implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27* and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, which significantly changed the District's accounting for pension amounts. The information disclosed below is presented in accordance with this new standard.

At June 30, 2015, the District reported a liability for its proportionate share of the net pension liability that reflected a reduction for support provided to the District by the State of Georgia for certain public school support personnel. The amount recognized by the District 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 District were as follows:

District's proportionate share of the net pension liability	$	74,548,068
State of Georgia's proportionate share of the net pension liability associated with the District		830,412
Total	$	75,378,480

The net pension liability was measured as of June 30, 2014. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2013. An expected total pension liability as of June 30, 2014 was determined using standard roll-forward techniques. The District's proportion of the net pension liability was based on contributions to TRS during the fiscal year ended June 30, 2014. At June 30 2014, the District's proportion was 0.590074%, which was a decrease of 0.031037% from its proportion measured as of June 30, 2013.

NOTE L - RETIREMENT PLANS (CONTINUED)

Pension Liabilities, Pension Expense, And Deferred Outflows Of Resources And Deferred Inflows Of Resources Related To Pensions (Continued)

For the fiscal year ended June 30, 2015, the District recognized pension expense of $4,163,322 and revenue of $54,951 for support provided by the State of Georgia for certain support personnel. At June 30, 2015, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	$ -	$ 25,989,036
Changes in proportion and differences between District contributions and proportionate share of contributions	-	4,406,649
District contributions subsequent to the measurement date	7,852,796	-
Total	$ 7,852,796	$ 30,395,685

District contributions subsequent to the measurement date of $7,852,796 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the fiscal 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:

Fiscal Year ended June 30:	
2016	$ (7,498,769)
2017	(7,498,769)
2018	(7,498,769)
2019	(7,498,775)
2020	(400,603)
Total	$ (30,395,685)

NOTE L - RETIREMENT PLANS (CONTINUED)

Pension Liabilities, Pension Expense, And Deferred Outflows Of Resources And Deferred Inflows Of Resources Related To Pensions (Continued)

Actuarial Assumptions

The total pension liability as of June 30, 2014 was determined by an actuarial valuation as of June 30, 2013 using the following actuarial assumptions, applied to all periods included in the measurement:

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

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

The actuarial assumptions used in the June 30, 2013 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 3.00% assumed rate of inflation

NOTE L - RETIREMENT PLANS (CONTINUED)

Pension Liabilities, Pension Expense, And Deferred Outflows Of Resources And Deferred Inflows Of Resources Related To Pensions (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 District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

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

	1% Decrease (6.50%)	Current discount rate (7.50%)	1% Increase (8.50%)
District's proportionate share of the net pension liability	$ 137,382,085	$ 74,548,068	$ 22,805,558

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.

General Information About The Public School Employees' Retirement System of Georgia ("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.

NOTE L - RETIREMENT PLANS (CONTINUED)

General Information About The Public School Employees' Retirement System of Georgia ("PSERS") (Continued)

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.

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, 2015, the District did not have a liability for a proportionate share of the net pension liability because of the related State of Georgia support. The amount of the State's proportionate share of the net pension liability associated with the District is as follows:

State of Georgia's proportionate share of the Net Pension Liability associated with the District	$ 1,114,262

The net pension liability was measured as of June 30, 2014. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2013. An expected total pension liability as of June 30, 2014 was determined using standard roll-forward techniques. The State's proportion of the net pension liability associated with the District was based on actuarially determined contributions paid by the State during the fiscal year ended June 30, 2014.

NOTE L - RETIREMENT PLANS (CONTINUED)

General Information About The Public School Employees' Retirement System of Georgia ("PSERS") (Continued)

For the fiscal year ended June 30, 2015, the District recognized pension expense of $96,767 and revenue of $96,767 for support provided by the State of Georgia.

Actuarial assumptions

The total pension liability was determined by an actuarial valuation as of June 30, 2013, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0%
Salary increase	N/A
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 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, 2013 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 stocks	39.70	6.50
Domestic mid stocks	3.70	10.00
Domestic small stocks	1.60	13.00
International developed market stocks	18.90	6.50
International emerging market stocks	6.10	11.00
Total	100.00%	

* Rates shown are net of the 3.00% assumed rate of inflation

NOTE L - RETIREMENT PLANS (CONTINUED)

General Information About The Public School Employees' Retirement System of Georgia ("PSERS") (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 nonemployer 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.

