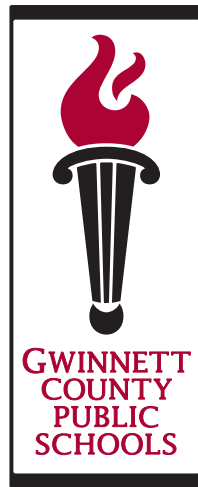


GWINNETT COUNTY BOARD OF EDUCATION



Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2015

437 Old Peachtree Road NW • Suwanee, Georgia 30024-2978



Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2015

Prepared by:
Gwinnett County Board of Education
Division of Business and Finance
Rick A. Cost, Chief Financial Officer

437 Old Peachtree Road NW • Suwanee, Georgia 30024-2978

Gwinnett County Board of Education Comprehensive Annual Financial Report Table of Contents

<u>INTRODUCTORY SECTION</u> (unaudited)	<u>PAGE</u>
Table of Contents	i
Letter of Transmittal	iii
ASBO Certificate of Excellence	vii
Gwinnett County Board of Education Function and Composition	viii
Gwinnett County Board of Education Elected Officials and CEO/Superintendent of Schools	ix
Gwinnett County Board of Education Executive Staff	x
Gwinnett County Board of Education Organizational Chart	xi
 <u>FINANCIAL SECTION</u>	
Independent Auditor's Report	1
Management's Discussion and Analysis (unaudited)	4
Basic Financial Statements:	
Government-wide Financial Statements	
Statement of Net Position	19
Statement of Activities	20
Fund Financial Statements:	
Balance Sheet - Governmental Funds	21
Reconciliation of Governmental Funds Balance Sheet with the Statement of Net Position	22
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	23
Reconciliation of Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances with the Government-wide Statement of Activities	24
Statement of Net Position-Proprietary Funds	25
Statement of Revenues, Expenses, and Changes in Fund Net Position-Proprietary Funds	26
Statement of Cash Flows-Proprietary Funds	27
Statement of Fiduciary Net Position - Fiduciary Funds	28
Statement of Changes in Fiduciary Net Position - Fiduciary Funds	29
Notes to Basic Financial Statements	30
Required Supplementary Information (unaudited):	
Schedule of Proportionate Share of the Net Pension Liability - TRS	61
Schedule of Board Contributions - TRS	62
Notes to Required Supplementary Information - TRS	63
Schedule of Proportionate Share of the Net Pension Liability - PSERS	64
Notes to Required Supplementary Information - PSERS	65
Schedule of Changes in the Board's Net Pension Asset & Related Ratios - GRS	66
Schedule of Board Contributions - GRS	67
Notes to Required Supplementary Information - GRS	68
Schedule of Revenues, Expenditures, and Changes in fund Balances - Budget and Actual (Non-GAAP Budgetary Basis) - General Fund	69
Supplemental Information:	
Combining Fund Financial Statements:	
Combining Balance Sheet - Nonmajor Governmental Funds	70

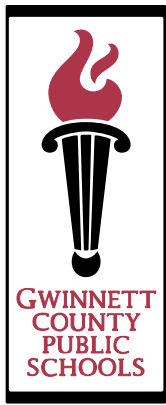
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	76
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis) - Annually Budgeted Governmental Funds	82
Combining Statement of Net Position-Internal Service Funds	107
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position-Internal Service Funds	109
Combining Statement of Cash Flows-Internal Service Funds	111
Combining Statement of Fiduciary Net Position- Pension and Other Employee Benefit-Fiduciary Funds	113
Combining Statement of Changes in Fiduciary Net Position- Pension and Other Employee Benefit-Fiduciary funds	114
Local School Activity Fund Statement of Changes in Assets and Liabilities	115

STATISTICAL SECTION (unaudited)

Statistical Exhibits:	
Net Position by Component Last Ten Fiscal Years	116
Changes in Net Position Last Ten Fiscal Years	118
Fund Balances, Governmental Funds	
Last Ten Fiscal Years	120
Changes in Fund Balances, Governmental Funds	
Last Ten Fiscal Years (modified accrual basis of accounting)	122
Net Assessed Value and Estimated Actual Value of Taxable Property	
Last Ten Digest Years	124
Direct and Overlapping Property Tax Rates	
Last Ten Fiscal Years	126
Principal Property Tax Payers	
Current Year and Nine Years Ago	127
Property Tax Levies and Collections	
Last Ten Digest Years	128
Ratios of Outstanding Debt by Type	
Last Ten Fiscal Years	129
Direct and Overlapping Governmental Activities Debt	131
Ratios of Net General Bonded Debt Outstanding and Legal Debt Margin - Last Ten Fiscal Years	132
Demographic and Economic Statistics Last Ten Calendar Years	134
Principal Employers	135
Full-time Equivalent District Employees by Function	136
Operating Statistics	138
School Building Information	139
Certificated Staff Data-Number of Certificated Staff	
by Salary Level with Average Salaries-Last Ten Fiscal Years	147

SINGLE AUDIT REPORTS SECTION

Single Audit Section:	
Schedule of Expenditures of Federal Awards	148
Notes to Schedule of Expenditures of Federal Awards	150
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	151
Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance Required by OMB Circular A-133	153
Schedule of Findings and Questioned Costs	155



December 31, 2015

To the Members of the Gwinnett County Board of Education and
Citizens of Gwinnett County:

The Comprehensive Annual Financial Report (CAFR) of the Gwinnett School District (District) for the fiscal year ended June 30, 2015, is hereby submitted. It has been prepared in accordance with Generally Accepted Accounting Principles (GAAP) as applicable to governmental entities. This report was prepared by the Financial Reporting and Accounting Department within the Business and Finance Division. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the District.

**GWINNETT COUNTY
BOARD OF EDUCATION**

Dr. Mary Kay Murphy
2015 Chairman
District III

Dr. Robert McClure
2015 Vice Chairman
District IV

Carole Boyce
District I

Daniel D. Seckinger
District II

Louise Radloff
District V

J. Alvin Wilbanks
CEO/Superintendent

**THE MISSION OF
GWINNETT COUNTY
PUBLIC SCHOOLS**
*is to pursue excellence
in academic knowledge,
skills, and behavior
for each student,
resulting in measured
improvement against
local, national, and
world-class standards.*

437 Old Peachtree Road, NW
Suwanee, GA 30024-2978
678-301-6000
www.gwinnett.k12.ga.us

It is the policy of Gwinnett County Public Schools
not to discriminate on the basis of race, sex,
religion, national origin, age, or disability in any
employment practice, educational program,
or any other program, activity, or service.

2010 and 2014 Winner of



We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the District as measured overall and by the financial activity of its various funds. The data includes all disclosures and required supplementary information necessary to enable the reader to gain the maximum understanding of the District's financial activity. A comprehensive framework of internal control is in place to give reasonable assurance that the financial statements are free of material misstatements.

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

The Comprehensive Annual Financial Report is presented in four sections: 1) Introductory, 2) Financial, 3) Statistical, and 4) Single Audit. The Introductory section includes this transmittal letter, a list of principal officials, and an organizational chart. The Financial section includes the basic financial statements as well as the unmodified opinion of independent public accountants on the basic financial statements. The Statistical section contains selected financial and demographic information, generally presented over a multi-year basis. The Single Audit section contains federal compliance information including schedules and auditor reports required for the District to comply with the Revised Single Audit Act of 1996 and U.S. Office of Management and Budget Circular A-133, "Audits of State and Local Governments and Non-Profit Organizations".

PROFILE OF GWINNETT COUNTY SCHOOL DISTRICT

Gwinnett County School District is one of two public School Districts located in Gwinnett County. The District serves the entire county area with the exception of the City of Buford, which has its own independent school district. The School District provides all educational services required by State law and policies of the State Board and State Department of Education. These services include: preschool for three and four-year-old special needs students, regular and special education instructional programs at the elementary (kindergarten through 5th grade), middle (6th through 8th grade), and secondary (9th through 12th grade) levels. Additional services in community school programs, on-line educational programs and numerous others, which exceed the legal requirements, are also offered in the school system.

The Gwinnett County School District is the largest school system in the State of Georgia with more than 176,000 students currently enrolled in 79 elementary schools, 28 middle schools, 21 high schools and 8 special entity facilities. The District is governed by a Board of Education consisting of five members elected from five county posts. Members serve a four year term and each year appoint a chairperson and vice-chairperson. The Board appoints a Superintendent to oversee the day-to-day administration of the School District.

The District is a legally separate financial entity and is not included in any other entity's financial reports. The Gwinnett County Board of Education Retirement System ("GRS") is reported as a blended component unit of the School District because of the significance of its operational and financial relationship to the District as determined by the criteria set forth in GASB Statement No. 14, "The Reporting Entity" as amended by GASB Statement No. 39 "Determining Whether Certain Organizations are Component Units".

During fiscal year 2010, the District implemented, "The Strategic Priorities 2010-2020". These priorities help form the foundation for the District's strategic direction, linking its vision, mission and beliefs to the goals, initiatives, and operational management plans/local school plans for improvement. They communicate the direction in which the District is moving for the next five to ten years and outline the qualities and characteristics stakeholders believe are desirable for the 10 major components of the District: Students, Employees, Parents and Guardians, Governance and Leadership, Curriculum, Instruction, and Assessment, Facilities and Operations, Financial Stewardship, Information Management and Technology, Communication and Public Image and Community Pride.

ECONOMIC CONDITION AND OUTLOOK

The District is located in the northeast area of metropolitan Atlanta, in one of America's fastest growing counties for over 20 years. Gwinnett County is home to Fortune 500 and 1000 companies and led metropolitan Atlanta's job creation for the past two years. The median household income in Gwinnett is \$60,445 per year with an unemployment rate of 5.7 percent, the lowest rate since the summer of 2008 and the lowest of the five core metro Atlanta counties (Clayton, Cobb, Dekalb, Fulton, and Gwinnett) and a growing population which increased from 710,978 in 2005 to 880,787 in 2014 according to U.S. Census Bureau estimates.

In fiscal year 2015, the District experienced an increase of 8.77% (compared to a 1.9% decrease in 2014) in the property digest taxable assessed value, the first increase after 5 consecutive years of a decline. This indicates that existing property values have stabilized and new construction is being added to the digest.

With property tax revenue stabilizing and beginning to grow, and austerity cuts in State funding declining for the second year in a row, the District was able to address some needed salary improvements for employees (for the first time since fiscal year 2010) and fund the most critical improvements to the district's investment plan. Despite these considerable improvements, the District maintained several cost saving measures to help balance the budget, including maintaining operating budgets at or below prior year spending levels and freezing school staffing allocation formulas except for positions based on student growth.

Gwinnett County School District will continue to manage its resources wisely and make sound financial decisions as economic conditions improve.

LONG-TERM FINANCIAL PLANNING

The District anticipates meeting its projected capital improvement needs for the next five years through a combination of sales tax revenues and general obligation bonds. The current one percent local option sales tax for education extends through June 30, 2017. However, November 2015, the citizens of Gwinnett County voted to renew the sales tax for education program for another five years beginning July 1, 2017 and ending June 30, 2022. The sales tax and general obligation bonds will generate revenue for the District that will be used to construct and renovate school buildings, and improve technology throughout the District. A schedule of District school buildings and their age can be found on pages 139-146 in the statistical section.

The FY 2016 budget cycle will continue to offer an opportunity for growth in the area of salary improvements, instruction and operations. These improvements will allow the District to enhance its focus on the core business of teaching and learning and increasing student achievement.

RELEVANT FINANCIAL POLICIES

Fund Accounting: Gwinnett County School District reports its financial activities through the use of fund accounting. This is a system where its transactions are reported in self-balancing sets of accounts to reflect the results of activities (see Note 1 of the Notes to the Basic Financial Statements for a summary of significant accounting policies and a description of fund types).

Internal Control Structure: The District's financial management officials are responsible for implementing and enforcing a system of internal controls to protect the assets of the District from loss, theft, or misuse and to ensure that reliable accounting data are available for the timely preparation of financial statements in accordance with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived and that the valuation of costs and benefits estimates and judgments by management. No material weaknesses were disclosed as a result of the independent audit of the District's financial statements.

Budgetary Control: Budgetary controls are maintained to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. The level of budgetary control (that is the level at which expenditures cannot legally exceed the appropriated amount) is established at the function level within an individual fund. The Board of Education also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

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

Local School Administrators Association, Teacher Advisory Council, and Area Board meetings provide opportunities for principals, teachers, and community members to offer feedback on the budget. Five area Board meetings - one in each member's district - are held in the spring during the budget process. Two public hearings are held prior to the Board of Education adopting the budget in May.

MAJOR INITIATIVES

Gwinnett County Public Schools' *Strategic Priorities for 2010-2020* call for technology to permeate the education of our students. eCLASS is a major school system initiative designed to make this vision a reality. eCLASS is a digital Content, Learning, Assessment, and Support System that will provide the District an integrated enterprise solution to enhance student engagement and the learning process. This robust online environment will meet the evolving needs of students and staff, facilitating teaching and learning, enhancing communication, strengthening the link between school and home, and ensuring operational and analytical excellence in the day-to-day operations of the School System.

OTHER INFORMATION

Independent Audit: The financial statements have been audited by Mauldin & Jenkins, LLC, whose opinion is expressed on page 1. The District complies with the requirements of the Single Audit Act and associated reports and schedules are presented in the last section of this report.

Financial Reporting Awards: For the 28th consecutive year, the Gwinnett County Board of Education received the Association of School Business Officials' (ASBO) Certificate of Excellence in Financial Reporting. This award certifies that the comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2014, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials of the United States and Canada. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials. ASBO's Certificate of Excellence in Financial Reporting is valid for one year only.

Acknowledgments: This report could not have been prepared without the dedicated and effective help of the Departments of Financial Operations, Budgets, Financial Reporting and Accounting and the entire staff of the Business and Finance Division. We wish to express our gratitude and appreciation to them for their dedicated efforts and professionalism.

Special appreciation is also expressed to the Gwinnett County Board of Education Printing Department for the layout and printing of this report and to the Department of Media and Community Relations for their assistance.

Respectfully submitted,



J. Alvin Wilbanks
CEO/Superintendent



Rick A. Cost
Chief Financial Officer

Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award
is presented to*

Gwinnett County Board of Education

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2014*

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



A handwritten signature in black ink, appearing to read "M. Pepera", is written over a horizontal line.

Mark C. Pepera, MBA, RSBO, SFO
President

A handwritten signature in black ink, appearing to read "John D. Musso", is written over a horizontal line.

John D. Musso, CAE, RSBA
Executive Director

Gwinnett County Board of Education

Function and Composition

June 30, 2015

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

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

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

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

The Board elects annually a Chairman and Vice Chairman from its members.

As of January 1, 2015, the members of the Board and years of expiration of their terms are as follows:

TITLE	NAME	TERM EXPIRES
Chairman	Dr. Mary Kay Murphy	12-31-2016
Vice-Chairman	Dr. Robert McClure	12-31-2018
Board Member	Ms. Carole Boyce	12-31-2016
Board Member	Mr. Daniel D. Seckinger	12-31-2018
Board Member	Ms. Louise Radloff	12-31-2016

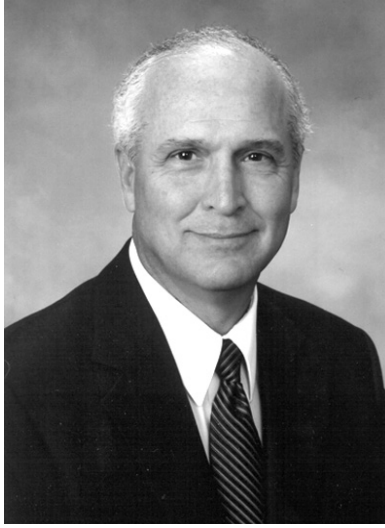
MISSION STATEMENT

The mission of the Gwinnett County Board of Education is to pursue excellence in academic knowledge, skills, and behavior for each student, resulting in measured improvement against local, national, and world-class standards.

Gwinnett County Board of Education
Elected Officials
and
CEO/Superintendent of Schools
June 30, 2015



Dr. Mary Kay Murphy
Chairman



Dr. Robert McClure
Vice-Chairman



Carole Boyc[^]



Alvin Wilbanks
CEO/Superintendent

Gwinnett County Board of Education
Executive Staff
June 30, 2015

Superintendent's Office

Mr. Alvin Wilbanks	CEO/Superintendent
Ms. Bernadette Kirkland	Chief of Staff
Mr. Jorge Gomez	Executive Director
Ms. Sloan Roach	Executive Director
Dr. Steve Flynt	Chief Strategy & Performance Officer
Dr. Colin Martin	Executive Director

Division of School Improvement and Operations

Dr. Kevin Tashlein	Associate Superintendent
Mr. Joe Ahrens	Assistant Superintendent
Dr. Craig Barlow	Assistant Superintendent
Ms. Debra Dees	Assistant Superintendent
Ms. Nancy Martin	Assistant Superintendent
Ms. Kelli McCain	Assistant Superintendent
Mr. Ed Shaddix	Assistant Superintendent
Dr. Gwen Tatum	Assistant Superintendent
Ms. Delores Hendrix	Executive Director
Dr. James Taylor	Executive Director

Division of Curriculum and Instructional Support

Dr. Jonathan Patterson	Associate Superintendent
Dr. Debbie Durrance	Executive Director
Ms. Paula Everett-Truppi	Executive Director
Ms. Tricia Kennedy	Executive Director
Dr. Nikki Mouton	Executive Director
Ms. Jody Reeves	Executive Director

Division of Human Resources

Dr. Frances Davis	Associate Superintendent
Dr. Glenn Pethel	Assistant Superintendent
Dr. Sid Camp	Executive Director
Mr. Walt Martin	Executive Director

Division of Business & Finance

Mr. Rick Cost	Chief Financial Officer
Mr. Joe Heffron	Executive Director

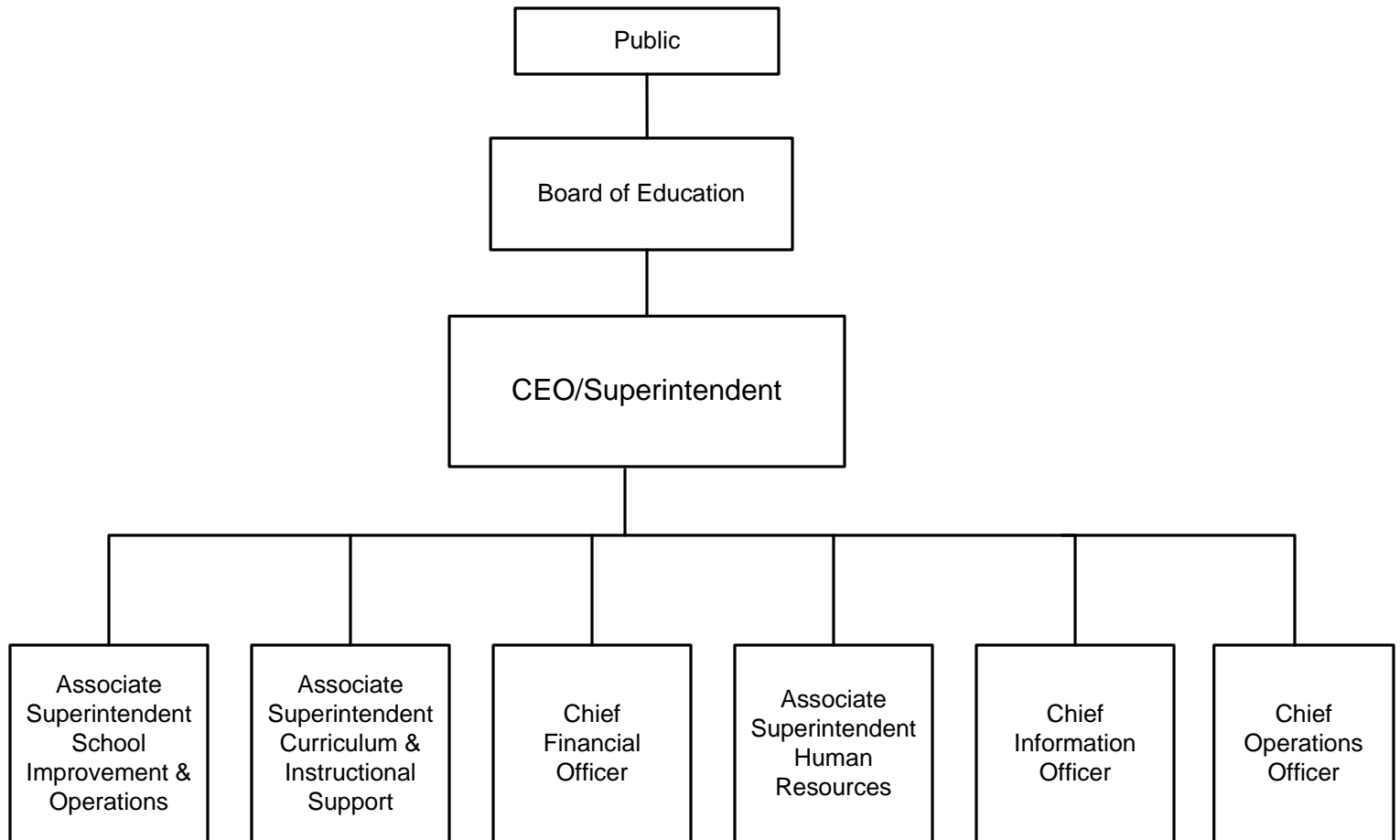
Division of Facilities & Operations

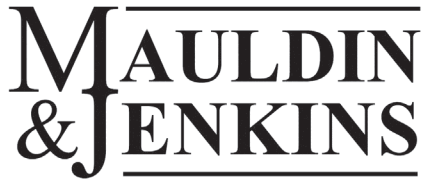
Mr. Daniel Jardine	Chief Operations Officer
Mr. Phil Duffy	Executive Director
Mr. John Hodgson	Executive Director

Division of Information Management

Mr. Frank Elmore	Chief Information Officer
Mr. Rick Overton	Executive Director
Mr. Mark Walls	Executive Director

Gwinnett County Board of Education
Organizational Chart
June 30, 2015





INDEPENDENT AUDITOR'S REPORT

**The Board of Education
Gwinnett County, Georgia
Suwanee, 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 Gwinnett County Board of Education (the "Board"), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

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

Emphasis of Matter

As discussed in Notes 9 and 13, the Board implemented Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27*, as well as Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68*, as of July 1, 2014. These standards significantly changed the accounting for the Board's net pension liability and the related disclosures. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, pension information, and budgetary comparison information of the General Fund on pages 4-18, 61-68, and 69, respectively, 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 Board's basic financial statements. The combining fund financial statements, as listed in the accompanying table of contents, and the schedule of expenditures of federal awards, as required by U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, as well as the introductory and the statistical sections, also 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 combining fund financial statements and the schedule of expenditures of federal awards (collectively "the supplementary information") are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2015 on our consideration of the Board'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 Board's internal control over financial reporting and compliance.

A handwritten signature in dark ink that reads "Mauldin & Jenkins, LLC". The signature is written in a cursive, flowing style.

Atlanta, Georgia
December 22, 2015

Management's Discussion and Analysis (Unaudited)

This section of Gwinnett County Board of Education's (the Board's) annual financial report presents its discussion and analysis of the Board's financial performance during the fiscal year ended June 30, 2015. The intent of this discussion and analysis is to examine the Board's financial performance as a whole. Readers should also review the basic financial statements and notes to the basic financial statements to enhance their understanding of the Board's financial condition.

This is the fourteenth year the Board has prepared its annual financial report using the GASB 34 financial reporting model. The reporting model is a combination of both government-wide financial statements and fund financial statements. The basic financial statements contain three components:

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

This report presents the financial highlights for the fiscal year ended June 30, 2015 and other supplementary information.

Financial Highlights

Key financial highlights for fiscal year 2015 are as follows:

- ❖ On the government-wide financial statements:
 - The financial status of the Board, as reflected in total net position, increased \$74 million or 17.6% over fiscal year 2014. Net position of governmental activities increased by \$73.8 million while the net position of the business-type activities increased \$200K.
 - The Statement of Net Position reports a restricted amount of \$64.8 million. 86.1% or \$55.8 million of this restricted amount is due to the funds restricted for debt service requirements. Other amounts restricted include \$6.0 million reserved for the capital program and \$3.0 million reserved for grant programs.
 - The Board reported \$1.6 billion in expenses for the governmental activities. A total of \$829.7 million was offset by program specific grants, charges for services or contributions. General revenues, primarily property taxes and sales taxes, were used to provide for the remaining expenses of these programs.
 - The Net Position of the Board's business-type activities - food services - increased \$200K. Total expenses for food service activities were \$89.5 million. Charges for services, operating grants and contributions total \$89.7 million. This

revenue, along with general revenues of interest earnings in the amount of \$5,941 resulted in total earnings for food service in the amount of \$89.7 million.

❖ On the fund financial statements:

- The General Fund (the primary operating fund), presented on a current financial resources basis, ended the fiscal year with a fund balance of \$174.6 million, an increase of \$37.2 million from June 30, 2014 fund balance of \$137.4 million.

Overview of the Financial Statements

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

- The first types of statements are government-wide financial statements that provide both short-term and long-term information about the Board's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the Board, reporting the Board's operations in more detail than the government-wide statements.
 - ❖ The governmental funds statements tell how basic services such as instruction and instructional support services were financed in the short term as well as what remains for future spending.
 - ❖ Proprietary fund statements offer short and long-term financial information about the activities the Board operates like businesses, specifically the school nutrition program.
 - ❖ Fiduciary funds statements provide information about the financial relationships such as the Gwinnett Retirement System (GRS), in which the Board acts solely as a trustee or agent for the benefit of others, to whom the resources in question belong.

The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the Board's budget for the year and additional information about the pension plans in which the Board's employees participate.

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

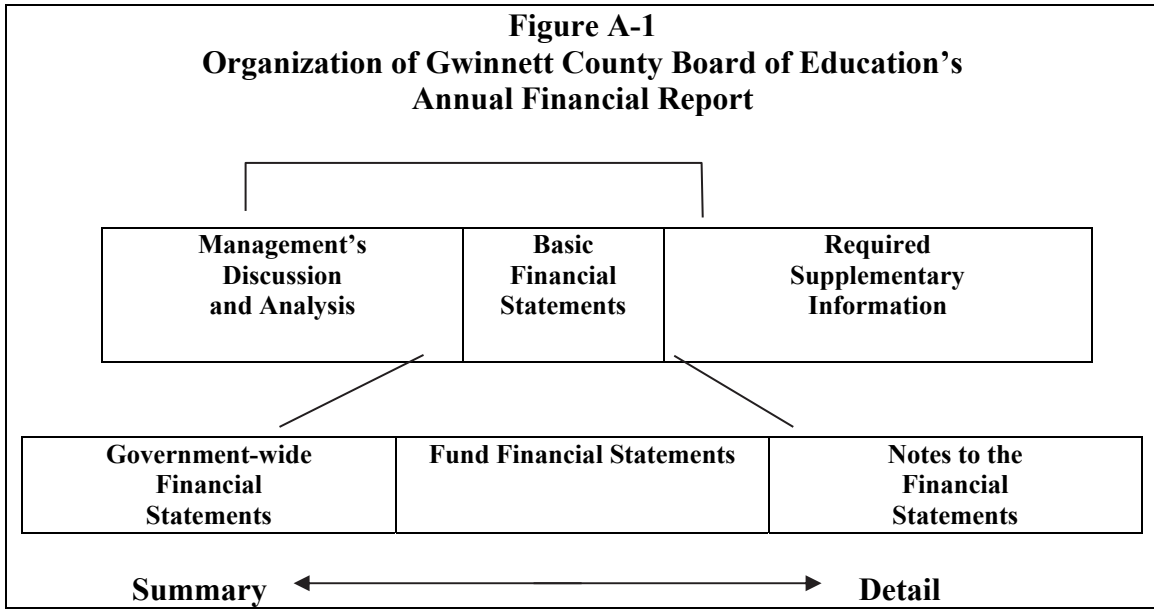


Figure A-2 summarizes the major features of the Board’s financial statements, including the portion of the Board’s activities they cover and the types of information they contain. The remainder of this overview section of management’s discussion and analysis highlights the structure and contents of each of the statements.

Figure A-2

Major Features of the Government-Wide and Fund Financial Statements

Fund Financial Statements				
	Government-wide Statements	Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire Board (except fiduciary funds)	The activities of the Board that are not proprietary or fiduciary, such as instruction, school administration, and building maintenance	Activities the Board operates similar to private businesses: food services.	Instances in which the Board administers resources on behalf of someone else, such as Gwinnett Retirement System
Required financial statements	<ul style="list-style-type: none"> Statement of net position Statement of activities 	<ul style="list-style-type: none"> Balance sheet Statement of revenues, expenditures, and changes in fund balance 	<ul style="list-style-type: none"> Statement of net position Statement of revenues, expenses, and changes in fund net position Statement of cash flows 	<ul style="list-style-type: none"> Statement of fiduciary net position Statement of changes in fiduciary net position
Accounting Basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the fiscal year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during the fiscal year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the fiscal year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the fiscal year, regardless of when cash is received or paid	All additions and deductions during the fiscal year, regardless of when cash is received or paid

Government-wide Statements

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

The two government-wide statements report the Board's net position and how they have changed. Net position, the difference between the Board's assets, deferred outflows of resources, liabilities, and deferred inflows of resources are one way to measure the Board's financial health or position.

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

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

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

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

Fund Financial Statements

The Board's fund financial statements, which begin on page 21, provide detailed information about the most significant funds, not the Board as a whole. Some funds are required by State law and some by bond requirements.

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

Proprietary funds – Services for which the Board charges a fee are generally reported in proprietary funds. Proprietary funds are reported in the same way as the government-wide statements. The Board's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows. The Board uses *internal service funds* (the other kind of proprietary fund) to report activities to provide supplies and services for its other programs and activities. The Board currently has internal service funds for warehouse activities, risk management and workers compensation, transportation and maintenance inventories and the Board's in-house print shop.

Fiduciary funds—The Board is the trustee, or *fiduciary*, for assets that belong to others, such as the Gwinnett Retirement System and miscellaneous funds held for specific instructional programs. The Board is responsible for ensuring that assets of these funds are used strictly for intended purposes and by those to whom the assets belong. The Board excludes these activities from the government-wide financial statements because it cannot use these assets to finance its operations.

Financial Analysis of the Board as a Whole

Table 1, below, provides a summary of the Board's net position for the year ended June 30, 2015 compared to June 30, 2014.

Table 1 Summary of Net Position (in millions of dollars)							
	Governmental Activities		Business-type Activities		Total		Percentage Change
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2014-2015</u>
Current and other assets	\$ 662.3	811.2	16.3	17.6	678.6	828.8	(18.1)%
Net capital assets	<u>2,350.0</u>	<u>2,289.2</u>	<u>8.3</u>	<u>8.1</u>	<u>2,358.3</u>	<u>2,297.3</u>	2.7%
Total assets	3,012.3	3,100.4	24.6	25.7	3,036.9	3,126.1	(2.9)%
Deferred outflow of resources	202.7	126.7	2.5	1.3	205.2	128.0	60.3%
Long-term liabilities	2,131.0	2,536.6	9.4	13.0	2,140.4	2,549.6	(16.0)%
Other liabilities	<u>265.3</u>	<u>280.4</u>	<u>4.3</u>	<u>4.3</u>	<u>269.6</u>	<u>284.7</u>	(5.3)%
Total Liabilities	2,396.3	2,817.0	13.7	17.3	2,410.0	2,834.3	(15.0)%
Deferred inflows of resources	334.8	-	3.3	-	338.1	-	
Net position:							
Net investment in capital assets	1,269.5	1,209.3	8.3	8.1	1,277.8	1,217.4	5.0%
Restricted	64.8	131.0	-	-	64.8	131.0	(50.5)%
Unrestricted	<u>(850.4)</u>	<u>(930.2)</u>	<u>1.8</u>	<u>1.6</u>	<u>(848.6)</u>	<u>(928.6)</u>	8.6%
Total net position	\$ <u>483.9</u>	<u>410.1</u>	<u>10.1</u>	<u>9.7</u>	<u>494.0</u>	<u>419.8</u>	17.7%

The Board's combined net position increased \$74.0 million or 17.7%. This improvement in financial position can be attributed to an increase in both program and general revenues of 8.9% and 8.3%, respectively while expenses increased 1.8%. The net position of the Board's business-type activities increased \$200K. This 119.2% increase can be attributed to a 4.7% increase in operating revenues due operating grants and revenue increasing \$3 million.

Table 2
Changes in Net Position
Fiscal Year Ended June 30, 2015

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

Table 2 Changes in Net Position from Operating Results (in millions of dollars)							
	Governmental Activities		Business Type Activities		Total		Percentage Change
	2015	2014	2015	2014	2015	2014	2014-2015
Revenues:							
Program revenues:							
Charges for services	\$ 9.0	9.3	23.9	22.9	32.9	32.2	2.2%
Operating grants and contributions	814.8	751.8	65.8	62.8	880.6	814.6	8.1%
Capital grants and contributions	5.9	1.0	-	-	5.9	1.0	490.0%
General revenues:							
Property taxes	568.4	518.9	-	-	568.4	518.9	9.5%
Sales taxes	142.4	136.0	-	-	142.4	136.0	4.7%
Non-program specific state and federal aid	69.1	65.7	-	-	69.1	65.7	5.2%
Local school activity	25.2	24.1	-	-	25.2	24.1	4.6%
Interest and investment earnings	0.6	0.6	-	-	0.6	0.6	0.0%
Miscellaneous	35.3	34.9	-	-	35.3	34.9	1.1%
Total Revenues	1,670.7	1,542.3	89.7	85.7	1,760.4	1,628.0	8.1%
Expenses:							
Instruction	1,076.2	1,062.8	-	-	1,076.2	1,062.8	1.3%
Pupil services	42.8	39.3	-	-	42.8	39.3	8.9%
Instructional support	35.7	34.5	-	-	35.7	34.5	3.5%
Educational media services	18.4	18.7	-	-	18.4	18.7	(1.6)%
General administration	5.4	5.9	-	-	5.4	5.9	(8.5)%
School administration	109.2	107.8	-	-	109.2	107.8	1.3%
Business administration	16.4	16.9	-	-	16.4	16.9	(3.0)%
Maintenance and operations	99.1	97.6	-	-	99.1	97.6	1.5%
Pupil transportation	96.6	93.1	-	-	96.6	93.1	3.8%
Support services - central	46.2	44.7	-	-	46.2	44.7	3.4%
Other support services	4.7	5.2	-	-	4.7	5.2	(9.6)%
Interest	46.2	43.2	-	-	46.2	43.2	6.9%
Food services	-	-	89.5	86.9	89.5	86.9	3.0%
Total Expenses	1,596.9	1,569.70	89.5	86.9	1,686.4	1,656.6	1.8%
Change in net position	73.8	(27.4)	0.2	(1.2)	74.0	(28.6)	358.7%
Net position, July 1, 2014	410.1	1,491.9	9.9	19.0	420.0	1,510.9	
Restatement	-	(1,054.4)	-	(7.9)	-	(1,062.3)	
Net position, June 30, 2015	\$ <u>483.9</u>	<u>410.1</u>	<u>10.1</u>	<u>9.9</u>	<u>494.0</u>	<u>420.0</u>	

Table 2 on the previous page shows that revenues from governmental activities for 2015 were \$1.67 billion, while total expenses were \$1.60 billion. Governmental activities contributed \$73.8 million to the total increase in net position, while business-type activities increased \$200K for a total increase of \$74.0 million.

Program revenues, in the form of charges for services, operating grants and contributions and capital grants and contributions increased \$67.6 million for governmental activities. This increase is largely due to an increase in state funding related to student growth.

Property taxes comprise the largest percentage of the general revenues for the Board with 34.0% of total governmental activities revenues coming from this source. Property tax revenues increased 9.5% over the previous fiscal year, the result of recovering property values and decreased foreclosures in the county. Sales tax revenues increased 4.7% from fiscal year 2014 to fiscal year 2015, a good improvement over the prior year gain as the economy improves.

