

**Reconciliation of Changes in Fund Balances of Governmental  
Funds to the Statement of Activities  
For the Year Ended June 30, 2017**

Net change in fund balance - total governmental funds (page C-9) \$ 13,979,033

Amounts reported for the governmental activities in the Statement of Activities (page C-3) 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 depreciation and net gains and losses on retirements were more than capital outlays in the current period. See Note II(B).	49,489,479
Revenues in the Statement of Activities that do not provide current financial resources are reported as deferred inflows of resources in the funds.	2,503,807
Increase in accrued interest receivable.	187,101
Revenues in the Statement of Activities from other long-term receivables that do not provide current resources are not reported in the funds until collected. This amount is the current year collections on prior year long-term receivables.	(2,084,222)
Expenditures recorded under the purchases method that apply to a future period are reported as prepaid expenses in the Statement of Net Position. The change in prepaid is an adjustment to expenses in the current period.	110,532
Excess contributions to the OPEB trust fund are reported as increases to the net OPEB asset in the Statement of Net Position.	1,533,681
Changes in amounts payable to schools from receivables not available in the funds.	728,079
Decrease in interest payable on long-term debt.	911,051
Bond anticipation notes provide current financial resources to governmental funds, while repayment of the principal of that debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on the net position.	50,000,000
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while 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, the governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. See Note II(B).	15,989,150
Change in other long-term liabilities other than internal service funds. See Note II(B).	(1,329,816)
Governmental funds report current pension contributions as expenditures of the current period. In the Statement of Activities pension expense includes amortized costs and gains related to actuarial assumptions.	128,002,232
Change in unfunded pension obligation.	(171,353,302)
Internal service funds are used by management to charge the costs of central services to individual funds. The net income of certain activities of internal service funds is reported with governmental activities.	5,965,963
Change in net position of governmental activities (page C-3)	<u>\$ 94,632,768</u>

The notes to the financial statements are an integral part of this statement.