Supplemental Retirement Plan – Public School Employees' Retirement System Only

Plan Description

All employees participating in the Public School Employees' Retirement System are also eligible to participate in the School District's Supplemental Retirement Plan. The Board of Education recognized that PSERS was a limited defined benefit plan which did not provide for an adequate retirement for this group of employees and thus established this Plan in 2001 to supplement the retirement for this group of employees.

This Plan, as a defined contribution plan, puts 1% of salary for all PSERS employees into 403(b)(7) type plan and will match up to an additional 4% of salary based upon the employee's elected contributions at a 50% rate. The plan requires 36 months of service to vest 100% in the employer matching portion. Failure to complete the 36 month vesting requirement will result in forfeiture of the employer contributions. The employee contributions will be refunded 100%, if the vesting requirement is not met.

Funds accumulated in the employer paid accounts are only available to the employee upon termination of employment and 3 years of service to the Troup County Board of Education. If an employee terminates employment prior to achieving 3 years of service, funds paid on behalf of the non-vested employee are credited back to the Board.

Valic Retirement Services has been set up as the third party administrator. The Plan offers 13 mutual funds and 1 fixed interest fund from which the employees may select their investment mix.

NOTE L - RETIREMENT PLANS (CONTINUED)

Supplemental Retirement Plan – Public School Employees' Retirement System Only (Continued)

Funding Policy

The School District contributes 1% of the employee's monthly compensation for all eligible employees. Employees may contribute up to an additional 4% of monthly compensation on a voluntary basis. This employee contribution is matched at a 50% rate by the School District. Contributions are sent monthly to the third party administrator to be invested based upon the employee's investment choices.

The School District's contributions to the Supplemental Retirement Plan for the fiscal years ending June 30, 2015, 2014, and 2013 were $114,882, $114,223, and $122,664, respectively.

NOTE M - CONTINGENCIES

Grant Programs

The School District 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 District has not complied with the rules and regulations governing the grants, refunds of any amounts received may be required and the collectability of any related receivable at year-end may be impaired. In the opinion of the School District, 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.

Litigation

The School District is engaged in various lawsuits arising in the ordinary course of business. These lawsuits are in various stages of the litigation process, and their ultimate outcome cannot be determined currently. Management does not believe the ultimate outcome of these lawsuits will have a material impact on the School District's financial statements.

NOTE N - CONSTRUCTION COMMITMENTS

The following is an analysis of significant outstanding construction or renovation contracts executed by the District as of June 30, 2015:

Project		
Troup High Reflooring	$	318,098
Ethel W. Kight Elementary		1,448,207
	$	1,766,305

NOTE O - POST EMPLOYMENT BENEFITS

Georgia School Personnel Employees Post-employment Health Benefit Fund

Plan Description

The Georgia School Personnel Post-employment Health Benefit Fund (School OPEB Fund) is a cost-sharing multiple-employer defined benefit post-employment healthcare plan that covers eligible former employees of public school systems, libraries and regional educational service agencies. The School OPEB Fund provides health insurance benefits to eligible former employees and their qualified beneficiaries through the State Employees Health Benefit Plan administered by the Department of Community Health. The Official Code of Georgia Annotated (O.C.G.A.) assigns the authority to establish and amend the benefit provisions of the group health plans, including benefits for retirees, to the Board of Community Health (Board). The Department of Community Health, which includes the School OPEB Fund, issues a separate stand alone financial audit report and a copy can be obtained from the Georgia Department of Audits and Accounts.

Funding Policy

The contribution requirements of plan members and participating employers are established by the Board in accordance with the current Appropriations Act and may be amended by the Board. Contributions of plan members or beneficiaries receiving benefits vary based on plan election, dependent coverage, and Medicare eligibility and election. For members with fewer than five years of service as of January 1, 2012, contributions also vary based on years of service. On average, members with five years or more of service as of January 1, 2012, pay approximately 25 percent of the cost of the health insurance coverage. In accordance with the Board resolution dated December 8, 2011, for members with fewer than five years of service as of January 1, 2012, the State provides a premium subsidy in retirement that ranges from 0% for fewer than 10 years of service to 75% (but no greater than the subsidy percentage offered to active employees) for 30 or more years of service. The subsidy for eligible dependents ranges from 0% to 55% (but no greater than the subsidy percentage offered to dependents of active employees minus 20%). No subsidy is available to Medicare eligible members not enrolled in a Medicare Advantage Option. The Board of Community Health sets all member premiums by resolution and in accordance with the law and applicable revenue and expense projections. Any subsidy policy adopted by the Board may be changed at any time by Board resolution and does not constitute a contract or promise of any amount of subsidy.

