

**FAIRVIEW PARK CITY  
SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**AUDIT REPORT**

**FOR THE FISCAL YEAR  
ENDED JUNE 30, 2020**

*James G. Zupka, CPA, Inc.*  
Certified Public Accountants





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Board of Education  
Fairview Park City School District  
21620 Mastick Road A  
Fairview Park, Ohio 44126

We have reviewed the *Independent Auditor's Report* of Fairview Park City School District, Cuyahoga County, prepared by James G. Zupka, CPA, Inc., for the audit period July 1, 2019 through June 30, 2020. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. Fairview Park City School District is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Keith Faber".

Keith Faber  
Auditor of State  
Columbus, Ohio

February 06, 2021

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO  
AUDIT REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

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<b>Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title</b>	<b>Federal CFDA Number</b>	<b>Expenditures</b>	<b>Non-Cash Expenditures</b>
<b><u>U.S. Department of Agriculture</u></b>			
<i>Passed through Ohio Department of Education</i>			
Child Nutrition Cluster:			
School Breakfast Program	10.553	\$ 21,042	\$ 0
COVID-19 School Breakfast Program	10.553	14,395	0
National School Lunch Program	10.555	84,656	24,560
COVID-19 - National School Lunch Program	10.555	31,392	0
Total Child Nutrition Cluster		151,485	24,560
<b>Total U.S. Department of Agriculture</b>		<b>151,485</b>	<b>24,560</b>
<b><u>U.S. Department of Education</u></b>			
<i>Passed through Ohio Department of Education</i>			
Title I - Grants to Local Educational Agencies - 2019	84.010	12,491	0
Title I - Grants to Local Educational Agencies - 2020	84.010	188,235	0
<i>Total CFDA #84.010</i>		<i>200,726</i>	<i>0</i>
Special Education Cluster (IDEA):			
Special Education - Grants to States - 2019	84.027	15,428	0
Special Education - Grants to States - 2020	84.027	341,149	0
Special Education - Preschool Grants - 2020	84.173	8,657	0
<b>Total Special Education Cluster (IDEA)</b>		<b>365,234</b>	<b>0</b>
Improving Teacher Quality State Grants-Supporting Effective Instruction State Grants - 2019	84.367	5,291	0
Improving Teacher Quality State Grants- Supporting Effective Instruction State Grants - 2020	84.367	31,264	0
Improving Teacher Quality State Grants-Supporting Effective Instruction State Grants - Expanding Human Capital - 2020	84.367	16,250	0
<i>Total CFDA #84.367</i>		<i>52,805</i>	<i>0</i>
Student Support and Academic Enrichment Program - 2020	84.424	16,347	0
COVID-19 Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund - 2020	84.425D	5,098	0
<b>Total U.S. Department of Education</b>		<b>640,210</b>	<b>0</b>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>		<b>\$ 791,695</b>	<b>\$ 24,560</b>

See accompanying notes to the Schedule of Expenditures of Federal Awards.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

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**NOTE 1: BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the Fairview Park City School District under programs of the federal government for the year ended June 30, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Fairview Park City School District, it is not intended to and does not present the financial position, changes in net position, or cash flows of Fairview Park City School District.

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**NOTE 3: INDIRECT COST RATE**

Fairview Park City School District has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

**NOTE 4: CHILD NUTRITION CLUSTER**

Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first.

**NOTE 5: FOOD DONATION PROGRAM**

Program regulations do not require the District to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture. This non-monetary assistance (expenditures) is reported in the Schedule at the fair value of the commodities received.

# JAMES G. ZUPKA, C.P.A., INC.

*Certified Public Accountants*  
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Garfield Hts., Ohio 44125

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Member American Institute of Certified Public Accountants

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## **REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS**

To the Members of Board of Education  
Fairview Park City School District  
Fairview Park, Ohio

The Honorable Keith Faber  
Auditor of State  
State of Ohio

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 Fairview Park City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 30, 2020, wherein we noted the financial impact of COVID-19 and the ensuing emergency measures will impact subsequent periods of the District. Also, the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*.

### ***Internal Control Over Financial Reporting***

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District'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. Therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs that we considered a significant deficiency as item **2020-001**.

### ***Compliance and Other Matters***

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

### ***District's Response to Findings***

The District's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. The District's response was not subjected to the auditing procedures applied in the audit of the financial statements and accordingly, we express no opinion on it.

### ***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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "James G. Zupka, CPA, Inc." The signature is fluid and cursive, with "James G." on the first line, "Zupka" on the second line, "CPA" on the third line, and "Inc." on the fourth line.

James G. Zupka, CPA, Inc.  
Certified Public Accountants

December 30, 2020

# **JAMES G. ZUPKA, C.P.A., INC.**

*Certified Public Accountants*  
5240 East 98<sup>th</sup> Street  
Garfield Hts., Ohio 44125

---

Member American Institute of Certified Public Accountants

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## **REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

To the Members of Board of Education  
Fairview Park City School District  
Fairview Park, Ohio

The Honorable Keith Faber  
Auditor of State  
State of Ohio

### ***Report on Compliance for Each Major Federal Program***

We have audited the Fairview Park City School District, Cuyahoga County, Ohio's (the District) compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on the District's major federal program for the year ended June 30, 2020. The District's major federal program is 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 federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for the District's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

### ***Opinion on Each Major Federal Program***

In our opinion, the Fairview Park City School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2020.

### ***Report on Internal Control over Compliance***

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

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

## **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have also audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 30, 2020, which contained unmodified opinions on those financial statements, wherein we noted the financial impact of COVID-19 and the ensuing emergency measures will impact subsequent periods of the District. Also, the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for the purpose of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



James G. Zupka, CPA, Inc.  
Certified Public Accountants

December 30, 2020

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**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**CUYAHOGA COUNTY, OHIO**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**UNIFORM GUIDANCE**  
**JUNE 30, 2020**

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**1. SUMMARY OF AUDITOR'S RESULTS**

2020(i)	Type of Financial Statement Opinion	Unmodified
2020(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
2020(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	Yes
2020(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
2020(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
2020(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
2020(v)	Type of Major Programs' Compliance Opinions	Unmodified
2020(vi)	Are there any reportable findings under 2 CFR 200.516(a)?	No
2020(vii)	Major Programs (list):  Special Education Cluster (IDEA) Special Education - Grants to States - CFDA #84.027 Special Education -Preschool Grants IDEA Preschool - CFDA #84.173	
2020(viii)	Dollar Threshold: A/B Program	Type A: \$750,000 Type B: All Others
2020(ix)	Low Risk Auditee?	Yes

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
UNIFORM GUIDANCE  
JUNE 30, 2020**

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**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

**Finding 2020-001 – Significant Deficiency – Capital Assets**

**Condition/Criteria**

During our review of capital assets, we noted the District performed a building renovation project starting in fiscal year 2018 and which concluded in fiscal year 2020. The District did not report a retainage payable of \$574,203, which is related to the aforementioned construction project.

**Cause/Effect**

The District prepares the payable listing for the GAAP team to insert into the financial statements. The retainage payable related to the contract payable was inadvertently not included on the payables listing. An audit adjustment in the amount of \$574,203 was made to the Hinkle-submitted financial statements.

**Recommendation**

We recommend the District review all actual capitalized expenses and include all retainage payable balances required on the financial statements. This will assist the District in preventing possible future audit adjustments and to be compliant with GAAP accounting.

**District Response**

The District will ensure to include any retainage payable in future financial statements.

**3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

None.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**  
**SCHEDULE OF PRIOR AUDIT FINDINGS AND RECOMMENDATIONS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

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The audit report for the fiscal year ending June 30, 2019 included an instance of noncompliance.

Finding Number	Finding Summary	Status	Additional Information
2019-001	Bonding Requirements	Partially Corrected	Reissued as a management letter comment.

Management letter recommendations have been corrected, repeated, or procedures instituted to prevent occurrences this audit period.

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**FAIRVIEW PARK CITY SCHOOL  
DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT**

FOR THE

FISCAL YEAR ENDED JUNE 30, 2020



Learning to Believe & Achieve

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COMPREHENSIVE  
ANNUAL FINANCIAL REPORT  
OF THE  
FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO  
FOR THE  
FISCAL YEAR ENDED JUNE 30, 2020



Learning to Believe & Achieve

PREPARED BY  
TREASURER'S DEPARTMENT  
MS. KIMBERLY SPERLING, CFO/TREASURER

21620 Mastick Road #A

Fairview Park, Ohio 44126

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT  
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# INTRODUCTORY SECTION



Learning to Believe & Achieve

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Learning to Believe & Achieve

# Fairview Park City School District

William W. Wagner, Superintendent  
Kimberly Sperling, Treasurer/CFO

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Fairview Park, OH 44126  
440.331.5500  
f: 440.356.3545  
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December 30, 2020

Board of Education Members and  
Residents of the Fairview Park City School District

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Fairview Park City School District (the "District") for the fiscal year ended June 30, 2020. This CAFR includes an opinion from James G. Zupka, CPA, Inc. and conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rest with the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the District. This report will provide the taxpayers of the District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs.

## **The Reporting Entity**

The District has reviewed its reporting entity definition in order to ensure conformance with GASB Statement No. 14, "The Financial 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: Omnibus an Amendment of GASB Statements No. 14 and No. 34". In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments and organizations making up the Fairview Park City School District (the primary government) and its potential component units. The District has no component units.

The District is associated with one insurance purchasing pool and three jointly governed organizations. The Great Lakes Regional Council of Governments is an insurance purchasing pool that deals with medical, dental and life insurance benefits. Connect, the Ohio Schools' Council Association and the Polaris Career Center are jointly governed organizations. The District's relationship with these organizations is described in Note 1 to the basic financial statements. A complete discussion of the District's reporting entity is provided in Note 1 to the basic financial statements.

## **Profile and Organizational Structure**

The District covers approximately 4.77 square miles and is located approximately 10 miles west of downtown Cleveland, Ohio. The District provides education to 1,701 students in grades kindergarten through twelfth. The District provides general education, special education and vocational type academic programs. The District's enrollment has remained relatively flat over the last several years and is projected to slightly increase in the foreseeable future.

Statutorily, the District operates under the standard prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code, to provide educational services prescribed by State and Federal agencies. The Board of Education is made up of five members elected at large, for overlapping four-year terms. The Board of Education elects its President and Vice President annually, and appoints two officials: the Superintendent, who serves as the Chief Executive Officer (CEO), and the Treasurer, who serves as the Chief Financial Officer (CFO).

## **MISSION STATEMENT**

The Fairview Park City Schools are committed to provide superior services and academic programs that challenge the mind and instill the joy of lifelong learning and responsible citizenship.

## Local Economy and Relevant Financial Policies

Despite the global pandemic and resulting shutdowns and quarantine requirements in 2020, the City of Fairview Park has experienced growth in the residential and private sectors. Of the 20 commercial projects completed in 2020, there were 13 projects establishing new businesses and 7 businesses completed significant improvements to their commercial space. While economic development is good for the community as a whole, including the District, the benefits to the local District are not as great as one might imagine. The City of Fairview Park has a tax abatement program for which applicants can receive tax exemptions up to 100 percent on any remodeling or new construction for up to seven years. The school districts are not involved in the decision making of the abatement process. The school districts do receive additional revenue when the land value increases, but not on the land improvements (i.e. new buildings) until the abatement period expires.

Annually, the District prepares a five-year financial forecast. The financial forecast is the foundation for the District's operations and is used as a financial planning tool to assist the District in determining its ability to meet certain financial obligations and plan future funding needs. The forecast shows revenue and expenditures for the general operating fund for the past three fiscal years and projects revenue and expenditures for the ensuing five-year period. Through a collaborative process, the administration assists the Board of Education in determining and prioritizing the needs of the District. In accordance with State law, the Board of Education approves the financial forecast and submits it to the Ohio Department of Education prior to November 30 and reviews it again prior to May 31.

The funding structure of public education in Ohio is such that school districts receive very little revenue growth as a result of inflationary increases in their tax base. This is a result of House Bill 920, which mandates that any reappraised property increase results in an approximately equal value decrease in millage. As a result, school districts throughout Ohio must place operating funding issues on the ballot at regular intervals to keep pace with inflation and added programming.

Additionally, the real property tax system in Ohio does not permit school districts to receive additional tax revenue solely as a result of reassessment or reappraisal. Consequently, the primary means of increasing revenue for the District is through additional operating levies or through the passage of a School District Income Tax. On November 3, 2020, the voters approved a 7.9-mill continuing operating levy. With careful, fiscal planning and management's ability to offset increases in cost with cost saving initiatives, the Board of Education has able to extend the last levy by fourteen years.

## Major Initiatives

The District continues to be committed to providing "superior services and academic programs that challenge the mind and instill the joy of lifelong learning and responsible citizenship" as stated in the mission statement. In 2020, the District continued to work on its mission statement by:

- Providing first class facilities, which entail the best possible learning environments to the students and residents of the Fairview Park City School District. A committee screened qualifications for design and master planning service to determine ongoing facility needs over two year span. With input from the community to the committee's recommendation in May, 2016, the board approved a master plan estimated at \$32.5 million. Renovations to the Fairview Early Education Center, L.F. Mayer Middle and Fairview High School were completed in 2020

There are three components to the plan: \$10 million Certificate of Participation (COPs) funding to be repaid from current cash reserves. This plan gained full funding in the November, 2017, election with voter approval of a combination bond and PI issue.

The current District facilities include:

Classroom Facility	Building	Year Construction/Improvement	Number of Classrooms
Fairview Park Early Education Center (daycare, Pre-K, K)		Original 1950/1959/1966/2010/2020	18
Gilles-Sweet Elementary (1 to 5)		2006	44
L.F. Mayer Middle (6 to 8)		Original 1955/1959/1966/2009/2020	20
Fairview High School (9 to 12)		Original 1928/1949/1952/1956/1959/1968/1979/2009/2020	37

## MISSION STATEMENT

The Fairview Park City Schools are committed to provide superior services and academic programs that challenge the mind and instill the joy of lifelong learning and responsible citizenship.

One non-instructional facility was purchased in 2011 that had served as the New Hope Church. This building now houses the operational offices for transportation and serves the community in a number of ways by providing space for groups to meet.

- In 2020, The International Center for Leadership in Education (ICLE) has recognized Fairview High School as a Model High School
- In 2020, Fairview High School has received a STEM/STEAM School Designation from the Ohio STEM Learning Network (OSLN)
- The District prepares its students for a world of problem solving, communication, collaboration and analysis by using state-of-the-art technology in its classrooms. All K-5 students are assigned an iPad and all 6-12 students are assigned a MacBook as part of the District's ongoing one-to-one technology initiative which provides devices for all students.

## **Long-Term Financial Planning**

As part of the District's long-term planning, the Treasurer/CFO prepares a five-year financial forecast. This document provides a snapshot of historical and projected revenues and expenses over the next five years and is accompanied by financial assumption notes. The Board of Education reviews this document on a regular basis for changes that might impact their financial decisions.

During the 2020 fiscal year, the District continued the practice of closely monitoring the student population and student needs and adjusting the staffing to the fluctuations accordingly. These comparisons allow the District to keep a streamlined organization. As a result of these monitoring efforts, the District has been able to maintain a relatively low increase in operating expenditures.

## **Financial Information**

### ***Internal Accounting and Budgetary Control***

In developing the District's accounting system much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

The District utilizes a fully automated accounting system as well as an automated system of control for capital assets and payroll. These systems, coupled with the manual audit of each voucher prior to payment, ensures the financial information generated is both accurate and reliable.

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation measure is first adopted, the permanent appropriation measure must be adopted upon receipt from the County Fiscal Officer of an amended certificate of estimated resources based on final assessed values and tax rates, which is usually within the first three months of the fiscal year.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Fiscal Officer must certify that the Board of Education's appropriation measure, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the fund level for all funds. All purchase order requests must be approved by the Superintendent and certified by the CFO/Treasurer; necessary funds are then encumbered and purchase orders are released to vendors. Those requests which exceed the available appropriation are rejected until additional appropriations are secured.

The accounting system used by the District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. Each administrator and school principal is furnished with monthly reports showing the status of the budget accounts for which they are responsible. In addition, an on-line inquiry system is available at each cost center site. The basis of accounting and the various funds utilized by Fairview Park City School District are fully

### **MISSION STATEMENT**

The Fairview Park City Schools are committed to provide superior services and academic programs that challenge the mind and instill the joy of lifelong learning and responsible citizenship.

described in Note 2 of the basic financial statements. Additional information on the District's budgetary accounting can also be found in Note 2.

### ***Financial Presentation***

The District's basic financial statements consist of the following:

***Government-wide financial statements:*** These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish those activities of the District that are governmental in nature.

***Fund financial statements:*** These statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

***Statement of budgetary comparisons:*** These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

Management is responsible for preparing a Management Discussion and Analysis (MD&A) of the District. This discussion follows the Independent Auditor's Report, providing an assessment of the District's finances for fiscal year 2020 and a discussion of current issues affecting the District in the future. The MD&A should be read in conjunction with this letter of transmittal.

### ***Independent Audit***

State statutes require the District to be subjected to an annual examination by an independent auditor. An annual audit serves to maintain and strengthen the District's accounting and budgetary controls. Independent auditor James G. Zupka, CPA, Inc. rendered an opinion on the District's financial statements as of and for the year ended June 30, 2020. The opinion appears at the beginning of the financial section of this report.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all school governments in Ohio. The District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

### ***Awards***

#### ***GFOA Certificate of Achievement***

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Fairview Park City School District for its CAFR for the fiscal year ended June 30, 2019. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR, whose contents conform to program standards. Such a report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

The Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

#### ***ASBO Certificate of Excellence in Financial Reporting***

The Association of School Business Officials International (ASBO) awards a Certificate of Excellence in Financial Reporting to school districts that publish Comprehensive Annual Financial Reports which substantially conform to the principles and standards of financial reporting as recommended and adopted by the Association of the School Business Officials. The award is granted only after an intensive review of the financial report by an all-expert panel of certified public accountants and practicing school business officials.

### **MISSION STATEMENT**

The Fairview Park City Schools are committed to provide superior services and academic programs that challenge the mind and instill the joy of lifelong learning and responsible citizenship.

The District received the Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2019. The District believes that the Comprehensive Annual Financial Report for fiscal year June 30, 2020, which will be submitted to ASBO for review, will conform to ASBO's principles and standards.

### **Acknowledgments**

The publication of this report is a significant step toward professionalizing the District's financial reporting. It enhances the District's accountability to the residents of the Fairview Park City School District.

The preparation of this report would not have been possible without the assistance and support of the staff of the CFO/Treasurer's office, various administrators and staff members of the District. Special appreciation is expressed to the accounting firm of Julian & Grube, Inc. for assistance in designing and reviewing this financial report.

Finally, sincere appreciation is extended to the Board of Education for their support on this project.

Respectfully Submitted,

A handwritten signature in black ink that reads "Kimberly Sperling". The signature is fluid and cursive, with "Kimberly" on the top line and "Sperling" on the bottom line.

Kimberly Sperling  
Treasurer/CFO

### **MISSION STATEMENT**

The Fairview Park City Schools are committed to provide superior services and academic programs that challenge the mind and instill the joy of lifelong learning and responsible citizenship.

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Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Fairview Park City School District  
Ohio**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2019

*Christopher P. Monell*

Executive Director/CEO



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

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

**Fairview Park City School District**

**for its Comprehensive Annual Financial Report (CAFR)  
for the Fiscal Year Ended June 30, 2019.**

The CAFR meets the criteria established for  
ASBO International's Certificate of Excellence.



A handwritten signature in black ink that reads 'Claire Hertz'.

Claire Hertz, SFO  
President

A handwritten signature in black ink that reads 'David J. Lewis'.