Total expenses increased \$29.8 million or 1.8%. Governmental activities experienced an increase of \$27.2 million, while business-type activities increased \$2.6 million. Governmental activities expenses have increased primarily in the functional areas of instruction, pupil services, and pupil transportation. This increase in expenses can be attributed to salary improvements for all district staff as well as increased benefits costs. Other expenses remained stable as the District maintained several cost saving measures to help balance the budget, allowing the district to accommodate student growth and keeping student/teacher ratios within the limits established by State law.

Table 3 summarizes the cost of the Board's activities into eight functional categories—Instruction; Pupil and Instructional support services; Media services; General and Business administration; School administration; Maintenance and Operations; Pupil Transportation; Central and Other support areas and Interest expense. The table also shows each activity's net cost (total cost less fees generated by the activities and intergovernmental aid provided for specific programs). The net cost shows the financial burden placed on the Board's local taxpayers by each of these functions.

The total cost of net governmental activities increased 1.8% while the net cost decreased 5.0%. This increase in net cost of services can be attributed to the overall increase in costs due to student growth, technological improvements and increased employer costs.

Table 3 Net Cost of Governmental Activities (in millions of dollars)						
	Total Cost Of Services		Percentage Change	Net Cost of Services		Percentage Change
	2015	2014	2014-2015	2015	2014	2014-2015
Instruction	\$ 1,076.2	1,062.8	1.3%	\$ 417.0	516.9	(-19.3)%
Pupil and Instructional Support	78.5	73.8	6.4%	57.1	53.7	6.3%
Educational Media	18.4	18.7	(1.6)%	(3.2)	(2.2)	45.5%
General and Business	21.8	22.8	(4.4)%	(0.5)	16.0	(103.1)%
School Administration	109.2	107.8	1.3%	74.2	73.7	0.7%
Maintenance and Operations	99.1	97.6	1.5%	44.8	22.9	95.6%)
Pupil Transportation	96.6	93.1	3.8%	88.3	61.6	43.3%
Central and Other	50.9	49.9	2.0%	44.2	22.8	93.9%
Interest	46.2	43.2	6.9%	45.3	42.3	7.1%
Total	\$ 1,596.9	1,569.7	1.7%	\$ 767.2	807.7	(5.0)%

Business Type Activities

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

- Total food services revenues were \$222K more than expenses.
- Charges for services represent \$23.9 million of revenue. This represents amounts paid by students, teachers and other customers of the school nutrition program.
- Federal and state reimbursement for meals, including payments for free and reduced lunches, was \$65.8 million.
- Investment earnings accounted for \$5,941 in revenues.

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

Governmental Funds

At June 30, 2015, the Board's governmental funds reported a fund balance of \$356,592,939. This is a decrease of \$124,294,126 or 25.8% from June 30, 2014. The primary reason for this decrease can be attributed to the Capital Projects Fund as resources were used to complete multiple building projects.

The fund balance of the General Fund was \$174,560,043 at June 30, 2015. This is an increase of \$37,164,788 from a June 30, 2014 fund balance of \$137,395,255. This

increase in fund balance can primarily be attributed to maintaining operating expenditures near 2014 levels while experiencing growth in both local and state revenue.

At June 30, 2015, the fund balance of the Capital Projects Fund was \$107,014,906. This is a decrease of \$143,998,531 from the balance that existed at June 30, 2014 of \$251,013,437. This decrease is a result of the completion of multiple building projects that are opening the next school year beginning August 2015.

At June 30, 2015, the fund balance of the Debt Service Fund was \$55,410,120. This is a decrease of \$18,540,770 from the balance that existed at June 30, 2014 of \$73,950,890. This decrease can be attributed to an increase in debt service obligations for the fiscal year. This fund accounts for annual property tax levies and other revenues that are used for the payment of principal and interest on general obligation bonds.

General Fund Budgeting Highlights

The Board's budget is prepared according to Georgia State law. The most significant budgeted fund is the General Fund, funded primarily through state revenue and local property tax revenue.

During the course of the fiscal year, the Board amended its General Fund budget monthly. The most significant amendments were:

- An increase to expenditures to bring forward amounts for encumbrances from the prior fiscal year and rebudget.
- An increase to expenditures to bring forward unused budget balances for local schools from the prior fiscal year and rebudget.
- An increase in expenditures as a result of the annual mid-term salary and fringe benefit amendment. This amendment is done annually to adjust all salary and fringe benefit budgets to reflect actual rather than projected average salaries and actual numbers of positions. This amendment is necessary to bring budgets in line with the actual salary and fringe benefit costs once all employees are hired and are in place.

Although the Board's final budget for the General Fund anticipated that expenditures plus transfers would exceed revenues by \$15.5 million, the actual results for the fiscal year show that expenditures plus transfers were under revenues by \$27 million, a variance of \$42.5 million.

The primary reason for this variance is growth in the property tax digest, lapsed expenditures, which are those expenditures that are budgeted but do not materialize by year-end and a smaller state "austerity" cut. These along with the District's continued cost saving measures have allowed the District's financial position to improve.

Capital Asset and Debt Administration

Capital Assets

At June 30, 2015, the Board had \$2,350,020,718 invested in a broad range of capital assets, including land, buildings and furniture and equipment for its governmental activities. The Board's business-type activities had an investment of \$8,308,641 invested in equipment and furniture and is funded with revenues from its operations. The current capital improvement program for governmental activities is funded with revenue from a one-cent special purpose local option sales tax (SPLOST) with cash flow being provided from general obligation bonds issued during fiscal year 2012 in the amount of \$242,840,000, certificates of participation of \$284,000,000 and just over \$6.0 million in state capital outlay grants. The capital improvement program is also funded with general obligation bonds issued during fiscal year 2008 in the amount of \$500,000,000 (Series 2008) and \$211,380,700 (Series 2013) and Qualified School Construction Bonds issued during fiscal years 2012 and 2013.

Capital Assets (net of depreciation) (in millions of dollars)							
	Governmental Activities		Business-type Activities		Total		Total Percentage Change
	2015	2014	2015	2014	2015	2014	2014-2015
Land	\$ 310.5	310.3	--	--	310.5	310.3	0.1%
Construction in progress	210.6	173.7	--	--	210.6	173.7	21.2%
Buildings	1,704.9	1,683.0	--	--	1,704.9	1,683.0	1.3%
Equipment, vehicles, & other	124.0	122.3	8.3	8.1	132.3	130.4	1.5%
	<u>\$ 2,350.0</u>	<u>2,289.3</u>	<u>8.3</u>	<u>8.1</u>	<u>2,358.3</u>	<u>2,297.4</u>	2.7%

More detailed information about capital assets can be found in note 6 of the Notes to the Basic Financial Statements.

Debt Administration

At June 30, 2015, the Board had \$929,085,000 in general obligation bonded debt. This amount includes \$211,380,700 issued in 2014 and \$242,840,000 which was issued in 2012 to provide cash flow for the capital improvement program. Proceeds from the continuation of SPLOST will be used to repay this portion of the general obligation debt over a five year period, ending fiscal year 2017. The District also refunded a portion of the Series 2012A bonds and fully refunded the Series 2008 bonds during the current

fiscal year. This refunding will provide a savings to debt service of over \$21.3 million over the next 20 years. The District also issued \$19,640,000 (2012) and \$18,985,000 (2010) in Tax Credit Bonds issued as “Qualified School Construction Bonds” to provide interest free financing for the construction and renovation or repair of school facilities as part of the District’s capital improvement plan. More detailed information about long-term debt can be found in note 7 of the Notes to the Basic Financial Statements. Long term debt also includes certificates of participation. In December 2006, these certificates were refunded to take advantage of lower interest rates and now carry a balance of \$189,775,000.

The District maintains a “Aaa” rating from Moody’s and a “AAA” rating from Standard and Poor’s for general obligation debt. The certificates of participation also received an insured rating “Aaa” from Moody’s and uninsured ratings of AA by Standard and Poor’s and AA+ by Moody’s.

Outstanding Long-Term Debt (in millions of dollars)			
	2015	2014	Total Percentage Change
General obligation bonds & notes (financed with property taxes)	\$ 929.1	1,001.3	(7.2)%
Certificates of Participation	189.8	204.0	(7.0)%
Total	1,118.9	1,205.3	(7.2)%

More detailed information about long-term debt can be found in note 7 of the Notes to the Basic Financial Statements.

Economic Conditions Affecting the School System

The fiscal year 2016 budget was presented to the public and tentatively adopted by the Board of Education on April 14, 2015 with the final adoption on May 28, 2015. The budget represents an investment plan for Gwinnett County Public Schools, its students, employees, and the community as a whole. The budget is tied directly to the strategic vision and direction of the Board of Education.

The Total Budget for FY2016 is approximately \$1.9 billion, representing a decrease of 3.2% from the amended FY2015 Total Budget. The budget for the general operations of the school district is reflected in the General Fund at \$1.4 billion, an increase of 5.0% over FY2015.

The General Fund represents 77.8% of the Total Budget. Primary day-to-day operations of the school district are budgeted through the General Fund. Student

achievement and the teaching and learning process are the central focus of this budget, as evidenced by the fact that 71.0% of the General Fund budget is targeted for instructional services. The General Fund budget increased by 5.0% over the FY2015 budget. The budgeted expenditure per student increased by 3.3% to \$8,215.

The General Fund is funded with projected state revenue in the amount of \$883.3 million, federal revenue of \$0.5 million, and projected local revenue in the amount of \$565.0 million.

The millage rate to support this budget is projected to remain unchanged from the previous year rate of 19.8 mills. Also, positively impacting revenue estimates for FY2016 is the projected growth in the local property tax digest. For the second year in a row, the county's property tax digest is expected to grow. Property tax revenue is budgeted at \$13.3 million, a 3.0% increase.

State revenue budget includes the continuation of state revenue cuts made to the Quality Basic Education (QBE) funding formula – cuts that began in FY2003. The “temporary QBE reduction” for Gwinnett County Public Schools in FY2016 is approximately \$48.7 million. The cumulative effect of these reductions on the school district over the 14-year period is the loss of approximately \$864.4 million. The persistent state cuts present a formidable challenge in meeting the needs of Gwinnett's growing school district, not only for FY2016, but for future years as well.

For FY2016 the school district once again closely scrutinized all proposed expenditures. For the second consecutive year, the FY2016 budget offers the opportunity to fund salary improvements for employees, as well as a number of critical improvements in the areas of instruction and operations. The budget includes a longevity-step salary increase for all eligible employees at a cost of approximately \$15.7 million. Also included is a cost of living salary increase for all employees at a cost of \$23.8 million. Adjustments were also made to the teacher salary schedule to be more competitive with the metro-area average at a cost of \$6.6 million. An increase in employer benefit costs will add approximately \$11.4 million in expenses for the District. The employer contribution rates for the Teacher Retirement System of Georgia will increase by \$11.5 million. (Note: A majority of the increase in Teacher Retirement costs for teachers only will be offset by additional state QBE funding formula earnings). The employer contribution rates for the Gwinnett Retirement System will decrease by \$11.3 Million. In addition, the District will incur the employer cost for health insurance premiums for recently enrolled employees and the new positions in FY2016 related to student growth.

The Special Revenue Fund FY2016 budget is projected to be 82.3 million, a decrease of \$18.5 million over FY2015. This fund accounts for federal categorical grants such as Title I, Title VI-B, Title II, and secondary vocational grants.

The Capital Projects Fund FY2016 budget totals \$114.4 million, a decrease of \$85.8 million from the FY2015 level. This fund includes state capital outlay grants, proceeds from the 2008 General Obligation Bonds and the 2013 General Obligation

Bonds approved by the voters in February 2008, and the tax proceeds and expenses funded by the special purpose local option sales tax (SPLOST) approved by voters in November 2011. Proceeds from the 2012 Bonds were used to advance fund the projects for the SPLOST IV program.

The Debt Service Fund FY2016 budget is \$112.7 million, a decrease of \$27.2 million from the FY2015 budget. This fund represents the budgeted principal and interest payments for outstanding debt associated with the General Obligation bonds authorized prior to 2008; the certificates of participation (COPS) issued in April 2004; the General Obligation bonds approved by voters in February 2008; and the short-term Series 2012 bonds issued to advance fund the SPLOST IV building program. The principal and interest payments on the short-term bonds will be paid with accumulated sales tax proceeds and will not require a debt service property tax levy. The millage rate required for the remaining debt service on the General Obligation bonds remained unchanged from the FY2015 rate of 2.05 mills.

The Enterprise Fund contains the budget for the cafeteria operations for the school district. The total budget for this fund is \$91.9 million for FY2016.

The Internal Service Fund represents the operations of the school district's worker's compensation/risk management fund, employee short-term disability program, and the in-house print shop. The total budget for this fund is \$10.7 million for FY2016.

Contacting the Board's Financial Management

This financial report is designed to provide the Board's citizens, taxpayers, customers, and investors and creditors with a general overview of the Board's finances and to demonstrate the Board's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Rick A. Cost, Chief Financial Officer, Gwinnett County Public Schools, 437 Old Peachtree Road Northwest, Suwanee, Georgia 30024-2978.

GWINNETT COUNTY BOARD OF EDUCATION
Statement of Net Position
As of June 30, 2015

	Governmental Activities	Business-type Activities	Total
Assets			
Current assets:			
Cash and cash equivalents	\$ 57,089,533	\$ 9,256,733	\$ 66,346,266
Investments at fair value	316,534,124	3,522,241	320,056,365
Receivables:			
Taxes	24,388,014	-	24,388,014
Accounts	1,038,808	-	1,038,808
Internal balances	117,337	(117,337)	-
Due from other governments	140,275,955	200,546	140,476,501
Allowance for doubtful accounts	(1,281,855)	-	(1,281,855)
Inventory	7,437,494	697,577	8,135,071
Total current assets	<u>545,599,410</u>	<u>13,559,760</u>	<u>559,159,170</u>
Noncurrent assets:			
Prepaid bond insurance premium	269,767	-	269,767
Net pension asset	116,400,631	2,792,764	119,193,395
Capital assets:			
Land and construction in progress	521,130,645	-	521,130,645
Depreciable assets	2,722,592,583	29,549,956	2,752,142,539
Accumulated depreciation	<u>(893,702,510)</u>	<u>(21,241,315)</u>	<u>(914,943,825)</u>
Total noncurrent assets	<u>2,466,691,116</u>	<u>11,101,405</u>	<u>2,477,792,521</u>
Total assets	<u>3,012,290,526</u>	<u>24,661,165</u>	<u>3,036,951,691</u>
Deferred Outflows of Resources			
Deferred loss on refunding	33,924,101	-	33,924,101
Pension related items	<u>168,823,627</u>	<u>2,451,808</u>	<u>171,275,435</u>
Total deferred outflows of resources	<u>202,747,728</u>	<u>2,451,808</u>	<u>205,199,536</u>
Liabilities			
Current liabilities:			
Cash overdrafts	6,161,356	-	6,161,356
Accounts and contracts payable	46,608,809	553,361	47,162,170
Claims payable	14,042,235	-	14,042,235
Salaries payable	115,646,512	2,105,260	117,751,772
Unearned revenue	-	1,425,081	1,425,081
Due to other governments	29,733	246,320	276,053
General obligation bonds-current	45,405,000	-	45,405,000
Certificates of participation-current	14,920,000	-	14,920,000
Accrued interest payable	20,546,807	-	20,546,807
Compensated absences-current	<u>1,890,966</u>	<u>-</u>	<u>1,890,966</u>
Total current liabilities	<u>265,251,418</u>	<u>4,330,022</u>	<u>269,581,440</u>
Noncurrent liabilities:			
General obligation bonds	973,971,723	-	973,971,723
Certificates of participation	185,671,965	-	185,671,965
Net pension liability	960,404,621	9,430,890	969,835,511
Compensated absences	<u>10,985,975</u>	<u>-</u>	<u>10,985,975</u>
Total non-current liabilities	<u>2,131,034,284</u>	<u>9,430,890</u>	<u>2,140,465,174</u>
Total liabilities	<u>2,396,285,702</u>	<u>13,760,912</u>	<u>2,410,046,614</u>
Deferred Inflows of Resources			
Pension related items	<u>334,817,393</u>	<u>3,287,808</u>	<u>338,105,201</u>
Total deferred inflows of resources	<u>334,817,393</u>	<u>3,287,808</u>	<u>338,105,201</u>
Net Position			
Net investment in capital assets	1,269,513,630	8,308,641	1,277,822,271
Restricted for:			
Grant programs	3,020,921	-	3,020,921
Debt service	55,806,788	-	55,806,788
Capital projects	5,968,920	-	5,968,920
Unrestricted	<u>(850,375,100)</u>	<u>1,755,612</u>	<u>(848,619,488)</u>
Total net position	<u>\$ 483,935,159</u>	<u>\$ 10,064,253</u>	<u>\$ 493,999,412</u>

See accompanying notes to basic financial statements.

GWINNETT COUNTY BOARD OF EDUCATION
Statement of Activities
For the Fiscal Year Ended June 30, 2015

Functions	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business - Type Activities	Total
Governmental activities:							
Instruction	\$ 1,076,246,147	\$ 8,967,628	\$ 646,979,125	\$ 3,296,150	\$ (417,003,244)	\$ -	\$ (417,003,244)
Pupil services	42,805,641	-	9,376,628	36,157	(33,392,856)	-	(33,392,856)
Instructional support	35,676,899	-	11,926,838	3,046	(23,747,015)	-	(23,747,015)
Educational media services	18,433,241	-	21,607,929	13,883	3,188,571	-	3,188,571
General administration	5,356,392	-	22,002,280	-	16,645,888	-	16,645,888
School administration	109,236,280	-	34,991,698	2,867	(74,241,715)	-	(74,241,715)
Business administration	16,356,744	-	130,977	95,172	(16,130,595)	-	(16,130,595)
Maintenance and operations	99,139,963	-	54,351,768	23,880	(44,764,315)	-	(44,764,315)
Pupil transportation	96,604,700	-	7,176,338	1,141,701	(88,286,661)	-	(88,286,661)
Support services-central	46,176,166	-	2,287,302	1,326,299	(42,562,565)	-	(42,562,565)
Other support services	4,675,652	-	3,029,343	1,988	(1,644,321)	-	(1,644,321)
Interest	46,231,295	-	956,345	-	(45,274,950)	-	(45,274,950)
Total governmental activities	<u>1,596,939,120</u>	<u>8,967,628</u>	<u>814,816,571</u>	<u>5,941,143</u>	<u>(767,213,778)</u>	<u>-</u>	<u>(767,213,778)</u>
Business-type activities:							
Food services	<u>89,457,805</u>	<u>23,874,660</u>	<u>65,799,229</u>	<u>-</u>	<u>-</u>	<u>216,084</u>	<u>216,084</u>
Total business-type activities	<u>89,457,805</u>	<u>23,874,660</u>	<u>65,799,229</u>	<u>-</u>	<u>-</u>	<u>216,084</u>	<u>216,084</u>
Total school district	<u>\$ 1,686,396,925</u>	<u>\$ 32,842,288</u>	<u>\$ 880,615,800</u>	<u>\$ 5,941,143</u>	<u>(767,213,778)</u>	<u>216,084</u>	<u>(766,997,694)</u>
General revenues:							
Taxes:							
Property taxes levied for general purposes					517,366,234	-	517,366,234
Property taxes levied for debt services					50,998,477	-	50,998,477
Sales tax					142,412,662	-	142,412,662
Federal and state aid not restricted to specific programs					69,078,801	-	69,078,801
Unrestricted interest and investment earnings					649,783	5,941	655,724
Unrestricted local school activity					25,198,359	-	25,198,359
Miscellaneous					<u>35,325,769</u>	<u>-</u>	<u>35,325,769</u>
Total general revenues					<u>841,030,085</u>	<u>5,941</u>	<u>841,036,026</u>
Change in net position					73,816,307	222,025	74,038,332
Net position, July 1, 2014 , as restated					<u>410,118,852</u>	<u>9,842,228</u>	<u>419,961,080</u>
Net position, June 30, 2015					<u>\$ 483,935,159</u>	<u>\$ 10,064,253</u>	<u>\$ 493,999,412</u>

See accompanying notes to basic financial statements.

GWINNETT COUNTY BOARD OF EDUCATION
Balance Sheet
Governmental Funds
As of June 30, 2015

	General Fund	Capital Projects Fund	Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
Assets					
Cash and cash equivalents	\$ 41,483,217	\$ 8,789,360	\$ 1,322,539	\$ 4,788,467	\$ 56,383,583
Investments at fair value	121,686,954	123,281,185	53,807,931	17,758,054	316,534,124
Receivables:					
Taxes	11,368,469	12,259,159	760,386	-	24,388,014
Due from other governments	122,361,220	9,023,386	-	8,891,182	140,275,788
Due from other funds	24,312,674	125,000	-	256,699	24,694,373
Accounts	821,024	-	7,508	-	828,532
Allowance for doubtful accounts	(1,190,279)	-	(91,576)	-	(1,281,855)
Total assets	<u>\$ 320,843,279</u>	<u>\$ 153,478,090</u>	<u>\$ 55,806,788</u>	<u>\$ 31,694,402</u>	<u>\$ 561,822,559</u>
Liabilities, deferred inflows of resources, and fund balances					
Liabilities:					
Cash overdrafts	\$ 5,574,637	\$ -	\$ -	\$ -	\$ 5,574,637
Accounts and contracts payable	9,792,695	35,338,708	-	303,653	45,435,056
Salaries and benefits payable	111,121,413	-	-	4,525,099	115,646,512
Due to other funds	15,459,676	11,124,476	-	7,253,685	33,837,837
Due to other governments	25,077	-	-	4,095	29,172
Total liabilities	<u>141,973,498</u>	<u>46,463,184</u>	<u>-</u>	<u>12,086,532</u>	<u>200,523,214</u>
Deferred inflows of resources:					
Unavailable revenue - property taxes	<u>4,309,738</u>	<u>-</u>	<u>396,668</u>	<u>-</u>	<u>4,706,406</u>
Total deferred inflows of resources	<u>4,309,738</u>	<u>-</u>	<u>396,668</u>	<u>-</u>	<u>4,706,406</u>
Fund balances:					
Restricted	-	111,506,419	55,410,120	3,020,921	169,937,460
Committed	-	-	-	16,586,949	16,586,949
Assigned	48,488,210	-	-	-	48,488,210
Unassigned	<u>126,071,833</u>	<u>(4,491,513)</u>	<u>-</u>	<u>-</u>	<u>121,580,320</u>
Total fund balances	<u>174,560,043</u>	<u>107,014,906</u>	<u>55,410,120</u>	<u>19,607,870</u>	<u>356,592,939</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 320,843,279</u>	<u>\$ 153,478,090</u>	<u>\$ 55,806,788</u>	<u>\$ 31,694,402</u>	<u>\$ 561,822,559</u>

See accompanying notes to basic financial statements.

GWINNETT COUNTY BOARD OF EDUCATION
Reconciliation of the Governmental Funds Balance Sheet
with the Statement of Net Position
As of June 30, 2015

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

Total fund balance-governmental funds	\$	356,592,939
Capital assets used in governmental activities are not current financial resources and therefore are not reported as assets in governmental funds. The cost of the assets is \$3,242,930,109 and the accumulated depreciation is \$893,259,090.		2,349,671,019
Property tax revenue that is not available to pay for current period expenditures has been deferred in the governmental funds but is recognized as revenue in the government-wide financial statements.		4,706,406
Internal service funds are used by the Board's management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included with governmental activities in the statement of net position.		1,395,893
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities and related amounts at fiscal year-end consist of:		
Bonds payable	\$	(929,085,000)
Bond issuance premium on bond refunding		(90,291,723)
Deferred loss on bond refunding		30,070,687
Net pension asset		116,301,952
Net pension liability		(959,664,350)
Deferred outflows pension related items		168,689,187
Deferred inflows pension related items		(334,559,319)
Prepaid premium for bond insurance costs		269,767
Certificates of participation		(189,775,000)
Certificates of participation issuance premium		(10,816,965)
Deferred loss on certificates of participation refunding		3,853,414
Accrued interest payable		(20,546,807)
Compensated absences		(12,876,941)
		(2,228,431,098)
Total net position--governmental activities	\$	483,935,159

See accompanying notes to basic financial statements.

GWINNETT COUNTY BOARD OF EDUCATION
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2015

	General Fund	Capital Projects Fund	Debt Service Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:					
Property taxes	\$ 517,414,260	\$ -	\$ 50,980,759	\$ -	\$ 568,395,019
Sales tax	-	142,412,662	-	-	142,412,662
Other local sources	31,768,621	125,000	-	28,630,507	60,524,128
State sources	817,927,120	5,761,511	-	377,071	824,065,702
Federal sources	519,696	-	956,345	75,480,990	76,957,031
Investment earnings	280,083	281,073	88,023	604	649,783
Total revenues	<u>1,367,909,780</u>	<u>148,580,246</u>	<u>52,025,127</u>	<u>104,489,172</u>	<u>1,673,004,325</u>
Expenditures:					
Current:					
Instruction	879,851,921	-	-	82,927,219	962,779,140
Pupil services	37,390,475	-	-	6,515,359	43,905,834
Instructional support	27,752,545	-	-	8,346,378	36,098,923
Educational media services	18,589,637	-	-	-	18,589,637
General administration	2,604,505	-	-	2,790,194	5,394,699
School administration	113,168,228	-	-	-	113,168,228
Business administration	8,707,551	-	-	344,839	9,052,390
Maintenance & operations	99,000,738	-	-	-	99,000,738
Pupil transportation	90,886,054	-	-	716,786	91,602,840
Support services-central	38,004,358	-	-	2,086,133	40,090,491
Other support services	1,817,456	-	-	2,988,082	4,805,538
Capital outlay:					
Capital outlay	4,554,112	230,256,894	-	-	234,811,006
Debt service:					
Debt service-principal	-	-	83,935,000	-	83,935,000
Debt service-interest	-	-	55,572,780	-	55,572,780
Issuance costs	-	1,615,171	-	-	1,615,171
Total expenditures	<u>1,322,327,580</u>	<u>231,872,065</u>	<u>139,507,780</u>	<u>106,714,990</u>	<u>1,800,422,415</u>
Excess (deficiency) of revenues over (under) expenditures	<u>45,582,200</u>	<u>(83,291,819)</u>	<u>(87,482,653)</u>	<u>(2,225,818)</u>	<u>(127,418,090)</u>
Other financing sources (uses):					
Proceeds from bond financing	-	252,440,000	-	-	252,440,000
Premium from bond financing	-	32,598,129	-	-	32,598,129
Payments to refunded debt escrow agent	-	(283,422,958)	-	-	(283,422,958)
Sale of capital assets	2,869	6,620,000	-	-	6,622,869
Transfers in	-	-	68,941,883	3,306,205	72,248,088
Transfers out	(8,420,281)	(68,941,883)	-	-	(77,362,164)
Total other financing sources (uses)	<u>(8,417,412)</u>	<u>(60,706,712)</u>	<u>68,941,883</u>	<u>3,306,205</u>	<u>3,123,964</u>
Net change in fund balances	37,164,788	(143,998,531)	(18,540,770)	1,080,387	(124,294,126)
Fund balances - July 1, 2014	<u>137,395,255</u>	<u>251,013,437</u>	<u>73,950,890</u>	<u>18,527,483</u>	<u>480,887,065</u>
Fund balances - June 30, 2015	<u>\$ 174,560,043</u>	<u>\$ 107,014,906</u>	<u>\$ 55,410,120</u>	<u>\$ 19,607,870</u>	<u>\$ 356,592,939</u>

See accompanying notes to basic financial statements.

GWINNETT COUNTY BOARD OF EDUCATION
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures,
and Changes in Fund Balances with the Government-Wide Statement of Activities
For the Fiscal Year Ended June 30, 2015

Total net change in fund balances-governmental funds	\$	(124,294,126)
--	----	---------------

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays of \$149,046,706 were more than depreciation expense of \$77,469,818 in the current period.

71,576,888

Disposals of capital assets are not reflected in the governmental funds, but the loss on the disposal of these assets at their net book value is reflected on the statement of activities.

(10,695,989)

Property tax revenue that is not available to pay for current period expenditures has been deferred in the governmental funds but is recognized as revenue in the government-wide financial statements. The change in unavailable revenue from prior fiscal year to the current fiscal year is recorded as revenue in the statement of activities.

(30,308)

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, deferred losses on refundings, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The details of this difference are as follows:

Repayment of bond principal	\$	69,695,000
Repayment of certificates of participation		14,240,000
Issuance of bonds		(252,440,000)
Premium on issuance of bonds		(32,598,129)
Payments to refunded debt escrow agent		283,422,958
Amortization of premium		10,059,117
Amortization of prepaid bond insurance		(48,643)
Amortization of deferred loss on refunding of bonds		(1,897,616)
Change in net pension asset, net pension liability and related items		44,354,673

134,787,360

Interest expense reported in the statement of activities is recorded as incurred, whereas interest expenditures in the governmental fund statements is reported when paid.

2,843,798

Compensated absences do not require the use of current financial resources, and therefore, are not reported as expenditures in the governmental funds.

(599,025)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.

227,709

Change in net position of governmental activities

\$ 73,816,307

See accompanying notes to basic financial statements.

GWINNETT COUNTY BOARD OF EDUCATION
Statement of Net Position
Proprietary Funds
As of June 30, 2015

	Business Type Activities:			Governmental Activities:
	Enterprise Fund School Nutrition Program	Non-major Enterprise Fund Café Operations	Total Enterprise Funds	Internal Service Funds
Assets				
Current assets:				
Cash and cash equivalents	\$ 9,228,785	\$ 27,948	\$ 9,256,733	\$ 705,950
Investments at fair value	3,522,241	-	3,522,241	-
Receivables:				
Due from other funds	-	-	-	15,121,767
Due from other governments	200,546	-	200,546	167
Inventory	687,933	9,644	697,577	7,437,494
Total current assets	<u>13,639,505</u>	<u>37,592</u>	<u>13,677,097</u>	<u>23,265,378</u>
Noncurrent assets:				
Net pension asset	2,792,764	-	2,792,764	98,679
Capital assets:				
Equipment	29,549,956	-	29,549,956	793,119
Accumulated depreciation	<u>(21,241,315)</u>	<u>-</u>	<u>(21,241,315)</u>	<u>(443,420)</u>
Total noncurrent assets	<u>11,101,405</u>	<u>-</u>	<u>11,101,405</u>	<u>448,378</u>
Total assets	<u>24,740,910</u>	<u>37,592</u>	<u>24,778,502</u>	<u>23,713,756</u>
Deferred outflows of resources				
Pension related items	<u>2,451,808</u>	<u>-</u>	<u>2,451,808</u>	<u>134,440</u>
Liabilities				
Current liabilities:				
Cash overdrafts	-	-	-	586,719
Accounts and contracts payable	540,849	12,512	553,361	1,164,084
Salaries payable	2,105,260	-	2,105,260	-
Due to other funds	100,746	16,591	117,337	5,660,359
Due to other governments	246,320	-	246,320	561
Unearned revenue	1,422,241	2,840	1,425,081	-
Claims payable	-	-	-	14,042,235
Total current liabilities	<u>4,415,416</u>	<u>31,943</u>	<u>4,447,359</u>	<u>21,453,958</u>
Noncurrent liabilities:				
Net pension liability	<u>9,430,890</u>	<u>-</u>	<u>9,430,890</u>	<u>740,271</u>
Total liabilities	<u>13,846,306</u>	<u>31,943</u>	<u>13,878,249</u>	<u>22,194,229</u>
Deferred inflows of resources				
Pension related items	<u>3,287,808</u>	<u>-</u>	<u>3,287,808</u>	<u>258,074</u>
Net Position				
Investment in capital assets	8,308,641	-	8,308,641	349,699
Unrestricted	<u>1,749,963</u>	<u>5,649</u>	<u>1,755,612</u>	<u>1,046,194</u>
Total net position	<u>\$ 10,058,604</u>	<u>\$ 5,649</u>	<u>\$ 10,064,253</u>	<u>\$ 1,395,893</u>

See accompanying notes to basic financial statements.

GWINNETT COUNTY BOARD OF EDUCATION
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2015

	Business-Type Activities:			Governmental Activities:
	Enterprise Fund School Nutrition Program	Non-major Enterprise Fund Café Operations	Total Enterprise Funds	Internal Service Funds
Operating revenues:				
Charges for services	\$ 23,574,027	\$ 300,633	\$ 23,874,660	\$ 21,667,734
Total operating revenues	<u>23,574,027</u>	<u>300,633</u>	<u>23,874,660</u>	<u>21,667,734</u>
Operating expenses:				
Salaries and employee benefits	29,575,056	-	29,575,056	1,001,709
Food and supplies	46,792,726	269,018	47,061,744	15,025,878
USDA commodities	137,776	-	137,776	-
Purchased services	8,104,787	27,316	8,132,103	864,540
Travel	34,275	-	34,275	2,258
Depreciation	1,695,410	-	1,695,410	89,837
Claims expense	-	-	-	7,625,323
Insurance premiums	-	-	-	1,913,621
Other expenses	2,821,441	-	2,821,441	30,935
Total operating expenses	<u>89,161,471</u>	<u>296,334</u>	<u>89,457,805</u>	<u>26,554,101</u>
Operating income (loss)	<u>(65,587,444)</u>	<u>4,299</u>	<u>(65,583,145)</u>	<u>(4,886,367)</u>
Nonoperating revenues				
Investment earnings	5,941	-	5,941	-
State grants	2,299,513	-	2,299,513	-
Federal grants	63,499,716	-	63,499,716	-
Total nonoperating revenues	<u>65,805,170</u>	<u>-</u>	<u>65,805,170</u>	<u>-</u>
Income (loss) before transfers	<u>217,726</u>	<u>4,299</u>	<u>222,025</u>	<u>(4,886,367)</u>
Transfers in	-	-	-	5,114,076
Change in net position	<u>217,726</u>	<u>4,299</u>	<u>222,025</u>	<u>227,709</u>
Total net position-July 1, 2014, as restated	<u>9,840,878</u>	<u>1,350</u>	<u>9,842,228</u>	<u>1,168,184</u>
Total net position-June 30, 2015	<u>\$ 10,058,604</u>	<u>\$ 5,649</u>	<u>\$ 10,064,253</u>	<u>\$ 1,395,893</u>

See accompanying notes to basic financial statements.

GWINNETT COUNTY BOARD OF EDUCATION
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2015

	Business Type Activities:			Governmental Activities:
	Enterprise Fund School Nutrition Program	Non-major Enterprise Fund Café Operations	Total Enterprise Funds	Internal Service Funds
Cash flows from operating activities				
Cash received from user charges	\$ 23,593,342	\$ 303,408	\$ 23,896,750	\$ 20,844,107
Cash payments to employees for services	(30,162,607)	-	(30,162,607)	(1,036,252)
Cash payments for insurance claims	-	-	-	(7,405,788)
Cash payments to suppliers for goods and services	(47,181,960)	(262,556)	(47,444,516)	(15,760,205)
Cash payments for other operating expenses	(10,799,888)	(27,389)	(10,827,277)	(3,057,102)
Net cash provided by (used for) operating activities	(64,551,113)	13,463	(64,537,650)	(6,415,240)
Cash flows from noncapital financing activities				
State and federal grants	65,661,453	-	65,661,453	-
Transfers in	-	-	-	5,114,076
Other	-	-	-	478,655
Net cash provided by noncapital financing activities	65,661,453	-	65,661,453	5,592,731
Cash flows from capital and related financing activities				
Acquisition of equipment	(1,933,852)	-	(1,933,852)	(15,984)
Net cash (used for) capital and related financing activities	(1,933,852)	-	(1,933,852)	(15,984)
Cash flows from investing activities				
Interest on investments	5,941	-	5,941	-
Net cash provided by investing activities	5,941	-	5,941	-
Net increase (decrease) in cash and cash equivalents	(817,571)	13,463	(804,108)	(838,493)
Cash and cash equivalents--beginning	13,568,597	14,485	13,583,082	1,544,443
Cash and cash equivalents--ending	\$ 12,751,026	\$ 27,948	\$ 12,778,974	\$ 705,950
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ (65,587,444)	\$ 4,299	\$ (65,583,145)	\$ (4,886,367)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation	1,695,410	-	1,695,410	89,837
Changes in assets and liabilities:				
Due from other governments	19,315	-	19,315	-
Due from other funds	-	2,775	2,775	(823,628)
Net pension asset	871,148	-	871,148	30,781
Deferred outflows for pension	(1,145,556)	-	(1,145,556)	(47,920)
Inventories	153,289	(2,458)	150,831	(1,816,764)
Net pension liability	(3,509,507)	-	(3,509,507)	(275,477)
Deferred inflows for pension	3,287,808	-	3,287,808	258,074
Unearned revenue	160,615	(73)	160,542	-
Accounts and other payables	(15,569)	(5,286)	(20,855)	217,922
Claims payable	-	-	-	(38,765)
Salaries payable	(91,444)	-	(91,444)	-
Due to other funds	(389,178)	14,206	(374,972)	877,067
Net cash provided by (used for) operating activities	\$ (64,551,113)	\$ 13,463	\$ (64,537,650)	\$ (6,415,240)

Noncash noncapital financing activities

During the fiscal year, the Board received \$137,776, in the School Nutrition Program, of grants and commodities from the US Department of Agriculture.