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

NOTE O - POST EMPLOYMENT BENEFITS (CONTINUED)

Funding Policy (Continued)

The combined active and retiree contribution rates established by the Board for employers participating in the School OPEB Fund were as follows for the fiscal year ended June 30, 2015:

For certificated teachers, librarians and regional educational service agencies and certain other eligible participants:

July 1, 2014 – June 30, 2015 $945.00 per member per month

For non-certificated school personnel:

July 1, 2014 – June 30, 2015 $596.20 per member per month

No additional contribution was required by the Board for fiscal year 2015 nor contributed to the School OPEB Fund to prefund retiree benefits. Such additional contribution amounts are determined annually by the Board in accordance with the School plan for other post-employment benefits and are subject to appropriation.

The School District's combined active and retiree contributions to the health insurance plans, which equaled the required contribution, for the current fiscal year and the preceding two fiscal years were as follows:

Fiscal Year	Contributed	Percentage Contribution	Required
2015	$ 12,154,405	100%	$ 12,154,405
2014	12,518,505	100%	12,518,505
2013	11,370,529	100%	11,370,529

NOTE P – CHANGE IN ACCOUNTING PRINCIPLE

In conjunction with the implementation of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, the District is required to change its accounting treatment of pension liabilities and the related pension expense. The new standard requires that the District's proportionate share of the Net Pension Liability be recorded on the Statement of Net Position.

NOTE P – CHANGE IN ACCOUNTING PRINCIPLE (CONTINUED)

Therefore, in conjunction with the implementation of Statement No. 68 and Statement No. 71, the following restatement was required to the beginning net position of the Governmental Activities to properly recognize the District's Net Pension Liability and related deferred outflows of resources for contributions subsequent to the measurement date as of the end of the prior period:

	Governmental Activities
Net position, as previously reported	$ 151,313,653
Restatement for implementation of GASB Statement No. 68 and 71:	
Net pension liability as of June 30, 2014	(107,455,486)
Deferred outflows of resources - contributions	7,339,709
Net position, as restated	$ 51,197,876

	Business Type Activities
Net position, as previously reported	$ 1,938,599
Restatement for implementation of GASB Statement No. 68 and 71:	
Net pension liability as of June 30, 2014	(772,360)
Deferred outflows of resources - contributions	52,756
Net position, as restated	$ 1,218,995

	School Nutrition Fund
Net position, as previously reported	$ 1,799,078
Restatement for implementation of GASB Statement No. 68 and 71:	
Net pension liability as of June 30, 2014	(772,360)
Deferred outflows of resources - contributions	52,756
Net position, as restated	$ 1,079,474

II. REQUIRED SUPPLEMENTARY INFORMATION

TROUP COUNTY SCHOOL DISTRICT, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABLITY
TEACHERS RETIREMENT SYSTEM OF GEORGIA
FOR THE FISCAL YEAR ENDED JUNE 30

		2015
District's proportion of the net pension liability		0.590074%
District's proportionate share of the net pension liability	$	74,548,068
State of Georgia's proportionate share of the net pension liability associated with the District		830,412
Total	$	75,378,480
District's covered-employee payroll	$	60,876,504
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll		122.46%
Plan fiduciary net position as a percentage of the total pension liability		84.03%

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

TROUP COUNTY SCHOOL DISTRICT, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS
TEACHERS RETIREMENT SYSTEM OF GEORGIA
FOR THE FISCAL YEAR ENDED JUNE 30

	2015	2014
Contractually required contributions	$ 7,852,796	$ 7,392,465
Contributions in relation to the contractually required contributions	7,852,796	7,392,465
Contribution deficiency (excess)	$ -	$ -
District's covered-employee payroll	59,717,079	60,199,226
Contributions as a percentage of covered-employee payroll	13.15%	12.28%

TROUP COUNTY SCHOOL DISTRICT, GEORGIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF PROPORTIONATE SHARE OF NET PENSION LIABLITY
PUBLIC SCHOOLS EMPLOYEE RETIREMENT SYSTEM OF GEORGIA
FOR THE FISCAL YEAR ENDED JUNE 30

		2015
District's proportion of the net pension liability		0.000000%
District's proportionate share of the net pension liability	$	-
State of Georgia's proportionate share of the net pension liability associated with the District		1,114,262
Total	$	1,114,262
District's covered-employee payroll	$	5,010,298
District's proportionate share of the net pension liability as a percentage of its covered-employee payroll		N/A
Plan fiduciary net position as a percentage of the total pension liability		88.29%

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

Teachers Retirement System of Georgia:

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 increase were adjusted to more closely reflect actual and anticipated experience.

