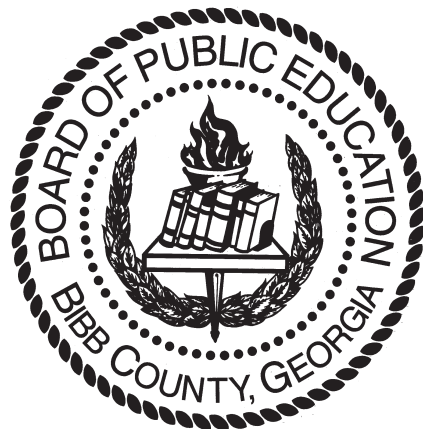


BIBB COUNTY SCHOOL DISTRICT

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE

FISCAL YEAR ENDED JUNE 30, 2014



**Bibb County School District
Finance Division**

**484 Mulberry Street
Macon, Georgia 31201**

**BIBB COUNTY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

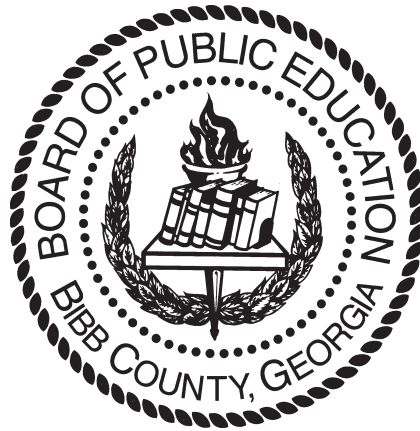
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**BIBB COUNTY SCHOOL DISTRICT
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I. INTRODUCTORY SECTION



December 18, 2014

To the Honorable Members of the Board of Public Education for Bibb County and Citizens of Bibb County, Georgia:

As required by State law (O.C.G.A. §50-6-6), every general purpose local government must publish a complete set of audited financial statements at the close of each fiscal year. This report is published to fulfill that requirement for the fiscal year ended June 30, 2014.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Mauldin & Jenkins, Certified Public Accountants, LLC, have issued an unmodified (“clean”) opinion on the Bibb County School District’s financial statements for the year ended June 30, 2014. The independent auditor’s report is located at the front of the financial section of this report. An audit was also conducted to meet the requirements of the Single Audit Act Amendments of 1996 and related Office of Management and Budget Circular A-133, Audits of State and Local Governments. The results of the Single Audit are presented in the last section of this report.

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

PROFILE OF THE BIBB COUNTY SCHOOL DISTRICT

Bibb County, the 55th county formed in Georgia, was created in 1822 and built up to support Macon, a town which had sprung up across the Ocmulgee River from the frontier post known as Fort Hawkins. Houston, Jones, Monroe and Twiggs counties gave up territory to create Bibb, which takes its name from a distinguished Georgian, Dr. William Wyatt Bibb. He was Alabama’s first elected Governor. Macon bears the name of a North Carolinian, Nathaniel Macon.

On July 31, 2012, the voters of Macon and Bibb County approved Georgia House Bill 1171, creating a consolidated Macon-Bibb County government with a nine-member commission led by an elected mayor who serves as the president of the Board of Commissioners. The new Macon-Bibb County government was sworn in on Tuesday, December 31, 2013 before a crowd of hundreds at City Hall, unifying the city and county 17 months after voters approved consolidation and nearly a century after the idea was first seriously proposed. The merger, which took effect on January 1, 2014, makes the new entity the fourth-largest city in Georgia, with a combined population of 155,791.

The Bibb County School District is a political subdivision of the State of Georgia, the boundaries of which are coextensive with the territorial limits of Macon-Bibb County. The District is separate from and legally and fiscally independent of the Board of Commissioners and all other political subdivisions in the state. The District is the only public school district in Macon-Bibb County and is vested, pursuant to constitutional authority, with the power to conduct a system of public education within its boundaries.

The Board of Public Education for Bibb County (Board) is the official governing body of the District and as such is responsible for the operation of all public schools within Bibb County. Annually, the Board elects a President, Vice-President, and Treasurer. The Superintendent also serves as an ex-officio Secretary of the Board. The Superintendent is appointed by the Board for a term that is determined by the Board. As its Chief Executive Officer, the Superintendent has general supervisory and administrative responsibility for all departments and personnel of the District. The Georgia Constitution provides that the management and control of the School District shall be under the Board of Education. The eight elected Board members have policy and decision-making authority.

The Bibb County School District embraces a long held tradition of excellence in education and is committed to providing achievement and performance for every school, for every classroom, and for every child. A pervasive belief within this system of schools is that each student, regardless of socio-economic status, race, neighborhood, or family structure, deserves an education that will establish a foundation for life-long success. Student enrollment in October 2013 was 24,180, a decrease of 328 from the prior year. Almost 82% of our students receive free and reduced price

meals. The District employs approximately 3,300 employees, including almost 1,600 teachers. It is the responsibility of each employee within the District, regardless of job title, to do his/her part to provide a thorough and efficient educational program for all students. Through collaborative efforts, District employees ensure that all pre-kindergarten through twelfth grade students attending Bibb County schools are provided a high quality education in a safe and comfortable environment and that human and technological resources are effectively used in preparing graduates for post-high school objectives. The Bibb County School District recognizes its obligation to the greater community to create an educational system that will encourage community growth and enhance the quality of life for all citizens.

The standard curricula provide a solid educational foundation for the students served in our twenty-five elementary, seven middle, and seven high schools. Included in these numbers are three elementary, one middle school, and five high school magnet programs as well as one high school offering career training opportunities. Students from throughout the District may apply to attend any of the magnet schools. Elementary magnet offerings include math and science, fine arts, and communicative arts.

Additionally, there are three specialty programs designed to serve specific student populations. *Northwoods Academy* serves regular pre-kindergarten students along with special needs students in collaborative environments. *Elam Alexander Academy* is a community-based delivery system that serves severely emotionally disturbed/behavioral disordered students and students with autism from Bibb County as well as six surrounding counties. The *Bibb Academy of Excellence*, which opened in August 2012 to replace the Ombudsman Program, provides a structured and positive learning environment in an alternative setting for students who have chronic aggressive behavior issues and have gone through the documented Response to Intervention (RTI) process without positive results. There are three academy locations: the *Bibb Academy of Excellence at Barden* serves students in grades K-5; the *Bibb Academy of Excellence at Bloomfield* serves students in grades 6-8; and the *Bibb Academy of Excellence at Hutchings* serves students in grades 9-12.

Other highlights of the Bibb County School District include:

- Gifted Programs
- System-wide Special Education Instruction
- Advanced Placement and Pre-Advanced Placement Programs
- Technology/Career Education Programs
- 21st Century Classroom Technology
- Instruction of English to Speakers of Other Languages
- School House Health Services
- Mentors and Tutoring Programs
- After School Programs
- Apprenticeship Programs
- Athletics and Physical Education

The District is required to adopt an initial budget for the fiscal year no later than June 30 preceding the beginning of the fiscal year on July 1. This annual budget serves as the foundation for the Bibb County School District's financial planning and control. Effective with the Fiscal Year 2014 budget, the budget is now adopted at the legal level of budgetary control which is the budget center level. The Superintendent has broad discretion to delegate the authority to transfer operational appropriations within budget centers, as necessary to ensure the efficient operation of schools and departments within the District. The Superintendent may not delegate transfer authority for salary and benefit appropriations within budget centers other than to the Chief Financial Officer or his or her designee. Spending may not exceed the total appropriation for any budget center without Board approval in the form of a budget amendment.

LOCAL ECONOMY

One of Macon's key strengths is its strategic location in the heart of Georgia. At the crossroads of interstates 75 and 16, and just 75 minutes south of Atlanta, Macon has become an attractive location for businesses. A population of over 390,000 in a 30 mile radius; 4 major seaports within 4 hours truck travel time; international airfreight facilities only 75 minutes away; 2 railroads and the largest rail switching center on the East coast make Macon an ideal location. A strategic location and small town attributes coupled with the amenities of a larger city, Macon is the place where people come from all over Middle Georgia to work; receive state of the art medical services; attend Medical, Engineering, and Law Schools; receive award winning information technology training; and enjoy a wide variety of retail, restaurants, and entertainment offerings.⁴

The City of Macon is filled with cultural and entertainment opportunities. Macon is the home of over 10 museums, 5 tours, 7 annual festivals, and a multitude of events including the Macon Cherry Blossom Festival, Ocmulgee Indian Festival, Tubman Pan African Festival, Mid-Summer Macon, Arrowhead Indian Festival, Georgia State Fair, and many

others. In addition to Capricorn Records, the list of musicians who have called Macon 'home' includes such notable performers as "Little Richard" Penniman, Otis Redding, the Allman Brothers Band, Robert McDuffie and Jason Aldean. In Macon's Museum District you'll find Georgia's largest African American Museum, the Tubman African American Museum, and the Georgia Sports Hall of Fame. The Museum of Arts & Sciences is an additional attraction offering visitors extraordinary exhibits and educational opportunities. Macon has two theater groups, the Macon Little Theatre and Theatre Macon. Three local colleges also offer regular season performances. The Macon Ballet and touring groups perform here regularly, with the Nutcracker of Middle Georgia each holiday season. The Macon Symphony Orchestra performs with local and national musicians. ⁴

The exceptional quality of higher education available in Macon is increasingly recognized as a valuable community asset. One of the most beneficial features of Macon's network of local universities, colleges, and technical schools is its visionary approach to developing specific employee training programs for individual industries and companies. From courses developed specifically for GEICO at Middle Georgia State College and Central Georgia Technical College to Mercer University's School of Engineering internship and co-op programs with area businesses, these alliances have fostered a positive and invaluable relationship between local businesses and educational institutions. ⁴

At approximately 250 square miles, Macon-Bibb County is the 121st largest of Georgia's 159 counties and ranks 13th in the State of Georgia in population. According to the Georgia Department of Labor, Macon-Bibb County had a 2013 civilian workforce of 73,883 ² with a 9.6% unemployment rate versus a 10.3% unemployment rate in 2012. ²

A listing of the major employers of Macon-Bibb County, GA is provided in the schedules which follow:

Largest Private Employers⁵	
Employers	# of Employees
GEICO	5,600
Coliseum Medical Centers	1,400
Mercer University	900
YKK (USA)	750
Wal-Mart Super Stores	740

Largest Public Employers⁵	
Employers	# of Employees
Medical Center of Central GA	6,200
Bibb County School District ³	3,314
City of Macon	1,142
Bibb County	780
US Postal Service	600

The Macon Bibb County Industrial Authority (MBCIA) and the Macon Economic Development Commission (MEDC) formed a new partnership in January 2013. This new partnership will streamline efforts in bringing business and industry to the Macon-Bibb County Community. MEDC, as the marketing arm of the Greater Macon Chamber of Commerce will provide additional services to MBCIA, and Pat Topping with MEDC will be the single point of contact for economic development in the Macon-Bibb County area. ⁴

Topping says a significant number of existing industries have indicated plans for expansion. YKK (USA) plans to expand its residential window plant. Slated to begin production in January 2015, the expansion will allow YKK to double the plant's production capacity. ⁴

Kumho Tire Co., Inc. announced in July from Korea that the Korean-based company will restart the construction of a state of the art automotive tire plant in Macon-Bibb County, Georgia. This will be Kumho Tire's first plant in the US. The plant is expected to be in production by early 2016. It will be located in the Sofkee Industrial Park. Kumho Tire Co. is expected to invest up to \$413 million in the new plant. This new facility will enable Kumho Tire to increase supply to U.S. automotive manufacturing sectors and further penetrate the North American market. The Sofkee Industrial Park is a unique joint venture partnership between Macon-Bibb County, the Macon-Bibb County Industrial Authority and the owner of the site, Norfolk Southern Railroad. ⁴

Aspen Products, a privately held company from Kansas City, MO, production in its 200,000 sq. ft. facility in the Airport Industrial Park in February 2014. Aspen Products, Inc. will invest \$13 million in the facility and employ 204. ⁴

With an annual federal payroll of \$1.39 billion, annual local expenditures of \$363 million, and a federal retiree payroll of \$645 million, Robins Air Force Base, located in adjacent Houston County, is the largest industrial complex in Georgia.

Robins has a significant economic impact on Macon-Bibb County and Middle Georgia. Private contracts at Robins generated \$6.5 million of value for Macon-Bibb County. In FY2013, Robins Air Force Base had a total economic impact of \$2.9 billion in Georgia. Its impact on local jobs creation amounted to approximately \$1.1 billion.⁶

¹ U.S. Census Bureau

² GA Department of Labor

³ District Records

⁴ Macon Economic Development Commission

⁵ Macon-Bibb County Industrial Authority

⁶ Economic Impact Statement – Robins Air Force Base

MAJOR INITIATIVES

Bibb County’s Strategic Plan The Bibb County Board of Education approved a comprehensive Strategic Plan in March 2012. The Strategic Plan is guided by six areas of focus: Students, Staff, Parents and Community, Teaching and Learning, Technology, and Structure of Schools. Listed below are some of the key components of the Strategic Plan that were initiated, implemented or expanded during the FY2014 school year:

- Positive Behavior Intervention and Supports (PBIS)
- Common Core Georgia Performance Standards (CCGPS)
- Anti-Bullying Initiatives
- Teacher (TKES) and Leader Keys (LKES) Evaluation Systems
- Response to Intervention (RTI)/Coordinated Early Intervening Services (CEIS)
- GEAR UP (Gaining Early Awareness and Readiness for Undergraduate Programs)
Grant Initiative: Create Your Future
- Dual Enrollment
- Georgia Virtual School Instruction
- Increased Learning Time at all SIG (School Improvement Grant) schools
- Development of individual school vision/mission statements
- Summer Food Initiative
- Improving Student Achievement through Effective Co-teaching
- Effective Use of Assistive Technology in Accessing the Curriculum
- Systemwide Implementation of Character Education Program
- Assessment for Learning training for school administrators
- Continued expansion of AP (Advanced Placement) and Pre-AP programs

SACS Accreditation Following the successful completion of the 2012-2013 AdvancED External Review, the District received official notification in July 2013 that it had received accreditation with a status of “Accredited Warned.” This designation indicates that the external team had several concerns with areas related to the standards, particularly in the areas of Governance and Leadership, but also provided commendations as well. The District is making great strides in implementing the required improvements that must be addressed within 24 months of the review.

The 2010 Capital Improvement Program Encouraged by the success of the 1999 and 2005 Capital Improvement Programs, on November 3, 2009 Bibb County residents once again voted in favor of a referendum extending a one-cent Special Purpose Local Option Sales Tax for capital improvements. The referendum approved a maximum collection of \$198.5 million over the period covering January 1, 2011 – December 31, 2015. These projects were jump started by the District issuing \$30 million in General Obligation Bonds on September 29, 2010. These bonds were paid off in March 2014. Highlights of the 71 projects included in the new Capital Improvement Program are:

- 5 new elementary schools
- 9 major school renovation projects
- Safety and security improvements
- 21st century instructional technology upgrades
- District-wide athletic facility construction and improvements

In April 2014, the Board of Education held a public hearing and published the required advertisement to amend the original projects list on the SPLOST referendum approved by voters. Several projects were declared no longer feasible due to declining student populations and reduced SPLOST projections. The following changes were made to the 2010 SPLOST Capital Improvement Plan, which resulted in a decrease of \$5,200,654 to the SPLOST budget:

- The number of new elementary schools to be built was reduced from 5 to 3
- Bernd, Porter, and Riley Elementary Schools were added to the list of schools to be renovated
- Additional funds were allocated to district-wide safety and security improvements
- Additional funds were allocated to technology to provide a computer refresh for faculty and student computers
- Funds were allocated to convert Bloomfield Middle School to an elementary school (should the Board choose to exercise this option at a later time)
- Funds were allocated for classroom additions at Heritage and Carter Elementary Schools
- Funds were allocated for a restructuring of the Welcome Center, including a new roof for the facility
- Funds were allocated for future property acquisitions

At June 30, 2014, the following projects had been completed:

- District-wide athletic upgrades at all middle and high schools, including new field houses at four high schools
- Renovation of the existing Burke facility to house the Elam Alexander program
- Traffic flow upgrades at two schools
- Renovation of entry vestibules at 15 schools
- Renovation of Williams and Union Elementary Schools including HVAC, roofing, entry vestibules and interior modifications
- Renovation of Brookdale and Carter Elementary Schools including HVAC, roofing, entry vestibules and interior modifications as well as traffic flow modifications at Carter
- Renovation of the Annex on the Hutchings Career Center site to house the district's Welcome Center

LONG-TERM FINANCIAL PLANNING

The Finance Division provides Multi-Year General Fund Projections to the Board of Education annually during budget sessions. This document is continually adjusted as reasonable assumptions about future trends are replaced with more concrete information. Over the past three years, the percentage of General Fund Balance to General Fund Expenditures has been 13.5%, 13.8% and 11.9%.

FINANCIAL POLICIES AND LEGISLATION

Fund Balance Board policy establishes certain expectations related to fund balance. As of June 30, 2014, total fund balance in the General Fund was 11.9% of budgeted expenditures, well within the required minimum of 8%.

Internal Controls Management of the District is responsible for establishing and maintaining an internal control structure which is designed to ensure that the assets are protected from loss or theft and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of control should not exceed the benefit likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

As a recipient of federal, state, and local financial assistance, the District is also responsible for ensuring that an adequate internal control structure is in place to ensure and document compliance with applicable laws and regulations related to these programs. The internal control structure is subject to periodic evaluation by management.

Budgetary Controls The District maintains budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Public Education for Bibb County. Activities of the general, capital projects, special revenue, and debt service funds are included in the annual appropriated budget. The level of budgetary control is established by program within an individual fund. As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

The District is required to adopt a final budget no later than June 30th at the close of each fiscal year. An administrative budget review team aligns requests with priorities and proposed expenditures with anticipated revenues to arrive at a budget for consideration by the Superintendent and the Board of Education. In accordance with local board policy, a public hearing is held to provide an opportunity for community response to the proposed budget.

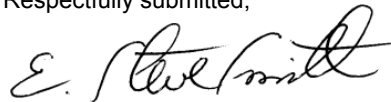
AWARDS AND ACKNOWLEDGEMENTS

Certificates of Achievement and Excellence The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Bibb County School District for its comprehensive annual financial report for the fiscal year ended June 30, 2013. This was the fifteenth consecutive year the School District has achieved this prestigious award. The Certificate of Achievement is a prominent national award recognizing conformity with the highest standards for preparation of state and local governmental financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

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

We wish to express appreciation to Sharon Roberts, Executive Director of Accounting, and Kathy Gabriel, Financial Assistant, and the entire Accounting Department without whose dedicated and committed efforts this report could not have been completed. We also acknowledge the active participation and professional support of Mauldin & Jenkins. Audit Partner Miller Edwards and the staff of Mauldin & Jenkins, particularly Hope Pendergrass, have been instrumental to the completion of this comprehensive annual financial report. We also extend appreciation to the members of the Board of Public Education for Bibb County for their interest and support in planning and conducting the financial operations of the District in a responsible and progressive manner.

Respectfully submitted,



*E. Steven Smith, Ph.D.
Interim Superintendent of Schools
Bibb County School District*



*Ronnie C. Collier, Sr., CPA
Chief Financial Officer
Bibb County School District*



Government Finance Officers Association

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

Presented to

**Bibb County School District
Georgia**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO



BIBB COUNTY SCHOOL DISTRICT



***Mrs. Susan K. Sipe
President***



***Dr. Thelma D. Dillard
Vice-President***



***Lester M. Miller
Treasurer***



***Mrs. Ella M. Carter
District 1***



BIBB COUNTY SCHOOL DISTRICT



Jason E. Downey
District 6



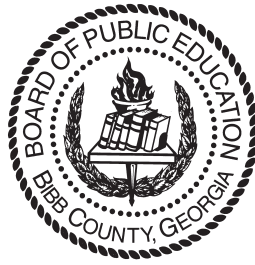
Mrs. Lynn Farmer
At-Large



Thomas Hudson
District 5



Dr. Wanda S. West
At-Large



BOARD OF PUBLIC EDUCATION FOR BIBB COUNTY

As of June 30, 2014, the members of the Board and year of expiration of their terms are as follows:

<u>Name</u>	<u>District</u>	<u>Years in Office</u>	<u>Expiration of Current Term</u>
Mrs. Susan K. Sipe, <i>President</i>	District 3	5 ½	December 31, 2016
Dr. Thelma D. Dillard, <i>Vice President</i>	District 2	1 ½	December 31, 2016
Lester M. Miller, <i>Treasurer</i>	District 4	1 ½	December 31, 2016
Mrs. Ella M. Styles Carter	District 1	5 ½	December 31, 2016
Jason E. Downey	District 6	1 ½	December 31, 2016
Mrs. Lynn Farmer	At-large	11 ½	December 31, 2014
Thomas Hudson	District 5	9 ½	December 31, 2016
Dr. Wanda S. West	At-large	3 ½	December 31, 2014

Function and Composition

All matters relating to education and operations in the Bibb County School District (District) are governed and controlled by the Board of Public Education for Bibb County (Board) as provided by Georgia law. The Board is legally responsible for the operation of the District and all related policy.

It shall be the purpose of the Board to provide education of the best obtainable quality for the residents of Bibb County within the limitations imposed by the taxpayer's ability to pay and his/her willingness to support the educational program. The Board shall be the representative, not only of the citizens of Bibb County, but of the State Board of Education as well.

The Board currently consists of eight elected members, six elected from single member districts and two elected county-wide. Successors to the initial elected members of the Board are elected in the general election conducted immediately prior to the expiration of the term of office for which they offer as a candidate. The newly elected board members take office on the first day of January following their election and serve for a term of four years and until their successors are duly elected and qualified.

Regular board meetings are held on the third Thursday of each month at 6:30 p.m. usually in the Board Room at the Central Office but sometimes at selected schools. All meetings are open to the public. Special meetings may be called at other times by the Board President. At all meetings, a majority of the entire membership constitutes a quorum.



BIBB COUNTY SCHOOL DISTRICT



E. Steven Smith, Ph.D.
Interim Superintendent of Schools

Dr. E. Steven Smith was sworn in as Interim Superintendent of the Bibb County School District on June 3, 2013.

Dr. Smith grew up attending schools in the Bibb County School District and graduated from Willingham High School in 1969. After college, he spent 18 years working in the Bibb County School District, beginning his career here as a teacher and coach at Central High School and leaving as principal of that school. He served as Superintendent of the Pulaski County School System for two years before moving to the Lowndes County School System to serve as its Superintendent for 10 years. He was also a faculty member for the Valdosta State University James L. and Dorothy H. Dewar College of Education.

His years of service to public education have come with numerous accolades and appointments. Former Georgia Gov. Sonny Perdue appointed Dr. Smith to the Southern Regional Education Board, on which he served two terms. He also served as President of the Georgia School Superintendents Association and served on the organization's Board of Directors for nine years. In 2009, he received the Bill Barr Leadership Award. Upon his retirement, the Lowndes County Board of Education awarded him the distinction of Superintendent Emeritus. He also has been featured in the book "31206: The Boys of Willingham High 1958-1970" by Joe McDaniel and two Telegraph articles – "Finishing First" by Bill Boyd and "When Mama Calls, You Come Running" by Ed Grisamore.

Dr. Smith received his doctorate in Educational Administration and Supervision from Georgia State University in 2001. Prior to that, he obtained two Master's degrees - one in Social and Behavioral Science Education and the other in Educational Administration. He also has an Education Specialist degree in Educational Administration, as well as a Bachelor's degree in Sociology from Georgia College and State University and an Associate degree from Macon State College.



BIBB COUNTY SCHOOL DISTRICT

ADMINISTRATIVE STAFF as of December 19, 2014

Superintendent's Administrative Cabinet

E. Steven Smith, Ph.D.	Interim Superintendent
Randy Howard	Chief Legal Counsel
Kelley Castlin-Gacutan	Deputy Superintendent - Operations
Ron Collier	Deputy Superintendent - Chief Financial Officer
Bruce Giroux	Deputy Superintendent - Teaching and Learning
Sylvia Hooker	Deputy Superintendent - School Improvement & Redesign
Edward Judie	Deputy Superintendent - Student Affairs
Erin Weaver	Deputy Superintendent - Teaching and Learning

Instructional Services

Eddie Ashley	Director of Athletics, Health & Physical Education
Ben Bridges	Director of Fine Arts
Tonya Coons	Director of Gifted Education/ESOL
Judy Godfrey	Director of Professional Development
Lynn Janes	Director of Research, Assessment and Accountability
Michelle Lenderman	Director of Media Services
Mary Parrish	Director of After School Programs
Donna Poole	Director of Program for Exceptional Children
Monica Radcliff	Interim Executive Director of Technology
Lori Rodgers	Executive Director of Special Programs/Title I
Lori Smith	Director of Early Childhood Education
Cassandra Washington	Director of Career, Technical and Agricultural Education

Central Services/Operations

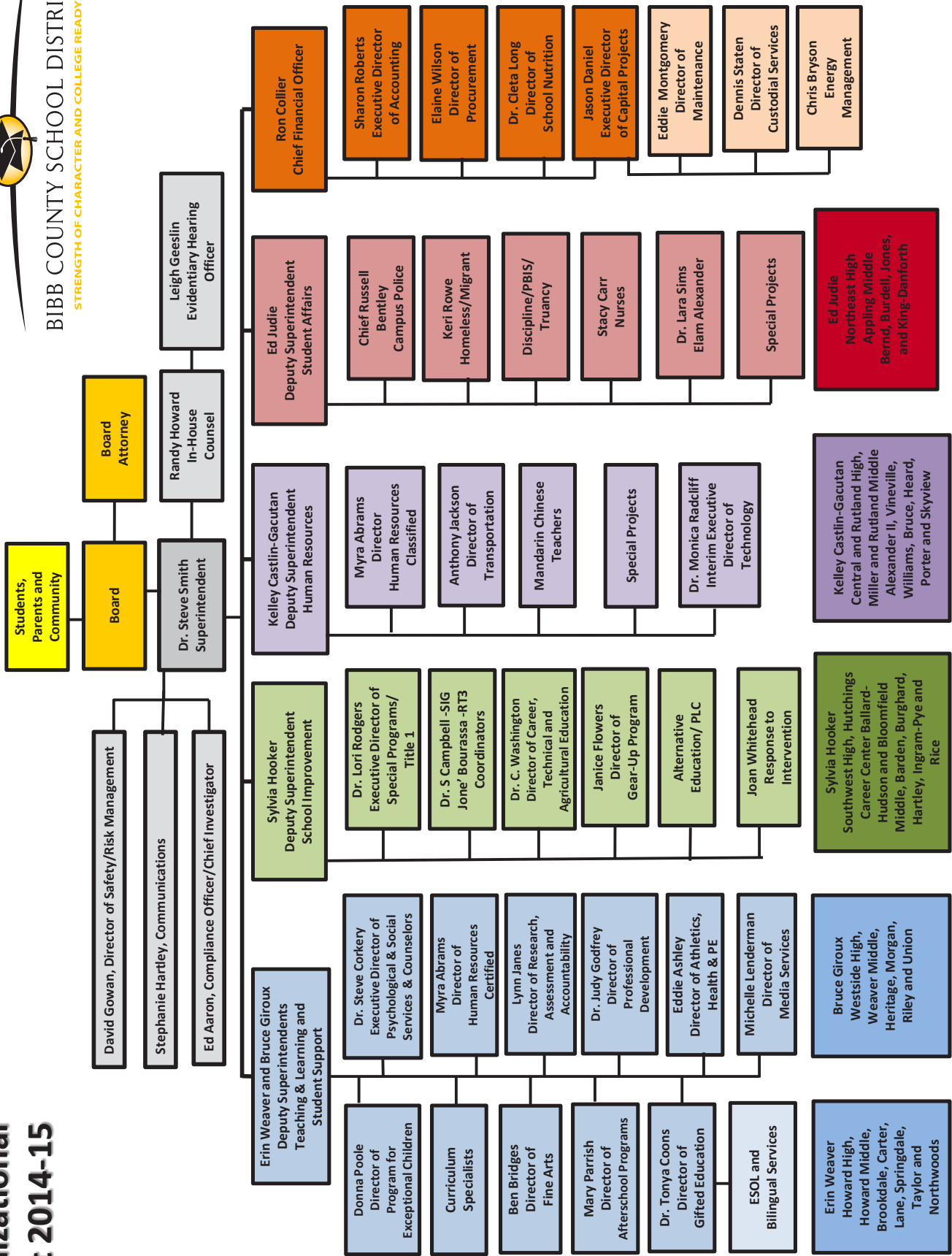
Ed Aaron	Compliance Officer/Chief Investigator
Myra Abrams	Director of Human Resources
Russell Bentley	Chief of Campus Police
Steve Corkery	Executive Director of Psychological and Social Services
Jason Daniel	Executive Director of Capital Projects
David Gowan	Director of Safety/Risk Management
Stephanie Hartley	Coordinator of Community Affairs
Anthony Jackson	Director of Transportation
Cleta Long	Director of School Nutrition
Eddie Montgomery	Director of Maintenance
Sharon Roberts	Executive Director of Accounting
Dennis Staten	Director of Custodial Services
Elaine Wilson	Director of Procurement

Organizational Chart 2014-15

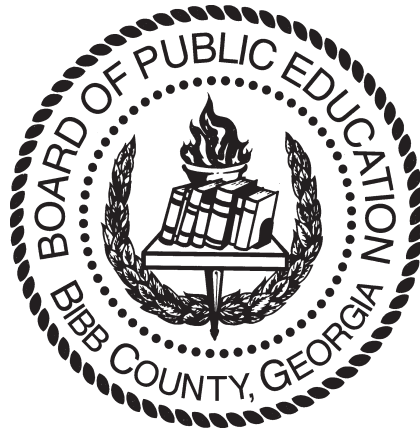


BIBB COUNTY SCHOOL DISTRICT

STRENGTH OF CHARACTER AND COLLEGE READY



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II. FINANCIAL SECTION

BIBB COUNTY SCHOOL DISTRICT

INDEPENDENT AUDIT REPORT



INDEPENDENT AUDITOR'S REPORT

**To the Members of the Board of Education
of the Bibb County School District
Macon, Georgia**

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the **Bibb County School District** as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Bibb County School District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Bibb County School District as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows, thereof, and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis (on pages 4 through 12) 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 Bibb County School District's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, schedule of expenditures of federal awards, as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the schedule of expenditures of special purpose local option sales tax proceeds, as required by the Official Code of Georgia 48-8-121, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The introductory and statistical sections are also 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, schedule of expenditures of federal awards, and schedule of expenditures of special purpose local option sales tax proceeds (collectively “the supplementary information”) are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 17, 2014, on our consideration of the Bibb County School District’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 Bibb County School District’s internal control over financial reporting and compliance.