See accompanying notes to basic financial statements.

GWINNETT COUNTY BOARD OF EDUCATION
Statement of Fiduciary Net Position
Fiduciary Funds
As of June 30, 2015

	Agency Fund- Local School Activity	Private Purpose Trust Fund Miscellaneous Instructional Programs	Pension and Other Employee Benefits Trust Funds
Assets			
Cash and cash equivalents	\$ -	\$ 337,004	\$ 1,595,123
Investments at fair value:			
Local Government Investment Pool	4,253,462	125,025	-
Common stocks	-	-	277,755,630
Preferred stocks	-	-	1,306,015
Mutual and commingled funds	-	-	1,229,190,279
Corporate bonds	-	-	115,032,493
Money market funds	-	-	20,252,607
Private equity	-	-	7,608,596
Asset-backed securities	-	-	69,393
U.S. treasury inflation protected securities	-	-	115,394,225
Securities lending short-term collateral investment pool	-	-	62,932,132
Receivables	-	-	2,378,382
Due from other funds	-	-	9,669
Total assets	<u>4,253,462</u>	<u>462,029</u>	<u>1,833,524,544</u>
Liabilities			
Cash overdraft	-	134,126	-
Accounts payable	4,253,462	539	63,019,845
Due to other funds	-	23,159	187,117
Total liabilities	<u>4,253,462</u>	<u>157,824</u>	<u>63,206,962</u>
Net Position			
Restricted for:			
Employees' pension benefits	-	-	1,768,905,339
Employees' disability insurance benefits	-	-	1,412,243
Individual, organizations, and other governments	-	304,205	-
Total net position	<u>\$ -</u>	<u>\$ 304,205</u>	<u>\$ 1,770,317,582</u>

See accompanying notes to basic financial statements.

GWINNETT COUNTY BOARD OF EDUCATION
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2015

	Private Purpose Trust Fund-Miscellaneous Instructional Programs	Pension and Other Employee Benefits Trust Funds
Additions		
Contributions:		
Employer	\$ -	\$ 36,201,672
Members	-	11,183,221
Other	195,021	-
Total contributions	<u>195,021</u>	<u>47,384,893</u>
Investment income:		
From investment activities:		
Net appreciation in fair value of investments	-	77,741,488
Interest income and dividends	180	13,815,499
Other investment income	-	12,280
Less: Investment expenses	-	(2,947,010)
Net income from investing activities	<u>180</u>	<u>88,622,257</u>
From security lending activities:		
Security lending income	-	298,005
Security lending expenses	-	(17,128)
Net appreciation in fair value of short-term collateral investment pool	-	2,474
Net income from security lending activities	<u>-</u>	<u>283,351</u>
Net investment income	<u>180</u>	<u>88,905,608</u>
Total additions	<u>195,201</u>	<u>136,290,501</u>
Deductions		
Benefits paid to participants	-	61,899,896
Other expenses	160,161	1,557,389
Total deductions	<u>160,161</u>	<u>63,457,285</u>
Change in net position restricted for:		
Employees' pension benefits	-	72,541,446
Employees' disability insurance benefits	-	291,770
Individuals, organizations, and other governments	35,040	-
Net position-July 1, 2014	269,165	1,697,484,366
Net position-June 30, 2015	<u>\$ 304,205</u>	<u>\$ 1,770,317,582</u>

See accompanying notes to basic financial statements.

GWINNETT COUNTY BOARD OF EDUCATION

NOTES TO BASIC FINANCIAL STATEMENTS FISCAL YEAR ENDED JUNE 30, 2015

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Gwinnett County Board of Education (the "Board") operates under a Board-Superintendent form of government and provides public educational services to the citizenry of Gwinnett County, Georgia, except for the area within the corporate limits of the City of Buford, Georgia. The Board receives funding from local, state, and federal government sources and must comply with the commitment or compliance requirements of these funding source entities.

The accounting policies of the Board conform to accounting principles generally accepted in the United States of America which are applicable to governmental entities. The Governmental Accounting Standards Board ("GASB") is the accepted standards-setting body for establishing governmental accounting and financial reporting principles.

The following is a summary of the Board's more significant accounting policies:

- a. Reporting Entity - In evaluating how to define the reporting entity of the Board, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth by GASB Statement No. 14, "The Reporting Entity" as amended by GASB Statement No. 39 "Determining Whether Certain Organizations are Component Units" and GASB Statement No. 61 "The Financial Reporting Entity". The concept underlying the definition of the reporting entity is that of the financial accountability criteria: that elected officials of the primary government can impose their will on the potential component unit or based on the general significance of the operational or financial relationship between the primary government and the potential component unit. Based on this criteria, the Board is not financially accountable for any legally separate organization. However, the blended component unit discussed below is included because of the significance of their operational or financial relationships with the Board.

Blended Component Unit

The Gwinnett County Board of Education Retirement System ("GRS") is governed by a separate board of directors. Although GRS is legally separate from the Board, GRS is reported as part of the primary government because its primary purpose is to provide services to the Board. The financial statements of GRS are reported as a pension trust fund. The financial data for GRS is presented as of and for the year ended December 31, 2014, the date of the latest available financial statements. Financial statements can be obtained at 437 Old Peachtree Road, Suwanee, GA 30024.

Based on the above criteria, the Board is not considered a component unit of any other governmental reporting entity.

- b. Government-wide and fund financial statements -The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government. 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 are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital

requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate 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 (General Fund, Capital Projects Fund, and Debt Service Fund) and major enterprise funds (School Nutrition Program) are reported as separate columns in the fund financial statements.

- c. Measurement focus, basis of accounting, and financial statement 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 fiduciary fund financial statements. Agency funds do not measure the results of operations and thus do not have a measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the fiscal year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements have been met.

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 Board's governmental and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, operating statements present increases and decreases in net current assets and fund balance as a measure of available resources. This means that only current assets and liabilities are generally included on their balance sheets. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period, or soon enough thereafter, to pay liabilities of the current period. Revenues are considered to be available if collected within 60 days after the fiscal year-end. Property taxes are reported as receivables and unavailable revenue when levied and as revenues when due for collection in the following fiscal year and determined to be available. Grants and entitlement revenues are recognized when compliance with all applicable eligibility requirements are met. A receivable is established when the related expenditures exceed revenue receipts. Major revenue sources which are susceptible to accrual are property tax, sales tax, and intergovernmental revenue. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The Board reports the following major governmental funds:

- General Fund - The general fund is the primary operating fund of the Board. It is used to account for all financial resources of the Board, except those required to be accounted for in another fund.
- Capital Projects Fund - The capital projects fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).
- Debt Service Fund – The debt service fund is used to account for the payment of principal and interest on all long-term general obligation debts. The debt service fund is used to accumulate resources over the outstanding life of the bond issue in an amount equal to the maturity value. Cash of the debt service fund may be invested in income producing securities which are converted back into cash at the maturity date for use in retiring bonds. This fund is also used to account for interest payments related to the certificates of participation.

The Board reports the following major enterprise fund:

- School Nutrition Program - An enterprise fund is used to account for operations similar to those found in private business enterprises and (a) that are financed primarily through user charges, or (b) where the governing body has decided the determination of net income is appropriate. The School Nutrition Program fund provides meals to the students and faculty of the Board.

Additionally, the Board reports the following fund types:

- Internal Service Funds - Internal service funds are used to account for goods or services provided by one department to other departments of the Board on a cost-reimbursement basis.
- Agency Fund- the agency fund is used to account for local school funds held strictly on-behalf of school organizations.
- Private-Purpose Trust Fund- the private purpose trust fund is used to account for resources held in trust for various student organizations.
- Pension Trust and Other Employee Benefits Fund- the pension trust and other employee benefits fund accounts for the activities of the Gwinnett County Board of Education Retirement System, a single-employer defined benefit combination retirement and disability plan. Also accounted for in this fund is a short-term disability benefit plan for employees.

Operating revenues and expenses of the proprietary funds are reported for exchange and exchange like transactions associated with the principal activity of that function. All other transactions are considered nonoperating. When both restricted and unrestricted resources are available for use, it is the Board's policy to use restricted resources first, then unrestricted resources as they are needed.

- d. Encumbrances – Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds. Open encumbrances at fiscal year-end are reported as assigned fund balance and do not constitute expenditures or liabilities because the related goods and/or services have not been received. Unencumbered appropriations lapse at the end of the fiscal year, except for amounts related to local school allotments and capital projects, which are carried forward to the next fiscal year. Encumbered appropriations are rebudgeted in the following fiscal year.

As of June 30, 2015, the Board has encumbered \$8,952,326 in the General Fund.

- e. Investments - Investments of all funds are carried at fair value, as determined by quoted market prices. Interest income on investments is accrued as earned. At June 30, 2015, the Board's investments included funds on deposit in the Georgia Fund 1, the State of Georgia investment pool. The investment in the Georgia Fund 1 represents the Board's portion of a pooled investment account operated by the Office of the State Treasurer. The pool consists of U.S. treasury obligations, securities issued or guaranteed by the U.S. Government or any of its agencies or instrumentalities, banker's acceptances, overnight and term repurchase agreements with highly rated counterparties, and collateralized bank accounts. The investment in the Georgia Fund 1 is valued at fair market value.

The credit risk associated with the Board's investments is primarily due to its reliance upon securities of the U.S. government and its agencies. As with any fixed income portfolio, there exists market price risk in a changing interest rate environment, and some of the Board's investments are subject to decline in market value as interest rates increase.

- f. Inventories and prepaid items – Inventories in governmental funds are reported at cost (first in – first out). The Board uses the consumption method to account for inventories. Under this method, inventory purchased is initially recorded as an asset and recognized as an expenditure in the period in which the inventories are actually consumed. Inventories in proprietary funds are valued at the lower of cost (first-in, first-out) or market. Within the enterprise fund, commodity inventory received but not used at fiscal year end is classified as restricted net position.

Payments made to vendors for services that will benefit periods beyond the balance sheet are recorded as prepaid items and accounted for using the consumption method.

- g. Capital Assets and Depreciation - Capital assets, which include property, vehicles, equipment and major information systems, are utilized for general school operations and are capitalized at actual or estimated cost. Donations of such assets are recorded at estimated fair value at the time of donation. Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements.

Maintenance, repairs, and minor renovations are recorded as expenses and expenditures when incurred. Major additions and improvements are capitalized. When assets in the operation of the governmental fund types are sold, the proceeds of the sale are recorded as revenues in the appropriate fund. The Board does not capitalize interest on the construction of capital assets in governmental activities.

The Board's capital assets are depreciated using the straight-line method over the estimated useful lives of the capital assets. Land and construction in progress are not depreciated. Depreciation of all other capital assets is charged as an expense against their operations in the Statement of Activities and the proprietary fund financial statements. Capitalization thresholds and estimated useful lives of capital assets reported in the District-wide statements are as follows:

	Capitalization <u>Threshold</u>	Useful <u>Life</u>
Motor vehicles (car and trucks)	\$5,000	12 years
Motor vehicles (buses)	5,000	15 years
Computer equipment	5,000	4-7 years (varies according to type)
Equipment	5,000	3-15 years (varies according to type)
Information Systems	1,000,000	5-7 years
Buildings and Improvements	100,000	7-50 years
Mobile Classrooms	5,000	20 years

- h. Compensated Absences - Board employees earn annual vacation leave based on length of service, up to a maximum of 23 days after 20 years of service. Sick leave is accrued at 1.25 days per month, and may be accumulated up to a maximum of 150 days. When an employee retires, the unused sick leave days may be applied towards State retirement for additional benefits.

Accrued vacation and sick leave bank compensated absences are shown as long-term liabilities on the statement of net position except for the portion expected to become due within one year. Those amounts are shown as current liabilities. The sick leave bank liability represents the amount of available leave associated with those employees who elect to participate in this benefit by contributing a portion of their accrued sick leave into a pool that can be accessed by members of the bank who experience a catastrophic illness that results in the use of all of their accrued leave. The sick leave bank committee can approve an additional 60 days of sick leave for members based on their demonstrated need. A fund liability is accrued only for the matured portion of compensated absences at fiscal year end. All other accrued sick leave is predominately applied towards retirement so no accrual is made for this type of accrued sick leave.

- i. Deferred Compensation Plan - The Board sponsors a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The Plan, available to all Board employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or an unforeseeable emergency.

All amounts of compensation deferred under the Plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are held in custodial accounts for the exclusive benefit of the Plan participants and their beneficiaries, and are therefore not included in the Board's financial statements.

- j. Self-Insurance – The Board is exposed to various risks of loss related to torts; damage to and destruction of assets; errors and omissions; and natural disasters for which the Board carries commercial insurance. In addition, the Board has chosen to establish a risk financing fund for risks associated with workers' compensation and general liability. This fund is accounted for as an internal service fund. For workers' compensation, a premium is charged to each user fund on the basis of the percentage of that fund's payroll to total payroll. The total workers' compensation charge which is allocated among the funds is calculated using an actuarial analysis. Liabilities of this fund are reported when it is probable a loss has occurred and the amount can be reasonably estimated including amounts for claims incurred but not yet reported. The Board has not experienced any significant reduction in insurance coverage from the previous fiscal year nor has it paid any settlements in excess of insurance coverage in the past three fiscal years.

The Board also self insures fleet and general liability claims. The expense associated with general liability and fleet is funded by a charge to the general fund. Changes in the balances of claims liabilities for the workers' compensation/risk management fund for each of the fiscal years in the two fiscal year periods ended June 30, 2014 and 2015 are shown below.

Fiscal Year	Beginning of Fiscal Year Liability	Current Fiscal Year and Changes in Estimates	Claims Payments	Balance at Fiscal Year-End
2014	\$13,239,462	8,567,138	(7,725,600)	14,081,000
2015	\$14,081,000	7,367,023	(7,405,788)	14,042,235

- k. Liabilities - 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 government activities, business-type activities, or proprietary fund type statement of net position. The Board records long-term debt of governmental funds at face value as another financing source. The Board's general obligation bonds are serviced from property taxes and other revenue of the Debt Service Fund. The long-term accumulated unpaid vacation, accrued sick and personal leave and estimated liability for insurance claims (see note 1.j. above) are serviced from property taxes and other revenues of the respective fund type.
- l. Fund Equity - In accordance with Government Accounting Standards Board Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions", the Board classifies governmental fund balances as follows:

Non-spendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.

Restricted – includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.

Committed – includes fund balance amounts that are constrained for specific purposes that are internally imposed by formal action of the Board through the adoption of a resolution. Only the Board may modify or rescind the commitment, also through a resolution.

Assigned – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. The Board has approved that fund balance may be assigned by the Chief Financial Officer.

Unassigned – includes positive fund balance within the General Fund which has not been classified within the above mentioned categories and negative fund balances in other governmental funds.

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

Committed
Assigned
Unassigned

Net Position – Net position represents the difference between assets, and deferred outflows of resources, and liabilities, and deferred inflows of resources, in reporting which utilizes the economic resources measurement focus. The 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 Board 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.

Fund Balances:

Restricted – The following fund balances are restricted for:

Non-major Governmental Funds:	
The Wallace Foundation	\$3,020,921
Total	\$3,020,921

Debt Service Fund:	
Debt Service Fund – used to account for the payment of principal and interest on all long term general obligation debts.	\$55,410,120

Capital Projects Fund:	
Capital Fund- Used to account for capital projects financed with proceeds from assets sold.	\$ 5,968,920
2008 Bond Fund - used to account for capital projects financed with general obligation bond funds.	932,993
2013 Bond Fund – used to account for additional capital projects financed with general obligation bond funds	104,604,506
Total	\$111,506,419

Committed-the following fund balances are committed to:

Non-major Governmental Funds:	
Dept of Administrative Services Fund - used to provide accounting of local funds committed for the purpose of providing staff development opportunities for business and finance staff	\$ 53,241
GoSTEM Initiative Technology Fund - used to account for local funds that provide technology.	67,500
Local School Activity Fund - used to account for funds generated at the local schools through donations, ticket sales, fundraising and other activities.	16,466,208
Total	\$16,586,949

Assigned-the following fund balances are assigned to:

General Fund:	
Subsequent Fiscal Year's Budget-used to account for the portion of the fiscal year-end fund balance which is to be appropriated in subsequent year's budget.	\$ 25,000,000
Direct Instruction	172,557
Media	90,888
Pupil Services	357,492
Staff/Professional Development	325,249
Maintenance & Operations	401,982
Pupil Transportation	907,839
Support Services – Central	1,181,868
Support Services – Other	5,244,078
Improvement of Instruction	595,621
Local School Allotments	11,368,685
Misc Programs	2,964
Optional Employee Benefits	2,838,987
Total	\$ 48,488,210

Unassigned – The Board's policy is to plan and manage annual revenue and expenditures that provide an unassigned general fund balance in the range of 5% - 10% of the General Fund operating expenditures (excluding transfers).

- m. Interfund Transactions - Transactions between funds that would be treated as revenues, expenditures, or expenses if they involved organizations external to the Board are accounted for as revenues, expenditures, or expenses of the funds involved. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. All other interfund transactions are reported as transfers. To the extent that certain transactions between funds had not been paid or received as of June 30, 2015, balances of interfund amounts receivable or payable have been recorded. For presentation in the government-wide financial statements, most interfund activity has been eliminated.
- n. Grants from Other Governmental Units - Federal and State governmental units represent an important source of supplementary funding used to finance educational and construction programs and other activities beneficial to the community. This funding, primarily in the form of grants, is recorded in the general fund, special revenue funds, capital projects fund and enterprise fund. For all funds, a grant

receivable is recorded when the Board has a right to reimbursement under the related grant or all applicable eligibility requirements have been met.

- o. Statement of Cash Flows - For purposes of the statement of cash flows, deposits in the Georgia Fund I - state investment pool and short-term investments purchased with an original maturity of three months or less are considered to be cash equivalents.
- p. Management 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 revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.
- q. Deferred Outflows/Inflows of Resources
In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense / expenditure) until then. The Board has several items that qualify for reporting in this category. The first type of deferred outflow of resources is the deferred loss on refunding reported in the government-wide statement of net position. A deferred loss on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded debt or the refunding debt. The Board also has several deferred outflows of resources related to pensions which are described in more detail below.

In addition to liabilities, the financial statements will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Board also has several of these items, one of which arises only under a modified accrual basis of accounting. Unavailable revenue is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes as these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available. The Board also has several deferred inflows of resources related to pensions which are described in more detail below.

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

- r. Pensions
For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teachers Retirement System of Georgia (TRS) and the Gwinnett County Board of Education

Retirement System (“GRS”) and additions to/deductions from TRS’s and GRS’s fiduciary net position have been determined on the same basis as they are reported by TRS and GRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

2. CASH, CASH EQUIVALENTS, AND INVESTMENTS

Investments

The investment program of Gwinnett County Public Schools (GCPS) is operated in compliance with the investment policy adopted by the Gwinnett County Board of Education, (The Board). The investment policy applies to all funds under budgetary control or fiduciary responsibility of the Board with the exception of the Gwinnett Retirement System, which is administered separately by the Plan Administrative Committee and explained in more detail below. GCPS investment officials execute the investment policy of the Board within the framework of official investment procedures approved by the Superintendent’s cabinet.

Safety of principal is the foremost objective of the investment program. The portfolio is designed to achieve a market rate of return while seeking to avoid capital loss and remaining sufficiently liquid to meet the operating requirements of the Board.

As a political subdivision of the State of Georgia, the investment policy procedures and practices of GCPS are governed by Georgia Code Section 36-83-4 and 36-80-3. The Code limits governments to a prescribed set of investments. The investment policy of the Board further limits investments within the prescribed investments to:

- Obligations of the U.S. Government
- Obligations Fully Insured by the U.S. Government
- Obligations of any corporation of the U.S. Government
- The Local Government Investment Pool
- Repurchase Agreements
- Certificates of Deposits and Demand Deposit Accounts

The Board is responsible for the overall management of assets of the retirement system. The Board has established a Plan Administrative Committee to carry out the terms of the Plan, including responsibility for the investment of funds. The Administrative Committee is responsible for establishing the investment policy, hiring and firing of advisers, providing professional services to the Plan and in general directing the Plan’s investments in a manner most appropriate to meeting Plan goals.

The primary investment objective of the Plan is better than average returns over the long term. The Administrative Committee has established the below investment goals.

Expected Return: Over a five year period, the total return should be at least 3% above the rate of inflation and rank in the top half of a peer group of large public pension plans.

Expected Risk: Over a five year period, the standard deviation of the returns for the total fund should be less than 13% and less than that for a peer group of large public plans.

In addition, as a local retirement system maintained by a political subdivision of the State of Georgia, Investments made by the Plan are subject to the official Code of Georgia Annotated. Every two years, the plan must certify to the State Auditor that it has complied with the investment practices outlined in Public Retirement Systems Investment Authority Law (O.C.G.A 47-20-80ET seq) at all times.

The GCPS investments are subject to various risks that have the potential to result in losses. These risks are custodial credit risk, credit risk, concentration of credit risk, interest rate risk, and foreign currency risk. Each risk is described in detail below.

Custodial Credit Risk

Custodial credit risk for investments is the risk that, in the event of a failure of counterparty to a transaction, the Board will not be able to recover the value of the investment or collateral securities that are in the possession of an outside party.

GCPS manages custodial credit risk by requiring all bank deposits to be collateralized at 110% and all securities held in a safekeeping account at the Board's bank. In addition, GCPS must conform to Georgia Code Section 42-8-12 and 50-17-50, which governs the collateralization of public funds. At fiscal year end, GCPS was in compliance with collateralization and safekeeping requirements in accordance with the investment policy and was therefore exposed to minimal custodial credit risk.

Concentration of Credit Risk

Concentration of credit risk is defined as the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Board manages concentration of credit risk by limiting the amount which may be invested in any one financial institution to 50% of the total portfolio.

As of June 30, 2015, no investments exceeded 5% of entity investments (with the exception of US Treasury securities, mutual funds, external investment pools and repurchase agreements).

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation.

The Board manages credit risk by requiring counterparty banks to maintain a Senior Bond Rating of A/A1 or higher. Broker dealers authorized to conduct business with the Board must certify financial status, NASD certification and senior bond rating of A/A1 or higher to the Board on an annual basis. The investment policy limits investments by instrument to 75% of the portfolio for Certificates of Deposit, Repurchase Agreements Demand Deposit Accounts, and Obligation of U.S. Government Sponsored Corporations.

The table that follows discloses the credit risk of the fixed income investments of the Board by rating categories as rated by Moody's.

Ratings Dispersion Table

Moody's Rating	GA Fund 1	Mutual & Commingled Funds	Money Mkt Funds & S/T CP	Corporate Bonds	U.S Treasury Inflation Protected Securities	Asset Backed Securities	Total
AAAf	\$ 324,434,852	-	-	-	-	-	324,434,852
AAA	-	-	-	-	115,394,225	69,393	115,463,618
Aaa	-	-	-	1,414,430	-	-	1,414,430
Aa1	-	-	-	2,178,254	-	-	2,178,254
Aa2	-	-	-	2,578,945	-	-	2,578,945
Aa3	-	-	999,860	3,064,100	-	-	4,063,960
A1	-	-	-	9,206,338	-	-	9,206,338
A2	-	-	-	12,520,360	-	-	12,520,360
A3	-	-	-	9,920,289	-	-	9,920,289
Baa1	-	-	-	13,957,905	-	-	13,957,905
Baa2	-	-	-	22,703,923	-	-	22,703,923
Baa3	-	-	-	19,274,320	-	-	19,274,320
Ba1	-	-	-	1,517,998	-	-	1,517,998
Ba2	-	-	-	768,090	-	-	768,090
Not rated	-	384,296,161	19,252,747	15,927,541	-	-	419,476,449
Total	\$ 324,434,852	384,296,161	20,252,607	115,032,493	115,394,225	69,393	959,479,731

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of investments.

The Board manages interest rate risk by limiting portfolio maturities to three years. The table below discloses interest rate information.

Interest Rate Disclosure

Asset Category	Market Value	Disclosure Method	WAM/Duration
GA Fund I	\$ 324,434,852	WAM	56 days
Mutual/commingled funds	384,296,161	Duration	Not available
Corporate bonds	115,032,493	Duration	6.00
Money market funds	20,252,607	Duration	0.79
U. S. treasury inflation protected securities	115,394,225	Duration	6.00
Asset-backed securities	69,393	Duration	.04
Total	\$ 959,479,731		

Foreign currency risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. Foreign investments are both prohibited under the Board investment policy and by State Statute. The Board is therefore not subject to foreign currency exposure.

3. PROPERTY TAXES

The Gwinnett County Board of Commissioners fixed the property tax levy for the 2014 tax digest year (calendar year) based on property values as of January 1, 2014. Taxes were due on October 15, 2014. Unpaid balances will accrue a 10% penalty. Beginning October 16, 2014, a 1% interest charge is added each month the balance is delinquent. Property taxes, however, become an enforceable lien on the first day after the date payment is due. The Gwinnett County Tax Commissioner bills and collects the property taxes for the District and withholds 1.5% of taxes collected as a fee for tax collection and remits the balance of taxes collected to the District. Taxes collected within the current fiscal year or within 60 days after fiscal year-end on the calendar year 2014 digest are reported as revenue in the governmental funds for fiscal year 2015.

The Board of Education levied taxes on the fiscal year 2015 property tax digest at a rate of 19.80 mills for maintenance and operations and 2.05 mills for debt service on school bonds. State law limits the Board's tax levy for maintenance and operations to 20 mills (one mill equals \$1 per thousand dollars of assessed value). The property tax digest consisted of the assessed value (40% of the estimated market value) of all real and personal property, utilities, mobile homes and motor vehicles located in the County, excluding the City of Buford.

4. BUDGETS AND BUDGETARY ACCOUNTING

- a. Budgets and Budgetary Accounting - A budget is legally adopted each year for the general, certain special revenue, debt service, and capital projects funds. A budget is adopted for the enterprise funds for management control purposes only. Budgetary amounts shown on the budget-to-actual comparison in the accompanying required supplementary information include both the budget as originally adopted and as amended as of June 30, 2015. Budget amendments (other than for additional revenue or involving new positions) less than \$50,000 may be approved by the Superintendent or his designee; amendments greater than \$50,000 and all revenue and new position amendments require Board approval. During the fiscal year ended June 30, 2015, no significant supplemental appropriations were adopted. Amendments to the original budget were made during the fiscal year; however, these amendments were immaterial in amount.

The Board follows these procedures in establishing the budgetary data reflected in the accompanying financial statements:

- i The proposed budget was prepared in April, based on budget requests submitted by the various division heads, and submitted to the Board of Education.
- ii During May, the proposed budget was reviewed by the Board, and a tentative budget was adopted. Two public hearings were held, and a final budget was adopted. The adopted budget was then forwarded to the State Department of Education.
- iii The level of legal budgetary control (the level at which expenditures may not exceed appropriations) is at the function level.

Budgets are adopted on a basis other than accounting principles generally accepted in the United States of America (GAAP) as allowed by the State of Georgia. The primary differences between the budget basis and GAAP for fund financial statements include:

- a. Encumbrances are recorded as expenditures (budget) as opposed to an assignment or commitment of fund balance (GAAP).
- b. Tax revenue received 60 days subsequent to fiscal year-end is recorded when received (budget) rather than when susceptible to accrual (GAAP).
- c. Certain expenditures are recorded when paid (budget) rather than when the liability is incurred (GAAP).

- d. Certain intergovernmental and local revenues are recorded when received (budget) rather than when earned (GAAP).

For the fiscal year ended June 30, 2015, General Fund expenditures exceeded appropriations in the following functional areas:

Function	Overexpenditure
Instructional support	\$ 12,153,411
Educational media services	7,982,947
Business administration	812,795
Transfers out	2,396,014

These overexpenditures were offset by underexpenditures in other functional areas within the same fund.

5. DUE FROM OTHER GOVERNMENTS

The due from other governments' amount includes \$120,374,370 due from the State of Georgia under the Quality Basic Education Act. The State of Georgia reimburses the School System for teachers' salaries and operating costs through the Quality Basic Education (QBE) Formula Earnings program. State of Georgia law defines the formula driven grant that determines the cost of an academic school year and the State of Georgia's share in this cost. Generally teachers are contracted for the school year (July 1 – June 30) and paid over a twelve month contract period, generally September 1 through August 31. In accordance with the requirements of the enabling legislation of the QBE program, the State of Georgia reimburses the School System over the same twelve month period in which teachers are paid, funding the academic school year expenditures. At June 30, the amount of teachers' salaries incurred but not paid until July and August of the subsequent fiscal year are accrued as the State of Georgia has only postponed the final payment of their share of the cost until the subsequent appropriations for cash management purposes.

By June 30 of each fiscal year, the State of Georgia has a signed appropriation that includes this final amount, which represents the State of Georgia's intent to fund this final payment. Based on guidance in Government Accounting Standards Board (GASB) Statement No. 33, paragraph 74, the State of Georgia recognizes its QBE liability for the July and August salaries at June 30, and the School System recognizes the same QBE as a receivable and revenue, consistent with symmetrical recognition.

The due from other governments' amount also includes \$9,023,386 and \$8,891,182 due from the State of Georgia, Department of Education for capital projects and special revenue grants.

6. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2015 was as follows:

		Balance		Deletions and	Balance
		<u>6/30/2014</u>	<u>Additions</u>	<u>Transfers to</u>	<u>6/30/2015</u>
				<u>In-service</u>	
Non-depreciable assets:					
Land	\$	310,279,774	1,020,000	(774,695)	310,525,079
Construction in Progress		<u>173,693,003</u>	<u>132,412,095</u>	<u>(95,499,532)</u>	<u>210,605,566</u>
Total non-depreciable assets		483,972,777	133,432,095	(96,274,227)	521,130,645
Depreciable Assets:					
Buildings and Site Improvements		2,325,569,524	74,058,846	(5,751,917)	2,393,876,453
Equipment		79,542,023	11,753,701	(7,326,532)	83,969,192
Information Systems		95,886,606	14,933,165	-	110,819,771
Mobile Classrooms		25,569,706	-	(289,798)	25,279,908
Buses and Other Vehicles		<u>105,821,566</u>	<u>3,876,894</u>	<u>(1,051,201)</u>	<u>108,647,259</u>
Total depreciable assets		2,632,389,425	104,622,606	(14,419,448)	2,722,592,583
Less Accumulated Depreciation:					
Buildings and Site Improvements		(642,644,965)	(50,069,258)	3,694,779	(689,019,444)
Equipment		(52,453,159)	(9,115,164)	6,126,969	(55,441,354)
Information Systems		(35,416,171)	(12,360,895)	-	(47,777,066)
Mobile Classrooms		(20,125,560)	(934,211)	224,668	(20,835,103)
Buses and Other Vehicles		<u>(76,508,676)</u>	<u>(5,080,127)</u>	<u>959,260</u>	<u>(80,629,543)</u>
Total accumulated depreciation:		(827,148,531)	(77,559,655)	11,005,676	(893,702,510)
Total capital assets, being depreciated, net		<u>1,805,240,894</u>	<u>(27,062,951)</u>	<u>(3,413,772)</u>	<u>1,828,890,073</u>
Total capital assets, net	\$	<u>2,289,213,671</u>	<u>160,495,046</u>	<u>(99,687,999)</u>	<u>2,350,020,718</u>
Business-type Activities:		<u>Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u>
		<u>6/30/2014</u>			<u>6/30/2015</u>
Food service equipment	\$	28,355,514	2,053,358	(858,916)	29,549,956
Accumulated depreciation		<u>(20,285,315)</u>	<u>(1,705,426)</u>	<u>748,387</u>	<u>(21,241,315)</u>
Business-type Activities					
Capital Assets, Net	\$	<u>8,070,199</u>	<u>(347,932)</u>	<u>(110,529)</u>	<u>8,308,641</u>

Depreciation expense was charged to governmental functions as follows:

Instruction	\$56,633,054
Instructional Support	190,434
Media Services	405,237
General Administration	49,639
Business Administration	7,703,542
Maintenance and Operations	784,301
Pupil Transportation	5,109,008
Support Services - Central	<u>6,684,440</u>
Total	<u>\$77,559,655</u>

7. LONG-TERM DEBT AND OTHER LONG-TERM LIABILITIES

Changes in long-term liabilities of the governmental activities during the fiscal year were as follows:

	Balance June 30, 2014	Additions	Reductions	Balance June 30, 2015	Amounts Due Within One Year
General obligation bonds payable	\$ 1,001,340,000	252,440,000	(324,695,000)	929,085,000	45,405,000
Premium	74,459,917	32,598,129	(16,716,323)	90,291,723	-
Certificates of participation	204,015,000	-	(14,240,000)	189,775,000	14,920,000
Premium on certificates of participation	12,767,424	-	(1,950,459)	10,816,965	-
Net pension liability	1,317,798,908	72,663,392	(430,057,679)	960,404,621	-
Accrued Compensated Absences	12,277,916	13,742,498	(13,143,473)	12,876,941	1,890,966
Total	<u>\$2,622,659,165</u>	<u>371,444,019</u>	<u>(800,802,934)</u>	<u>2,193,250,250</u>	<u>62,215,966</u>

Changes in long-term liabilities of the business-tupe activities during the fiscal year were as follows:

	Balance June 30, 2014	Additions	Reductions	Balance June 30, 2015	Amounts Due Within One Year
Net pension liability	\$ 12,940,397	711,739	(4,221,246)	9,430,890	-
Total	<u>\$ 12,940,397</u>	<u>711,739</u>	<u>(4,221,246)</u>	<u>9,430,890</u>	<u>-</u>

For governmental activities, the General Fund has typically funded the majority of the compensated absence liability and the net pension liability.

- a. General Obligation Bonds - The following is a summary of the Board's outstanding general obligation bond issues which all relate to governmental activities:

Series	Interest Rate (%)	Payment Dates	Issue Date	Maturity Date	Outstanding
2009 (QSCB)	1.189	2/1;8/1	12/17/09	02/01/25	18,980,000
2010 (QSCB)	5.25	2/1;8/1	11/18/10	02/01/29	19,640,000
2010	3.00-5.00	2/1;8/1	02/04/10	02/01/29	255,080,000
2012a	1.00-4.50	4/1;10/1	2/22/12	10/01/17	173,875,000
2013	2.00-5.00	2/1;8/1	10/30/13	02/01/36	209,070,000
2015	1.50-5.00	2/1;8/1	02/12/15	02/01/36	252,440,000
Total					\$ 929,085,000

The following presents debt service requirements to maturity as of June 30, 2015:

Fiscal Year Payable	Principal	Interest	Total
2016	\$ 45,405,000	\$ 41,023,662	\$ 86,428,662
2017	88,425,000	39,153,673	127,578,673
2018	88,520,000	35,417,723	123,937,723
2019	24,290,000	32,995,373	57,285,373
2020	26,390,000	31,808,873	58,198,873
2021-2025	153,260,000	138,568,629	291,828,629
2026-2030	196,660,000	85,451,650	282,111,650
2031-2035	248,815,000	32,630,950	281,445,950
2036	57,320,000	1,537,400	58,857,400
	<u>\$ 929,085,000</u>	<u>\$438,587,933</u>	<u>\$1,367,672,933</u>

The Board believes it is in compliance with all significant limitations and covenant restrictions contained in the various bond indentures.