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

Valuation date	June 30, 2012
Actuarial cost method	Entry age
Amortization method	Level percentage of payroll, open
Remaining amortization period	30 years
Asset valuation method	Seven-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

Public Schools Employees Retirement System of Georgia:

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.

III. OTHER SUPPLEMENTARY INFORMATION

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
COMBINING BALANCE SHEET
NON MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2015

	SPECIAL REVENUE FUNDS								
	TITLE I	IDEA VIB	FEDERAL VOCATIONAL EDUCATION	TITLE IIA	TITLE IIIA	EDUCATION OF HOMELESS YOUTH	6TH GRADE MENTORING	PRINCIPAL ACCOUNTS	HS ROBOTICS
ASSETS									
Cash & Cash Equivalents	$ 41,444	$ -	$ 48,347	$ -	$ -	$ 1,961	$ 3,120	$ 388,225	$ 24,028
Investments	-	-	-	-	-	-	-	500,000	-
Prepaid items	-	1,549	-	-	-	-	-	-	-
Due From Other Governments	353,382	678,467	13,158	58,514	27,594	17,256	-	-	-
Total Assets	$ 394,826	$ 680,016	$ 61,505	$ 58,514	$ 27,594	$ 19,217	$ 3,120	$ 888,225	$ 24,028
LIABILITIES AND FUND BALANCES									
LIABILITIES									
Accounts Payable	$ 7,835	$ 4,463	$ 547	$ 563	$ 149	$ -	$ -	$ 300	$ 66
Salaries And Benefits Payable	386,991	323,680	-	55,184	956	-	-	-	-
Due To Other Funds	-	351,873	60,958	2,767	26,489	19,217	-	18,568	-
Total Liabilities	394,826	680,016	61,505	58,514	27,594	19,217	-	18,868	66
FUND BALANCES:									
Nonspendable - prepaid items	-	1,549	-	-	-	-	-	-	-
Restricted									
Debt Service	-	-	-	-	-	-	-	-	-
Grant Activities	-	-	-	-	-	-	3,120	-	23,962
Committed for Principal Discretion	-	-	-	-	-	-	-	869,357	-
Unassigned (deficit)	-	(1,549)	-	-	-	-	-	-	-
Total Fund Balances	-	-	-	-	-	-	3,120	869,357	23,962
Total Liabilities And Fund Balances	$ 394,826	$ 680,016	$ 61,505	$ 58,514	$ 27,594	$ 19,217	$ 3,120	$ 888,225	$ 24,028

Continued

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
COMBINING BALANCE SHEET
NON MAJOR GOVERNMENTAL FUNDS
JUNE 30, 2015

	SPECIAL REVENUE FUNDS							DEBT SERVICE FUND	
	AQUARIUM	SEWON AMERICA SCHOLARSHIP	PREK	P&G	BULLYING	CITY OF WEST POINT YOUTH	CIS	DEBT SERVICE QZAB	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS									
Cash & Cash Equivalents	$ -	$ 5,373	$ 311,435	$ 7,226	$ -	$ 10,592	$ -	$ -	$ 841,751
Investments	-	-	-	-	-	-	-	2,722,803	3,222,803
Prepaid items	-	-	-	-	-	-	-	-	1,549
Due From Other Governments	-	-	-	-	12,000	-	-	-	1,160,371
Total Assets	$ -	$ 5,373	$ 311,435	$ 7,226	$ 12,000	$ 10,592	$ -	$ 2,722,803	$ 5,226,474
LIABILITIES AND FUND BALANCES									
LIABILITIES									
Accounts Payable	$ -	$ -	$ 430	$ -	$ 801	$ -	$ -	$ -	$ 15,154
Salaries And Benefits Payable	-	-	311,005	-	-	-	-	-	1,077,816
Due To Other Funds	-	-	-	-	2,801	-	-	-	482,673
Total Liabilities	-	-	311,435	-	3,602	-	-	-	1,575,643
FUND BALANCES:									
Nonspendable - prepaid items	-	-	-	-	-	-	-	-	1,549
Restricted									
Debt Service	-	-	-	-	-	-	-	2,722,803	2,722,803
Grant Activities	-	5,373	-	7,226	8,398	10,592	-	-	58,671
Committed for Principal Discretion	-	-	-	-	-	-	-	-	869,357
Unassigned (deficit)	-	-	-	-	-	-	-	-	(1,549)
Total Fund Balances	-	5,373	-	7,226	8,398	10,592	-	2,722,803	3,650,831
Total Liabilities And Fund Balances	$ -	$ 5,373	$ 311,435	$ 7,226	$ 12,000	$ 10,592	$ -	$ 2,722,803	$ 5,226,474