Mauldin & Jenkins, LLC

Macon, Georgia
December 17, 2014

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BIBB COUNTY SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS



MANAGEMENT'S DISCUSSION AND ANALYSIS

As administration of the Bibb County School District, we offer readers of the Bibb County School District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-vi of this report.

FINANCIAL HIGHLIGHTS

Key financial highlights for FY2014 are as follows:

- ▶ The assets of the Bibb County School District exceeded its liabilities at the close of the most recent fiscal year by \$460,313,824. Of this amount, \$39,646,169 represents unrestricted net position, which may be used to meet the government's ongoing obligations to citizens and creditors.
- ▶ The Bibb County School District's total net position increased \$20,120,220. The major components of this increase were a net reduction of \$11,982,411 in long-term debt, a net reduction of \$680,556 in other liabilities, an increase in construction in progress of \$13,040,662, an increase in land and land improvements of \$94,120, an increase in buildings of \$1,533,189, an increase in equipment of \$5,312,977, an increase in accumulated depreciation of \$10,507,051, and a decrease in other assets of \$2,016,644.
- ▶ At the close of the current fiscal year, the Bibb County School District's governmental funds reported combined fund balances of \$69,059,093, a decrease of \$1,463,785 in comparison with the prior year. Approximately 25.7% of this amount (\$17,768,672) is available for spending at the government's discretion.
- ▶ At the end of the current fiscal year, unrestricted fund balance for the General Fund was \$25,234,455 or approximately 11.9% of total General Fund expenditures.
- ▶ The Bibb County School District's total outstanding long-term debt decreased by \$11,982,411 or 55.4 percent. The final debt payment of \$10,635,000 was made on the Series 2010 general obligation bonds and the related unamortized bond premium was reduced by \$578,891. The debt for the Macon Promise Neighborhood capital lease facility was reduced by \$873,366 and the note payable for the WiPro Energy Project was reduced by \$70,026. Compensated absences saw a net increase of \$174,872.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis provided here are intended to serve as an introduction to the Bibb County School District's basic financial statements. The Bibb County School District's basic financial statements consist of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

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

The *statement of net position* presents financial information on all of the Bibb County School District's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Bibb County School District is improving or deteriorating.

The *statement of activities* presents information showing how the Bibb County School District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying

BIBB COUNTY SCHOOL DISTRICT
Management's Discussion and Analysis
June 30, 2014

event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused compensated absences).

Both of the government-wide financial statements distinguish functions of the Bibb County School District that are principally supported by property taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Bibb County School District include instruction, general administration, maintenance and operations, student transportation, and interest on long-term debt. The business-type activities of the Bibb County School District include school food services, stadiums, and the wellness center.

The government-wide financial statements can be found on pages 13 -15 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Bibb County School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Bibb County School District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in assessing a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Bibb County School District maintains five individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the SPLOST Projects Fund, and the Debt Service Fund, which are considered to be major funds. Data from the other two governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The Bibb County School District adopts an annual appropriated budget for its General Fund. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 16 – 25 of this report.

Proprietary Funds. The Bibb County School District maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Enterprise funds may be used to account for any activity or service that charges a fee to external users to cover the cost of operations, including cost of depreciation and debt service. The District operates its food service, stadiums and district-wide wellness center as enterprise funds. Internal Service funds account for goods and services that are provided to other funds in return for a fee to cover the cost of operations, including depreciation and debt service costs. The District's internal service funds include workers' compensation, unemployment compensation, and dental insurance. Proprietary fund statements use the accrual basis of accounting similar to the district-wide statements.

The basic proprietary fund financial statements can be found on pages 20 – 23 of this report.

Fiduciary Funds. The District is the trustee, or fiduciary, for assets that belong to others, such as the dependent care spending account fund, the medical spending account fund and school clubs and organizations within the principals' accounts. The District is responsible for ensuring that the assets reported in these funds are used only

BIBB COUNTY SCHOOL DISTRICT
Management's Discussion and Analysis
June 30, 2014

for intended purposes and by those to whom the assets belong. The District excludes these activities from the district-wide financial statements because it cannot use the assets to finance its operations.

The fiduciary fund financial statements can be found on pages 24 and 25 of this report.

Notes to the Financial Statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 26 – 52 of this report.

GOVERNMENT-WIDE OVERALL FINANCIAL ANALYSIS

As noted earlier, net position over time, may serve as a useful indicator of a government's financial position. In the case of the Bibb County School District, assets exceeded liabilities by \$460,313,824 at the close of the most recent fiscal year.

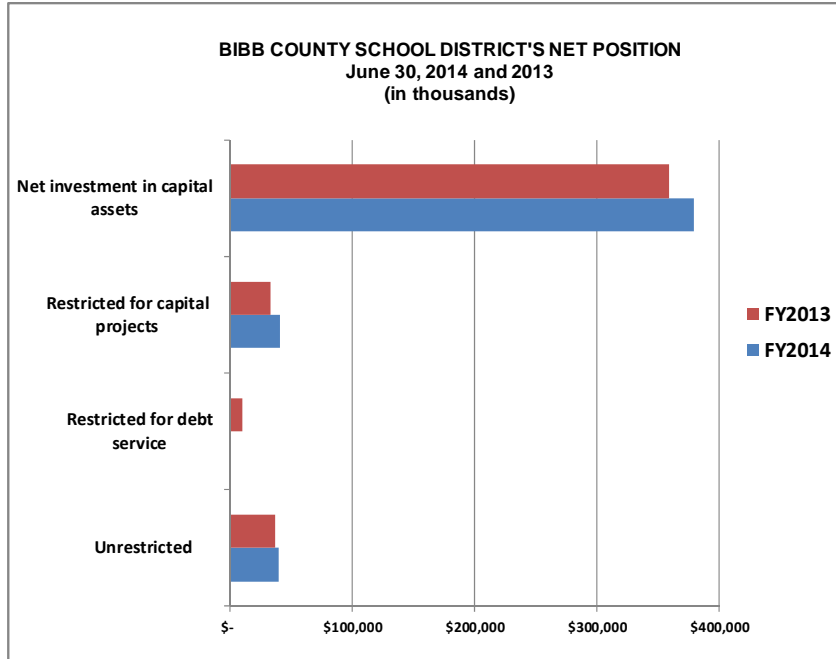
BIBB COUNTY SCHOOL DISTRICT'S NET POSITION								
For the Fiscal Years Ended June 30, 2014 and June 30, 2013								
(in thousands)								
	Governmental Activities		Business-type Activities		Total Combined Activities		Total Change	
	FY2014	FY2013	FY2014	FY2013	FY2014	FY2013	\$	%
Assets:								
Current and other assets	\$ 106,162	\$ 109,229	\$ 11,771	\$ 10,720	\$ 117,933	\$ 119,949	\$ (2,016)	-1.7%
Capital assets	377,824	367,765	7,448	8,033	385,272	375,798	9,474	2.5%
Total assets	<u>483,986</u>	<u>476,994</u>	<u>19,219</u>	<u>18,753</u>	<u>503,205</u>	<u>495,747</u>	<u>7,458</u>	<u>1.5%</u>
Liabilities:								
Long-term liabilities outstanding	9,664	21,646	-	-	9,664	21,646	(11,982)	-55.4%
Other liabilities	32,517	33,185	710	723	33,227	33,908	(681)	-2.0%
Total liabilities	<u>42,181</u>	<u>54,831</u>	<u>710</u>	<u>723</u>	<u>42,891</u>	<u>55,554</u>	<u>(12,663)</u>	<u>-22.8%</u>
Net position:								
Net investment in capital assets	371,974	351,383	7,448	8,033	379,422	359,416	20,006	5.6%
Restricted for capital projects	41,245	33,444	-	-	41,245	33,444	7,801	23.3%
Restricted for debt service	-	10,269	-	-	-	10,269	(10,269)	-100.0%
Unrestricted	28,586	27,067	11,061	9,997	39,647	37,064	2,583	7.0%
Total net position	<u>\$ 441,805</u>	<u>\$ 422,163</u>	<u>\$ 18,509</u>	<u>\$ 18,030</u>	<u>\$ 460,314</u>	<u>\$ 440,193</u>	<u>\$ 20,121</u>	<u>4.6%</u>

By far, the largest portion of the Bibb County School District's net position (82.4%) reflects its investment in capital assets (e.g., land and land improvements, buildings, equipment, and construction in progress), less any related outstanding debt that was used to acquire those assets. The Bibb County School District uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the Bibb County School District's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the Bibb County School District's net position (8.96%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$39,646,169 is unrestricted and may be used to meet the government's ongoing obligations to its citizens and creditors.

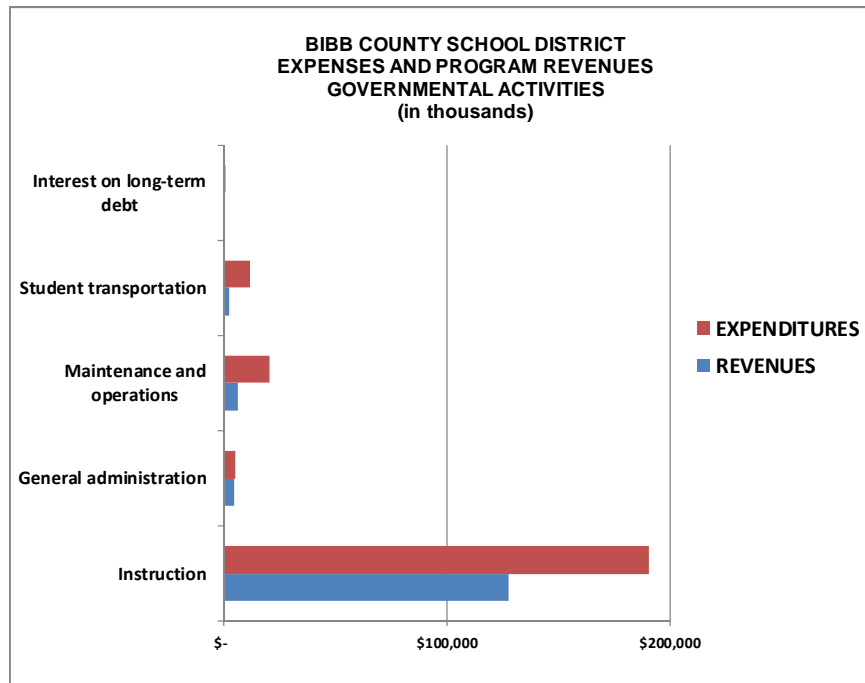
At the end of the current fiscal year, the Bibb County School District is able to report positive balances in all reported categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

**BIBB COUNTY SCHOOL DISTRICT
Management's Discussion and Analysis
June 30, 2014**



The Bibb County School District's overall net position increased \$20,120,220 over the prior fiscal year. The reasons for this overall increase are discussed in the following sections for governmental activities and business-type activities.

Governmental Activities. During the current fiscal year, net position for governmental activities increased \$19,641,847 over the prior fiscal year for an ending balance of \$441,805,279. The major components of this increase were a net reduction of \$11,982,411 in long-term debt, a net reduction of \$667,525 in other liabilities, an increase in construction in progress of \$13,040,662, an increase in land and land improvements of \$94,120, an increase in buildings of \$1,533,189, an increase in equipment of \$5,432,383, an increase in accumulated depreciation of \$10,041,446, and a decrease in other assets of \$3,066,997.



BIBB COUNTY SCHOOL DISTRICT
Management's Discussion and Analysis
June 30, 2014

BIBB COUNTY SCHOOL DISTRICT'S CHANGES IN NET POSITION								
For the Fiscal Years Ended June 30, 2014 and June 30, 2013								
(in thousands)								
	Governmental Activities		Business-type Activities		Total Combined Activities		Total Change	
	FY2014	FY2013	FY2014	FY2013	FY2014	FY2013	\$	%
Revenues:								
Program revenues:								
Charges for services	\$ 3,022	\$ 2,985	\$ 1,463	\$ 1,633	\$ 4,485	\$ 4,618	\$ (133)	-2.9%
Operating grants and contributions	135,354	137,796	14,040	13,912	149,394	151,708	(2,314)	-1.5%
Capital grants and contributions	<u>2,106</u>	<u>630</u>	<u>-</u>	<u>-</u>	<u>2,106</u>	<u>630</u>	<u>1,476</u>	<u>234.3%</u>
Total program revenues	<u>140,482</u>	<u>141,411</u>	<u>15,503</u>	<u>15,545</u>	<u>155,985</u>	<u>156,956</u>	<u>(971)</u>	<u>-0.6%</u>
General revenues:								
Property taxes	75,155	74,168	-	-	75,155	74,168	987	1.3%
Sales taxes	29,267	30,436	-	-	29,267	30,436	(1,169)	-3.8%
Other taxes	945	1,056	-	-	945	1,056	(111)	-10.5%
Grants and contributions not restricted to specific programs	1,416	4,307	-	-	1,416	4,307	(2,891)	-67.1%
Unrestricted investment earnings	96	117	10	11	106	128	(22)	-17.2%
Gain on disposal of capital assets	12	42	-	4	12	46	(34)	-73.9%
Total general revenues	<u>106,891</u>	<u>110,126</u>	<u>10</u>	<u>15</u>	<u>106,901</u>	<u>110,141</u>	<u>(3,240)</u>	<u>-2.9%</u>
Total revenues	<u>247,373</u>	<u>251,537</u>	<u>15,513</u>	<u>15,560</u>	<u>262,886</u>	<u>267,097</u>	<u>(4,211)</u>	<u>-1.6%</u>
Expenses:								
Instruction	190,364	205,659	-	-	190,364	205,659	(15,295)	-7.4%
General administration	5,215	6,212	-	-	5,215	6,212	(997)	-16.0%
Maintenance and operations	20,427	18,236	-	-	20,427	18,236	2,191	12.0%
Student transportation	11,550	9,152	-	-	11,550	9,152	2,398	26.2%
Interest on long-term debt	20	253	-	-	20	253	(233)	-92.1%
School nutrition services	-	-	14,894	15,833	14,894	15,833	(939)	-5.9%
Stadiums	-	-	257	224	257	224	33	14.7%
Wellness center	-	-	38	41	38	41	(3)	-7.3%
Total expenses	<u>227,576</u>	<u>239,512</u>	<u>15,189</u>	<u>16,098</u>	<u>242,765</u>	<u>255,610</u>	<u>(12,845)</u>	<u>-5.0%</u>
Increase (decrease) in net								
position before transfers	19,797	12,025	324	(538)	20,121	11,487	8,634	75.2%
Transfers	(155)	(230)	155	230	-	-	-	0.0%
Increase (decrease) in net position	<u>19,642</u>	<u>11,795</u>	<u>479</u>	<u>(308)</u>	<u>20,121</u>	<u>11,487</u>	<u>8,634</u>	<u>75.2%</u>
Net position - beginning	<u>422,163</u>	<u>410,368</u>	<u>18,030</u>	<u>18,338</u>	<u>440,193</u>	<u>428,706</u>	<u>11,487</u>	<u>2.7%</u>
Net position - ending	<u>\$ 441,805</u>	<u>\$ 422,163</u>	<u>\$ 18,509</u>	<u>\$ 18,030</u>	<u>\$ 460,314</u>	<u>\$ 440,193</u>	<u>\$ 20,121</u>	<u>4.6%</u>

Business-type Activities. For the Bibb County School District's business-type activities, overall net position increased slightly from \$18,030,172 to \$18,508,545 in the current fiscal year. This increase in net position for business-type activities (food services, stadiums, and wellness center operations) was \$478,373 or 2.7% over the prior fiscal year and is primarily the result of a decrease in food service expenditures.

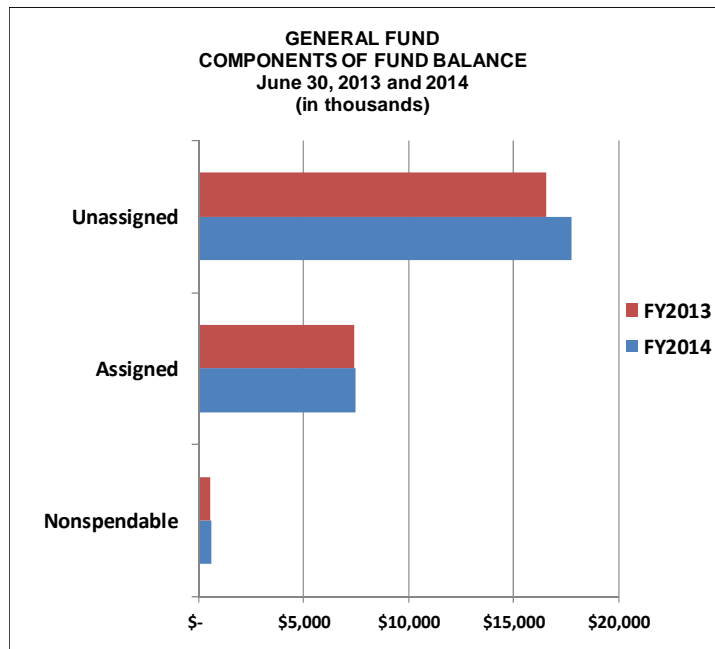
FINANCIAL ANALYSIS of GOVERNMENTAL FUNDS

Governmental Funds. The focus of the Bibb County School District's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Bibb County School District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party,

BIBB COUNTY SCHOOL DISTRICT
Management's Discussion and Analysis
June 30, 2014

the Bibb County School District itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the Bibb County School District's governing Board of Education. As noted earlier, the Bibb County School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The District has three major funds: the General Fund, the SPLOST Projects Fund, and the Debt Service Fund. The General Fund is the District's primary operating fund and is used to account for all financial resources of the general government except those required to be accounted for in another fund. The SPLOST Projects Fund is used to account for the proceeds of a one percent Special Purpose Local Option Sales Tax used to finance building renovations, land and building acquisitions, and the construction of new educational and administrative facilities. The Debt Service Fund accounts for the payments of principal and interest on long-term debt of governmental funds.

At June 30, 2014, the Bibb County School District's governmental funds reported combined fund balances of \$69,059,093, a decrease of \$1,463,785 in comparison with the prior year. Approximately 25.7% of this amount (\$17,768,672) constitutes *unassigned fund balance*, which is available for spending at the government's discretion. The remainder of the fund balance is either *nonspendable*, *restricted*, *committed*, or *assigned* to indicate that it is 1) not in spendable form (\$609,305), 2) restricted for particular purposes (\$41,245,665), 3) committed for particular purposes (\$1,969,668), or 4) assigned for particular purposes (\$7,465,783).



General Fund. The General Fund is the chief operating fund of the Bibb County School District. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$17,768,672 while total fund balance increased to \$25,843,760. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total General Fund expenditures. Unassigned fund balance represents approximately 8.4 percent of total General Fund expenditures while total fund balance represents approximately 12.2 percent of that same amount.

The net change in the General Fund's total fund balance was an increase of \$1,340,514 or 5.5% over the prior fiscal year. General operating revenues exceeded expenditures by \$3,496,510. Other financing sources included transfers in of \$75,198. Transfers to other funds totaled \$2,231,194, primarily for workers' compensation (\$2,001,164) and stadiums (\$230,000).

SPLOST (Special Purpose Local Option Sales Tax) Projects Fund. As of June 30, 2014, the SPLOST Projects Fund, a major fund, had an ending fund balance of \$41,245,665, an increase of \$7,801,308 over the prior year. The increase in fund balance was due to total SPLOST receipts (included in transfers in) exceeding SPLOST capital project expenditures and bond debt service payments.

Debt Service Fund. The Debt Service Fund, the remaining major governmental fund, had a zero balance due to the payoff of the 2010 bonds.

BIBB COUNTY SCHOOL DISTRICT
Management's Discussion and Analysis
June 30, 2014

Proprietary Funds. The Bibb County School District's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The unrestricted net position of School Food Service at the end of the year was \$11,006,526 and net investment of capital assets was \$7,421,191 for a total net position of \$18,427,717, an increase of \$553,918 over the prior year. The unrestricted fund balance for Other Enterprise Funds was \$138,296 and its investment in capital assets was \$27,136 for a total net position of \$165,432. The total decrease in net position of \$11,965 for Other Enterprise Funds was primarily the result of a decrease in local usage fees for the stadiums.

GENERAL FUND BUDGETARY HIGHLIGHTS

Original budget compared to final budget. Historically each year the District has to amend the General Fund original estimated revenues or original budgeted appropriations as well as the original budgeted expenditures as federal grant notifications are received after the completion of the original budget.

Final budget compared to actual results. The most significant differences between estimated revenues and actual revenues were as follows:

<u>Revenue source</u>	<u>Estimated revenues</u>	<u>Actual revenues</u>	<u>Difference</u>
Local sources	\$ 73,827,021	\$ 77,276,627	\$ 3,449,606
State sources	96,514,536	102,665,263	6,150,737
Federal sources	48,918,946	35,382,479	(13,536,467)

The shortfall in the above federal revenue sources were caused primarily by federal grants which extend over multiple fiscal years being budgeted in their entirety in the first fiscal year that funds become awarded. Actual revenues are recorded for these grants as the revenue becomes available or as the expenditures are incurred. Therefore, the actual revenues extend over multiple fiscal years.

A review of actual expenditures compared to the appropriations in the final budget yields several significant variances.

<u>Expenditure</u>	<u>Estimated expenditures</u>	<u>Actual expenditures</u>	<u>Difference</u>
Instruction	\$ 191,533,532	\$ 179,107,293	\$ (12,426,239)
General administration	7,208,041	4,859,784	(2,348,257)
Maintenance & operations	17,090,024	19,712,156	2,622,132

The instruction shortfall of \$12.4 million in the above expenditure projections were caused primarily by federal and state grants which extend over multiple fiscal years being budgeted in their entirety in the first fiscal year that funds become awarded. Actual expenditures are recorded for these grants as the expenditures are incurred. Therefore, the actual expenditures extend over multiple fiscal years. The same effect was seen on the revenue shortfalls as discussed above.

General administration shortfall resulted mainly as a result of staffing vacancies, cutbacks on operational expenditures, and unspent budgeted contingency.

Maintenance and operations exceed projected budget primarily due to expenditures related to the WiPro Energy Project that had not been budgeted in their entirety for the fiscal year.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets. The Bibb County School District's investment in capital assets for its governmental and business-type activities as of June 30, 2014, amounts to \$385,272,246 (net of accumulated depreciation). This investment in capital assets includes land and land improvements, buildings, equipment, and construction in progress. The total increase in capital assets for the current fiscal year was approximately 2.5%.

BIBB COUNTY SCHOOL DISTRICT
Management's Discussion and Analysis
June 30, 2014

BIBB COUNTY SCHOOL DISTRICT'S CAPITAL ASSETS									
For the Fiscal Years Ended June 30, 2014 and June 30, 2013									
(in thousands)									
	Governmental Activities		Business-type Activities		Total Combined Activities		Total Change		
	FY2014	FY2013	FY2014	FY2013	FY2014	FY2013	\$	%	
Land	\$ 13,508	\$ 13,428	\$ -	\$ -	\$ 13,508	\$ 13,428	\$ 80	0.6%	
Construction in progress	19,070	6,029	-	-	19,070	6,029	13,041	216.3%	
Buildings	327,845	335,000	5,828	6,006	333,673	341,006	(7,333)	-2.2%	
Equipment	10,667	6,156	1,620	2,027	12,287	8,183	4,104	50.2%	
Land improvements	6,734	7,152	-	-	6,734	7,152	(418)	-5.8%	
Total Capital Assets	\$ 377,824	\$ 367,765	\$ 7,448	\$ 8,033	\$ 385,272	\$ 375,798	\$ 9,474	2.5%	

Major capital asset events (in millions) during the current fiscal year included the following:

Increase in buildings for renovations and construction	\$ 1.5
Increase in construction in progress on SPLOST Projects	13.1
Increase in land and land improvements	0.1
Increase in capital equipment	5.3
Depreciation and disposals on capital assets	<u>(10.5)</u>
Net changes in Capital Assets	<u>\$9.5</u>

Additional information on the Bibb County School District's capital assets can be found in Note #7 on pages 40 and 41 of this report.