Series 2015 General Obligation Bonds

In February 2015, the Board issued \$252,440,000 in Series General Obligation Refunding Bonds. The proceeds from these bonds were used to partially refund the Series 2012A Bonds and fully refund the Series 2008 bonds. As a result of the issuance, net proceeds of \$283.4 million (including premium and after payment of issuance costs) were placed in an irrevocable trust account with an escrow agent to provide for all future debt service payments on the \$255,000,000 of refunded bonds. As a result, these refunded bonds are considered defeased and the liability for these bonds, along with the asset in the escrow agent account, have been removed from the Board's statement of net position, although the balance of the defeased bonds at June 30, 2015 is \$255,000,000. The result of this transaction is a decrease in future debt service payments of \$21,590,911, resulting in a net present value savings, or economic gain, to the Board \$21,316,872.

Series 2013 General Obligation Bonds

In October 2013, the Board issued \$211,380,000 in Series 2013 General Obligation Bonds. The proceeds from these bonds were used to fund capital projects. The bonds interest rates range from 2% to 5% and are payable annually. The bonds mature on February 1, 2036.

Series 2012 General Obligation Bonds

In February 2012, the Board issued \$10,865,000 in Series 2012B-1 and \$24,000,000 in Series 2012B-2 General Obligation Refunding Bonds. The proceeds from these bonds were used to partially refund the Series 2002 Bonds.

The Board also issued \$242,840,000 in Series 2012A General Obligation Bonds. The Bonds were issued in accordance with the Constitution of the State of Georgia and pursuant to the authority granted by the laws of the State of Georgia, including particularly (i) a joint resolution of the Board and the Board of Education of the City of Buford adopted on July 28, 2011, calling an election to authorize the issuance of the Bonds; (ii) an election of the qualified voters of Gwinnett County on November 8, 2011, and (iii) a resolution of the Board authorizing the issuance of the Bonds adopted on January 26, 2012.

The proceeds of the Series 2012A bonds will be used to pay the costs of (i) acquiring, constructing, installing and equipping certain capital projects of the School District and (ii) paying expenses incident thereto.

Qualified School Construction Bonds (Series 2010)

In November 2010, the Board issued \$19,640,000 in Tax Credit Bonds issued as "Qualified School Construction Bonds (Series 2010)". The proceeds from these bonds are being used to finance the construction, renovation or repair of school facilities as part of the District's Capital Improvement Plan and to pay the costs of issuance of the bonds.

Series 2010 General Obligation Bonds

In February 2010, the Board issued \$255,080,000 in Series 2010 General Obligation Refunding Bonds ("Series 2010 Bonds"). The proceeds from these bonds were used to partially refund the Series 2008 Bonds. As a result of the issuance, net proceeds of \$289.9 million (including premium and after payment of underwriting fees and other costs) were placed in an irrevocable trust account with an escrow agent to provide for all future debt service payments on the \$263,965,000 of refunded bonds. As a result, these refunded bonds are considered defeased and the liability for these bonds, along with the asset in the escrow agent account, have been removed from the Board's statement of net position, although the balance of the defeased bonds at June 30, 2015 is \$258,275,000.

b. Certificates of Participation - During fiscal year 2004, the Board issued \$284,400,000 in certificates of participation, (the "2004 certificates") to finance the acquisition, construction and equipping of additions to certain existing elementary schools, middle schools, high schools and support facilities in the district. The certificates of participation's interest rates range from 3.0%-5.25% and the last maturity is during fiscal year ending June 30, 2025.

In December 2006, the Board issued \$204,195,000 in Series 2006 Certificates of Participation, (the "2006 Certificates"). The proceeds from the 2006 Certificates were used to defease a portion of the 2004 Certifications of Participation. The remaining recorded balance of the 2004 Certificates of Participation was paid during fiscal year 2014.

The following is a schedule of future minimum principal and interest payments:

Fiscal Year Ending, June 30	Principal	Interest	Total
2016	\$ 14,920,000	\$ 9,912,888	\$ 24,832,888
2017	15,700,000	9,166,888	24,866,888
2018	16,515,000	8,355,638	24,870,638
2019	17,380,000	7,488,600	24,868,600
2020	18,290,000	6,576,150	24,866,150
2021-2025	106,970,000	17,423,964	124,393,964
Total	\$ 189,775,000	\$ 58,924,128	\$ 248,699,128

8. INTERFUND BALANCES AND TRANSFERS

Due to/from other funds:

Receivable Fund	Amount	Payable Fund	Amount
General	\$24,312,674	Capital	\$11,071,017
		Non-major governmental funds	7,253,685
		Non-major proprietary funds	16,591
		Internal service funds	5,660,359
		School Nutrition Fund	100,746
		Fiduciary	210,276
Capital	125,000	General	125,000
Internal service funds	15,121,767	General	15,068,308
		Capital	53,459
Non-major governmental funds	256,699	General	256,699
Fiduciary	9,669	General	9,669
Total	\$ 39,825,809		\$39,825,809

Interfund balances represent loans between the borrower fund and the lender fund. These balances resulted from the time lag between the dates that 1) interfund goods and services are provided or reimbursable expenditures occur, 2) transactions are recorded in the accounting system, and 3) payments between funds are made. Interfund receivables and payables are reported in the fund financial statements. However, they are eliminated in the district-wide financials statements if the interfund loan is between governmental funds. Interfund receivables and payables are expected to be repaid within one fiscal year.

Interfund Transfers:

<u>Transfer Out:</u>	<u>Transfer In:</u>	<u>Amount</u>
General	Nonmajor governmental funds	\$ 3,306,205
General	Internal service funds	5,114,076
Capital projects	Debt service	68,941,883

General Fund transfers are for the support of programs that are partially funded by grants but need additional resources to support their operations. The general fund transfer supported the IDEA Flowthrough and Bright from the Start grants. The general fund transfer also supported the Risk Management/Worker's Compensation Fund. Capital Projects transfers are for the debt service requirements of the certificates of participation and general obligation bonds.

9. RETIREMENT PLANS

The Board participates in three defined benefit pension plans: the Teachers Retirement System of Georgia (“TRS”), the Public School Employees’ Retirement System (“PSERS”), and the Gwinnett County Board of Education Retirement System (“GRS”). Effective July 1, 2014, the Board implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, which significantly changed the Board’s accounting for pension amounts. The information disclosed below is presented in accordance with this new standard. The net pension asset, net pension liability, and related deferred outflows of resources, and deferred inflows of resources for the plans are summarized below.

	TRS	GRS	PSERS	Total
Net pension asset	\$ -	\$ 119,193,395	\$ -	\$ 119,193,395
Net pension liability	969,835,511	-	-	969,835,511
Deferred outflows of resources related to pensions	113,908,509	57,366,926	-	171,275,435
Deferred inflows of resources related to pensions	338,105,201	-	-	338,105,201

Teachers Retirement System

Plan description: All teachers of the Board as defined in §47-3-60 of the *Official Code of Georgia Annotated* (O.C.G.A.) and certain other support personnel as defined by §47-3-63 are provided a pension through the Teachers Retirement System of Georgia (TRS). TRS, a cost-sharing multiple-employer defined benefit pension plan, is administered by the TRS Board of Trustees (TRS Board). Title 47 of the O.C.G.A. assigns the authority to establish and amend the benefit provisions to the State Legislature. TRS issues a publicly available financial report that can be obtained at www.trsga.com/publications.

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

Contributions: Per Title 47 of the O.C.G.A., contribution requirements of active employees and participating employers, as actuarially determined, are established and may be amended by the TRS Board. Pursuant to O.C.G.A. §47-3-63, the employer contributions for certain full-time public school support personnel are funded on behalf of the employer by the State of Georgia. Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Employees were required to contribute 6.00 % of their annual pay during fiscal year 2015. The Board’s contractually required contribution rate for the year ended June 30, 2015 was 13.15% of annual Board payroll. Board contributions to TRS were \$108,288,215 for the year ended June 30, 2015.

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

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

liability, the related State of Georgia support, and the total portion of the net pension liability that was associated with the Board were as follows:

District's proportionate share of the net pension liability	\$	969,835,511
State of Georgia's proportionate share of the net pension liability associated with the Board		<u>3,876,898</u>
Total	\$	<u>973,712,409</u>

The net pension liability was measured as of June 30, 2014. The total pension liability used to calculate the net pension liability was based on an actuarial valuation as of June 30, 2013. An expected total pension liability as of June 30, 2014 was determined using standard roll-forward techniques. The Board's proportion of the net pension liability was based on contributions to TRS during the fiscal year ended June 30, 2014. At June 30 2014, the Board's proportion was 7.676581%, which was an increase of .039% from its proportion measured as of June 30, 2013.

For the year ended June 30, 2015, the Board recognized pension expense of \$67,754,837 and revenue of \$107,917 for support provided by the State of Georgia for certain support personnel. At June 30, 2015, the Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ -	\$ 338,105,201
Changes in proportion and differences between Board contributions and proportionate share of contributions	5,620,294	
Board contributions subsequent to the measurement date	<u>108,288,215</u>	<u>-</u>
Total	<u>\$ 113,908,509</u>	<u>\$ 338,105,201</u>

Board contributions subsequent to the measurement date of \$108,288,215 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2016	\$ (83,249,080)
2017	(83,249,080)
2018	(83,249,080)
2019	(83,249,157)
2020	511,490
Thereafter	0

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

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

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

The actuarial assumptions used in the June 30, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2004 – June 30, 2009.

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

Asset class	Target allocation	Long-term expected real rate of return*
Fixed income	30.00%	3.00%
Domestic large equities	39.70	6.50
Domestic mid equities	3.70	10.00
Domestic small equities	1.60	13.00
International developed market equities	18.90	6.50
International emerging market equities	6.10	11.00
Total	100.00%	

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

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

Sensitivity of the Board's proportionate share of the net pension liability to changes in the discount rate:

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

	1% Decrease (6.50%)	Current discount rate (7.50%)	1% Increase (8.50%)
Board's proportionate share of the net pension liability	\$ 1,787,275,329	\$ 969,835,511	\$ 296,689,415

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

Public School Employees' Retirement System

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

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

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

Contributions: The general assembly makes an annual appropriation to cover the employer contribution to PSERS on behalf of local school employees (bus drivers, cafeteria workers, and maintenance staff). The annual employer contribution required by statute is actuarially determined and paid directly to PSERS by the State Treasurer in accordance with O.C.G.A. §47-4-29(a) and 60(b). Contributions are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

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

Pension Liabilities and Pension Expense

At June 30, 2015, the Board did not have a liability for a proportionate share of the net pension liability because of the related State of Georgia support. The amount of the State's proportionate share of the net pension liability associated with the Board is as follows:

State of Georgia's proportionate share of the Net Pension Liability associated with the Board	\$ <u>11,241,469</u>
--	----------------------

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

For the year ended June 30, 2015, the Board recognized pension expense of \$976,250 and revenue of \$976,250 for support provided by the State of Georgia.

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

Inflation	3.0%
Salary increase	N/A
Investment rate of return	7.50%, net of pension plan investment expense, including inflation

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

The actuarial assumptions used in the June 30, 2013 valuation were based on the results of an actuarial experience study for the period July 1, 2004 – June 30, 2009.

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

Asset class	Target allocation	Long-term expected real rate of return*
Fixed income	30.00%	3.00%
Domestic large stocks	39.70	6.50
Domestic mid stocks	3.70	10.00
Domestic small stocks	1.60	13.00
International developed market stocks	18.90	6.50
International emerging market stocks	6.10	11.00
Total	100.00%	

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

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

Gwinnett County Board of Education Retirement System

Plan description: The Gwinnett County Board of Education Retirement System (the "GRS" or the "Plan") was established by the Gwinnett County Board of Education as an alternative to the Social Security System. The single employer, defined benefit plan was adopted by the Board on August 16, 1982 and became effective on January 1, 1983. The objective of the Plan is to hold in trust and soundly invest all contributed funds in order to provide defined retirement and long-term disability benefits for all covered employees. The funding method and determination of benefits payable are provided in or authorized by various acts of the State of Georgia Legislature with responsibility resting with the Board.

The Plan is administered by an Administrative Committee consisting of nine members. The Superintendent shall be a nonvoting member of the Committee. The chief financial officer and the chief benefits administrator shall be voting members of the Committee. The other seven voting, rotating members of the Committee shall be appointed by the Board of Education, each for a term of seven years. The Committee shall consist of three teachers, one local school administrator, one classified employee, and one retiree under the Plan.

Plan membership: All full-time employees, except students, seasonal, and intermittent workers, of the Board are participants of the plan. Plan participants are also participants in either TRS or PSERS.

Employee membership data related to the Plan at December 31, 2014 are as follows:

Retirees, beneficiaries and disabled participants currently receiving benefits	6,864
Terminated employees entitled to but not yet receiving benefits	3,392
Active participants	<u>20,254</u>
	<u>30,510</u>

Benefits provided: Employees are eligible to receive benefits at normal retirement age or upon disability or death, as follows:

Normal retirement

The normal retirement benefits begin at age 65 for participants at which time the participant becomes eligible to receive basic annual benefits. The basic benefit equals the sum of 2.2% of earnings up to \$9,000 plus 1.6% of earnings in excess of \$9,000 for each year of participation. The normal form of retirement income is payable during the lifetime of the participant. Optional forms of retirement income are available in lieu of the normal form of retirement at a reduced retirement benefit payable during the lifetime of the participant for joint survivor and period certain beneficiary options.

Early retirement

Early retirement is allowed on the first day of the month after the participant is eligible for early retirement as defined by the Teachers Retirement System of Georgia or the Public School Employees' Retirement System. Annual benefits are the same as normal retirement basic benefits, with reduction factors applied based on age at retirement if prior to age 65.

Disability

Eligibility is initiated upon incapacity severe enough to prevent the participant from working and which is expected to last at least 12 months or result in death. Monthly benefits equal 60% of earnings, reduced by any benefits received under any other plan, and commence the later of determination of disability or six months. Disability benefits cease upon recovery, death or attainment of age 65.

Termination

For vested employees, benefits upon termination are payable after attaining age 65. Employees whose initial date of employment is prior to July 1, 2012, are vested upon completion of five years of service to the Board. Employees whose initial date of employment is on or after July 1, 2012, are vested upon completion of ten years of service to the Board. Employees reemployed on or after July 1, 2012 who were not vested upon their termination, are vested upon completion of ten years of service to the Board.

Death benefits

Retirement benefits are paid to a surviving spouse for life based on the actuarial equivalence of 50% of the participant's benefits, as determined at the date of death for vested employees. Employees who are vested and are without a spouse may have a named beneficiary receive the actuarial equivalent of the employee's accrued retirement benefits for a period of ten years.

Post-retirement death benefits are determined by the form of retirement benefit chosen when retirement commences. In addition to the normal form of retirement, joint survivor and periods certain options may also be chosen.

Contributions: The Plan's funding policy, as authorized by the Administrative Committee using guidelines within State legislation, provides for periodic contributions at rates, as determined by the Actuary, when expressed as percents of annual covered payroll are sufficient to provide resources to pay benefits when due. The contribution rate for normal cost is determined using the entry age method. Actuarial valuations are performed annually to determine contribution rates to be applied to payrolls that coordinate with the Board's fiscal year. For the year ended June 30, 2015, the active member contribution rate was 1.0% of annual pay, and the Board's contribution rate was 4.43% of annual payroll. Board contributions to the Plan were \$40,793,860 for the year ended June 30, 2015.

Pension Assets/Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The Board's net pension asset was measured as of December 31, 2014, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of January 1, 2014 which was rolled forward using standard actuarial techniques to December 31, 2014.

Actuarial assumptions. The total pension liability in the January 1, 2014 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.5%
Salary increases:	2011-2020 1.50% - 4.50% for TRS members, average, 1.00% for non-TRS members including inflation 2020 and Beyond 1.50% - 4.50% for TRS members, average, 1.00% for non-TRS members including inflation
Investment rate of return	8.0%, net of pension plan investment expense, including inflation

Mortality rates were based on the RP-2000 Combined Mortality Table using the AA projection scale as follows:

Pre-retirement mortality	Projected to 2016, set back 4 years for females
Post-retirement health mortality	Projected to 2016, set back 4 years for females
Post-retirement disabled mortality	Projected to 2014, set forward 8 years for males and set forward 12 years for females

The actuarial assumptions used in the January 1, 2014 valuation were based on the results of the last actuarial experience study, dated January 13, 2012.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Large Cap Equity	17.50%	8.50%
Small/Mid Cap Equity	7.50%	9.00%
Int'l Equity (Unhedged)	17.50%	9.00%
Emerging Int'l Equity	7.50%	9.00%
Core Bonds	27.50%	3.03%
Credit	2.50%	6.00%
Tips	5.00%	5.00%
Long Credit	2.50%	6.00%
Real Estate	7.50%	7.00%
Global Asset Allocation	5.00%	4.75%
Total	100%	

Discount rate. The discount rate used to measure the total pension liability was 8.00%. The projection of cash flows used to determine the discount rate assumed the District would contribute 3.02% of projected compensation over the 10 year amortization period of the unfunded actuarial accrued liability. At the end of the 10 year period the District will only contribute the normal cost of the remaining actives of the Plan. The projected future benefit payments for all current Plan members were projected through 2116. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all of the projected future benefit payment of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all of the future projected benefit payments to determine the total pension liability.

Changes in the Net Pension Asset of the Board. The changes in the components of the net pension asset of the Board for the year ended June 30, 2015, were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension (Asset) (a) - (b)
Balances at 6/30/14	\$ 1,539,990,438	\$ 1,696,363,893	\$ (156,373,455)
Changes for the year:			
Service cost	48,847,625	-	48,847,625
Interest	120,802,107	-	120,802,107
Contributions—employer	-	36,197,168	(36,197,168)
Contributions—employee	-	8,871,597	(8,871,597)
Net investment income	-	88,905,608	(88,905,608)
Benefit payments, including refunds of employee contributions	(59,928,226)	(59,928,226)	-
Administrative expense	-	(1,504,701)	1,504,701
Other changes	-	-	-
Net changes	109,721,506	72,541,446	37,180,060
Balances at 6/30/15	\$ 1,649,711,944	\$ 1,768,905,339	\$ (119,193,395)

The Plan's fiduciary net position as a percentage of the total pension liability

107.2%

The required schedule of changes in the Board's net pension asset and related ratios immediately following the notes to the financial statements presents multiyear trend information about whether the value of plan assets is increasing or decreasing over time relative to the total pension liability.

Sensitivity of the net pension asset to changes in the discount rate. The following presents the net pension asset of the Board, calculated using the discount rate of 8.00 percent, as well as what the Board's net pension asset (liability) would be if it were calculated using a discount rate that is 1-percentage-point lower (7.00 percent) or 1-percentage-point higher (9.00 percent) than the current rate:

	1% Decrease 7.00%	Current Discount Rate 8.00%	1% Increase 9.00%
Board's net pension asset (liability)	\$ (120,523,283)	\$ 119,193,395	\$ 315,694,340

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future, and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations reflect a long-term perspective. Calculations are based on the substantive plan in effect as of June 30, 2015 and the current sharing pattern of costs between employer and employee.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2015, the Board recognized pension expense of \$36,458,077. At June 30, 2015, the Board reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources
Net difference between projected and actual earnings on pension plan investments	\$ 36,919,149
Board contributions subsequent to the measurement date	<u>20,447,777</u>
Total	<u><u>\$ 57,366,926</u></u>

Board contributions subsequent to the measurement date of \$20,447,777 are reported as deferred outflows of resources and will be recognized as a reduction of the net pension liability in the year ended June 30, 2016. Other amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ending June 30:	
2016	\$ 9,229,787
2017	9,229,787
2018	9,229,787
2019	<u>9,229,788</u>
Total	<u><u>\$ 36,919,149</u></u>

10. CONTINGENCIES AND COMMITMENTS

Legal Matters - The Board is involved in a number of legal matters which either have or could result in litigation. In the opinion of Board management, after consultation with legal counsel, the ultimate outcome of these contingencies is not expected to have a material adverse effect on the financial position of the Board.

Federal Financial Assistance - The Board participates in a number of federal financial assistance programs, the most significant of which are the National School Food Breakfast and Lunch program, the IDEA Flowthrough program, and the Title I program. Although the Board's grant programs have been audited in accordance with the provisions of the Single Audit Act through June 30, 2015, these programs are still subject to financial and compliance audits by federal granting agencies. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the Board expects such amounts, if any, to be immaterial.

Construction Commitments - A construction commitment is defined as the difference between the contract price and the amount paid on that contract. At June 30, 2015, Governmental Funds had construction commitments in the amount of \$43,942,856.

11. ON-BEHALF PAYMENTS

During the fiscal year ended June 30, 2015, the State of Georgia incurred expenditures for the Board's benefit for payments in the amount of \$2,888,510 for contributions to the Public School Employee's Retirement System, and \$414,247 for contributions to the Teachers' Retirement System. These amounts are recorded as revenue from state sources and in the appropriate functional expenditures and funds based on the funding of the related salaries. The Teachers Retirement System on behalf payments are offset by the Board's share of the Public Schools Employees Retirement System pension expense of \$976,250.

12. GEORGIA RETIREE HEALTH BENEFIT FUND

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

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

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

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

For certificated teachers, librarians and regional educational service agencies:

July 2014 – June 2015 \$945.00 per member per month

For non-certificated school personnel:

July 2014 – June 2015 \$596.20 per member per month

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

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

<u>Fiscal Year</u>	<u>Required Contribution</u>	<u>Percent Contributed</u>
2015	\$156,869,127	100%
2014	\$151,764,515	100%
2013	\$137,510,619	100%

13. CHANGE IN ACCOUNTING PRINCIPLE

As discussed in Note 9 above, the Board implemented the provisions of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, effective July 1, 2014. These new standards significantly changed the Board’s accounting for pension amounts. As a result of this change in accounting principle, the Board was required to restate beginning net position for governmental activities, business type activities, School Nutrition Program Fund, and the Internal Service Funds as shown below:

	Governmental Activities	Business Type Activities
Net position, as previously reported	\$ 1,464,505,823	\$ 17,812,461
Net pension liability - TRS, beginning balance	(1,317,798,908)	(12,940,397)
Deferred outflows of resources - TRS contributions subsequent to the measurement date, beginning balance	95,237,285	935,202
Net pension asset - GRS, beginning balance	152,709,543	3,663,912
Deferred outflows of resources - GRS contributions subsequent to the measurement date, beginning balance	15,465,109	371,050
Net position as restated	<u><u>\$ 410,118,852</u></u>	<u><u>\$ 9,842,228</u></u>

	School Nutrition Program	Internal Service Funds
Net position, as previously reported	\$ 17,811,111	\$ 1,967,953
Net pension liability - TRS, beginning balance	(12,940,397)	(1,015,748)
Deferred outflows of resources - TRS contributions subsequent to the measurement date, beginning balance	935,202	73,408
Net pension asset - GRS, beginning balance	3,663,912	129,461
Deferred outflows of resources - GRS contributions subsequent to the measurement date, beginning balance	371,050	13,110
Net position as restated	<u><u>\$ 9,840,878</u></u>	<u><u>\$ 1,168,184</u></u>

**GWINNETT COUNTY BOARD OF EDUCATION
Required Supplementary Information**

**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
TEACHERS RETIREMENT SYSTEM
(Dollars in Thousands)**

	<u>2015</u>
Board's proportion of the net pension liability	7.676581%
Board's proportionate share of the net pension liability	\$ 969,836
State of Georgia's proportionate share of the net pension liability associated with the District	\$ <u>3,877</u>
Total	\$ <u>973,713</u>
Board's covered-employee payroll	\$ 783,160
Board's proportionate share of the net pension liability as a percentage of its covered-employee payroll	123.84%
Plan fiduciary net position as a percentage of the total pension liability	84.03%

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

GWINNETT COUNTY BOARD OF EDUCATION
Required Supplementary Information

SCHEDULE OF BOARD CONTRIBUTIONS
TEACHERS RETIREMENT SYSTEM
(Dollars in Thousands)

	2015	2014	2013	2012	2011
Contractually required contribution	108,288	96,172	88,092	81,586	83,581
Contributions in relation to the contractually required contribution	108,288	96,172	88,092	81,586	83,581
Contribution deficiency (excess)	-	-	-	-	-
Board's covered-employee payroll	823,336	783,160	771,722	792,783	811,918
Contributions as a percentage of covered-employee payroll	13.15%	12.28%	11.41%	10.29%	10.29%
	2010	2009	2008	2007	2006
Contractually required contribution	82,179	76,510	73,223	67,798	61,253
Contributions in relation to the contractually required contribution	82,179	76,510	73,223	67,798	61,253
Contribution deficiency (excess)	-	-	-	-	-
Board's covered-employee payroll	836,804	821,837	786,434	727,058	660,118
Contributions as a percentage of covered-employee payroll	9.82%	9.31%	9.31%	9.32%	9.28%

**GWINNETT COUNTY BOARD OF EDUCATION
Required Supplementary Information**

**NOTES TO REQUIRED SUPPLEMENTARY
TEACHERS RETIREMENT SYSTEM**

Changes of assumptions: In 2010 and later, the expectation of retired life mortality was changed to the RP-2000 Mortality Tables rather than the 1994 Group Annuity Mortality Table, which was used prior to 2010. In 2010, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience. In 2010, assumed rates of salary increase were adjusted to more closely reflect actual and anticipated experience.

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

Valuation date	June 30, 2012
Actuarial cost method	Entry age
Amortization method	Level percentage of payroll, open
Remaining amortization period	30 years
Asset valuation method	Seven-year smoothed market
Inflation rate	3.00%
Salary increases	3.75 – 7.00%, including inflation
Investment rate of return	7.50%, net of pension plan investment expense, including inflation

GWINNETT COUNTY BOARD OF EDUCATION
Required Supplementary Information

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM
(Dollars in Thousands)

	<u>2015</u>
Board's proportion of the net pension liability	0.00%
Board's proportionate share of the net pension liability	\$ 0
State of Georgia's proportionate share of the net pension liability associated with the District	\$ <u>11,241</u>
Total	\$ <u>11,241</u>
Board's covered-employee payroll	\$ 69,844
Board's proportionate share of the net pension liability as a percentage of its covered-employee payroll	N/A
Plan fiduciary net position as a percentage of the total pension liability	88.29%

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

GWINNETT COUNTY BOARD OF EDUCATION
Required Supplementary Information

NOTES TO REQUIRED SUPPLEMENTARY
PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM

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

GWINNETT COUNTY BOARD OF EDUCATION
Required Supplementary Information

SCHEDULE OF CHANGES IN THE BOARD'S NET PENSION ASSET AND RELATED RATIOS
GWINNETT RETIREMENT SYSTEM
(Dollars in Thousands)

	2015
Total pension liability	
Service cost	\$ 48,848
Interest on total pension liability	120,802
Changes of benefit terms	-
Differences between expected and actual experience	-
Changes of assumptions	-
Benefit payments, including refunds of employee contributions	(59,928)
Net change in total pension liability	109,722
Total pension liability - beginning	1,539,990
Total pension liability - ending (a)	\$ 1,649,712
Plan fiduciary net position	
Contributions - employer	36,197
	8,871
Net investment income	88,906
Benefit payments, including refunds of employee contributions	(59,928)
Administrative expenses	(1,505)
Other	-
Net change in plan fiduciary net position	72,541
Plan fiduciary net position - beginning	1,696,364
Plan fiduciary net position - ending (b)	\$ 1,768,905
Board's net pension (asset) - ending (a) - (b)	\$ (119,193)
Plan fiduciary net position as a percentage of the total pension liability	107.2%
Covered-employee payroll	\$ 895,915
Board's net pension (asset) as a percentage of covered - employee payroll	-13.3%

Notes to the Schedule

The schedule will present 10 years of information once it is accumulated.

GWINNETT COUNTY BOARD OF EDUCATION
Required Supplementary Information

SCHEDULE OF BOARD CONTRIBUTIONS
GWINNETT RETIREMENT SYSTEM
(Dollars in Thousands)

	<u>2015</u>
Actuarially determined contribution	\$ 40,794
Contributions in relation to the actuarially determined contribution	<u>40,794</u>
Contribution deficiency (excess)	<u><u>\$ -</u></u>
Covered-employee payroll	920,855
Contributions as a percentage of Covered-employee payroll	4.4%

The schedule will present 10 years of information once it is accumulated.

**GWINNETT COUNTY BOARD OF EDUCATION
Required Supplementary Information**

**NOTES TO REQUIRED SUPPLEMENTARY
GWINNETT RETIREMENT SYSTEM**

Actuarial Methods and Assumptions

Changes of benefit terms:

2008 - The actuarial value of assets recognizes the difference between the actual and expected market value of assets over a five year period.

2012 - The vesting requirement for new hires and non-vested former employees who are rehired will be 10 years instead of 5 years. The normal form of payment for retirees will be a single life annuity but retirees will have the option of selecting an actuarially equivalent optional form of payment.

Changes of assumption:

2008 - Retirement, withdrawal, disability, and mortality rates were changed to more closely reflect recent experience. The salary scale was changed to more closely reflect recent experience.

2009 - The break point increase assumption was eliminated. The assumed rate of return was changed from 7.50% net of investment expenses only to 7.50% net of investment expenses and administrative expenses.

2012 - The assumed investment rate of return was increased from 7.5% to 8.0%. Retirement, withdrawal, disability, and mortality rates were changed to more closely reflect recent experience. The rate of salary inflation was temporarily lowered for a ten year period beginning with the January 1, 2012 valuation. The salary scale was changed to more closely reflect recent experience.

Method and assumptions used in calculations of actuarially determined contributions:

The actuarially determined contribution rates are determined January 1st on an annual basis payable in the fiscal year beginning 18 months following the valuation date. The following actuarial methods and assumptions were used to determine the contribution rates reported.

Valuation date	January 1, 2014
Actuarial cost method	Entry age normal
Amortization method	Level dollar open
Remaining amortization period	10 years
Asset valuation method	5-year smoothed market
Post-retirement cost of living adjustment	3.00% annually
Inflation	3.50%
Actuarial assumptions:	
Projected salary increases:	
TRS members:	
2011-2020	1.50-4.50%
2020 and beyond	4.50-8.00%
Non-TRS members:	
2011-2020	1.00%
2020 and beyond	4.50%

GWINNETT COUNTY BOARD OF EDUCATION
REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 2015
(unaudited)

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Local sources	\$ 541,188,239	\$ 555,434,586	\$ 570,941,271	\$ 15,506,685
State sources	806,218,317	811,053,065	817,735,444	6,682,379
Federal sources	500,000	500,000	519,696	19,696
Total revenues	<u>1,347,906,556</u>	<u>1,366,987,651</u>	<u>1,389,196,411</u>	<u>22,208,760</u>
Expenditures:				
Current:				
Instruction	870,213,822	872,525,392	870,257,185	2,268,207
Pupil services	41,604,341	44,474,636	19,649,704	24,824,932
Instructional support	27,054,833	31,698,194	43,851,605	(12,153,411)
Educational media services	18,790,352	19,800,957	27,783,904	(7,982,947)
General administration	3,104,194	3,076,497	2,711,673	364,824
School administration	114,656,482	119,817,630	116,115,904	3,701,726
Business administration	31,695,465	31,805,446	32,618,241	(812,795)
Maintenance and operations	103,444,589	103,457,064	100,734,956	2,722,108
Pupil transportation	87,931,373	94,237,526	91,241,078	2,996,448
Support services - central	41,786,634	50,651,971	45,396,621	5,255,350
Other support services	4,954,527	4,882,543	3,420,490	1,462,053
Capital outlay:				
Capital outlay	62,611	39,611	39,203	408
Total expenditures	<u>1,345,299,223</u>	<u>1,376,467,467</u>	<u>1,353,820,564</u>	<u>22,646,903</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,607,333</u>	<u>(9,479,816)</u>	<u>35,375,847</u>	<u>44,855,663</u>
Other financing sources (uses):				
Transfers out	(2,607,333)	(6,024,267)	(8,420,281)	(2,396,014)
Total other financing sources (uses)	<u>(2,607,333)</u>	<u>(6,024,267)</u>	<u>(8,420,281)</u>	<u>(2,396,014)</u>
Net change in fund balances	<u>-</u>	<u>(15,504,083)</u>	<u>26,955,566</u>	<u>42,459,649</u>
Fund balance, July 1, 2014	103,925,167	138,462,216	138,462,216	-
Fund balance, June 30, 2015	<u>\$ 103,925,167</u>	<u>\$ 122,958,133</u>	<u>\$ 165,417,782</u>	<u>\$ 42,459,649</u>
Reconciliation of GAAP to Budget Basis:				
Net change in fund balance, GAAP basis			\$ 37,164,788	
Encumbrances			(8,952,326)	
Adjustments to accruals:				
Tax Revenues			(490,784)	
Intergovernmental Revenue			(191,676)	
Expenditures			(574,436)	
Net change in fund balance, budget basis			<u>\$ 26,955,566</u>	

See Note 4 to the financial statements for information on the preparation of this schedule.

Nonmajor Governmental Funds

Special Revenue

Special revenue funds are used to account for revenues received from other governmental agencies that are legally restricted or committed to expenditures for specified purposes. These funds also account for receipt and expenditure of resources transferred from the general fund when such revenues are inadequate to finance the specified activities. The following funds are included in the special revenue funds category:

Title I Programs:	This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of improving proficiency and achievement in basic and more advanced skills in reading and/or math.
Title I Part C Migrant:	This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of supporting high quality education programs (including supportive services) for migratory children.
Title II Part A:	This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of increasing student academic achievement through strategies such as improving teacher and principal quality and increasing the number of highly qualified teachers and principals.
Title II AP Teacher Training:	This fund is established to provide accounting of federal grant funds flowing through the Department of Education, State of Georgia, for the purpose of providing professional learning opportunities for teachers teaching advanced placement courses in high schools.
Title II Part B:	This fund is established to provide accounting of federal grant funds flowing through the Department of Education, State of Georgia, for the purpose of supporting partnerships between high needs school districts and institutions of higher learning in order to advance the instructional skills of math and science teachers in grades 4-12 to improve student achievement.
IDEA Preschool:	This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of providing a special education program for pre-kindergarten age children.
IDEA Flowthrough:	This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of providing special education programs for students age 3 through 21.
GOSA Innovation Grants:	This fund is established to provide accounting of federal and state grant funds flowing through the Office of Planning & Budget, State of Georgia, for the purpose of increasing student achievement and providing reform opportunities through unique and challenging educational programs.

Race to the Top:	This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of implementing coherent, compelling, and comprehensive education reform.
Perkins:	This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of providing secondary vocational education programs of instruction throughout the school district.
Title III Limited English Proficient:	This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of providing a curriculum program to foreign students in grades 9-12 who have English as a second language.
The Wallace Foundation:	This fund is established to provide accounting of local grant funds from the Wallace Foundation to support the “Principal Pipeline Initiative” which seeks to develop and test how urban school districts and their principal training providers can better train and support effective novice principals and assistant principals who can improve student achievement, especially in low-performing schools.
Students Against Destructive Decisions (SADD):	This fund is established to provide accounting of federal grant funds flowing through the Georgia Department of Highway Safety for the purpose of providing students with prevention and intervention tools possible to deal with the issues of underage drinking, other drug use, impaired driving, and other destructive decisions.
Department of Administrative Services:	This fund is established to provide accounting of local funds committed for the purpose of providing staff development opportunities for business and finance staff.
Teaching American History:	This fund is established to provide accounting of federal grant funds from the U.S. Department of Education for the purpose of raising student achievement by improving teachers’ knowledge, understanding, and appreciation for traditional American history.
School Improvement 1003(g)	This fund is established to provide accounting of federal grant funds flowing through the Department of Education, State of Georgia, for the purpose of improving student achievement in Title I Schools identified as Priority Schools.
Georgia Road to College	This fund is established to provide accounting of local grant funds from the College Board (provided by the Goizueta Foundation) to provide support to teachers and administrators in increasing participation in Advanced Placement Programs and college readiness among Georgia public school students particularly in districts serving large or rapidly growing Latino student populations.
Bright from the Start:	This fund is established to provide accounting of state funds for the purpose of operating a Pre-K program.