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NON MAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	SPECIAL REVENUE FUNDS								
	TITLE I	IDEA VIB	FEDERAL VOCATIONAL EDUCATION	TITLE IIA	TITLE IIIA	EDUCATION OF HOMELESS YOUTH	6TH GRADE MENTORING	PRINCIPAL ACCOUNTS	HS ROBOTICS
REVENUES									
Fees And Charges	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,952,497	$ -
State Aid	-	-	-	-	-	-	-	-	-
Federal Aid	3,613,679	2,910,978	127,591	530,109	42,447	34,911	-	-	-
Earnings On Investments	-	-	-	-	-	-	-	14,330	-
Miscellaneous	-	-	-	-	-	-	-	-	18,276
Total Revenues	3,613,679	2,910,978	127,591	530,109	42,447	34,911	-	1,966,827	18,276
EXPENDITURES									
Current:									
Instruction	1,574,699	2,397,019	46,654	186,049	33,351	2,411	78	73,757	10,604
Pupil Support Services	359	241,886	-	-	-	689	-	1,697,575	-
Improvement Of Instructional Services	1,373,160	102,158	23,554	336,856	8,140	1,900	-	-	-
Educational Media Services	155	-	-	5,369	-	-	-	9,905	-
Federal Grant Administration	256,462	-	-	-	-	-	-	-	-
General Administration	48,449	29,081	-	-	-	625	-	37,239	-
School Administration	205	-	-	-	-	-	-	274,837	-
Maintenance And Operation Of Facilities	90	-	-	-	-	-	-	19,961	-
Student Transportation Services	-	140,834	-	-	-	26,966	-	-	-
Other Support Services	360,000	-	-	1,835	956	2,320	-	-	-
Community Services	-	-	-	-	-	-	-	-	-
School Nutrition	100	-	-	-	-	-	-	-	-
Capital Outlay	-	-	57,383	-	-	-	-	-	-
Total Expenditures	3,613,679	2,910,978	127,591	530,109	42,447	34,911	78	2,113,274	10,604
Excess (Deficiency) Of Revenues Over (Under) Expenditures	-	-	-	-	-	-	(78)	(146,447)	7,672
OTHER FINANCING SOURCES (USES)									
Transfers In	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	(13,541)	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	(13,541)	-
Net Change In Fund Balances	-	-	-	-	-	-	(78)	(159,988)	7,672
Fund Balances, Beginning Of Year	-	-	-	-	-	-	3,198	1,029,345	16,290
Fund Balances, End Of Year	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,120	$ 869,357	$ 23,962