Long-term Debt. At the end of the current fiscal year, the Bibb County School District had total long-term debt outstanding of \$9,663,555 which is comprised of capital leases, a note payable and compensated absences.

BIBB COUNTY SCHOOL DISTRICT'S OUTSTANDING DEBT				
(net of depreciation)				
For the Fiscal Years Ended June 30, 2014 and June 30, 2013				
	Governmental Activities		Total Change	
	FY2014	FY2013	\$	%
Series 2010 G.O. bonds	\$ -	\$ 11,213,891	\$ (11,213,891)	-100.0%
Capital leases	4,571,791	5,445,157	(873,366)	-16.0%
Note payable	3,865,810	3,935,836	(70,026)	100.0%
Compensated absences	1,225,954	1,051,082	174,872	16.6%
Totals	\$ 9,663,555	\$ 21,645,966	\$ (11,982,411)	-55.4%

BIBB COUNTY SCHOOL DISTRICT
Management's Discussion and Analysis
June 30, 2014

During the current fiscal year, the Bibb County School District's total debt decreased by \$11,982,411 or 55.4% primarily as a result of the final payment of \$10,635,000 made on the Series 2010 Bonds.

The Bibb County School District maintains an "Aa2" rating from Moody's Investors Service for general obligation debt. State statutes limit the amount of general obligation debt a governmental entity may issue up to 10 percent of the average full valuation. Currently the Bibb County District does not have any bonded debt so, based on the debt limitation, the amount available is \$417,147,034.

Additional information on the Bibb County School District's long-term debt can be found in Note #9 on pages 42 – 45 of this report.

Economic Factors and Next Year's Budgets and Rates. The following economic factors currently affect the Bibb County School District and were considered in developing the FY2015 fiscal year budget.

- ▶ The district's tax rate for maintenance and operations of schools (M&O) is 17.945 mills and has not changed over the past six years. With the decline in the property tax digest, this has resulted in a year over year decrease in property tax revenue. However, this has been offset by an increase in TAVT (Title Ad Valorem Tax) receipts for the new one time title tax legislated by HB386. We expect the ad valorem taxes on automobiles to level off in the near future.
- ▶ FY2015 is the first year that the district has had a charter school. The Academy for Classical Education (ACE) is a district approved start up charter school serving grades K-8 in the first year. Additional classes will be added each year until the school is serving K-12 students. Having a charter school will have an economic impact on the finances of the district.
- ▶ Declines in the taxable assessed value as a percentage of estimated actual value and resulting decreases in property assessments will continue to affect the Bibb County School District's real property tax base.
- ▶ Declines in housing prices and sales are expected to continue throughout the fiscal year, further straining mortgage tax revenues and assessed values.
- ▶ Expected declines in enrollment will result in decreases in state QBE revenue.
- ▶ On the expenditure side, continued increases are expected in health insurance premiums, as well as pension and other employee benefit costs.
- ▶ Departmental budget reductions were implemented in recognition of the decline in revenues as a result of the current recession.
- ▶ In June 2014 the Board adopted the FY2015 General Fund operating budget which includes \$176.3 million in operating revenues and transfers in and \$183.7 million in operating expenditures and transfers out.

Requests for Information. This financial report is designed to provide a general overview of the Bibb County School District's finances for all those with an interest in the district's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Bibb County School District, Office of the CFO, 484 Mulberry Street, Suite 400, Macon, GA, 31201.

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BIBB COUNTY SCHOOL DISTRICT

BASIC FINANCIAL STATEMENTS

BIBB COUNTY SCHOOL DISTRICT
GOVERNMENT-WIDE FINANCIAL STATEMENTS

BIBB COUNTY SCHOOL DISTRICT

STATEMENT OF NET POSITION

JUNE 30, 2014

ASSETS	Governmental Activities	Business-type Activities	Total
Cash	\$ 6,076,160	\$ 1,934,188	\$ 8,010,348
Investments	68,477,483	9,218,834	77,696,317
Receivables:			
Accounts	214,395	116,769	331,164
Intergovernmental	30,192,349	380,542	30,572,891
Internal balances	592,300	(592,300)	-
Inventories	-	694,694	694,694
Prepaid and other assets	609,305	17,823	627,128
Capital assets, non-depreciable	32,577,617	-	32,577,617
Capital assets, depreciable (net of accumulated depreciation)	345,246,302	7,448,327	352,694,629
Total assets	483,985,911	19,218,877	503,204,788
LIABILITIES			
Accounts payable	6,192,111	75,053	6,267,164
Contracts payable	962,923	-	962,923
Intergovernmental accounts payable	1,203	-	1,203
Accrued payroll and payroll withholdings	22,343,502	622,437	22,965,939
Unearned revenue	78,366	12,842	91,208
Accrued claims	2,938,972	-	2,938,972
Capital leases due within one year	488,022	-	488,022
Capital leases due in more than one year	4,083,769	-	4,083,769
Notes payable due within one year	232,076	-	232,076
Notes payable due in more than one year	3,633,734	-	3,633,734
Compensated absences due within one year	664,189	-	664,189
Compensated absences due in more than one year	561,765	-	561,765
Total liabilities	42,180,632	710,332	42,890,964
NET POSITION			
Net investment in capital assets	371,973,663	7,448,327	379,421,990
Restricted for capital projects	41,245,665	-	41,245,665
Unrestricted	28,585,951	11,060,218	39,646,169
Total net position	\$ 441,805,279	\$ 18,508,545	\$ 460,313,824

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

BIBB COUNTY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental activities:				
Instruction	\$ 190,364,402	\$ 3,022,010	\$ 122,454,353	\$ 2,002,438
General administration	5,215,289	-	4,434,622	-
Maintenance and operations	20,426,804	-	6,024,800	-
Student transportation	11,549,958	-	2,440,190	103,983
Interest on long-term debt	19,671	-	-	-
Total governmental activities	<u>227,576,124</u>	<u>3,022,010</u>	<u>135,353,965</u>	<u>2,106,421</u>
Business-type activities:				
School food services	14,894,576	1,410,199	14,040,401	-
Stadiums	257,388	8,325	-	-
Wellness center	37,533	44,525	-	-
Total business-type activities	<u>15,189,497</u>	<u>1,463,049</u>	<u>14,040,401</u>	<u>-</u>
Total	<u>\$ 242,765,621</u>	<u>\$ 4,485,059</u>	<u>\$ 149,394,366</u>	<u>\$ 2,106,421</u>

General revenues:
Property taxes
Sales taxes
Other taxes
Grants and contributions not restricted to specific programs
Unrestricted investment earnings
Gain on disposal of capital assets
Transfers
Total general revenues and transfers
Change in net position
Net position, beginning of year
Net position, end of year

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

**Net (Expenses) Revenues and
Changes in Net Position**

Governmental Activities	Business-type Activities	Total
\$ (62,885,601)	\$ -	\$ (62,885,601)
(780,667)	-	(780,667)
(14,402,004)	-	(14,402,004)
(9,005,785)	-	(9,005,785)
(19,671)	-	(19,671)
<u>(87,093,728)</u>	<u>-</u>	<u>(87,093,728)</u>
-	556,024	556,024
-	(249,063)	(249,063)
-	6,992	6,992
<u>-</u>	<u>313,953</u>	<u>313,953</u>
<u>(87,093,728)</u>	<u>313,953</u>	<u>(86,779,775)</u>
75,155,287	-	75,155,287
29,266,620	-	29,266,620
945,425	-	945,425
1,415,932	-	1,415,932
95,507	9,618	105,125
11,606	-	11,606
(154,802)	154,802	-
<u>106,735,575</u>	<u>164,420</u>	<u>106,899,995</u>
19,641,847	478,373	20,120,220
<u>422,163,432</u>	<u>18,030,172</u>	<u>440,193,604</u>
<u>\$ 441,805,279</u>	<u>\$ 18,508,545</u>	<u>\$ 460,313,824</u>

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BIBB COUNTY SCHOOL DISTRICT

FUND FINANCIAL STATEMENTS

BIBB COUNTY SCHOOL DISTRICT

BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2014

ASSETS	General	SPLOST Projects	Debt Service	Other Governmental Funds	Total Governmental Funds
Cash	\$ 1,872,516	\$ 2,778,654	\$ -	\$ 514,699	\$ 5,165,869
Investments	29,422,779	37,566,762	-	1,487,942	68,477,483
Receivables:					
Accounts	210,248	-	-	4,041	214,289
Intergovernmental	27,707,564	2,484,785	-	-	30,192,349
Due from other funds	572,194	1,543,152	-	5,978	2,121,324
Prepaid and other assets	609,305	-	-	-	609,305
Total assets	\$ 60,394,606	\$ 44,373,353	\$ -	\$ 2,012,660	\$ 106,780,619
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES					
LIABILITIES					
Accounts payable	\$ 4,107,462	\$ 2,039,593	\$ -	\$ 38,582	\$ 6,185,637
Contracts payable	-	962,923	-	-	962,923
Due to other funds	3,724,989	43,172	-	4,410	3,772,571
Due to other governments	1,203	-	-	-	1,203
Unearned revenue - grants	18,263	-	-	-	18,263
Unearned revenue - prepaid rent	60,103	-	-	-	60,103
Accrued payroll and payroll withholdings	22,343,502	-	-	-	22,343,502
Total liabilities	30,255,522	3,045,688	-	42,992	33,344,202
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	4,274,605	-	-	-	4,274,605
Unavailable revenue - grants	20,719	82,000	-	-	102,719
Total deferred inflows of resources	4,295,324	82,000	-	-	4,377,324
FUND BALANCES					
Nonspendable	609,305	-	-	-	609,305
Restricted	-	41,245,665	-	-	41,245,665
Committed	-	-	-	1,969,668	1,969,668
Assigned	7,465,783	-	-	-	7,465,783
Unassigned	17,768,672	-	-	-	17,768,672
Total fund balances	25,843,760	41,245,665	-	1,969,668	69,059,093
Total liabilities, deferred inflows of resources and fund balances	\$ 60,394,606	\$ 44,373,353	\$ -	\$ 2,012,660	
<p>Amounts reported for governmental activities in the statement of net position are different because:</p> <p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. 377,823,919</p> <p>Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds. 4,377,324</p> <p>Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. (9,663,555)</p> <p>Internal service funds are used by management to charge the costs of various benefits and services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. 208,498</p> <p>Net position of governmental activities <u>\$ 441,805,279</u></p>					

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

BIBB COUNTY SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>General</u>	<u>SPLOST Projects</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Local sources	\$ 77,276,627	\$ 14,294,451	\$ 16,592,509	\$ 1,202,271	\$ 109,365,858
State sources	102,665,263	382,098	-	-	103,047,361
Federal sources	35,382,479	103,983	-	-	35,486,462
Interest income	43,001	42,658	7,904	1,944	95,507
On behalf payments	470,833	-	-	-	470,833
Other sources	11,606	-	-	-	11,606
Total revenues	<u>215,849,809</u>	<u>14,823,190</u>	<u>16,600,413</u>	<u>1,204,215</u>	<u>248,477,627</u>
EXPENDITURES					
Current:					
Instruction	179,107,293	-	-	1,073,283	180,180,576
General administration	4,859,784	-	-	7,209	4,866,993
Maintenance and operations	19,712,156	-	-	218,242	19,930,398
Student transportation	7,366,718	3,449,385	-	101,371	10,917,474
On behalf payments	470,833	-	-	-	470,833
Capital outlay	-	18,904,510	-	141,181	19,045,691
Debt service:					
Principal retirement	548,392	-	11,030,000	-	11,578,392
Interest and fiscal charges	288,123	1,604	505,362	-	795,089
Total expenditures	<u>212,353,299</u>	<u>22,355,499</u>	<u>11,535,362</u>	<u>1,541,286</u>	<u>247,785,446</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,496,510</u>	<u>(7,532,309)</u>	<u>5,065,051</u>	<u>(337,071)</u>	<u>692,181</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	75,198	15,333,617	30	-	15,408,845
Transfers out	(2,231,194)	-	(15,333,617)	-	(17,564,811)
Total other financing sources (uses)	<u>(2,155,996)</u>	<u>15,333,617</u>	<u>(15,333,587)</u>	<u>-</u>	<u>(2,155,966)</u>
Net change in fund balances	1,340,514	7,801,308	(10,268,536)	(337,071)	(1,463,785)
FUND BALANCES, beginning of year	<u>24,503,246</u>	<u>33,444,357</u>	<u>10,268,536</u>	<u>2,306,739</u>	<u>70,522,878</u>
FUND BALANCES, end of year	<u>\$ 25,843,760</u>	<u>\$ 41,245,665</u>	<u>\$ -</u>	<u>\$ 1,969,668</u>	<u>\$ 69,059,093</u>

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

BIBB COUNTY SCHOOL DISTRICT

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

Net change in fund balances - total governmental funds	\$ (1,463,785)
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	10,058,908
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(1,104,854)
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums and discounts when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	12,157,283
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	21,655
Internal service funds are used by management to charge costs of various services and benefits to individual funds. The net revenue (expense) of certain activities of internal service funds is reported with governmental activities.	<u>(27,360)</u>
	<u>\$ 19,641,847</u>

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

BIBB COUNTY SCHOOL DISTRICT

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Local sources	\$ 73,588,832	\$ 73,827,021	\$ 77,276,627	\$ 3,449,606
State sources	95,906,179	96,514,536	102,665,263	6,150,727
Federal sources	38,682,071	48,918,946	35,382,479	(13,536,467)
Interest income	45,000	45,000	43,001	(1,999)
On behalf payments	-	-	470,833	470,833
Other sources	50,000	50,000	11,606	(38,394)
Total revenues	208,272,082	219,355,503	215,849,809	(3,505,694)
EXPENDITURES				
Current:				
Instruction	180,215,922	191,533,532	179,107,293	12,426,239
General administration	7,582,964	7,208,041	4,859,784	2,348,257
Maintenance and operations	17,413,415	17,090,024	19,712,156	(2,622,132)
Student transportation	7,433,596	7,747,174	7,366,718	380,456
On behalf payments	-	-	470,833	(470,833)
Debt service:				
Principal retirements	547,596	547,596	548,392	(796)
Interest and fiscal charges	284,071	284,071	288,123	(4,052)
Total expenditures	213,477,564	224,410,438	212,353,299	12,057,139
Excess (deficiency) of revenues over (under) expenditures	(5,205,482)	(5,054,935)	3,496,510	8,551,445
OTHER FINANCING SOURCES (USES)				
Transfers in	380,000	200,000	75,198	(124,802)
Transfers out	(430,000)	(430,000)	(2,231,194)	(1,801,194)
Total other financing sources (uses)	(50,000)	(230,000)	(2,155,996)	(1,925,996)
Net change in fund balances	(5,255,482)	(5,284,935)	1,340,514	6,625,449
FUND BALANCES, beginning of year	24,503,246	24,503,246	24,503,246	-
FUND BALANCES, end of year	\$ 19,247,764	\$ 19,218,311	\$ 25,843,760	\$ 6,625,449

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

BIBB COUNTY SCHOOL DISTRICT

STATEMENT OF NET POSITION PROPRIETARY FUNDS JUNE 30, 2014

ASSETS	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	School Food Service	Other Enterprise Funds	Totals	
CURRENT ASSETS				
Cash	\$ 1,890,436	\$ 43,752	\$ 1,934,188	\$ 910,291
Investments	9,115,217	103,617	9,218,834	-
Receivables				
Accounts	116,769	-	116,769	106
Intergovernmental	380,542	-	380,542	-
Due from other funds	16,916	-	16,916	2,158,943
Prepaid items	17,823	-	17,823	-
Inventories	694,694	-	694,694	-
Total current assets	12,232,397	147,369	12,379,766	3,069,340
NONCURRENT ASSETS				
Buildings	10,250,065	-	10,250,065	-
Furniture and equipment	7,057,874	78,525	7,136,399	-
Total depreciable assets	17,307,939	78,525	17,386,464	-
Less accumulated depreciation	(9,886,748)	(51,389)	(9,938,137)	-
Total noncurrent assets	7,421,191	27,136	7,448,327	-
Total assets	19,653,588	174,505	19,828,093	3,069,340
CURRENT LIABILITIES				
Accounts payable	70,467	4,586	75,053	6,474
Due to other funds	524,612	-	524,612	-
Accrued payroll and payroll withholdings	618,000	4,437	622,437	-
Unearned revenue	12,792	50	12,842	-
Accrued claims expense, current portion	-	-	-	1,000,000
Total current liabilities	1,225,871	9,073	1,234,944	1,006,474
NONCURRENT LIABILITIES				
Accrued claims expense	-	-	-	1,938,972
Total liabilities	1,225,871	9,073	1,234,944	2,945,446
NET POSITION				
Investment in capital assets	7,421,191	27,136	7,448,327	-
Unrestricted	11,006,526	138,296	11,144,822	123,894
Total net position	\$ 18,427,717	\$ 165,432	18,593,149	\$ 123,894
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			(84,604)	
Net position of business-type activities			\$ 18,508,545	

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

BIBB COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	School Food Service	Other Enterprise Funds	Totals	
OPERATING REVENUES				
Local sources	\$ 1,410,199	\$ 52,850	\$ 1,463,049	\$ 1,990,800
Total operating revenues	<u>1,410,199</u>	<u>52,850</u>	<u>1,463,049</u>	<u>1,990,800</u>
OPERATING EXPENSES				
Food service operations	14,260,933	-	14,260,933	-
Central support services	-	-	-	488,465
Enterprise operations	-	259,671	259,671	-
Maintenance and operations	-	31,913	31,913	3,594,439
Depreciation	565,251	3,337	568,588	-
Total operating expenses	<u>14,826,184</u>	<u>294,921</u>	<u>15,121,105</u>	<u>4,082,904</u>
Operating loss	<u>(13,415,985)</u>	<u>(242,071)</u>	<u>(13,658,056)</u>	<u>(2,092,104)</u>
NON-OPERATING REVENUES (EXPENSES)				
Intergovernmental revenues	14,040,401	-	14,040,401	-
Interest earned	9,512	106	9,618	-
Loss on disposal of capital assets	(4,812)	-	(4,812)	-
Total non-operating revenues (expenses)	<u>14,045,101</u>	<u>106</u>	<u>14,045,207</u>	<u>-</u>
Income (loss) before transfers	629,116	(241,965)	387,151	(2,092,104)
Transfers in	-	230,000	230,000	2,001,164
Transfers out	<u>(75,198)</u>	<u>-</u>	<u>(75,198)</u>	<u>-</u>
Change in net position	553,918	(11,965)	541,953	(90,940)
NET POSITION, beginning of year	<u>17,873,799</u>	<u>177,397</u>		<u>214,834</u>
NET POSITION, end of year	<u>\$ 18,427,717</u>	<u>\$ 165,432</u>		<u>\$ 123,894</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			<u>(63,580)</u>	
Change in net position of business-type activities			<u>\$ 478,373</u>	

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

BIBB COUNTY SCHOOL DISTRICT

**STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	School Food Service	Other Enterprise Funds	Totals	
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from local sources	\$ 1,399,373	\$ 104,086	\$ 1,503,459	\$ -
Receipts from interfund services provided	-	-	-	1,213,284
Payments to suppliers	(8,028,005)	(206,862)	(8,234,867)	-
Payments to employees	(4,091,557)	(76,875)	(4,168,432)	-
Payments on behalf of employees	(1,848,270)	(9,773)	(1,858,043)	-
Payments for interfund services used	-	-	-	(2,304,357)
Net cash used in operating activities	<u>(12,568,459)</u>	<u>(189,424)</u>	<u>(12,757,883)</u>	<u>(1,091,073)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Subsidy from federal and state grants	14,040,401	-	14,040,401	-
Transfers from (to) other funds	<u>(75,198)</u>	<u>230,000</u>	<u>154,802</u>	<u>2,001,164</u>
Net cash provided by noncapital financing activities	<u>13,965,203</u>	<u>230,000</u>	<u>14,195,203</u>	<u>2,001,164</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Purchase of capital assets	(5,302)	-	(5,302)	-
Proceeds from sale of capital assets	<u>16,914</u>	<u>-</u>	<u>16,914</u>	<u>-</u>
Net cash provided by capital and related financing activities	<u>11,612</u>	<u>-</u>	<u>11,612</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	<u>9,512</u>	<u>106</u>	<u>9,618</u>	<u>-</u>
Net cash provided by investing activities	<u>9,512</u>	<u>106</u>	<u>9,618</u>	<u>-</u>

(Continued)

BIBB COUNTY SCHOOL DISTRICT

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	School Food Service	Other Enterprise Funds	Totals	
Net increase in cash and cash equivalents	\$ 1,417,868	\$ 40,682	\$ 1,458,550	\$ 910,091
Cash and cash equivalents, beginning of year	9,587,785	106,687	9,694,472	200
Cash and cash equivalents, end of year	\$ 11,005,653	\$ 147,369	\$ 11,153,022	\$ 910,291
Classified as:				
Cash	\$ 1,890,436	\$ 43,752	\$ 1,934,188	\$ 910,291
Investments	9,115,217	103,617	9,218,834	-
	\$ 11,005,653	\$ 147,369	\$ 11,153,022	\$ 910,291
Reconciliation of operating loss to net cash used in operating activities				
Operating loss	\$ (13,415,985)	\$ (242,071)	\$ (13,658,056)	\$ (2,092,104)
Adjustments to reconcile operating loss to net cash used in operating activities				
Depreciation	565,251	3,337	568,588	-
(Increase) decrease in accounts receivable	(6,945)	-	(6,945)	1,220
Decrease in intergovernmental receivables	14,905	-	14,905	-
(Increase) decrease in due from other funds	(16,916)	51,236	34,320	(778,736)
(Increase) decrease in prepaids	(9,684)	-	(9,684)	12,363
Decrease in inventories	60,599	-	60,599	-
Increase (decrease) in accounts payable	16,602	(1,410)	15,192	6,474
Increase in due to other funds	251,422	-	251,422	-
Decrease in payroll related liabilities	(25,838)	(516)	(26,354)	-
Decrease in unearned revenue	(1,870)	-	(1,870)	-
Increase in accrued claims expense	-	-	-	1,759,710
Net cash used in operating activities	\$ (12,568,459)	\$ (189,424)	\$ (12,757,883)	\$ (1,091,073)

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

BIBB COUNTY SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2014

ASSETS	W. D. Ryals Memorial Private-Purpose Trust Fund	Agency Funds
Cash	\$ -	\$ 899,283
Investments	2,258	23,338
Accounts receivable	-	854
Total assets	<u>2,258</u>	<u>923,475</u>
LIABILITIES		
Due to others	-	923,475
Total liabilities	<u>-</u>	<u>923,475</u>
NET POSITION		
Reserved for leadership awards	<u>\$ 2,258</u>	<u>\$ -</u>

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

BIBB COUNTY SCHOOL DISTRICT
STATEMENT OF CHANGES IN
FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>W. D. Ryals Memorial Private-Purpose Trust Fund</u>
ADDITIONS	
Interest income	\$ 3
Total additions	<u>3</u>
DELETIONS	
Other support services	<u>(50)</u>
Total deletions	<u>(50)</u>
Change in net position	<u>(47)</u>
NET POSITION, beginning of year	<u>2,305</u>
NET POSITION, end of year	<u><u>\$ 2,258</u></u>

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

BIBB COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity:

The Bibb County School District (the "District") was incorporated on August 23, 1872, and provides for a system of education for the children in the City of Macon, Georgia ("Macon") and Bibb County, Georgia ("Bibb County") as authorized by its charter. The District operates under a Board/Superintendent form of government. The eight-member Board of Education ("Board") is elected by the public and the Board appoints the superintendent. During the year ended June 30, 2005, the citizens of Bibb County voted to give the Board the power to determine the millage rate at which school taxes are levied and to incur bonded indebtedness with voters' approval. In previous years, the District was reported as a component unit of Bibb County. However, beginning with the fiscal year ended June 30, 2005, the District is reported as its own primary government.

B. Government-wide and Fund Financial Statements:

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the 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 rely to a significant extent on fees and charges for support.

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 those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The government-wide financial statements are reported using the *economic resources measurement* focus and the *accrual basis of* accounting, as are the proprietary fund and the fiduciary fund financial statements. Agency funds have no measurement focus; however, they use the accrual basis of accounting to recognize receivables and payables. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

Property taxes, intergovernmental grants, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

Revenue from grants and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School System on a reimbursement basis.

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

The State of Georgia reimburses the School System for teachers' salaries and operating costs through the Quality Basic Education (QBE) Formula Earnings program. State of Georgia law defines the formula driven grant that determines the cost of an academic school year and the State of Georgia's share in this cost. Generally, teachers are contracted for the school year (July 1 – June 30) and paid over a 12-month contract period, generally, September 1 through August 31. In accordance with the requirements of the enabling legislation of the QBE program, the State of Georgia reimburses the School System over the same 12-month period in which teachers are paid, funding the academic school year expenditures. 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 District recognizes the same QBE as a receivable and revenue, consistent with symmetrical recognition.

The District reports the following major governmental funds:

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

The **Debt Service Fund** accounts for the payments of principal and interest on long-term debt of governmental funds.

The **SPLOST Projects Fund** accounts for the proceeds of a one percent Special Purpose Local Option Sales Tax. Funds are used for: building renovations; land and building acquisitions; and, construction of new educational and administrative facilities.

The District reports the following major proprietary fund:

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

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Additionally, the District reports the following fund types:

The ***capital projects funds*** account for the acquisition of capital assets and construction or improvement of major capital projects such as construction of new schools.

The ***internal service funds*** account for workers' compensation, unemployment compensation, and dental insurance reserve services that are provided to other departments or funds of the District on a cost-reimbursement basis.

The ***private-purpose trust fund*** accounts for resources devoted to the presentation of an award to a student and teacher each year at Appling Middle School. All resources of the fund, including any earnings on invested resources, may be used to support this purpose. There is no requirement that any portion of the resources be preserved as capital.

The ***agency funds*** are used to account for school activity funds related to school-wide fundraising activities and to account for flex medical and dependent care for the employees of the District.

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

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

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

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

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

D. Cash and Investments:

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

State statutes authorize the District to invest in: obligations of the United States, the State of Georgia and other political subdivisions of the State of Georgia, and other states; prime bankers' acceptances; repurchase agreements; and the Georgia local government investment pool (Georgia Fund 1). Georgia Fund 1, created by OCGA 36-83-8, is a stable net asset value investment pool which follows Standard & Poor's criteria for AAAf rated money market funds and is regulated by the Georgia Office of the State Treasurer. However, Georgia Fund 1 operates in a manner consistent with Rule 2a-7 of the Investment Company Act of 1940 and is considered to be a 2a-7 like pool. The pool is not registered with the SEC as an investment company. The pool's primary objectives are safety of capital, investment income, liquidity and diversification while maintaining principal (\$1 per share value). Net asset value is calculated weekly to ensure stability. The pool distributes earnings (net of management fees) on a monthly basis and determines participant's shares sold and redeemed based on a \$1 per share value. The fair value of the District's position in the pool is the same as the value of pool shares (\$1 per share value).

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Receivables and Payables:

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

F. On-Behalf Payments:

The State of Georgia makes certain health insurance and pension plan payments on behalf of the District for its employees. The District records these payments as both a revenue and an expenditure in the General Fund. The total of the on-behalf payments for the fiscal year ended June 30, 2014 was \$470,833.

G. Inventories and Prepaid Items:

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

H. Capital Assets:

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Capital Assets: (Continued)

Capital assets are depreciated using the straight line method over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Land improvements	20
Buildings	25-50
Equipment	4-20

I. Deferred Outflows / Inflows of Resources:

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense) until then. The District did not have any items that qualified for reporting in this category for the year ended June 30, 2014.