Georgia Shape:	This fund is established to provide accounting of federal grant funds from the Georgia Department of Public Health for the purpose of supporting physical activity and improving the nutrition environment at the local school.
GoSTEM Initiative	This fund is established to provide accounting of local funds from the Georgia Institute of Technology (GIT) (provided by the Goizueta Foundation) that are committed to provide evaluation services to GIT for the purpose of enhancing the educational experience of Latino students in Georgia and strengthen the pipeline of these students into post-secondary STEM (Science, Technology, Engineering, and Mathematics) education.
Education for Homeless Children:	This fund is established to provide accounting of federal categorical grant funds flowing through the Department of Education, State of Georgia, for the purpose of supporting the educational successes of homeless children by providing school supplies, tutoring, and other services.
GSU – Teacher Quality Partnership:	This fund is established to provide accounting of federal grant funds flowing through Georgia State University for the purpose of increasing the quality and number of highly qualified teachers who are committed to high needs schools.
Local School Activity Fund:	This fund is established to provide accounting of funds generated through donations, ticket sales, fundraising and other activities and committed for use by the local schools for programs.

GWINNETT COUNTY BOARD OF EDUCATION
Combining Balance Sheet
Nonmajor Governmental Funds
As of June 30, 2015

Special Revenue			
	Title 1 Programs	Title I Part C Migrant	Title II Part A
Assets			
Cash and cash equivalents	\$ -	-	-
Investments at fair value	-	-	-
Receivables:			
Due from other governments	5,351,170	17,163	275,078
Due from other funds	15	-	-
Total assets	<u>5,351,185</u>	<u>17,163</u>	<u>275,078</u>
 Liabilities and fund balances			
Liabilities:			
Accounts payable	20,117	7,629	7,511
Salaries payable	2,140,327	-	60,486
Due to other funds	3,190,727	9,534	207,081
Due to other governments	14	-	-
Total liabilities	<u>5,351,185</u>	<u>17,163</u>	<u>275,078</u>
 Fund balances:			
Restricted	-	-	-
Committed	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>
 Total liabilities and fund balances	<u>\$ 5,351,185</u>	<u>17,163</u>	<u>275,078</u>

Special Revenue

	Title II AP Teacher Training	Title II Part B	IDEA Preschool	IDEA Flowthrough	GOSA Innovation Grants
\$	-	-	-	-	-
	-	-	-	-	-
	750	215,925	92,379	1,845,312	130,425
	-	-	-	246,290	-
	<u>750</u>	<u>215,925</u>	<u>92,379</u>	<u>2,091,602</u>	<u>130,425</u>
	-	11,850	-	25,157	56,694
	-	-	46,139	2,066,445	-
	750	204,075	46,240	-	73,731
	-	-	-	-	-
	<u>750</u>	<u>215,925</u>	<u>92,379</u>	<u>2,091,602</u>	<u>130,425</u>
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
\$	<u>750</u>	<u>215,925</u>	<u>92,379</u>	<u>2,091,602</u>	<u>130,425</u>

(CONTINUED ON NEXT PAGE)

GWINNETT COUNTY BOARD OF EDUCATION
Combining Balance Sheet
Nonmajor Governmental Funds
As of June 30, 2015

	Special Revenue		
	Race to the Top	Perkins	Title III Limited English Proficient
Assets			
Cash and cash equivalents	\$ 4,318	-	-
Investments at fair value	-	-	-
Receivables:			
Due from other governments	34,129	106,706	656,870
Due from other funds	-	-	-
Total assets	<u>38,447</u>	<u>106,706</u>	<u>656,870</u>
Liabilities and fund balances			
Liabilities:			
Accounts payable	3,740	12,697	251
Salaries payable	-	-	147,001
Due to other funds	34,130	94,009	509,618
Due to other governments	577	-	-
Total liabilities	<u>38,447</u>	<u>106,706</u>	<u>656,870</u>
Fund balances:			
Restricted	-	-	-
Committed	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 38,447</u>	<u>106,706</u>	<u>656,870</u>

Special Revenue					
	The Wallace Foundation	Students Against Destructive Decisions (SADD)	Department of Administrative Services	Teaching American History	School Improvement 1003(g)
\$	3,120,144	-	54,580	-	-
	-	-	-	-	-
	-	350	-	-	149,261
	-	-	-	-	-
	3,120,144	350	54,580	-	149,261
	51,626	-	1,339	-	15,599
	-	-	-	-	43,360
	47,597	350	-	-	90,302
	-	-	-	-	-
	99,223	350	1,339	-	149,261
	3,020,921	-	-	-	-
	-	-	53,241	-	-
	3,020,921	-	53,241	-	-
\$	3,120,144	350	54,580	-	149,261

(CONTINUED ON NEXT PAGE)

GWINNETT COUNTY BOARD OF EDUCATION
Combining Balance Sheet
Nonmajor Governmental Funds
As of June 30, 2015

	Special Revenue		
	Georgia Road To College	Bright from the Start	Georgia Shape
Assets			
Cash and cash equivalents	\$ -	33,812	6
Investments at fair value	-	-	-
Receivables:			
Due from other governments	-	-	-
Due from other funds	-	-	-
Total assets	<u>-</u>	<u>33,812</u>	<u>6</u>
Liabilities and fund balances			
Liabilities:			
Accounts payable	-	-	-
Salaries payable	-	21,341	-
Due to other funds	-	8,973	-
Due to other governments	-	3,498	6
Total liabilities	<u>-</u>	<u>33,812</u>	<u>6</u>
Fund balances:			
Restricted	-	-	-
Committed	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	\$ <u>-</u>	<u>33,812</u>	<u>6</u>

Special Revenue				
GoSTEM Initiative	Education for Homeless Children	GSU-Teacher Quality Partnership	Local School Activity Fund	Total Special Revenue Funds
\$ 55,000	-	-	1,520,607	4,788,467
	-	-	17,758,054	17,758,054
12,500	3,164	-	-	8,891,182
-	-	-	10,394	256,699
67,500	3,164	-	19,289,055	31,694,402
-	-	-	89,443	303,653
-	-	-	-	4,525,099
-	3,164	-	2,733,404	7,253,685
-	-	-	-	4,095
-	3,164	-	2,822,847	12,086,532
-	-	-	-	3,020,921
67,500	-	-	16,466,208	16,586,949
67,500	-	-	16,466,208	19,607,870
\$ 67,500	3,164	-	19,289,055	31,694,402

GWINNETT COUNTY BOARD OF EDUCATION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2015

	Special Revenue		
	Title I Programs	Title I Part C Migrant	Title II Part A
Revenues:			
Other local sources	\$ -	-	-
State sources	-	-	-
Federal sources	35,843,469	48,384	2,812,909
Total revenues	35,843,469	48,384	2,812,909
Expenditures:			
Instruction	28,009,341	32,856	-
Pupil services	-	1,546	-
Instructional support	1,876,548	-	1,978,759
Educational media services	-	-	-
General administration	2,490,358	3,953	36,198
School administration	-	-	-
Business administration	-	-	-
Pupil transportation	527,634	8,523	-
Support services - central	-	-	797,952
Other support services	2,939,588	1,506	-
Total expenditures	35,843,469	48,384	2,812,909
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Other financing sources:			
Transfers in	-	-	-
Total other financing sources	-	-	-
Net change in fund balances	-	-	-
Fund balances - July 1, 2014	-	-	-
Fund balances - June 30, 2015	\$ -	-	-

Special Revenue

	Title II AP Teacher Training	Title II Part B	IDEA Preschool	IDEA Flowthrough	GOSA Innovation Grants
\$	-	-	-	-	-
	-	-	-	-	141,554
	9,760	439,854	554,420	26,333,859	389,658
	9,760	439,854	554,420	26,333,859	531,212
	-	-	554,420	25,755,511	99,236
	-	-	-	3,709,801	-
	9,760	423,711	-	-	423,747
	-	-	-	-	-
	-	16,143	-	-	8,229
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	150,850	-
	-	-	-	-	-
	-	-	-	-	-
	9,760	439,854	554,420	29,616,162	531,212
	-	-	-	(3,282,303)	-
	-	-	-	3,282,303	-
	-	-	-	3,282,303	-
	-	-	-	-	-
	-	-	-	-	-
\$	-	-	-	-	-

(CONTINUED ON NEXT PAGE)

GWINNETT COUNTY BOARD OF EDUCATION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2015

	Special Revenue		
	Race to the Top	Perkins	Title III Limited English Proficient
Revenues:			
Other local sources	\$ -	-	-
State sources	-	-	-
Federal sources	2,683,146	1,102,567	3,397,926
Total revenues	<u>2,683,146</u>	<u>1,102,567</u>	<u>3,397,926</u>
Expenditures:			
Instruction	560,970	600,836	869,344
Pupil services	919,701	-	1,799,022
Instructional support	8,841	501,731	722,287
Educational media services	-	-	-
General administration	-	-	-
School administration	-	-	-
Business administration	-	-	-
Pupil transportation	-	-	3,938
Support services - central	1,193,634	-	-
Other support services	-	-	3,335
Total expenditures	<u>2,683,146</u>	<u>1,102,567</u>	<u>3,397,926</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Other financing sources:			
Transfers in	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-
Fund balances - July 1, 2014	-	-	-
Fund balances - June 30, 2015	<u>\$ -</u>	<u>-</u>	<u>-</u>

Special Revenue				
The Wallace Foundation	Students Against Destructive Decisions (SADD)	Department of Administrative Services	Teaching American History	School Improvement 1003(g)
\$ 3,110,604	-	258,439	-	-
-	-	-	-	-
-	-	-	9,819	1,787,306
<u>3,110,604</u>	<u>-</u>	<u>258,439</u>	<u>9,819</u>	<u>1,787,306</u>
-	-	-	-	1,301,226
-	-	-	-	83,289
2,111,915	-	-	9,819	233,051
-	-	-	-	-
89,209	-	-	-	116,941
-	-	-	-	-
-	-	344,839	-	-
-	-	-	-	14,771
94,547	-	-	-	-
-	-	-	-	38,028
<u>2,295,671</u>	<u>-</u>	<u>344,839</u>	<u>9,819</u>	<u>1,787,306</u>
814,933	-	(86,400)	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
814,933	-	(86,400)	-	-
2,205,988	-	139,641	-	-
\$ <u>3,020,921</u>	<u>-</u>	<u>53,241</u>	<u>-</u>	<u>-</u>

(CONTINUED ON NEXT PAGE)

GWINNETT COUNTY BOARD OF EDUCATION
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2015

	Special Revenue		
	Georgia Road To College	Bright from the Start	Georgia Shape
Revenues:			
Other local sources	\$ 33,709	-	-
State sources	-	235,517	-
Federal sources		-	4,994
Total revenues	<u>33,709</u>	<u>235,517</u>	<u>4,994</u>
Expenditures:			
Instruction	-	259,419	4,994
Pupil services	-	-	-
Instructional support	33,709	-	-
General administration	-	-	-
Business administration	-	-	-
Pupil transportation	-	-	-
Support services - central	-	-	-
Other support services	-	-	-
Total expenditures	<u>33,709</u>	<u>259,419</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	(23,902)	-
Other financing sources:			
Transfers in	-	23,902	-
Total other financing sources	<u>-</u>	<u>23,902</u>	<u>-</u>
Net change in fund balances	-	-	-
Fund balances - July 1, 2014	-	-	-
Fund balances - June 30, 2015	<u><u>\$ -</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

Special Revenue				
GoSTEM Initiative	Education for Homeless Children	GSU-Teacher Quality Partnership	Local School Activity Fund	Total Special Revenue Funds
\$ 30,000	-	-	25,198,359	28,631,111
-	-	-	-	377,071
-	50,419	12,500	-	75,480,990
30,000	50,419	12,500	25,198,359	104,489,172
-	2,561	-	24,876,505	82,927,219
-	2,000	-	-	6,515,359
-	-	12,500	-	8,346,378
-	29,163	-	-	2,790,194
-	-	-	-	344,839
-	11,070	-	-	716,786
-	-	-	-	2,086,133
-	5,625	-	-	2,988,082
-	50,419	12,500	24,876,505	106,714,990
30,000	-	-	321,854	(2,225,818)
-	-	-	-	3,306,205
-	-	-	-	3,306,205
30,000	-	-	321,854	1,080,387
37,500	-	-	16,144,354	18,527,483
\$ 67,500	-	-	16,466,208	19,607,870

Budgetary Compliance

Nonmajor Governmental Funds

Schedule of revenues, expenditures, and changes in fund balance – budget and actual

Capital Projects Fund

Schedule of revenues, expenditures, and changes in fund balance – budget and actual

Debt Service Fund

Schedule of revenues, expenditures, and changes in fund balance – budget and actual

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Title I Programs
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ 36,551,126	\$ 49,635,525	\$ 35,843,469	\$ (13,792,056)
Total revenues	<u>36,551,126</u>	<u>49,635,525</u>	<u>35,843,469</u>	<u>(13,792,056)</u>
Expenditures:				
Current:				
Instruction	33,845,068	36,441,178	28,009,341	8,431,837
Instructional support	2,994	4,613,336	1,876,548	2,736,788
General administration	2,490,519	3,073,497	2,490,358	583,139
Maintenance & operations	-	54	-	54
Pupil transportation	1,190	1,503,002	527,634	975,368
Other support services	211,355	4,004,458	2,939,588	1,064,870
Total expenditures	<u>36,551,126</u>	<u>49,635,525</u>	<u>35,843,469</u>	<u>13,792,056</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Title I Part C Migrant
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ 31,436	\$ 105,058	\$ 48,384	\$ (56,674)
Total revenues	<u>31,436</u>	<u>105,058</u>	<u>48,384</u>	<u>(56,674)</u>
Expenditures:				
Current:				
Instruction	16,086	64,257	32,856	31,401
Pupil Services	-	14,271	1,546	12,725
General administration	6,250	5,447	3,953	1,494
Pupil transportation	6,500	17,214	8,523	8,691
Other support services	2,600	3,869	1,506	2,363
Total expenditures	<u>31,436</u>	<u>105,058</u>	<u>48,384</u>	<u>56,674</u>
 Net change in fund balance	 -	 -	 -	 -
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Title II Part A
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ 2,559,093	\$ 4,573,220	\$ 2,812,909	\$ (1,760,311)
Total revenues	<u>2,559,093</u>	<u>4,573,220</u>	<u>2,812,909</u>	<u>(1,760,311)</u>
Expenditures:				
Current:				
Instructional support	2,482,907	3,087,604	1,978,759	1,108,845
General administration	76,186	40,262	36,198	4,064
Support services - central	-	1,445,354	797,952	647,402
Total expenditures	<u>2,559,093</u>	<u>4,573,220</u>	<u>2,812,909</u>	<u>1,760,311</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Title II AP Teacher Training
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ -	\$ 14,166	\$ 9,760	\$ (4,406)
Total revenues	-	14,166	9,760	(4,406)
Expenditures:				
Current:				
Instructional support	-	14,166	9,760	4,406
Total expenditures	-	14,166	9,760	4,406
Net change in fund balance	-	-	-	-
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	\$ -	\$ -	\$ -	\$ -

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Title II Part B
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ 438,840	\$ 1,005,812	\$ 439,854	\$ (565,958)
Total revenues	<u>438,840</u>	<u>1,005,812</u>	<u>439,854</u>	<u>(565,958)</u>
Expenditures:				
Current:				
Instructional support	419,422	966,267	423,711	542,556
General administration	<u>19,418</u>	<u>39,545</u>	<u>16,143</u>	<u>23,402</u>
Total expenditures	<u>438,840</u>	<u>1,005,812</u>	<u>439,854</u>	<u>565,958</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - IDEA Preschool
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ 564,304	\$ 564,796	\$ 554,420	\$ (10,376)
Total revenues	<u>564,304</u>	<u>564,796</u>	<u>554,420</u>	<u>(10,376)</u>
Expenditures:				
Current:				
Instruction	564,304	564,796	554,420	10,376
Total expenditures	<u>564,304</u>	<u>564,796</u>	<u>554,420</u>	<u>10,376</u>
Net change in fund balance	-	-	-	-
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - IDEA Flowthrough
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ 23,190,104	\$ 26,362,940	\$ 26,333,859	\$ (29,081)
Total revenues	<u>23,190,104</u>	<u>26,362,940</u>	<u>26,333,859</u>	<u>(29,081)</u>
Expenditures:				
Current:				
Instruction	21,855,877	25,871,947	25,755,511	116,436
Pupil services	1,334,227	3,709,805	3,709,801	4
Pupil transportation	-	150,850	150,850	-
Total expenditures	<u>23,190,104</u>	<u>29,732,602</u>	<u>29,616,162</u>	<u>116,440</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(3,369,662)</u>	<u>(3,282,303)</u>	<u>87,359</u>
Other financing sources:				
Transfers in	-	3,369,662	3,282,303	(87,359)
Total other financing sources	<u>-</u>	<u>3,369,662</u>	<u>3,282,303</u>	<u>(87,359)</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - GOSA Innovation Grants
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
State sources	\$ -	\$ 814,976	\$ 141,554	\$ (673,422)
Federal sources	327,495	389,659	389,658	(1)
Total revenues	<u>327,495</u>	<u>1,204,635</u>	<u>531,212</u>	<u>(673,423)</u>
Expenditures:				
Current:				
Instruction	-	139,036	99,236	39,800
Instructional support	327,495	1,015,599	423,747	591,852
General administration	-	50,000	8,229	41,771
Total expenditures	<u>327,495</u>	<u>1,204,635</u>	<u>531,212</u>	<u>673,423</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Race to the Top
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ 7,053,316	\$ 13,684,864	\$ 2,683,146	\$ (11,001,718)
Total revenues	<u>7,053,316</u>	<u>13,684,864</u>	<u>2,683,146</u>	<u>(11,001,718)</u>
Expenditures:				
Current:				
Instruction	4,661,106	8,675,146	560,970	8,114,176
Pupil services	832,718	919,701	919,701	-
Instructional support	-	9,644	8,841	803
School administration	262,500	525,000	-	525,000
Support services - central	<u>1,296,992</u>	<u>3,555,373</u>	<u>1,193,634</u>	<u>2,361,739</u>
Total expenditures	<u>7,053,316</u>	<u>13,684,864</u>	<u>2,683,146</u>	<u>11,001,718</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Perkins
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ 995,668	\$ 1,123,628	\$ 1,102,567	\$ (21,061)
Total revenues	<u>995,668</u>	<u>1,123,628</u>	<u>1,102,567</u>	<u>(21,061)</u>
Expenditures:				
Current:				
Instruction	380,070	621,160	600,836	20,324
Instructional support	<u>615,598</u>	<u>502,468</u>	<u>501,731</u>	<u>737</u>
Total expenditures	<u>995,668</u>	<u>1,123,628</u>	<u>1,102,567</u>	<u>21,061</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Title III Limited English Proficient
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ 3,895,639	\$ 4,051,070	\$ 3,397,926	\$ (653,144)
Total revenues	<u>3,895,639</u>	<u>4,051,070</u>	<u>3,397,926</u>	<u>(653,144)</u>
Expenditures:				
Current:				
Instruction	1,195,717	1,165,185	869,344	295,841
Pupil services	1,362,708	2,039,484	1,799,022	240,462
Instructional support	1,250,485	816,013	722,287	93,726
General administration	31,644	-	-	-
Pupil transportation	20,689	6,436	3,938	2,498
Other support services	34,396	23,952	3,335	20,617
Total expenditures	<u>3,895,639</u>	<u>4,051,070</u>	<u>3,397,926</u>	<u>653,144</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - The Wallace Foundation
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Local sources	\$ 1,880,242	\$ 3,100,298	\$ 3,110,604	\$ 10,306
Total revenues	<u>1,880,242</u>	<u>3,100,298</u>	<u>3,110,604</u>	<u>10,306</u>
Expenditures:				
Current:				
Instructional support	1,803,195	3,664,693	2,111,915	1,552,778
General administration	77,047	123,645	89,209	34,436
Support services - central	-	117,947	94,547	23,400
Total expenditures	<u>1,880,242</u>	<u>3,906,285</u>	<u>2,295,671</u>	<u>1,610,614</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(805,987)</u>	<u>814,933</u>	<u>1,620,920</u>
Net change in fund balance	<u>-</u>	<u>(805,987)</u>	<u>814,933</u>	<u>1,620,920</u>
Fund balance, July 1, 2014	-	2,205,988	2,205,988	-
Fund balance, June 30, 2015	<u>\$ -</u>	<u>\$ 1,400,001</u>	<u>\$ 3,020,921</u>	<u>\$ 1,620,920</u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Students Against Destructive Decisions (SADD)
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ -	\$ 1,564	\$ -	\$ (1,564)
Total revenues	-	1,564	-	(1,564)
Expenditures:				
Current:				
Other support services	-	1,564	-	1,564
Total expenditures	-	1,564	-	1,564
Net change in fund balance	-	-	-	-
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	\$ -	\$ -	\$ -	\$ -

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Department of Administrative Services
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Local sources	\$ 284,734	\$ 284,734	\$ 258,439	\$ (26,295)
Total revenues	<u>284,734</u>	<u>284,734</u>	<u>258,439</u>	<u>(26,295)</u>
Expenditures:				
Current:				
Business administration	522,699	399,807	344,839	54,968
Total expenditures	<u>522,699</u>	<u>399,807</u>	<u>344,839</u>	<u>54,968</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(237,965)</u>	<u>(115,073)</u>	<u>(86,400)</u>	<u>28,673</u>
Net change in fund balance	<u>(237,965)</u>	<u>(115,073)</u>	<u>(86,400)</u>	<u>28,673</u>
Fund balance, July 1, 2014	237,965	139,641	139,641	-
Fund balance, June 30, 2015	<u>\$ -</u>	<u>\$ 24,568</u>	<u>\$ 53,241</u>	<u>\$ 28,673</u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Teaching American History
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ -	\$ 10,902	\$ 9,819	\$ (1,083)
Total revenues	-	10,902	9,819	(1,083)
Expenditures:				
Current:				
Instructional support	-	10,902	9,819	1,083
Total expenditures	-	10,902	9,819	1,083
Net change in fund balance	-	-	-	-
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	\$ -	\$ -	\$ -	\$ -

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - School Improvement 1003 (g)
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ -	\$ 2,036,689	\$ 1,787,306	\$ (249,383)
Total revenues	-	2,036,689	1,787,306	(249,383)
Expenditures:				
Current:				
Instruction	-	1,486,775	1,301,226	185,549
Pupil services	-	85,358	83,289	2,069
Instructional support	-	271,686	233,051	38,635
General administration	-	117,249	116,941	308
Student transportation	-	26,240	14,771	11,469
Other support services	-	49,381	38,028	11,353
Total expenditures	-	2,036,689	1,787,306	249,383
Net change in fund balance	-	-	-	-
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	\$ -	\$ -	\$ -	\$ -

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Georgia Road to College
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Local sources	\$ 72,669	\$ 72,669	\$ 33,709	\$ (38,960)
Total revenues	<u>72,669</u>	<u>72,669</u>	<u>33,709</u>	<u>(38,960)</u>
Expenditures:				
Current:				
Instructional support	72,669	72,669	33,709	38,960
Total expenditures	<u>72,669</u>	<u>72,669</u>	<u>33,709</u>	<u>38,960</u>
Net change in fund balance	-	-	-	-
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Bright From the Start
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
State sources	\$ 202,042	\$ 239,015	\$ 235,517	\$ (3,498)
Total revenues	<u>202,042</u>	<u>239,015</u>	<u>235,517</u>	<u>(3,498)</u>
Expenditures:				
Current:				
Instruction	202,042	286,287	259,419	26,868
Total expenditures	<u>202,042</u>	<u>286,287</u>	<u>259,419</u>	<u>26,868</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>(47,272)</u>	<u>(23,902)</u>	<u>23,370</u>
Other financing sources:				
Transfers in	-	47,272	23,902	(23,370)
Total other financing sources	<u>-</u>	<u>47,272</u>	<u>23,902</u>	<u>(23,370)</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Georgia Shape
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ -	\$ 5,000	\$ 4,994	\$ (6)
Total revenues	-	5,000	4,994	(6)
Expenditures:				
Current:				
Instruction	-	5,000	4,994	6
Total expenditures	-	5,000	4,994	6
Net change in fund balance	-	-	-	-
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	\$ -	\$ -	\$ -	\$ -

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - GoSTEM Initiative
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Local sources	\$ -	\$ 30,000	\$ 30,000	\$ -
Total revenues	-	30,000	30,000	-
Expenditures:				
Current:				
Support services - central	-	67,500	-	67,500
Total expenditures	-	67,500	-	67,500
Net change in fund balance	-	(37,500)	30,000	67,500
Fund balance, July 1, 2014	-	37,500	37,500	-
Fund balance, June 30, 2015	\$ -	\$ -	\$ 67,500	\$ 67,500

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Education for Homeless Children
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ 260,355	\$ 177,555	\$ 50,419	\$ (127,136)
Total revenues	<u>260,355</u>	<u>177,555</u>	<u>50,419</u>	<u>(127,136)</u>
Expenditures:				
Current:				
Instruction	2,000	12,000	2,561	9,439
Instructional support	678	4,128	2,000	2,128
General administration	193,832	47,256	29,163	18,093
Pupil transportation	37,745	59,039	11,070	47,969
Other support services	26,100	55,132	5,625	49,507
Total expenditures	<u>260,355</u>	<u>177,555</u>	<u>50,419</u>	<u>127,136</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - GSU Teacher Quality Partnership
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Federal sources	\$ 10,000	\$ 35,965	\$ 12,500	\$ (23,465)
Total revenues	10,000	35,965	12,500	(23,465)
Expenditures:				
Current:				
Instructional support	10,000	35,965	12,500	23,465
Total expenditures	10,000	35,965	12,500	23,465
Net change in fund balance	-	-	-	-
Fund balance, July 1, 2014	-	-	-	-
Fund balance, June 30, 2015	\$ -	\$ -	\$ -	\$ -

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Governmental Funds - Local School Activity Fund
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Local sources	\$ 21,300,000	\$ 22,500,000	\$ 25,198,359	\$ 2,698,359
Total revenues	<u>21,300,000</u>	<u>22,500,000</u>	<u>25,198,359</u>	<u>2,698,359</u>
Expenditures:				
Current:				
Instruction	21,300,000	22,500,000	24,876,505	(2,376,505)
Total expenditures	<u>21,300,000</u>	<u>22,500,000</u>	<u>24,876,505</u>	<u>(2,376,505)</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	321,854	321,854
Net change in fund balance	-	-	321,854	321,854
Fund balance, July 1, 2014	-	-	16,144,354	16,144,354
Fund balance, June 30, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,466,208</u>	<u>\$ 16,466,208</u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Capital Projects Fund
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Local sources	\$ 141,267,370	\$ 141,267,452	\$ 142,818,735	\$ 1,551,283
State sources	-	6,061,572	5,761,511	(300,061)
Total revenues	<u>141,267,370</u>	<u>147,329,024</u>	<u>148,580,246</u>	<u>1,251,222</u>
Expenditures:				
Current:				
Capital projects	194,478,826	225,284,311	230,256,894	(4,972,583)
Issuance costs	-	-	1,615,171	(1,615,171)
Total expenditures	<u>194,478,826</u>	<u>225,284,311</u>	<u>231,872,065</u>	<u>(6,587,754)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(53,211,456)</u>	<u>(77,955,287)</u>	<u>(83,291,819)</u>	<u>(5,336,532)</u>
Other financing sources (uses):				
Sale of capital assets	-	6,620,000	6,620,000	-
Transfers in	3,498,826	3,596,734	-	(3,596,734)
Transfers out	(97,744,814)	(73,145,322)	(68,941,883)	4,203,439
Total other financing sources (uses)	<u>(94,245,988)</u>	<u>(62,928,588)</u>	<u>(62,321,883)</u>	<u>606,705</u>
Net change in fund balance	<u>(147,457,444)</u>	<u>(140,883,875)</u>	<u>(145,613,702)</u>	<u>(4,729,827)</u>
Fund balance, July 1, 2014	282,479,608	\$ 242,293,143	251,013,437	8,720,294
Fund balance, June 30, 2015	<u>\$ 135,022,164</u>	<u>\$ 101,409,268</u>	<u>\$ 105,399,735</u>	<u>\$ 3,990,467</u>

Reconciliation of GAAP to Budget Basis:

Net change in fund balance, GAAP basis	\$ (143,998,531)
Refunding adjustments not budgeted	
Proceeds from refunding bonds	(285,038,129)
Payment to escrow agent with refunding bond proceeds	<u>283,422,958</u>
Net change in fund balance, budget basis	<u>\$ (145,613,702)</u>

GWINNETT COUNTY BOARD OF EDUCATION
Schedule of Revenues, Expenditures, and Changes in Fund Balances-
Budget and Actual (Non-GAAP Budgetary Basis)
Debt Service Fund
For the Fiscal Year Ended June 30, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Local sources	\$ 48,260,166	\$ 50,031,744	\$ 51,068,782	\$ 1,037,038
Federal sources	1,031,100	1,031,100	956,345	(74,755)
Total revenues	<u>49,291,266</u>	<u>51,062,844</u>	<u>52,025,127</u>	<u>962,283</u>
Expenditures:				
Current:				
Debt Service	<u>139,908,930</u>	<u>139,908,930</u>	<u>139,507,780</u>	<u>401,150</u>
Total expenditures	<u>139,908,930</u>	<u>139,908,930</u>	<u>139,507,780</u>	<u>401,150</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(90,617,664)</u>	<u>(88,846,086)</u>	<u>(87,482,653)</u>	<u>1,363,433</u>
Other financing sources:				
Transfers in	<u>94,245,988</u>	<u>69,548,588</u>	<u>68,941,883</u>	<u>(606,705)</u>
Total other financing sources	<u>94,245,988</u>	<u>69,548,588</u>	<u>68,941,883</u>	<u>(606,705)</u>
Net change in fund balance	<u>3,628,324</u>	<u>(19,297,498)</u>	<u>(18,540,770)</u>	<u>756,728</u>
Fund balance, July 1, 2014	<u>22,170,290</u>	<u>73,855,699</u>	<u>73,950,890</u>	<u>95,191</u>
Fund balance, June 30, 2015	<u>\$ 25,798,614</u>	<u>\$ 54,558,201</u>	<u>\$ 55,410,120</u>	<u>\$ 851,919</u>

Internal Service Funds

Internal service funds are used to account for services and commodities furnished by a designated department or program to other departments and programs within the School System. Amounts expended by the fund are restored to it either from operating earnings or by transfers from other funds, so that the original fund equity is kept intact.

The Board of Education has five internal service funds:

Maintenance Fund:	This fund was established to provide accounting for the inventory of the maintenance parts and supplies and for the services provided by the Maintenance Department.
Warehouse Fund:	This fund was established to provide accounting for the inventories of textbooks and supplies and materials purchased for and issued to local schools and programs.
Print Shop Fund:	This fund was established to provide accounting for the printing supplies and services utilized by the local schools and programs.
Transportation Fund:	This fund was established to provide accounting for the inventories of transportation parts and supplies for all vehicles in the Board of Education fleet.
Risk Management/	This fund was established to provide accounting for workers compensation, general liability, and fleet claims made against the Board of Education.