Continued

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NON MAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	SPECIAL REVENUE FUNDS							DEBT SERVICE FUND	
	AQUARIUM	SEWON AMERICA SCHOLARSHIP	PREK	P&G	BULLYING	CITY OF WEST POINT YOUTH	CIS	DEBT SERVICE QZAB	TOTAL NON-MAJOR GOVERNMENTAL FUNDS
REVENUES									
Fees And Charges	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,952,497
State Aid	-	-	1,947,618	-	-	-	-	-	1,947,618
Federal Aid	-	-	-	-	-	-	-	-	7,259,715
Earnings On Investments	-	-	-	-	-	-	-	135,371	149,701
Miscellaneous	24,034	-	-	20,000	17,700	20,000	-	-	100,010
Total Revenues	24,034	-	1,947,618	20,000	17,700	20,000	-	135,371	11,409,541
EXPENDITURES									
Current:									
Instruction	13,223	-	1,955,764	19,054	14,249	11,370	-	-	6,338,282
Pupil Support Services	-	3,000	-	-	-	-	-	-	1,943,509
Improvement Of Instructional Services	-	-	8,703	-	-	-	-	-	1,854,471
Educational Media Services	-	-	-	-	-	-	-	-	15,429
Federal Grant Administration	-	-	-	-	-	-	-	-	256,462
General Administration	-	-	-	-	-	-	-	-	115,394
School Administration	-	-	31,249	-	-	-	-	-	306,291
Maintenance And Operation Of Facilities	-	-	-	-	-	-	-	-	20,051
Student Transportation Services	10,811	-	2,158	-	-	-	-	-	180,769
Other Support Services	-	-	-	-	-	-	-	-	365,111
Community Services	-	-	-	-	-	-	28,660	-	28,660
School Nutrition	-	-	-	-	-	-	-	-	100
Capital Outlay	-	-	-	-	-	-	-	-	57,383
Total Expenditures	24,034	3,000	1,997,874	19,054	14,249	11,370	28,660	-	11,481,912
Excess (Deficiency) Of Revenues Over (Under) Expenditures	-	(3,000)	(50,256)	946	3,451	8,630	(28,660)	135,371	(72,371)
OTHER FINANCING SOURCES (USES)									
Transfers In	-	-	50,256	-	-	-	-	-	50,256
Transfers Out	-	-	-	-	-	-	-	-	(13,541)
Total Other Financing Sources (Uses)	-	-	50,256	-	-	-	-	-	36,715
Net Change In Fund Balances	-	(3,000)	-	946	3,451	8,630	(28,660)	135,371	(35,656)
Fund Balances, Beginning Of Year	-	8,373	-	6,280	4,947	1,962	28,660	2,587,432	3,686,487
Fund Balances, End Of Year	$ -	$ 5,373	$ -	$ 7,226	$ 8,398	$ 10,592	$ -	$ 2,722,803	$ 3,650,831

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2015

	WORKERS' COMPENSATION	UNEMPLOYMENT	TOTAL INTERNAL SERVICE FUNDS GOVERNMENTAL
ASSETS			
Current Assets			
Cash	$ 56,806	$ -	$ 56,806
Due From Other Funds	357,889	3,656	361,545
Total Current Assets	414,695	3,656	418,351
Total Assets	414,695	3,656	418,351
LIABILITIES AND NET POSITION			
LIABILITIES			
Current Liabilities			
Claims Payable	414,695	3,656	418,351
Total Current Liabilities	414,695	3,656	418,351
Total Liabilities	414,695	3,656	418,351
NET POSITION			
Unrestricted	-	-	-
Total Liabilities And Net Position	$ -	$ -	$ -

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	WORKERS' COMPENSATION	UNEMPLOYMENT	TOTAL INTERNAL SERVICE FUNDS GOVERNMENTAL
OPERATING REVENUES			
Charges To Other Funds	$ 503,285	$ 14,878	$ 518,163
Total Revenues	503,285	14,878	518,163
OPERATING EXPENSES			
Claim Expenses	503,285	14,878	518,163
Total Operating Expenses	503,285	14,878	518,163
Change In Net Position	-	-	-
Total Net Position, Beginning Of Year	-	-	-
Total Net Position, End Of Year	$ -	$ -	$ -

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

	WORKERS' COMPENSATION	UNEMPLOYMENT	TOTAL INTERNAL SERVICE FUNDS GOVERNMENTAL
CASH FLOWS FROM OPERATING ACTIVITIES			
Received From Charges To Other Funds	$ 342,143	$ 15,465	$ 357,608
Payments For Self-Insured Claims	(384,649)	(15,465)	(400,114)
Net Cash Used In Operating Activities	(42,506)	-	(42,506)
Net Decrease In Cash	(42,506)	-	(42,506)
Cash July 1, 2014	99,312	-	99,312
Cash June 30, 2015	$ 56,806	$ -	$ 56,806
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH USED IN OPERATING ACTIVITIES:			
Operating Income (Loss)	$ -	$ -	$ -
Adjustments To Reconcile Operating Income (Loss) To Net Cash Used In Operating Activities:			
Changes In Assets And Liabilities:			
(Increase)/Decrease In Due From Other Funds	(161,498)	587	(160,911)
Decrease In Accounts Receivable	356	-	356
Increase/(Decrease) In Claims Payable	118,636	(587)	118,049
Net Cash Used In Operating Activities	$ (42,506)	$ -	$ (42,506)

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
COMBINING STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2015

	SCHOOL ACTIVITIES FUND	FLEXIBLE SPENDING FUND	TOTAL AGENCY FUNDS
ASSETS			
Cash	$ 139,659	$ 1,850,493	$ 1,990,152
Total Assets	$ 139,659	$ 1,850,493	$ 1,990,152
LIABILITIES			
Due To Student Groups	$ 139,659	-	$ 139,659
Due To Others	-	1,850,493	1,850,493
Total Liabilities	$ 139,659	$ 1,850,493	$ 1,990,152