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 fund balance that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has only one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and grants and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available.

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Long-Term Obligations:

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

K. Compensated Absences:

Accumulated unpaid sick leave costs are not vested and are not accrued in any fund, but are recognized as expenditures or expenses, when paid. Accumulated unpaid vacation costs are accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements.

L. Fund Equity:

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

Fund Balance – Generally, fund balance represents the difference between the assets 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 District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. Fund balances are classified as follows:

- Nonspendable – Fund balances 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 enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Fund Equity: (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 of Education through the adoption of a resolution. Likewise, fund balances that have been committed cannot be used for any other purposes unless the Board of Education removes the commitment of these funds through formal action of the adoption of a resolution. For a fund balance to show as committed for a fiscal year, the Board must adopt the resolution prior to June 30th even though the dollar amount of the commitment may be determined at a date subsequent to June 30th.
- Assigned – Fund balances are reported as assigned when amounts are constrained by the District's intent to be used for the specific purposes, but are neither restricted nor committed. Through resolution, the Board of Education has authorized the Chief Financial Officer or Accounting Director to assign fund balances.
- Unassigned – Fund balances are reported as unassigned as the residual amount when the balances do not meet any of the above criterion. The School District reports positive unassigned fund balance only in the General Fund. Negative unassigned fund balance may be reported in all funds.

Flow Assumptions – When both restricted and unrestricted amounts of fund balances are available for use of expenditures incurred, it is the 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 District's policy to use fund balance in the following order:

- Committed
- Assigned
- Unassigned

Net Position - Net position represents the difference between assets and liabilities in reporting which utilizes the economic resources measurement focus. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used (i.e., the amount that the District has spent) for the acquisition, construction or improvement of those assets. Net position is reported as restricted using the same definition as used for restricted fund balance as described in the section above. All other net position is reported as unrestricted.

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Use of Estimates:

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

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

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Position

The Governmental Fund Balance Sheet includes a reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds.” The details of this \$9,663,555 difference are as follows:

Capital leases payable	\$ (4,571,791)
Note payable	(3,865,810)
Compensated absences	<u>(1,225,954)</u>
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net position - governmental activities</i>	<u>\$ (9,663,555)</u>

B. Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities

The Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.”

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

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

B. Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the Government-wide Statement of Activities (Continued)

The details of this \$10,058,908 difference are as follows:

Capital outlay	\$ 20,158,809
Depreciation expense	<u>(10,099,901)</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	<u>\$ 10,058,908</u>

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.” The details of this \$12,157,283 difference are as follows:

Principal repayments	\$ 11,578,392
Amortization of bond premium	<u>578,891</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	<u>\$ 12,157,283</u>

Another element of that reconciliation states that “Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.” The details of this \$21,665 difference are as follows:

Changed in compensated absences	\$ (174,872)
Change in accrued interest	<u>196,527</u>
Net adjustment to increase <i>net changes in fund balances - total governmental funds</i> to arrive at <i>changes in net position of governmental activities</i>	<u>\$ 21,655</u>

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 3. LEGAL COMPLIANCE – BUDGETS

Budgetary Data. The District adopts an annual budget on a basis consistent with accounting principles generally accepted in the United States of America for the General fund, the Debt Service fund, and the Capital Improvements fund. The SPLOST Projects fund adopts a project length budget. Proprietary fund budgets are prepared and utilized as a management tool to assess the operations of the enterprise and internal service funds. All annual appropriations lapse at fiscal year end.

The budget is a complete financial plan for the District's fiscal year, usually the school year, and is based upon careful estimates of expenditures and probable incomes. The District's budget consists of the educational plan, expenditures for the educational plan and sources and amount of revenue. Prior to the first Monday in June, the administration of the District prepares and submits a proposed budget to the Board for approval.

After the budget has been tentatively approved by the Board, the budget must be advertised, in form and manner to be prescribed by the Board, at least one time in a newspaper of general circulation in Bibb County. Subsequent to this procedure, the Board shall revise the budget as necessary and adopt a final school budget.

The approved budget shall be certified and forwarded to the Georgia Department of Education for final approval. The budget is amended during the first six months and a mid-year review budget is prepared and approved by the Board. The budget is formally adopted at the program level and the legal level of the District's budgetary controls is the program level. Any amendments made after mid-year review may be approved by the District's management.

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 4. DEPOSITS AND INVESTMENTS

Credit Risk. As of June 30, 2014, the District's investments were all rated AAA by Standard & Poor's.

As of June 30, 2014, the District had the following investments:

Investment	Maturities	Fair Value
Georgia Fund I, AAAf	62 day weighted average	\$ 77,653,658
US Treasury	November 15, 2014	32,989
US Treasury	November 15, 2015	32,911
Mutual funds	Not applicable	2,355
Total Investments		<u>\$ 77,721,913</u>

Investments are reported in the following activities:

Governmental	\$ 68,477,483
Business-type	9,218,834
Fiduciary	25,596
	<u>\$ 77,721,913</u>

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the District's investment policy limits all operating investments to instruments that mature within one year. All non-operating investments are best matched with their cash flow needs, with investment life of no more than five years.

Custodial Credit Risk – Deposits. Custodial risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. State statutes require all deposits and investments (other than federal and state government instruments) to be collateralized by depository insurance, obligations of the U.S. government, or bonds of public authorities, counties, or municipalities. As of June 30, 2014, the District's bank balance of \$11,532,757 was fully collateralized in compliance with state requirements.

Custodial Credit Risk – Investments. For investments, this is the risk that, in the event of the failure of the depository financial institution, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2014, the District was not exposed to custodial credit risk for investments.

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 5. INTERGOVERNMENTAL RECEIVABLES

Intergovernmental receivables at June 30, 2014, for the District's individual major funds including the applicable allowances for uncollectible accounts are as follows:

	General	SPLOST	School Food Service
Intergovernmental	\$ 31,166,394	\$ 2,484,785	\$ 380,542
Less allowance for uncollectibles	(3,458,830)	-	-
Net total receivable	\$ 27,707,564	\$ 2,484,785	\$ 380,542

NOTE 6. PROPERTY TAXES

Bibb County bills and collects property taxes for the District. Property taxes are levied (assessed) on all taxable real, public utility and personal property (including vehicles) located within the County as of January 1st of each year.

Assessed values for property tax purposes are determined by the Bibb County Board of Tax Assessors for all property except public utilities and motor vehicles. Assessed value is set at 40% of market value. The State of Georgia establishes values for public utilities and motor vehicles. Real property taxes for 2013 were levied on August 21, 2013, and are due in two installments - the first payment was due October 15, 2013, and the final payment was due by November 15, 2013. Bibb County may place liens on property once the related tax payments become delinquent. The property tax receivable allowance is equal to 20% of outstanding property taxes at June 30, 2014.

Vehicle personal property taxes are due upon each respective payor's date of birth on an annual basis. Beginning in April 2013, a title ad valorem tax is assessed upon sale of a vehicle, which replaces the personal property tax due annually on the payor's date of birth.

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 7. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2014 is as follows:

	Beginning Balance	Increases	Decreases	Transfers	Ending Balance
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 13,428,054	\$ 79,620	\$ -	\$ -	\$ 13,507,674
Construction in progress	6,029,281	13,040,662	-	-	19,069,943
Total	<u>19,457,335</u>	<u>13,120,282</u>	<u>-</u>	<u>-</u>	<u>32,577,617</u>
Capital assets, being depreciated:					
Land improvements	8,628,684	14,500	-	-	8,643,184
Buildings	416,572,223	1,533,189	-	-	418,105,412
Equipment	22,247,473	5,490,838	(58,455)	-	27,679,856
Total	<u>447,448,380</u>	<u>7,038,527</u>	<u>(58,455)</u>	<u>-</u>	<u>454,428,452</u>
Less accumulated depreciation for:					
Land improvements	(1,477,161)	(431,796)	-	-	(1,908,957)
Buildings	(81,572,101)	(8,688,138)	-	-	(90,260,239)
Equipment	(16,091,442)	(979,967)	58,455	-	(17,012,954)
Total	<u>(99,140,704)</u>	<u>(10,099,901)</u>	<u>58,455</u>	<u>-</u>	<u>(109,182,150)</u>
Total capital assets, being depreciated, net	<u>348,307,676</u>	<u>(3,061,374)</u>	<u>-</u>	<u>-</u>	<u>345,246,302</u>
Governmental activities capital assets, net	<u>\$ 367,765,011</u>	<u>\$ 10,058,908</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 377,823,919</u>
Business-type activities:					
Capital assets, being depreciated:					
Buildings	\$ 10,250,065	\$ -	\$ -	\$ -	\$ 10,250,065
Equipment	7,255,805	5,302	(124,708)	-	7,136,399
Total	<u>17,505,870</u>	<u>5,302</u>	<u>(124,708)</u>	<u>-</u>	<u>17,386,464</u>
Less accumulated depreciation for:					
Buildings	(4,244,265)	(177,164)	-	-	(4,421,429)
Equipment	(5,228,267)	(391,424)	102,983	-	(5,516,708)
Total	<u>(9,472,532)</u>	<u>(568,588)</u>	<u>102,983</u>	<u>-</u>	<u>(9,938,137)</u>
Total capital assets, being depreciated, net	<u>8,033,338</u>	<u>(563,286)</u>	<u>(21,725)</u>	<u>-</u>	<u>7,448,327</u>
Business-type activities capital assets, net	<u>\$ 8,033,338</u>	<u>\$ (563,286)</u>	<u>\$ (21,725)</u>	<u>\$ -</u>	<u>\$ 7,448,327</u>

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 7. CAPITAL ASSETS (CONTINUED)

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

Governmental activities:	
Instruction	\$ 9,358,698
General administration	155,831
Maintenance and operations	113,978
Student transportation	<u>471,394</u>
Total depreciation expense - governmental activities	<u><u>\$ 10,099,901</u></u>
Business-type activities:	
School food services	\$ 565,251
Other activities	<u>3,337</u>
Total depreciation expense - business-type activities	<u><u>\$ 568,588</u></u>

NOTE 8. FUND BALANCE CLASSIFICATION

The following is an analysis of fund balance as of June 30, 2014.

	General	SPLOST Projects	Debt Service	Other Governmental Funds
Nonspendable:				
Prepays	\$ 609,305	\$ -	\$ -	\$ -
Restricted for:				
Capital projects	-	41,245,665	-	-
Committed for:				
Student activities	-	-	-	507,919
Capital projects	-	-	-	1,461,749
Assigned for:				
State SuperFund	50,000	-	-	-
Subsequent year's budget	7,415,783	-	-	-
Unassigned	<u>17,768,672</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u><u>\$ 25,843,760</u></u>	<u><u>\$ 41,245,665</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,969,668</u></u>

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 9. LONG-TERM DEBT

Capital Leases – Macon Promise Neighborhood Grant Initiative (MPN). On June 27, 2012, the District's Board of Education approved a resolution approving participation in the Macon Promise Neighborhood (MPN) grant initiative. As part of the resolution, the District consented and agreed to the inclusion of its programs, resources, current-budgeted funds, and related in-kind contributions for purposes of supporting the MPN initiative. The resolution noted the Board of Education supported the MPN initiative, both philosophically and financially, up to \$1,000,000 annually for the ten (10) year period of the respective grant. Such resources are to be realigned and reallocated from operations, curriculum and programs of four (4) specific schools in the amount of \$250,000 per school per year for a total amount of \$1,000,000 per year. The resolution also authorized and directed the President and Vice-President of the District's Board of Education together concurrently with the Superintendent to identify the resources to be realigned and reallocated to support the MPN initiative, and execute such letters, commitments, applications, leases, contracts or agreements on behalf of the District.

On July 27, 2012, a lease agreement for a facility at 1780 Anthony Road was executed. The term of the lease agreement begins on April 1, 2013 with occupancy beginning on July 1, 2013 through June 30, 2023. Rent in the amount of \$575,000 per year is payable in monthly installments of approximately \$47,917 per month. Further, utilities and insurance costs of the facility are to be paid by the District. The lease agreement provides for a possible purchase option of the facility at the end of the lease term for approximately 67% of the fair market value as appraised and determined at that time.

On October 18, 2012, the District's Board of Education approved the execution of a memorandum of understanding (MOU) between the District and the Central Georgia Partnership for Individual and Community Development (CGPICD), and approved a resolution which authorized the District to provide \$19,364,399 in "match funds" for the MPN program, inclusive of \$10,000,000 to be appropriated by the District and an estimated \$9,364,399 of in-kind contributions to be provided by the District over a ten (10) year period. Further, the resolution authorized the District to provide \$1,000,000 to the CGPICD to customize the build-out of the interior of the facility at 1780 Anthony Road which will be credited to the District's MPN obligation on a pro-rata basis over the ten (10) year grant period, estimated to conclude on June 30, 2023. Finally, the resolution provided that for the 2013 calendar year, and each successive calendar year of the grant period, the District will include an annual budget line item for \$325,000 (\$425,000 less \$100,000 credit, exclusive and separate from the lease obligation) to fund the Districts' MPN initiative. However, during December 2012, the District received notification that the fiscal agent was not awarded a federal grant/subsidy for implementation of the MPN grant initiative; consequently, the agreement by the District to provide match funds in the amount of \$19,364,399 will not exceed \$10,000,000 to be appropriated by the District over a ten (10) year period.

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 9. LONG-TERM DEBT (CONTINUED)

Macon Promise Neighborhood Grant Initiative (MPN) (Continued).

The summary of the aforementioned actions resulted in a ten (10) year commitment by the District as follows:

- \$1,000,000 for the build-out of the facility (funded in October 2012);
- \$5,750,000 in future lease expense on the respective facility;
- \$3,250,000 in additional appropriations;
- \$9,364,399 in in-kind contributions; and
- Amounts to be determined relative to costs of facility utilities and insurance.

The following is an analysis of assets under capital leases as of June 30, 2014:

	Governmental Activities
MPN Lease	\$ 6,172,927
Less: Accumulated depreciation	(925,939)
Net book value	\$ 5,246,988

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2014 are as follows:

Year Ending June 30,	Governmental Activities
2015	\$ 575,000
2016	575,000
2017	575,000
2018	575,000
2019	575,000
2020-2023	2,108,244
Total minimum lease payments	4,983,244
Less: amount representing interest	(411,453)
Present value of minimum lease payments	\$ 4,571,791

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 9. LONG-TERM DEBT (CONTINUED)

Energy Services Note Payable. On November 15, 2012, the Board of Education approved a resolution authorizing the negotiation and execution of a note payable for certain energy conservation measures related to the retrofit and installation of induction lighting throughout the District. This resolution resulted in the execution of a master lease agreement for the costs of installation/construction of approximately \$3,935,000 together with interest paid under the master lease to finance the installation/construction phase of approximately \$750,000 and the evaluation, measurement and verification costs over the guaranteed period of approximately \$1,615,000 for total project cost of approximately \$6,300,000 exclusive of actual annual expenses and savings and allowable adjustments during the installation/construction phase.

The future minimum note obligations and the net present value of these minimum note payments as of June 30, 2014 are as follows:

Year Ending June 30,	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2015	\$ 232,076	\$ 112,091	\$ 344,167
2016	291,486	104,347	395,833
2017	327,774	95,143	422,917
2018	502,236	83,180	585,416
2019	532,391	67,609	600,000
2020-2023	1,979,847	99,696	2,079,543
Total	<u>\$ 3,865,810</u>	<u>\$ 562,066</u>	<u>\$ 4,427,876</u>

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 9. LONG-TERM DEBT (CONTINUED)

Long-term liability activity for the year ended June 30, 2014 is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable	\$ 10,635,000	\$ -	\$ (10,635,000)	\$ -	\$ -
Plus unamortized bond premium	578,891	-	(578,891)	-	-
Bonds payable, net	11,213,891	-	(11,213,891)	-	-
Capital leases	5,445,157	-	(873,366)	4,571,791	488,022
Note payable	3,935,836	-	(70,026)	3,865,810	232,076
Compensated absences	1,051,082	726,768	(551,896)	1,225,954	664,189
Governmental activities:					
Long-term liabilities	<u>\$ 21,645,966</u>	<u>\$ 726,768</u>	<u>\$ (12,709,179)</u>	<u>\$ 9,663,555</u>	<u>\$ 1,384,287</u>

For governmental activities, compensated absences are liquidated primarily by the General Fund.

NOTE 10. OPERATING LEASES

The School District, as lessor, leases excess space in its central office building (approximately 32% of the total square footage) to various private companies and accounts for these leases as operating leases.

The cost of the building, related depreciation and net book value of the central office building is as follows:

Cost of building	\$ 7,401,988
Accumulated depreciation	(2,516,218)
Net book value	<u>\$ 4,885,770</u>

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 10. OPERATING LEASES (CONTINUED)

Lease terms vary and extend through October 31, 2015. Rental revenues under these operating leases during the year ended June 30, 2014 were \$520,444. Minimum future rentals to be received under operating leases are as follows:

Year Ending June 30,		\$	
2015			319,258
2016			79,315
			<u>398,573</u>
			<u>\$ 398,573</u>

NOTE 11. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

The composition of interfund balances as of June 30, 2014 is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	Payable Fund				<u>Total</u>
	<u>General Fund</u>	<u>SPLOST Projects Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>School Food Services</u>	
General Fund	\$ -	\$ 43,172	\$ 4,410	\$ 524,612	\$ 572,194
SPLOST Projects Fund	1,543,152	-	-	-	1,543,152
Nonmajor Governmental Funds	5,978	-	-	-	5,978
School Food Services	16,916	-	-	-	16,916
Nonmajor Internal Service Funds	2,158,943	-	-	-	2,158,943
Total	\$ 3,724,989	\$ 43,172	\$ 4,410	\$ 524,612	\$ 4,297,183

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 11. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS (CONTINUED)

Interfund transfers:

Transfers In	Transfers Out			Total
	General Fund	Debt Service Fund	School Food Services	
General Fund	\$ -	\$ -	\$ 75,198	\$ 75,198
SPLOST Projects Fund	-	15,333,617	-	15,333,617
Debt Service Fund	30	-	-	30
Nonmajor Enterprise Funds	230,000	-	-	230,000
Nonmajor Internal Service Funds	2,001,164	-	-	2,001,164
Total	\$ 2,231,194	\$ 15,333,617	\$ 75,198	\$ 17,640,009

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that the statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the General fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 12. OTHER POST EMPLOYMENT BENEFITS

Georgia Retiree Health Benefit Fund.

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

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

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

NOTE 12. OTHER POST EMPLOYMENT BENEFITS (CONTINUED)

Participating state employers, including local Boards of Education, are statutorily required to contribute in accordance with the employer contribution rate established by the Board. The contribution rate is established to fund both the active and retired employee health insurance plans based on projected pay-as-you-go financing requirements. The combined rate for the active and retiree plans (pay-as-you go basis) for the fiscal year ended June 30, 2014 were as follows:

<u>Period</u>	<u>Employer Contribution</u>
<i>Certificated Personnel</i>	
July 2013 - June 2014	\$945 per member per month
<i>Non-certificated Personnel</i>	
July 2013 - June 2014	\$596.20 per member per month

Currently, the state is requiring that local Boards of Education pay only on active employees. The District's contribution to the health insurance plans for the fiscal years ended June 30, 2014, 2013, and 2012 were \$24,098,936, \$22,958,827, and \$21,997,470, respectively, which equaled the required contribution. Currently, the State of Georgia has been making the remaining contributions to fund the pay-as-you-go financing on behalf of all local Boards of Education (see Note 1 for discussion of on-behalf payments).

NOTE 13. RETIREMENT PLANS

Teachers Retirement System. Substantially all teachers, administrators, and clerical personnel employed by the District are members of the Teachers Retirement System of Georgia (TRS), a cost-sharing multiple employer public employee retirement system administered by the TRS Board of Trustees. TRS provides retirement and disability benefits, and death benefits to plan members and beneficiaries. Title 47, Chapter 3 of the Official Code of Georgia Annotated, assigns the authority to establish and amend benefit provisions to the TRS Board of Trustees. The TRS Board of Trustees issues a publicly available financial report that includes financial statements and required supplementary information for TRS. That report may be obtained by writing to TRS of Georgia, Two Northside 75, Suite 100, Atlanta, GA 30318, or by calling 1-800-352-0650.

Covered employees are required by state law to contribute 6.00% of their annual covered salary to the plan and the District is required to contribute 12.28% of current covered payroll. Covered employees' contributions for the years ended June 30, 2014, 2013, and 2012, were \$7,187,289, \$7,503,632, and \$6,969,862, respectively. The District's contributions to TRS for the years ended June 30, 2014, 2013, and 2012, were \$14,694,096, \$14,301,223, and \$12,990,818, respectively, which equal the required contribution for each year.

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 13. RETIREMENT PLANS (CONTINUED)

Teachers Retirement System. (Continued) Active members may retire and receive benefits after 30 years of creditable service regardless of age, or after 10 years of creditable service and reaching age 60. Upon retirement, an employee receives a retirement benefit, payable monthly for life. The amount is determined by multiplying 2% by the years of service up to 40 years. This amount in turn is multiplied by the employee's average monthly salary for the two highest paid consecutive years of service. Early retirement benefits are reduced by the lesser of 1/12 of 7% for each month the member is below age 60, or by 7% for each year or fraction thereof by which the member has less than 30 years of service. It is also assumed that certain cost-of-living adjustments, based on the CPI, will be made in future years. Retirement benefits are payable monthly for life. Options are available for distribution of the member's monthly pension at a reduced rate to a designated beneficiary at the member's death.

Public School Employees Retirement System. Substantially all bus drivers, maintenance, custodial, and lunchroom personnel employed by the District are members of the Public School Employees Retirement System of Georgia (PSERS), which is also a cost-sharing multiple employer public employee retirement system. The Board of the Public School Employees Retirement System of Georgia issues a publicly available financial report that includes financial statements and supplementary information for PSERS. That report may be obtained by writing Public School Employee Retirement System, Two Northside 75, Atlanta, Georgia 30318-7778, or by calling 1-800-805-4609.

PSERS provides service retirement, disability retirement and survivor's benefits for its members. A member is eligible for normal service retirement after 10 years of service and attainment of age 65.

A member applying for service retirement with 10 years of service and retirees between the ages of 60 and 65 receive a reduced benefit. Monthly retirement benefits paid to members are equal to eight dollars per month multiplied by the number of years of creditable service. Retirement provisions include death and disability benefits. Benefits are established by state statute.

Covered employees are required by state statute to contribute four dollars per month for the nine-month school year. Unlike TRS, the District makes no contribution to PSERS. Total contributions from employees of the District made during the fiscal year ended June 30, 2014, totaled \$27,986.

The State of Georgia is required by statute to make an annual contribution to PSERS based upon an actuarial calculation. The state's contribution for employees for the fiscal year ended June 30, 2014 for District employees was \$447,027.

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 13. RETIREMENT PLANS (CONTINUED)

Members become fully vested after 10 years of service. If a member terminates with less than 10 years of service, no vesting of employer contributions occurs, but the member's contributions are refunded with interest.

There were 597 employees covered under PSERS for the year ended June 30, 2014.

NOTE 14. DEFERRED COMPENSATION PLAN

The District offers its employees a tax deferred annuity plan created in accordance with Internal Revenue Code Section 403b. The plan, available to all District employees, permits them to defer a portion of their salary until future years. Participation in the plan is optional.

It is the opinion of the District's legal counsel that the District has no liability for losses under the plan, but does have the duty of due care that would be required of an ordinary prudent investor. The District believes these assets are not available to satisfy the claims of general creditors in the future.

NOTE 15. RISK MANAGEMENT

The District is exposed to various risks of loss for claims associated with torts; theft of, damage to and destruction of assets; errors and omissions; natural disaster; workers' compensation; unemployment compensation; and dental benefits.

The District is self-insured for workers' compensation and unemployment compensation. Premiums are paid into internal service funds by user funds and are available to pay claims, claim reserves, and administrative costs of the program. These interfund premiums are recognized as revenue in the internal service funds. The premiums are calculated on the basis of the percentage of that fund's payroll to total payroll. Liabilities are reported when it is probable that a loss has been incurred and the amount can be reasonably estimated including amounts of claims incurred, but not yet reported. An excess coverage insurance policy covers individual claims in excess of \$500,000 loss per occurrence, up to the statutory limit. The District has not experienced any significant reduction in insurance coverage from the previous years nor has it paid any settlements in excess of insurance coverage in the past three years.

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 15. RISK MANAGEMENT (CONTINUED)

Changes in the balances of claims liabilities for the past two fiscal years for the funds for which the District is self-insured are as follows:

<u>Workers' Compensation Fund</u>	<u>June 30, 2014</u>	<u>June 30, 2013</u>
Unpaid claims, beginning of fiscal year	\$ 1,179,062	\$ 1,320,731
Incurred claims and changes in estimates	3,907,635	1,725,988
Claim payments	<u>(2,147,725)</u>	<u>(1,867,657)</u>
Unpaid claims, end of fiscal year	<u>\$ 2,938,972</u>	<u>\$ 1,179,062</u>
<u>Unemployment Compensation Fund</u>	<u>June 30, 2014</u>	<u>June 30, 2013</u>
Unpaid claims, beginning of fiscal year	\$ -	\$ -
Incurred claims and changes in estimates	175,269	175,858
Claim payments	<u>(175,269)</u>	<u>(175,858)</u>
Unpaid claims, end of fiscal year	<u>\$ -</u>	<u>\$ -</u>
<u>Dental Insurance Fund</u>	<u>June 30, 2014</u>	<u>June 30, 2013</u>
Unpaid claims, beginning of fiscal year	\$ 200	\$ 90,067
Incurred claims and changes in estimates	-	693,855
Claim payments	<u>(200)</u>	<u>(783,722)</u>
Unpaid claims, end of fiscal year	<u>\$ -</u>	<u>\$ 200</u>

NOTE 16. COMMITMENTS AND CONTINGENCIES

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

The 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 District has not complied with the rules and regulations governing grants, refunds of any money received may be required and the collectability of any related receivable at June 30, 2014, may be impaired.

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 16. COMMITMENTS AND CONTINGENCIES (CONTINUED)

In the opinion of the 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 basic financial statements for such contingencies.

The District is committed under outstanding construction contracts in the Capital Projects funds in the amount of \$21,960,969. Construction contracts include new school construction and expansion and renovation of existing facilities.

NOTE 17. NEW ACCOUNTING PRONOUNCEMENT

In fiscal year 2015, the District will adopt Governmental Account Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*. The provisions of this Statement establish accounting and financial reporting standards for pensions that are provided to the employees of state and local governmental employers through pension plans that are administered through trusts. Implementation of this statement will require the District to record a liability for its proportionate share of the Net Pension Liability of pension plans in which it is a member. Actuarial estimates are currently being made to determine the District's liability, the effects of which are believed to be material.

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BIBB COUNTY SCHOOL DISTRICT
COMBINING FUND STATEMENTS & SCHEDULES

BIBB COUNTY SCHOOL DISTRICT

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL IMPROVEMENTS

To account for local money used to make major repairs.

SCHOOL DISCRETIONARY

To account for the portion of the school activity resources used for general governmental expenditures.