David J. Lewis  
Executive Director

## **PRINCIPAL OFFICIALS**

June 30, 2020

### **Board of Education**

Joslyn Dalton –President - Term (1/01/2018 – 12/31/2021)

Matthew Hrubey -Vice President - Term (1/01/2018 – 12/31/2021)

Donald Bittala – Term (1/01/2020 – 12/31/2023)

Jennifer Bolander- Term (1/01/2020– 12/31/2023)

Erin Hinkel - Term (1/01/2020– 12/31/2023)

### **Superintendent**

Dr. William W. Wagner

### **Treasurer/CFO**

Kimberly Sperling

### **Department Administrative Staff**

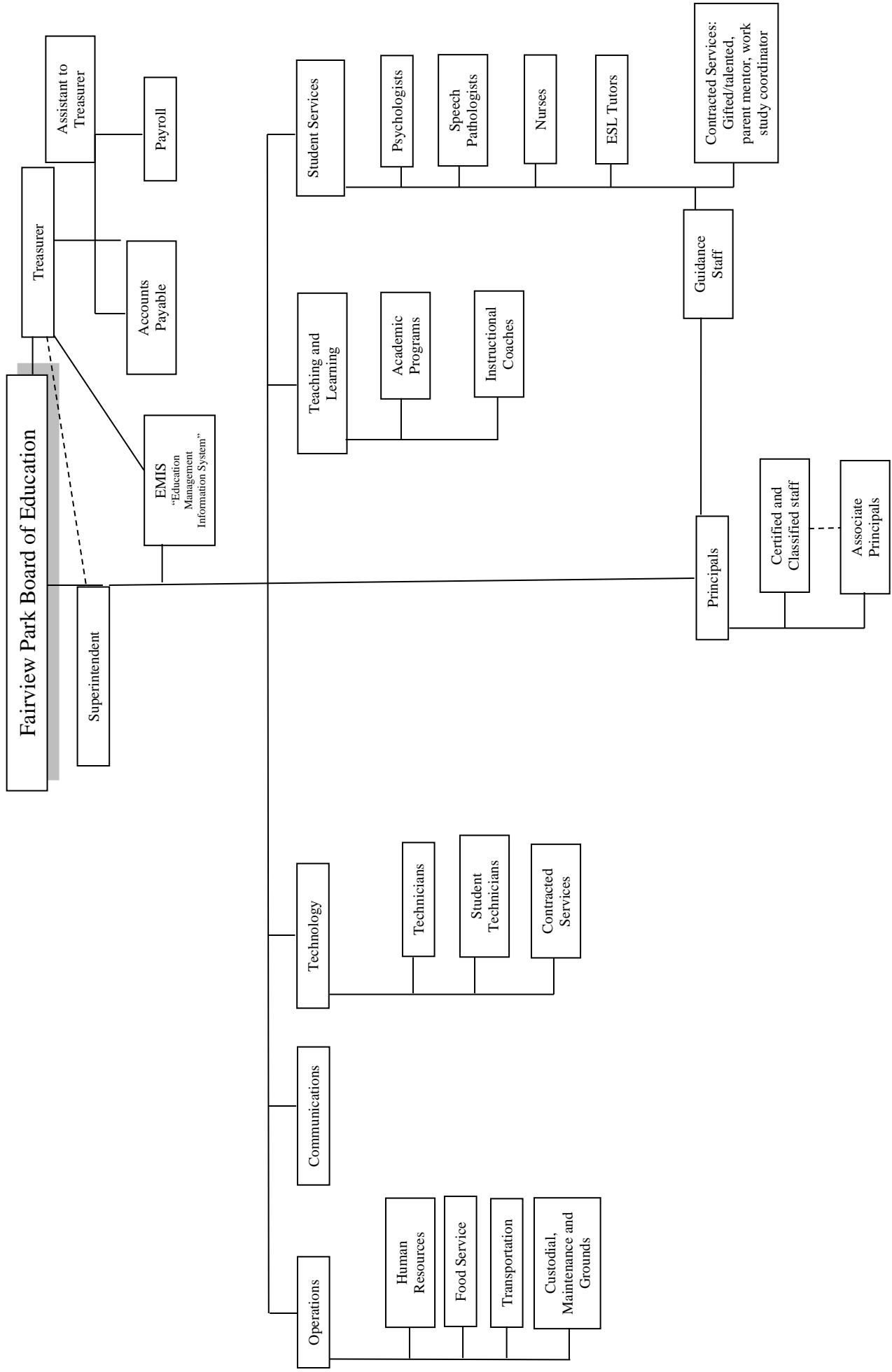
Director of Communication	-	Amanda Lloyd
Director of Teaching & Learning	-	Melanie Wightman
Assistant to the Treasurer	-	Balbina Korczak

### **Building Level Administrative Staff**

High School/Middle School Campus Principal	-	Chris Vicha
High School Associate Principal	-	Chris Honeck
Gilles Sweet Elementary Principal	-	Barbara Brady
Gilles Sweet Associate Principal	-	Matt Krivak
Early Education Center Principal	-	Patricia Moran

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**ORGANIZATIONAL CHART**



# FINANCIAL SECTION



Learning to Believe & Achieve

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# JAMES G. ZUPKA, C.P.A., INC.

*Certified Public Accountants*  
5240 East 98<sup>th</sup> Street  
Garfield Hts., Ohio 44125

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Member American Institute of Certified Public Accountants

(216) 475 - 6136

Ohio Society of Certified Public Accountants

## INDEPENDENT AUDITOR'S REPORT

To the Members of Board of Education  
Fairview Park City School District  
Fairview Park, Ohio

The Honorable Keith Faber  
Auditor of State  
State of Ohio

### **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 Fairview Park City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

#### ***Management's Responsibility for the Financial Statements***

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

#### ***Auditor's Responsibility***

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District'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 District'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 Fairview Park City School District as of June 30, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Emphasis of Matter***

As discussed in Note 20 to the basic financial statements, the financial impact of COVID-19 and the ensuing emergency measures will impact subsequent periods of the District. Also, as discussed in Note 3 to the basic financial statements, the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to these matters.

### ***Other Matters***

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Schedules of Net Pension and Postemployment Benefit Liabilities and Pension and Postemployment Benefit Contributions, as listed in the table of contents, 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 District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules 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 combining and individual nonmajor fund financial statements and schedules are 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 30, 2020, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



James G. Zupka, CPA, Inc.  
Certified Public Accountants

December 30, 2020

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(UNAUDITED)**

The management's discussion and analysis of Fairview Park City School District's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2020. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, the notes to the basic financial statements and basic financial statements to enhance their understanding of the District's financial performance.

**Financial Highlights**

Key financial highlights for fiscal year 2020 are as follows:

- In total, net position decreased \$6,148,289. Net position of governmental activities decreased \$5,748,609, which represents a 76.08% decrease from June 30, 2019's restated net position. Business-type activities net position decreased \$399,680 from June 30, 2019's net position.
- General revenues accounted for \$22,099,450 of revenue or 88.85% of governmental activities revenues. Program specific revenues in the form of charges for services and sales and operating grants and contributions accounted for \$2,773,549 or 11.15% of governmental activities revenues.
- Total revenues for fiscal year 2020 were \$25,982,538. Of this total, \$24,872,999 was reported in the governmental activities and \$1,109,539 in the business-type activities.
- The District had \$30,621,608 in expenses related to governmental activities; only \$2,773,549 of these expenses was offset by program specific charges for services and sales and operating grants and contributions resulting in a net cost of \$27,848,059 for the District. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$22,099,450 were not adequate to provide for these programs.
- The District's major governmental funds are the general fund, bond retirement fund and the building fund. The District's major proprietary funds are the daycare services fund and the food service fund.
- The general fund had \$19,907,764 in revenues and \$22,353,980 in expenditures and other financing uses. During fiscal year 2020, the general fund's fund balance decreased \$2,446,216 from a balance of \$15,163,113 to \$12,716,897.
- The bond retirement fund had \$16,522,715 in revenues and other financing sources and \$17,148,590 in expenditures and other financing uses. During fiscal year 2020, the bond retirement fund's fund balance decreased \$625,875 from \$3,727,674 to \$3,101,799.
- The building fund had \$191,942 in revenues and \$14,779,538 in expenditures. During fiscal year 2020, the building fund's fund balance decreased \$14,587,596 from \$14,923,484 to \$335,888.
- The food service fund had \$176,443 in operating revenues, \$179,610 in non-operating revenues, \$495,481 in operating expenses and \$4,155 in nonoperating expenses. During fiscal year 2020, the food service's net position decreased \$143,583 from a deficit balance of \$219,797 to a deficit balance of \$363,380.
- The day care services fund had \$753,486 in operating revenues and \$1,009,583 in expenses. During fiscal year 2020, the day care services' net position decreased \$256,097 from a deficit balance of \$988,592 to a deficit balance of \$1,244,689.

**Using this Comprehensive Annual Financial Report (CAFR)**

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

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(UNAUDITED)**

The statement of net position and statement of activities provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the District's most significant funds with all other nonmajor funds presented in total in one column. In the case of the District, the general fund and the building fund are by far the most significant funds, and the only governmental funds reported as major funds.

**Reporting the District as a Whole**

***Statement of Net Position and the Statement of Activities***

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2020?" The statement of net position and the statement of activities answer this question. These statements include all assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current fund's revenues and expenses regardless of when cash is received or paid.

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

In the statement of net position and the statement of activities, the District is divided into two distinct kinds of activities:

Governmental activities - Most of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, and extracurricular activities.

Business-type activities - These services are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided. The District's food service and day care services are reported as business activities.

The District's statement of net position and statement of activities can be found on pages 19-21 of this report.

**Reporting the District's Most Significant Funds**

***Fund Financial Statements***

The analysis of the District's major governmental funds begins on page 14 and the analysis of the District's major enterprise funds begins on page 15. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the general fund, bond retirement fund and the building fund.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(UNAUDITED)**

***Governmental Funds***

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash.

The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds is reconciled in the financial statements. The basic governmental fund financial statements can be found on pages 22-26 of this report.

***Proprietary Funds***

Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match information provided in the statements for the District as a whole. Both the food service fund and daycare services fund are major funds. The basic proprietary fund financial statements can be found on pages 27-29 of this report.

**Reporting the District's Fiduciary Responsibilities**

The District also acts in a trustee capacity as an agent for individuals, private organizations, other governmental units and/or other funds. These activities are reported in a custodial fund. The District's fiduciary activities are reported in separate statement of changes in fiduciary net position on page 30. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

***Notes to the Basic Financial Statements***

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 31-77 of this report.

***Required Supplementary Information***

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's net pension liability and net OPEB liability/asset. The required supplementary information can be found on pages 80-95 of this report.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(UNAUDITED)**

**The District as a Whole**

The statement of net position provides the perspective of the District as a whole. The table below provides a summary of the District's net position at June 30, 2020 and June 30, 2019. The net position at June 30, 2019 has been restated as described in Note 3.B.

**Net Position**

	Governmental Activities		Business-type Activities		Total	
	2020	Restated 2019	2020	2019	2020	Restated 2019
<b>Assets</b>						
Current and other assets	\$ 43,452,890	\$ 59,265,829	\$ 216,719	\$ 465,012	\$ 43,669,609	\$ 59,730,841
Net OPEB asset	1,532,603	1,577,060	5,162	4,867	1,537,765	1,581,927
Capital assets, net	<u>58,970,847</u>	<u>47,986,779</u>	<u>17,123</u>	<u>26,323</u>	<u>58,987,970</u>	<u>48,013,102</u>
Total assets	<u>103,956,340</u>	<u>108,829,668</u>	<u>239,004</u>	<u>496,202</u>	<u>104,195,344</u>	<u>109,325,870</u>
<b>Deferred outflows</b>	<u>6,618,210</u>	<u>10,313,035</u>	<u>307,113</u>	<u>382,634</u>	<u>6,925,323</u>	<u>10,695,669</u>
<b>Liabilities</b>						
Current liabilities	3,960,757	5,346,508	75,380	70,990	4,036,137	5,417,498
Long-term liabilities						
Due within one year	1,889,664	1,780,635	14,474	10,096	1,904,138	1,790,731
Due in more than one year:						
Net pension liability	25,349,892	26,361,644	1,265,863	1,196,209	26,615,755	27,557,853
Net OPEB liability	2,114,082	2,358,307	517,861	554,649	2,631,943	2,912,956
Other amounts	<u>52,248,000</u>	<u>55,357,912</u>	<u>83,444</u>	<u>97,880</u>	<u>52,331,444</u>	<u>55,455,792</u>
Total liabilities	<u>85,562,395</u>	<u>91,205,006</u>	<u>1,957,022</u>	<u>1,929,824</u>	<u>87,519,417</u>	<u>93,134,830</u>
<b>Deferred inflows</b>	<u>23,204,859</u>	<u>20,381,792</u>	<u>197,164</u>	<u>157,401</u>	<u>23,402,023</u>	<u>20,539,193</u>
<b>Net position</b>						
Net investment in capital assets	6,760,491	6,258,898	17,123	26,323	6,777,614	6,285,221
Restricted	7,304,737	7,957,710	-	-	7,304,737	7,957,710
Unrestricted (deficit)	<u>(12,257,932)</u>	<u>(6,660,703)</u>	<u>(1,625,192)</u>	<u>(1,234,712)</u>	<u>(13,883,124)</u>	<u>(7,895,415)</u>
Total net position (deficit)	<u>\$ 1,807,296</u>	<u>\$ 7,555,905</u>	<u>\$ (1,608,069)</u>	<u>\$ (1,208,389)</u>	<u>\$ 199,227</u>	<u>\$ 6,347,516</u>

**Net Pension Liability and Net OPEB Liability/Asset**

The net pension liability is reported pursuant to Governmental Accounting Standards Board (GASB) Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27." The net other postemployment benefits (OPEB) liability/asset is reported pursuant to GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions." For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the District's actual financial condition by adding deferred inflows related to pension and OPEB, the net pension liability, and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB and the net OPEB asset.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
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GASB standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. Prior accounting for pensions (GASB 27) and postemployment benefits (GASB 45) focused on a funding approach. This approach limited pension and OPEB costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension liability or net OPEB liability/asset. GASB 68 and GASB 75 take an earnings approach to pension and OPEB accounting; however, the nature of Ohio's statewide pension/OPEB plans and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

GASB 68 and GASB 75 require the net pension liability and the net OPEB liability/asset to equal the District's proportionate share of each plan's collective:

1. Present value of estimated future pension/OPEB benefits attributable to active and inactive employees' past service.
2. Minus plan assets available to pay these benefits.

GASB notes that pension and OPEB obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. GASB noted that the unfunded portion of this promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the District is not responsible for certain key factors affecting the balance of these liabilities. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The Ohio Revised Code permits, but does not require, the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the retirement system. In Ohio, there is no legal means to enforce the unfunded liability of the pension/OPEB plan *as against the public employer*. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The retirement system is responsible for the administration of the pension and OPEB plans.

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability or the net OPEB liability. As explained above, changes in benefits, contribution rates, and return on investments affect the balance of these liabilities but are outside the control of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability and the net OPEB liability/asset are satisfied, these liabilities are separately identified within the long-term liability section of the statement of net position.

In accordance with GASB 68 and GASB 75, the District's statements prepared on an accrual basis of accounting include an annual pension expense and an annual OPEB expense for their proportionate share of each plan's *change* in net pension liability and net OPEB liability/asset, respectively, not accounted for as deferred inflows/outflows.

Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2020, the District's assets plus deferred outflows exceeded liabilities plus deferred inflows by \$1,807,296 in the governmental activities and liabilities plus deferred inflows exceeded assets plus deferred outflows by \$1,608,069 in the business-type activities.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(UNAUDITED)**

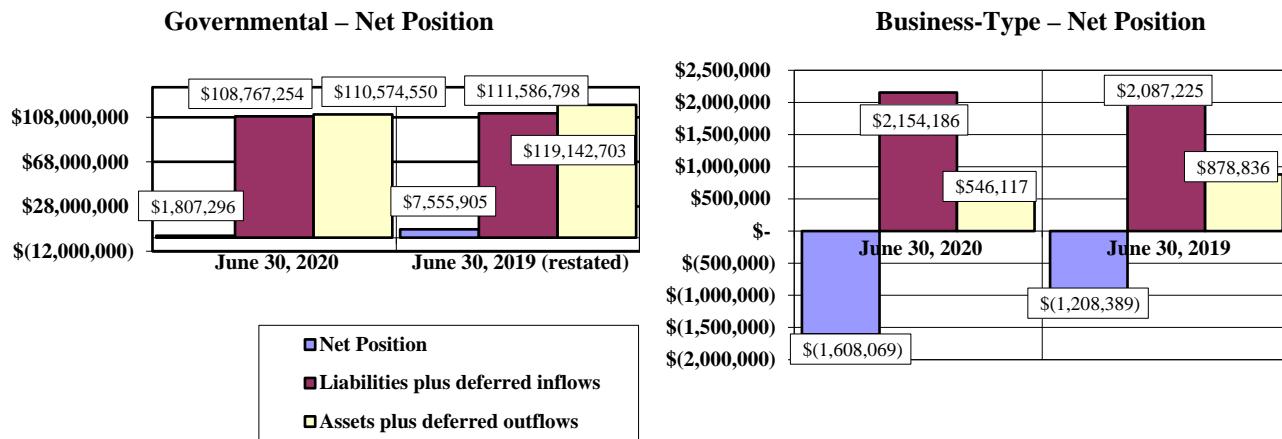
Deferred outflows related to pension decreased primarily due to changes in assumptions by the State Teachers Retirement System (STRS). See Note 12 for more detail.

Total assets include a net OPEB asset reported by STRS.

At year-end, capital assets represented 56.73% of total assets. Capital assets include land, construction in progress, land improvements, buildings and improvements, furniture, fixtures and equipment, vehicles and textbooks. The net investment in capital assets at June 30, 2019, was \$6,760,491. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

Long-term liabilities decreased primarily due to a decrease in the net pension liability and net OPEB liability. These liabilities are outside of the control of the District. The District contributes its statutorily required contributions to the pension systems; however, it is the pension systems that collect, hold and distribute pensions and OPEB to District employees, not the District.

A portion of the District's net position, \$7,3047,737 represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position is a deficit of \$12,257,932. The graphs below show the assets plus deferred outflows, liabilities plus deferred inflows and net position of the governmental activities and business-type activities at June 30, 2020 and 2019. The net position of governmental activities at June 30, 2019 has been restated as described in Note 3.B.



**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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The table below shows the change in net position for fiscal years 2020 and 2019. The net position at June 30, 2019 has been restated as described in Note 3.B.

**Change in Net Position**

	Governmental Activities		Business-type Activities		Total	
	2020	2019	2020	2019	2020	2019
<b>Revenues</b>						
Program revenues:						
Charges for services and sales	\$ 633,775	\$ 673,006	\$ 929,929	\$ 1,252,516	\$ 1,563,704	\$ 1,925,522
Operating grants and contributions	2,139,774	1,692,052	179,610	232,455	2,319,384	1,924,507
General revenues:						
Property taxes	16,649,933	19,437,802	-	-	16,649,933	19,437,802
Grants and entitlements	4,600,970	5,014,764	-	-	4,600,970	5,014,764
Investment earnings	506,465	703,684	-	-	506,465	703,684
Fair value adjustment	337,926	567,438	-	-	337,926	567,438
Other	4,156	80,250	-	1,225	4,156	81,475
Total revenues	24,872,999	28,168,996	1,109,539	1,486,196	25,982,538	29,655,192
<b>Expenses</b>						
Program expenses:						
Instruction:						
Regular	14,432,412	10,778,829	-	-	14,432,412	10,778,829
Special	4,616,032	3,730,179	-	-	4,616,032	3,730,179
Vocational	7,503	1,990	-	-	7,503	1,990
Other	30,911	31,617	-	-	30,911	31,617
Support services:						
Pupil	1,730,019	1,583,370	-	-	1,730,019	1,583,370
Instructional staff	855,361	663,047	-	-	855,361	663,047
Board of education	54,798	53,384	-	-	54,798	53,384
Administration	1,673,523	1,638,383	-	-	1,673,523	1,638,383
Fiscal	677,154	821,670	-	-	677,154	821,670
Business	195,686	129,210	-	-	195,686	129,210
Operations and maintenance	1,725,990	1,660,335	-	-	1,725,990	1,660,335
Pupil transportation	838,445	724,459	-	-	838,445	724,459
Central	580,846	378,670	-	-	580,846	378,670
Operation of non-instructional services:						
Other non-instructional services	516,883	514,096	-	-	516,883	514,096
Extracurricular activities	611,804	415,092	-	-	611,804	415,092
Interest and fiscal charges	2,074,241	2,007,651	-	-	2,074,241	2,007,651
Food service operations	-	-	499,636	517,441	499,636	517,441
Day care services	-	-	1,009,583	988,788	1,009,583	988,788
Total expenses	30,621,608	25,131,982	1,509,219	1,506,229	32,130,827	26,638,211
Changes in net position	(5,748,609)	3,037,014	(399,680)	(20,033)	(6,148,289)	3,016,981
Net position (deficit) at beginning of year (restated)	7,555,905	4,518,891	(1,208,389)	(1,188,356)	6,347,516	3,330,535
Net position (deficit) at end of year	\$ 1,807,296	\$ 7,555,905	\$ (1,608,069)	\$ (1,208,389)	\$ 199,227	\$ 6,347,516

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(UNAUDITED)**

**Governmental Activities**

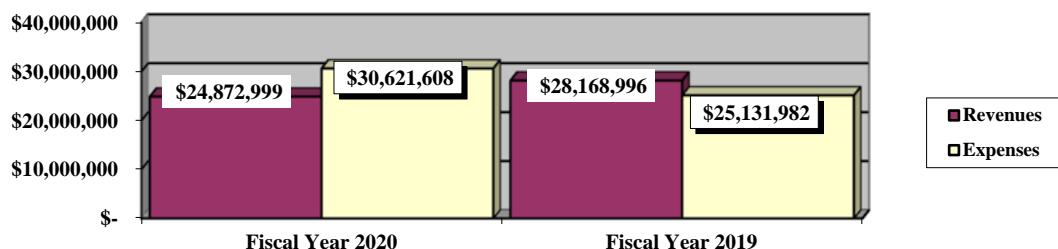
For fiscal year 2020, the net position of the District's governmental activities decreased \$5,748,609. Total governmental expenses of \$30,621,608 were offset by program revenues of \$2,773,549 and general revenues of \$22,099,450. Program revenues supported 90.94% of the total governmental expenses.

Overall, expenses of the governmental activities increased \$5,489,626 or 21.84%. This increase is primarily the result of the STRS indefinitely suspending the Cost of Living Adjustment ("COLA") and the School Employee Retirement System (SERS) lowering the COLA from 3.00% to 2.50% in fiscal year 2018. These benefit changes caused a decrease to the net pension liability reported at June 30, 2018 and the subsequent expenses reported for fiscal year 2018 when compared to fiscal year 2017.

On an accrual basis, the District reported \$4,272,586 and (\$3,155,965) in pension expense for fiscal year 2020 and 2019, respectively. In addition, the District reported (\$416,277) and (\$3,308,487) in OPEB expense for fiscal year 2020 and 2019, respectively. The net increase in the pension expense and the OPEB expense from fiscal year 2019 to fiscal year 2020 was \$1,775,589. This net increase is primarily the result of the benefit changes by the retirement systems. Fluctuations in the pension and OPEB expense makes it difficult to compare financial information between years. Pension and OPEB expense are components of program expenses reported on the statement of activities.

The graph below presents the District's governmental activities revenue and expenses for fiscal year 2020 and 2019.