GWINNETT COUNTY BOARD OF EDUCATION
Combining Statement of Net Position
Internal Service Funds
As of June 30, 2015

	<u>Maintenance Fund</u>	<u>Warehouse Fund</u>
Assets		
Current assets:		
Cash and cash equivalents	\$ 50,698	595,585
Due from other governments	-	32
Due from other funds	-	53,459
Inventory	2,593,938	2,817,305
Total current assets	<u>2,644,636</u>	<u>3,466,381</u>
Noncurrent assets:		
Net pension asset	-	-
Capital assets:		
Equipment	-	-
Accumulated depreciation	-	-
Total noncurrent assets	<u>-</u>	<u>-</u>
Total assets	<u>2,644,636</u>	<u>3,466,381</u>
Deferred Outflows of Resources		
Pension related items	<u>-</u>	<u>-</u>
Liabilities		
Current liabilities:		
Cash overdrafts	-	-
Accounts and contracts payable	56,909	488,486
Due to other governments	-	-
Due to other funds	2,316,732	2,081,878
Claims payable	-	-
Total current liabilities	<u>2,373,641</u>	<u>2,570,364</u>
Noncurrent liabilities:		
Net pension liability	<u>-</u>	<u>-</u>
Total liabilities	<u>2,373,641</u>	<u>2,570,364</u>
Deferred Inflows of Resources		
Pension related items	<u>-</u>	<u>-</u>
Net Position		
Net investment in capital assets	-	-
Unrestricted	270,995	896,017
Total net position	<u>\$ 270,995</u>	<u>\$ 896,017</u>

Print Shop Fund	Transportation Fund	Risk Management Worker's Comp Fund	Total Governmental Activities - Internal Service Funds
\$ -	-	59,667	\$ 705,950
135	-	-	167
475,979	-	14,592,329	15,121,767
-	2,026,251	-	7,437,494
<u>476,114</u>	<u>2,026,251</u>	<u>14,651,996</u>	<u>23,265,378</u>
53,877	-	44,802	98,679
793,119	-	-	793,119
(443,420)	-	-	(443,420)
<u>403,576</u>	<u>-</u>	<u>44,802</u>	<u>448,378</u>
<u>879,690</u>	<u>2,026,251</u>	<u>14,696,798</u>	<u>23,713,756</u>
65,833	-	68,607	134,440
-	-	586,719	586,719
25,753	39,270	553,666	1,164,084
-	-	561	561
-	1,261,749	-	5,660,359
-	-	14,042,235	14,042,235
<u>25,753</u>	<u>1,301,019</u>	<u>15,183,181</u>	<u>21,453,958</u>
<u>339,733</u>	<u>-</u>	<u>400,538</u>	<u>740,271</u>
<u>365,486</u>	<u>1,301,019</u>	<u>15,583,719</u>	<u>22,194,229</u>
<u>118,438</u>	<u>-</u>	<u>139,636</u>	<u>258,074</u>
349,699	-	-	349,699
111,900	725,232	(957,950)	1,046,194
\$ <u>461,599</u>	\$ <u>725,232</u>	\$ <u>(957,950)</u>	\$ <u>1,395,893</u>

GWINNETT COUNTY BOARD OF EDUCATION
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position
Internal Service Funds
For the Fiscal Year Ended June 30, 2015

	Maintenance Fund	Warehouse Fund
Operating revenues:		
Charges for services	\$ 1,338,877	\$ 9,963,486
Total operating revenues	<u>1,338,877</u>	<u>9,963,486</u>
Operating expenses:		
Salaries and employee benefits	-	-
Supplies	1,365,073	9,946,102
Purchased services	-	-
Travel	-	-
Claims expense	-	-
Insurance premiums	-	-
Other expenses	-	-
Depreciation expense	-	-
Total operating expenses	<u>1,365,073</u>	<u>9,946,102</u>
Operating income (loss)	<u>(26,196)</u>	<u>17,384</u>
Income (loss) before transfers	(26,196)	17,384
Transfers in	<u>-</u>	<u>-</u>
Change in net position	(26,196)	17,384
Total net position-July 1, 2014, as restated	297,191	878,633
Total net position-June 30, 2015	<u>\$ 270,995</u>	<u>\$ 896,017</u>

Print Shop Fund	Transportation Fund	Risk Management Worker's Comp Fund	Total Governmental Activities - Internal Service Funds
\$ 2,068,607	\$ 3,280,152	\$ 5,016,612	\$ 21,667,734
2,068,607	3,280,152	5,016,612	21,667,734
539,426	-	462,283	1,001,709
417,462	3,280,152	17,089	15,025,878
773,892	-	90,648	864,540
-	-	2,258	2,258
-	-	7,625,323	7,625,323
-	-	1,913,621	1,913,621
412	-	30,523	30,935
89,837	-	-	89,837
1,821,029	3,280,152	10,141,745	26,554,101
247,578	-	(5,125,133)	(4,886,367)
247,578	-	(5,125,133)	(4,886,367)
-	-	5,114,076	5,114,076
247,578	-	(11,057)	227,709
214,021	725,232	(946,893)	1,168,184
\$ 461,599	\$ 725,232	\$ (957,950)	\$ 1,395,893

GWINNETT COUNTY BOARD OF EDUCATION
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2015

	Maintenance Fund	Warehouse Fund
Cash flows from operating activities		
Cash received from user charges	\$ 1,338,924	9,976,894
Cash payments to employees for services	-	-
Cash payments for insurance claims	-	-
Cash payments to suppliers for goods and services	(1,338,878)	(10,707,314)
Cash payments for other operating expenses	-	-
Net cash provided by (used for) operating activities	<u>46</u>	<u>(730,420)</u>
Cash flows from noncapital financing activities		
Transfers in	-	-
Other	-	-
Net cash provided by noncapital financing activities	<u>-</u>	<u>-</u>
Cash flows from capital and related financing activities		
Acquisition of equipment	-	-
Net cash used by capital and related financing activities	<u>-</u>	<u>-</u>
 Net increase (decrease) in cash and cash equivalents	 46	 (730,420)
Cash and cash equivalents--Beginning	<u>50,652</u>	<u>1,326,005</u>
Cash and cash equivalents--Ending	\$ <u><u>50,698</u></u>	\$ <u><u>595,585</u></u>
 Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:		
Operating income (loss)	\$ (26,196)	17,384
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:		
Depreciation	-	-
Changes in assets and liabilities:		
Due from other funds	47	13,408
Net pension asset	-	-
Deferred outflows for pension	-	-
Inventories	109,110	(1,009,263)
Net pension liability	-	-
Deferred inflows for pension	-	-
Accounts and other payables	(4,563)	199,941
Claims payable	-	-
Due to other funds	<u>(78,352)</u>	<u>48,110</u>
Net cash provided by (used for) operating activities	\$ <u><u>46</u></u>	\$ <u><u>(730,420)</u></u>

Print Shop Fund	Transportation Fund	Risk Management Worker's Comp Fund	Total Governmental Activities - Internal Service Funds
\$ 1,779,741	3,280,152	4,468,396	\$ 20,844,107
(555,592)	-	(480,660)	(1,036,252)
-	-	(7,405,788)	(7,405,788)
(433,861)	(3,280,152)	-	(15,760,205)
(774,304)	-	(2,282,798)	(3,057,102)
<u>15,984</u>	<u>-</u>	<u>(5,700,850)</u>	<u>(6,415,240)</u>
-	-	5,114,076	5,114,076
<u>-</u>	<u>-</u>	<u>478,655</u>	<u>478,655</u>
<u>-</u>	<u>-</u>	<u>5,592,731</u>	<u>5,592,731</u>
(15,984)	-	-	(15,984)
<u>(15,984)</u>	<u>-</u>	<u>-</u>	<u>(15,984)</u>
-	-	(108,119)	(838,493)
<u>-</u>	<u>-</u>	<u>167,786</u>	<u>1,544,443</u>
\$ <u>-</u>	\$ <u>-</u>	\$ <u>59,667</u>	\$ <u>705,950</u>
\$ 247,578	-	(5,125,133)	(4,886,367)
89,837	-	-	89,837
(288,866)	-	(548,217)	(823,628)
16,806	-	13,975	30,781
(24,985)	-	(22,935)	(47,920)
-	(916,611)	-	(1,816,764)
(126,425)	-	(149,052)	(275,477)
118,438	-	139,636	258,074
(16,399)	9,557	29,386	217,922
-	-	(38,765)	(38,765)
<u>-</u>	<u>907,054</u>	<u>255</u>	<u>877,067</u>
\$ <u>15,984</u>	\$ <u>-</u>	\$ <u>(5,700,850)</u>	\$ <u>(6,415,240)</u>

Fiduciary Funds

Fiduciary funds are used to account for assets held by the Board of Education on behalf of outside parties, including other governments.

The Board of Education has the following pension and other employee benefits trust funds.

Gwinnett Retirement System:	This fund was established to provide accounting for the retirement system plan that was designed to replace social security.
-----------------------------	--

Disability Insurance Trust Fund:	This fund was established to provide accounting for a short term disability insurance plan.
----------------------------------	---

GWINNETT COUNTY BOARD OF EDUCATION
Combining Statement of Fiduciary Net Position
Pension and Other Employee Benefits-Fiduciary Funds
As of June 30, 2015

	Gwinnett Retirement System	Disability Insurance Trust Fund	Total
Assets			
Cash and cash equivalents	\$ -	1,595,123	\$ 1,595,123
Due from other funds	-	9,669	9,669
Investments at fair value:			
Common stocks	277,755,630	-	277,755,630
Preferred stocks	1,306,015	-	1,306,015
Mutual and commingled funds	1,229,190,279	-	1,229,190,279
Corporate bonds	115,032,493	-	115,032,493
Money market funds	20,252,607	-	20,252,607
Private equity	7,608,596	-	7,608,596
Asset-backed securities	69,393	-	69,393
U.S. treasury inflation protected securities	115,394,225	-	115,394,225
Securities lending short-term collateral investment pool	62,932,132	-	62,932,132
Receivables	2,378,382	-	2,378,382
Total assets	<u>1,831,919,752</u>	<u>1,604,792</u>	<u>1,833,524,544</u>
Liabilities			
Accounts payable	63,014,413	5,432	63,019,845
Due to other funds	-	187,117	187,117
Total liabilities	<u>63,014,413</u>	<u>192,549</u>	<u>63,206,962</u>
Net Position			
Restricted for:			
Employees' pension benefits	1,768,905,339	-	1,768,905,339
Employees' disability insurance benefits	-	1,412,243	1,412,243
Total net position	<u>\$ 1,768,905,339</u>	<u>\$ 1,412,243</u>	<u>\$ 1,770,317,582</u>

GWINNETT COUNTY BOARD OF EDUCATION
Combining Statement of Changes in Fiduciary Net Position
Pension and Other Employee Benefits-Fiduciary Funds
For the Fiscal Year Ended June 30, 2015

	Gwinnett Retirement System	Disability Insurance Trust Fund	Total
Additions			
Contributions:			
Employer	\$ 36,197,168	4,504	\$ 36,201,672
Members	8,871,597	2,311,624	11,183,221
Total contributions	<u>45,068,765</u>	<u>2,316,128</u>	<u>47,384,893</u>
Investment income:			
From investment activities:			
Net appreciation in fair value of investments	77,741,488	-	77,741,488
Interest income and dividends	13,815,499	-	13,815,499
Other investment income	12,280	-	12,280
Less: Investment expenses	<u>(2,947,010)</u>	<u>-</u>	<u>(2,947,010)</u>
Net income from investing activities	<u>88,622,257</u>	<u>-</u>	<u>88,622,257</u>
From security lending activities:			
Security lending income	298,005	-	298,005
Security lending expenses	(17,128)	-	(17,128)
Net appreciation in fair value of short-term collateral investment pool	<u>2,474</u>	<u>-</u>	<u>2,474</u>
Net income from security lending activities	<u>283,351</u>	<u>-</u>	<u>283,351</u>
Net investment income	<u>88,905,608</u>	<u>-</u>	<u>88,905,608</u>
Total additions	<u>133,974,373</u>	<u>2,316,128</u>	<u>136,290,501</u>
Deductions			
Benefits paid to participants	59,928,226	1,971,670	61,899,896
Other expenses	1,504,701	52,688	1,557,389
Total deductions	<u>61,432,927</u>	<u>2,024,358</u>	<u>63,457,285</u>
Change in net position restricted for:			
Employees' pension benefits	72,541,446	-	72,541,446
Employees' disability insurance benefits	-	291,770	291,770
Net position-July 1, 2014	<u>1,696,363,893</u>	<u>1,120,473</u>	<u>1,697,484,366</u>
Net position-June 30, 2015	<u>\$ 1,768,905,339</u>	<u>\$ 1,412,243</u>	<u>\$ 1,770,317,582</u>

GWINNETT COUNTY BOARD OF EDUCATION
Local School Activity Fund
Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended June 30, 2015

	<u>Balance</u> <u>July 1, 2014</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2015</u>
Assets				
Investments	\$ 4,102,948	\$ 9,652,355	\$ 9,501,841	\$ 4,253,462
Total assets	<u>\$ 4,102,948</u>	<u>\$ 9,652,355</u>	<u>\$ 9,501,841</u>	<u>\$ 4,253,462</u>
Liabilities				
Accounts payable	\$ 4,102,948	\$ 9,652,355	\$ 9,501,841	\$ 4,253,462
Total liabilities	<u>\$ 4,102,948</u>	<u>\$ 9,652,355</u>	<u>\$ 9,501,841</u>	<u>\$ 4,253,462</u>

Statistical Section

(unaudited)

The statistical section presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Board's overall financial position.

Contents:

Financial Trends	These schedules contain trend information to help the reader understand how the Board's financial position has changed over time.
Revenue Capacity	These schedules contain information to help the reader assess the Board's major revenue sources.
Debt Capacity	These schedules present information to help the reader assess the affordability of the Board's current levels of outstanding debt and the Board's ability to issue additional debt in the future.
Demographic and Economic Information	These schedules offer demographic and economic indicators to help the reader understand the environment within which the Board's financial activities take place.
Operating Information	These schedules contain staffing, key operating statistics comparisons and capital asset data to help the reader understand how the information in the Board's financial report relates to the services the Board provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports and budget documents for the relevant fiscal year.

Financial Trend Schedule 1
GWINNETT COUNTY BOARD OF EDUCATION
Net Position by Component,
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year			
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Governmental activities				
Net investment in capital assets	\$ 956,506,320	\$ 681,283,128	\$ 479,160,277	\$ 747,776,927
Restricted	80,525,290	435,946,907	810,926,450	603,288,805
Unrestricted	<u>104,159,613</u>	<u>170,794,144</u>	<u>179,018,512</u>	<u>145,847,823</u>
Total governmental activities net position	<u>\$ 1,141,191,223</u>	<u>\$ 1,288,024,179</u>	<u>\$ 1,469,105,239</u>	<u>\$ 1,496,913,555</u>
Business-type activities				
Net investment in capital assets	\$ 9,172,318	\$ 10,136,331	\$ 12,256,703	\$ 9,964,682
Restricted	334,585	-	-	-
Unrestricted	<u>28,365,480</u>	<u>25,393,361</u>	<u>23,796,962</u>	<u>19,022,561</u>
Total business-type activities net position	<u>\$ 37,872,383</u>	<u>\$ 35,529,692</u>	<u>\$ 36,053,665</u>	<u>\$ 28,987,243</u>
Primary government				
Net investment in capital assets	\$ 965,678,638	\$ 691,419,459	\$ 491,416,980	\$ 757,741,609
Restricted	80,859,875	435,946,907	810,926,450	603,288,805
Unrestricted	<u>132,525,093</u>	<u>196,187,505</u>	<u>202,815,474</u>	<u>164,870,384</u>
Total primary government activities net position	<u>\$ 1,179,063,606</u>	<u>\$ 1,323,553,871</u>	<u>\$ 1,505,158,904</u>	<u>\$ 1,525,900,798</u>

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
\$ 953,026,920	\$ 1,198,440,344	\$ 1,021,334,861	\$ 1,155,947,901	\$ 1,209,312,012	\$ 1,269,513,630
395,918,436	171,589,733	371,745,196	210,807,433	130,962,507	64,796,629
158,880,201	178,704,571	135,727,316	125,221,099	124,231,304	(850,375,100)
<u>\$ 1,507,825,557</u>	<u>\$ 1,548,734,648</u>	<u>\$ 1,528,807,373</u>	<u>\$ 1,491,976,433</u>	<u>\$ 1,464,505,823</u>	<u>\$ 483,935,159</u>
\$ 12,391,514	\$ 11,553,816	\$ 10,300,012	\$ 9,077,409	\$ 8,070,199	\$ 8,308,641
-	-	-	-	-	-
14,509,596	7,420,803	7,670,215	9,892,310	9,742,262	1,755,612
<u>\$ 26,901,110</u>	<u>\$ 18,974,619</u>	<u>\$ 17,970,227</u>	<u>\$ 18,969,719</u>	<u>\$ 17,812,461</u>	<u>\$ 10,064,253</u>
\$ 965,418,434	\$ 1,209,994,160	\$ 1,031,634,873	\$ 1,165,025,310	\$ 1,217,382,211	\$ 1,277,822,271
395,918,436	171,589,733	371,745,196	210,807,433	130,962,507	64,796,629
173,389,797	186,125,374	143,397,531	135,113,409	133,973,566	(848,619,488)
<u>\$ 1,534,726,667</u>	<u>\$ 1,567,709,267</u>	<u>\$ 1,546,777,600</u>	<u>\$ 1,510,946,152</u>	<u>\$ 1,482,318,284</u>	<u>\$ 493,999,412</u>

Financial Trend Schedule 2
WINNETT COUNTY BOARD OF EDUCATION
Changes in Net Position,
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Expenses										
Governmental activities										
Instruction	\$ 882,190,656	\$ 963,789,955	\$ 1,084,588,097	\$ 1,062,901,886	\$ 1,052,356,189	\$ 1,044,285,388	\$ 1,010,660,993	\$ 1,020,669,878	\$ 1,062,828,161	\$ 1,076,246,147
Pupil services	24,083,103	26,513,297	29,095,497	31,840,714	32,158,331	33,802,040	36,716,044	37,471,969	39,316,240	42,805,641
Instructional support	25,027,876	28,121,557	32,078,668	33,794,478	31,372,234	31,690,054	35,628,735	32,517,147	34,503,688	35,676,899
Educational media services	16,581,910	16,982,284	19,325,944	20,397,786	20,703,223	20,477,842	19,690,822	17,987,345	18,671,802	18,433,241
General administration	3,189,944	3,835,334	4,220,024	4,267,636	9,254,414	11,393,705	8,743,375	6,161,885	5,850,018	5,356,392
School administration	73,437,557	81,848,288	93,126,517	94,307,834	96,262,004	98,932,388	97,296,371	103,513,642	107,809,577	109,236,280
Business administration	14,629,822	15,264,137	14,734,991	15,054,683	15,222,063	17,719,725	18,458,577	13,530,059	16,859,727	18,366,744
Maintenance and operations	65,372,815	71,415,789	76,863,434	82,700,882	85,433,432	88,222,936	88,133,534	90,352,933	97,620,792	99,139,963
Pupil transportation	64,259,647	72,587,496	82,134,914	84,625,268	80,613,479	84,959,484	87,005,173	89,117,652	93,117,652	96,604,700
Support services-central	34,880,433	35,871,383	34,459,674	37,672,359	38,779,640	42,405,004	47,489,609	37,980,557	44,685,480	46,176,166
Other support services	2,152,348	4,323,109	7,381,309	7,848,436	9,671,744	-	6,291,532	6,154,843	5,183,665	4,675,652
Non-instructional services	-	-	-	-	-	-	-	-	-	-
Community services	-	-	-	-	-	-	-	-	-	-
School nutrition program	-	-	-	-	-	67,990	-	-	-	-
Bond issuance cost	33,323,420	43,994,311	43,415,679	62,236,751	59,063,155	45,850,899	50,395,756	50,170,741	43,241,984	46,231,295
Total governmental activities expenses	<u>1,239,329,331</u>	<u>1,364,546,900</u>	<u>1,521,424,748</u>	<u>1,537,648,523</u>	<u>1,530,889,908</u>	<u>1,529,444,804</u>	<u>1,506,480,521</u>	<u>1,505,631,556</u>	<u>1,569,688,766</u>	<u>1,596,939,120</u>
Business-type activities										
Food services	56,042,535	62,959,185	72,963,710	81,109,461	80,987,144	89,065,768	84,533,938	84,381,065	86,884,729	89,457,805
Total business-type activities expenses	<u>56,042,535</u>	<u>62,959,185</u>	<u>72,963,710</u>	<u>81,109,461</u>	<u>80,987,144</u>	<u>89,065,768</u>	<u>84,533,938</u>	<u>84,381,065</u>	<u>86,884,729</u>	<u>89,457,805</u>
Total primary government expenses	<u>\$ 1,295,371,866</u>	<u>\$ 1,427,506,085</u>	<u>\$ 1,594,388,458</u>	<u>\$ 1,618,757,984</u>	<u>\$ 1,611,877,052</u>	<u>\$ 1,618,510,572</u>	<u>\$ 1,591,024,459</u>	<u>\$ 1,590,012,619</u>	<u>\$ 1,656,573,515</u>	<u>\$ 1,686,396,925</u>
Program Revenues										
Governmental activities										
Charges for services:										
Instruction	\$ 2,817,275	\$ 2,225,169	\$ 2,223,924	\$ 2,318,052	\$ 2,373,494	\$ 2,125,137	\$ 2,196,190	\$ 8,621,512	\$ 9,295,826	\$ 8,967,628
Business administration	-	-	79,810	106,483	173,962	-	450,173	-	-	-
School administration	-	-	-	-	-	-	-	-	-	-
Pupil transportation	-	-	-	-	-	1,830	-	-	-	-
Support services-central	-	-	-	-	-	-	-	-	-	-
Other support services	-	-	-	-	-	588,943	619,511	-	-	-
Operating grants and contributions:										
Instruction	479,303,249	558,399,234	-	524,192,708	575,616,339	600,595,806	571,334,342	543,535,347	536,067,115	646,979,125
Pupil services	8,442,241	9,189,280	9,216,449	8,765,046	10,272,977	10,393,196	11,080,327	10,337,426	8,700,484	9,376,628
Instructional support	11,280,378	12,676,597	14,885,289	13,425,098	15,381,620	15,779,553	15,789,484	11,367,103	11,926,838	11,926,838
Educational media services	12,149,483	14,577,957	15,855,865	16,428,219	16,143,339	16,946,867	14,638,199	22,052,013	20,838,966	21,607,929
General administration	469,137	1,118,080	1,451,545	747,761	5,476,476	7,055,210	5,140,833	25,710,199	4,663,790	22,002,280
School administration	264,732	2,506,565	5,086,438	3,266,400	704,500	500,911	413,155	41,856,257	34,101,262	34,991,698
Business administration	-	133,707	368,511	450,063	382,343	357,962	267,786	770,887	2,020,475	130,977
Maintenance and operations	35,213,162	38,872,970	39,931,556	37,909,428	39,392,785	40,181,518	39,668,623	54,904,117	74,736,519	54,351,768
Pupil transportation	6,556,445	10,692,506	9,043,752	6,599,854	6,772,608	6,409,114	8,439,106	10,871,472	31,466,667	7,176,338
Support services-central	-	260,187	352,181	-	40,174	9,650	7,542,933	1,616,573	23,483,280	2,287,302
Other support services	1,533,282	1,727,777	4,275,366	3,659,592	4,136,892	4,259,818	4,200,693	4,429,606	3,374,817	3,029,343
Interest	-	-	-	-	-	-	-	1,031,100	949,128	966,345
School nutrition program	-	-	-	-	-	67,990	-	-	-	-
Non-instructional services	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions:										
All	10,575,695	23,638,046	108,168,555	56,745,233	6,146,798	45,542,246	6,682,804	3,649,491	897,627	5,941,143
Total governmental activities program revenues	<u>568,605,079</u>	<u>676,104,500</u>	<u>806,998,240</u>	<u>672,943,937</u>	<u>683,014,307</u>	<u>751,054,694</u>	<u>688,463,959</u>	<u>743,373,586</u>	<u>761,963,079</u>	<u>829,725,342</u>
Business-type activities										
Charges for services:										
Food services	23,416,810	25,270,753	26,199,916	28,886,346	27,562,338	25,550,333	24,575,751	22,631,105	22,858,758	23,874,660
Operating grants and contributions:										
Food services	29,406,220	34,333,576	38,842,112	43,644,631	48,711,050	53,091,306	56,539,916	62,745,079	62,866,528	65,799,229
Capital grants and contributions:										
Food services	1,127,720	480,273	124,892	0	76,273,388	-	81,115,667	-	-	-
Total business-type activities program revenues	<u>53,950,750</u>	<u>60,084,602</u>	<u>65,166,920</u>	<u>72,530,977</u>	<u>76,273,388</u>	<u>78,641,639</u>	<u>769,579,626</u>	<u>85,376,184</u>	<u>85,725,266</u>	<u>89,673,889</u>
Total primary government program revenues	<u>\$ 622,555,829</u>	<u>\$ 736,189,102</u>	<u>\$ 872,165,160</u>	<u>\$ 745,474,914</u>	<u>\$ 759,287,695</u>	<u>\$ 829,696,333</u>	<u>\$ 769,579,626</u>	<u>\$ 828,749,770</u>	<u>\$ 847,688,365</u>	<u>\$ 919,399,231</u>
Net (Expense)/Revenue										
Governmental activities	\$ (670,724,252)	\$ (688,442,400)	\$ (714,426,508)	\$ (684,704,586)	\$ (847,875,601)	\$ (778,389,910)	\$ (818,026,562)	\$ (762,257,968)	\$ (807,725,707)	\$ (767,213,778)
Business-type activities	(2,091,785)	(2,874,583)	(7,796,790)	(4,713,756)	(4,713,756)	(10,424,129)	(3,418,271)	995,119	(1,159,443)	216,084
Total primary government net expense	<u>\$ (672,816,037)</u>	<u>\$ (691,316,983)</u>	<u>\$ (722,223,298)</u>	<u>\$ (679,288,070)</u>	<u>\$ (852,589,357)</u>	<u>\$ (788,814,039)</u>	<u>\$ (821,444,833)</u>	<u>\$ (761,262,849)</u>	<u>\$ (808,885,150)</u>	<u>\$ (766,997,694)</u>

Financial Trend Schedule 2
WINNETT COUNTY BOARD OF EDUCATION
Changes in Net Position,
Last Ten Fiscal Years
(accrual basis of accounting)

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General revenues and other changes in net position										
Taxes										
Property taxes levied for general purposes	\$ 329,777,328	\$ 366,659,883	\$ 401,878,333	\$ 708,974,309	\$ 740,115,136	\$ 720,977,072	\$ 665,419,990	\$ 459,999,890	\$ 472,342,202	\$ 517,366,234
Property taxes levied for debt services	34,391,387	32,523,294	35,430,097	38,498,071	40,424,293	38,772,139	36,021,733	30,052,352	46,571,662	50,988,477
Property taxes levied for 5-mill buy in	116,167,360	122,684,739	132,057,674	(140,379,743)	(152,695,121)	(153,447,361)	(147,960,534)	0	-	-
Sales tax	133,371,487	146,203,207	149,448,819	145,996,092	124,160,214	125,870,235	125,794,590	137,813,977	135,974,454	142,412,662
Other taxes	5,054,573	1,208,922	1,082,934	16,454,155	10,888,788	6,818,801	7,137,420	0	-	-
Federal and state aid not restricted to specific programs	32,137,228	32,278,545	36,778,274	46,100,505	67,677,229	65,991,936	79,765,631	43,223,047	65,656,094	69,078,801
Unrestricted interest and investment earnings	21,734,217	15,268,598	25,192,464	25,253,836	15,260,125	4,902,984	1,070,737	1,036,914	630,083	649,783
Local school activity	17,366,799	23,751,411	26,090,602	32,175,956	22,157,285	22,646,466	22,952,318	23,760,388	24,133,229	25,198,359
Miscellaneous	16,626,190	19,676,078	21,192,263	22,472,387	24,524,953	26,255,331	29,097,116	35,313,497	34,947,373	35,325,769
Gain on sale of assets	-	48,242	-	-	-	-	-	-	-	-
Transfers in (out)	-	-	6,123,896	-	-	858,767,603	-	-	-	-
Total governmental activities	706,626,569	760,302,919	835,275,356	895,507,568	892,512,902	-	819,299,001	731,200,065	780,255,097	841,030,085
Business-type activities:										
Interest and investment earnings	501,798	1,084,625	1,573,470	956,706	237,368	259,372	23,610	4,373	2,185	5,941
Transfers out	-	-	(6,123,896)	0	-	-	-	-	-	-
Total business-type activities	501,798	1,084,625	(4,550,426)	956,706	237,368	259,372	23,610	4,373	2,185	5,941
Total primary government	\$ 707,128,367	\$ 761,387,544	\$ 830,724,930	\$ 896,464,274	\$ 892,750,270	\$ 859,046,975	\$ 819,322,611	\$ 731,204,438	\$ 780,257,282	\$ 841,036,026
Change in net position										
Governmental activities	\$ 35,902,317	\$ 71,860,519	\$ 120,848,848	\$ 30,802,982	\$ 44,637,301	\$ 80,397,693	\$ 1,272,439	\$ (31,057,903)	\$ (27,470,610)	\$ 73,816,307
Business-type activities	(1,589,987)	(1,789,958)	(12,347,216)	(7,621,778)	(4,476,388)	(10,154,757)	(3,394,661)	999,492	(1,157,258)	222,025
Total primary government	\$ 34,312,330	\$ 70,070,561	\$ 108,501,632	\$ 23,181,204	\$ 40,160,913	\$ 70,232,936	\$ (2,122,222)	\$ (30,058,411)	\$ (28,627,868)	\$ 74,038,332

Notes:

(a) FY 2005 change in reporting entity. Gwinnett Technical College's operations are combined with the Department of Technical & Adult Education, State of Georgia.

Financial Trend Schedule 3
GWINNETT COUNTY BOARD OF EDUCATION
Fund Balances, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year			
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General fund(e)				
Nonspendable	\$ -	\$ -	\$ -	-
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Reserved	15,607,461	6,945,210	12,796,505	9,061,703
Unreserved	95,304,878	124,014,175	135,735,576	145,043,607
Total general fund	<u>\$ 110,912,339</u>	<u>\$ 130,959,385</u>	<u>\$ 148,532,081</u>	<u>\$ 154,105,310</u>
All other governmental funds(e)				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Reserved (c),(d)	76,636,682	492,288,239	838,732,650	603,288,805
Unreserved, reported in:				
Capital project funds (a)	-	-	-	-
Special revenue funds (b)	4,566,159	6,472,875	15,430,856	14,505,771
Total all other governmental funds	<u>\$ 81,202,841</u>	<u>\$ 498,761,114</u>	<u>\$ 854,163,506</u>	<u>\$ 617,794,576</u>

Notes:

- (a) The deficit fund balance is the result of the District's contractual commitments related to the building program.
In FY 2004 certificates of participation were issued to provide cashflow for the building program.
- (b) In FY 2002 local school activity is included as a special revenue fund.
In FY 2005 the governance of Gwinnett Technical College (a local school activity fund) is transferred to the Department of Technical and Adult Education, State of Georgia.
- (c) In March 2007 \$425 million in general obligation bonds were issued to provide cash flow for the capital improvement program.
- (d) In May 2008 \$500 million in general obligation bonds were issued to provide cash flow for the capital improvement program.
- (e) Governmental fund balances are classified as Nonspendable, Restricted, Committed, Assigned and Unassigned in accordance with Government Accounting Standards Board 54, Fund Balance Reporting and Governmental Fund Type Definitions, effective for financial statement periods beginning after June 15, 2010.

<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	77,269,485	30,120,144	38,494,846	34,125,188	48,488,210
-	99,999,353	105,389,196	105,186,281	103,270,067	126,071,833
8,698,497	-	-	-	-	-
140,266,858	-	-	-	-	-
<u>\$ 148,965,355</u>	<u>\$ 177,268,838</u>	<u>\$ 135,509,340</u>	<u>\$ 143,681,127</u>	<u>\$ 137,395,255</u>	<u>\$ 174,560,043</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	300,546,570	452,710,962	273,849,276	327,207,815	169,937,460
-	14,961,726	15,810,224	16,250,133	16,283,995	16,586,949
-	-	-	-	-	-
-	-	-	-	-	(4,491,513)
395,918,436	-	-	-	-	-
-	-	-	-	-	-
19,656,443	-	-	-	-	-
<u>\$ 415,574,879</u>	<u>\$ 315,508,296</u>	<u>\$ 468,521,186</u>	<u>\$ 290,099,409</u>	<u>\$ 343,491,810</u>	<u>\$ 182,032,896</u>

Financial Trend Schedule 4
WINNETT COUNTY BOARD OF EDUCATION
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	Fiscal Year				
	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Revenues					
Taxes	\$ 663,038,218	\$ 708,327,921	\$ 743,572,866	\$ 750,520,033	\$ 727,448,997
Intergovernmental	594,430,800	705,908,409	845,297,545	736,867,812	744,860,483
Investment earnings	15,268,598	25,192,464	25,253,836	15,262,037	4,902,984
Other	51,089,235	61,191,347	78,903,698	61,322,468	59,866,358
Total revenues	<u>1,323,826,851</u>	<u>1,500,620,141</u>	<u>1,693,027,945</u>	<u>1,563,972,350</u>	<u>1,537,078,822</u>
Expenditures					
Instruction	838,173,512	925,432,688	1,042,129,217	1,019,833,450	944,255,632
Pupil services	23,939,703	26,520,875	29,012,611	31,908,939	32,170,796
Instructional support	24,793,682	28,032,270	31,844,186	33,646,753	31,135,012
Educational media services	16,287,067	16,770,035	18,981,551	20,037,505	20,188,132
General administration	3,157,337	3,811,294	4,180,684	4,223,936	9,191,483
School administration	72,955,262	81,853,781	92,686,243	94,319,228	96,268,916
Business administration	13,609,285	17,739,838	13,685,708	13,561,430	13,399,067
Maintenance and operations	64,920,366	70,956,642	76,016,318	82,023,178	84,318,326
Pupil transportation	59,201,653	67,829,205	76,641,109	79,008,430	75,322,725
Support services-central	33,077,598	33,520,987	31,804,531	35,019,833	35,319,907
Other support services	2,125,173	4,324,254	7,353,349	7,851,365	9,673,890
School nutrition program	-	-	-	-	-
Community services	-	-	-	-	-
Non-Instructional	-	-	-	-	-
Capital outlay	291,752,488	185,159,265	328,356,748	282,298,185	208,783,903
Debt service					
Principal	25,404,371	27,388,323	37,487,234	31,265,017	128,646,682
Interest	30,134,886	20,362,471	42,690,247	59,770,802	68,013,185
Bond issuance costs	-	4,763,364	2,761,220	-	1,730,017
Total expenditures	<u>1,499,532,383</u>	<u>1,514,465,292</u>	<u>1,835,630,956</u>	<u>1,794,768,051</u>	<u>1,758,417,673</u>
Excess (deficiency) of revenues over (under) expenditures	(175,705,532)	(13,845,151)	(142,603,011)	(230,795,701)	(221,338,851)
Other financing sources (uses)					
Proceeds from capital lease	48,078,839	-	-	-	-
Proceeds from sale of asset	43,048,242	-	-	-	-
Proceeds from bond refunding	-	-	-	-	-
Premium received on refunding bonds	-	-	-	-	-
Proceeds from bond financing	-	425,000,000	500,000,000	-	274,065,000
Premium from bond financing	-	22,476,689	21,751,096	-	36,320,725
Proceeds from COPS refunding	-	204,195,000	-	-	-
Premium from COPS refunding	-	26,584,606	-	-	-
Payments to refunding escrow agents	-	(228,463,992)	-	-	(289,906,865)
Proceeds from certificates of participation	-	-	-	-	-
Premium from certificates of participation	-	-	-	-	-
Transfers in	21,005,603	30,294,998	29,852,932	42,085,770	67,396,961
Transfers out	(27,155,421)	(28,636,831)	(36,025,929)	(42,085,770)	(73,896,622)
Total other financing sources	<u>84,977,263</u>	<u>451,450,470</u>	<u>515,578,099</u>	<u>-</u>	<u>13,979,199</u>
Net change in fund balances	<u>\$ (90,728,269)</u>	<u>\$ 437,605,319</u>	<u>\$ 372,975,088</u>	<u>\$ (230,795,701)</u>	<u>\$ (207,359,652)</u>
Debt service as a percentage of noncapital expenditures	4.82%	4.11%	5.82%	6.40%	14.68%

<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
\$ 683,837,873	\$ 667,874,030	\$ 636,839,872	\$ 656,218,049	\$ 710,807,681
828,417,555	759,991,312	786,596,633	827,619,173	901,022,733
1,070,736	763,072	1,036,914	630,083	649,783
61,589,625	60,352,608	59,073,885	59,080,602	60,524,128
<u>1,574,915,789</u>	<u>1,488,981,022</u>	<u>1,483,547,304</u>	<u>1,543,547,907</u>	<u>1,673,004,325</u>
918,464,981	910,375,975	874,146,094	912,893,962	962,779,140
33,594,980	35,162,862	37,297,068	39,117,274	43,905,834
31,299,247	34,884,566	32,171,013	34,144,523	36,098,923
19,910,928	19,383,045	17,489,799	18,184,585	18,589,637
11,296,146	8,642,336	6,082,462	5,772,307	5,394,699
98,371,203	96,790,649	103,030,491	107,263,990	113,168,228
14,816,850	15,766,357	10,625,856	10,118,978	9,052,390
87,190,891	87,775,995	89,130,744	96,366,682	99,000,738
78,609,287	81,347,194	83,507,953	87,565,551	91,602,840
38,550,364	44,139,790	34,478,075	38,581,040	40,090,491
9,574,902	5,996,177	6,126,117	5,157,433	4,805,538
67,990	-	-	-	-
-	-	-	-	-
-	-	-	-	-
121,073,379	95,716,912	177,489,392	236,600,451	234,811,006
141,225,000	155,620,000	118,170,000	70,205,754	83,935,000
61,911,629	55,874,064	58,356,943	62,620,615	55,572,780
261,112	1,725,996	-	1,384,375	1,615,171
<u>1,666,218,889</u>	<u>1,649,201,918</u>	<u>1,648,102,007</u>	<u>1,725,977,520</u>	<u>1,800,422,415</u>
(91,303,100)	(160,220,896)	(164,554,703)	(182,429,613)	(127,418,090)
-	-	-	-	-
-	-	-	-	6,622,869
-	-	-	-	-
-	-	-	-	-
19,640,000	277,705,000	-	211,380,000	252,440,000
-	34,648,038	-	24,786,976	32,598,129
-	-	-	-	-
-	-	-	-	-
-	(35,619,787)	-	-	(283,422,958)
-	-	-	-	-
-	-	-	-	-
39,081,181	25,302,546	66,995,516	91,355,654	72,248,088
<u>(39,181,181)</u>	<u>(30,411,102)</u>	<u>(72,841,210)</u>	<u>(97,986,488)</u>	<u>(77,362,164)</u>
<u>19,540,000</u>	<u>271,624,695</u>	<u>(5,845,694)</u>	<u>229,536,142</u>	<u>3,123,964</u>
<u>\$ (71,763,100)</u>	<u>\$ 111,403,799</u>	<u>\$ (170,400,397)</u>	<u>\$ 47,106,529</u>	<u>\$ (124,294,126)</u>
15.16%	15.91%	13.64%	9.90%	9.91%

Revenue Capacity Schedule 5
GWINNETT COUNTY BOARD OF EDUCATION
Net Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Digest Years
(in thousands)

Digest Year	Fiscal Year Ended June 30,	Real Property	Personal Property	Heavy Duty Equipment	Timber	Public Utilities
2005	2006	19,859,580	2,189,913	3,488	78	432,275
2006	2007	22,043,037	2,308,695	246	74	409,587
2007	2008	24,461,078	2,416,264	-	-	421,389
2008	2009	25,946,948	2,456,556	-	-	431,327
2009	2010	25,063,518	2,456,718	1,347	74	441,763
2010	2011	22,450,509	2,272,602	244	-	447,243
2011	2012	20,031,606	2,574,466	241	65	401,325
2012	2013	18,537,339	2,660,961	1,113	29	421,946
2013	2014	17,786,562	2,732,103	1,263	50	435,891
2014	2015	19,971,720	2,816,379	1,110	13	446,102

Note: Assessment ratio of total value to total estimated actual value, set by state law, is 40%
Source: Gwinnett County Government

Motor Vehicles	Mobile Homes	Total Taxable Assessed Value	Estimated Actual Taxable Value	Mill Levy General Fund and Bond	Taxable Assessed Value as a Percentage of Estimated Actual Value
1,906,738	17,099	24,409,171	61,022,927	20.55	40%
1,869,796	17,909	26,649,343	66,623,359	20.55	40%
2,077,118	18,859	29,394,707	73,486,768	20.55	40%
2,175,824	18,031	31,028,687	77,571,717	20.55	40%
2,217,468	17,901	30,198,788	75,496,971	20.55	40%
1,924,598	17,087	27,112,283	67,780,708	20.55	40%
1,991,583	14,263	25,013,549	62,533,873	20.55	40%
2,002,179	13,951	23,637,518	59,093,795	20.55	40%
2,176,878	13,655	23,146,402	57,866,005	21.85	40%
1,900,097	13,658	25,149,079	62,872,698	21.85	40%

Revenue Capacity Schedule 6
GWINNETT COUNTY BOARD OF EDUCATION
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per \$1,000 of assessed value)

<u>Fiscal Year</u>	<u>School District Rates</u>			<u>Overlapping Rates</u>	
	<u>Maintenance and Operations *</u>	<u>Debt Service</u>	<u>Total</u>	<u>Gwinnett County</u>	<u>State of Georgia</u>
2006	19.25	1.30	20.55	11.47	0.25
2007	19.25	1.30	20.55	11.30	0.25
2008	19.25	1.30	20.55	11.08	0.25
2009	19.25	1.30	20.55	10.97	0.25
2010	19.25	1.30	20.55	13.25	0.25
2011	19.25	1.30	20.55	13.25	0.25
2012	19.25	1.30	20.55	13.02	0.25
2013	19.25	1.30	20.55	13.02	0.20
2014	19.80	2.05	21.85	13.75	0.15
2015	19.80	2.05	21.85	13.75	0.10

* NOTE: The maintenance and operations tax for schools has a cap of 20.00 mils.