BIBB COUNTY SCHOOL DISTRICT

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2014

ASSETS	Capital Projects Capital Improvements	Special Revenue School Discretionary	Total Nonmajor Governmental Funds
Cash	\$ -	\$ 514,699	\$ 514,699
Investments	1,487,942	-	1,487,942
Accounts receivable	-	4,041	4,041
Due from other funds	-	5,978	5,978
Total assets	\$ 1,487,942	\$ 524,718	\$ 2,012,660
LIABILITIES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 26,193	\$ 12,389	\$ 38,582
Due to other funds	-	4,410	4,410
Total liabilities	26,193	16,799	42,992
FUND BALANCES			
Committed for:			
Capital projects	1,461,749	-	1,461,749
Student activities	-	507,919	507,919
Total fund balances	1,461,749	507,919	1,969,668
Total liabilities and fund balances	\$ 1,487,942	\$ 524,718	\$ 2,012,660

BIBB COUNTY SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Capital Projects Capital Improvements</u>	<u>Special Revenue School Discretionary</u>	<u>Total Nonmajor Governmental Funds</u>
REVENUES			
Local sources	\$ -	\$ 1,202,271	\$ 1,202,271
Interest earned	1,944	-	1,944
Total revenues	<u>1,944</u>	<u>1,202,271</u>	<u>1,204,215</u>
EXPENDITURES			
Current:			
Instruction	-	1,073,283	1,073,283
General administration	7,209	-	7,209
Maintenance and operations	208,261	9,981	218,242
Student transportation	-	101,371	101,371
Capital outlay	141,181	-	141,181
Total expenditures	<u>356,651</u>	<u>1,184,635</u>	<u>1,541,286</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(354,707)</u>	<u>17,636</u>	<u>(337,071)</u>
Net change in fund balances	(354,707)	17,636	(337,071)
FUND BALANCES, beginning of year	<u>1,816,456</u>	<u>490,283</u>	<u>2,306,739</u>
FUND BALANCES, end of year	<u>\$ 1,461,749</u>	<u>\$ 507,919</u>	<u>\$ 1,969,668</u>

BIBB COUNTY SCHOOL DISTRICT

DEBT SERVICE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Budget		Actual	Variance With Final Budget
	Original	Final		
REVENUES				
Local sources	\$ -	\$ 16,592,509	\$ 16,592,509	\$ -
Interest	-	7,934	7,904	(30)
Total revenues	-	16,600,443	16,600,413	(30)
EXPENDITURES				
Debt service:				
Interest and fiscal charges	505,362	505,362	505,362	-
Principal retirement	11,030,000	11,030,000	11,030,000	-
Total expenditures	11,535,362	11,535,362	11,535,362	-
Excess (deficiency) of revenues over (under) expenditures	(11,535,362)	5,065,081	5,065,051	(30)
OTHER FINANCING SOURCES (USES)				
Transfer in	-	-	30	30
Transfer out	-	(15,333,617)	(15,333,617)	-
Total other financing sources (uses)	-	(15,333,617)	(15,333,587)	30
Net change in fund balances	(11,535,362)	(10,268,536)	(10,268,536)	-
FUND BALANCES, beginning of year	10,268,536	10,268,536	10,268,536	-
FUND BALANCES, end of year	\$ (1,266,826)	\$ -	\$ -	\$ -

BIBB COUNTY SCHOOL DISTRICT

**CAPITAL PROJECTS FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

	Capital Improvements			Variance With Final Budget
	Budget		Actual	
	Original	Final		
REVENUES				
Interest earned	\$ -	\$ -	\$ 1,944	\$ 1,944
Total revenues	-	-	1,944	1,944
EXPENDITURES				
Current:				
General administration	-	-	7,209	(7,209)
Maintenance and operations	375,000	375,000	208,261	166,739
Capital outlay	-	-	141,181	(141,181)
Total expenditures	375,000	375,000	356,651	18,349
Deficiency of revenues over expenditures	(375,000)	(375,000)	(354,707)	20,293
Net change in fund balances	(375,000)	(375,000)	(354,707)	20,293
FUND BALANCES, beginning of year	1,816,456	1,816,456	1,816,456	-
FUND BALANCES, end of year	\$ 1,441,456	\$ 1,441,456	\$ 1,461,749	\$ 20,293

BIBB COUNTY SCHOOL DISTRICT

SCHEDULE OF EXPENDITURES OF SPECIAL PURPOSE LOCAL OPTION SALES TAX PROCEEDS - 2011 ISSUE FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Original Estimated Cost ¹	Current Estimated Cost	Prior Years	Current Year ²	Total
Acquiring, constructing, and equipping five new elementary schools	\$ 74,529,000	\$ 74,529,000	\$ 10,104	\$ 7,748,988	\$ 7,759,092
Renovating, extending, repairing, and equipping existing school facilities	33,999,000	33,999,000	19,140,402	5,095,243	24,235,645
Acquiring, constructing, and equipping various athletic facilities	13,375,000	13,375,000	13,365,215	47,455	13,412,670
Constructing and equipping a replacement facility for maintenance and custodial operations	6,577,000	6,577,000	-	5,500	5,500
Providing controlled access entrances at existing schools and improving school site safety and traffic flow throughout the District	5,949,000	5,949,000	5,529,933	424,984	5,954,917
Purchasing new technology, fine arts equipment athletic equipment, safety and security systems throughout the District	20,000,000	20,000,000	11,028,690	4,790,861	15,819,551
Purchasing school buses, vehicles, and maintenance, custodial, and transportation equipment	8,500,000	8,500,000	1,150,438	3,663,499	4,813,937
Planning for new District site acquisition, site development and construction and paying expenses incident to accomplishing the foregoing projects ²	13,200,000	13,200,000	4,832,936	1,079,875	5,912,811
	<u>\$ 176,129,000</u>	<u>\$ 176,129,000</u>	<u>\$ 55,057,718</u>	<u>\$ 22,856,405</u>	<u>\$ 77,914,123</u>

¹ The original resolution calling for the imposition of the Local Option Sales Tax includes an amount not to exceed \$198,500,000. The original amount budgeted is less than the not to exceed amount as conservative measure not to exceed actual collected. Adjustments to the budget may be made as collections are received. Tax collections began in January 2011.

² Included in the expenditures shown above, the District has incurred interest to provide advanced funding for the above projects. Prior year interest was \$2,902,338. Current year interest was \$500,906.

³ Included in the expenditures shown above are expenditures which were funded by grant funds in the amount of \$568,081 and E-rate funds of \$1,543,152.

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BIBB COUNTY SCHOOL DISTRICT

NONMAJOR ENTERPRISE FUNDS

STADIUMS

To account for the operations of Henderson Stadium and the Bibb County Sports Complex.

WELLNESS CENTER

To account for the operation of the Wellness Center.

BIBB COUNTY SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2014

ASSETS	Stadiums	Wellness Center	Totals
CURRENT ASSETS			
Cash	\$ 43,752	\$ -	\$ 43,752
Investments	-	103,617	103,617
Total current assets	<u>43,752</u>	<u>103,617</u>	<u>147,369</u>
CAPITAL ASSETS			
Furniture and equipment	63,396	15,129	78,525
Total depreciable assets	63,396	15,129	78,525
Less accumulated depreciation	(47,607)	(3,782)	(51,389)
Total capital assets	<u>15,789</u>	<u>11,347</u>	<u>27,136</u>
Total assets	<u>59,541</u>	<u>114,964</u>	<u>174,505</u>
LIABILITIES			
Accounts payable	4,328	258	4,586
Accrued payroll and payroll withholdings	50	4,387	4,437
Unearned revenue	-	50	50
Total liabilities	<u>4,378</u>	<u>4,695</u>	<u>9,073</u>
NET POSITION			
Investment in capital assets	15,789	11,347	27,136
Unrestricted	39,374	98,922	138,296
Total net position	<u>\$ 55,163</u>	<u>\$ 110,269</u>	<u>\$ 165,432</u>

BIBB COUNTY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Stadiums</u>	<u>Wellness Center</u>	<u>Totals</u>
OPERATING REVENUES			
Local sources	\$ 8,325	\$ 44,525	\$ 52,850
Total operating revenues	<u>8,325</u>	<u>44,525</u>	<u>52,850</u>
OPERATING EXPENSES			
Enterprise operations	223,651	36,020	259,671
Maintenance and operations	31,913	-	31,913
Depreciation	1,824	1,513	3,337
Total operating expenses	<u>257,388</u>	<u>37,533</u>	<u>294,921</u>
Operating income (loss)	<u>(249,063)</u>	<u>6,992</u>	<u>(242,071)</u>
NONOPERATING REVENUES			
Interest earned on investments	-	106	106
Total nonoperating revenues	<u>-</u>	<u>106</u>	<u>106</u>
Income (loss) before transfers	(249,063)	7,098	(241,965)
Transfers in	<u>230,000</u>	<u>-</u>	<u>230,000</u>
Change in net position	(19,063)	7,098	(11,965)
NET POSITION, beginning of year	<u>74,226</u>	<u>103,171</u>	<u>177,397</u>
NET POSITION, end of year	<u>\$ 55,163</u>	<u>\$ 110,269</u>	<u>\$ 165,432</u>

BIBB COUNTY SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Stadiums</u>	<u>Wellness Center</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from local sources	\$ 59,561	\$ 44,525	\$ 104,086
Payments to suppliers	(205,797)	(1,065)	(206,862)
Payments to employees	(47,168)	(29,707)	(76,875)
Payments on behalf of employees	(4,061)	(5,712)	(9,773)
Net cash provided by (used in) operating activities	<u>(197,465)</u>	<u>8,041</u>	<u>(189,424)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers from other funds	<u>230,000</u>	<u>-</u>	<u>230,000</u>
Net cash provided by noncapital financing activities	<u>230,000</u>	<u>-</u>	<u>230,000</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received	<u>-</u>	<u>106</u>	<u>106</u>
Net cash provided by investing activities	<u>-</u>	<u>106</u>	<u>106</u>
Net increase in cash	32,535	8,147	40,682
Cash, beginning of year	<u>11,217</u>	<u>95,470</u>	<u>106,687</u>
Cash, end of year	<u>\$ 43,752</u>	<u>\$ 103,617</u>	<u>\$ 147,369</u>
Classified as:			
Cash	\$ 43,752	\$ -	\$ 43,752
Investments	-	103,617	103,617
	<u>\$ 43,752</u>	<u>\$ 103,617</u>	<u>\$ 147,369</u>

(Continued)

BIBB COUNTY SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Stadiums</u>	<u>Wellness Center</u>	<u>Totals</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ (249,063)	\$ 6,992	\$ (242,071)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	1,824	1,513	3,337
Decrease in due from other funds	51,236	-	51,236
Increase (decrease) in accounts payable	(1,512)	102	(1,410)
Increase (decrease) in payroll related liabilities	50	(566)	(516)
Net cash provided by (used in) operating activities	<u>\$ (197,465)</u>	<u>\$ 8,041</u>	<u>\$ (189,424)</u>

BIBB COUNTY SCHOOL DISTRICT

INTERNAL SERVICE FUNDS

WORKERS' COMPENSATION

To account for the self-insured workers' compensation claims activity of the District.

UNEMPLOYMENT COMPENSATION

To account for the provision of unemployment benefits of the employees of the District.

DENTAL INSURANCE

To account for the self-insured dental claims activity of the District.

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BIBB COUNTY SCHOOL DISTRICT
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2014

	<u>Workers'</u> <u>Compensation</u>
ASSETS	
ASSETS	
Cash	\$ 779,923
Accounts receivable	106
Due from other funds	<u>2,158,943</u>
Total assets	<u>2,938,972</u>
LIABILITIES	
CURRENT LIABILITIES	
Accounts payable	-
Accrued claims expense, current portion	<u>1,000,000</u>
Total current liabilities	<u>1,000,000</u>
NONCURRENT LIABILITIES, ACCRUED CLAIMS EXPENSE	
Total liabilities	<u>1,938,972</u>
NET POSITION	
Unrestricted	<u>-</u>
Total net position	<u><u>\$ -</u></u>

<u>Unemployment Compensation</u>	<u>Dental Insurance</u>	<u>Total</u>
\$ 130,368	\$ -	\$ 910,291
-	-	106
-	-	2,158,943
<u>130,368</u>	<u>-</u>	<u>3,069,340</u>
6,474	-	6,474
-	-	1,000,000
<u>6,474</u>	<u>-</u>	<u>1,006,474</u>
-	-	1,938,972
<u>6,474</u>	<u>-</u>	<u>2,945,446</u>
123,894	-	123,894
<u>\$ 123,894</u>	<u>\$ -</u>	<u>\$ 123,894</u>

BIBB COUNTY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Workers'</u> <u>Compensation</u>
OPERATING REVENUES	
Local sources	\$ 1,760,573
Total operating revenues	<u>1,760,573</u>
OPERATING EXPENSES	
Central support services	313,196
Operating and maintenance of plant services	3,594,439
Total operating expenses	<u>3,907,635</u>
Operating income (loss)	(2,147,062)
Transfers in	<u>2,001,164</u>
Change in net position	(145,898)
NET POSITION, beginning of year	<u>145,898</u>
NET POSITION, end of year	<u><u>\$ -</u></u>

Unemployment Compensation	Dental Insurance	Total
\$ 230,227	\$ -	\$ 1,990,800
<u>230,227</u>	<u>-</u>	<u>1,990,800</u>
175,269	-	488,465
-	-	3,594,439
<u>175,269</u>	<u>-</u>	<u>4,082,904</u>
54,958	-	(2,092,104)
<u>-</u>	<u>-</u>	<u>2,001,164</u>
54,958	-	(90,940)
68,936	-	214,834
<u>\$ 123,894</u>	<u>\$ -</u>	<u>\$ 123,894</u>

BIBB COUNTY SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	<u>Workers'</u> <u>Compensation</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from interfund services provided	\$ 914,121
Payments for interfund services used	<u>(2,135,362)</u>
Net cash provided by (used in) operating activities	<u>(1,221,241)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfer from other funds	<u>2,001,164</u>
Net cash provided by noncapital financing activities	<u>2,001,164</u>
Net increase (decrease) in cash and cash equivalents	779,923
Cash and cash equivalents, beginning of year	<u>-</u>
Cash and cash equivalents, end of year	<u>\$ 779,923</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:	
Operating income (loss)	\$ (2,147,062)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:	
Decrease in accounts receivable	1,220
(Increase) decrease in due from other funds	(847,672)
Decrease in prepaid items	12,363
Increase in accounts payable	-
Increase (decrease) in accrued claims expense	<u>1,759,910</u>
Net cash provided by (used in) operating activities	<u>\$ (1,221,241)</u>

Unemployment Compensation	Dental Insurance	Total
\$ 299,163	\$ -	\$ 1,213,284
(168,795)	(200)	(2,304,357)
<u>130,368</u>	<u>(200)</u>	<u>(1,091,073)</u>
-	-	2,001,164
-	-	2,001,164
130,368	(200)	910,091
-	200	200
<u>\$ 130,368</u>	<u>\$ -</u>	<u>\$ 910,291</u>
\$ 54,958	\$ -	\$ (2,092,104)
-	-	1,220
68,936	-	(778,736)
-	-	12,363
6,474	-	6,474
-	(200)	1,759,710
<u>\$ 130,368</u>	<u>\$ (200)</u>	<u>\$ (1,091,073)</u>

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BIBB COUNTY SCHOOL DISTRICT

AGENCY FUNDS

STUDENT ACTIVITY

To account for the portion of student activity funds related to school-wide fund raising activities.

SECTION 125 CAFETERIA PLAN

To account for flex medical and dependent care for the employees of the District.

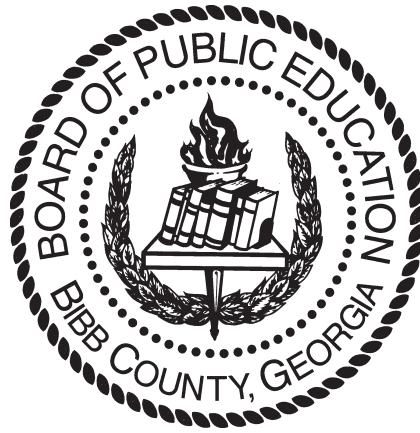
BIBB COUNTY SCHOOL DISTRICT
COMBINING STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2014

	<u>Student Activity</u>	<u>Section 125 Cafeteria Plan</u>	<u>Totals</u>
ASSETS			
Cash	\$ 602,320	\$ 296,963	\$ 899,283
Accounts receivable	739	115	854
Investments	<u>-</u>	<u>23,338</u>	<u>23,338</u>
Total assets	<u>\$ 603,059</u>	<u>\$ 320,416</u>	<u>\$ 923,475</u>
LIABILITIES			
Due to others	<u>\$ 603,059</u>	<u>\$ 320,416</u>	<u>\$ 923,475</u>
Total liabilities	<u>\$ 603,059</u>	<u>\$ 320,416</u>	<u>\$ 923,475</u>

BIBB COUNTY SCHOOL DISTRICT

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES AGENCY FUNDS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

	Balance July 1, 2013	Increases	Decreases	Balance June 30, 2014
<u>STUDENT ACTIVITY</u>				
ASSETS				
Cash	\$ 598,818	\$ 1,480,392	\$ 1,476,890	\$ 602,320
Accounts receivable	7,813	-	7,074	739
Prepaid and other assets	5,405	-	5,405	-
Total assets	\$ 612,036	\$ 1,480,392	\$ 1,489,369	\$ 603,059
LIABILITIES				
Due to others	\$ 612,036	\$ 1,480,392	\$ 1,489,369	\$ 603,059
Total liabilities	\$ 612,036	\$ 1,480,392	\$ 1,489,369	\$ 603,059
<u>SECTION 125 CAFETERIA PLAN</u>				
ASSETS				
Cash	\$ 184,045	\$ 832,121	\$ 719,203	\$ 296,963
Investments	23,310	28	-	23,338
Accounts receivable	311	-	196	115
Total assets	\$ 207,666	\$ 832,149	\$ 719,399	\$ 320,416
LIABILITIES				
Due to others	\$ 207,666	\$ 832,149	\$ 719,399	\$ 320,416
Total liabilities	\$ 207,666	\$ 832,149	\$ 719,399	\$ 320,416
<u>TOTAL AGENCY FUNDS</u>				
ASSETS				
Cash	\$ 782,863	\$ 2,312,513	\$ 2,196,093	\$ 899,283
Investments	23,310	28	-	23,338
Accounts receivable	8,124	-	7,270	854
Prepaid and other assets	5,405	-	5,405	-
Total assets	\$ 819,702	\$ 2,312,541	\$ 2,208,768	\$ 923,475
LIABILITIES				
Due to others	819,702	2,312,541	2,208,768	923,475
Total liabilities	\$ 819,702	\$ 2,312,541	\$ 2,208,768	\$ 923,475



III. STATISTICAL SECTION

III. STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends	70 – 77
<i>These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.</i>	
Revenue Capacity	78 – 83
<i>These schedules contain information to help the reader assess the District's most significant local revenue sources.</i>	
Debt Capacity	84 – 88
<i>These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.</i>	
Demographic and Economic Information	89 and 90
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.</i>	
Operating Information	91 – 108
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.</i>	

Sources: Unless otherwise noted, the information in these schedules is derived from the District's financial reports for the relevant year.

BIBB COUNTY SCHOOL DISTRICT

NET POSITION BY ACTIVITY¹ LAST TEN FISCAL YEARS

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Governmental activities				
Net investment in capital assets	\$ 197,904,023	\$ 210,233,375	\$ 209,433,489	\$ 216,052,097
Restricted	606,321	4,772,652 ²	3,820,076 ²	28,861,744 ²
Unrestricted	40,543,139	35,885,453	56,758,263	48,713,165
Total governmental activities net position	<u>\$ 239,053,483</u>	<u>\$ 250,891,480</u>	<u>\$ 270,011,828</u>	<u>\$ 293,627,006</u>
Business-type activities				
Net investment in capital assets	\$ 10,420,540	\$ 9,897,594	\$ 9,764,238	\$ 9,561,602
Restricted	-	-	-	-
Unrestricted	4,898,078	5,672,743	5,972,537	6,320,548
Total business-type activities net position	<u>\$ 15,318,618</u>	<u>\$ 15,570,337</u>	<u>\$ 15,736,775</u>	<u>\$ 15,882,150</u>
Primary government				
Net investment in capital assets	\$ 208,324,563	\$ 220,130,969	\$ 219,197,727	\$ 225,613,699
Restricted	606,321	4,772,652 ²	3,820,076 ²	28,861,744 ^{2,3}
Unrestricted	45,441,217	41,558,196	62,730,800	55,033,713
Total primary government net position	<u>\$ 254,372,101</u>	<u>\$ 266,461,817</u>	<u>\$ 285,748,603</u>	<u>\$ 309,509,156</u>

¹ Per Audited Financial Statements

² Net position is restricted for debt service for the 2004 Contractual Obligation, related to the financing of the Central Office Building and the 2005 and 2006 General Obligation Bonds.

³ Increase in assets is due to completion of 2005 Capital Improvement Program construction projects.

⁴ Net position is restricted for debt service for the 2004 Contractual Obligation, related to the financing of the Central Office Building and the 2010 General Obligation Bonds.

2009	2010	2011	2012	2013	2014
\$ 298,357,488 ³	\$ 322,745,988 ³	\$ 336,728,828 ³	\$ 345,725,006 ³	\$ 351,383,227 ³	\$ 371,973,663 ³
5,133,225 ²	1,760,689 ²	42,340,704 ⁴	35,715,288 ⁴	43,712,893 ⁴	41,245,665 ⁴
16,032,105	23,564,010	7,573,552	29,133,665	27,067,312	28,585,951
<u>\$ 319,522,818</u>	<u>\$ 348,070,687</u>	<u>\$ 386,643,084</u>	<u>\$ 410,573,959</u>	<u>\$ 422,163,432</u>	<u>\$ 441,805,279</u>
\$ 9,577,078	\$ 9,123,658	\$ 8,555,886	\$ 8,372,765	\$ 8,033,338	\$ 7,448,327
-	-	-	-	-	-
6,992,596	8,360,053	9,904,584	9,964,608	9,996,834	11,060,218
<u>\$ 16,569,674</u>	<u>\$ 17,483,711</u>	<u>\$ 18,460,470</u>	<u>\$ 18,337,373</u>	<u>\$ 18,030,172</u>	<u>\$ 18,508,545</u>
\$ 307,934,566 ³	\$ 331,869,646 ³	\$ 345,284,714 ³	\$ 354,097,771 ³	\$ 359,416,565 ³	\$ 379,421,990 ³
5,133,225 ²	1,760,689 ²	42,340,704 ⁴	35,715,288 ⁴	43,712,893 ⁴	41,245,665 ⁴
23,024,701	31,924,063	17,478,136	39,098,273	37,064,146	39,646,169
<u>\$ 336,092,492</u>	<u>\$ 365,554,398</u>	<u>\$ 405,103,554</u>	<u>\$ 428,911,332</u>	<u>\$ 440,193,604</u>	<u>\$ 460,313,824</u>

BIBB COUNTY SCHOOL DISTRICT

CHANGES IN NET POSITION ¹ LAST TEN FISCAL YEARS

	2005	2006	2007	2008
Expenses				
Primary government:				
Governmental activities:				
Instruction	\$ 163,855,356	\$ 168,110,470	\$ 194,828,660	\$ 197,081,754
General administration	3,869,044	4,537,942	4,426,006	4,481,194
Maintenance and operations	14,227,302	15,670,405	16,575,491	17,192,525
Student transportation	6,526,274	7,430,471	9,501,951	9,092,491
Intergovernmental, Bibb County ²	25,488,836 ²	5,336,443 ²	-	-
Interest on long-term debt	128,148	1,799,005	2,916,161	2,900,505
Total governmental activities expenses	214,094,960	202,884,736	228,248,269	230,748,469
Business-type activities:				
School food services	11,986,698	11,870,548	12,863,112	12,993,641
Stadiums	154,007	208,059	201,890	222,241
Wellness center	49,747	58,449	40,078	40,616
Total business-type activities expenses	12,190,452	12,137,056	13,105,080	13,256,498
Total primary government expenses	226,285,412	215,021,792	241,353,349	244,004,967
Program revenues				
Primary government:				
Governmental activities:				
Charges for services, Instruction ⁵	5,542,760	4,780,020	5,435,962	5,031,682
Operating grants and contributions	118,404,069	120,144,621	134,034,990	136,920,354
Capital grants and contributions	310,512	6,822,212	5,916,924	4,207,444
Total governmental activities program revenues	124,257,341	131,746,853	145,387,876	146,159,480
Business-type activities:				
Charges for services:				
School food services	2,262,596	2,215,369	2,304,633	1,957,472
Stadiums	132,407	186,459	180,290	197,529
Wellness center	66,335	59,953	58,075	55,835
Other activities ³	-	-	-	-
Operating grants and contributions	9,739,082	9,744,683	10,505,760	10,989,957
Capital grants and contributions	494,042	-	-	-
Total business-type activities program revenues	12,694,462	12,206,464	13,048,758	13,200,793
Total primary government revenues	136,951,803	143,953,317	158,436,634	159,360,273
General revenues and other changes in net position				
Primary government:				
Governmental activities:				
Property taxes	60,216,122	60,917,820	61,136,805	68,062,860
Sales taxes	23,792,896	15,433,796	32,101,013	31,979,937
Other taxes	441,974	986,179	1,540,595	1,200,435
Grants and contributions not restricted to specific programs	1,596,917	1,928,994	968,598	2,544,312
Investment earnings	1,139,602	3,362,916	6,200,407	4,053,695
Gain on sale of assets	-	367,775	54,923	-
Transfers	(21,600)	(21,600)	(21,600)	(24,712)
Extraordinary item ⁴	-	-	-	387,640
Total governmental activities general revenues and other changes	87,165,911	82,975,880	101,980,741	108,204,167
Business-type activities:				
Grants and contributions not restricted to specific programs	-	-	-	-
Investment earnings	51,318	128,119	207,238	168,583
Gain (loss) on sale of assets	-	32,592	(6,078)	7,785
Transfers	21,600	21,600	21,600	24,712
Total business type activities general revenues and other changes	72,918	182,311	222,760	201,080
Total primary government general revenues and other changes	87,238,829	83,158,191	102,203,501	108,405,247
Change in net position				
Governmental activities	(2,671,708)	11,837,997	19,120,348	23,615,178
Business-type activities	576,928	251,719	166,438	145,375
Total primary government change in net position	\$ (2,094,780)	\$ 12,089,716	\$ 19,286,786	\$ 23,760,553

¹ Per Audited Financial Statements.

² Amounts to repay Bibb County for the 1998 General Obligation Bonds.

³ Prior to FY2004, Stadiums and Wellness Center were reported together as "Other activities."

⁴ The Extraordinary Item reflects an insurance reimbursement due to the District for tornado damage.

⁵ All charges for services in governmental activities are allocated to the instruction function.

⁶ Decrease in operating grants and contributions is due to a reduction in State QBE funding. in 2009 due to the reduction in State Health insurance rates

⁷ Decrease in instructional expenses is due to a decrease in the State Health Insurance rate for 2009 only.