**Governmental Activities - Revenues and Expenses**



The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services for fiscal years 2020 and 2019. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

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**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
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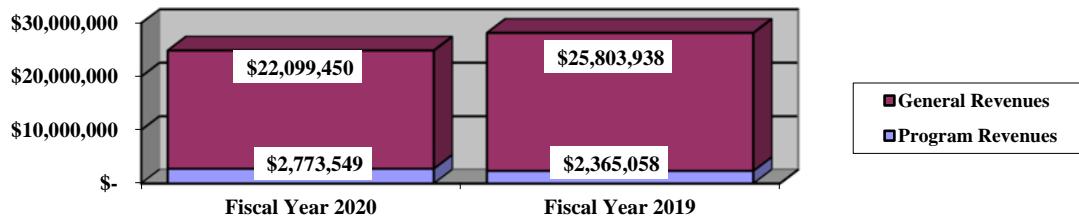
**Governmental Activities**

	Total Cost of Services <u>2020</u>	Net Cost of Services <u>2020</u>	Total Cost of Services <u>2019</u>	Net Cost of Services <u>2019</u>
<b>Program expenses:</b>				
Instruction:				
Regular	\$ 14,432,412	\$ 13,992,480	\$ 10,778,829	\$ 10,462,502
Special	4,616,032	3,479,424	3,730,179	2,586,465
Vocational	7,503	4,106	1,990	(474)
Other	30,911	30,911	31,617	31,617
Support services:				
Pupil	1,730,019	1,375,759	1,583,370	1,456,627
Instructional staff	855,361	805,451	663,047	645,729
Board of education	54,798	54,798	53,384	53,384
Administration	1,673,523	1,673,523	1,638,383	1,637,340
Fiscal	677,154	677,154	821,670	821,670
Business	195,686	195,686	129,210	129,210
Operations and maintenance	1,725,990	1,669,384	1,660,335	1,522,892
Pupil transportation	838,445	824,855	724,459	716,419
Central	580,846	580,846	378,670	378,670
Operation of non-instructional services:				
Other non-instructional services	516,883	(38,593)	514,096	19,492
Extracurricular activities	611,804	448,034	415,092	297,730
Interest and fiscal charges	<u>2,074,241</u>	<u>2,074,241</u>	<u>2,007,651</u>	<u>2,007,651</u>
<b>Total expenses</b>	<b><u>\$ 30,621,608</u></b>	<b><u>\$ 27,848,059</u></b>	<b><u>\$ 25,131,982</u></b>	<b><u>\$ 22,766,924</u></b>

The dependence upon tax revenues during fiscal year 2020 for governmental activities is apparent, as 90.94% of 2020 instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 88.85%. The District's taxpayers and unrestricted grants and entitlements from the State of Ohio, are the primary support for District's students.

The graph below presents the District's governmental activities revenue for fiscal years 2020 and 2019.

**Governmental Activities - General and Program Revenues**



**Business-type Activities**

Business-type activities include day care, preschool and after school programs and the food service operation. Management reviews these programs to develop policies to allow these services to become self-supporting.

Food service operations had \$176,443 in operating revenue, \$179,610 in grants and subsidies and had total expenses of \$499,636. Food service program revenues were insufficient to support food service expenses.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**MANAGEMENT'S DISCUSSION AND ANALYSIS  
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The day care services fund had \$753,486 in operating revenue and \$1,009,583 in expenses. Day care services revenues were not sufficient to support day care services expenses.

**The District's Funds**

The District's governmental funds reported a combined fund balance of \$20,006,912, which is \$17,012,279 less than last year's fund total of \$37,593,394.

The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2020 and 2019. The fund balance at June 30, 2019 has been restated as described in Note 3.B.

	Fund Balance <u>June 30, 2020</u>	Fund Balance <u>June 30, 2019</u>	Restated <u>Change</u>
General	\$ 12,716,897	\$ 14,913,331	\$ (2,196,434)
Bond retirement	3,101,799	3,727,674	(625,875)
Building	335,888	14,923,484	(14,587,596)
Other governmental	<u>3,852,328</u>	<u>59,748</u>	<u>3,792,580</u>
Total	<u><u>\$ 20,006,912</u></u>	<u><u>\$ 33,624,237</u></u>	<u><u>\$ (13,617,325)</u></u>

***General Fund***

The District's general fund balance decreased \$2,446,216.

The table that follows assists in illustrating the financial activities and fund balance of the general fund.

	2020 <u>Amount</u>	2019 <u>Amount</u>	Change	Change
<b><u>Revenues</u></b>				
Property taxes	\$ 14,033,281	\$ 16,446,306	\$ (2,413,025)	(14.67) %
Intergovernmental	4,822,313	5,302,616	(480,303)	(9.06) %
Investment earnings	376,736	321,034	55,702	17.35 %
Tuition and fees	343,414	280,090	63,324	22.61 %
Other revenues	<u>332,020</u>	<u>558,793</u>	<u>(226,773)</u>	<u>(40.58) %</u>
Total	<u><u>\$ 19,907,764</u></u>	<u><u>\$ 22,908,839</u></u>	<u><u>\$ (3,001,075)</u></u>	<u><u>(13.10) %</u></u>

Property tax revenue decreased partially due to a decrease in the amount of advances available to the District at year-end. Property tax revenue represents 14.67% of all general fund revenue. The combined value of property taxes and intergovernmental revenue represent 23.73% of the general fund revenues. Tuition and fees increased mainly due to an increase in open enrollment. Other revenues increased due to the increase in the fair value of the District's investments compared to fiscal year 2019.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**MANAGEMENT'S DISCUSSION AND ANALYSIS  
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The table that follows assists in illustrating the expenditures of the general fund.

<b><u>Expenditures</u></b>	<b>2020</b>	<b>2019</b>	<b>Change</b>	<b>Change</b>
	<b><u>Amount</u></b>	<b><u>Amount</u></b>		
Instruction	\$ 13,767,245	\$ 14,308,491	\$ (541,246)	(3.78) %
Support services	7,116,058	7,566,640	(450,582)	(5.95) %
Operation of non-instructional services	8,827	1,276	7,551	591.77 %
Extracurricular activities	<u>409,261</u>	<u>323,431</u>	<u>85,830</u>	26.54 %
Total	<u><u>\$ 21,301,391</u></u>	<u><u>\$ 22,199,838</u></u>	<u><u>\$ (898,447)</u></u>	(4.05) %

District expenditures decreased 4.05%, primarily as a result in decreases of wages and benefits.

***Bond Retirement Fund***

The bond retirement fund had \$16,522,715 in revenues and other financing sources and \$17,148,590 in expenditures and other financing uses. During fiscal year 2020, the bond retirement fund's fund balance decreased \$625,875 from \$3,727,674 to \$3,101,799.

***Building Fund***

The building fund had \$191,942 in revenues and \$14,779,538 in expenditures. During fiscal year 2020, the building fund's fund balance decreased \$14,923,484 from \$14,923,484 to \$335,888. The building fund is used for the acquisition, construction or improvement of capital facilities and for acquisition of capital assets.

***Food Service Fund***

The food service fund had \$176,443 in operating revenues, \$179,610 in non-operating grants, \$495,481 in operating expenses and \$4,155 in nonoperating expenses. During fiscal year 2020, the food service's fund balance decreased \$143,583 from a deficit balance of \$219,797 to a deficit balance of \$363,380.

***Day Care Services Fund***

The day care services fund had \$753,486 in operating revenues and \$1,009,583 in expenses. During fiscal year 2020, the day care services fund's fund balance decreased \$256,097 from a deficit balance of \$988,592 to a deficit balance of \$1,244,689.

***General Fund Budgeting Highlights***

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

Throughout fiscal year 2020, the District routinely made amendments to the general fund budget. These amendments were necessary to accompany initiatives that were established and needed funding throughout the fiscal year. The District uses a modified site-based budgeting technique which is designed to tightly control total site budgets, but also provide flexibility for site management.

For the general fund, the original budgeted revenue of \$22,386,000 were decreased in the final budgeted revenue and other financing sources to \$22,099,555. Actual revenue and other financing sources were \$22,254,078. Actual revenues and other financing sources were \$154,523 higher than the final budgeted revenues and other financing sources.

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Total actual expenditures and other financing uses on the budget basis (cash outlays plus encumbrances) were \$22,672,207. This amount was \$39,281 less than the final budgeted amounts. The final budgeted expenditures and other financing uses were \$22,711,488 and original budgeted expenditures were \$22,711,488. Overall, fund balance on the budget basis decreased \$418,129 over the prior year.

**Capital Assets and Debt Administration**

***Capital Assets***

At the end of fiscal year 2020, the District had \$58,987,970 invested in land, land improvements, buildings and improvements, furniture, fixtures and equipment, vehicles and textbooks. Of this total, \$58,970,847 was reported in governmental activities and \$17,123 was reported in business-type activities. The following table shows June 30, 2020 balances compared to June 30, 2019:

**Capital Assets at June 30 (Net of Depreciation)**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Land	\$ 335,688	\$ 335,688	\$ -	\$ -	\$ 335,688	\$ 335,688
Construction in progress	-	19,973,024	-	-	-	19,973,024
Land improvements	711,548	479,500	-	-	711,548	479,500
Buildings and improvements	56,730,869	26,162,676	-	-	56,730,869	26,162,676
Furniture, fixtures and equipment	647,895	421,962	17,123	26,323	665,018	448,285
Vehicles	327,479	388,731	-	-	327,479	388,731
Textbooks	217,368	225,198	-	-	217,368	225,198
<b>Total</b>	<b>\$ 58,970,847</b>	<b>\$ 47,986,779</b>	<b>\$ 17,123</b>	<b>\$ 26,323</b>	<b>\$ 58,987,970</b>	<b>\$ 48,013,102</b>

Overall governmental capital assets, net of accumulated depreciation, increased \$10,984,068 from June 30, 2019 to June 30, 2020. Capital outlay in the governmental activities of \$12,724,659 exceeded depreciation expense of \$1,703,634 and disposals of \$36,957, net of accumulated depreciation. See Note 11 to the basic financial statements for more detail on the District's capital assets.

***Debt Administration***

At June 30, 2020, the District has \$49,212,842 in long-term debt outstanding. Of this total, \$1,655,023 is due within one year and \$47,557,819 is due in greater than one year.

The following table summarizes outstanding long-term debt:

**Outstanding Debt, at Year End**

<b>Long Term Debt:</b>	<u>Governmental Activities</u>		<u>Governmental Activities</u>	
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Series 2014 - Refunding bonds	\$ 2,446,000	\$ 3,397,000		
Series 2012 & 2013 - Refunding bonds	1,241,842	15,841,157		
Series 2017 - School improvement bonds	10,580,000	10,650,000		
Series 2016 & 2017 - Certificates of participation	22,495,000	22,985,000		
Series 2019 - Refunding bonds	12,450,000	-		
<b>Total</b>	<b>\$ 49,212,842</b>		<b>\$ 52,873,157</b>	

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(UNAUDITED)**

Payments of principal and interest on the general obligation bonds are made from the bond retirement fund. See Note 16 to the basic financial statements for more detail on the District's long-term obligations.

**Current Financial Related Activities**

The District currently has one 8.20 mill, \$2,690,000 emergency levy that was renewed in November of 2012. The last full collection year for this levy was calendar year (CY) 2018. The District voters approved a renewal of this levy in November 2018. The passage of this renewal levy by the residents of the District preserved a significant portion of the district revenue sources for the foreseeable future.

**Assessed Valuation**

The following table shows the recent assessed valuations of property subject to ad valorem taxes levied by the School District.

Collection Year	Total		
	Real(a)	Public Utility (b)	Assessed Valuation
2012	\$350,580,950	\$3,709,930	\$354,290,880
2013(c)	336,463,920	4,011,650	340,475,570
2014	340,827,800	4,394,500	345,222,300
2015	334,796,640	4,598,810	339,395,450
2016(d)	361,371,420	4,705,490	366,076,910
2017	354,321,571	4,984,210	359,215,780
2018	402,409,130	5,625,260	408,034,390

(a) Other than real property of railroads. The real property of public utilities, other than railroads, is assessed by the County Fiscal Officer. Real property of railroads is assessed, together with tangible personal property of all public utilities, by the State Tax Commissioner.

(b) Tangible personal property of all public utilities and real property of railroads; see footnotes (a), (b) and (c).

(c) Reflects sexennial reappraisal.

(d) Reflects triennial adjustment.

Source: County Fiscal Officer.

**CHANGE IN BOARD OF REVISION/INFLATION** - The Cuyahoga County Fiscal Office property re-appraisal was completed in CY12, which caused in the district's Class I – residential real estate property values to be reduced by 3.97%. Furthermore, the district's Class II property value decreased in values by 2.21% from the previous year. Due to the improvement in the housing market in Northeast Ohio and across the country, the district has included a slight increase of .035% for CY14 and .35% the CY15 County triennial update and an additional increase of 2% in property values for the CY18 County property re-appraisal. The District will monitor the "Residential Median Market to Price Ratio" data published by the Ohio Department of Taxation (O.D.T.) on an annual basis to determine if these projections need to be adjusted should the data fluctuate. The 2015 valuation data for residential range in the District from 3-15% increases based on a neighborhood map. 2016 includes the Tri-ennial update.

Beginning in fiscal year 2017, the per pupil funding amounts are increased from the fiscal year 2016 level of \$5,900 to \$6,000. However, with the application of the State Share percentage, the District actually will be receiving only \$53 additional per pupil than the prior year.

A guarantee of funding not less than fiscal year 2015 is in legislation for fiscal year 2016 and fiscal year 2017. However, based on political sentiment toward funding guarantees, a 2% drop per year is projected for fiscal year 2018 through fiscal year 2021.

Growth caps have also been applied to the next two years of the budget that maximize the year over year (YOY) increase at 7.5%. Beyond the current budget term, a more conservative 5% growth cap has been used to forecast.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020  
(UNAUDITED)**

**Contacting the District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have any questions about this report or need additional information contact: Ms. Kimberly Sperling, Treasurer, at Fairview Park City Schools, 21620 Mastick Road, Fairview Park, Ohio 44126.

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATEMENT OF NET POSITION  
JUNE 30, 2020**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>Assets:</b>			
Equity in pooled cash and investments. . . . .	\$ 23,616,883	\$ 212,643	\$ 23,829,526
Receivables:			
Property taxes . . . . .	19,369,312	-	19,369,312
Accounts. . . . .	2,091	-	2,091
Accrued interest. . . . .	57,238	-	57,238
Intergovernmental . . . . .	375,819	-	375,819
Prepayments . . . . .	31,547	-	31,547
Materials and supplies inventory. . . . .	-	265	265
Inventory held for resale. . . . .	-	3,811	3,811
Net OPEB asset . . . . .	1,532,603	5,162	1,537,765
Capital assets:			
Nondepreciable capital assets . . . . .	335,688	-	335,688
Depreciable capital assets, net. . . . .	58,635,159	17,123	58,652,282
Capital assets, net . . . . .	58,970,847	17,123	58,987,970
Total assets. . . . .	<u>103,956,340</u>	<u>239,004</u>	<u>104,195,344</u>
<b>Deferred outflows of resources:</b>			
Unamortized deferred loss on debt refunding . . .	325,958	-	325,958
Pension . . . . .	5,684,791	207,136	5,891,927
OPEB. . . . .	607,461	99,977	707,438
Total deferred outflows of resources . . . . .	<u>6,618,210</u>	<u>307,113</u>	<u>6,925,323</u>
<b>Liabilities:</b>			
Accounts payable. . . . .	163,323	4,520	167,843
Contracts payable. . . . .	193,941	-	193,941
Retainage payable . . . . .	574,203	-	574,203
Accrued wages and benefits payable . . . . .	2,107,493	51,702	2,159,195
Intergovernmental payable . . . . .	209,721	657	210,378
Pension and post employment benefits payable .	322,545	18,501	341,046
Accrued interest payable . . . . .	138,644	-	138,644
Claims payable. . . . .	250,887	-	250,887
Long-term liabilities:			
Due within one year. . . . .	1,889,664	14,474	1,904,138
Due in more than one year:			
Net pension liability. . . . .	25,349,892	1,265,863	26,615,755
Net OPEB liability. . . . .	2,114,082	517,861	2,631,943
Other amounts due in more than one year .	52,248,000	83,444	52,331,444
Total liabilities . . . . .	<u>85,562,395</u>	<u>1,957,022</u>	<u>87,519,417</u>
<b>Deferred inflows of resources:</b>			
Property taxes levied for the next fiscal year. . . .	18,094,492	-	18,094,492
Unamortized deferred gain on debt refunding . . . .	221,114	-	221,114
Pension. . . . .	2,286,968	38,812	2,325,780
OPEB. . . . .	2,602,285	158,352	2,760,637
Total deferred inflows of resources . . . . .	<u>23,204,859</u>	<u>197,164</u>	<u>23,402,023</u>
<b>Net position:</b>			
Net investment in capital assets . . . . .	6,760,491	17,123	6,777,614
Restricted for:			
Capital projects . . . . .	221,548	-	221,548
Debt service. . . . .	2,730,396	-	2,730,396
Locally funded programs . . . . .	772	-	772
State funded programs. . . . .	148,991	-	148,991
Federally funded programs . . . . .	303,738	-	303,738
Student activities . . . . .	45,417	-	45,417
Scholarships . . . . .	3,853,875	-	3,853,875
Unrestricted (deficit) . . . . .	<u>(12,257,932)</u>	<u>(1,625,192)</u>	<u>(13,883,124)</u>
Total net position (deficit). . . . .	<u>\$ 1,807,296</u>	<u>\$ (1,608,069)</u>	<u>\$ 199,227</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<b>Expenses</b>	<b>Program Revenues</b>		<b>Operating Grants and Contributions</b>
		<b>Charges for Services and Sales</b>	<b>Operating Grants and Contributions</b>	
<b>Governmental activities:</b>				
Instruction:				
Regular . . . . .	\$ 14,432,412	\$ 315,493	\$ 124,439	
Special . . . . .	4,616,032	95,168	1,041,440	
Vocational . . . . .	7,503	-	3,397	
Other . . . . .	30,911	-	-	
Support services:				
Pupil . . . . .	1,730,019	-	354,260	
Instruction staff . . . . .	855,361	53	49,857	
Board of education . . . . .	54,798	-	-	
Administration . . . . .	1,673,523	-	-	
Fiscal . . . . .	677,154	-	-	
Business . . . . .	195,686	-	-	
Operations and maintenance . . . . .	1,725,990	51,105	5,501	
Pupil transportation . . . . .	838,445	13,590	-	
Central . . . . .	580,846	-	-	
Operation of non-instructional services:				
Other non-instructional services . . . . .	516,883	1,018	554,458	
Extracurricular activities . . . . .	611,804	157,348	6,422	
Interest and fiscal charges . . . . .	2,074,241	-	-	
Total governmental activities . . . . .	<u>30,621,608</u>	<u>633,775</u>	<u>2,139,774</u>	
<b>Business-type activities:</b>				
Food service . . . . .	499,636	176,443	179,610	
Day care service . . . . .	1,009,583	753,486	-	
Total business-type activities . . . . .	<u>1,509,219</u>	<u>929,929</u>	<u>179,610</u>	
Totals . . . . .	<u>\$ 32,130,827</u>	<u>\$ 1,563,704</u>	<u>\$ 2,319,384</u>	

**General revenues:**

Property taxes levied for:	
General purposes . . . . .	
Debt service . . . . .	
Capital outlay . . . . .	
Grants and entitlements not restricted to specific programs . . . . .	
Investment earnings . . . . .	
Fair value adjustment . . . . .	
Miscellaneous . . . . .	
Total general revenues . . . . .	
Change in net position . . . . .	
<b>Net position (deficit) at beginning of year (restated)</b>	
<b>Net position (deficit) at end of year . . . . .</b>	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Net (Expense) Revenue and Changes in Net Position					
Governmental Activities		Business-Type Activities		Total	
\$	(13,992,480)	\$	-	\$	(13,992,480)
	(3,479,424)		-		(3,479,424)
	(4,106)		-		(4,106)
	(30,911)		-		(30,911)
	(1,375,759)		-		(1,375,759)
	(805,451)		-		(805,451)
	(54,798)		-		(54,798)
	(1,673,523)		-		(1,673,523)
	(677,154)		-		(677,154)
	(195,686)		-		(195,686)
	(1,669,384)		-		(1,669,384)
	(824,855)		-		(824,855)
	(580,846)		-		(580,846)
	38,593		-		38,593
	(448,034)		-		(448,034)
	(2,074,241)		-		(2,074,241)
	(27,848,059)		-		(27,848,059)
	-		(143,583)		(143,583)
	-		(256,097)		(256,097)
	-		(399,680)		(399,680)
	(27,848,059)		(399,680)		(28,247,739)
	14,090,088		-		14,090,088
	1,934,013		-		1,934,013
	625,832		-		625,832
	4,600,970		-		4,600,970
	506,465		-		506,465
	337,926		-		337,926
	4,156		-		4,156
	22,099,450		-		22,099,450
	(5,748,609)		(399,680)		(6,148,289)
	7,555,905		(1,208,389)		6,347,516
\$	1,807,296	\$	(1,608,069)	\$	199,227