TROUP COUNTY SCHOOL DISTRICT, GEORGIA
SCHEDULE OF APPROVED SPECIAL LOCAL OPTION SALES TAX PROJECTS
FOR THE FICAL YEAR ENDED JUNE 30, 2015

PROJECT	ORIGINAL ESTIMATED COST (1)	CURRENT ESTIMATED COSTS (2)	AMOUNT EXPENDED IN CURRENT YEAR (3)	AMOUNT EXPENDED IN PRIOR YEARS (3)	PROJECT STATUS
SPLOST IV					
Providing additional real property for future school expansions, elementary school, middle school and/or high school modifications; additions to, renovations of, repairs and improvements to and equipping of exisitng educational buildings, properties and facilities of the School District, including without limitation, classroom additions, physical education facilities and improvements, and resurfacing and parking facilities; technology/software upgrades and additions, infrastructure, textbooks and equipment; additional school buses; and paying expenses incident thereto.	$ 55,258,827	$ 55,258,827	$ 16,173,417	$ 19,252,962	Ongoing
Interest expense on bonds sold under SPLOST IV	3,800,000	3,800,000	-	-	Ongoing
Totals for SPLOST IV	$ 59,058,827	$ 59,058,827	16,173,417	$ 19,252,962	

(1) The School District's original cost estimate as specified in the resolution calling for the imposition of the Special Purpose Local Option Sales Tax.

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

(3) The voters of Troup County approved the imposition of a 1% sales tax to fund the above project(s) (and retire associated debt).
Amounts expended for these projects may include sales tax proceeds, state, local property taxes and/or other funds over the life of the project(s).

IV. SINGLE AUDIT SECTION

MAULDIN & JENKINS

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 Troup County School District
LaGrange, 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, business-type activities, each major fund, and the aggregate remaining fund information of the Troup County Board of Education**,** as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Troup County Board of Education's basic financial statements, and have issued our report thereon dated February 10, 2016. Our report includes a reference to the change in accounting principle resulting from the implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions-an amendment of GASB Statement No. 27*, and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date-an amendment of GASB Statement No. 68*.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Troup 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 the Troup County Board of Education's internal control. Accordingly, we do not express an opinion on the effectiveness of the Troup 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 and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs, as items 2015-001 and 2015-002 that we consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Troup 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*.

The Troup County Board of Education's Responses to Findings

The Troup County Board of Education's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The Troup County Board of Education's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

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

Mauldin & Jenkins, LLC

Atlanta, Georgia
February 10, 2016

MAULDIN & JENKINS

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

To the Superintendent and Members of
the Troup County School District
La Grange, Georgia

Report on Compliance for Each Major Federal Program

We have audited the Troup County Board of Education's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the Troup County Board of Education's major federal programs for the year ended June 30, 2015. The Troup 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 laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the Troup 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 OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 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 Troup 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 the Troup County Board of Education's compliance.

Opinion on Each Major Federal Program

In our opinion, the Troup County Board of Education complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2015.

Report on Internal Control Over Compliance

Management of the Troup 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 the Troup 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 OMB Circular A-133, 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 Troup 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 OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Atlanta, Georgia
February 10, 2016

TROUP COUNTY SCHOOL DISTRICT, GEORGIA

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Total Expenditures
U. S. DEPARTMENT OF AGRICULTURE:		
Passed through Georgia Department of Education:		
Child Nutrition Cluster:		
School Breakfast Program	10.553	$ 1,337,971
National School Lunch Program	10.555	3,760,220
National School Lunch Program (non-cash) (1)	10.555	249,050
Total Child Nutrition Cluster		5,347,241
Total U. S. Department of Agriculture		5,347,241
U. S. DEPARTMENT OF DEFENSE		
R.O.T.C. Program	12. Unknown	93,606
Total U. S. Department of Defense		93,606
U. S. DEPARTMENT OF EDUCATION		
Passed through Georgia Department of Education:		
Title I, Part A Cluster		
Title I Programs - Improving the Academic Achievement of the Disadvantaged	84.010	3,467,734
Title I Programs - Neglected and Delinquent	84.010	101,494
Title I Programs - School Improvement	84.010	33,000
Title I Programs - Reward School	84.010	11,451
Total Title I, Part A Cluster		3,613,679
Title II-A - Advanced Placement	84.367	2,400
Title II-A - Improving Teacher Quality	84.367	527,708
Total Title II-A		530,108
Title III - Limited English Proficient	84.365	16,753
Title III - Immigrant	84.365	25,694
Total Title III		42,447
Special Education Cluster:		
Title VI-B Flowthrough	84.027	2,791,060
Title VI-B High Cost Fund Pool	84.027	46,814
Title VI-B Preschool	84.173	73,104
Total Special Education Cluster		2,910,978
Education for Homeless Youth	84.196	34,911
Vocational Grants - Program Improvement	84.048	104,779
Vocational Grants - Perkins Plus	84.048	11,995
Vocational Grants - Perkins Carryover	84.048	10,816
Total Vocational Grants		127,590
Total U. S. Department of Education		7,259,713
Total Expenditures of Federal Awards		$ 12,700,560