2009	2010	2011	2012	2013	2014
\$ 186,486,038	\$ 195,062,200	\$ 199,491,917	\$ 203,772,832	\$ 205,659,113	\$ 190,364,402
5,160,074	4,783,358	4,668,333	5,861,574	6,211,520	5,215,289
17,485,871	15,930,446	16,500,975	16,352,520	18,236,055	20,426,804
9,875,234	8,474,016	8,373,330	8,625,627	9,152,170	11,549,958
-	-	-	-	-	-
2,665,569	1,649,316	1,071,614	591,481	252,873	19,671
<u>221,672,786</u>	<u>225,899,336</u>	<u>230,106,169</u>	<u>235,204,034</u>	<u>239,511,731</u>	<u>227,576,124</u>
12,903,810	13,441,035	13,432,390	14,985,982	15,831,626	14,894,576
249,546	237,981	230,871	236,514	224,022	257,388
41,657	38,835	41,938	79,914	41,180	37,533
<u>13,195,013</u>	<u>13,717,851</u>	<u>13,705,199</u>	<u>15,302,410</u>	<u>16,096,828</u>	<u>15,189,497</u>
<u>234,867,799</u>	<u>239,617,187</u>	<u>243,811,368</u>	<u>250,506,444</u>	<u>255,608,559</u>	<u>242,765,621</u>
5,181,042	4,916,137	4,442,339	4,356,387	2,985,532	3,022,010
124,491,161	135,185,194	147,108,861	123,193,096	137,796,072	135,353,965
9,548,527	334,270	1,048,870	133	630,000	2,106,421
<u>139,220,730</u>	<u>140,435,601</u>	<u>152,600,070</u>	<u>127,549,616</u>	<u>141,411,604</u>	<u>140,482,396</u>
1,880,137	1,792,702	1,651,755	1,632,573	1,572,918	1,410,199
223,800	450	2,175	2,825	8,100	8,325
53,230	49,770	45,473	39,775	51,745	44,525
-	-	-	-	-	-
11,609,534	12,514,978	12,722,185	13,245,440	13,911,752	14,040,401
-	-	-	-	-	-
<u>13,766,701</u>	<u>14,357,900</u>	<u>14,421,588</u>	<u>14,920,613</u>	<u>15,544,515</u>	<u>15,503,450</u>
152,987,431	154,793,501	167,021,658	142,470,229	156,956,119	155,985,846
71,635,050	76,107,910	77,490,597	74,724,411	74,167,428	75,155,287
30,837,248	30,708,113	33,274,668	34,782,651	30,436,212	29,266,620
803,972	704,466	775,254	778,481	1,055,738	945,425
2,834,008	6,679,391	4,678,040	21,469,657	4,307,244	1,415,932
1,171,573	71,788	109,937	80,093	116,990	95,507
-	-	11,606	-	42,221	11,606
(25,746)	(260,064)	(250,000)	(250,000)	(230,000)	(154,802)
1,091,763	-	-	-	-	-
<u>108,347,868</u>	<u>114,011,604</u>	<u>116,090,102</u>	<u>131,585,293</u>	<u>109,895,833</u>	<u>106,735,575</u>
-	-	-	-	-	-
60,504	13,924	10,370	8,700	11,232	9,618
29,586	-	-	-	3,880	-
25,746	260,064	250,000	250,000	230,000	154,802
<u>115,836</u>	<u>273,988</u>	<u>260,370</u>	<u>258,700</u>	<u>245,112</u>	<u>164,420</u>
<u>108,463,704</u>	<u>114,285,592</u>	<u>116,350,472</u>	<u>131,843,993</u>	<u>110,140,945</u>	<u>106,899,995</u>
25,895,812	28,547,869	38,584,003	23,930,875	11,795,706	19,641,847
687,524	914,037	976,759	(123,097)	(307,201)	478,373
<u>\$ 26,583,336</u>	<u>\$ 29,461,906</u>	<u>\$ 39,560,762</u>	<u>\$ 23,807,778</u>	<u>\$ 11,488,505</u>	<u>\$ 20,120,220</u>

BIBB COUNTY SCHOOL DISTRICT

FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS

	2005	2006	2007	2008
General Fund				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Reserved	760,332	1,391,423	1,329,960	1,306,030
Unreserved	23,401,443	26,164,198	19,291,854	16,433,755
Total general fund	\$ 24,161,775	\$ 27,555,621	\$ 20,621,814	\$ 17,739,785
All Other Governmental Funds				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Reserved	11,408,103	77,506,238	78,417,265	59,736,427 ⁴
Unreserved, reported in:				
Special revenue funds	622,548	616,119	671,934	667,758
Capital projects funds	4,168,099 ²	2,699,354 ²	1,145,158 ²	1,145,158
Total all other governmental funds	\$ 16,198,750	\$ 80,821,711	\$ 80,234,357	\$ 61,549,343

¹ Per Audited Financial Statements

² Continual reductions in Capital Projects Funds are primarily due to increases in salary and benefits and decreases in overall funding thus resulting in less funding available for capital expenditures.

³ The School District implemented GASBS No. 54 for the fiscal year ended June 30, 2011.

⁴ The \$18.7 million decrease in Reserved Fund Balance is the net effect of a \$25 million increase in the Debt Service Fund, which was used to cover the 1st principal payment due in March 2009 on the Series 2005 and 2006 Issues, and a \$43.7 million decrease in the SPLOST Projects Fund caused by these funds being used to finance the 2005 Capital Improvement Program.

⁵ The \$6.2 million decrease in the General Fund balance was primarily due to the use of reserve funds to finance FY 2009 governmental operations.

⁶ Continued reductions is due to the use of these funds to finance the 2005 Capital Improvement Program expenditures.

⁷ The increase in fund balance is primarily due to the increase in furlough days taken by District employees coupled with a concerted effort to curtail expenditures.

⁸ The increase in fund balance is primarily due to the issuance of the Series 2010 General Obligation Bonds (\$30,000,000) on September 29, 2010.

2009	2010	2011 ³	2012	2013	2014
\$ -	\$ -	\$ 92,982	\$ 244,860	\$ 533,396	\$ 609,305
-	-	42,727	-	-	-
-	-	-	-	-	-
-	-	3,717,583	8,060,032	7,396,557	7,465,783
-	-	18,259,199	16,666,784	16,573,293	17,768,672
685,198	1,292,518	-	-	-	-
10,840,762	15,410,414 ⁷	-	-	-	-
<u>\$ 11,525,960⁵</u>	<u>\$ 16,702,932</u>	<u>\$ 22,112,491</u>	<u>\$ 24,971,676</u>	<u>\$ 24,503,246</u>	<u>\$ 25,843,760</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	42,297,977	40,245,768	43,712,893	41,245,665
-	-	2,314,783	2,274,362	2,306,739	1,969,668
-	-	-	-	-	-
-	-	-	-	-	-
6,106,997 ⁶	1,760,689 ⁶	-	-	-	-
700,554	633,146	633,146	-	-	-
1,833,298	3,255,939	3,255,939	-	-	-
<u>\$ 8,640,849</u>	<u>\$ 5,649,774</u>	<u>\$ 48,501,845⁸</u>	<u>\$ 42,520,130</u>	<u>\$ 46,019,632</u>	<u>\$ 43,215,333</u>

BIBB COUNTY SCHOOL DISTRICT

**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS¹
LAST TEN FISCAL YEARS**

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Revenues:				
Local sources	\$ 66,363,890	\$ 83,222,136 ⁵	\$ 99,997,196	\$ 106,989,515
State sources	117,382,392 ³	104,331,892	111,871,750	117,006,202
Federal sources	26,477,525	23,628,315	24,584,419	21,523,105
Interest income	1,135,580	3,357,044	6,196,705	4,053,695
On behalf payments	1,647,381	3,797,480 ⁴	3,900,492	4,686,866
Other local sources	-	-	-	-
Other sources	20,692	375,990	54,923	103,189
Total revenues	<u>213,027,460</u>	<u>218,712,857</u>	<u>246,605,485</u>	<u>254,362,572</u>
Expenditures:				
Current:				
Instruction	159,025,148	163,023,150	178,579,950	183,617,420
General administration	3,683,175	3,919,171	4,053,616	4,223,123
Maintenance and operations	14,186,144	15,608,875	16,202,359	16,783,298
Student transportation	5,872,484	6,662,909	8,543,864	8,117,186
On behalf payments	1,647,381	3,797,480	3,900,492	4,686,866
Intergovernmental, Bibb County	25,488,836	5,336,443	-	-
Capital outlay	8,017,456	23,323,194	37,473,944	55,086,010
Debt service:				
Principal retirement	261,987	1,446,968	315,000	325,000
Interest and fiscal charges	117,509	89,555	4,252,681	3,290,748
Bond issuance costs	127,674	966,478	1,050	1,050
Total expenditures	<u>218,427,794</u>	<u>224,174,223</u>	<u>253,322,956</u>	<u>276,130,701</u>
Excess of revenues over expenditures	<u>(5,400,334)</u>	<u>(5,461,366)</u>	<u>(6,717,471)</u>	<u>(21,768,129)</u>
Other financing sources (uses)				
Proceeds from capital lease	-	-	-	-
Proceeds from sale of assets	-	-	-	-
Bond proceeds	3,135,000	70,733,786 ⁶	-	-
Payments to refunded bond escrow agent	(2,510,000)	-	-	-
Premium on bonds issued	-	2,877,675 ⁶	-	-
Transfers in	1,147,817	9,005,445	5,802,900	28,876,932
Transfers out	(1,450,406)	(9,138,733)	(6,606,590)	(29,063,486)
Total other financing sources (uses)	<u>322,411</u>	<u>73,478,173</u>	<u>(803,690)</u>	<u>(186,554)</u>
Extraordinary item	-	-	-	387,640 ⁷
Net change in fund balances	<u>\$ (5,077,923)</u>	<u>\$ 68,016,807</u>	<u>\$ (7,521,161)</u>	<u>\$ (21,567,043)⁸</u>
Debt service as a percentage of non-capital expenditures	0.18%	0.77%	2.05%	1.63%

¹ Per Audited Financial Statements

² Special Purpose Local Option Sales Tax (SPLOST) Revenue

³ FY2003 - FY2005 SPLOST Revenues recorded as state sources

⁴ Increase due to increase in state contributions caused by rising health insurance costs

⁵ FY2006 SPLOST Revenue recorded as local revenue

⁶ Issuance of 2005 and 2006 General Obligation Bonds plus premiums on bonds

⁷ The Extraordinary Item reflects an insurance reimbursement due to the District for tornado damage.

⁸ The \$21.6 million net change in fund balance is the net affect of a (1) \$25 million increase in the Debt Service Fund, which will be used to cover the 1st principal payment due in March 2009 on the Series 2005 and 2006 Bond Issues; (2) a \$43.7 million decrease in the SPLOST Projects Fund caused by these funds being used to finance the 2005 Capital Improvement Program expenditures; and (3) a \$2.9 million decrease in the General Fund balance due to the District budgeting to use reserve funds to finance the FY2008 governmental operations.

⁹ Decrease in Interest Revenue is due to the reduction in funds available for investment as we complete the 2005 Capital Improvement Program project as well as the significant reduction in interest rates.

¹⁰ Decrease in state revenues and increase in federal revenues is due to the replacement of state revenues with federal revenues by the State of GA along with an increase in federal funding due to the receipt of ARRA funding.

¹¹ Decrease in Capital Outlay is due to the sunset of the 2005 Capital Improvement Program.

¹² Includes transfers from the SPLOST Fund to the Debt Service Fund for payment on the 2005 Bonds.

	2009	2010	2011	2012	2013	2014
\$	107,880,029	\$ 110,920,286	\$ 116,883,410	\$ 114,926,700	\$ 109,409,813	\$ 109,365,858
	111,055,542	98,802,821 ¹⁰	107,977,489	106,601,196	103,222,294	103,047,361
	23,399,757	42,423,489 ¹⁰	39,504,593	41,682,410	36,593,385	35,486,462
	1,171,573 ⁹	71,788	109,937	80,093	116,990	95,507
	2,007,493	493,035	547,296	296,016	456,379	470,833
	-	-	-	-	-	-
	75,682	23,051	71,444	-	42,221	11,606
	<u>245,590,076</u>	<u>252,734,470</u>	<u>265,094,169</u>	<u>263,586,415</u>	<u>249,841,082</u>	<u>248,477,627</u>
	179,223,368	184,828,737	190,720,299	193,547,986	188,285,121	180,180,576
	4,862,351	4,598,669	4,556,517	5,464,792	6,376,750	4,866,993
	17,200,273	15,806,509	16,252,755	16,225,211	18,027,739	19,930,398
	8,944,807	7,566,211	7,488,491	7,858,200	8,454,927	10,917,474
	2,007,493	493,035	547,296	296,016	456,379	470,833
	-	-	-	-	-	-
	66,215,229	8,421,802 ¹¹	9,545,322 ¹¹	26,042,084	22,902,159	19,045,691
	25,500,694	26,112,319	20,630,529	10,316,102	11,652,770	11,578,392
	3,285,050	2,226,069	1,729,622	1,312,666	1,080,627	795,089
	1,050	525	377,000	-	-	-
	<u>307,240,315</u>	<u>250,053,876</u>	<u>251,847,831</u>	<u>261,063,057</u>	<u>257,236,472</u>	<u>247,785,446</u>
	(61,650,239)	2,680,594	13,246,338	2,523,358	(7,395,390)	692,181
	1,399,644	-	-	-	-	-
	427,100	175,000	-	17,002	10,108,763	-
	-	-	30,000,000	-	-	-
	-	-	-	-	-	-
	-	-	2,701,490	-	-	-
	4,757,595	24,817,885 ¹²	24,591,646 ¹²	28,754,722 ¹²	20,764,413 ¹²	15,408,845 ¹²
	(5,148,132)	(25,487,582) ¹²	(26,166,929) ¹²	(30,528,527) ¹²	(20,446,714) ¹²	(17,564,811) ¹²
	<u>1,436,207</u>	<u>(494,697)</u>	<u>31,126,207</u>	<u>(1,756,803)</u>	<u>10,426,462</u>	<u>(2,155,966)</u>
	1,091,763 ⁷	-	-	-	-	-
\$	<u>(59,122,269)</u>	<u>2,185,897</u>	<u>44,372,545</u>	<u>766,555</u>	<u>3,031,072</u>	<u>(1,463,785)</u>
	12.02%	11.66%	9.25%	4.94%	5.29%	5.44%

BIBB COUNTY SCHOOL DISTRICT

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY LAST TEN FISCAL YEARS

Fiscal Year	Assessed Value					Total Property
	Residential Property	Commercial Property	Industrial Property	Motor Vehicle Property	Other Property	
2005	\$1,701,150,635	\$1,193,120,826	\$ 604,434,155	\$ 363,895,790	\$ 192,196,469	\$4,054,797,875
2006	1,745,708,592	1,227,692,770	526,337,089	378,221,080	193,589,387	4,071,548,918
2007	1,792,061,224	1,242,011,167	455,735,778	367,074,740	194,186,441	4,051,069,350
2008	1,857,687,945	1,333,255,183	380,867,043	331,347,080	191,675,758	4,094,833,009
2009	1,901,158,428	1,319,503,758	401,994,543	335,337,890	186,710,140	4,144,704,759
2010	2,341,798,092	1,556,431,280	399,391,541	359,153,810	208,388,119	4,865,162,842
2011	2,314,060,733	1,516,041,435	362,589,484	349,085,600	204,613,278	4,746,390,530
2012	2,281,356,418	1,491,104,317	367,285,446	347,406,200	241,146,055	4,728,298,436
2013	2,184,969,532	1,441,064,425	352,449,693	338,215,220	239,112,624	4,555,811,494
2014	2,141,522,348	1,459,212,160	340,062,977	357,594,990	247,068,452	4,545,460,927

Source: Bibb County Tax Commissioner's Office

Notes: The county assesses property at 40% of actual value. Actual tax value is calculated by dividing assessed value (before exemptions) by 40 percent. Tax rates are per \$1,000 of assessed value.

Total Taxable Property

Less Exemptions	Assessed Value	Actual Value	Total Direct Tax Rate	Assessed Value as a Percentage of Actual Value
\$ 430,565,398	\$3,624,232,477	\$ 10,136,994,688	17.2988	35.75%
408,077,567	3,663,471,351	10,178,872,295	17.2988	35.99%
369,450,978	3,681,618,372	10,127,673,375	17.2988	36.35%
369,271,398	3,725,561,611	10,237,082,523	18.7988	36.39%
379,612,640	3,765,092,119	10,361,761,898	19.7988	36.34%
390,804,653	4,474,358,189	12,162,907,105	17.9450	36.79%
378,145,013	4,368,245,517	11,865,976,325	17.9450	36.81%
389,946,690	4,338,351,746	11,820,746,090	17.9450	36.70%
384,341,159	4,171,470,335	11,389,528,735	17.9450	36.63%
379,268,253	4,166,192,674	11,363,652,318	17.9450	36.66%

BIBB COUNTY SCHOOL DISTRICT

DIRECT AND OVERLAPPING PROPERTY TAX RATES LAST TEN FISCAL YEARS

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Bibb County School District				
Maintenance and Operations	17.2988	17.2988	17.2988	18.7988
Total Direct Rate - School District	<u>17.2988</u>	<u>17.2988</u>	<u>17.2988</u>	<u>18.7988</u>
County Rates (Direct)				
General	12.6739	12.6739	12.6739	13.6739
Bond	1.2064	-	-	-
Fire District	1.3452	1.3566	1.3495	1.3528
Total Direct Rate - County	<u>15.2255</u>	<u>14.0305</u>	<u>14.0234</u>	<u>15.0267</u>
City Rates				
Macon				
General	10.1600	10.1600	10.1600	10.1600
Bond	0.5000	-	-	-
Total Direct Rate - City	<u>10.6600</u>	<u>10.1600</u>	<u>10.1600</u>	<u>10.1600</u>

Source: Bibb County Tax Commissioner's Office

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
19.7988	17.9450	17.9450	17.9450	17.9450	17.9450
<u>19.7988</u>	<u>17.9450</u>	<u>17.9450</u>	<u>17.9450</u>	<u>17.9450</u>	<u>17.9450</u>
11.6739	10.0030	10.0030	12.0030	12.0030	12.0030
-	-	-	-	-	-
<u>1.3748</u>	<u>1.2040</u>	<u>1.2055</u>	<u>1.4885</u>	<u>1.5162</u>	<u>1.5199</u>
<u>13.0487</u>	<u>11.2070</u>	<u>11.2085</u>	<u>13.4915</u>	<u>13.5192</u>	<u>13.5229</u>
10.1600	9.8000	9.8000	9.8000	9.7000	9.7000
-	-	-	-	-	-
<u>10.1600</u>	<u>9.8000</u>	<u>9.8000</u>	<u>9.8000</u>	<u>9.7000</u>	<u>9.7000</u>

BIBB COUNTY SCHOOL DISTRICT

PRINCIPAL PROPERTY TAXPAYERS CURRENT YEAR AND NINE YEARS AGO

Employer	2014			2005		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Georgia Power Company	\$ 62,342,353	1	1.50%	\$ 37,415,032	5	1.03%
Graphic Packaging International, Inc.	62,309,312	2	1.50%	86,785,286	2	2.39%
YKK (USA), Inc.	44,335,752	3	1.06%	76,117,117	3	2.10%
Coliseum Medical Centers	31,902,157	4	0.77%	24,936,100	9	0.69%
Armstrong World Industries, Inc.	25,671,016	5	0.62%	22,101,091	10	0.61%
Norfolk Southern Combined Railroad	23,693,474	6	0.57%	-	-	-
Wal-Mart	22,260,791	7	0.53%	-	-	-
Verizon Wireless East, LLP	19,445,424	8	0.47%	-	-	-
Shoppes at River Crossing, LLC	17,976,417	9	0.43%	-	-	-
Bellsouth (AT&T) Telecommunications	16,818,531	10	0.40%	38,042,550	4	1.05%
Brown & Williamson Corporation	-	-	-	212,620,807	1	5.87%
Macon Mall	-	-	-	32,926,880	6	0.91%
Paragon Trade Brands, Inc.	-	-	-	25,165,802	8	0.69%
GEICO	-	-	-	29,642,366	7	0.82%
	<u>\$ 326,755,227</u>		<u>7.85%</u>	<u>\$ 585,753,031</u>		<u>16.16%</u>

Source: Bibb County Tax Commissioner's Office

BIBB COUNTY SCHOOL DISTRICT

PROPERTY TAX LEVIES AND COLLECTIONS LAST TEN FISCAL YEARS

Fiscal Year	Tax Year	Taxes Levied for the Fiscal Year		Total Adjusted Levy	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Tax Collections to Date	
		(Original Levy)	Adjustments		Amount	Percentage of Original Levy		Amount	Percentage of Adjusted Levy
2005	2004	\$ 62,694,873	\$ 29,954	\$ 62,724,827	\$ 60,675,219	96.78%	\$ 1,208,297	\$61,883,516	98.66%
2006	2005	63,373,658	(146,949)	63,226,709	61,423,673	96.92%	1,037,733	62,461,406	98.79%
2007	2006	63,687,579	61,275	63,748,854	61,020,375	95.81%	2,223,910	63,244,285	99.21%
2008	2007	70,036,088	(646,200)	69,389,888	67,495,038	96.37%	1,467,958	68,962,996	99.38%
2009	2008	74,544,306	(358,415)	74,185,891	71,846,462	96.38%	1,768,546	73,615,008	99.23%
2010	2009	80,292,358	(712,967)	79,579,391	72,902,664	90.80%	6,157,542	79,060,206	99.35%
2011	2010	78,388,166	450,155	78,838,321	75,026,552	95.71%	3,063,861	78,090,413	99.05%
2012	2011	77,851,722	(609,636)	77,242,086	73,518,853	94.43%	2,796,685	76,315,538	98.80%
2013	2012	74,857,035	135,083	74,992,118	72,188,549	96.44%	1,399,756	73,588,305	98.13%
2014	2013	74,762,330	396,649	75,158,979	70,398,953	94.16%	-	70,398,953	93.67%

Source: Bibb County Tax Commissioner's Office

BIBB COUNTY SCHOOL DISTRICT

RATIOS OF OUTSTANDING DEBT BY TYPE LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities						Per Capita ³
	General Obligation Bonds	Capital Leases	Note Payable	Total Primary Government	% of Personal Income ²	Population	
2005	\$ -	\$ 4,271,967	\$ -	\$ 4,271,967	0.09%	154,861	27.59
2006	73,087,641 ¹	2,825,000	-	75,912,641	1.58%	154,918	490.02
2007	72,488,636 ⁴	2,510,000	-	74,998,636	1.51%	154,903	484.17
2008	71,889,631 ⁶	2,185,000	-	74,074,631	1.46%	154,709	478.80
2009	46,292,205 ⁷	3,118,950 ⁸	-	49,411,155	0.99%	155,216	318.34
2010	20,339,517 ⁹	2,506,631	-	22,846,148	0.46%	156,460	146.02
2011	32,122,599 ¹⁰	1,876,102	-	33,998,701	0.68%	155,547	218.58
2012	22,130,745 ¹¹	780,000	-	22,910,745	0.41%	156,433	146.46
2013	11,213,891 ¹²	5,445,157 ¹³	3,935,839 ¹⁴	20,594,887	0.29%	156,462	131.63
2014	- ¹⁵	4,571,791	3,865,810	8,437,601	0.08%	155,791	54.16

¹ Includes 2005 and 2006 General Obligation Bonds total of \$70,535,000 plus unamortized Bond Premium \$2,552,641.

² Source: U.S. Department of Commerce, Bureau of Economic Analysis

² Notes: See additional personal income data on Schedule of Demographic and Economic Statistics on page 84.

³ Source: U.S. Department of Commerce, Bureau of Economic Analysis

³ Notes: See additional population statistics on Schedule of Demographic and Economic Statistics on page 84.

⁴ Includes 2005 and 2006 General Obligation Bonds total of \$70,535,000 plus unamortized Bond Premium \$1,953,636.

⁵ N/A - Not available

⁶ Includes 2005 and 2006 General Obligation Bonds total of \$70,535,000 plus unamortized Bond Premium of \$1,354.61.

⁷ Includes 2005 General Obligation Bonds of \$45,500,000 plus unamortized Bond Premium of \$792,205. The reduction is due to the payoff of the 2006 General Obligation Bonds and the partial payment of the 2005 Bonds.

⁸ Increase is due to the lease/purchase of 17 school buses.

⁹ Includes 2005 General Obligation Bonds of \$20,000,000 plus unamortized Bond Premium of \$339,517. The reduction is due to a \$25,500,000 principal payment made on the 2005 Bonds in March 2010.

¹⁰ Includes 2010 General Obligation Bonds of \$30,000,000 plus unamortized Bond Premium of \$2,122,599. The final payment on the 2005 Bonds was made in March 2011.

¹¹ Includes 2010 General Obligation Bonds of \$20,780,000 plus unamortized Bond Premium of \$1,350,745. The reduction is due to a \$9,220,000 principal payment made on the 2010 Bonds in March 2012.

¹² Includes 2010 General Obligation Bonds of \$10,635,000 plus unamortized Bond Premium of \$578,891. The reduction is due to a \$10,145,000 principal payment made on the 2010 Bonds in March 2013.

¹³ Increase is due to the Macon Promise Neighborhood Capital Lease.

¹⁴ Increase is due to the Wipro Note payable.

¹⁵ Decrease is due to the payoff of the 2010 General Obligation Bonds. The final payment of \$10,635,000 was made in March 2014.

BIBB COUNTY SCHOOL DISTRICT
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(amounts expressed in thousands, except per capita amount)

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	% of Estimated Actual Taxable Value of Property	Per Capita
2005	\$ -	\$ -	\$ -	-	\$ -
2006 ¹	73,088	4,534	68,554	0.67%	441
2007	72,489	3,820	68,669	0.68%	443
2008	71,890	28,862 ²	43,028	0.42%	278
2009	46,292	5,133 ³	41,159	0.40%	265
2010	20,339 ⁴	387	19,952	0.16%	128
2011	32,123	14,311 ⁵	17,812	0.15%	114
2012	22,131 ⁶	10,795	11,336	0.10%	72
2013	11,214 ⁷	10,269	945	0.01%	6
2014	- ⁸	-	-	0.00%	-

¹ The Bibb County School District received Fiscal Independence on November 2, 2004 and issued our first ever General Obligation Bonds during the 2005-2006 Fiscal Year.

² The \$25.0 million increase in debt service represents the amount reserved to cover the first principal payment on our Series 2005 and 2006 Bond Issues which were paid in March 2009.

³ The \$23.7 million decrease in debt service reflects the first principal payments made in March 2009 on the Series 2005 and 2006 Bond Issues (\$10,500,000 and \$14,535,000, respectively).

⁴ The \$25.9 million decrease in debt service reflects a principal payment made in March 2010 on the Series 2005 Issue (\$25,500,000).

⁵ The \$13.9 million increase in debt service represents the amount reserved to cover the first principal payment on the Series 2010 Issue in April 2012.

⁶ The \$9.9 million decrease in GO Bonds reflects a principal payment made in March 2012 on the Series 2010 Issue (\$9,220,000).

⁷ The \$10.9 million decrease in GO Bonds reflects a principal payment made in March 2013 on the Series 2010 Issue (\$10,145,000).

⁸ The \$11.2 million decrease in GO Bonds is due to the final payment being made on the Series 2010 Issue in March 2014.

BIBB COUNTY SCHOOL DISTRICT

LEGAL DEBT MARGIN LAST TEN FISCAL YEARS ¹

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Debt limit	\$ 382,076,740	\$ 385,918,269	\$ 387,101,823	\$ 390,746,107
Total net debt applicable to limit	-	70,535,000 ²	70,535,000 ²	70,535,000 ²
Legal debt margin	<u>\$ 382,076,740</u>	<u>\$ 315,383,269</u>	<u>\$ 316,566,823</u>	<u>\$ 320,211,107</u>

¹ Source: Bibb County Tax Commissioner's Office

² Represents \$56.0 million General Obligation Bonds issued December 29, 2005 and \$14.535 million General Obligation Bonds issued February 1, 2006 for the 2005 Capital Improvement Program.