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2020**

	<b>General</b>	<b>Bond Retirement</b>	<b>Building</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Assets:</b>					
Equity in pooled cash and investments . . . . .	\$ 14,658,879	\$ 3,020,890	\$ 1,106,757	\$ 4,164,178	\$ 22,950,704
Receivables:					
Property taxes. . . . .	16,361,290	2,243,479	-	764,543	19,369,312
Accounts . . . . .	2,091	-	-	-	2,091
Accrued interest . . . . .	45,175	-	-	12,063	57,238
Interfund loans . . . . .	207,586	-	-	-	207,586
Intergovernmental. . . . .	12,115	-	-	363,704	375,819
Prepayments. . . . .	31,547	-	-	-	31,547
Due from other funds . . . . .	20,329	-	-	-	20,329
Total assets . . . . .	<u>\$ 31,339,012</u>	<u>\$ 5,264,369</u>	<u>1,106,757</u>	<u>\$ 5,304,488</u>	<u>\$ 43,014,626</u>
<b>Liabilities:</b>					
Accounts payable . . . . .	\$ 94,440	\$ -	\$ 2,725	\$ 66,158	\$ 163,323
Contracts payable. . . . .	-	-	193,941	-	193,941
Retainage payable. . . . .	-	-	574,203	-	574,203
Accrued wages and benefits payable . . . . .	2,061,404	-	-	46,089	2,107,493
Compensated absences payable . . . . .	150,191	-	-	-	150,191
Intergovernmental payable . . . . .	199,240	-	-	10,076	209,316
Pension and post employment benefits payable .	315,778	-	-	6,767	322,545
Interfund loans payable. . . . .	-	-	-	207,586	207,586
Due to other funds . . . . .	-	-	-	20,329	20,329
Total liabilities. . . . .	<u>2,821,053</u>	<u>-</u>	<u>770,869</u>	<u>357,005</u>	<u>3,948,927</u>
<b>Deferred inflows of resources:</b>					
Property taxes levied for the next fiscal year. . .	15,283,782	2,094,428	-	716,282	18,094,492
Delinquent property tax revenue not available. . .	496,950	68,142	-	23,222	588,314
Intergovernmental revenue not available. . . . .	-	-	-	346,300	346,300
Accrued interest not available. . . . .	20,330	-	-	9,351	29,681
Total deferred inflows of resources . . . . .	<u>15,801,062</u>	<u>2,162,570</u>	<u>-</u>	<u>1,095,155</u>	<u>19,058,787</u>
<b>Fund balances:</b>					
Nonspendable:					
Prepayments . . . . .	31,547	-	-	-	31,547
Unclaimed monies. . . . .	13,481	-	-	-	13,481
Scholarships . . . . .	-	-	-	3,844,524	3,844,524
Restricted:					
Debt service . . . . .	-	3,101,799	-	-	3,101,799
Capital improvements . . . . .	-	-	335,888	-	335,888
Non-public schools . . . . .	-	-	-	56,893	56,893
Extracurricular. . . . .	-	-	-	45,417	45,417
Student wellness and success . . . . .	-	-	-	132,516	132,516
Other purposes. . . . .	-	-	-	772	772
Committed:					
Capital improvements . . . . .	-	-	-	47,768	47,768
Termination benefits. . . . .	42,945	-	-	-	42,945
Assigned:					
Student instruction . . . . .	16,593	-	-	-	16,593
Student and staff support. . . . .	111,389	-	-	-	111,389
Extracurricular activities . . . . .	700	-	-	-	700
Unassigned (deficit) . . . . .	12,500,242	-	-	(275,562)	12,224,680
Total fund balances . . . . .	<u>12,716,897</u>	<u>3,101,799</u>	<u>335,888</u>	<u>3,852,328</u>	<u>20,006,912</u>
Total liabilities, deferred inflows and fund balances .	<u>\$ 31,339,012</u>	<u>\$ 5,264,369</u>	<u>\$ 1,106,757</u>	<u>\$ 5,304,488</u>	<u>\$ 43,014,626</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET POSITION OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2020**

<b>Total governmental fund balances</b>	\$ 20,006,912
<i>Amounts reported for governmental activities on the statement of net position are different because:</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	58,970,847
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds.	
Property taxes receivable	\$ 588,314
Accrued interest receivable	29,681
Intergovernmental receivable	<u>346,300</u>
Total	964,295
Internal service funds are used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities on the statement of net position.	414,887
Unamortized premiums on bonds issued are not recognized in the funds.	(2,813,069)
Unamortized amounts on refundings are not recognized in the funds.	
Unamortized deferred loss on refunding	325,958
Unamortized deferred gain on refunding	<u>(221,114)</u>
Total	104,844
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.	(138,644)
The net pension liability is not due and payable in the current period; therefore, liability and related deferred inflows and deferred outflows are not reported in governmental funds.	
Deferred outflows - Pension	5,684,791
Deferred Inflows - Pension	(2,286,968)
Net pension liability	<u>(25,349,892)</u>
Total	(21,952,069)
The net OPEB liability/asset is not due and payable in the current period; therefore, the liability/asset and related deferred inflows and deferred outflows are not reported in governmental funds.	
Deferred outflows - OPEB	607,461
Deferred inflows - OPEB	(2,602,285)
Net OPEB asset	1,532,603
Net OPEB liability	<u>(2,114,082)</u>
Total	(2,576,303)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
General obligation bonds	(27,088,882)
Certificates of participation	(22,495,000)
Compensated absences	<u>(1,590,522)</u>
Total	<u>(51,174,404)</u>
<b>Net position of governmental activities</b>	<u>\$ 1,807,296</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<b>General</b>	<b>Bond Retirement</b>	<b>Building</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Revenues:</b>					
From local sources:					
Property taxes . . . . .	\$ 14,033,281	\$ 1,918,191	\$ -	\$ 623,017	\$ 16,574,489
Tuition . . . . .	229,275	-	-	-	229,275
Transportation fees . . . . .	13,590	-	-	-	13,590
Earnings on investments . . . . .	376,736	-	156,585	38,667	571,988
Extracurricular . . . . .	42,168	-	-	157,660	199,828
Classroom materials and fees . . . . .	100,549	-	-	34,175	134,724
Rental income . . . . .	50,675	-	-	-	50,675
Contributions and donations . . . . .	8,826	-	-	4,996	13,822
Contract services . . . . .	5,683	-	-	-	5,683
Other local revenues . . . . .	11,209	-	13,388	85,740	110,337
Intergovernmental - intermediate . . . . .	12,878	-	-	-	12,878
Intergovernmental - state . . . . .	4,751,896	267,282	-	722,404	5,741,582
Intergovernmental - federal . . . . .	57,539	-	-	510,782	568,321
Change in fair value on investments . . . . .	213,459	-	21,969	102,498	337,926
Total revenues . . . . .	<u>19,907,764</u>	<u>2,185,473</u>	<u>191,942</u>	<u>2,279,939</u>	<u>24,565,118</u>
<b>Expenditures:</b>					
Current:					
Instruction:					
Regular . . . . .	9,926,358	-	-	53,108	9,979,466
Special . . . . .	3,829,683	-	-	451,624	4,281,307
Vocational . . . . .	459	-	-	214,625	215,084
Other . . . . .	10,745	-	-	-	10,745
Support services:					
Pupil . . . . .	1,425,232	-	-	205,030	1,630,262
Instructional staff . . . . .	746,383	-	-	37,810	784,193
Board of education . . . . .	53,612	-	-	-	53,612
Administration . . . . .	1,567,578	-	-	-	1,567,578
Fiscal . . . . .	636,287	14,123	-	-	650,410
Business . . . . .	183,919	-	-	-	183,919
Operations and maintenance . . . . .	1,595,849	-	-	50,414	1,646,263
Pupil transportation . . . . .	637,529	-	-	-	637,529
Central . . . . .	269,669	-	-	100,369	370,038
Operation of non-instructional services:					
Other operation of non-instructional . . . . .	8,827	-	-	497,016	505,843
Extracurricular activities . . . . .	409,261	-	-	158,080	567,341
Facilities acquisition and construction . . . . .	-	-	14,779,538	146,800	14,926,338
Debt service:					
Principal retirement . . . . .	-	1,025,315	-	490,000	1,515,315
Interest and fiscal charges . . . . .	-	1,044,661	-	857,188	1,901,849
Bond issuance costs . . . . .	-	214,200	-	-	214,200
Accretion on capital appreciation bonds . . . . .	-	235,685	-	-	235,685
Payment to refunded bond escrow agent . . . . .	-	500,000	-	-	500,000
Total expenditures . . . . .	<u>21,301,391</u>	<u>3,033,984</u>	<u>14,779,538</u>	<u>3,262,064</u>	<u>42,376,977</u>
Excess of expenditures over revenues . . . . .	<u>(1,393,627)</u>	<u>(848,511)</u>	<u>(14,587,596)</u>	<u>(982,125)</u>	<u>(17,811,859)</u>
<b>Other financing sources (uses):</b>					
Premium on bonds sold . . . . .	-	1,887,242	-	-	1,887,242
Sale of bonds . . . . .	-	12,450,000	-	-	12,450,000
Sale of assets . . . . .	-	-	-	2,741	2,741
Transfers in . . . . .	-	-	-	1,052,589	1,052,589
Transfers (out) . . . . .	(1,052,589)	-	-	-	(1,052,589)
Payment to refunded bond escrow agent . . . . .	-	(14,114,606)	-	-	(14,114,606)
Total other financing sources (uses) . . . . .	<u>(1,052,589)</u>	<u>222,636</u>	-	<u>1,055,330</u>	<u>225,377</u>
Net change in fund balances . . . . .	<u>(2,446,216)</u>	<u>(625,875)</u>	<u>(14,587,596)</u>	<u>73,205</u>	<u>(17,586,482)</u>
<b>Fund balances at beginning of year (restated)</b>	<b>15,163,113</b>	<b>3,727,674</b>	<b>14,923,484</b>	<b>3,779,123</b>	<b>37,593,394</b>
<b>Fund balances at end of year . . . . .</b>	<b><u>\$ 12,716,897</u></b>	<b><u>\$ 3,101,799</u></b>	<b><u>\$ 335,888</u></b>	<b><u>\$ 3,852,328</u></b>	<b><u>\$ 20,006,912</u></b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

<b>Net change in fund balances - total governmental funds</b>	\$ (17,586,482)
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>	
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 as depreciation expense.	
Capital asset additions	\$ 12,724,659
Current year depreciation	<u>(1,703,634)</u>
Total	11,021,025
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net position.	
	(36,957)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Property taxes	75,444
Earnings on investments	(17,505)
Other local revenues	(49,522)
Intergovernmental	<u>299,464</u>
Total	307,881
Repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position. Principal payments during the year were:	
Bonds and certificates of participation	1,515,315
Accretion on capital appreciation bonds	<u>235,685</u>
Total	1,751,000
Issuance of bonds and premiums are recorded as other financing sources in the funds; however, in the statement of activities, they are not reported as other financing sources as they increase liabilities on the statement of net position.	
Bonds	(12,450,000)
Premiums	<u>(1,887,242)</u>
Total	(14,337,242)
Payment to refunded bond escrow agent for the retirement of bonds is an other financing use in the governmental funds but the payment reduces long-term liabilities on the statement of net position. Deferred charges related to bond refundings are amortized over the life of the issuance in the statement of activities. The following refunding transactions occurred during the year:	
Bonds refunded	14,595,000
Premiums refunded	1,097,600
Deferred loss on refunding refunded	(954,010)
Deferred gain on refundings	<u>(123,984)</u>
Total	14,614,606
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in less interest being reported in the statement of activities:	
Change in accrued interest payable	38,930
Accreted interest on capital appreciation bonds	(209,100)
Amortization of bond premiums	259,884
Amortization of deferred loss	(95,401)
Amortization of deferred gain	<u>47,495</u>
Total	41,808
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
	(31,399)
Contractually required pension and OPEB contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.	
Pension	1,945,230
OPEB	42,991
Except for amounts reported as deferred inflows/outflows, changes in the net pension liability/net OPEB liability are reported as pension/OPEB expense in the statement of activities.	
Pension	(4,025,557)
OPEB	429,985
An internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net expense of the internal service fund is allocated among the governmental activities.	
	114,502
<b>Change in net position of governmental activities</b>	<u>\$ (5,748,609)</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues:</b>				
From local sources:				
Property taxes . . . . .	\$ 16,437,174	\$ 16,146,079	\$ 16,202,152	\$ 56,073
Tuition. . . . .	257,489	252,929	229,041	(23,888)
Transportation fees. . . . .	15,218	14,949	13,590	(1,359)
Earnings on investments . . . . .	401,139	394,036	393,554	(482)
Extracurricular. . . . .	1,522	1,495	1,122	(373)
Classroom materials and fees . . . . .	126,310	124,073	100,576	(23,497)
Rental income . . . . .	96,381	94,674	55,468	(39,206)
Contributions and donations . . . . .	609	598	600	2
Contract services. . . . .	6,087	5,979	4,502	(1,477)
Other local revenues . . . . .	2,029	1,993	1,385	(608)
Intergovernmental - intermediate . . . . .	15,218	14,949	12,878	(2,071)
Intergovernmental - state . . . . .	4,921,312	4,834,158	4,821,112	(13,046)
Intergovernmental - federal . . . . .	105,512	103,643	103,840	197
Total revenues . . . . .	<u>22,386,000</u>	<u>21,989,555</u>	<u>21,939,820</u>	<u>(49,735)</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	10,635,434	10,046,929	10,046,552	377
Special. . . . .	3,995,903	3,778,614	3,776,674	1,940
Vocational. . . . .	824	779	2,040	(1,261)
Other. . . . .	11,363	10,745	10,745	-
Support services:				
Pupil. . . . .	1,542,004	1,458,153	1,457,314	839
Instructional staff . . . . .	765,243	723,631	717,142	6,489
Board of education . . . . .	80,495	76,118	72,501	3,617
Administration. . . . .	1,665,400	1,574,839	1,575,365	(526)
Fiscal . . . . .	660,784	624,852	624,054	798
Business . . . . .	189,475	179,172	179,149	23
Operations and maintenance. . . . .	1,784,020	1,687,009	1,658,347	28,662
Pupil transportation . . . . .	676,630	639,836	645,846	(6,010)
Central. . . . .	298,428	282,200	278,139	4,061
Other operation of non-instructional services . . . . .	9,051	8,559	8,287	272
Total expenditures . . . . .	<u>396,434</u>	<u>374,877</u>	<u>374,877</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures. . . . .	<u>(325,488)</u>	<u>523,242</u>	<u>512,788</u>	<u>(10,454)</u>
<b>Other financing sources (uses):</b>				
Refund of prior year's expenditures . . . . .	-	110,000	109,758	(242)
Transfers (out). . . . .	-	(1,052,589)	(1,052,589)	-
Advances in. . . . .	-	-	204,500	204,500
Advances (out) . . . . .	-	(192,586)	(192,586)	-
Total other financing sources (uses) . . . . .	<u>-</u>	<u>(1,135,175)</u>	<u>(930,917)</u>	<u>204,258</u>
Net change in fund balance . . . . .	<u>(325,488)</u>	<u>(611,933)</u>	<u>(418,129)</u>	<u>193,804</u>
<b>Fund balance at beginning of year . . . . .</b>	<b>13,948,583</b>	<b>13,948,583</b>	<b>13,948,583</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>211,488</b>	<b>211,488</b>	<b>211,488</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 13,834,583</b>	<b>\$ 13,548,138</b>	<b>\$ 13,741,942</b>	<b>\$ 193,804</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2020**

	<b>Food Service</b>	<b>Day Care Services</b>	<b>Total Business-Type Activities - Enterprise Funds</b>	<b>Governmental Activities - Internal Service Funds</b>
<b>Assets:</b>				
Current assets:				
Equity in pooled cash and investments . . . . .	\$ 59,975	\$ 152,668	\$ 212,643	\$ 666,179
Receivables:				
Materials and supplies inventory . . . . .	265	-	265	-
Inventory held for resale . . . . .	3,811	-	3,811	-
Total current assets . . . . .	<u>64,051</u>	<u>152,668</u>	<u>216,719</u>	<u>666,179</u>
Noncurrent assets:				
Net OPEB asset . . . . .	-	5,162	5,162	-
Depreciable capital assets, net . . . . .	17,123	-	17,123	-
Total assets. . . . .	<u>81,174</u>	<u>157,830</u>	<u>239,004</u>	<u>666,179</u>
<b>Deferred outflows of resources:</b>				
Pension. . . . .	38,879	168,257	207,136	-
OPEB. . . . .	21,688	78,289	99,977	-
Total deferred outflows of resources . . . . .	<u>60,567</u>	<u>246,546</u>	<u>307,113</u>	<u>-</u>
<b>Liabilities:</b>				
Current liabilities:				
Accounts payable. . . . .	3,239	1,281	4,520	-
Accrued wages and benefits payable . . . . .	25,833	25,869	51,702	-
Compensated absences. . . . .	-	14,474	14,474	-
Pension and post employment benefits payable	9,029	9,472	18,501	-
Intergovernmental payable . . . . .	343	314	657	405
Claims payable . . . . .	-	-	-	250,887
Total current liabilities . . . . .	<u>38,444</u>	<u>51,410</u>	<u>89,854</u>	<u>251,292</u>
Long-term liabilities:				
Compensated absences payable. . . . .	37,973	45,471	83,444	-
Net pension liability. . . . .	273,970	991,893	1,265,863	-
Net OPEB liability. . . . .	118,534	399,327	517,861	-
Total long-term liabilities . . . . .	<u>430,477</u>	<u>1,436,691</u>	<u>1,867,168</u>	<u>-</u>
Total liabilities . . . . .	<u>468,921</u>	<u>1,488,101</u>	<u>1,957,022</u>	<u>251,292</u>
<b>Deferred inflows of resources:</b>				
Pension. . . . .	3,517	35,295	38,812	-
OPEB. . . . .	32,683	125,669	158,352	-
Total deferred inflows of resources . . . . .	<u>36,200</u>	<u>160,964</u>	<u>197,164</u>	<u>-</u>
<b>Net position:</b>				
Investment in capital assets . . . . .	17,123	-	17,123	-
Unrestricted (deficit). . . . .	(380,503)	(1,244,689)	(1,625,192)	414,887
Total net position (deficit). . . . .	<u>\$ (363,380)</u>	<u>\$ (1,244,689)</u>	<u>\$ (1,608,069)</u>	<u>\$ 414,887</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<b>Food Service</b>	<b>Day Care Services</b>	<b>Total Business-Type Activities - Enterprise Funds</b>	<b>Governmental Activities - Internal Service Funds</b>
<b>Operating revenues:</b>				
Sales/charges for services. . . . .	\$ 176,443	\$ 753,486	\$ 929,929	\$ 3,013,120
Other . . . . .	-	-	-	118,534
Total operating revenues . . . . .	<u>176,443</u>	<u>753,486</u>	<u>929,929</u>	<u>3,131,654</u>
<b>Operating expenses:</b>				
Personal services. . . . .	289,245	842,310	1,131,555	-
Purchased services. . . . .	9,825	96,545	106,370	100,454
Materials and supplies. . . . .	190,646	70,728	261,374	-
Other. . . . .	720	-	720	405
Claims . . . . .	-	-	-	2,916,293
Depreciation . . . . .	5,045	-	5,045	-
Total operating expenses. . . . .	<u>495,481</u>	<u>1,009,583</u>	<u>1,505,064</u>	<u>3,017,152</u>
Operating income (loss) . . . . .	<u>(319,038)</u>	<u>(256,097)</u>	<u>(575,135)</u>	<u>114,502</u>
<b>Nonoperating revenues (expenses):</b>				
Grants and subsidies. . . . .	179,610	-	179,610	-
Loss on disposal of capital assets . . . . .	(4,155)	-	(4,155)	-
Total nonoperating revenues (expenses). . . . .	<u>175,455</u>	<u>-</u>	<u>175,455</u>	<u>-</u>
Change in net position . . . . .	<u>(143,583)</u>	<u>(256,097)</u>	<u>(399,680)</u>	<u>114,502</u>
<b>Net position (deficit) at beginning of year (restated). . . . .</b>	<u>(219,797)</u>	<u>(988,592)</u>	<u>(1,208,389)</u>	<u>300,385</u>
<b>Net position (deficit) at end of year. . . . .</b>	<u><b>\$ (363,380)</b></u>	<u><b>\$ (1,244,689)</b></u>	<u><b>\$ (1,608,069)</b></u>	<u><b>\$ 414,887</b></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<b>Food Service</b>	<b>Day Care Services</b>	<b>Total Business-Type Activities - Enterprise Funds</b>	<b>Governmental Activities - Internal Service Funds</b>
<b>Cash flows from operating activities:</b>				
Cash received from sales/charges for services. . . . .	\$ 178,464	\$ 760,129	\$ 938,593	\$ 3,013,120
Cash received from other operations . . . . .	-	-	-	118,534
Cash payments for personal services. . . . .	(223,325)	(767,966)	(991,291)	-
Cash payments for contractual services . . . . .	(9,825)	(96,925)	(106,750)	(100,454)
Cash payments for materials and supplies . . . . .	(163,671)	(70,290)	(233,961)	-
Cash payments for claims . . . . .	-	-	-	(3,010,543)
Cash payments for other expenses . . . . .	(720)	-	(720)	-
Net cash provided by (used in) operating activities . . . . .	<u>(219,077)</u>	<u>(175,052)</u>	<u>(394,129)</u>	<u>20,657</u>
<b>Cash flows from noncapital financing activities:</b>				
Cash received from grants and subsidies. . . . .	155,050	-	155,050	-
Cash used in repayment of interfund loans. . . . .	-	-	-	(20,000)
Net cash provided by (used in) noncapital financing activities. . . . .	<u>155,050</u>	<u>-</u>	<u>155,050</u>	<u>(20,000)</u>
Net change in cash and cash equivalents. . . . .	(64,027)	(175,052)	(239,079)	657
<b>Cash and cash equivalents</b>				
at beginning of year (restated). . . . .	124,002	327,720	451,722	665,522
<b>Cash and cash equivalents at end of year . . . . .</b>	<b><u>\$ 59,975</u></b>	<b><u>\$ 152,668</u></b>	<b><u>\$ 212,643</u></b>	<b><u>\$ 666,179</u></b>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>				
Operating income (loss) . . . . .	\$ (319,038)	\$ (256,097)	\$ (575,135)	\$ 114,502
Adjustments:				
Depreciation. . . . .	5,045	-	5,045	-
Federal donated commodities. . . . .	24,560	-	24,560	-
Changes in assets, deferred outflows of resources, liabilities and deferred inflows of resources:				
Materials and supplies inventory . . . . .	(137)	-	(137)	-
Inventory held for resale. . . . .	687	-	687	-
Accounts receivable. . . . .	2,021	6,643	8,664	-
Net OPEB asset . . . . .	-	(295)	(295)	-
Deferred outflows - pension. . . . .	27,080	87,531	114,611	-
Deferred outflows - OPEB. . . . .	(6,290)	(32,800)	(39,090)	-
Accounts payable. . . . .	1,865	58	1,923	-
Accrued wages and benefits payable. . . . .	4,592	(10,602)	(6,010)	-
Intergovernmental payable. . . . .	79	(204)	(125)	405
Compensated absences payable. . . . .	11,788	(21,846)	(10,058)	-
Pension and postemployment benefits payable	5,325	3,277	8,602	-
Net pension liability. . . . .	15,030	54,624	69,654	-
Net OPEB liability. . . . .	(9,055)	(27,733)	(36,788)	-
Deferred inflows - pension. . . . .	(3,658)	(35,929)	(39,587)	-
Deferred inflows - OPEB. . . . .	21,029	58,321	79,350	-
Claims payable. . . . .	-	-	-	(94,250)
Net cash provided by (used in) operating activities. . . . .	<u>\$ (219,077)</u>	<u>\$ (175,052)</u>	<u>\$ (394,129)</u>	<u>\$ 20,657</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
CUSTODIAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020

	<u>Custodial</u>
<b>Additions:</b>	
Extracurricular collections for OHSAA . . . . .	\$ 5,194
Total additions. . . . .	<u>5,194</u>
<b>Deductions:</b>	
Extracurricular distributions to OHSAA . . . . .	5,194
Total deductions . . . . .	<u>5,194</u>
Change in net position . . . . .	-
<b>Net position at beginning of year (restated)</b> . . . . .	-
<b>Net position at end of year</b> . . . . .	<u>\$ -</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 1 - DESCRIPTION OF THE DISTRICT AND THE REPORTING ENTITY**

The Fairview Park City School District (the “District”) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The District is located in Fairview Park, Ohio, Cuyahoga County. The District operates under a locally elected five-member Board form of government and provides educational services as mandated by State and/or federal agencies. The Board of Education controls the District’s instructional/support facilities staffed by 83 classified employees, 121 certificated full-time teaching personnel, and 13 administrators who provide services to 1,701 students and other community members.