Source: Gwinnett County Budget Division - Tax Levy Resolution

Revenue Capacity Schedule 7
GWINNETT COUNTY BOARD OF EDUCATION
Principal Property Tax Payers
Current Year and Nine Years Ago

Taxpayer	2015			2006		
	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total District Taxable Assessed Value
Georgia Power	\$ 128,326,080	1	0.01 %	\$ 90,951,588	3	0.00 %
AT & T	123,065,860	2	0.00 %	133,475,972	1	0.01 %
Publix	111,962,730	3	0.00 %	97,029,690	2	0.00 %
Wal-Mart	99,086,860	4	0.00 %	68,863,080	6	0.00 %
Mall of Georgia LLC	92,037,440	5	0.00 %	68,079,124	5	0.00 %
Cisco, formerly Scientific Atlanta Inc.	76,969,020	6	0.00 %	73,504,360	4	0.00 %
Jackson EMC	69,270,880	7	0.00 %	66,324,440	7	0.00 %
Amerisourcebergen Drug Corp.	47,582,280	8	0.00 %			
Atlanta Gas Light	43,477,080	9	0.00 %	40,518,742	9	0.00 %
Hewlett-Packard	42,466,100	10	0.00 %			
Sugarloaf Mills LTD Partnership				52,525,080	8	0.00 %
Home Depot				33,252,220	10	0.00 %
	<u>\$ 834,244,330</u>		<u>0.03 %</u>	<u>\$ 557,239,841</u>		<u>0.03 %</u>
Total						

Source: Gwinnett County CAFR, fiscal year ended 12/31/2014.

**Revenue Capacity Schedule 8
GWINNETT COUNTY BOARD OF EDUCATION
Property Tax Levies and Collections
Last Ten Digest Years**

Fiscal Year	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2006	502,366,106	499,157,150	99.36	3,179,806	502,306,008	99.99%
2007	548,431,810	539,229,402	98.32	9,117,948	548,298,064	99.98%
2008	604,856,386	595,083,174	98.38	9,655,108	604,684,153	99.97%
2009	638,424,459	625,290,643	97.94	12,982,271	638,236,298	99.97%
2010	621,370,608	604,917,789	97.35	16,207,016	620,998,766	99.94%
2011	557,937,443	546,765,535	98.00	10,737,420	557,417,706	99.91%
2012	514,796,259	506,878,451	98.46	7,064,388	513,984,552	99.84%
2013	486,499,980	482,469,973	99.17	3,112,800	485,156,819	99.72%
2014	506,903,957	503,354,053	99.30	2,213,293	503,354,053	99.30%
2015	550,634,007	547,195,795	99.38	-	547,195,795	100.63%

Source: Gwinnett County Tax Assessor's Office and District records

**Revenue Capacity Schedule 9
GWINNETT COUNTY BOARD OF EDUCATION
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years**

Governmental Activities			
<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Certificates of Participation</u>	<u>Capital Leases</u>
2006	\$ 177,675,000	284,400,000	48,043,010
2007	\$ 576,160,000	279,775,000	47,169,687
2008	\$ 1,047,655,000	273,045,000	44,917,453
2009	\$ 1,030,355,000	264,490,000	39,507,436
2010	\$ 922,125,000	254,545,000	39,135,754
2011	\$ 812,265,000	242,820,000	39,135,754
2012	\$ 912,695,000	230,520,000	39,135,754
2013	\$ 807,440,000	217,605,000	39,135,754
2014	\$ 1,001,340,000	204,015,000	-
2015	\$ 1,019,376,723	200,591,965	-

Notes:

- (a) Details regarding the Board's outstanding debt can be found in the notes to the financial statements.
- (b) See schedule 12 for personal income and population data.

	<u>Total Primary Government (a)</u>	<u>Percentage of Estimated Actual Taxable Value</u>	<u>Percentage of Personal Income (b)</u>	<u>Per Capita (b)</u>
\$	510,118,010	0.84%	2.18%	717
\$	903,104,687	1.36%	3.58%	1,220
\$	1,365,617,453	1.86%	5.20%	1,787
\$	1,334,352,436	1.72%	5.06%	1,709
\$	1,215,805,754	1.61%	4.77%	1,527
\$	1,094,220,754	1.61%	4.26%	1,354
\$	1,182,350,754	1.89%	4.28%	1,433
\$	1,064,180,754	1.80%	3.74%	1,266
\$	1,205,355,000	2.08%	4.12%	1,403
\$	1,219,968,688	1.94%	not available	1,385

Revenue Capacity Schedule 10
GWINNETT COUNTY BOARD OF EDUCATION
Direct and Overlapping Governmental Activities Debt
As of June 30, 2015

	Estimated Outstanding General Obligation Debt	Percentage Applicable to Gwinnett County Board of Education	Amount Applicable to Gwinnett County Board of Education
<u>Direct Debt</u>			
Gwinnett County Board of Education	\$ 1,019,376,723	100 %	\$ 1,019,376,723
<u>Overlapping Debt</u>			
Gwinnett County General Obligation Bonds	20,370,000	100 %	20,370,000
Gwinnett County Capital Lease Obligations	87,520,000	100 %	87,520,000
City of Berkeley Lake	1,322,000	100 %	1,322,000
City of Snellville	6,467,000	100 %	6,467,000
City of Suwanee	19,577,000	100 %	19,577,000
Total Overlapping Debt	<u>135,256,000</u>		<u>135,256,000</u>
Total Direct and Overlapping Debt	<u><u>\$ 1,154,632,723</u></u>		<u><u>\$ 1,154,632,723</u></u>

Source: Gwinnett County CAFR, fiscal year ended 12/31/2014
City of Suwanee Financial Services Department
June 30, 2014 City of Berkeley Lake Financial Report

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the geographic area. This process recognizes that, when considering the District'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.

Debt Capacity Schedule 11
GWINNETT COUNTY BOARD OF EDUCATION
Ratios of Net General Bonded Debt Outstanding and Legal Debt Margin,
Last Ten Fiscal Years

	2006	2007	2008	2009
General bonded debt outstanding				
General obligation debt	\$ 177,675,000	\$ 576,160,000	\$ 1,047,655,000	\$ 1,030,355,000
Percentage of taxable assessed value (a)	0.73%	2.16%	3.56%	3.32%
Per capita (b)	240	754	1,342	1,294
Less: Amounts set aside to repay general debt	<u>(14,265,424)</u>	<u>(23,893,868)</u>	<u>(40,001,076)</u>	<u>(84,682,702)</u>
Total net debt applicable to debt limit	163,409,576	552,266,132	1,007,653,924	945,672,298
Legal debt limit (c)	2,440,917,100	2,664,934,300	2,939,470,700	3,102,868,700
Legal debt margin (d)	\$ <u>2,277,507,524</u>	\$ <u>2,112,668,168</u>	\$ <u>1,931,816,776</u>	\$ <u>2,157,196,402</u>
Legal debt margin as a percentage of the debt limit	93.31%	79.28%	65.72%	69.52%

NOTE: Details regarding outstanding debt can be found in the notes to the financial statements.

(a) Property value data can be found in Schedule 5: Taxable Assessed and Estimated Full Value of Property.

(b) Population data can be found in Schedule 12: Demographic and Economic Statistics

(c) Georgia Statute Article IX, Section V, Paragraph I states any district shall never exceed 10% of the assessed value of all taxable property.

(d) The legal debt margin is the Gwinnett County Board of Education's available borrowing authority calculated by subtracting the net debt applicable to the legal debt from the debt limit.

	2010	2011	2012	2013	2014	2015
\$	922,125,000	\$ 812,265,000	\$ 912,695,000	\$ 807,440,000	\$ 1,001,340,000	\$ 929,085,000
	3.05%	3.00%	3.65%	3.42%	4.33%	3.69%
	1,141	984	1,086	940	1,137	n/a
	<u>(100,258,281)</u>	<u>(101,305,861)</u>	<u>(90,570,447)</u>	<u>(27,437,585)</u>	<u>(73,950,890)</u>	<u>(55,410,120)</u>
	821,866,719	710,959,139	822,124,553	780,002,415	927,389,110	873,674,880
	3,019,878,800	2,711,228,300	2,501,354,900	2,363,751,800	2,314,640,200	2,514,907,900
\$	<u><u>2,198,012,081</u></u>	<u><u>2,000,269,161</u></u>	<u><u>1,679,230,347</u></u>	<u><u>1,583,749,385</u></u>	<u><u>1,387,251,090</u></u>	<u><u>1,641,233,020</u></u>
	72.78%	73.78%	67.13%	67.00%	59.93%	65.26%

Demographic and Economic Information Schedule 12
GWINNETT COUNTY BOARD OF EDUCATION
Demographic and Economic Statistics
Last Ten Calendar Years

Year	Population	Personal Income (amounts expressed in thousands)	Per Capita Personal Income	School Enrollment	Unemployment Rate
2005	710,978	23,437,930	32,966	135,392	4.6%
2006	740,267	25,242,599	34,099	144,598	4.2%
2007	764,129	26,279,912	34,392	152,044	4.1%
2008	780,721	26,380,482	33,790	155,618	5.6%
2009	796,276	25,463,451	31,978	157,219	8.9%
2010	808,304	25,700,181	31,795	159,298	9.0%
2011	825,094	27,612,259	33,466	160,744	8.6%
2012	840,575	28,481,375	33,883	162,370	7.9%
2013	859,304	29,269,060	34,061	164,977	7.1%
2014	880,787	Not available	Not available	169,150	6.1%

Sources: Gwinnett County CAFR, fiscal year ended 12/31/2014.
State of Georgia Student Full-time Equivalent Data Collection System Enrollment by Grade Report.

Demographic and Economic Information Schedule 13
GWINNETT COUNTY BOARD OF EDUCATION
Principal Employers
Current Year and Nine Years Ago

EMPLOYER	2015			2006		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Gwinnett County Public Schools	20,479	1	4.9 %	18,226	1	4.8 %
Gwinnett County Government	4,854	2	1.2 %	4,586	2	1.2 %
Gwinnett Health Care System	3,566	3	0.9 %	4,229	3	1.1 %
Publix	3,558	4	0.9 %	3,250	5	0.9 %
Wal-Mart	2,798	5	0.7 %	4,163	4	1.1 %
State of Georgia (includes GGC)	2,694	6	0.6 %	2,159	7	0.6 %
Kroger	2,181	7	0.5 %	1,981	8	0.5 %
U.S. Postal Service	2,024	8	0.5 %	2,760	6	0.7 %
Primerica Financial Services	1,587	9	0.4 %	1,682	9	0.4
NCR	1,549	10	0.4 %			
Cisco, previously Scientific Atlanta				1,624	10	0.4 %
Total	45,290		11.0 %	44,660		11.7 %

Source: Gwinnett County Comprehensive Annual Financial Report, as of 12/31/2014

Operating Information Schedule 14
GWINNETT COUNTY BOARD OF EDUCATION
 Full-time Equivalent District Employees by Function

Employee Category	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Instructional										
Teachers	9,762	10,328	11,038	11,081	10,872	10,606	10,285	10,054	10,344	10,665
Para pros	1,801	1,910	1,867	1,806	1,765	1,708	1,640	1,561	1,638	1,679
Interpreters	24	25	22	23	25	24	24	24	24	23
Technology support specialists	216	223	227	234	241	215	239	229	229	234
Counselors	295	301	309	314	302	281	305	301	309	322
Graduation specialist	-	-	-	-	41	42	-	-	-	-
Total instructional	12,098	12,787	13,463	13,458	13,246	12,876	12,492	12,189	12,543	12,923
Media services										
Secretaries/clerical	113	111	118	122	124	129	117	104	106	104
Library media specialists	120	117	123	126	132	134	133	130	129	130
Directors	2	2	2	2	1	1	1	1	2	2
Coordinators/managers	5	5	8	7	9	9	10	12	11	11
Total media services	240	235	251	257	266	273	261	248	248	247
Pupil services										
Secretaries/clerical	137	143	150	158	167	172	171	171	149	144
Nurses	13	13	12	13	12	12	13	13	31	34
Therapists	55	57	66	69	71	69	69	71	72	76
Psychologists	39	42	44	48	52	52	52	54	54	53
Social workers	28	31	30	28	27	27	29	29	30	29
Directors	4	6	5	7	7	7	7	7	8	9
Coordinators	12	16	17	20	21	21	21	23	50	53
Total pupil services	288	308	324	343	357	362	363	368	393	398
Instructional support										
Associate superintendent	1	2	2	2	2	2	2	3	2	2
Chief academic officer	1	-	-	1	-	-	-	-	-	-
Secretaries/clerical	48	53	58	49	46	40	42	43	40	39
Graduation coaches	-	16	37	39	-	-	-	-	-	-
Area superintendents/directors	15	28	30	30	30	28	39	34	33	36
Coordinators	96	88	90	94	98	98	165	105	110	111
Total instructional support	161	187	217	215	176	168	248	185	185	189
General administration										
Superintendent/technical school director	1	1	1	1	1	1	1	1	1	1
Executive directors	2	2	2	2	2	2	2	2	2	2
Secretaries/clerical	3	5	5	5	5	5	5	5	5	5
Coordinators	-	-	-	2	1	1	1	1	1	1
Total general administration	6	8	8	10	9	9	9	9	9	9
School administration										
Principals	101	103	108	111	121	128	130	130	130	133
Assistant principals	354	392	414	433	437	442	386	462	472	486
Secretaries/clerical/bookkeepers	659	697	744	766	804	836	801	798	807	827
Other	8	9	9	9	9	9	8	8	-	-
Total school administration	1,122	1,201	1,275	1,319	1,371	1,415	1,325	1,398	1,409	1,446

Business administration										
Chief financial officer	1	1	1	1	1	1	1	1	1	1
Secretarial/clerical	69	63	67	68	69	67	63	63	67	64
Accountants	9	12	14	14	14	15	13	13	12	13
Warehouse personnel	39	37	40	39	39	39	38	38	37	37
Directors	7	7	8	7	7	7	8	7	7	7
Coordinators/managers/auditors	13	16	17	20	18	18	19	19	19	20
Total business administration	138	136	147	149	148	147	142	141	143	143
Maintenance and operations										
Chief operations officer	1	1	1	1	1	1	1	1	1	1
Secretaries/clerical	22	22	23	24	21	20	19	20	20	22
Maintenance and security personnel	144	149	149	150	163	159	154	158	165	184
Custodians	733	745	776	842	906	936	958	961	973	976
Directors	5	4	4	4	4	4	4	5	5	8
Coordinators	6	7	7	8	8	7	8	9	8	19
Total maintenance and operations	911	928	960	1,029	1,103	1,127	1,144	1,154	1,172	1,210
Transportation										
Secretaries/clerical	36	32	43	42	44	43	44	45	45	55
Bus drivers	1,253	1,395	1,449	1,556	1,553	1,572	1,568	1,567	1,536	1,605
Bus monitors	177	188	197	205	204	203	201	204	206	203
Director	1	1	1	1	1	1	1	1	1	1
Supervisors/managers	46	77	53	55	54	55	53	56	54	55
Total transportation	1,513	1,693	1,743	1,859	1,856	1,874	1,867	1,873	1,843	1,920
Support service-central										
Associate superintendent	1	1	1	1	1	1	1	1	1	1
Chief officer	1	1	1	1	1	1	1	1	2	2
Secretaries/clerical	52	53	57	69	67	64	63	58	60	60
Research and planning personnel	6	6	7	7	7	7	9	9	10	10
Directors	25	25	23	26	26	24	23	23	25	24
Coordinators	66	78	77	77	84	110	75	80	90	96
Total support service-central	151	164	166	181	186	207	172	173	188	193
Other support services										
Community school directors	15	15	14	14	17	16	18	18	17	17
Directors		-	-	-	-	-	-	-	2	1
Secretaries/clerical		-	-	-	-	-	-	-	3	3
Other	30	34	46	48	58	63	62	69	44	49
Total other support services	45	49	60	62	75	79	80	87	65	70
School nutrition program										
Secretarial/clerical	5	5	7	9	8	7	6	7	8	8
Food service managers	102	105	107	112	120	127	128	128	127	129
Food service workers	1,160	1,232	1,264	1,378	1,400	1,439	1,423	1,337	1,190	1,028
Director	1	1	1	1	1	1	1	1	1	1
Coordinators	8	9	9	10	11	12	11	11	13	13
Total school nutrition program	1,276	1,352	1,388	1,510	1,540	1,586	1,570	1,486	1,339	1,179
Grand total	17,949	19,048	20,002	20,392	20,333	20,123	19,672	19,289	19,539	19,928

Source: The district's human resources management system.

**Operating Information Schedule 15
GWINNETT COUNTY BOARD OF EDUCATION
Operating Statistics
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	Expenditures (1)	Enrollment (2)	Cost per Pupil	Percentage Change	Teaching Staff (3)	Pupil Teacher Ratio	Graduation Rate (4)	Percent of Free and Reduced Students in the Lunch Program (5)
2006	1,053,362,847	144,598	7,285	8.54	9,762	14.81	73.8	37.17%
2007	1,173,775,136	152,043	7,720	10.26	10,328	14.72	77.3	39.59%
2008	1,273,671,983	155,618	8,185	7.84	11,038	14.10	79.1	41.31%
2009	1,238,263,293	157,219	7,876	(2.86)	11,081	14.19	82.0	45.65%
2010	1,240,755,274	159,298	7,789	0.20	10,872	14.65	84.7	49.89%
2011	1,236,972,334	160,744	7,695	(0.31)	10,606	15.16	67.6	52.37%
2012	1,236,028,779	162,370	7,612	(0.08)	10,285	15.79	71.0	53.73%
2013	1,196,765,605	164,977	7,254	(3.28)	10,054	16.41	72.7	53.73%
2014	1,256,322,055	169,150	7,427	4.74	10,344	16.35	75.0	55.46%
2015	1,322,327,580	173,246	7,633	4.99	10,665	16.24	78.1	55.70%

Notes:

(1) Expenditures from Statement of Revenues, Expenditures, and Changes in Fund Balances for General Fund.

(2) State of Georgia Student Full-time Equivalent Data Collection System Enrollment by Grade Report.

(3) District's human resources management system. Full time equivalent teaching staff only.

(4) State of Georgia Governor's Office of Student Achievement.

(5) State of Georgia Free and Reduced Price Lunch Eligibility Report.

*Beginning with the 2010-2011 school year, the high school graduation rate was calculated using the cohort calculation method.

Operating Information Schedule 16
GWINNETT COUNTY BOARD OF EDUCATION
School Building Information
Last Ten Fiscal Years
(Unaudited)

SCHOOL	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Elementary										
Alcova (2005)										
Square feet	90,453	90,453	90,453	90,453	90,453	90,453	90,453	90,453	90,453	143,983
Capacity	769	769	769	769	750	750	750	750	1,150	1,150
Enrollment	767	879	1,004	1,029	1,017	1,049	1,023	1,012	1,063	1,156
Anderson Livsey (2011)										
Square feet	-	-	-	-	-	143,106	143,106	143,106	143,106	143,106
Capacity	-	-	-	-	-	950	950	950	975	975
Enrollment	-	-	-	-	-	767	705	744	757	822
J.A. Alford (2004)										
Square feet	90,453	134,078	134,078	134,078	134,078	134,078	134,078	134,078	134,078	134,078
Capacity	769	769	769	1,164	1,150	1,150	1,150	1,150	1,025	1,025
Enrollment	884	963	973	1,021	1,011	964	1,003	966	1,001	1,005
Annistown (1981)										
Square feet	70,516	70,516	70,516	70,516	70,516	70,516	70,516	70,516	70,516	70,516
Capacity	728	728	728	728	675	675	675	675	625	625
Enrollment	533	554	553	558	563	613	518	530	553	601
Arcado (1981)										
Square feet	72,044	101,800	101,800	101,800	101,800	101,800	101,800	101,800	101,800	101,800
Capacity	582	582	582	790	750	750	750	750	750	750
Enrollment	856	880	875	963	972	992	1,051	1,134	1,170	1,190
Beaver Ridge (1979)										
Square feet	129,108	129,108	129,108	129,108	129,108	129,108	129,108	129,108	129,108	129,108
Capacity	873	1,102	1,102	1,102	950	950	950	950	1,150	1,150
Enrollment	979	1,083	1,101	1,142	1,199	1,262	1,261	1,263	1,346	1,300
Benefield (1982)										
Square feet	78,481	78,481	78,481	103,555	103,555	103,555	103,555	143,710	143,710	143,710
Capacity	894	894	894	1,102	950	950	950	950	975	975
Enrollment	1,121	1,238	1,272	1,348	1,389	1,235	1,263	1,330	1,302	1,339
Berkeley Lake (1983)										
Square feet	102,142	102,142	102,142	102,142	102,142	102,142	102,142	102,142	102,142	102,142
Capacity	1,019	1,019	1,019	1,019	1,000	1,000	1,000	1,000	925	925
Enrollment	1,147	1,165	1,078	1,107	1,121	1,138	1,176	1,143	1,162	1,148
Bethesda (1905)										
Square feet	136,162	136,162	136,162	136,162	136,162	136,162	136,162	136,162	136,162	136,162
Capacity	1,019	1,019	1,019	1,019	1,150	1,150	1,150	1,150	975	975
Enrollment	1,113	1,102	1,132	1,181	1,187	1,214	1,263	1,291	1,344	1,366
W.C. Britt (1969)										
Square feet	70,110	70,110	70,110	70,110	70,110	70,110	70,110	70,110	70,110	70,110
Capacity	665	665	665	665	675	675	675	675	650	650
Enrollment	1,068	1,046	970	952	952	569	596	567	587	585
Brookwood (1985)										
Square feet	140,636	140,636	140,636	140,636	140,636	140,636	140,636	140,636	140,636	140,636
Capacity	1,019	1,310	1,310	1,310	1,275	1,275	1,275	1,275	1,250	1,250
Enrollment	995	1,129	1,070	1,061	1,036	1,083	1,099	1,083	1,088	1,120
Burnette (2011)										
Square feet	-	-	-	-	-	115,768	115,768	115,768	115,768	115,768
Capacity	-	-	-	-	-	750	750	750	825	825
Enrollment	-	-	-	-	-	696	712	702	676	705
Camp Creek (1972)										
Square feet	112,225	112,225	112,225	112,225	112,225	112,225	112,225	112,225	112,225	112,225
Capacity	790	977	977	977	950	950	950	950	950	950
Enrollment	991	1,041	1,040	1,009	969	979	982	1,005	993	975
Cedar Hill (1988)										
Square feet	112,979	112,979	112,979	112,979	112,979	112,979	112,979	112,979	112,979	112,979
Capacity	1,206	1,206	1,206	1,206	1,050	1,050	1,050	1,050	1,000	1,000
Enrollment	1,267	1,300	1,372	1,349	1,372	1,344	1,341	1,365	1,379	1,352
Centerville (1973)										
Square feet	82,214	82,214	82,214	82,214	82,214	82,214	82,214	82,214	82,214	82,214
Capacity	769	769	769	769	800	800	800	800	700	700
Enrollment	863	836	842	848	850	777	736	714	719	741
Chattahoochee (1988)										
Square feet	145,642	145,642	145,642	145,642	145,642	145,642	145,642	145,642	145,642	145,642
Capacity	1,393	1,393	1,393	1,393	1,400	1,400	1,400	1,400	1,225	1,225
Enrollment	1,164	1,197	1,138	1,161	1,140	1,154	1,195	1,167	1,208	1,248

Operating Information Schedule 16
GWINNETT COUNTY BOARD OF EDUCATION
School Building Information
Last Ten Fiscal Years
(Unaudited)

SCHOOL	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Charles B. Chesney (2004)										
Square feet	90,453	90,453	90,453	90,453	134,078	134,078	134,078	134,078	134,078	134,078
Capacity	769	769	769	769	1,150	1,150	1,150	1,150	1,025	1,025
Enrollment	796	803	811	853	859	896	1,063	1,131	1,183	1,155
W. J. Cooper (2003)										
Square feet	90,453	189,893	189,893	189,893	189,893	189,893	189,893	189,893	189,893	189,893
Capacity	769	769	769	1,705	1,600	1,600	1,600	1,600	1,625	1,625
Enrollment	1,581	1,783	1,402	1,157	1,176	1,176	1,170	1,161	1,157	1,174
Corley (2003)										
Square feet	90,453	134,078	134,078	134,078	134,078	134,078	134,078	134,078	134,078	134,078
Capacity	769	769	769	1,164	1,150	1,150	1,150	1,150	1,025	1,025
Enrollment	1,276	1,253	1,239	1,296	1,352	1,270	1,350	1,348	1,397	1,432
Craig (1993)										
Square feet	149,491	149,491	149,491	149,491	149,491	149,491	149,491	149,491	149,491	149,491
Capacity	1,393	1,393	1,393	1,393	1,375	1,375	1,375	1,375	1,250	1,250
Enrollment	997	1,189	1,233	1,157	1,129	1,075	1,047	1,008	1,027	1,047
Dacula (1990)										
Square feet	176,761	192,540	192,540	192,540	192,540	192,540	192,540	192,540	192,540	192,540
Capacity	1,705	1,705	1,705	1,705	1,500	1,500	1,500	1,500	1,525	1,525
Enrollment	1,757	2,076	1,686	1,732	1,413	1,338	1,324	1,329	1,257	1,284
Duncan Creek (2003)										
Square feet	90,453	162,135	162,135	162,135	162,135	162,135	162,135	162,135	162,135	162,135
Capacity	769	769	769	1,393	1,325	1,325	1,325	1,325	1,300	1,300
Enrollment	1,426	1,612	1,671	1,127	1,144	1,187	1,169	1,113	1,141	1,129
J.G. Dyer (1970)										
Square feet	85,991	85,991	85,991	85,991	153,318	153,318	153,318	153,318	153,318	153,318
Capacity	748	748	748	748	1,250	1,250	1,250	1,250	1,175	1,175
Enrollment	676	641	639	613	797	835	816	785	787	750
Ferguson (2011)										
Square feet	-	-	-	-	-	143,106	143,106	143,106	143,106	143,106
Capacity	-	-	-	-	-	950	950	950	975	975
Enrollment	-	-	-	-	-	919	953	955	968	962
Fort Daniel (1994)										
Square feet	103,472	103,472	103,472	103,472	103,472	103,472	103,472	103,472	103,472	103,472
Capacity	1,019	1,019	1,019	1,019	1,000	1,000	1,000	1,000	925	925
Enrollment	1,179	1,203	1,200	1,002	660	624	625	625	659	666
Freeman's Mill (1999)										
Square feet	109,410	109,410	109,410	109,410	109,410	109,410	109,410	109,410	109,410	109,410
Capacity	1,019	1,019	1,019	1,019	1,000	1,000	1,000	1,000	925	925
Enrollment	1,152	1,167	1,118	1,152	926	924	883	946	933	909
Grayson (1940)										
Square feet	106,543	106,543	106,543	106,543	106,543	106,543	106,543	106,543	106,543	106,543
Capacity	1,019	1,019	1,019	1,019	950	950	950	950	950	950
Enrollment	1,375	1,488	1,561	1,266	733	795	795	809	799	831
Gwin Oaks (1976)										
Square feet	87,766	87,766	87,766	87,766	87,766	87,766	87,766	87,766	87,766	87,766
Capacity	977	977	977	977	875	875	875	875	875	875
Enrollment	1,149	957	1,019	1,006	1,004	947	912	990	1,012	1,088
Harbins (1995)										
Square feet	152,460	152,460	152,460	152,460	152,460	152,460	152,460	152,460	152,460	152,460
Capacity	1,352	1,352	1,352	1,352	1,300	1,300	1,300	1,300	1,200	1,200
Enrollment	977	979	983	1,028	865	819	831	850	875	978
Harmony (1957)										
Square feet	98,242	98,242	98,242	98,242	98,242	98,242	98,242	98,242	98,242	98,242
Capacity	728	728	728	728	675	675	675	675	700	700
Enrollment	1,151	1,340	657	646	652	651	597	592	584	585
Harris (1967)										
Square feet	75,860	75,860	75,860	75,860	75,860	75,860	75,860	75,860	75,860	75,860
Capacity	936	936	936	936	875	875	875	875	750	750
Enrollment	675	709	729	698	696	666	757	783	812	867
Head (1979)										
Square feet	64,357	64,357	64,357	64,357	64,357	64,357	64,357	64,357	64,357	64,357
Capacity	582	582	582	582	625	625	625	625	600	600
Enrollment	670	642	646	626	600	572	540	561	559	545

(continued on next page)

Operating Information Schedule 16
GWINNETT COUNTY BOARD OF EDUCATION
School Building Information
Last Ten Fiscal Years
(Unaudited)

SCHOOL	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Hopkins (1984)										
Square feet	175,098	175,098	175,098	175,098	175,098	175,098	175,098	175,098	175,098	175,098
Capacity	1,601	1,601	1,601	1,601	1,500	1,500	1,500	1,500	1,500	1,500
Enrollment	1,705	1,781	1,774	1,735	1,838	1,756	1,729	1,858	1,934	1,980
Ivy Creek (2004)										
Square feet	90,453	162,135	162,135	162,135	162,135	162,135	162,135	162,135	162,135	162,135
Capacity	769	769	769	1,393	1,325	1,325	1,325	1,325	1,275	1,275
Enrollment	1,186	1,315	1,356	911	896	900	870	882	896	916
Jackson (1995)										
Square feet	167,895	167,895	167,895	167,895	167,895	167,895	167,895	167,895	167,895	167,895
Capacity	1,643	1,643	1,643	1,643	1,500	1,500	1,500	1,500	1,450	1,450
Enrollment	1,780	1,814	1,810	1,792	1,768	1,725	1,652	1,608	1,628	1,673
Jenkins (2011)										
Square feet	-	-	-	-	-	131,656	131,656	131,656	131,656	131,656
Capacity	-	-	-	-	-	1,050	1,050	1,050	1,025	1,025
Enrollment	-	-	-	-	-	973	956	996	1,046	1,031
Kanoheda (1995)										
Square feet	114,514	114,514	114,514	114,514	114,514	114,514	114,514	114,514	114,514	114,514
Capacity	1,310	1,310	1,310	1,310	1,175	1,175	1,175	1,175	1,125	1,125
Enrollment	1,092	1,134	1,156	1,199	1,186	1,012	1,052	1,118	1,088	1,072
Knight (1975)										
Square feet	52,007	52,007	52,007	110,596	110,596	110,665	110,665	110,665	110,665	110,665
Capacity	520	520	520	873	850	850	850	850	900	900
Enrollment	677	691	704	713	718	747	785	736	749	781
Lawrenceville (1963)										
Square feet	104,972	104,972	104,972	104,972	104,972	104,972	104,972	104,972	104,972	104,972
Capacity	1,019	1,019	1,019	1,019	995	995	995	995	925	925
Enrollment	1,022	1,034	991	985	942	733	732	768	733	759
Level Creek (2004)										
Square feet	131,656	131,656	131,656	131,656	131,656	131,656	131,656	131,656	131,656	131,656
Capacity	1,102	1,102	1,102	1,102	1,050	1,050	1,050	1,050	1,025	1,025
Enrollment	1,067	1,147	1,122	1,126	1,130	1,007	966	919	923	854
Lilburn (1970)										
Square feet	176,787	176,787	176,787	176,787	176,787	176,787	176,787	176,787	176,787	176,787
Capacity	1,518	1,518	1,518	1,518	1,300	1,300	1,300	1,300	1,450	1,450
Enrollment	1,169	1,297	1,325	1,284	1,323	1,299	1,311	1,406	1,574	1,597
Lovin (2008)										
Square feet	-	-	146,680	146,680	146,680	146,680	146,680	146,680	146,680	146,680
Capacity	-	-	950	1,102	1,050	1,050	1,050	1,050	975	975
Enrollment	-	-	502	546	789	813	779	805	828	883
Magill (1996)										
Square feet	180,416	180,416	180,416	180,416	180,416	180,416	180,416	180,416	180,416	180,416
Capacity	1,643	1,643	1,643	1,643	1,500	1,500	1,500	1,500	1,525	1,525
Enrollment	1,592	1,736	1,696	1,399	1,407	1,393	1,300	1,299	1,231	1,213
Mason (1997)										
Square feet	132,940	132,940	132,940	132,940	132,940	132,940	132,940	132,940	132,940	132,940
Capacity	1,289	1,289	1,289	1,289	1,200	1,200	1,200	1,200	1,150	1,150
Enrollment	1,332	1,381	1,397	1,393	1,385	1,139	884	898	908	899
Mckendree (1988)										
Square feet	135,806	135,806	135,806	135,806	135,806	135,806	135,806	135,806	135,806	135,806
Capacity	1,310	1,310	1,310	1,310	1,250	1,250	1,250	1,250	1,250	1,250
Enrollment	1,129	1,114	1,108	1,096	1,174	1,158	1,127	1,118	1,173	1,098
Meadowcreek (1998)										
Square feet	115,679	115,679	115,679	115,679	115,679	115,679	115,679	115,679	115,679	115,679
Capacity	956	956	956	956	950	950	950	950	925	925
Enrollment	931	991	1,031	1,075	1,104	1,117	1,145	1,211	1,203	1,217
Minor (1987)										
Square feet	121,129	121,129	121,129	121,129	121,129	121,129	121,129	121,129	121,129	121,129
Capacity	1,164	1,164	1,164	1,164	1,150	1,150	1,150	1,150	1,075	1,075
Enrollment	1,064	1,129	1,205	1,203	1,295	1,110	1,105	1,113	1,146	1,152
Mountain Park (1966)										
Square feet	70,928	70,928	70,928	70,928	70,928	70,928	70,928	70,928	70,928	70,928
Capacity	499	499	499	499	550	550	550	550	450	450
Enrollment	650	654	646	631	596	568	585	577	606	596