³ Represents \$20.0 million General Obligation Bonds issued December 29, 2005 for the 2005 Capital Improvement Program.

⁴ Represents \$30 million General Obligation Bonds issued September 29, 2010 for the 2010 Capital Improvement Program.

<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
\$ 394,416,758	\$ 447,435,819	\$ 436,824,552	\$ 433,835,175	\$ 417,147,034	\$ 416,619,267
<u>45,500,000</u> ²	<u>20,000,000</u> ³	<u>30,000,000</u> ⁴	<u>20,780,000</u> ⁴	<u>10,635,000</u> ⁴	<u>-</u>
<u>\$ 348,916,758</u>	<u>\$ 427,435,819</u>	<u>\$ 406,824,552</u>	<u>\$ 413,055,175</u>	<u>\$ 406,512,034</u>	<u>\$ 416,619,267</u>

Total net debt applicable to the limit as a percentage of debt limit 0.00%

Legal Debt Margin Calculation for Fiscal Year 2014

Gross tax digest for the School District as of January 1, 2013	\$ 4,545,460,927
Less school bond exemptions	<u>379,268,253</u>
Net bond tax digest	\$ 4,166,192,674
Debt limit (10% of net bond tax digest)	416,619,267
Less amount of outstanding debt applicable to limit	<u>-</u>
Legal debt margin	<u>\$ 416,619,267</u>

BIBB COUNTY SCHOOL DISTRICT

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT JUNE 30, 2014

	Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Direct and Overlapping Debt
Direct Contractual Obligation Debt			
Contractual Obligation Debt	\$ 8,437,601	100%	\$ 8,437,601
Total Direct Contractual Obligation Debt	8,437,601		8,437,601
Overlapping Debt			
Macon-Bibb County Industrial Authority Revenue Bonds			
Series 2009 Bass Pro Shop Project & Tobesofkee Park Project	\$9,400,000	100%	\$9,400,000
Macon-Bibb County General Obligation Bonds	20,832,766	100%	20,832,766
Macon-Bibb County Urban Development Authority Revenue Bonds			
Series 2002B Riverside Drive Project	855,000	100%	855,000
Series 2006 Public Projects	3,355,000	100%	3,355,000
Series 2009 Public Projects	5,254,169	100%	5,254,169
Series 2010 Revenue Refunding	8,242,082	100%	8,242,082
Series 2013A Public Facilities	10,000,000	100%	10,000,000
Series 2013B Public Facilities	3,273,212	100%	3,273,212
Georgia Land Conservation Fund	-	100%	-
Certificates of Participation	13,452,000	100%	13,452,000
City of Macon General Obligation Bonds	18,484,855	100%	18,484,855
City of Macon Revenue Bonds	8,491,637		8,491,637
City of Macon Contractual Obligation Debt	12,808,890	100%	12,808,890
Total Overlapping Debt	\$ 114,449,611		\$ 114,449,611
Total Direct and Overlapping Debt	\$ 122,887,212		\$ 122,887,212

Source: Macon-Bibb County

Notes

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

BIBB COUNTY SCHOOL DISTRICT

DEMOGRAPHIC AND ECONOMIC STATISTICS LAST TEN FISCAL YEARS

Fiscal Year	Population ¹	Personal Income ² (thousands of dollars)	Per Capita Personal Income ²	Median Age ³	School Enrollment	Unemployment Rate ⁵
2005	154,861	\$ 4,584,054	\$ 29,601	3466	25,148 ⁴	5.1%
2006	154,918	4,812,276	31,063	34.66	25,253 ⁴	5.8%
2007	154,903	4,981,047	32,156	35.24	25,223 ⁶	5.7%
2008	154,709	5,062,312	32,722	35.32	25,030 ⁸	6.7%
2009	155,216	4,956,780	31,935	35.95	24,968 ⁸	10.2% ⁹
2010	156,460	4,972,280	31,780	34.94	25,109 ⁷	10.7%
2011	155,547	5,476,147	35,206	35.50	24,961 ¹⁰	10.9%
2012	156,433 ²	5,592,551 ²	35,750 ²	35.60	24,730 ¹¹	10.4%
2013	156,462 ²	5,570,724 ²	35,604 ²	36.00	24,508 ¹²	10.0%
2014	155,791 ²	5,684,094 ²	36,485 ²	36.10	24,180 ¹³	8.7%

¹ Source: U.S. Census Bureau, Population Estimates Program. Figures are for the prior calendar year.

² Source: U.S. Department of Commerce, Bureau of Economic Analysis

³ Source: Middle GA Regional Development Center

⁴ Source: School District Records. Includes Pre-Kindergarten through 12th grade.

⁵ Source: GA Department of Labor

⁶ Source: School District Records. Includes Pre-Kindergarten through 12th grade plus 107 students served by Residential Treatment Facilities.

⁷ FY 2010 includes Pre-Kindergarten through 12 Grade plus 106 students served by Residential Treatment Facilities.

⁸ Includes Pre-Kindergarten through 12th Grade plus 114 students served by Residential Treatment Facilities.

⁹ Substantial increase in the unemployment rate is due to the collapse of local, state, national and international (global) economies related to the downturn in housing, financial and other related industries.

¹⁰ FY2011 includes Pre-Kindergarten through 12th Grade plus 51 students served by Residential Treatment Facilities.

¹¹ FY2012 includes Pre-Kindergarten through 12th Grade plus 21 students served by Residential Treatment Facilities.

¹² FY2013 includes Pre-Kindergarten through 12th Grade plus 31 students served by Residential Treatment Facilities.

¹³ FY2014 includes Pre-Kindergarten through 12th Grade plus 49 students served by Residential Treatment Facilities.

BIBB COUNTY SCHOOL DISTRICT

PRINCIPAL EMPLOYERS CURRENT YEAR AND NINE YEARS AGO

<u>Employer</u>	<u>2014</u>			<u>2005</u>		
	<u>Employees¹</u>	<u>Rank¹</u>	<u>Percentage of Total Employment³</u>	<u>Employees²</u>	<u>Rank²</u>	<u>Percentage of Total Employment³</u>
Medical Center of Central GA	6,200	1	9.33%	5,195	1	7.28%
GEICO	5,600	2	8.42%	3,634	2	5.09%
Bibb County School District	3,314 ⁴	3	4.98%	3,500	3	4.91%
Coliseum Medical Centers	1,400	4	2.11%	1,300	6	1.82%
City of Macon, Georgia	1,142	5	1.72%	1,606	4	2.25%
Mercer University	900	6	1.35%	1,338	5	1.88%
Bibb County, Georgia	780	7	1.17%	884	8	1.24%
YKK (USA), Inc.	750	8	1.13%	877	9	1.23%
Wal-Mart Super Stores	740	9	1.11%	-	-	-
United States Postal Service	600	10	0.90%	678	10	0.95%
Brown & Williamson Tobacco Company	-	-	-	1,251	7	1.75%
	<u>21,426</u>		<u>32.22%</u>	<u>20,263</u>		<u>28.40%</u>

¹ Source: Macon-Bibb County Industrial Authority

² Source: Macon Economic Development Commission

³ Source: Georgia Department of Labor

⁴ Source: District records

BIBB COUNTY SCHOOL DISTRICT

OPERATING STATISTICS LAST TEN FISCAL YEARS

Fiscal Year	Total Governmental Activities Expenditures ¹	Full Student Membership ²	Cost per Pupil	Percentage Change	Teaching Staff (FTEs) ³	Pupil/ Teacher Ratio
2005	\$ 214,094,960	25,148	\$ 8,513	0.00%	1,586.15	15.85
2006	202,884,736	25,253	8,034	-5.63%	1,617.14	15.62
2007	228,248,269	25,223	9,049	12.64%	1,668.03	15.12
2008	230,748,469	25,030	9,219	1.87%	1,677.49	14.92
2009	221,672,786	24,968	8,878	-3.69%	1,653.22	15.10
2010	225,899,336	25,109	8,997	1.33%	1,650.86	15.21
2011	230,106,169	24,961	9,219	2.47%	1,667.23	14.97
2012	235,204,034	24,730	9,511	3.17%	1,572.38	15.73
2013	239,511,731	24,508	9,773	2.75%	1,585.06	15.46
2014	227,576,124	24,180	9,412	-3.69%	1,519.13	15.92

¹ Per Audited Financial Statements

² Source: School District Records (includes Pre-Kindergarten through 12th Grade)

³ Source: GA Department of Education: Full-Time Equivalent teaching slots

BIBB COUNTY SCHOOL DISTRICT

DISTRICT EMPLOYEES¹ LAST TEN FISCAL YEARS (as of October 31 of each fiscal year)

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Classroom Teachers	1,663	1,699	1,729	1,789
Administrators and Supervisors	172	159	174	190
Media Specialists, Guidance Counselors, and Psychologists	112	113	124	126
Professional/Technical Support	63	62	75	61
Aides and Clerical Personnel	592	635	664	660
Transportation and Maintenance Personnel	221	233	260	255
Food Service Personnel and Custodians	418	430	433	456
Other	26	30	31	89
	<u>3,267</u>	<u>3,361</u>	<u>3,490</u>	<u>3,626</u>

¹ Source: School District Records

² Increase due to reclassification of Academic/Career/Instructional/Performance Learning Coaches from classroom teachers to Media Specialists, Guidance Counselors and Psychologists.

³ Increase due to additional substitute bus drivers and monitors on payroll.

⁴ Decreases due to district-wide staffing reductions as a result of decreases in revenue.

2009	2010	2011	2012	2013	2014
1,841	1,825	1,686	1,665	1,527	1,563
194	154	187	184	184	208
125	129	114	167 ²	154	159
70	121	61	62	56	53
696	622	637	625	578	553
272	261	283	284	251	278
509	478	449	454	445	446
69	38	78	101 ³	78	54
3,776	3,628	3,495	3,542	3,273 ⁴	3,314

BIBB COUNTY SCHOOL DISTRICT

TEACHER SALARIES LAST NINE FISCAL YEARS

Fiscal Year	Number of Full & Part Time Teachers ²						Minimum Salary (based on 4 yr cert/ 0 yrs exp) ¹	Maximum Salary (based on 7 yr cert/ 21+ yrs exp) ¹	Bibb Co Average Annual Salary ²	Statewide Average Annual Salary ²
	4 Yr Bachelors	5 Yr Masters	6 Yr Specialists	7 Yr Doctoral	Other	Total				
2005	779	701	135	11	2	1,628	\$31,359	\$67,048	\$44,284	\$46,437
2006	829	675	146	8	3	1,661	30,867	71,463	45,644	48,247
2007	835	719	161	10	0	1,725	32,018	74,107	47,388	49,836
2008	863	700	157	11	4	1,735	32,979	76,330	48,235	51,466
2009	790	713	189	15	3	1,710	33,749	78,099	50,222	52,823
2010	728	725	223	19	10	1,705	33,749	78,099	50,668	53,138
2011	582	786	335	85	9	1,797	33,749	78,099	49,740	54,274
2012	599	727	247	27	3	1,603 ³	33,749	78,099	51,569	53,002
2013	631	700	242	31	9	1,613	33,749	78,099	51,304	52,956
2014	605	653	254	33	3	1,548	33,749	78,099	51,540	52,973

¹ Source: School District records

² Source: GA Department of Education

³ Decrease in number of teachers is due to a change in the staffing allocation formulas coupled with the loss of positions formerly funded with federal ARRA funds.

BIBB COUNTY SCHOOL DISTRICT

FREE & REDUCED PRICE LUNCH ELIGIBILITY¹ LAST TEN FISCAL YEARS (as of October 31 of each fiscal year)

Fiscal Year	Number of Students Eligible for Free Meals	Number of Students Eligible for Reduced Price Meals	Total Number of Students Eligible for Free & Reduced Price Meals	Total Student Enrollment (FTE)	% of Students Eligible for Reduced Price Meals
2005	15,547	1,659	17,206	25,148	68.42%
2006	15,986	1,720	17,706	25,253	70.11%
2007	16,373	1,730	18,103	25,223	71.77%
2008	16,442	1,784	18,226	25,030	72.82%
2009	16,948	1,747	18,695	24,968	74.88%
2010	17,682	1,570	19,252	25,109	76.67%
2011	18,046	1,237	19,283	24,961	77.25%
2012	18,249	1,043	19,292	24,730	78.01%
2013	18,401	1,130	19,531	24,508	79.69%
2014	18,729	1,085	19,814	24,180	81.94%

¹ Source: GA Department of Education

BIBB COUNTY SCHOOL DISTRICT

SCHOOL DATA¹⁹ LAST NINE FISCAL YEARS

	FY2005	FY2006	FY2007	FY2008
ELEMENTARY SCHOOLS				
ALEXANDER II MAGNET				
Grade levels served	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 5 ²⁴
Square feet	80,263	80,263	80,263	80,263
Capacity	500	500	500	500
Enrollment	517	577 ¹⁴	580	549
BARDEN				
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5 ³¹	Pre K - Gr 5
Square feet	62,445	62,445	62,445	62,445
Capacity	500	500	500	500
Enrollment	462	445	382	431
BERND				
Grade levels served	Pre K - Gr 6	Pre K - Gr 5 ¹	Pre K - Gr 5	Pre K - Gr 5
Square feet	56,994	56,994	56,994	56,994
Capacity	475	475	475	475
Enrollment	530	473	515	497
BROOKDALE				
Grade levels served	K - Gr 5 ²	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	58,715	58,715	58,715	58,715
Capacity	600	600	600	600
Enrollment	473	453	481	419
BRUCE				
Grade levels served	-	Pre K - Gr 5 ⁵	Pre K - Gr 5	Pre K - Gr 5
Square feet	-	62,000	62,000	62,000
Capacity	-	475	475	475
Enrollment	-	556	617	535 ¹¹
BURDELL/HUNT MAGNET				
Grade levels served	K - Gr 6	K - Gr 5 ¹	K - Gr 5	K - Gr 5
Square feet	62,181	62,181	62,181	62,181
Capacity	525	525	525	525
Enrollment	503	421	426	499
BURGHARD				
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5 ³¹	Pre K - Gr 5
Square feet	57,745	57,745	57,745	57,745
Capacity	475	475	475	475
Enrollment	502	493	428	403
BURKE				
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5 ²⁶
Square feet	53,812	53,812	53,812	53,812
Capacity	475	475	475	475
Enrollment	531	485	433	396
CARTER				
Grade levels served	Pre K - Gr 5 ²	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	62,003	62,003	62,003	62,003
Capacity	500	500	500	500
Enrollment	608	584	545	535
DANFORTH				
Grade levels served	Pre K - Gr 2	Pre K - Gr 5 ^{1,6}	Pre K - Gr 5 ¹³	Pre K - Gr 5
Square feet	36,291	36,291	50,140	50,140
Capacity	375	375	462	462
Enrollment	232	411	382	415

FY2009	FY2010	FY2011	FY2012	FY2013	FY2014
K - Gr 5	K - Gr 5	K - Gr 5	K - Gr 5	K - Gr 5	K - Gr 5
80,263	80,263	63,559 ³⁰	63,559	63,559	63,559
554 ²⁸	554	554	554	554	554
572 ¹⁴	545	546	552	536	586 ¹⁴
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	K - Gr 5	K - Gr 5	K - Gr 5
62,445	62,445	62,445	62,445	62,445	62,445
536 ²⁸	536	536	536	536	536
414	379	387	367	372	373
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
60,102	60,102	60,102	60,102	60,102	60,102
480 ²⁸	480	480	480	480	480
525	502	473	454	467	450
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
58,713	58,713	58,713	58,713	58,713	58,713
628 ²⁸	628	628	628	628	628
482 ¹¹	412	477	480	481	459
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
58,271	58,271	58,271	58,271	58,271	58,271
443 ²⁸	443	443	443	443	443
540	478	468	459	500	510
K - Gr 5	K - Gr 5	K - Gr 5	K - Gr 5	K - Gr 5	K - Gr 5
62,181	62,181	62,181	62,181	62,181	62,181
573 ²⁸	573	573	573	573	573
488	497	487	491	501	507
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
57,745	57,745	57,745	57,745	57,745	57,745
499 ²⁸	499	499	499	499	499
378	388	370	361	325	320
Pre K - Gr 5	- ¹⁶	-	-	-	-
53,812	-	-	-	-	-
517 ²⁸	-	-	-	-	-
352	-	-	-	-	-
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
61,945	61,945	61,945	61,945	61,945	61,945
517 ²⁸	517	517	517	517	517
515	562	570	562	579	592
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
50,140	50,140	50,140	50,140	50,140	50,140
462 ²⁸	462	462	462	462	462
358	350	369	279	302	331

BIBB COUNTY SCHOOL DISTRICT

SCHOOL DATA¹⁹ LAST NINE FISCAL YEARS

	FY2005	FY2006	FY2007	FY2008	
HAMILTON					
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	-	21
Square feet	46,205	46,205	46,205	-	
Capacity	400	400	400	-	
Enrollment	350	400	395	-	
HARTLEY					
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5	26
Square feet	62,187	62,187	62,187	62,187	
Capacity	525	525	525	525	
Enrollment	383	338	307	471	21
HEARD					
Grade levels served	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	
Square feet	53,394	53,394	53,394	53,394	
Capacity	400	400	400	400	
Enrollment	484	541	524	538	
HERITAGE					
Grade levels served	Pre K - Gr 5 ⁴	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	
Square feet	72,500	72,500	72,500	72,500	
Capacity	625	625	625	625	
Enrollment	878	888	845	825	
INGRAM/PYE					
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5	26
Square feet	63,275	63,275	63,275	46,205	21
Capacity	600	600	600	400	
Enrollment	384	365	338	332	
JONES					
Grade levels served	Pre K - Gr 6	Pre K - Gr 5 ¹	Pre K - Gr 5	Pre K - Gr 5	
Square feet	69,368	69,368	69,368	69,368	
Capacity	450	450	450	450	
Enrollment	495	430	472	459	
KING					
Grade levels served	Gr 3-Gr 6 ⁶	-	-	-	
Square feet	71,106	-	-	-	
Capacity	500	-	-	-	
Enrollment	246	-	-	-	
LANE					
Grade levels served	Pre K - Gr 5 ²	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	
Square feet	48,010	48,010	48,010	48,010	
Capacity	450	450	450	450	
Enrollment	450	441	474	454	
MORGAN					
Grade levels served	Pre K - Gr 5 ⁴	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	
Square feet	54,839	54,839	54,839	54,839	
Capacity	500	500	500	500	
Enrollment	420	418	452	454	
PORTER					
Grade levels served	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	
Square feet	41,495	41,495	41,495	41,495	
Capacity	475	475	475	475	
Enrollment	495	552	544	563	
RICE					
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5 ³¹	Pre K - Gr 5	
Square feet	47,164	47,164	47,164	47,164	
Capacity	500	500	500	500	
Enrollment	520	531	448	520	11

FY2009	FY2010	FY2011	FY2012	FY2013	FY2014
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
62,187	62,187	62,187	62,187	62,187	62,187
536 ²⁸	536	536	536	536	536
363	384 ^{21,16}	374	356	411	466
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
41,485 ²⁷	41,485	41,485	41,485	41,485	41,485
591 ²⁸	591	591	591	591	591
584	632	652	652	645	586
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
72,146 ²⁷	72,146	72,146	72,146	72,146	72,146
610 ²⁸	610	610	610	610	610
715 ¹¹	702	751	762	819	816
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
46,205 ²¹	75,492 ²¹	75,492	75,492	75,492	75,492
425 ²⁸	591 ¹⁶	591	591	591	591
310	632	602	579	638	668
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
63,368 ²⁷	63,368	63,368	63,368	63,368	63,368
443 ²⁸	443	443	443	443	443
448	435	410	439	417	363
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
47,830 ²⁷	47,830	47,830	47,830	47,830	47,830
425 ²⁸	425	425	425	425	425
497	511	542	535	518	518
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
54,839	54,839	54,839	54,839	54,839	54,839
480 ²⁸	480	480	480	480	480
485 ¹¹	518	509	497	526	514
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
50,321 ²⁷	50,321	50,321	50,321	50,321	50,321
480 ²⁸	480	480	480	480	480
528	542	522	508	495	477
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
56,364 ²⁷	56,364	56,364	56,364	56,364	56,364
499 ²⁸	499	499	499	499	499
513	579	558	558	484	511

BIBB COUNTY SCHOOL DISTRICT

SCHOOL DATA¹⁹ LAST NINE FISCAL YEARS

	FY2005	FY2006	FY2007	FY2008
RILEY				
Grade levels served	Pre K - Gr 5 ⁴	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	55,971	55,971	55,971	55,971
Capacity	425	425	425	425
Enrollment	392	422	415	403
SKYVIEW				
Grade levels served	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	72,342	72,342	72,342	72,342
Capacity	625	625	625	625
Enrollment	722	811	781	769
SPRINGDALE				
Grade levels served	Pre K - Gr 5 ²	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	64,564	64,564	73,190 ¹³	73,190
Capacity	500	500	628	628
Enrollment	707	670	598	600
TAYLOR				
Grade levels served	Pre K - Gr 5 ²	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	72,372	72,372	72,372	72,372
Capacity	600	600	600	600
Enrollment	549	527	466	503
UNION				
Grade levels served	Pre K - Gr 5 ⁴	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
Square feet	71,646	71,646	71,646	71,646
Capacity	625	625	625	625
Enrollment	406	425	447	515 ¹¹
VINEVILLE MAGNET				
Grade levels served	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 5 ²⁴
Square feet	68,639	68,639	68,639	68,639
Capacity	500	500	500	500
Enrollment	452	466	468	471
WEIR				
Grade levels served	Pre K - Gr 5 ⁵	-	-	-
Square feet	61,875	-	-	-
Capacity	500	-	-	-
Enrollment	589	-	-	-

FY2009	FY2010	FY2011	FY2012	FY2013	FY2014
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
55,971	55,971	55,971	55,971	55,971	55,971
480 ²⁸	480	480	480	480	480
409	444	401	432	409	420
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
76,463	76,463	76,463	76,463	76,463	76,463
591 ²⁷	591	591	591	591	591
703 ²⁸	658 ¹¹	566	579	545	542
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
72,276	72,276	72,276	72,276	72,276	72,276
628 ²⁷	628	628	628	628	628
622 ²⁸	622	662	659	693	684
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
71,309	71,309	71,309	71,309	71,309	71,309
554 ²⁷	554	554	554	554	554
540 ²⁸	518	567	594	564	567
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
71,683	71,683	71,683	71,683	71,683	71,683
591 ²⁷	591	591	591	591	591
686 ²⁸	667 ¹¹	623	610	612	587
K - Gr 5	K - Gr 5	K - Gr 5	K - Gr 5	K - Gr 5	K - Gr 5
69,629	69,629	69,629	69,629	69,629	69,629
499 ²⁷	499	499	499	499	499
476 ²⁸	504	516	535	534	555 ¹⁴
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-

BIBB COUNTY SCHOOL DISTRICT

SCHOOL DATA¹⁹ LAST NINE FISCAL YEARS

	FY2005	FY2006	FY2007	FY2008
WILLIAMS				
Grade levels served	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 6	Pre K - Gr 5 ²⁴
Square feet	73,955	73,955	73,955	73,955
Capacity	475	475	475	475
Enrollment	451	411	402	341
MIDDLE SCHOOLS				
APPLING				
Grade levels served	Gr 7 - Gr 8	Gr 6 - Gr 8 ¹	Gr 6 - Gr 8	Gr 6 - Gr 8
Square feet	74,069	74,069	74,069	74,069
Capacity	760	760	760	760
Enrollment	575	791	759	736
BALLARD				
Grade levels served	-	-	-	Gr 6 - Gr 8 ^{22, 26}
Square feet	-	-	-	110,084
Capacity	-	-	-	804
Enrollment	-	-	-	392
BLOOMFIELD				
Grade levels served	-	-	Gr 6 - Gr 7 ^{12,31}	Gr 6 - Gr 8 ¹²
Square feet	-	-	101,989	101,989
Capacity	-	-	941	941
Enrollment	-	-	475	713
HOWARD				
Grade levels served	Gr 6 - Gr 8 ²	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8
Square feet	113,620	113,620	113,620	113,620
Capacity	910	910	910	910
Enrollment	738	1,025	1,113	1,062
MCEVOY				
Grade levels served	Gr 7 - Gr 8	Gr 7 - Gr 8	Gr 7 - Gr 8	- ²²
Square feet	122,566	122,566	122,566	-
Capacity	760	760	760	-
Enrollment	624	626	448	-
MILLER				
Grade levels served	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8 ²⁴
Square feet	105,170	105,170	115,099 ¹³	115,099
Capacity	675	675	675	675
Enrollment	809	735	602	747
RUTLAND				
Grade levels served	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8
Square feet	112,153	112,153	112,153	112,153
Capacity	910	910	910	910
Enrollment	1,132	1,136	1,077	1,013
WEAVER				
Grade levels served	Gr 6 - Gr 8 ⁴	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8
Square feet	97,010	97,010	120,120 ¹³	120,120
Capacity	760	760	1,039	1,039
Enrollment	1,142	972	939	944

FY2009	FY2010	FY2011	FY2012	FY2013	FY2014
Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5	Pre K - Gr 5
63,956 ²⁷	63,956	63,956	63,956	63,956	63,956
462 ²⁸	462	462	462	462	462
336	352	350	309	308	311
Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8
109,674 ²⁷	109,674	109,674	109,674	109,674	109,674
784 ²⁸	784	784	784	784	784
686	682	630	629	604	649
Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8
108,398 ²⁷	108,398	108,398	108,398	108,398	108,398
804 ²⁸	804	804	804	804	804
604 ¹¹	587	525	484	455	401
Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8
114,883 ²⁷	114,883	114,883	114,883	114,883	114,883
941 ²⁸	941	941	941	941	941
610 ¹¹	541	512	511	526	473
Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8
126,479 ²⁷	126,479	126,479	126,479	126,479	126,479
902 ²⁸	902	902	902	902	902
939 ¹¹	918	1,032	1,013	1,023	1,024
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8
116,050 ²⁷	116,050	116,050	116,050	116,050	116,050
804 ²⁸	804	804	804	804	804
778	845	774	785	809	881
Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8
126,479 ²⁷	126,479	126,479	126,479	126,479	126,479
902 ²⁸	902	902	902	902	902
998	1,030	1,023	977	969	942
Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8	Gr 6 - Gr 8
120,277 ²⁷	120,277	120,277	120,277	120,277	120,277
1,039 ²⁸	1,039	1,039	1,039	1,039	1,039
884	818	898	964	924	875