**The Reporting Entity**

The reporting entity has been defined in accordance with GASB Statement No. 14, “The Financial 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: Omnibus an amendment of GASB Statements No. 14 and No. 34”. The reporting entity is composed of the primary government and component units. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the District, this includes general operations, food service, and student related activities of the District.

Within the District’s boundaries the elementary schools of St. Angela Merici, Messiah Lutheran, and Murton’s Child Development Center operate as non-public schools. Current State legislation provides funding to these schools. These monies are received and distributed on behalf of the schools by the Treasurer/CFO of the District as directed by the schools. The activity of these State monies by the District is reflected in a special revenue fund for financial reporting purposes.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization’s Governing Board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization’s resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government’s financial statements incomplete or misleading. Based upon the application of these criteria, the District has no component units. The basic financial statements of the reporting entity include only the financial activity of the District (the primary government).

The following organizations are described due to their relationship to the District.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 1 - DESCRIPTION OF THE DISTRICT AND THE REPORTING ENTITY - (Continued)**

*JOINTLY GOVERNED ORGANIZATIONS*

Connect

Connect, formerly known as the North Coast Council, is a jointly governed organization serving twenty-four school districts and two educational service centers. Connect was organized pursuant to Ohio Revised Code Chapter 167 as a regional council of governments for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among the member districts. Connect operates as an information technology center pursuant to ORC 3301.075. Each of the governments of these schools supports Connect based on a per pupil charge dependent upon the software packages used. The District contributed \$63,620 to Connect during fiscal year 2020. Connect is governed by a four-member Board of Directors consisting of the Superintendent of the Educational Service Center of Northeast Ohio, the Superintendent of the Educational Service Center of Lorain County, the Superintendent of the Educational Service Center of Medina County, and the Executive Director of the Ohio Schools Council. Financial information can be obtained by contacting the Treasurer at the Educational Service Center of Northeast Ohio, who serves as fiscal agent, at 5700 West Canal Road, Valley View, Ohio 44125.

Polaris Career Center

The Polaris Career Center is a separate body politic and corporate, established by the Ohio Revised Code to provide for the vocational and special needs of the students. The Board of Education consists of representatives from the Board of each participating school district, independent of the District. The Board is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. District students may attend the vocational school. Each school district's control is limited to its representation on the Board. Financial information may be obtained by contacting the Polaris Career Center, 7285 Old Oak Blvd., Middleburg Heights, Ohio 44130.

Ohio Schools' Council Association

The Ohio Schools Council (Council) is a jointly governed organization among 126 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member's superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September to June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2020, the District paid \$70,279 to the Council for annual membership and other fees. Financial information can be obtained by contacting Dr. Bill Zelei, the Executive Director of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The District participates in the natural gas purchase program. This program allows the District to purchase natural gas at reduced rates. Compass Energy is the natural gas supplier and program manager. There are currently 143 participants in the program including the Fairview Park City School District. The participants make monthly payments based on estimated usage. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that paid more in estimated billings than their actual billings are issued credits on future billings beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 1 - DESCRIPTION OF THE DISTRICT AND THE REPORTING ENTITY - (Continued)**

*INSURANCE PURCHASING POOLS*

Great Lakes Regional Council of Governments

The District participates in the Great Lakes Regional Council of Governments (COG), an insurance purchasing pool. The COG contracts with Medical Mutual, LLC. to process and pay health benefit claims incurred by its members. Effective February 1, 2018, the District concluded its fiscal agent relationship with the COG.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The most significant of the District's accounting policies are described below.

**A. Fund Accounting**

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories of governmental, proprietary, and fiduciary.

*GOVERNMENTAL FUNDS*

Governmental funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets plus deferred outflows of resources and liabilities plus deferred inflows of resources is reported as fund balance.

The following are the District's major governmental funds:

General fund - The general fund is used to account for and report all financial resources not accounted for and reported in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio.

Bond retirement fund - The bond retirement fund is used to account for the resources restricted for payment of general long-term debt principal, interest and related costs.

Building fund - The building fund is used to account for resources that are restricted for the acquisition, construction or improvement of capital facilities and for acquisition of capital assets. The fund balance of this fund is restricted for capital improvements.

Other governmental funds of the District are used to account for (a) financial resources that are restricted or committed to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets and (b) specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

*PROPRIETARY FUNDS*

Proprietary funds focus on the determination of operating income/loss, changes in net position, financial position and cash flows and are classified as either enterprise or internal service.

*Enterprise funds* - Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The District's enterprise funds account for the financial transactions related to the food service operations and day care services. Both the food service and the day care services funds are major funds.

*Internal service funds* - Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District on a cost-reimbursement basis. The District's internal service funds account for a flexible spending account for employee benefits and self-insurance for employee medical and dental benefits.

*FIDUCIARY FUNDS*

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangements that have certain characteristics. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. The District's custodial fund accounts for Ohio High School Athletic Association (OHSAA) tournament money.

**B. Basis of Presentation**

The District's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

*Government-Wide Financial Statements* - The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities. Generally, interfund transactions are eliminated for reporting on the government-wide financial statements; however, interfund services provided and used are not eliminated for reporting on the government-wide financial statements.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements, but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the District and for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the District.

*Fund Financial Statements* - Fund financial statements report detailed information about the District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service funds are aggregated and presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets, current deferred outflows of resources, current liabilities and current inflows of resources, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the statement of net position. The statement of revenues, expenses and changes in net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net position. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds present a statement of changes in fiduciary net position which reports additions to and deductions from custodial funds.

**C. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences between the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows of resources, and in the presentation of expenses versus expenditures.

*Revenues - Exchange and Non-Exchange Transactions* - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of year end.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available as an advance, interest, tuition, grants, student fees and rentals.

*Deferred Outflows of Resources and Deferred Inflows of Resources* - In addition to assets, the government-wide statement of net position will report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the District, see Note 12 and 13 for deferred outflows of resources related the District's net pension liability and net OPEB liability/asset, respectively. In addition, deferred outflows of resources include a deferred charge on debt refunding. A deferred charge 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 or refunding debt.

In addition to liabilities, both the government-wide statement of net position and the governmental fund financial statements report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the District, deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2020, but which were levied to finance fiscal year 2021 operations. These amounts have been recorded as a deferred inflow of resources on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the District unavailable revenue includes, but is not limited to, delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

For the District, see Note 12 and 13 for deferred inflows of resources related to the District's net pension liability and net OPEB liability/asset, respectively. This deferred inflow of resources is only reported on the government-wide statement of net position.

*Expenses/Expenditures* - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**D. Equity in Pooled Cash and Investments**

To improve cash management, cash received by the District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "equity in pooled cash and investments" on the financial statements.

During fiscal year 2020, investments included commercial paper, Federal Farm Credit Bank (FFCB) securities, Federal Home Loan bank (FHLB) securities, Federal Home Loan Mortgage Corporation (FHLMC) securities, Federal National Mortgage Association (FNMA) securities, negotiable certificates of deposit, U.S. Treasury notes, U.S. Treasury bills, U.S. Government money market mutual funds and investments in the State Treasury Asset Reserve of Ohio (STAR Ohio). Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts, such as nonnegotiable certificates of deposit, are reported at cost.

During fiscal year 2020, the District invested in STAR Ohio. STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, "Certain External Investment Pools and Pool Participants." The District measures its investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For fiscal year 2020, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$25 million. STAR Ohio reserves the right to limit the transaction to \$100 million, requiring the excess amount to be transacted the following business day(s), but only to the \$100 million limit. All accounts of the participant will be combined for these purposes.

Following Ohio statutes, the Board of Education has specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2020 amounted to \$376,736 which includes \$96,989 assigned from other funds.

For presentation on the financial statements, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months that are not purchased from the pool are reported as investments.

**E. Inventory**

On government-wide and fund financial statements, materials and supplies inventory are reported as cost, inventories held for resale are presented at the lower of cost or market and donated commodities are presented at their entitlement value. Inventories are recorded on a first-in, first-out basis and are expensed when used. Inventories are accounted for using the consumption method. Inventory consists of expendable supplies held for consumption, donated food and purchased food.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**F. Capital Assets**

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition values as of the date received. The District maintains a capitalization threshold of \$5,000. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the assets or materially extend an asset's life are not.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land improvements	10-30 years	N/A
Buildings and improvements	10-50 years	N/A
Furniture, fixtures and equipment	5-15 years	5-15 years
Vehicles	8-10 years	N/A
Textbooks	7 years	N/A

**G. Interfund Balances**

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund loans receivable/payable" and "due to/due from other funds". These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances. The District's policy of internal service activity in the government-wide statement of activities indicates that interfund services provided and used are eliminated in the process of consolidation and any residual balance of the internal service activity is allocated on a pro-rata basis to the activities and functions participating in the internal service fund.

**H. Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. The District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service and salary related payments, if applicable.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the District's termination policy. The District records a liability for accumulated unused sick leave for classified, certified, and administrative employees after eight years of current service with the District.

The entire compensated absences liability is reported on the government-wide statements.

For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

**I. Accrued Liabilities and Long-Term Obligations**

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, compensated absences and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current expendable available financial resources. In general, liabilities that mature or come due for payment during the fiscal year are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are recognized as a liability in the fund financial statements when due. Net pension/OPEB liability should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan's fiduciary net position is not sufficient for payment of those benefits.

**J. Fund Balance**

Fund balance is divided into five classifications based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

*Nonspendable* - The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form or legally required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash.

*Restricted* - Fund balance is reported as restricted when constraints are placed on the use of resources that are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the District Board of Education (the highest level of decision making authority). Those committed amounts cannot be used for any other purpose unless the District Board of Education removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned - Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes, but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the District Board of Education. The Board of Education assigns fund balance by resolution. The Board of Education may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget.

Unassigned - Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is only used to report a deficit fund balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The District applies restricted resources first when expenditures are incurred for purposes for which restricted and unrestricted (committed, assigned, and unassigned) fund balance is available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

**K. Net Position**

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. The net position component "net investment in capital assets," consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

**L. Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**M. Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are charges for food service, fees for day care service, health insurance charges and charges for a flexible benefits plan for employees. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund, including claims payments for health insurance. Revenues and expenses not meeting this definition are reported as non-operating.

**N. Interfund Activity**

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

**O. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the District and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2020.

**P. Budgetary Data**

All funds, other than custodial funds, are legally required to be budgeted and appropriated. The major documents are the tax budget, the appropriation resolution, and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and set annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level for all funds.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the amended certificate in effect at the time the final appropriations were passed prior to fiscal year end.

The appropriation resolution is subject to amendment by the Board throughout the year with the restriction that appropriations may not exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation for that fund that covered the entire fiscal year, including amounts automatically carried over from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Board during the year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)**

**Q. Issuance Costs/Bond Premiums and Discounts and Accounting Gain or Loss on Debt Refunding**

On the governmental fund financial statements, issuance costs, bond premiums, bond discounts, and deferred charges from debt refunding are recognized in the current period.

On the government-wide financial statements, issuance costs are recognized in the current period and are not amortized. Bond premiums and discounts are amortized over the term of the bonds using the straight-line method. Unamortized bond premiums are presented as an addition to the face amount of the bonds reported on the statement of net position. Unamortized bond discounts are presented as a reduction to the face amount of the bonds reported on the statement of net position. The reconciliation between the bonds face value and the amount reported on the statement of net position is presented in Note 17.

For advance refunding resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as a deferred outflow of resources.

**R. Budget Stabilization Arrangement**

The District has established a budget stabilization reserve in accordance with authority established by State law. Additions to the budget stabilization reserve can only be made by formal resolution of the Board of Education. Expenditures out of the budget stabilization reserve can only be made to offset future budget deficits. At June 30, 2020, the balance in the budget stabilization reserve was \$373,830. This amount is included in unassigned fund balance of the general fund and in unrestricted net position on the statement of net position.

**S. Pensions/Other Postemployment Benefits (OPEB)**

For purposes of measuring the net pension/OPEB liability, net OPEB asset, deferred outflows of resources and deferred inflows of resources related pensions/OPEB, and pension/OPEB expense, information about the fiduciary net position of the pension/OPEB plans and additions to/deductions from their fiduciary net position have been determined on the same basis as they are reported by the pension/OPEB plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension/OPEB plans report investments at fair value.

**T. Fair Value**

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE**

**A. Change in Accounting Principles**

For fiscal year 2020, the District has implemented GASB Statement No. 84, "*Fiduciary Activities*" and GASB Statement No. 90, "*Majority Equity Interests - an amendment to GASB Statements No. 14 and No. 61*".

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)**

GASB Statement No. 84 establishes specific criteria for identifying activities that should be reported as fiduciary activities and clarifies whether and how business-type activities should report their fiduciary activities. Due to the implementation of GASB Statement No. 84, the District will no longer be reporting agency funds. The District reviewed its agency funds and certain funds will be reported in the new fiduciary classification of custodial funds, while other funds have been reclassified as governmental funds. These fund reclassifications resulted in the restatement of the District's financial statements.

GASB Statement No. 90 improves the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and improve the relevance of financial statement information for certain component units. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. The implementation of GASB Statement No. 90 did not have an effect on the financial statements of the District.

**B. Restatement of Net Position and Fund Balances**

The implementation of GASB 84 had the following effect on fund balance as reported at June 30, 2019:

	General	Bond Retirement	Building	Other Governmental Funds	Total Governmental Funds
Fund Balance as previously reported	\$ 14,913,331	\$ 3,727,674	\$ 14,923,484	\$ 59,748	\$ 33,624,237
GASB Statement No. 84	<u>249,782</u>	<u>-</u>	<u>-</u>	<u>3,719,375</u>	<u>3,969,157</u>
Restated Fund Balance, at June 30, 2019	<u><u>\$ 15,163,113</u></u>	<u><u>\$ 3,727,674</u></u>	<u><u>\$ 14,923,484</u></u>	<u><u>\$ 3,779,123</u></u>	<u><u>\$ 37,593,394</u></u>

The implementation of the GASB 84 pronouncement had the following effect on the net position as reported at June 30, 2019:

	Governmental Activities	Internal Service Funds
Net position as previously reported	\$ 3,518,644	\$ 232,281
GASB Statement No. 84	<u>4,037,261</u>	<u>68,104</u>
Restated net position at June 30, 2019	<u><u>\$ 7,555,905</u></u>	<u><u>\$ 300,385</u></u>

Due to the implementation of GASB Statement No.84, the new classification of custodial funds is reporting a beginning net position of \$0. Also, related to the implementation of GASB Statement No. 84, the District will no longer be reporting agency funds. At June 30, 2019, agency funds reported assets and liabilities of \$353,720. Also, related to the implementation of GASB Statement No. 84, the District will no longer be reporting private-purpose trust funds. At June 30, 2019, private-purpose trust funds reported net position of \$3,682,521.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)**

**C. Deficit Fund Balances**

Fund balances at June 30, 2020 included the following individual fund deficits:

<u>Nonmajor governmental funds</u>	<u>Deficit</u>
District managed activities	\$ 4,625
Miscellaneous state grants	7,592
ESSER	5,098
Title VI-B	190,114
Title I	43,165
Title II-A	22,798
Miscellaneous federal grants	2,170

<u>Major enterprise funds</u>	
Food services	363,380
Daycare services	1,244,689

The general fund is liable for any deficit in these funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances resulted from adjustments for accrued liabilities.

**NOTE 4 - DEPOSITS AND INVESTMENTS**

State statutes classify monies held by the District into three categories.

Active deposits are public deposits necessary to meet current demands on the treasury. Such monies must be maintained either as cash in the District treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that the Board of Education has identified as not required for use within the current five-year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use, but which will be needed before the end of the current period of designation of depositories.

Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

Interim monies may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

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**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

3. Written repurchase agreements in the securities listed above provided that the fair value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio, and with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in items (1) and (2) above and repurchase agreements secured by such obligations, provided that investments in such securities described are made only through eligible institutions;
7. The State Treasurer's investment pool, the State Treasury Asset Reserve of Ohio (STAR Ohio); and,
8. Certain bankers' acceptances for a period not to exceed one hundred eighty days) and commercial paper notes (for a period not to exceed two hundred seventy days) in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met.

Protection of the deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, or by the financial institutions participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Except as noted above, an investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

**A. Deposits**

At June 30, 2020, the carrying amount of all District deposits was \$1,199,293 and the bank balance of all District deposits was \$1,614,222. Of the bank balance, \$500,000 was covered by the FDIC and \$1,114,222 was potentially exposed to custodial credit risk discussed below because those deposits were uninsured and could be uncollateralized. Although all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the District to a successful claim by the FDIC.

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**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

Custodial credit risk is the risk that, in the event of bank failure, the District will not be able to recover deposits or collateral securities that are in the possession of an outside party. The District has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits either be insured or protected by (1) eligible securities pledged to the District's and deposited with a qualified trustee by the financial institution as security for repayment whose fair value at all times shall be at least 105 percent of the deposits being secured, or (2) participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total fair value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State. For 2020, the District's financial institutions were approved for a reduced collateral rate of 50 percent through the OPCS. Although all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the District to a successful claim by the FDIC.

**B. Investments**

As of June 30, 2020, the District had the following investments and maturities:

Measurement/ <u>Investment type</u>	Measurement <u>Value</u>	Investment Maturities				
		6 months or less	7 to 12 months	13 to 18 months	19 to 24 months	Greater than 24 months
<i>Fair value:</i>						
Commercial paper	\$ 2,297,653	\$ 1,698,721	\$ 598,932	\$ -	\$ -	\$ -
FFCB	662,226	-	-	-	-	662,226
FHLB	1,695,612	-	-	-	460,830	1,234,782
FHLMC	1,987,693	-	-	-	-	1,987,693
FNMA	521,488	-	-	-	-	521,488
Negotiable CDs	7,360,466	1,239,159	1,752,234	251,693	1,011,933	3,105,447
US Treasury Notes	2,385,718	326,448	455,440	305,250	513,481	785,099
US Treasury Bills	184,989	184,989	-	-	-	-
US Government money market	3,222,329	3,222,329	-	-	-	-
<i>Amortized cost:</i>						
STAR Ohio	2,312,059	2,312,059	-	-	-	-
<b>Total</b>	<b>\$ 22,630,233</b>	<b>\$ 8,983,705</b>	<b>\$ 2,806,606</b>	<b>\$ 556,943</b>	<b>\$ 1,986,244</b>	<b>\$ 8,296,735</b>

The weighted average maturity of investments is 1.53 years.

The District's investments in U.S. government money market mutual funds are valued using quoted market prices in active markets (Level 1 inputs).

The District's investments in commercial paper, federal agency securities (FFCB, FHLB, FHLMC, FNMA), negotiable certificates of deposit, US Treasury Notes and US Treasury Bills are valued using quoted market prices that are not considered to be active, dealer quotations or alternative pricing sources for similar assets or liabilities for which all significant inputs are observable, either directly or indirectly (Level 2 inputs).

The District has a formal investment policy. The District follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and records all its investments at fair value. At June 30, 2020, the increase in fair value of investments was \$337,926 which is reported as an increase in fair value of investments on the financial statements. Fair value is determined by quoted market prices and acceptable other pricing methodologies.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

**C. Interest Rate Risk**

As a means of limiting its exposure to fair value of losses caused by rising interest rates, the District's investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and that the District's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity.

**D. Credit Risk**

The District's investments in commercial paper, U.S. Treasury Notes and U.S. Treasury Bills were rated A-1 and P-1 by Standard & Poor's and Moody's Investor Services, respectively. The District's investments in federal agency were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The District's investments in U.S. Government money market mutual funds and STAR Ohio were rated AAAm by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The negotiable certificates of deposit were fully covered by the FDIC. The District has no investment policy that would further limit the investment choices.

**E. Custodial Credit Risk**

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The federal agency securities and U.S Treasury securities are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty's trust department or agent but not in the District's name. The District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

**F. Concentration of Credit Risk**

The District places no limit on the amount it may invest in any one issuer. The District's investments in federal agency securities, U.S. Treasury bills and notes and U.S. government money market mutual funds represent 89.78% of the District's total investments. All other investments not explicitly guaranteed by the U.S. government are 10.22% of the District's total investments.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

Investments at year end were as follows:

<u>Measurement/ Investment type</u>	<u>Measurement Value</u>	<u>% of Total</u>
<i>Fair value:</i>		
Commercial paper	\$ 2,297,653	10.15 %
FFCB	662,226	2.93
FHLB	1,695,612	7.49
FHLMC	1,987,693	8.78
FNMA	521,488	2.30
Negotiable CDs	7,360,466	32.53
US Treasury Notes	2,385,718	10.54
US Treasury Bills	184,989	0.82
US Government money market	3,222,329	14.24
<i>Amortized cost:</i>		
STAR Ohio	<u>2,312,059</u>	<u>10.22</u>
Total	<u>\$ 22,630,233</u>	<u>100.00 %</u>

**G. Reconciliation of Cash and Investments to the Statement of Net Position**

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net position as of June 30, 2020:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 1,199,293
Investments	<u>22,630,233</u>
Total	<u>\$ 23,829,526</u>
<u>Cash and investments per statement of net position</u>	
Governmental activities	\$ 23,616,883
Business-type activities	<u>212,643</u>
Total	<u>\$ 23,829,526</u>

**NOTE 5 - INTERFUND TRANSFERS AND BALANCES**

**A. Interfund Transfers**

During fiscal year 2020, interfund transfers were as follows:

<u>Transfers from general fund to:</u>	
Nonmajor governmental funds	<u>\$ 1,052,589</u>

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 5 - INTERFUND TRANSFERS AND BALANCES - (Continued)**

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

Interfund transfers between governmental funds are eliminated on the government-wide financial statements; therefore, no transfers are reported on the statement of activities.