Operating Information Schedule 16
GWINNETT COUNTY BOARD OF EDUCATION
School Building Information
Last Ten Fiscal Years
(Unaudited)

SCHOOL	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Mulberry (2008)										
Square feet	-	-	134,452	134,452	134,452	134,452	134,452	134,452	134,452	134,452
Capacity	-	-	950	102	950	950	950	950	975	975
Enrollment	-	-	536	557	557	586	573	546	575	601
Nesbit (1993)										
Square feet	165,792	165,792	165,792	165,792	165,792	165,792	165,792	165,792	165,792	165,792
Capacity	1,040	1,518	1,518	1,518	1,300	1,300	1,300	1,300	1,400	1,400
Enrollment	1,222	1,452	1,504	1,520	1,563	1,657	1,686	1,795	2,005	2,182
Norcross (1972)										
Square feet	91,082	91,082	91,082	91,082	91,082	91,926	91,926	140,106	140,106	140,106
Capacity	832	832	832	832	1,050	1,050	1,050	1,050	1,000	1,000
Enrollment	956	985	1,026	1,003	1,006	1,027	1,073	1,140	1,142	1,175
Norton (1986)										
Square feet	149,511	149,511	149,511	149,511	149,511	149,511	149,511	149,511	149,511	149,511
Capacity	873	1,248	1,248	1,248	1,200	1,200	1,200	1,200	1,300	1,300
Enrollment	1,667	1,928	1,954	1,224	1,211	1,120	1,074	1,071	1,122	1,141
Parsons (2003)										
Square feet	90,453	90,453	90,453	90,453	90,453	90,453	90,453	90,453	90,453	90,453
Capacity	769	769	769	769	750	750	750	750	700	700
Enrollment	951	1,037	1,129	1,148	1,188	781	774	796	819	816
Partee (1997)										
Square feet	100,036	100,036	100,036	100,036	100,036	100,036	100,036	100,036	100,036	100,036
Capacity	852	852	852	852	875	875	875	875	850	850
Enrollment	676	703	714	755	741	495	583	609	662	717
Patrick (2008)										
Square feet	-	-	131,843	131,843	131,843	131,843	131,843	131,843	131,843	131,843
Capacity	-	-	950	1,102	1,050	1,050	1,050	1,050	1,025	1,025
Enrollment	-	-	793	872	839	854	862	844	849	846
Peachtree (1970)										
Square feet	130,241	130,241	130,241	130,241	130,241	130,241	130,241	130,241	130,241	130,241
Capacity	1,352	1,352	1,352	1,352	1,300	1,300	1,300	1,300	1,250	1,250
Enrollment	1,322	1,366	1,388	1,475	1,527	1,648	1,722	1,761	1,798	1,829
Pharr (1990)										
Square feet	106,994	106,994	106,994	106,994	106,994	106,994	106,994	106,994	106,994	106,994
Capacity	1,081	1,081	1,081	1,081	950	950	950	950	975	975
Enrollment	1,342	1,422	1,397	1,122	807	782	748	720	710	658
Puckett's Mill (2009)										
Square feet	-	-	-	162,227	162,227	162,227	162,227	162,227	162,227	162,227
Capacity	-	-	-	1,331	1,250	1,250	1,250	1,250	1,200	1,200
Enrollment	-	-	-	1,172	1,178	1,143	1,093	1,048	1,011	1,011
Riverside (1999)										
Square feet	132,127	132,127	132,127	132,127	132,127	132,127	132,127	132,127	132,127	132,127
Capacity	1,289	1,289	1,289	1,289	1,200	1,200	1,200	1,200	1,150	1,150
Enrollment	1,289	1,397	1,464	1,557	1,577	1,169	1,141	1,120	1,109	1,031
Roberts (2011)										
Square feet	-	-	-	-	-	149,699	149,699	149,699	149,699	149,699
Capacity	-	-	-	-	-	1,050	1,050	1,050	975	975
Enrollment	-	-	-	-	-	733	721	773	800	835
Rock Springs (1999)										
Square feet	152,891	152,891	152,891	152,891	152,891	152,891	152,891	152,891	152,891	152,891
Capacity	1,476	1,476	1,476	1,476	1,450	1,450	1,450	1,450	1,325	1,325
Enrollment	1,103	1,132	1,127	1,081	922	895	887	842	852	839
Rockbridge (1966)										
Square feet	82,574	82,574	82,574	82,574	82,574	82,574	82,574	82,574	82,574	184,118
Capacity	977	977	977	977	875	875	875	875	1,275	1,275
Enrollment	972	826	869	901	869	991	1,002	1,038	1,070	1,151
Rosebud (2009)										
Square feet	-	-	-	156,467	156,467	156,467	156,467	156,467	156,467	156,467
Capacity	-	-	-	1,331	1,250	1,250	1,250	1,250	1,200	1,200
Enrollment	-	-	-	1,069	1,027	1,046	993	1,009	1,044	1,103
Shiloh (1990)										
Square feet	87,157	87,157	87,157	87,157	87,157	87,157	87,157	87,157	87,157	87,157
Capacity	852	852	852	852	875	875	875	875	650	650
Enrollment	820	808	780	753	739	670	661	660	692	720

(continued on next page)

Operating Information Schedule 16
GWINNETT COUNTY BOARD OF EDUCATION
School Building Information
Last Ten Fiscal Years
(Unaudited)

SCHOOL		2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Simonton (1992)											
	Square feet	134,500	134,500	134,500	134,500	134,500	134,500	134,500	134,500	134,500	134,500
	Capacity	1,206	1,206	1,206	1,206	1,050	1,050	1,050	1,050	1,075	1,075
	Enrollment	1,479	1,525	1,535	1,519	1,305	863	819	818	850	873
Simpson (1993)											
	Square feet	144,772	144,772	144,772	144,772	144,772	144,772	144,772	144,772	144,772	144,772
	Capacity	1,019	1,289	1,289	1,289	1,200	1,200	1,200	1,200	1,150	1,150
	Enrollment	1,016	975	951	925	927	896	889	843	763	765
Starling (2010)											
	Square feet	-	-	-	-	156,467	156,467	156,467	156,467	156,467	156,467
	Capacity	-	-	-	-	1,250	1,250	1,250	1,250	1,200	1,200
	Enrollment	-	-	-	-	995	963	970	988	977	995
Stripling (1999)											
	Square feet	110,282	128,122	128,122	128,122	128,122	128,122	128,122	128,122	128,122	128,122
	Capacity	811	811	811	1,040	900	900	900	900	1,000	1,000
	Enrollment	917	1,013	1,005	986	1,009	1,078	1,109	1,157	1,242	1,236
Sugar Hill (1995)											
	Square feet	113,970	113,970	113,970	115,636	115,636	115,636	115,636	135,111	135,111	135,111
	Capacity	1,019	1,019	1,019	1,019	1,175	1,175	1,175	1,175	1,075	1,075
	Enrollment	1,049	1,094	1,100	1,128	1,128	1,168	1,209	1,213	1,181	1,202
Suwanee (1988)											
	Square feet	82,997	82,997	82,997	82,997	82,997	82,997	82,997	82,997	82,997	82,997
	Capacity	894	894	894	894	800	800	800	800	900	900
	Enrollment	927	932	958	995	972	752	730	701	658	671
Sycamore (2003)											
	Square feet	90,453	125,973	125,973	125,973	125,973	125,973	125,973	125,973	125,973	125,973
	Capacity	769	769	769	1,081	950	950	950	950	975	975
	Enrollment	1,031	1,204	1,324	1,350	688	694	725	734	731	724
Taylor (1997)											
	Square feet	141,376	141,376	141,376	141,376	141,376	141,376	141,376	141,376	141,376	141,376
	Capacity	1,393	1,393	1,393	1,393	1,300	1,300	1,300	1,300	1,300	1,300
	Enrollment	1,200	1,164	1,104	1,044	1,042	1,005	938	915	921	927
Trip (2009)											
	Square feet	-	-	-	156,467	156,467	156,467	156,467	156,467	156,467	156,467
	Capacity	-	-	-	1,331	1,250	1,250	1,250	1,250	1,200	1,200
	Enrollment	-	-	-	831	874	866	897	869	887	938
Walnut Grove (1992)											
	Square feet	152,076	152,076	152,076	152,076	152,076	152,076	152,076	152,076	152,076	152,076
	Capacity	1,248	1,352	1,352	1,352	1,225	1,225	1,225	1,225	1,200	1,200
	Enrollment	1,010	955	998	1,003	1,014	918	926	905	902	903
White Oak (2010)											
	Square feet	-	-	-	-	134,452	134,452	134,452	134,452	134,452	134,452
	Capacity	-	-	-	-	950	950	950	950	1,000	1,000
	Enrollment	-	-	-	-	672	732	769	787	773	840
Winn-Holt (2004)											
	Square feet	150,871	150,871	150,871	150,871	150,871	150,871	150,871	150,871	150,871	150,871
	Capacity	1,331	1,331	1,331	1,331	1,250	1,250	1,250	1,250	1,200	1,200
	Enrollment	1,460	1,514	1,552	1,548	1,462	1,139	1,155	1,168	1,189	1,172
Woodward Mill (2010)											
	Square feet	-	-	-	-	162,227	162,227	162,227	162,227	162,227	162,227
	Capacity	-	-	-	-	1,250	1,250	1,250	1,250	1,200	1,200
	Enrollment	-	-	-	-	929	912	870	892	935	1,013
Middle											
Bay Creek (2010)											
	Square feet	-	-	-	-	180,834	180,834	180,834	180,834	180,834	180,834
	Capacity	-	-	-	-	1,100	1,100	1,100	1,100	1,150	1,150
	Enrollment	-	-	-	-	921	973	977	1,019	1,016	1,079
Berkmar (2004)											
	Square feet	160,018	160,018	160,018	160,018	160,018	160,018	160,018	160,018	160,018	160,018
	Capacity	1,125	1,125	1,125	1,125	1,050	1,050	1,050	1,050	1,100	1,100
	Enrollment	1,002	1,032	1,020	988	1,050	968	998	1,065	1,074	1,049
Couch (2010)											
	Square feet	-	-	-	-	180,834	180,834	180,834	180,834	180,834	180,834
	Capacity	-	-	-	-	1,100	1,100	1,100	1,100	1,150	1,150
	Enrollment	-	-	-	-	973	1,021	1,002	989	975	996
Creekland (1996)											
	Square feet	275,904	275,904	275,904	275,904	275,904	275,904	275,904	275,904	275,904	275,904
	Capacity	2,500	2,500	2,500	2,500	2,400	2,400	2,400	2,400	2,100	2,100
	Enrollment	2,770	2,882	2,824	2,732	2,291	2,292	2,263	2,237	2,234	2,157
Crews (1997)											
	Square feet	140,037	140,037	140,037	154,552	154,552	154,552	154,552	154,552	154,552	154,552
	Capacity	1,150	1,150	1,150	1,400	1,150	1,150	1,150	1,150	1,150	1,150
	Enrollment	1,285	1,324	1,344	1,299	1,277	1,199	1,173	1,228	1,281	1,272

Operating Information Schedule 16
GWINNETT COUNTY BOARD OF EDUCATION
School Building Information
Last Ten Fiscal Years
(Unaudited)

SCHOOL	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Dacula (1940)										
Square feet	315,821	315,821	315,821	315,821	315,821	315,821	315,821	315,821	315,821	315,821
Capacity	2,325	2,325	2,325	2,325	2,325	2,325	2,325	2,325	1,900	1,900
Enrollment	1,722	1,940	2,162	2,227	1,652	1,566	1,558	1,462	1,556	1,617
Duluth (1973)										
Square feet	217,537	217,537	217,537	217,537	217,537	217,537	217,537	217,537	217,537	217,537
Capacity	2,000	2,000	2,000	2,000	1,775	1,775	1,775	1,775	1,750	1,750
Enrollment	1,786	1,922	1,913	1,897	1,769	1,765	1,924	2,051	2,046	2,039
Five Forks Middle (1979)										
Square feet	130,472	130,472	130,472	130,472	130,472	130,472	130,472	130,472	130,472	130,472
Capacity	1,150	1,150	1,150	1,150	1,100	1,100	1,100	1,100	1,150	1,150
Enrollment	1,233	1,217	1,174	1,046	1,054	1,060	1,064	1,061	1,066	1,065
Hull (1996)										
Square feet	202,800	202,800	202,800	202,800	202,800	202,800	202,800	202,800	202,800	202,800
Capacity	2,050	2,050	2,050	2,050	1,750	1,750	1,750	1,750	1,750	1,750
Enrollment	2,116	2,227	2,271	2,298	2,369	2,406	2,305	2,245	2,297	1,275
Jones (2004)										
Square feet	153,154	153,154	153,154	153,154	153,154	153,154	153,154	153,154	153,154	153,154
Capacity	1,125	1,125	1,125	1,125	1,075	1,075	1,075	1,075	975	975
Enrollment	1,059	1,242	1,389	1,494	1,243	1,280	1,278	1,290	1,290	1,362
Lanier (1973)										
Square feet	189,148	189,148	189,148	189,148	241,350	241,350	241,350	241,350	241,350	241,350
Capacity	2,000	2,000	2,000	1,800	1,662	1,662	1,662	1,662	1,700	1,700
Enrollment	2,372	2,464	2,577	2,717	1,154	1,115	1,225	1,299	1,380	1,353
Lilburn (1955)										
Square feet	208,449	208,449	208,449	208,449	208,449	208,449	208,449	208,449	208,449	208,449
Capacity	2,000	2,000	2,000	2,000	1,700	1,700	1,700	1,700	1,550	1,550
Enrollment	1,302	1,344	1,244	1,257	1,250	1,329	1,424	1,555	1,705	1,790
McConnell (1996)										
Square feet	198,019	198,019	198,019	198,019	198,019	198,019	198,019	198,019	198,019	236,197
Capacity	2,125	2,125	2,125	2,125	1,820	1,820	1,820	1,820	1,775	1,775
Enrollment	2,368	2,471	2,546	2,538	1,368	1,446	1,476	1,552	1,628	1,666
Moore (2012)										
Square feet	-	-	-	-	-	-	193,107	193,107	193,107	193,107
Capacity	-	-	-	-	-	-	-	-	1,350	1,350
Enrollment	-	-	-	-	-	-	878	1,025	1,043	1,011
North Gwinnett (2010)										
Square feet	-	-	-	-	241,350	241,350	241,350	241,350	241,350	241,350
Capacity	-	-	-	-	1,800	1,800	1,800	1,800	1,750	1,750
Enrollment	-	-	-	-	1,793	1,900	1,953	2,000	1,998	2,129
Northbrook (2015)										
Square feet	-	-	-	-	-	-	-	-	-	201,076
Capacity	-	-	-	-	-	-	-	-	-	1,025
Enrollment	-	-	-	-	-	-	-	-	-	1,001
Osborne (2004)										
Square feet	217,537	217,537	217,537	217,537	217,537	217,537	217,537	217,537	217,537	217,537
Capacity	1,800	1,800	1,800	1,800	1,662	1,662	1,662	1,662	1,575	1,575
Enrollment	1,864	1,976	2,005	2,037	1,531	1,602	1,638	1,672	1,628	1,639
Pinckneyville (1986)										
Square feet	156,665	156,665	156,665	156,626	156,626	156,626	156,626	156,626	156,626	156,626
Capacity	1,375	1,375	1,375	1,375	1,275	1,275	1,275	1,275	1,200	1,200
Enrollment	1,207	1,177	1,293	1,313	1,361	1,289	1,323	1,310	1,300	1,306
Radloff (2004)										
Square feet	177,380	177,380	177,380	177,380	177,380	259,692	259,692	259,692	259,692	259,692
Capacity	1,125	1,125	1,125	1,125	1,650	1,650	1,650	1,650	1,575	1,575
Enrollment	1,082	1,137	1,087	1,113	1,118	1,496	1,658	1,748	1,836	1,833
Richards (1987)										
Square feet	215,575	215,575	215,575	215,575	215,575	215,575	215,575	215,575	215,575	215,575
Capacity	2,150	2,150	2,150	2,150	1,825	1,825	1,825	1,825	1,575	1,575
Enrollment	2,409	2,525	2,502	2,425	2,164	2,194	1,423	1,407	1,500	1,571
Shiloh (1982)										
Square feet	164,888	164,888	164,888	164,888	187,108	187,108	187,108	187,108	187,108	187,108
Capacity	1,775	1,775	1,775	1,775	1,800	1,800	1,800	1,800	1,600	1,600
Enrollment	1,695	1,674	1,644	1,559	1,474	1,608	1,671	1,793	1,864	1,844

(continued on next page)

Operating Information Schedule 16
GWINNETT COUNTY BOARD OF EDUCATION
School Building Information
Last Ten Fiscal Years
(Unaudited)

SCHOOL	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Snell (2011)										
Square feet	-	-	-	-	-	187,912	187,912	187,912	187,912	187,912
Capacity	-	-	-	-	-	1,275	1,275	1,275	1,200	1,200
Enrollment	-	-	-	-	-	1,233	1,192	1,130	1,096	1,151
Snellville (1974)										
Square feet	191,586	191,586	191,586	191,524	191,524	191,524	191,524	191,524	191,524	191,524
Capacity	1,800	1,800	1,800	1,800	1,662	1,662	1,662	1,662	1,650	1,650
Enrollment	2,066	2,222	2,270	2,234	2,232	835	865	894	925	913
Summerour (1963)										
Square feet	129,270	129,270	129,270	129,270	129,270	129,270	129,270	129,270	129,270	129,270
Capacity	1,100	1,100	1,100	1,100	1,000	1,000	1,000	1,000	1,675	1,675
Enrollment	1,064	1,029	1,078	1,125	1,129	1,172	1,204	1,317	1,429	1,561
Sweetwater (1976)										
Square feet	209,725	209,725	209,725	209,725	209,725	209,725	209,725	209,725	209,725	209,725
Capacity	1,850	1,850	1,850	1,850	1,700	1,700	1,700	1,700	1,750	1,750
Enrollment	1,767	1,711	1,760	1,821	1,888	1,788	1,680	1,776	1,896	1,980
Trickum (1975)										
Square feet	121,607	121,607	121,607	241,350	241,350	241,350	241,350	241,350	241,350	241,350
Capacity	1,300	1,800	1,800	1,800	1,662	1,662	1,662	1,662	1,775	1,775
Enrollment	1,784	1,839	1,888	1,876	1,906	1,874	1,922	1,911	1,960	1,987
Twin Rivers (2010)										
Square feet	-	-	-	-	231,728	231,728	231,728	231,728	231,728	231,728
Capacity	-	-	-	-	1,662	1,662	1,662	1,662	1,725	1,725
Enrollment	-	-	-	-	1,422	1,443	1,491	1,458	1,531	1,570
High										
Archer (2010)										
Square feet	-	-	-	-	462,795	462,795	462,795	462,795	462,795	462,795
Capacity	-	-	-	-	2,800	2,800	2,800	2,800	2,575	2,575
Enrollment	-	-	-	-	1,360	1,684	1,911	2,102	2,305	2,432
Berkmar (1967)										
Square feet	431,704	431,704	431,704	455,339	455,339	455,339	453,339	453,339	453,339	453,339
Capacity	3,000	3,000	3,000	3,000	2,800	2,800	2,800	2,800	2,725	2,725
Enrollment	2,908	3,025	3,095	3,177	3,342	3,005	2,953	3,236	3,376	3,439
Brookwood (1981)										
Square feet	405,538	405,538	428,068	428,068	428,068	428,068	426,068	426,068	426,068	441,268
Capacity	2,450	3,000	3,000	3,000	2,800	2,800	2,800	2,800	2,575	2,575
Enrollment	3,272	3,423	3,455	3,494	3,420	3,403	3,331	3,343	3,372	3,424
Central Gwinnett (1957)										
Square feet	354,939	354,939	371,818	371,818	371,818	371,818	368,546	368,546	368,546	361,564
Capacity	2,650	2,650	2,650	2,650	2,375	2,375	2,375	2,375	2,300	2,300
Enrollment	2,606	2,758	2,761	2,832	2,672	2,559	2,563	2,525	2,636	2,748
Collins Hill (1994)										
Square feet	375,560	397,986	419,068	419,068	419,068	419,068	415,068	415,068	415,068	415,068
Capacity	3,000	3,000	3,000	3,000	2,800	2,800	2,800	2,800	2,625	2,625
Enrollment	3,581	3,657	3,720	3,689	3,482	3,333	3,215	3,113	3,075	3,148
Dacula (1973)										
Square feet	249,939	393,539	393,539	427,041	427,041	427,041	427,041	428,118	428,118	425,585
Capacity	1,475	1,475	1,475	3,000	2,800	2,800	2,800	2,800	2,550	2,550
Enrollment	1,953	2,169	2,332	2,414	2,039	1,946	1,822	1,854	1,927	1,944
Duluth (1959)										
Square feet	413,563	413,563	428,498	428,498	428,498	428,498	427,198	427,198	427,198	427,198
Capacity	3,000	3,000	3,000	2,400	2,800	2,800	2,800	2,800	2,650	2,650
Enrollment	2,015	2,084	2,203	2,308	2,359	2,403	2,512	2,510	2,661	2,675
Grayson (2000)										
Square feet	459,317	459,317	459,317	489,617	489,617	489,617	483,787	483,787	483,787	483,787
Capacity	2,500	2,500	2,500	2,500	2,350	2,350	2,350	2,350	2,125	2,125
Enrollment	2,838	3,127	3,230	3,331	2,804	2,668	2,571	2,611	2,631	2,767
Gwinnett School of Mathematics, Science & Technology (2008)										
Square feet	-	-	-	-	-	364,750	364,750	364,750	364,750	364,750
Capacity	-	-	-	-	1,200	1,200	1,200	1,200	1,200	2,225
Enrollment	-	-	192	327	404	596	696	851	945	976
Lanier (2011)										
Square feet	-	-	-	-	-	457,222	457,222	457,222	444,475	409,222
Capacity	-	-	-	-	-	1,800	1,800	1,800	1,900	1,900
Enrollment	-	-	-	-	-	865	1,162	1,449	1,615	1,718
Meadowcreek (1986)										
Square feet	471,138	471,138	480,309	480,309	480,309	480,309	478,509	478,509	478,509	455,677
Capacity	3,000	3,000	3,000	3,000	2,800	2,800	2,800	2,800	2,500	2,500
Enrollment	2,269	2,237	2,366	2,348	2,391	2,675	2,732	2,858	3,119	3,548

Operating Information Schedule 16
GWINNETT COUNTY BOARD OF EDUCATION
School Building Information
Last Ten Fiscal Years
(Unaudited)

SCHOOL	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Mill Creek (2004)										
Square feet	443,310	443,310	460,470	460,470	460,470	460,470	460,470	460,470	460,470	460,470
Capacity	3,250	3,250	3,250	3,250	3,050	3,050	3,050	3,050	2,800	2,800
Enrollment	3,005	3,644	3,997	4,116	3,469	3,495	3,479	3,578	3,708	3,780
Mountain View (2010)										
Square feet	-	-	-	-	475,470	475,470	462,795	462,795	462,795	443,595
Capacity	-	-	-	-	2,350	2,350	2,350	2,350	2,300	2,300
Enrollment	-	-	-	-	1,359	1,731	1,890	1,998	2,013	2,103
Norcross (1957)										
Square feet	440,329	440,329	449,828	449,828	449,828	449,828	448,028	448,028	448,028	448,028
Capacity	3,000	3,000	3,000	3,000	2,800	2,800	2,800	2,800	2,600	2,600
Enrollment	2,736	2,833	2,884	3,036	2,959	3,139	3,272	3,397	3,649	3,738
North Gwinnett (1954)										
Square feet	341,241	341,241	362,176	362,176	362,176	362,176	360,676	360,676	360,676	415,993
Capacity	2,500	2,500	2,500	2,500	2,350	2,350	2,350	2,350	2,625	2,625
Enrollment	2,555	2,870	3,027	3,176	3,350	2,665	2,521	2,481	2,594	2,698
Parkview (1976)										
Square feet	309,937	309,937	454,664	454,664	454,664	454,664	453,364	453,364	453,364	453,364
Capacity	2,000	2,000	2,000	2,700	2,625	2,625	2,625	2,625	2,500	2,500
Enrollment	2,634	2,675	2,628	2,648	2,712	2,685	2,696	2,715	2,820	2,834
Peachtree Ridge (2003)										
Square feet	433,570	433,570	437,882	437,882	437,882	437,882	437,882	437,882	437,882	437,882
Capacity	3,000	3,000	3,000	3,000	2,800	2,800	2,800	2,800	2,650	2,650
Enrollment	2,794	2,979	3,118	3,167	3,170	3,225	3,182	3,208	3,204	3,211
Phoenix (1997)										
Square feet	94,862	94,862	94,862	94,862	101,647	101,647	101,647	101,647	101,647	101,647
Capacity	775	775	775	775	775	775	775	775	775	575
Enrollment	601	583	560	503	490	449	607	576	534	542
Shiloh (1984)										
Square feet	295,063	314,663	337,649	337,649	337,649	394,225	410,202	410,202	410,202	410,202
Capacity	1,900	1,900	1,900	1,900	2,375	2,375	2,375	2,375	2,275	2,275
Enrollment	2,182	2,137	2,051	1,954	1,925	2,106	2,046	2,085	2,177	2,238
South Gwinnett (1957)										
Square feet	384,781	384,781	402,747	402,747	402,747	467,022	467,022	467,022	467,022	468,248
Capacity	1,925	2,400	2,400	2,400	2,800	2,800	2,800	2,800	2,750	2,750
Enrollment	2,524	2,795	2,817	2,778	2,756	2,405	2,386	2,417	2,405	2,503
Other										
T. Carl Buice School (1957)										
Square feet	55,747	55,747	55,747	55,747	55,747	55,747	55,747	55,747	55,747	55,747
Capacity	380	380	380	380	380	380	380	380	380	380
Enrollment	84	130	172	157	167	82	59	50	55	53
Gwinnett Intervention Education Center (1994)										
Square feet	29,796	29,796	29,796	29,796	58,956	58,956	58,956	58,956	58,956	58,956
Capacity	150	150	150	150	650	650	650	650	650	650
Enrollment	506	491	520	514	533	569	493	522	413	380
Gwinnett Online (2012)										
Square feet	-	-	-	-	-	-	66,805	66,805	66,805	66,805
Capacity	-	-	-	-	-	-	400	400	400	400
Enrollment	-	-	-	-	-	-	107	180	215	367
Oakland Meadow School (1978)**										
Square feet	25,274	25,274	114,088	114,088	114,088	114,088	114,088	114,088	114,088	114,088
Capacity	125	125	210	210	210	210	210	210	210	210
Enrollment	121	110	133	133	118	128	138	123	109	146
Monarch School (2005)										
Square feet	126,564	126,564	126,564	126,564	126,564	126,564	126,564	126,564	126,564	46,773
Capacity	*	*	*	*	200	200	200	200	200	200
Enrollment	71	56	103	124	140	60	50	47	25	-
Ivy Preparatory Academy School (2012)										
Square feet	-	-	-	-	-	-	*	*	*	*
Capacity	-	-	-	-	-	-	-	-	-	-
Enrollment	-	-	-	-	-	-	506	-	-	-
New Life Academy of Excellence (2008)										
Square feet	-	-	*	*	*	*	*	*	*	*
Capacity	-	-	*	*	420	420	420	420	420	420
Enrollment	-	-	218	283	383	451	572	577	580	579
North Metro Academy of Performing Arts (2015)										
Square feet	-	-	-	-	-	-	-	-	-	*
Capacity	-	-	-	-	-	-	-	-	-	425
Enrollment	-	-	-	-	-	-	-	-	-	349

Source: District records.

Notes: Renovated/rebuilt schools include information before and after renovation.

FY2010 Capacity revised to reflect updated calculations.

FY2014 Capacity revised to reflect updated calculations.

*Not available.

**Name changed during FY 2008 with the opening of a new school location.

Operating Information Schedule 17
GWINNETT COUNTY BOARD OF EDUCATION
Certificated Staff Data - Number of Certificated Staff by Salary Level with Average Salaries
Last Ten Fiscal Years
(Unaudited)

FISCAL YEAR	B-4	T-4	B-5	T-5	T-6	T-7	SALARY RANGES	AVERAGE SALARY
2006	292.63	3,507.43	80.05	4,950.26	1,318.40	182.07	\$32,426 - \$79,008	\$50,552
2007	336.50	3,585.66	104.30	5,217.54	1,478.57	198.81	\$33,723 - \$82,168	\$52,317
2008	412.78	3,489.92	117.00	5,420.37	1,683.94	249.06	\$34,735 - \$84,633	\$53,694
2009	358.50	3,326.03	95.60	5,468.70	1,917.55	268.14	\$35,603 - \$86,749	\$54,875
2010	261.50	2,979.85	64.75	5,460.00	2,248.11	283.25	\$35,603 - \$86,749	\$55,795
2011	161.75	2,743.55	28.50	5,541.24	2,368.80	308.41	\$35,603 - \$86,749	\$55,795
2012	144.00	2,518.60	24.25	5,307.85	2,469.13	315.04	\$35,603 - \$86,749	\$55,795
2013	94.65	2,434.37	23.75	5,130.32	2,548.63	326.90	\$35,603 - \$86,749	\$55,795
2014	123.39	2,615.80	42.64	5,086.63	2,612.30	339.14	\$35,603 - \$86,749	\$55,795
2015	162.10	2,979.30	64.00	5,080.29	2,540.63	342.72	\$36,315 - \$88,484	\$56,911

B-4 - Provisional Certificate (Bachelors)

T-4 - Clear Renewable Certificate (Bachelors)

B-5 - Provisional Certificate (Masters)

T-5 - Clear Renewable Certificate (Masters)

T-6 - Clear Renewable Certificate (Specialist)

Source: District records.

Single Audit Section

The Board is required to comply with the Single Audit Act and U.S. Office of Management and Budget Circular A-133, "Audits of States, Governments, and Non-Profit Organizations." The Schedule of Expenditures of Federal Awards and the auditors' reports on internal control structure and compliance with applicable laws and regulations are included in this section.

GWINNETT COUNTY BOARD OF EDUCATION

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2015**

Federal Grantor/Pass-Through Grantor/Program Title	Grantor/ Pass-Through Number	Federal CFDA Number	Federal Expenditures
Defense, U.S. Department of:			
Direct - ROTC Programs	**	12.000	\$ 519,696
<u>Passed through Georgia Department of Public Health:</u>			
Georgia Shape	**	93.991	4,994
Education, U.S. Department:			
<u>Passed Through Georgia Department of Education:</u>			
Title I Grants to Local Education Agencies:			
School Improvement	**	84.010	630,085
Improving the Academic Achievement of the Disadvantaged	**	84.010	35,191,147
Reward Schools	**	84.010	22,235
Migrant Education	**	84.011	48,384
School Improvement Federal - G Funds	**	84.377	1,787,306
Special Education Cluster:			
IDEA Part B Flowthrough	**	84.027	25,579,609
IDEA High Cost Fund Pool	**	84.027	754,250
IDEA Preschool Grant	**	84.173	554,420
Vocational Education Grants to Local Education Agencies			
Perkins IV Grants - Program Improvement	**	84.048	1,008,408
Perkins IV Grants Plus		84.048	22,842
Perkins IV Grants - Carryover		84.048	71,317
Title III Grants to Local Education Agencies			
Limited English Proficient	**	84.365	3,397,926
Title II B Math & Science Partnerships	**	84.366	439,854

(Continued)

Title II A Grants to Local Education Agencies			
Improving Teacher Quality	**	84.367	2,812,909
Advanced Placement Grants	**	84.367	9,760
Education for Homeless Children and Youth			
	**	84.196	50,419
Race to the Top	**	84.395	2,674,305
RT3 Summer Leadership Academy	**	84.395	780
<u>Passed Through the Governor's Office of Student Achievement:</u>			
Race to the Top Innovation	**	84.395	389,659
RT3 Planning	**	84.395	8,061
<u>Passed Through Georgia State University:</u>			
Teacher Quality Partnership	**	84.336	12,500
<u>Direct:</u>			
Teaching American History		84.215X	9,820
Total U.S. Department of Education			<u>75,475.996</u>
Agriculture, U.S. Department of - Passed Through Georgia Department of Education and Nutrition Program			
<u>School Food Nutrition Program Cluster</u>			
2015 School Breakfast Program	**	10.553	17,001,264
2015 National School Lunch Program	**	10.555	46,280,817
2015 After School Snack Program	**	10.555	46,858
2015 School Lunch Equipment	**	10.579	33,000
Total U.S. Department of Agriculture			<u>63,361,939</u>
Total Expenditures of Federal Awards			<u>\$139,362,625</u>

** Pass-through grantor number not available.

See accompanying notes to Schedule of Expenditures of Federal Awards.

GWINNETT COUNTY BOARD OF EDUCATION, GEORGIA

**Notes to the Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2015**

(1) Summary of Significant Accounting Policies

Basis of Presentation and Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting. Under the modified accrual basis of accounting, expenditures are recognized when the related Fund liability is incurred.

In instances where the grant agreement requires the Board to match grant awards with Board funds, such matching funds are excluded in the accompanying Schedule of Expenditures of Federal Awards.

Federal grant programs which are administered through State agencies (pass-through awards) have been included in this report. These programs are operated according to Federal regulations promulgated by the Federal agency providing the funding.

(2) Pass-Through Awards

The Gwinnett County Board of Education receives certain federal financial assistance from pass-through awards of the State of Georgia. Only the federal portion of such pass-through awards is included in the accompanying Schedule of Expenditures of Federal Awards.

(3) Noncash Awards

The Board receives a noncash award from a Department of Agriculture federal financial assistance program. The Board uses the value of commodities distributed as a basis for determining amounts to be reported as program expenditures. The program includes donated commodities as follows:

Department of Agriculture, Pass-Through the Georgia Department of Agriculture

Donated commodities

- Value of commodities distributed -	\$	137,776
- Value of commodities on hand -	\$	0



**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**

**The Board of Education
Gwinnett County, Georgia
Suwanee, 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 **Gwinnett County Board of Education** (the "Board") as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the Board's basic financial statements and have issued our report thereon dated December 22, 2015. Our report includes a reference to the changes in accounting principle resulting from the implementation of Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*.

Internal Control Over Financial Reporting

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

Atlanta, Georgia
December 22, 2015



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

**The Board of Education
Gwinnett County, Georgia
Suwanee, Georgia**

Report on Compliance for Each Major Federal Program

We have audited the Gwinnett County Board of Education's (the "Board") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the Board's major federal programs for the year ended June 30, 2015. The Board'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 Board'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 Board'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 Board's compliance.

Opinion on Each Major Federal Program

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

Report on Internal Control Over Compliance

Management of the Board 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 Board'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 Board'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

Atlanta, Georgia
December 22, 2015

GWINNETT COUNTY BOARD OF EDUCATION

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

(1) Summary of Auditor's Results

Financial Statements

(a) The type of report issued on the financial statements: **Unmodified opinion**

(b) Internal control over financial reporting:

Material weaknesses identified: **no**

Significant deficiencies identified: **none reported**

(c) Noncompliance material to the financial statements noted: **no**

Federal Awards

(d) Internal control over major programs:

Material weaknesses identified: **no**

Significant deficiencies identified: **none reported**

(e) The type of report issued on compliance for major programs: **Unmodified**

(f) Any audit findings which are required to be reported under Section .510(a) of OMB Circular A-133: **no**

(g) Major Programs:

Race to the Top, CFDA #84.395

Title III Grants – Limited English Proficient, CFDA #84.365

School Food Nutrition Program Cluster, CFDA #10.553, 10.555

(h) Dollar threshold to distinguish between Type A and Type B programs: **\$3,000,000**

(i) Auditee qualified as a low-risk auditee under Section .530 of OMB Circular A-133: **no**

GWINNETT COUNTY BOARD OF EDUCATION

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

(2) Findings Relating to the Financial Statements Reported in Accordance with *Government Auditing Standards*

None reported.

(3) Federal Award Findings and Questioned Costs

None reported.

(4) Status of Prior Fiscal Year Findings

None reported.