Notes to the Schedule of Expenditures of Federal Awards

(1) The amounts shown for the Food Distribution Program represents the federally assigned value of nonmonetary assistance for donated commodities received and/or consumed by the School District during the current fiscal year.

The School District did not provide federal assistance to any subrecipient.

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

The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of State and Local Governments, and Non-Profit Organizations* . Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the financial statements.

TROUP COUNTY SCHOOL DISTRICT, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

SECTION I
SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	X yes ____ no
Significant deficiencies identified?	____ 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?	____ 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 OMB Circular A-133, Section 510(a)?	____ yes X no

Identification of major programs:

CFDA Number	Name of Federal Program or Cluster
10.553 and 10.555	Child Nutrition Cluster
84.027 and 84.173	Title VIB - Special Education Cluster
84.367	Title II, Part A Program

Dollar threshold used to distinguish between Type A and Type B programs:	$381,017
Auditee qualified as low-risk auditee?	____ yes X no

TROUP COUNTY SCHOOL DISTRICT, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

SECTION II
FINANCIAL STATEMENT FINDINGS

2015-001 Revenues and Related Receivables

Criteria: Internal controls should be in place to ensure that revenues are appropriately recognized, including any related receivables.

Condition: Internal controls were not sufficient to detect material misstatements in the reporting of the School District's revenues and related receivables.

Context/Cause: During our testing of revenues and related receivables, certain audit adjustments were required to correct current year amounts. The General Fund required an audit adjustment of approximately $2,691,000 to record the receivable and related intergovernmental revenue which was due. The underlying reimbursable expenditures were incurred prior to year end but the receivable was not accrued.

Effects: An audit adjustment totaling approximately $2,691,000 was needed to correctly report revenues and related receivables.

Recommendation: We recommend the School District carefully review all revenue and related receivable accounts to ensure all necessary transactions are reported in the proper period and in accordance with generally accepted accounting principles.

Auditee's Response: We concur with the finding. We will take necessary steps in the future to ensure that revenues and the related receivables are properly recorded.

SECTION II
FINANCIAL STATEMENT FINDINGS

2015 - 002 Capital Assets and Related Items

Criteria: Internal controls should be in place to ensure amounts reported for capital assets and related items are appropriate and properly valued in accordance with GAAP.

Condition: Internal controls were not sufficient to detect certain misstatements in the reporting of the capital assets and related accumulated depreciation.

Context/Cause: During our audit for the fiscal year ended June 30, 2015, certain adjustments were required to properly report capital asset balances. The nature of these adjustments is as follows:

- Governmental Activities required an audit adjustment of approximately $1,057,000 to remove capital assets that were transferred to another entity during the fiscal year ending June 30, 2015.
- The School Nutrition Program Fund required an audit adjustment of approximately $72,000 to remove capital assets that were transferred to another entity during the fiscal year ending June 30, 2015.

Effects: Audit adjustments totaling approximately $1,129,000 were needed to correctly report current year expenses and capital assets of the School Nutrition Program Fund and Governmental Activities as of and for the fiscal year ended June 30, 2015.

Recommendation: We recommend the School District carefully review all capital assets accounts and related items to ensure transactions are reported in accordance with GAAP.

Auditee's Response: We concur with the finding. We will take necessary steps in the future to ensure that balances in the School District's financial statements are properly recorded and reported in accordance with GAAP.

TROUP COUNTY SCHOOL DISTRICT, GEORGIA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

SECTION III
FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None reported.

TROUP COUNTY SCHOOL DISTRICT, GEORGIA

SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2015

SECTION IV
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

None reported.