**B. Interfund Balances**

Interfund balances related to "interfund loans receivable/payable" on fund financial statements at June 30, 2020 consist of the following:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General fund	Nonmajor governmental funds	\$ 207,586

The primary purpose of interfund balances for interfund loans receivable/payable is to cover costs in a specific fund where revenues were not received by June 30 but are expected to be received within the next year. These interfund balances will be repaid once the anticipated revenues are received.

Interfund balances related to "due to/due from other funds" on fund financial statements at June 30, 2020 consist of the following:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General fund	Nonmajor governmental fund	\$ 20,329

The primary purpose of interfund balances for due to/due from other funds is to eliminate negative cash balances. The amount will be repaid once cash is received.

Interfund balances between governmental funds are eliminated on the government-wide financial statements.

**NOTE 6 - PROPERTY TAXES**

Property taxes are levied and assessed on a calendar year basis while the District fiscal year runs from July through June. First half tax collections are received by the District in the second half of the fiscal year. Second half tax distributions occur in the first half of the following fiscal year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 6 - PROPERTY TAXES - (Continued)**

Property taxes include amounts levied against all real property and public utility property. Real property tax revenues received in calendar year 2020 represent the collection of calendar year 2019 taxes. Real property taxes received in calendar year 2020 were levied after April 1, 2019, on the assessed values as of January 1, 2019, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised fair value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Public utility property tax revenues received in calendar year 2020 represent the collection of calendar year 2019 taxes. Public utility real and personal property taxes received in calendar year 2020 became a lien on December 31, 2018, were levied after April 1, 2019, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

The District receives property taxes from Cuyahoga County. The County Fiscal Officer periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2020, are available to finance fiscal year 2020 operations. The amount available for advance at June 30, 2020 was \$580,558 in the general fund, \$80,909 in the bond retirement fund and \$25,039 in the permanent improvement fund (a nonmajor governmental fund). This amount is recorded as revenue. The amount available as an advance at June 30, 2019 was \$2,749,429 in the general fund, \$385,108 in the bond retirement fund and \$117,233 in the permanent improvement fund (a nonmajor governmental fund). The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and delinquent tangible personal property taxes which are measurable as of June 30, 2020 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflow of resources.

On the accrual basis of accounting, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis of accounting the revenue has been reported as a deferred inflow of resources.

The assessed values upon which the fiscal year 2020 taxes were collected are:

	2019 Second Half Collections		2020 First Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/residential and other real estate	\$ 402,409,130	98.62	\$ 402,019,580	98.52
Public utility personal	<u>5,625,260</u>	<u>1.38</u>	<u>6,040,490</u>	<u>1.48</u>
Total	<u>\$ 408,034,390</u>	<u>100.00</u>	<u>\$ 408,060,070</u>	<u>100.00</u>
Tax rate per \$1,000 of assessed valuation		\$98.72		\$98.12

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 7 - RECEIVABLES**

Receivables at June 30, 2020 consisted of property taxes, accounts (rent and billings for user charged services), accrued interest, and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds.

A summary of the principal items of receivables reported on the statement of net position follows:

	<u>Receivables</u>
<b>Governmental activities:</b>	
Property taxes	\$ 19,369,312
Accounts	2,091
Accrued interest	57,238
Intergovernmental	<u>375,819</u>
Total governmental activities	<u>\$ 19,804,460</u>

Receivables have been disaggregated on the face of the basic financial statements. All receivables are expected to be collected within the subsequent year.

**NOTE 8 - RISK MANAGEMENT**

**A. Property and Liability**

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. In order to minimize these components of risk, the District has obtained a number of insurance packages.

The Argonaut Insurance Company, through the McGowan Governmental Underwriters of America, Inc., provides building and personal property insurance. The Argonaut Insurance Company, through the McGowan Governmental Underwriters of America, Inc., also provides public employee dishonesty coverage (commercial crime coverage). The Argonaut Insurance Company, through the McGowan Governmental Underwriters of America, Inc., provides commercial general liability insurance, employer's liability insurance, umbrella liability insurance, automobile liability insurance, and uninsured motorists insurance.

During fiscal year 2020, the District had the following coverage in effect:

<u>Type of Coverage</u>	<u>Coverage</u>
	<u>Amount</u>
Building and Contents (\$2,500 deductible)	\$88,506,716
Miscellaneous Unscheduled Equipment (\$500 deductible)	100,000
Crime Insurance (\$500 deductible)	50,000
Vehicles (\$1,000 deductible)	1,000,000
General Liability (per occurrence)	1,000,000
General Liability (aggregate)	3,000,000
Uninsured Motorist (per occurrence)	1,000,000
Other Than Umbrella Liability (per occurrence)	4,000,000
Other Than Umbrella Liability (aggregate)	4,000,000

Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no change from prior year coverage.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 8 - RISK MANAGEMENT - (Continued)**

**B. Workers' Compensation**

The District participated in the Ohio Association of School Business Officials Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool for calendar year 2020. The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "equity pooling fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to districts that can meet the GRP's selection criteria. The firm of CompManagement provides administrative, cost control, and actuarial services to the GRP.

**C. Employee Group Medical/Surgical, Dental and Life Insurance**

Medical/surgical and dental insurance is offered to employees through a self-insurance internal service fund. The District is a member of the Great Lakes Regional Council of Governments, an insurance purchasing pool, in which monthly premiums are paid to the fiscal agent who in turn pays the claims on the District's behalf. The claims liability of \$250,887 reported in the internal service fund at June 30, 2020 is based on an estimate provided by the third party administrator and the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", as amended by GASB Statement No. 30, "Risk Financing Omnibus", which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred, but not reported claims, be accrued at the estimated ultimate cost of settling the claims.

Changes in claims activity for the past fiscal year is as follows:

	Balance at		
	<u>Beginning</u>	<u>Current</u>	<u>Balance at</u>
	<u>of Year</u>	<u>Year Claims</u>	<u>Claim Payments</u>
2020	\$ 345,137	\$ 2,916,293	\$ (3,010,543) \$ 250,887
2019	212,216	3,444,894	(3,311,973) 345,137

Medical coverage was provided through Medical Mutual. For full-time certified employees and administrators, the District paid 85% of the monthly premium. The District's required monthly premium for single, two-person and family coverage was \$601.83, \$1,148.26 and \$1,994.37, respectively, in fiscal year 2020. For full-time classified employees, the District paid 89.80% of the monthly premium. The District's required monthly premium for single, two-person and family coverage was \$635.82, \$1,213.12 and \$2,107.00, respectively, in fiscal year 2020. For part-time classified employees, who are eligible for coverage, the District's portion of the monthly insurance premium varied depending upon the number of hours worked per day by the employee. For day care employees, the District paid 100% of the monthly cost of coverage which, for a single individual, was \$708.04 in fiscal year 2020.

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**NOTE 8 - RISK MANAGEMENT - (Continued)**

Dental coverage was provided through MetLife. For full-time certified employees and administrators, the District paid over 85% of the single monthly premium, over 92% for two-person coverage and over 95% of the family monthly premium. The District's required monthly premium for single, two-person and family coverage was \$28.47, \$55.98 and \$97.79, respectively, in fiscal year 2020. For full-time classified employees and administrators, the District paid over 85% of the single monthly premium, over 92% for two-person coverage and over 95% of the family monthly premium. The District's required monthly premium for single, two-person and family coverage was \$28.47, \$55.98 and \$97.79, respectively, in fiscal year 2020. For part-time classified employees, who are eligible for coverage, the District's portion of the monthly insurance premium varied depending upon the number of hours worked per day. For day care employees, the District paid 100% of the monthly cost of coverage which, for a single individual, was \$28.47 in fiscal year 2020.

Life insurance coverage was provided through MetLife. Classified and certified employees received \$50,000 in coverage with the District paying 100% of the monthly premium which was \$5.00 for fiscal year 2020. Administrators received \$125,000 in coverage with the District paying 100% of the monthly premium which was \$12.50 for fiscal year 2020. Day care employees received \$13,000 in coverage with the District paying 100% of the monthly premium which was \$1.30 for fiscal year 2020.

**NOTE 9 - EMPLOYEE BENEFITS**

Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws.

**A. Vacation Leave**

Only administrative and school support personnel accumulate annual vacation leave. Accumulated unused vacation time is paid upon termination of employment.

School support personnel accumulate annual vacation leave as follows:

<u>Completed Service</u>	<u>Vacation Leave</u>
After 1 year	2 weeks
6 thru 9 years	3 weeks
10 thru 24 years	4 weeks
25 or more years	5 weeks

Administrative personnel accumulate 20 days vacation leave. The Superintendent and Treasurer's vacation accumulation is dictated by their contracts.

**B. Sick Leave**

Each professional staff member is entitled to fifteen (15) days sick leave with pay for each year under contract. The sick leave accrues at the rate of one and one fourth (1- 1/4) days for each calendar month under contract. Upon retirement, an administrative or certified employee receives payment for 25% of their accumulated but unused sick leave balance up to a maximum of 40 days. Upon retirement, a classified employee receives payment for 50% of their accumulated but unused sick leave up to a maximum of 80 days.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 10 - OTHER COMMITMENTS**

The District utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year end may be reported as part of restricted, committed, or assigned classifications of fund balance. At year end, the District's commitments for encumbrances in the governmental funds were as follows:

<u>Fund</u>	<u>Encumbrances</u>	Year-End
General	\$ 75,162	
Building	910,061	
Other governmental	207,688	
<b>Total</b>	<b><u>\$ 1,192,911</u></b>	

**NOTE 11 - CAPITAL ASSETS**

Governmental capital asset activity for the fiscal year ended June 30, 2020, was as follows:

	<u>Balance</u>			<u>Balance</u>
	<u>July 1, 2019</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 2020</u>
<b>Governmental activities:</b>				
<i>Capital assets, not being depreciated:</i>				
Land	\$ 335,688	\$ -	\$ -	\$ 335,688
Construction in progress	<u>19,973,024</u>	<u>11,886,529</u>	<u>(31,859,553)</u>	<u>-</u>
<b>Total capital assets, not being depreciated</b>	<b><u>20,308,712</u></b>	<b><u>11,886,529</u></b>	<b><u>(31,859,553)</u></b>	<b><u>335,688</u></b>
<i>Capital assets, being depreciated:</i>				
Land improvements	1,651,702	302,063	(13,037)	1,940,728
Buildings and improvements	43,555,402	31,997,264	-	75,552,666
Furniture, fixtures and equipment	3,035,118	398,356	(918,328)	2,515,146
Vehicles	1,208,968	-	-	1,208,968
Textbooks	<u>1,743,017</u>	<u>-</u>	<u>-</u>	<u>1,743,017</u>
<b>Total capital assets, being depreciated</b>	<b><u>51,194,207</u></b>	<b><u>32,697,683</u></b>	<b><u>(931,365)</u></b>	<b><u>82,960,525</u></b>
<i>Less: accumulated depreciation</i>				
Land improvements	(1,172,202)	(70,015)	13,037	(1,229,180)
Buildings and improvements	(17,392,726)	(1,429,071)	-	(18,821,797)
Furniture, fixtures and equipment	(2,613,156)	(135,466)	881,371	(1,867,251)
Vehicles	(820,237)	(61,252)	-	(881,489)
Textbooks	<u>(1,517,819)</u>	<u>(7,830)</u>	<u>-</u>	<u>(1,525,649)</u>
<b>Total accumulated depreciation</b>	<b><u>(23,516,140)</u></b>	<b><u>(1,703,634)</u></b>	<b><u>894,408</u></b>	<b><u>(24,325,366)</u></b>
<b>Total capital assets, being depreciated, net</b>	<b><u>27,678,067</u></b>	<b><u>30,994,049</u></b>	<b><u>(36,957)</u></b>	<b><u>58,635,159</u></b>
<b>Governmental activities capital assets, net</b>	<b><u>\$ 47,986,779</u></b>	<b><u>\$ 42,880,578</u></b>	<b><u>\$ (31,896,510)</u></b>	<b><u>\$ 58,970,847</u></b>

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**NOTE 11 - CAPITAL ASSETS (Continued)**

Depreciation expense was charged to governmental functions as follows:

Instruction:

Regular	\$ 1,517,428
Vocational	24,844

Support services:

Pupil	8,601
Instructional staff	9,230
Administration	626
Operations and maintenance	1,317
Pupil transportation	61,252
Central	76,786
Extracurricular	<u>3,550</u>
Total depreciation expense	<u>\$ 1,703,634</u>

Business-type capital asset activity for the fiscal year ended June 30, 2020, was as follows:

	Balance July 1, 2019	Additions	Deductions	Balance June 30, 2020
<b>Business-type activities:</b>				
<i>Capital assets, being depreciated:</i>				
Furniture, fixtures and equipment	\$ 330,916	\$ _____ -	\$ (83,093)	\$ 247,823
Total capital assets, being depreciated	<u>330,916</u>	<u>_____ -</u>	<u>(83,093)</u>	<u>247,823</u>
<i>Less: accumulated depreciation</i>				
Furniture, fixtures and equipment	(304,593)	(5,045)	78,938	(230,700)
Total accumulated depreciation	<u>(304,593)</u>	<u>(5,045)</u>	<u>78,938</u>	<u>(230,700)</u>
Total capital assets, being depreciated, net	<u>26,323</u>	<u>(5,045)</u>	<u>(4,155)</u>	<u>17,123</u>
Business-type activities capital assets, net	<u>\$ 26,323</u>	<u>\$ (5,045)</u>	<u>\$ (4,155)</u>	<u>\$ 17,123</u>

All depreciation expense was charged to the food service fund.

**NOTE 12 - DEFINED BENEFIT PENSION PLANS**

***Net Pension Liability***

The net pension liability reported on the statement of net position represents a liability to employees for pensions. Pensions are a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. Pensions are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for pensions is a present obligation because it was created as a result of employment exchanges that already have occurred.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

The net pension liability represents the District's proportionate share of each pension plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension plan's fiduciary net position. The net pension liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting this estimate annually.

The Ohio Revised Code limits the District's obligation for this liability to annually required payments. The District cannot control benefit terms or the manner in which pensions are financed; however, the District does receive the benefit of employees' services in exchange for compensation including pension.

GASB 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

The proportionate share of each plan's unfunded benefits is presented as a long-term *net pension liability* on the accrual basis of accounting. Any liability for the contractually-required pension contribution outstanding at the end of the year is included in pension and postemployment benefits payable on both the accrual and modified accrual bases of accounting.

***Plan Description - School Employees Retirement System (SERS)***

Plan Description - The District non-teaching employees participate in SERS, a cost-sharing multiple-employer defined benefit pension plan administered by SERS. SERS provides retirement, disability and survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Ohio Revised Code Chapter 3309. SERS issues a publicly available, stand-alone financial report that includes financial statements, required supplementary information and detailed information about SERS' fiduciary net position. That report can be obtained by visiting the SERS website at [www.ohsers.org](http://www.ohsers.org) under Employers/Audit Resources.

Age and service requirements for retirement are as follows:

	Eligible to Retire on or before August 1, 2017 *	Eligible to Retire after August 1, 2017
Full benefits	Age 65 with 5 years of service credit; or Any age with 30 years of service credit	Age 67 with 10 years of service credit; or Age 57 with 30 years of service credit
Actuarially reduced benefits	Age 60 with 5 years of service credit; or Age 55 with 25 years of service credit	Age 62 with 10 years of service credit; or Age 60 with 25 years of service credit

\* Members with 25 years of service credit as of August 1, 2017 will be included in this plan.

Annual retirement benefits are calculated based on final average salary multiplied by a percentage that varies based on years of service; 2.2% for the first thirty years of service and 2.5% for years of service credit over 30. Final average salary is the average of the highest three years of salary.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

Effective January 1, 2018, SERS cost-of-living adjustment (COLA) changed from a fixed 3% annual increase to one based on the Consumer Price Index (CPI-W) with a cap of 2.5% and a floor of 0%. SERS also has the authority to award or suspend the COLA, or to adjust the COLA above or below CPI-W. SERS suspended the COLA increases for 2018, 2019 and 2020 for current retirees, and confirmed their intent to implement a four-year waiting period for the state of a COLA for future retirees.

**Funding Policy** - Plan members are required to contribute 10% of their annual covered salary and the District is required to contribute 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10% for plan members and 14% for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2020, the allocation to pension, death benefits, and Medicare B was 14.0%.

The District's contractually required contribution to SERS was \$493,675 for fiscal year 2020. Of this amount, \$69,139 is reported as pension and postemployment benefits payable.

***Plan Description - State Teachers Retirement System (STRS)***

**Plan Description** - Licensed teachers participate in STRS Ohio, a cost-sharing multiple-employer public employee retirement system administered by STRS. STRS provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about STRS' fiduciary net position. That report can be obtained by writing to STRS, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS website at [www.strsoh.org](http://www.strsoh.org).

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. Benefits are established by Ohio Revised Code Chapter 3307. The DB Plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation will be 2.2% of final average salary for the five highest years of earnings multiplied by all years of service. Effective July 1, 2017, the cost-of-living adjustment was reduced to zero. Members are eligible to retire at age 60 with five years of qualifying service credit, or age 55 with 28 years of service, or 33 years of service regardless of age. Eligibility changes will be phased in until August 1, 2026, when retirement eligibility for unreduced benefits will be five years of service credit and age 65, or 35 years of service credit and at least age 60.

The DC Plan allows members to place all their member contributions and 9.53% of the 14% employer contributions into an investment account. Investment allocation decisions are determined by the member. The remaining 4.47% of the 14% employer rate is allocated to the defined benefit unfunded liability. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

The Combined Plan offers features of both the DB Plan and the DC Plan. In the Combined Plan, 12% of the 14% member rate goes to the DC Plan and the remaining 2% is applied to the DB Plan. Member contributions to the DC Plan are allocated among investment choices by the member, and contributions to the DB Plan from the employer and the member are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60 with five years of service. The defined contribution portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity after termination of employment at age 50 or later.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

New members who choose the DC Plan or Combined Plan will have another opportunity to reselect a permanent plan during their fifth year of membership. Members may remain in the same plan or transfer to another STRS plan. The optional annuitization of a member's defined contribution account or the defined contribution portion of a member's Combined Plan account to a lifetime benefit results in STRS bearing the risk of investment gain or loss on the account. STRS has therefore included all three plan options as one defined benefit plan for GASB 68 reporting purposes.

A DB or Combined Plan member with five or more years of credited service who is determined to be disabled may qualify for a disability benefit. Eligible survivors of members who die before service retirement may qualify for monthly benefits. New members on or after July 1, 2013, must have at least ten years of qualifying service credit to apply for disability benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

**Funding Policy** - Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. For fiscal year 2019, plan members were required to contribute 14% of their annual covered salary. The District was required to contribute 14%; the entire 14% was the portion used to fund pension obligations. The fiscal year 2019 contribution rates were equal to the statutory maximum rates.

The District's contractually required contribution to STRS was \$1,553,907 for fiscal year 2020. Of this amount, \$207,418 is reported as pension and postemployment benefits payable.

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

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the projected contributions of all participating entities.

Following is information related to the proportionate share and pension expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the net pension liability prior measurement date	0.10322320%	0.09844602%	
Proportion of the net pension liability current measurement date	<u>0.10167270%</u>	<u>0.09284674%</u>	
Change in proportionate share	<u>-0.00155050%</u>	<u>-0.00559928%</u>	
Proportionate share of the net pension liability	\$ 6,083,256	\$ 20,532,499	\$ 26,615,755
Pension expense	\$ 760,148	\$ 3,512,438	\$ 4,272,586

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>SERS</b>	<b>STRS</b>	<b>Total</b>
<b>Deferred outflows of resources</b>			
Differences between expected and actual experience	\$ 154,259	\$ 167,170	\$ 321,429
Changes of assumptions	-	2,411,938	2,411,938
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	27,788	1,083,190	1,110,978
Contributions subsequent to the measurement date	<u>493,675</u>	<u>1,553,907</u>	<u>2,047,582</u>
Total deferred outflows of resources	<u><u>\$ 675,722</u></u>	<u><u>\$ 5,216,205</u></u>	<u><u>\$ 5,891,927</u></u>
 <b>Deferred inflows of resources</b>			
Differences between expected and actual experience	\$ -	\$ 88,880	\$ 88,880
Net difference between projected and actual earnings on pension plan investments	78,088	1,003,516	1,081,604
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	<u>175,047</u>	<u>980,249</u>	<u>1,155,296</u>
Total deferred inflows of resources	<u><u>\$ 253,135</u></u>	<u><u>\$ 2,072,645</u></u>	<u><u>\$ 2,325,780</u></u>

\$2,047,582 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2021.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Fiscal Year Ending June 30:	<b>SERS</b>	<b>STRS</b>	<b>Total</b>
2021	\$ 37,714	\$ 1,689,082	\$ 1,726,796
2022	(147,888)	390,393	242,505
2023	(5,197)	(399,075)	(404,272)
2024	<u>44,283</u>	<u>(90,747)</u>	<u>(46,464)</u>
<b>Total</b>	<b><u><u>\$ (71,088)</u></u></b>	<b><u><u>\$ 1,589,653</u></u></b>	<b><u><u>\$ 1,518,565</u></u></b>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

***Actuarial Assumptions - SERS***

SERS' total pension liability was determined by their actuaries in accordance with GASB Statement No. 67, as part of their annual actuarial valuation for each defined benefit retirement plan. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts (e.g., salaries, credited service) and assumptions about the probability of occurrence of events far into the future (e.g., mortality, disabilities, retirements, employment termination). Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employers and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

Actuarial calculations reflect a long-term perspective. For a newly hired employee, actuarial calculations will take into account the employee's entire career with the employer and also take into consideration the benefits, if any, paid to the employee after termination of employment until the death of the employee and any applicable contingent annuitant. In many cases actuarial calculations reflect several decades of service with the employer and the payment of benefits after termination.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2019, are presented below:

Wage inflation	3.00%
Future salary increases, including inflation	3.50% to 18.20%
COLA or ad hoc COLA	2.50%
Investment rate of return	7.50% net of investments expense, including inflation
Actuarial cost method	Entry age normal (level percent of payroll)

For 2019, the mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five-year age set-back for both males and females. Mortality among service retired members, and beneficiaries were based upon the RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates. Mortality among disabled members was based upon the RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement.