BIBB COUNTY SCHOOL DISTRICT

SCHOOL DATA¹⁹ LAST NINE FISCAL YEARS

	FY2005	FY2006	FY2007	FY2008
HIGH SCHOOLS				
CENTRAL				
Grade levels served	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
Square feet	107,025	107,025	107,025	107,025
Capacity	1,025	1,025	1,025	1,025
Enrollment	1,297	1,202	1,210	1,157
HOWARD				
Grade levels served	-	-	-	-
Square feet	-	-	-	-
Capacity	-	-	-	-
Enrollment	-	-	-	-
HUTCHINGS				
Grade levels served	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
Square feet	160,131	160,131	160,131	160,131
Capacity	768	768	768	768
Enrollment	348	440	429	391
NORTHEAST				
Grade levels served	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
Square feet	200,320	200,320	200,320	200,320
Capacity	1,575	1,575	1,575	1,575
Enrollment	922	909	893	878
RUTLAND HS				
Grade levels served	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
Square feet	222,388	222,388	222,388	222,388
Capacity	950	950	950	950
Enrollment	917	1,059	1,150	1,189
SOUTHWEST				
Grade levels served	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
Square feet	208,549	208,549	208,549	155,184
Capacity	1,525	1,525	1,525	1,525
Enrollment	1,026	949	944	942
WESTSIDE				
Grade levels served	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
Square feet	169,250	169,250	169,250	169,250
Capacity	1,200	1,200	1,200	1,200
Enrollment	1,668	1,782	1,824	1,837
SPECIALTY SCHOOLS				
BARDEN ACADEMY OF EXCELLENCE				
Grade levels served	-	-	-	-
Square feet	-	-	-	-
Capacity	-	-	-	-
Enrollment	-	-	-	-
BLOOMFIELD ACADEMY OF EXCELLENCE				
Grade levels served	-	-	-	-
Square feet	-	-	-	-
Capacity	-	-	-	-
Enrollment	-	-	-	-
BUTLER				
Grade levels served	Pre K	Pre K	Pre K	Pre K
Square feet	22,023	22,023	22,023	22,023
Capacity	171	171	171	171
Enrollment	91	93	88	18

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FY2009	FY2010	FY2011	FY2012	FY2013	FY2014
Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
107,025	202,844 ¹⁹	202,844	202,844	202,844	202,844
861 ²⁸	1,008	1,008	1,008	1,008	1,008
1,119 ²⁹	1,094	1,073	1,035	1,049	1,063
Gr 9 - Gr 11	Gr 9 - Gr 11	Gr 9 - Gr 11	Gr 9 - Gr 11	Gr 9 - Gr 11	Gr 9 - Gr 11
164,155 ²⁹	177,130 ³	177,130	177,130	177,130	177,130
1,008	1,008	1,008	1,008	1,008	1,008
753	1,103 ²⁹	1,134	1,158	1,228	1,137
Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
132,693 ²⁷	132,693	100,074 ¹⁵	100,074	100,074	100,074
798 ²⁸	798	798	798	798	798
380	346	296	318	319	295
Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
231,914 ²⁷	231,914	231,914	231,914	231,914	231,914
1,008 ²⁸	1,008	1,008	1,008	1,008	1,008
883	835	813	736	660	660
Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
159,322 ²⁷	159,322	159,322	159,322	159,322	159,322
861 ²⁸	861	861	861	861	861
1,125	1,176	1,132	1,126	1,094	1,042
Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
155,184	192,511 ⁷	192,511	192,511	192,511	192,511
1,407 ²⁸	1,008	1,008	1,008	1,008	1,008
855	933	994	969	995	930
Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12	Gr 9 - Gr 12
183,187 ²⁷	183,187	183,187	183,187	183,187	183,187
1,071 ²⁸	1,071	1,071	1,071	1,071	1,071
1,293 ²⁹	1,123	1,140	1,198	1,141	1,046
-	-	-	-	K - Gr 5	K - Gr 5
-	-	-	-	4,086	4,086
-	-	-	-	120	120
-	-	-	-	-	-
-	-	-	-	Gr 6 - Gr 8	Gr 6 - Gr 8
-	-	-	-	3,150	3,150
-	-	-	-	96	96
-	-	-	-	-	-
Pre K	- ⁸	-	-	-	-
22,023	-	-	-	-	-
171 ²⁸	-	-	-	-	-
108	-	-	-	-	-

BIBB COUNTY SCHOOL DISTRICT

SCHOOL DATA¹⁹ LAST NINE FISCAL YEARS

	FY2005	FY2006	FY2007	FY2008
ELAM ALEXANDER				
Grade levels served	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 6
Square feet	28,579	28,579	28,579	28,579
Capacity	190	190	190	190
Enrollment	- ¹⁸	- ¹⁸	- ¹⁸	- ¹⁸
HUTCHINGS ACADEMY OF EXCELLENCE				
Grade levels served	-	-	-	-
Square feet	-	-	-	-
Capacity	-	-	-	-
Enrollment	-	-	-	-
NEEL ALTERNATIVE				
Grade levels served	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12
Square feet	39,244	39,244	39,244	39,244
Capacity	285	285	285	285
Enrollment	- ¹⁸	- ¹⁸	- ¹⁸	- ¹⁸
NORTHWOODS ACADEMY				
Grade levels served	-	-	-	-
Square feet	-	-	-	-
Capacity	-	-	-	-
Enrollment	-	-	-	-
RENAISSANCE/TEEN PARENT CENTER				
Grade levels served	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12	Gr 6 - Gr 12
Square feet	22,470	22,470	22,470	22,470
Capacity	114	114	114	114
Enrollment	128 ¹⁷	- ¹⁷	- ¹⁷	- ¹⁷
Sub Total	25,148	25,253	25,116	24,916
Students housed in				
Residential Treatment Facilities	-	-	107 ²⁰	114
Grand Total	25,148	25,253	25,223	25,030

¹ Sixth grade classes at Bernd, Burdell/Hunt, Jones, and Danforth/King Elementary Schools moved to Appling Middle School effective with the 2005-2006 school year.

² Sixth grade classes at Brookdale, Carter, Lane, and Springdale Elementary Schools moved to Howard Middle School effective with the 2004-2005 school year.

³ New addition of a field house.

⁴ Sixth grade classes at Heritage, Morgan, Riley, and Union Elementary Schools moved to Weaver Middle School effective with the 2004-2005 school year.

⁵ Bruce Elementary and Weir Elementary Schools began the process of merging during the 2003-2004 school year. During that school year, students in grades K-2 were housed at Weir and the students in grades 3-5 were housed in Bruce. During the 2004-2005 school year, all students were housed at the Weir facility while the Bruce facility was being completely rebuilt. For the 2005-2006 school year, Weir closed and the students moved into a newly constructed facility located on the Bruce Elementary School site.

⁶ Danforth Primary and King Elementary Schools merged effective with the 2005-2006 school year. King closed and the students moved into the Danforth Primary facility.

⁷ Newly constructed Southwest High School opened for students for the 2009-2010 school year. The new facility was built on the same site and the old facility was demolished.

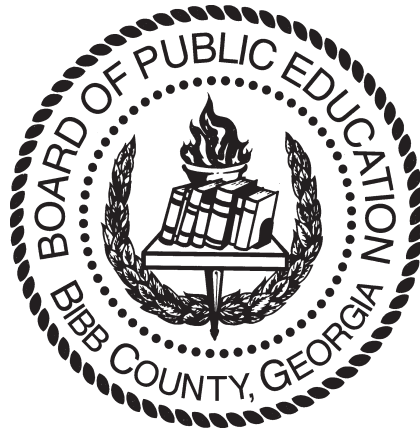
⁸ The Butler Early Childhood Center was closed at the end of the 2008-2009 school year. The early childhood program was moved to the newly constructed Northwoods Academy at the beginning of the 2009-2010 school year. In the 2012-2013 school year, Northwoods Academy was reclassified by the GA Department of Education as a program rather than a school and the Pre-K students were counted at their home schools.

FY2009	FY2010	FY2011	FY2012	FY2013	FY2014
K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 6	K - Gr 6
27,909 ²⁷	27,909	27,909	27,909	27,909	27,909
190 ²⁸	190	190	190	190	190
- ¹⁸	- ¹⁸	- ¹⁸	- ¹⁸	- ¹⁸	- ¹⁸
-	-	-	-	Gr 9 - Gr 12	Gr 9 - Gr 12
-	-	-	-	4,226	4,226
-	-	-	-	144	144
-	-	-	-	- ^{9,18}	-
Gr 6 - Gr 12	Gr 6 - Gr 8 ⁹	-	-	-	-
35,481 ²⁷	35,481	-	-	-	-
285 ²⁸	285	-	-	-	-
- ¹⁸	- ¹⁸	-	-	-	-
-	PreK ⁸	PreK	PreK	PreK	PreK
-	39,398	39,398	39,398	39,398	39,398
-	210	210	210	210 ⁸	210
-	159	182	197	-	-
Gr 6 - Gr 12 ¹⁰	-	-	-	-	-
22,564 ²⁷	-	-	-	-	-
114 ²⁸	-	-	-	-	-
- ¹⁸	-	-	-	-	-
24,854	25,003	24,910	24,709	24,477	24,131
114	106	51	21	31	49
24,968	25,109	24,961	24,730	24,508	24,180

BIBB COUNTY SCHOOL DISTRICT

SCHOOL DATA¹⁹ LAST NINE FISCAL YEARS

- ⁹ At the beginning of the 2009-2010 school year, students in grades 9-12 who were assigned to an alternative setting through the evidentiary hearing process were enrolled in the newly contracted Ombudsman program rather than being assigned to Neel Academy. Students in middle schools who were assigned to an alternative setting were still assigned to Neel Academy. At the beginning of the 2010-2011 school year, the Ombudsman program began serving middle and high school students and Neel Academy was closed. The Ombudsman program was discontinued at the end of the 2011-2012 year and the Bibb Academy of Excellence was established at the beginning of the 2012-2013 school year with three locations at Barden Elementary School, Bloomfield Middle School, and Hutchings Career Center.
- ¹⁰ The Renaissance Academy/Teen Parent Center closed at the end of the 2008-2009 school year.
- ¹¹ Enrollment fluctuations caused by redistricting .
- ¹² New facility. Served grades 6-7 in the 2006-2007 school year. Began serving grades 6-8 during the 2007-2008 school year.
- ¹³ New addition to facility.
- ¹⁴ Additional classes added at magnet school.
- ¹⁵ The square footage for the adjoining Central Kitchen was inadvertently included in the square footage for the Hutchings Career Center. The square footage has been adjusted to reflect only that of the Hutchings Career Center.
- ¹⁶ Burke School was closed at the end of the 2008-2009 school year and the students were rezoned to Hartley and Ingram/Pye during the 2009-2010 school year.
- ¹⁷ For the 2003-2004 and the 2004-2005 school years only, separate FTE counts were reported for the Renaissance Academy and the Teen Parent Center. During the 2005-2006 school year, the district reverted back to its prior practice of reporting these students at their home schools.
- ¹⁸ Students are counted at their home schools.
- ¹⁹ Newly constructed Central High School opened for students for the 2009-2010 school year. The new facility was built on the same site and the old facility was
- ²⁰ Beginning with the first year of implementation of SB 618 during the 2006-2007 school year, local districts began receiving flow-through funding for students housed in residential treatment facilities located within the district.
- ²¹ Hamilton School was closed and the students were rezoned to Hartley and Ingram/Pye. The Ingram/Pye students were housed at the former Hamilton School facility during the two years of reconstruction of the Ingram/Pye facility.
- ²² McEvoy Middle School closed at the end of the 2006-2007 school year. The students were relocated to the newly constructed Ballard-Hudson facility.
- ²³ Pre-K students at the Butler Center were counted in their home schools in error; this was corrected in subsequent FTE reports.
- ²⁴ Sixth grade classes at Alexander II, Vineville Academy and Williams Elementary Schools were moved to Miller Middle School effective with the 2007-2008 school year.
- ²⁵ Southwest High School Vocational Building was demolished.
- ²⁶ Sixth grade classes at Bruce, Heard, Porter and Skyview Elementary Schools moved to Weaver Middle School effective with the 2004-2005 school year.
- ²⁷ New software was used in the computation of the square footage of each of the District's facilities as a part of the development process for the new Local Facilities Plan (LFP). The new software eliminated square footage for areas such as overhangs and provided a much more comprehensive and accurate accounting for the square footage at each facility and resulted in fluctuations in square footage from FY2008 to FY2009 in some facilities.
- ²⁸ Capacity for each facility is determined each year using a formula approved by the Board which factors in the number of permanent classrooms available at a school, the maximum class size requirements of the GA DOE and a utilization factor which takes into account the different class sizes for extra curricular activities and times when the classrooms are not being utilized.
- ²⁹ Newly constructed Howard High School opened for students in grades 9-11 for the 2008-2009 school year. Began serving students in grades 9-12 in the 2009-2010 school year. Students were redistricted from Central High School and Westside High School.
- ³⁰ The District purchased a web-based software facility maintenance program in July 2011. As the floor plans were being transferred to the data base, it was discovered that a building which existed before the renovations in FY2002 had been demolished , but the square footage was still being reported.
- ³¹ Sixth grade classes at Barden, Burghard and Rice moved to the newly constructed Bloomfield Middle School effective with the 2006-2007 school year.



IV. SINGLE AUDIT SECTION

**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 Members of the Board of Education
of the Bibb County School District
Macon, Georgia**

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Bibb County School District as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Bibb County School District's basic financial statements and have issued our report thereon dated December 17, 2014.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

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

Macon, Georgia
December 17, 2014

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

**To the Members of the Board of Education
of the Bibb County School District
Macon, Georgia**

Report on Compliance for Each Major Federal Program

We have audited the Bibb County School District'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 Bibb County School District's major federal programs for the year ended June 30, 2014. The Bibb County School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with 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 Bibb County School District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and 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 Bibb County School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the Bibb County School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

Report on Internal Control Over Compliance

Management of the Bibb County School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Bibb County School District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with 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 Bibb County School District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or 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.

Mauldin & Jenkins, LLC

Macon, Georgia
December 17, 2014

BIBB COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Contract or Project Number	Total Expenditures
U. S. DEPARTMENT OF AGRICULTURE:			
Passed through Georgia Department of Education:			
Child Nutrition Cluster			
USDA - Food Distribution	10.555	N/A	\$ 988,773
School Breakfast Program	10.553	N/A	3,464,534
National School Lunch Program	10.555	N/A	9,090,976
School Snack Program	10.555	N/A	97,875
Total Child Nutrition Cluster			<u>13,642,158</u>
Fresh Fruit and Vegetable Program	10.582	N/A	195,429
Total U. S. Department of Agriculture			<u>13,837,587</u>
U. S. DEPARTMENT OF DEFENSE			
Direct Program:			
Junior R.O.T.C.	Unknown	06/07	365,309
Total U. S. Department of Defense			<u>365,309</u>
U. S. DEPARTMENT OF EDUCATION:			
Direct Programs:			
GEAR UP	84.334	20-GA-2001-0011	2,480,707
Elementary School & Secondary Counselor's Grant	84.215E	S215E120248	385,686
Elementary School & Secondary Counselor's Grant	84.215E	S215E120253	332,138
			<u>717,824</u>
Subtotal direct programs, Department of Education			<u>3,198,531</u>
Passed through Georgia Department of Education:			
Title I, Part A Cluster			
Title I Programs - Improving Academic Achievement	84.010	551-100-30	12,697,109
Title I Programs - Academic Awards	84.010	551-200-577	7,498
Title I Programs - School Improvement Grant	84.010	551-200-576	729,965
Total, Title I, Part A Cluster			<u>13,434,572</u>

(Continued)

BIBB COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Contract or Project Number	Total Expenditures
U. S. DEPARTMENT OF EDUCATION (CONTINUED):			
Passed through Georgia Department of Education (Continued):			
School Improvement Grants Cluster			
ARRA - Title I Programs - School Improvement Grant	84.388	609	\$ 3,492
Title I Programs - School Improvement Grant	84.377	607	1,198,007
Title I Programs - School Improvement Grant - Supplemental	84.377	N/A	1,200,478
ARRA- Title I Programs - School Improvement Grant - Supplemental	84.388	N/A	2,477,413
Total, School Improvement Grants Cluster			<u>4,879,390</u>
Special Education Cluster			
Title VI-B Flowthrough	84.027	39	3,646,764
Title VI-B PL 94-142 SED Centers	84.027	184	349,827
Title VI-B Preschool Incentive	84.173	37	132,344
Total, Special Education Cluster			<u>4,128,935</u>
Title II - Part A, Improving Teacher Quality	84.367	569/143	<u>1,641,151</u>
Title II - Part B, Math & Science Partnership	84.366	579-100-99	<u>94,556</u>
Title III - Part A	84.365	565	<u>55,959</u>
Title IV-B, 21st Century Community Learning Centers	84.287	578	<u>442,971</u>
Vocational Education - Basic Grants to States	84.048	429/430	<u>274,658</u>
Race to the Top	84.395	650	<u>5,463,918</u>
Education of Homeless Children and Youth Cluster			
Education of Homeless Children and Youth	84.196	573-100-55	<u>75,221</u>
Total, Education of Homeless Children and Youth Cluster			<u>75,221</u>
Charter Schools - Federal Planning Grant	84.282	N/A	<u>49,917</u>
Total Passed through Georgia Department of Education			<u>30,541,248</u>
Total U. S. Department of Education			<u>33,739,779</u>

(Continued)

BIBB COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Contract or Project Number</u>	<u>Total Expenditures</u>
U. S. DEPARTMENT OF TRANSPORTATION			
Passed through the Georgia Department of Natural Resources			
Highway Planning & Construction Program	20.205	773-120127	\$ 103,983
Total U. S. Department of Transportation			<u>103,983</u>
Total Expenditures of Federal Awards			<u>\$ 48,046,658</u>

BIBB COUNTY SCHOOL DISTRICT

NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

NOTE 1. BASIS OF PRESENTATION

The Schedule of Expenditures of Federal Awards includes the federal grant activity of the Bibb County School District and is presented on the 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.

BIBB COUNTY SCHOOL DISTRICT

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014**

A. SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued

Unmodified

Internal control over financial reporting:

Material weaknesses identified?

___ yes X no

Significant deficiencies identified not considered
to be material weaknesses?

___ yes X none reported

Noncompliance material to financial statements noted?

___ yes X no

Federal Awards

Internal Control over major programs:

Material weaknesses identified?

___ yes X no

Significant deficiencies identified not considered
to be material weaknesses?

___ yes X none reported

Type of auditor's report issued on compliance for
major programs

Unmodified

Any audit findings disclosed that are required to
be reported in accordance with OMB Circular
A-133, Section 510(a)?

___ yes X no

(Continued)

BIBB COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

A. SUMMARY OF AUDIT RESULTS (CONTINUED)

Identification of major programs:

	U.S. Department of Education
	<u>Special Education Cluster</u>
84.027	Title VI-B – Flowthrough
84.027	Title VI-B – PL 94-142 SED Centers
84.173	Title VI-B – Preschool Initiative
	 <u>School Nutrition Cluster</u>
10.555	National School Lunch Program
10.553	School Breakfast Program
10.555	USDA – Food Distribution
10.555	School Snack Program
84.367	Title II, Part A, Improving Teacher Quality
84.395	ARRA - Race to the Top
84.334	Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR UP)

Dollar threshold used to distinguish between Type A and Type B programs:

\$1,441,400

Auditee qualified as low-risk auditee?

_____ yes X no

BIBB COUNTY SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS FOR THE FISCAL YEAR ENDED JUNE 30, 2014

B. FINDINGS: FINANCIAL STATEMENTS AUDIT

None reported

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

None reported

BIBB COUNTY SCHOOL DISTRICT
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

A. FINDINGS: FINANCIAL STATEMENTS AUDIT

2013-01. Contracts Executed in Violation of Established Procurement Policies and Procedures

Criteria: Customary and ordinary procurement policies, procedures and practices in any governmental environment require governing board approval prior to the execution of “large” contracts which may obligate a governmental unit. In particular to the School District, the Board of Education implemented “board approval” and “bids and quotations” policies which were in effect prior to April 2013. These policies required Board of Education approval and bidding of any purchase orders or contracts for potential authorization for individual amounts in excess of \$500,000.

Condition: During our audit, and for the time period July 20, 2012 through December 18, 2012, we noted the former School District Superintendent authorized, directed and coerced staff to execute a series of significant transactions in violation of “board approval” and “bids and quotations” policies. Meaning, certain contracts in excess of \$500,000 did not obtain board approval prior to their execution, nor were several of these contracts properly procured via required bids and quotations.

To further explain the nature of the non-compliance with the above referred to policies, please note the following nine (9) incidences representing \$51,599,761 of School District contractual and procurement non-compliance matters:

- 1) July 20, 2012 – A memorandum of understanding was executed by the former Superintendent committing allocations of resources of four (4) targeted schools and obligating the School District in the amount of \$19,364,499 in match resources relative to the Macon Promise Neighborhood (MPN) grant initiative over a ten (10) year period.

On June 27, 2012, the School District’s Board of Education approved a resolution relative to the School District’s participation in the MPN grant initiative. This resolution noted the Board of Education supported the MPN initiative, both philosophically and financially up to \$1,000,000 annually for the ten (10) year period resulting in a maximum obligation of \$10,000,000.

Therefore, the execution of the respective memorandum of understanding in the amount of \$19,364,499 by the former Superintendent committed the School District to \$9,364,499 in excess of the \$10,000,000 authorized by the original resolution. However, the Board of Education did ratify the memorandum of understanding on October 18, 2012.

BIBB COUNTY SCHOOL DISTRICT
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

A. FINDINGS: FINANCIAL STATEMENTS AUDIT (CONTINUED)

2013-01. Contracts Executed in Violation of Established Procurement Policies and Procedures (Continued)

- 2) July 27, 2012 – A lease agreement was executed by the former President of the Board of Education committing the School District in the amount of \$5,750,000 over a ten (10) year period relative to the MPN initiative. The June 27, 2012 resolution (referred to previously) authorized and directed the former President and former Vice-President of the School District's Board of Education together concurrently with the former Superintendent to execute such letters, commitments, applications, leases, contracts or agreements on behalf of the School District. However, the School District was not in compliance with the "bids or quotations" policy prior to the execution of the official documents obligating the School District. It should be noted that the Board of Education did ratify the lease agreement on October 18, 2012.
- 3) October 11, 2012 – A purchase order was issued for \$6,555,876 to Diversified Computer Solutions for cabling. A bid was issued; however, no board approval was obtained resulting in the School District not being in compliance with the "board approval" policy. However, the Board of Education did ratify the contract on May 16, 2013.
- 4) October 11, 2012 – Purchase orders were issued totaling \$4,232,992 to Layer 3 Communications for wireless local area network (lan) and other network electronics. A bid was issued, but no board approval was obtained resulting in the School District not being in compliance with the "board approval" policy. However, the Board of Education did ratify the contract on May 16, 2013.
- 5) October 11, 2012 – A purchase order was issued for \$6,988,894 to United Data Technologies (UDT) for information technology equipment. The purchase order was subsequently modified and reduced to \$950,703. A bid was issued; however, no board approval was obtained resulting in the School District not being in compliance with the "board approval" policy.
- 6) October 11, 2012 – A purchase order was issued for \$500,000 to Progressive Consulting Technologies, Inc. (PCTI) for program management for the School District's entire technology project. On December 18, 2012, this purchase order was amended with an additional \$500,000 resulting in a revised purchase order of \$1,000,000. Only the original purchase order amount of \$500,000 was approved by the Board of Education. resulting in the School District not being in compliance with the "board approval" policy relative to the succeeding purchase order.

BIBB COUNTY SCHOOL DISTRICT
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

A. FINDINGS: FINANCIAL STATEMENTS AUDIT (CONTINUED)

2013-01. Contracts Executed in Violation of Established Procurement Policies and Procedures (Continued)

- 7) December 12, 2012 – A purchase order was issued for \$692,300 to ADCAP Network Systems for respective information systems hardware and software. We noted this purchase order was ultimately voided and no payments were made; however, the School District was not in compliance with the “bids or quotations” policy and no board approval was obtained prior to the issuance of the original purchase order.
- 8) December 18, 2012 – A purchase order was issued for \$3,768,000 to Comptech Computer Technologies for N-Computing devices and installation. However, the School District was not in compliance with the “bids or quotations” policy and no board approval was obtained.
- 9) December 18, 2012 – A purchase order was issued for \$3,247,200 to Pinnacle for a district / school management systems enterprise software suite. However, the School District was not in compliance with the “bids or quotations” policy and no board approval was obtained.

Effect: Nine (9) contracts and, or purchase orders representing \$51,599,761 were executed and entered into during the period July 20, 2012 through December 18, 2012 which were non-compliant with the Board of Education and School District’s “board approval” and/or “bids and quotations” procurement policies prior to their execution.

Auditee Response/Status: Resolved

BIBB COUNTY SCHOOL DISTRICT
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

A. FINDINGS: FINANCIAL STATEMENTS AUDIT (CONTINUED)

2013-02. Accounting for Grant Revenue

Criteria: Generally accepted accounting principles require revenue to be recognized in the accounting period in which it becomes both measurable and available to finance expenditures of the current period. Available is considered to be within 60 days of year end.

Condition: The School District did not properly address the above criteria as of June 30, 2013 as it relates to revenue in the General Fund.

Effect: An audit adjustment to the General Fund in the amount of \$1,304,646 was required to record deferred revenue as of June 30, 2013.

Auditee Response/Status: Resolved

2013-03. Fund Balance and Fund Net Position

Criteria: Generally accepted accounting principles require beginning fund balance and fund net position to reconcile and agree to the prior year audited amounts.

Condition: Opening fund balance of the General Fund and the School Discretionary Fund and fund net position of the Warehouse Fund for the fiscal year ended June 30, 2013 did not agree to the audited financial statements for the fiscal year ended June 30, 2012.

Effect: Adjustments in the amounts of \$35,857 and \$180,960 were required in the General Fund and School Discretionary Fund, respectively, to properly state beginning fund balance. Additionally, an adjustment in the amount of \$34,089 was required in the Warehouse Fund to properly state beginning fund net position.

Auditee Response/Status: Resolved

BIBB COUNTY SCHOOL DISTRICT
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

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

2013-04. Indirect Cost Allocation – Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR UP), CFDA 84.334

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

Condition: The School District did not properly address the above criteria as of June 30, 2013 as it relates to the GEAR UP program.

Effect: The School District was not in compliance with the allowable cost requirements. Audit adjustments were required to adjust the amount of indirect costs charged to the grant.

Auditee Response/Status: Resolved

2013-05. Indirect Cost Allocation – Child Nutrition Cluster, CFDA 10.553 and 10.555

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

Condition: The School District did not properly address the above criteria as of June 30, 2013 as it relates to the Child Nutrition Cluster Program.

Effect: The School District was not in compliance with the allowable cost requirements. Audit adjustments were required to adjust the amount of indirect costs charged to the grant.

Auditee Response/Status: Resolved

BIBB COUNTY SCHOOL DISTRICT
SCHEDULE OF PRIOR YEAR FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2014

**B. FINDINGS AND QUESTIONED COSTS: MAJOR FEDERAL AWARD PROGRAMS AUDIT
(CONTINUED)**

2013-06. Federal Funding Accountability and Transparency Act – Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR UP), CFDA 84.334

Criteria: The A-133 Compliance Supplement states the Federal Funding Accountability and Transparency Act (FFATA) requirements pertain to recipients of grants or cooperative agreements who make first-tier subawards and contractors that award first-tier subcontracts. Starting March 1, 2011, any newly awarded subcontract of \$25,000 or more must be reported if the value of the Federal prime contract award under which that subcontract was awarded was \$25,000 or more. Grant and cooperative agreement recipients are required to report such awards through the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS).

Condition: As described in the criteria above, the School District did not report GEAR UP subawards greater than \$25,000 in the FSRS during the fiscal year ended June 30, 2013.

Effect: The School District is not in compliance with the Federal Funding Accountability and Transparency Act Requirements outlined in the A-133 Compliance Supplement.

Auditee Response/Status: Resolved