The most recent experience study was completed for the five year period ended June 30, 2015.

The long-term return expectation for the Pension Plan Investments has been determined using a building-block approach and assumes a time horizon, as defined in SERS' *Statement of Investment Policy*. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

The target allocation and best estimates of arithmetic real rates of return for each major assets class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	1.00 %	0.50 %
US Equity	22.50	4.75
International Equity	22.50	7.00
Fixed Income	19.00	1.50
Private Equity	10.00	8.00
Real Assets	15.00	5.00
Multi-Asset Strategies	10.00	3.00
<b>Total</b>	<b>100.00 %</b>	

**Discount Rate** - The total pension liability was calculated using the discount rate of 7.50%. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the long-term assumed investment rate of return (7.50%). Based on those assumptions, the plan's fiduciary net position was projected to be available to make all 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 benefits to determine the total pension liability.

**Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate** - Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.50%, as well as what each plan's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.50%), or one percentage point higher (8.50%) than the current rate.

	Current		
	1% Decrease (6.50%)	Discount Rate (7.50%)	1% Increase (8.50%)
District's proportionate share of the net pension liability	\$ 8,524,816	\$ 6,083,256	\$ 4,035,702

**Actuarial Assumptions - STRS**

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the July 1, 2019, actuarial valuation are presented below:

	<u>July 1, 2019</u>
Inflation	2.50%
Projected salary increases	12.50% at age 20 to 2.50% at age 65
Investment rate of return	7.45%, net of investment expenses, including inflation
Payroll increases	3.00%
Cost-of-living adjustments (COLA)	0.00%

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

For the July 1, 2019, actuarial valuation, post-retirement mortality rates for healthy retirees are based on the RP-2014 Annuitant Mortality Table with 50% of rates through age 69, 70% of rates between ages 70 and 79, 90% of rates between ages 80 and 84, and 100% of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Table with 90% of rates for males and 100% of rates for females, projected forward generationally using mortality improvement scale MP-2016. Pre-retirement mortality rates are based on RP-2014 Employee Mortality Table, projected forward generationally using mortality improvement scale MP-2016.

Actuarial assumptions used in the July 1, 2019 valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

STRS Ohio's investment consultant develops an estimate range for the investment return assumption based on the target allocation adopted by the Retirement Board. The target allocation and long-term expected rate of return for each major asset class are summarized as follows:

Asset Class	Target Allocation*	Long-Term Expected Real Rate of Return **
Domestic Equity	28.00 %	7.35 %
International Equity	23.00	7.55
Alternatives	17.00	7.09
Fixed Income	21.00	3.00
Real Estate	10.00	6.00
Liquidity Reserves	1.00	2.25
Total	<u>100.00 %</u>	

\*Target weights will be phased in over a 24-month period concluding on July 1, 2019.

\*\*10-Year geometric nominal returns, which include the real rate of return and inflation of 2.25% and does not include investment expenses. Over a 30-year period, STRS' investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

**Discount Rate** - The discount rate used to measure the total pension liability was 7.45% as of June 30, 2019. The projection of cash flows used to determine the discount rate assumes member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2019. Therefore, the long-term expected rate of return on pension plan investments of 7.45% was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2019.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)**

***Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate*** - The following table presents the District's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.45%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.45%) or one-percentage-point higher (8.45%) than the current rate:

	Current		
	1% Decrease (6.45%)	Discount Rate (7.45%)	1% Increase (8.45%)
District's proportionate share of the net pension liability	\$ 30,005,959	\$ 20,532,499	\$ 12,512,729

**NOTE 13 - DEFINED BENEFIT OPEB PLANS**

***Net OPEB Liability/Asset***

The net OPEB liability/asset reported on the statement of net position represents a liability/asset to employees for OPEB. OPEB is a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. OPEB are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net OPEB liability/asset represents the District's proportionate share of each OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each OPEB plan's fiduciary net position. The net OPEB liability/asset calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting these estimates annually.

The Ohio Revised Code limits the District's obligation for this liability to annually required payments. The District cannot control benefit terms or the manner in which OPEB are financed; however, the District does receive the benefit of employees' services in exchange for compensation including OPEB.

GASB 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio Revised Code permits, but does not require, the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability/asset. Resulting adjustments to the net OPEB liability/asset would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

The proportionate share of each plan's unfunded/funded benefits is presented as a long-term *net OPEB liability* or *net OPEB asset* on the accrual basis of accounting. Any liability for the contractually-required OPEB contribution outstanding at the end of the year is included in pension and postemployment benefits payable on both the accrual and modified accrual bases of accounting.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)**

***Plan Description - School Employees Retirement System (SERS)***

Health Care Plan Description - The District contributes to the SERS Health Care Fund, administered by SERS for non-certificated retirees and their beneficiaries. For GASB 75 purposes, this plan is considered a cost-sharing other postemployment benefit (OPEB) plan. SERS' Health Care Plan provides healthcare benefits to eligible individuals receiving retirement, disability, and survivor benefits, and to their eligible dependents. Members who retire after June 1, 1986, need 10 years of service credit, exclusive of most types of purchased credit, to qualify to participate in SERS' health care coverage. In addition to age and service retirees, disability benefit recipients and beneficiaries who are receiving monthly benefits due to the death of a member or retiree, are eligible for SERS' health care coverage. Most retirees and dependents choosing SERS' health care coverage are over the age of 65 and therefore enrolled in a fully insured Medicare Advantage plan; however, SERS maintains a traditional, self-insured preferred provider organization for its non-Medicare retiree population. For both groups, SERS offers a self-insured prescription drug program. Health care is a benefit that is permitted, not mandated, by statute. The financial report of the Plan is included in the SERS Comprehensive Annual Financial Report which can be obtained on SERS' website at [www.ohsers.org](http://www.ohsers.org) under Employers/Audit Resources.

Access to health care for retirees and beneficiaries is permitted in accordance with Section 3309 of the Ohio Revised Code. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). SERS' Retirement Board reserves the right to change or discontinue any health plan or program. Active employee members do not contribute to the Health Care Plan. The SERS Retirement Board established the rules for the premiums paid by the retirees for health care coverage for themselves and their dependents or for their surviving beneficiaries. Premiums vary depending on the plan selected, qualified years of service, Medicare eligibility, and retirement status.

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14% of covered payroll to the Health Care Fund in accordance with the funding policy. For the fiscal year ended June 30, 2020, SERS did not allocate any employer contributions to post-employment health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2020, this amount was \$19,600. Statutes provide that no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2020, the District's surcharge obligation was \$53,522.

The surcharge added to the allocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District's contractually required contribution to SERS was \$53,522 for fiscal year 2020. Of this amount, \$53,522 is reported as pension and postemployment benefits payable.

***Plan Description - State Teachers Retirement System (STRS)***

Plan Description – The State Teachers Retirement System of Ohio (STRS) administers a cost-sharing Health Plan administered for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. Medicare Part B premium reimbursements will be discontinued effective January 1, 2021. The Plan is included in the report of STRS which can be obtained by visiting [www.strsoh.org](http://www.strsoh.org) or by calling (888) 227-7877.

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**NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)**

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. Nearly all health care plan enrollees, for the most recent year, pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14% of covered payroll. For the fiscal year ended June 30, 2020, STRS did not allocate any employer contributions to post-employment health care.

***OPEB Liabilities/Assets, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB***

The net OPEB liability/asset was measured as of June 30, 2019, and the total OPEB liability/asset used to calculate the net OPEB liability/asset was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability/asset was based on the District's share of contributions to the respective retirement systems relative to the contributions of all participating entities.

Following is information related to the proportionate share and OPEB expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the net OPEB			
liability/asset prior measurement date	0.10499900%	0.09844602%	
Proportion of the net OPEB			
liability/asset current measurement date	<u>0.10465860%</u>	<u>0.09284674%</u>	
Change in proportionate share	<u>-0.00034040%</u>	<u>-0.00559928%</u>	
Proportionate share of the net			
OPEB liability	\$ 2,631,943	\$ -	\$ 2,631,943
Proportionate share of the net			
OPEB asset	\$ -	\$ (1,537,765)	\$ (1,537,765)
OPEB expense	\$ 14,020	\$ (430,297)	\$ (416,277)

At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
<b>Deferred outflows of resources</b>			
Differences between expected and actual experience	\$ 38,634	\$ 139,409	\$ 178,043
Net difference between projected and actual earnings on OPEB plan investments	6,316	-	6,316
Changes of assumptions	192,234	32,322	224,556
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	31,430	213,571	245,001
Contributions subsequent to the measurement date	53,522	-	53,522
Total deferred outflows of resources	<u>\$ 322,136</u>	<u>\$ 385,302</u>	<u>\$ 707,438</u>

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**NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)**

	SERS	STRS	Total
<b>Deferred inflows of resources</b>			
Differences between expected and actual experience	\$ 578,220	\$ 78,236	\$ 656,456
Net difference between projected and actual earnings on OPEB plan investments	- -	96,582	96,582
Changes of assumptions	147,487	1,685,979	1,833,466
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	114,965	59,168	174,133
<b>Total deferred inflows of resources</b>	<b><u>\$ 840,672</u></b>	<b><u>\$ 1,919,965</u></b>	<b><u>\$ 2,760,637</u></b>

\$53,522 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability/asset in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	SERS	STRS	Total
<b>Fiscal Year Ending June 30:</b>			
2021	\$ (206,832)	\$ (326,444)	\$ (533,276)
2022	(85,346)	(326,444)	(411,790)
2023	(83,495)	(287,735)	(371,230)
2024	(83,794)	(274,158)	(357,952)
2025	(77,914)	(318,938)	(396,852)
Thereafter	<u>(34,676)</u>	<u>(944)</u>	<u>(35,620)</u>
<b>Total</b>	<b><u>\$ (572,057)</u></b>	<b><u>\$ (1,534,663)</u></b>	<b><u>\$ (2,106,720)</u></b>

***Actuarial Assumptions - SERS***

The total OPEB liability is determined by SERS' actuaries in accordance with GASB Statement No. 74, as part of their annual actuarial valuation for each retirement plan. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts (e.g., salaries, credited service) and assumptions about the probability of occurrence of events far into the future (e.g., mortality, disabilities, retirements, employment terminations). Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employers and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations.

Actuarial calculations reflect a long-term perspective. For a newly hired employee, actuarial calculations will take into account the employee's entire career with the employer and also take into consideration the benefits, if any, paid to the employee after termination of employment until the death of the employee and any applicable contingent annuitant. In many cases, actuarial calculations reflect several decades of service with the employer and the payment of benefits after termination.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)**

Key methods and assumptions used in calculating the total OPEB liability in the latest actuarial valuation date of June 30, 2019 are presented below:

Wage inflation	3.00%
Future salary increases, including inflation	3.50% to 18.20%
Investment rate of return	7.50% net of investments expense, including inflation
Municipal bond index rate:	
Measurement date	3.13%
Prior measurement date	3.62%
Single equivalent interest rate, net of plan investment expense, including price inflation:	
Measurement date	3.22%
Prior measurement date	3.70%
Medical trend assumption:	
Measurement date	
Medicare	5.25 to 4.75%
Pre-Medicare	7.00 to 4.75%
Prior measurement date	
Medicare	5.375 to 4.75%
Pre-Medicare	7.25 to 4.75%

Mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and Scale BB, 120% of male rates and 110% of female rates. RP-2000 Disabled Mortality Table with 90% for male rates and 100% for female rates set back five years.

The most recent experience study was completed for the five year period ended June 30, 2015.

The long-term expected rate of return on plan assets is reviewed as part of the actuarial five-year experience study. The most recent study covers fiscal years 2010 through 2015, and was adopted by the Board on April 21, 2016. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return, 7.50%, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The capital market assumptions developed by the investment consultant are intended for use over a 10-year horizon and may not be useful in setting the long-term rate of return for funding pension plans which covers a longer timeframe. The assumption is intended to be a long-term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)**

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class, as used in the June 30, 2015 five-year experience study, are summarized as follows:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	1.00 %	0.50 %
US Equity	22.50	4.75
International Equity	22.50	7.00
Fixed Income	19.00	1.50
Private Equity	10.00	8.00
Real Assets	15.00	5.00
Multi-Asset Strategies	10.00	3.00
Total	<u>100.00 %</u>	

**Discount Rate** - The discount rate used to measure the total OPEB liability at June 30, 2019 was 3.22%. The discount rate used to measure total OPEB liability prior to June 30, 2019 was 3.70%. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the state statute contribution rate of 2.00% of projected covered employee payroll each year, which includes a 1.50% payroll surcharge and 0.50% of contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to become insufficient to make future benefit payments during the fiscal year ending June 30, 2025. Therefore, the long-term expected rate of return on OPEB plan assets was used to present value the projected benefit payments through the fiscal year ending June 30, 2024 and the Fidelity General Obligation 20-year Municipal Bond Index rate of 3.13%, as of June 30, 2019 (i.e. municipal bond rate), was used to present value the projected benefit payments for the remaining years in the projection. A municipal bond rate of 3.62% was used as of June 30, 2018. The total present value of projected benefit payments from all years was then used to determine the single rate of return that was used as the discount rate. The projection of future benefit payments for all current plan members was until the benefit payments ran out.

**Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and Changes in the Health Care Cost Trend Rates** - The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability of SERS, what SERS' net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.22%) and higher (4.22%) than the current discount rate (3.22%). Also shown is what SERS' net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (6.00% decreasing to 3.75%) and higher (8.00% decreasing to 5.75%) than the current rate.

	Current		
	1% Decrease (2.22%)	Discount Rate (3.22%)	1% Increase (4.22%)
District's proportionate share of the net OPEB liability	\$ 3,194,680	\$ 2,631,944	\$ 2,184,502
	Current		
	1% Decrease (6.00% decreasing to 3.75%)	Trend Rate (7.00% decreasing to 4.75%)	1% Increase (8.00% decreasing to 3.55%)
District's proportionate share of the net OPEB liability	\$ 2,108,720	\$ 2,631,944	\$ 3,326,135

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)**

***Actuarial Assumptions - STRS***

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the July 1, 2019, actuarial valuation, compared with July 1, 2018, are presented below:

	July 1, 2019	July 1, 2018		
Inflation	2.50%	2.50%		
Projected salary increases	12.50% at age 20 to 2.50% at age 65	12.50% at age 20 to 2.50% at age 65		
Investment rate of return	7.45%, net of investment expenses, including inflation	7.45%, net of investment expenses, including inflation		
Payroll increases	3.00%	3.00%		
Cost-of-living adjustments (COLA)	0.00%	0.00%		
Discounted rate of return	7.45%	7.45%		
Blended discount rate of return	N/A	N/A		
Health care cost trends				
Medical	Initial	Ultimate	Initial	Ultimate
Pre-Medicare	5.87%	4.00%	6.00%	4.00%
Medicare	4.93%	4.00%	5.00%	4.00%
Prescription Drug				
Pre-Medicare	7.73%	4.00%	8.00%	4.00%
Medicare	9.62%	4.00%	-5.23%	4.00%

Projections of benefits include the historical pattern of sharing benefit costs between the employers and retired plan members.

For healthy retirees the mortality rates are based on the RP-2014 Annuitant Mortality Table with 50% of rates through age 69, 70% of rates between ages 70 and 79, 90% of rates between ages 80 and 84, and 100% of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. For disabled retirees, mortality rates are based on the RP-2014 Disabled Mortality Table with 90% of rates for males and 100% of rates for females, projected forward generationally using mortality improvement scale MP-2016.

Actuarial assumptions used in the June 30, 2019 valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

***Assumption Changes Since the Prior Measurement Date*** - There were no changes in assumptions since the prior measurement date of June 30, 2018.

***Benefit Term Changes Since the Prior Measurement Date*** - There was no change to the claims costs process. Claim curves were trended to the fiscal year ending June 30, 2020 to reflect the current price renewals. The non-Medicare subsidy percentage was increased effective January 1, 2020 from 1.944% to 1.984% per year of service. The non-Medicare frozen subsidy base premium was increased effective January 1, 2020. The Medicare subsidy percentages were adjusted effective January 1, 2021 to 2.1% for the Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed to January 1, 2021.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)**

STRS' investment consultant develops an estimate range for the investment return assumption based on the target allocation adopted by the Retirement Board. The target allocation and long-term expected rate of return for each major asset class are summarized as follows:

Asset Class	Target Allocation*	Long-Term Expected Real Rate of Return **
Domestic Equity	28.00 %	7.35 %
International Equity	23.00	7.55
Alternatives	17.00	7.09
Fixed Income	21.00	3.00
Real Estate	10.00	6.00
Liquidity Reserves	1.00	2.25
Total	<u>100.00 %</u>	

\* Target weights will be phased in over a 24-month period concluding on July 1, 2019.

\*\*10-Year geometric nominal returns, which include the real rate of return and inflation of 2.25% and does not include investment expenses. Over a 30-year period, STRS' investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

**Discount Rate** - The discount rate used to measure the total OPEB asset was 7.45% as of June 30, 2019. The projection of cash flows used to determine the discount rate assumes STRS Ohio continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on health care plan investments of 7.45% was used to measure the total OPEB asset as of June 30, 2019.

**Sensitivity of the District's Proportionate Share of the Net OPEB Asset to Changes in the Discount and Health Care Cost Trend Rate** - The following table represents the net OPEB asset as of June 30, 2019, calculated using the current period discount rate assumption of 7.45%, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.45%) or one percentage point higher (8.45%) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

	Current		
	1% Decrease (6.45%)	Discount Rate (7.45%)	1% Increase (8.45%)
District's proportionate share of the net OPEB asset	\$ 1,312,176	\$ 1,537,765	\$ 1,727,432
		Current Trend Rate (5.87% decreasing to 4.00%)	1% Increase (6.87% decreasing to 5.00%)
District's proportionate share of the net OPEB asset	\$ 1,743,755	\$ 1,537,765	\$ 1,285,477

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 14 - CONTINGENCIES**

**A. Grants**

The District receives significant financial assistance from numerous federal, State and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the District. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial position of the District.

**B. Litigation**

The District is involved in no material litigation as either plaintiff or defendant.

**C. Foundation Funding**

District Foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. Effective for the 2019-2020 school year, traditional Districts must comply with minimum hours of instruction, instead of a minimum number of school days each year. The funding formula the Ohio Department of Education (ODE) is legislatively required to follow will continue to adjust as enrollment information is updated by the District, which can extend past the fiscal year-end. The final FTE adjustments did not have a material impact on the District's financial statements.

**NOTE 15 - ENDOWMENT**

In fiscal years 2002 and 2003, the District received a three million dollar endowment from a former school graduate to create two annual scholarships. At June 30, 2020, the balance of the endowment was \$3,844,524 and no amount was available for expenditure. The principal of the endowment is reported as "nonspendable - held in trust for scholarships" on the balance sheet. Per section 3313.36 of the Ohio Revised Code by the adoption of a resolution, a board may direct the school district treasurer to pay the proceeds of any bequest, gift, or endowment given to the District for the education foundation fund or given without conditions or limitations into the education foundation fund established. The endowment is accounted for as a special revenue fund with 55 percent of interest earned to be used for scholarships and 45 percent to be added to existing principal.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 16 - LONG-TERM OBLIGATIONS**

The changes in the District's long-term obligations during fiscal year 2020 were as follows:

	Balance June 30, 2019	Additions	Reductions	Balance June 30, 2020	Amounts Due In One Year
<b>Governmental activities:</b>					
Series 2014 Refunding Bonds					
Serial Bond - 3.75%	\$ 3,397,000	\$ -	\$ (951,000)	\$ 2,446,000	\$ 989,000
Series 2012 & 2013 Refunding Bonds					
Serial Bond - 1.00% - 3.50%	15,830,000	- -	(14,595,000)	1,235,000	- -
Capital Appreciation Bonds	11,157	- -	(4,315)	6,842	1,894
School Improvement Bonds - Series 2017	10,650,000	- -	(70,000)	10,580,000	70,000
Series 2019 Refunding Bonds	- -	12,450,000	- -	12,450,000	- -
Total Bonds Payable before Deferrals	<u>29,888,157</u>	<u>12,450,000</u>	<u>(15,620,315)</u>	<u>26,717,842</u>	<u>1,060,894</u>
Deferrals for:					
Issuance Premiums	2,283,311	1,887,242	(1,357,484)	2,813,069	- -
Total Bonds Payable	<u>32,171,468</u>	<u>14,337,242</u>	<u>(16,977,799)</u>	<u>29,530,911</u>	<u>1,060,894</u>
Certificates of Participation - Series 2016	9,455,000	- -	(200,000)	9,255,000	210,000
Certificates of Participation - Series 2017	13,530,000	- -	(290,000)	13,240,000	295,000
Accretion of Capital Appreciation Bonds	397,625	209,100	(235,685)	371,040	99,129
Net pension liability	26,361,644	100,179	(1,111,931)	25,349,892	- -
Net OPEB liability	2,358,307	- -	(244,225)	2,114,082	- -
Compensated Absences	<u>1,584,454</u>	<u>244,211</u>	<u>(87,952)</u>	<u>1,740,713</u>	<u>224,641</u>
Total Governmental Long-Term Obligations	<u><u>\$ 85,858,498</u></u>	<u><u>\$ 14,890,732</u></u>	<u><u>\$ (19,147,592)</u></u>	<u><u>\$ 81,601,638</u></u>	<u><u>\$ 1,889,664</u></u>
<b>Business-type activities:</b>					
Net pension liability	\$ 1,196,209	\$ 71,293	\$ (1,639)	\$ 1,265,863	\$ - -
Net OPEB liability	554,649	- -	(36,788)	517,861	- -
Compensated Absences	<u>107,976</u>	<u>38</u>	<u>(10,096)</u>	<u>97,918</u>	<u>14,474</u>
Total Business-Type Long-Term obligations	<u><u>\$ 1,858,834</u></u>	<u><u>\$ 71,331</u></u>	<u><u>\$ (48,523)</u></u>	<u><u>\$ 1,881,642</u></u>	<u><u>\$ 14,474</u></u>

Compensated absences, net pension liabilities and net OPEB liabilities will be paid from the general fund and termination benefits fund which is combined and reported with the general fund on a GAAP-basis.

All bonds outstanding are general obligation bonds of the District to which the full faith and credit of the District is pledged for repayment. Payments of principal and interest relating to the general obligation bonds are recorded as expenditures in the bond retirement fund.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 16 - LONG-TERM OBLIGATIONS - (Continued)**

All certificates of participation outstanding are obligations of the District to which the full faith and credit of the District is pledged for repayment. Payments of principal and interest relating to the certificates of participation are recorded as expenditures in the permanent improvement fund (a nonmajor governmental fund). At June 30, 2020, there were \$114,340 in unspent proceeds of the certificates of participation.

**Series 2012 and Series 2013 Refunding General Obligation Bonds**

On July 18, 2012 and January 3, 2013, the District issued a total of \$16,539,980 of general obligation bonds (Series 2012 and Series 2013 Refunding Bonds) to advance refund the callable of the Series 2005 School Improvement current interest bonds (both term and serial bonds). This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. There is no remaining defeased debt outstanding. During fiscal year 2020, \$14,595,000 of the bonds were refunded by the Series 2019 Refunding Bonds.

The original refunding issue is comprised of both current interest bonds, par value \$16,420,000, and capital appreciation bonds par value \$119,980. The interest rates on the current interest bonds range from 1.00% to 3.50%. The capital appreciation bonds mature on December 1 of each year 2013 through 2022 and on December 1, 2029 (coupon rates ranging from 1.047% to 2.40% and effective interest rates ranging from 61.3% to 78.6%) at redemption prices equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the remaining capital appreciation bonds is \$3,100,000. Total accreted interest of \$371,040 has been included in the statement of net position at June 30, 2020.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue for the remaining bonds after the refunding is December 1, 2023.

The reacquisition price exceeded the net carrying amount of the old debt by \$2,043,176. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued.

**Series 2014 Refunding General Obligation Bonds**

On October 16, 2013, the District issued \$6,901,000 of general obligation bonds to advance refund a portion of the Series 2005 School Improvement current interest bonds. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. The balance of the refunded current interest bonds at June 30, 2020, is \$3,397,000.

The refunding issue is comprised of current interest bonds, par value \$6,901,000. The interest rates on the bonds is 3.75%.

Interest payments on the current interest bonds are due on June 1, and December 1, of each year. The final maturity stated in the issue is December 1, 2022.

The reacquisition price exceeded the net carrying amount of the old debt by \$377,438. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued.

**Series 2017 School Improvement Bonds**

On April 12, 2017 the District issued \$10,750,000 of school improvement bonds for the purpose of renovating, remodeling, furnishing, equipping and improving the District's buildings and facilities. The interest rate on the current interest bonds ranges from 3.00-5.00%. Interest payments on the current interest bonds are due on December 1<sup>st</sup> and June 1<sup>st</sup> of each year. The final maturity stated in the issue is December 1, 2051.

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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 16 - LONG-TERM OBLIGATIONS - (Continued)**

**Series 2019 Refunding General Obligation Bonds**

On December 5, 2019, the District issued a total of \$12,450,000 of general obligation bonds (Series 2019 Refunding Bonds) to advance refund \$14,595,000 of the callable of the Series 2012 and Series 2013 Refunding General Obligation Bonds (both term and serial bonds). This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. At June 30, 2020, the balance of the refunded bonds outstanding was \$14,595,000.

The original refunding issue is comprised of both current interest bonds, par value \$12,450,000. The interest rates on the current interest bonds range from 3.00% to 4.00%. Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue for the remaining bonds after the refunding is December 1, 2033.

The reacquisition price exceeded the net carrying amount of the old debt by \$123,984. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued. This advance refunding was undertaken to reduce the combined total debt service payments by \$1,125,166 and resulted in an economic gain of \$633,602.

**Series 2016 Certificates of Participation**

On December 8, 2016, the District issued certificates of participation in the amount of \$9,860,000 for the purpose of construction, enlarging and other improvement, furnishing and equipping of the Districts buildings and facilities. Interest rates on the current interest bonds range from 2.5% to 4.0% with interest payments due on May 15 and November 15 of each year until final maturity at November 15, 2046. The debt will be retired through the permanent improvement fund (a nonmajor governmental fund).

**Series 2017 Certificates of Participation**

On April 12, 2017, the District issued certificates of participation in the amount of \$14,305,000 for the purpose of construction, enlarging and other improvement, furnishing and equipping of the Districts buildings and facilities. Interest rates on the current interest bonds range from 2.0% to 4.0% with interest payments due on May 15 and November 15 of each year until final maturity at November 15, 2046. The debt will be retired through the permanent improvement fund (a nonmajor governmental fund).

Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2020 are as follows:

Fiscal Year Ending,	Serial and Term Bonds		Capital Appreciation Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2021	\$ 1,059,000	\$ 1,072,643	\$ 1,894	\$ 128,106	\$ 1,060,894	\$ 1,200,749
2022	1,101,000	1,033,381	1,109	128,891	1,102,109	1,162,272
2023	526,000	992,356	3,825	761,175	529,825	1,753,531
2024	1,330,000	960,993	-	-	1,330,000	960,993
2025	1,255,000	92,393	-	-	1,255,000	92,393
2026-2030	5,740,000	3,903,506	14	1,354,986	5,740,014	5,258,492
2031-2035	7,320,000	2,594,899	-	-	7,320,000	2,594,899
2036-2040	1,545,000	1,770,625	-	-	1,545,000	1,770,625
2041-2045	2,240,000	1,301,000	-	-	2,240,000	1,301,000
2046-2050	3,095,000	652,400	-	-	3,095,000	652,400
2051-2052	<u>1,500,000</u>	<u>60,600</u>	<u>-</u>	<u>-</u>	<u>1,500,000</u>	<u>60,600</u>
Total	<u>\$ 26,711,000</u>	<u>\$ 14,434,796</u>	<u>\$ 6,842</u>	<u>\$ 2,373,158</u>	<u>\$ 26,717,842</u>	<u>\$ 16,807,954</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 16 - LONG-TERM OBLIGATIONS - (Continued)**

Principal and interest requirements to retire certificates of participation outstanding at June 30, 2020 are as follows:

<u>Fiscal</u> <u>Year Ending</u>	<u>Certificates of Participation</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 505,000	\$ 841,663	\$ 1,346,663
2022	520,000	824,162	1,344,162
2023	540,000	804,488	1,344,488
2024	565,000	784,150	1,349,150
2025	580,000	764,812	1,344,812
2026 - 2030	3,225,000	3,506,175	6,731,175
2031 - 2035	3,825,000	2,878,040	6,703,040
2036 - 2040	4,610,000	2,076,166	6,686,166
2041 - 2045	5,575,000	108,271	5,683,271
2046 - 2047	<u>2,550,000</u>	<u>103,000</u>	<u>2,653,000</u>
Total	<u>\$ 22,495,000</u>	<u>\$ 12,690,927</u>	<u>\$ 35,185,927</u>

Legal Debt Margin

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The assessed valuation used in determining the District's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the District's legal debt margin calculation excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The effects of these debt limitations at June 30, 2020, are a voted debt margin of \$13,109,363 (including available funds of \$3,101,799) and an unvoted debt margin of \$408,060.

The Ohio Revised Code further provides that when a Board of Education declares a resolution that the student population is not adequately served by existing facilities, and that insufficient capacity exists within the 9% limit to finance additional facilities, the State Department of Education may declare that district a "special needs" district. This permits the incurrence of additional debt based upon projected 5-year growth of the District's assessed valuation. The District was determined to be a "special needs" district by the State Superintendent.

**NOTE 17 - BUDGETARY BASIS OF ACCOUNTING**

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

The statement of revenue, expenditures and changes in fund balance - budget and actual (non-GAAP budgetary basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 17 - BUDGETARY BASIS OF ACCOUNTING - (Continued)**

The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis);
- (d) Advances-in and advances-out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis);
- (e) Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis); and
- (f) Investments are reported at fair value (GAAP basis) as opposed to cost basis (budget basis).

The adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis for the general fund is as follows:

**Net Change in Fund Balance**

	<u>General Fund</u>
Budget basis	\$ (418,129)
Net adjustment for revenue accruals	(2,091,680)
Net adjustment for expenditure accruals	139,982
Net adjustment for other sources/uses	(121,672)
Funds budgeted elsewhere	(167,058)
Adjustment for encumbrances	<u>212,341</u>
GAAP basis	<u>\$ (2,446,216)</u>

Certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. These include the special trusts fund, the public school support fund, the summer school fund and the termination benefits fund.

**NOTE 18 - SET-ASIDES**

The District is required by State law to annually set-aside certain general fund revenue amounts, as defined by statutory formula, for the acquisition and construction of capital improvements. Amounts not spent by the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at fiscal year-end. This amount must be carried forward to be used for the same purpose in future years. Expenditures exceeding the set-aside requirement may not be carried forward to the next fiscal year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**NOTE 18 - SET-ASIDES - (Continued)**

The following cash-basis information describes the change in the fiscal year-end set-aside amount for capital improvements. Disclosure of this information is required by State statute.

	<u>Capital Improvements</u>
Set-aside balance June 30, 2019	\$ -
Current year set-aside requirement	300,655
Current year offsets	<u>(1,735,388)</u>
Total	<u>\$ (1,434,733)</u>
Balance carried forward to fiscal year 2021	<u>\$ -</u>
Set-aside balance June 30, 2020	<u>\$ -</u>

**NOTE 19 - TAX ABATEMENTS ENTERED INTO BY OTHER GOVERNMENTS**

Cuyahoga County entered into property tax abatement agreements with local businesses under Enterprise Zone tax abatement agreements. Enterprise zones are designated areas of land in which businesses can receive tax incentives in the form of tax exemptions on eligible new investment. The Enterprise Zone Program provides tax exemptions for a portion of the value of new real property when the investment is made in conjunction with a project that includes job creation or job retention. These tax abatements reduce assessed value by a percentage agreed upon by all parties that authorize these types of agreements. The agreements affect the property tax receipts collected and distributed to the District. Under the agreements, the District's property taxes were reduced by \$575,084 during fiscal year 2020.

**NOTE 20 - COVID-19**

The United States and the State of Ohio declared a state of emergency in March 2020 due to the COVID-19 pandemic. The financial impact of COVID-19 and the ensuing emergency measures will impact subsequent periods of the District. The District's investment portfolio and the investments of the pension and other employee benefit plans are subject to increased market volatility, which could result in a significant decline in fair value, consistent with the general decline in financial markets. However, because the values of individual investments fluctuate with market conditions, the amount of losses that will be recognized in subsequent periods, if any, cannot be determined. In addition, the impact on the District's future operating costs, revenues, and any recovery from emergency funding, either federal or state, cannot be estimated.

**NOTE 21 - SUBSEQUENT EVENTS**

**A. Operating Levy**

The District placed a 7.9 mill operating levy on the November 2020 ballot. The levy passed and will generate \$3.2 million annually.

**B. General Obligation School Improvement Refunding Bonds**

On October 27, 2020, the District issued a total of \$10,340,000 in General Obligation School Improvement Refunding Bonds, Series 2020 to partially refund the School Improvement Bonds - Series 2017. The issue is comprised of serial and term bonds of \$10,280,000 and capital appreciation bonds of \$60,000. The bonds carry interest rates ranging from 0.364%-3.105% (serial and term bonds) and 13.645%-16.128% (capital appreciation bonds) and have a final maturity date of December 1, 2051.

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## REQUIRED SUPPLEMENTARY INFORMATION

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF  
THE NET PENSION LIABILITY  
SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO**

LAST SEVEN FISCAL YEARS

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
District's proportion of the net pension liability	0.10167270%	0.10322320%	0.10406340%	0.11184880%
District's proportionate share of the net pension liability	\$ 6,083,256	\$ 5,911,784	\$ 6,217,558	\$ 8,186,300
District's covered payroll	\$ 3,629,207	\$ 3,396,681	\$ 3,364,179	\$ 3,512,779
District's proportionate share of the net pension liability as a percentage of its covered payroll	167.62%	174.05%	184.82%	233.04%
Plan fiduciary net position as a percentage of the total pension liability	70.85%	71.36%	69.50%	62.98%

Note: Information prior to 2014 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Amounts presented for each fiscal year were determined as of the District's measurement date which is the prior year-end.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<b>2016</b>	<b>2015</b>	<b>2014</b>
0.11351640%	0.11098200%	0.11098200%
\$ 6,477,356	\$ 5,616,735	\$ 6,599,743
\$ 3,417,436	\$ 3,224,928	\$ 3,193,569
189.54%	174.17%	206.66%
69.16%	71.70%	65.52%

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF  
THE NET PENSION LIABILITY  
STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO**

LAST SEVEN FISCAL YEARS

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
District's proportion of the net pension liability	0.09284674%	0.09844602%	0.09932639%	0.09236642%
District's proportionate share of the net pension liability	\$ 20,532,499	\$ 21,646,069	\$ 23,595,197	\$ 30,917,825
District's covered payroll	\$ 11,324,336	\$ 11,107,900	\$ 10,853,257	\$ 9,836,300
District's proportionate share of the net pension liability as a percentage of its covered payroll	181.31%	194.87%	217.40%	314.32%
Plan fiduciary net position as a percentage of the total pension liability	77.40%	77.31%	75.30%	66.80%

Note: Information prior to 2014 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Amounts presented for each fiscal year were determined as of the District's measurement date which is the prior year-end.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<b>2016</b>	<b>2015</b>	<b>2014</b>
0.08757921%	0.08488430%	0.08488430%
\$ 24,204,332	\$ 20,646,802	\$ 24,594,335
\$ 9,355,379	\$ 8,672,831	\$ 9,349,892
258.72%	238.06%	263.04%
72.10%	74.70%	69.30%

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF DISTRICT PENSION CONTRIBUTIONS  
SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO**

**LAST TEN FISCAL YEARS**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Contractually required contribution	\$ 493,675	\$ 489,943	\$ 458,552	\$ 470,985
Contributions in relation to the contractually required contribution	<u>(493,675)</u>	<u>(489,943)</u>	<u>(458,552)</u>	<u>(470,985)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 3,526,250	\$ 3,629,207	\$ 3,396,681	\$ 3,364,179
Contributions as a percentage of covered payroll	14.00%	13.50%	13.50%	14.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>
\$ 491,789	\$ 450,418	\$ 446,975	\$ 441,990	\$ 455,533	\$ 400,916
<u>(491,789)</u>	<u>(450,418)</u>	<u>(446,975)</u>	<u>(441,990)</u>	<u>(455,533)</u>	<u>(400,916)</u>
<u>\$ -</u>					
\$ 3,512,779	\$ 3,417,436	\$ 3,224,928	\$ 3,193,569	\$ 3,386,862	\$ 3,189,467
14.00%	13.18%	13.86%	13.84%	13.45%	12.57%

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF DISTRICT PENSION CONTRIBUTIONS  
STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO**

**LAST TEN FISCAL YEARS**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Contractually required contribution	\$ 1,553,907	\$ 1,585,407	\$ 1,555,106	\$ 1,519,456
Contributions in relation to the contractually required contribution	<u>(1,553,907)</u>	<u>(1,585,407)</u>	<u>(1,555,106)</u>	<u>(1,519,456)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 11,099,336	\$ 11,324,336	\$ 11,107,900	\$ 10,853,257
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>
\$ 1,377,082	\$ 1,309,753	\$ 1,127,468	\$ 1,215,486	\$ 1,222,636	\$ 1,199,772
<u>(1,377,082)</u>	<u>(1,309,753)</u>	<u>(1,127,468)</u>	<u>(1,215,486)</u>	<u>(1,222,636)</u>	<u>(1,199,772)</u>
<u>\$ -</u>					
\$ 9,836,300	\$ 9,355,379	\$ 8,672,831	\$ 9,349,892	\$ 9,404,892	\$ 9,229,015
14.00%	14.00%	13.00%	13.00%	13.00%	13.00%

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF  
THE NET OPEB LIABILITY  
SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO**

**LAST FOUR FISCAL YEARS**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
District's proportion of the net OPEB liability	0.10465860%	0.10499900%	0.10523710%	0.11313716%
District's proportionate share of the net OPEB liability	\$ 2,631,944	\$ 2,912,956	\$ 2,824,287	\$ 3,224,828
District's covered payroll	\$ 3,629,207	\$ 3,396,681	\$ 3,364,179	\$ 3,512,779
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	72.52%	85.76%	83.95%	91.80%
Plan fiduciary net position as a percentage of the total OPEB liability	15.57%	13.57%	12.46%	11.49%

Note: Information prior to 2017 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Amounts presented for each fiscal year were determined as of the District's measurement date which is the prior year-end.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF  
THE NET OPEB LIABILITY/ASSET  
STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO**

**LAST FOUR FISCAL YEARS**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
District's proportion of the net OPEB liability/asset	0.09284674%	0.09844602%	0.09932639%	0.09236642%
District's proportionate share of the net OPEB liability/(asset)	\$ (1,537,765)	\$ (1,581,927)	\$ 3,875,350	\$ 4,939,780
District's covered payroll	\$ 11,324,336	\$ 11,107,900	\$ 10,853,257	\$ 9,836,300
District's proportionate share of the net OPEB liability/asset as a percentage of its covered payroll	13.58%	14.24%	35.71%	50.22%
Plan fiduciary net position as a percentage of the total OPEB liability/asset	174.70%	176.00%	47.10%	37.30%

Note: Information prior to 2017 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Amounts presented for each fiscal year were determined as of the District's measurement date which is the prior year-end.

**SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF DISTRICT OPEB CONTRIBUTIONS  
SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO**

**LAST TEN FISCAL YEARS**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Contractually required contribution	\$ 53,522	\$ 84,201	\$ 74,947	\$ 55,678
Contributions in relation to the contractually required contribution	<u>(53,522)</u>	<u>(84,201)</u>	<u>(74,947)</u>	<u>(55,678)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 3,526,250	\$ 3,629,207	\$ 3,396,681	\$ 3,364,179
Contributions as a percentage of covered payroll	1.52%	2.32%	2.21%	1.66%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>
\$ 56,350	\$ 82,508	\$ 58,268	\$ 54,803	\$ 80,392	\$ 89,065
<u>(56,350)</u>	<u>(82,508)</u>	<u>(58,268)</u>	<u>(54,803)</u>	<u>(80,392)</u>	<u>(89,065)</u>
<u>\$ -</u>					
\$ 3,512,779	\$ 3,417,436	\$ 3,224,928	\$ 3,193,569	\$ 3,386,862	\$ 3,189,467
1.60%	2.41%	1.81%	1.72%	2.37%	2.79%

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION**

**SCHEDULE OF DISTRICT OPEB CONTRIBUTIONS  
STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO**

**LAST TEN FISCAL YEARS**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Contractually required contribution	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually required contribution	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 11,099,336	\$ 11,324,336	\$ 11,107,900	\$ 10,853,257
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>
\$ -	\$ -	\$ 88,732	\$ 93,499	\$ 94,049	\$ 92,290
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
-	-	(88,732)	(93,499)	(94,049)	(92,290)
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
\$ 9,836,300	\$ 9,355,379	\$ 8,672,831	\$ 9,349,892	\$ 9,404,892	\$ 9,229,015
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0.00%	0.00%	1.00%	1.00%	1.00%	1.00%

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**PENSION**

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***SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO***

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for fiscal years 2014-2017. For fiscal year 2018, SERS changed from a fixed 3% annual increase to a Cost of Living Adjustment (COLA) based on the changes in the Consumer Price Index (CPI-W), with a cap of 2.5% and a floor of 0%. There were no changes in benefit terms from the amounts previously reported for fiscal years 2019-2020.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal years 2014-2016. For fiscal year 2017, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the assumed rate of inflation was reduced from 3.25% to 3.00%, (b) payroll growth assumption was reduced from 4.00% to 3.50%, (c) assumed real wage growth was reduced from 0.75% to 0.50%, (d) Rates of withdrawal, retirement and disability were updated to reflect recent experience, (e) mortality among active members was updated to RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females, (f) mortality among service retired members, and beneficiaries was updated to the following RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates, (g) mortality among disabled members was updated to RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement and (h) the discount rate was reduced from 7.75% to 7.50%. There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal years 2018-2020.

***STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO***

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for fiscal years 2014-2017. For fiscal year 2018, STRS decreased the Cost of Living Adjustment (COLA) to zero. There were no changes in benefit terms from amounts previously reported for fiscal years 2019-2020.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal years 2014-2017. For fiscal year 2018, the following changes of assumption affected the total pension liability since the prior measurement date: (a) the long term expected rate of return was reduced from 7.75% to 7.45%, (b) the inflation assumption was lowered from 2.75% to 2.50%, (c) the payroll growth assumption was lowered to 3.00%, (d) total salary increases rate was lowered by decreasing the merit component of the individual salary increases, in addition to a decrease of 0.25% due to lower inflation (e) the healthy and disabled mortality assumptions were updated to the RP-2014 mortality tables with generational improvement scale MP-2016 and (f) rates of retirement, termination and disability were modified to better reflect anticipated future experience. There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2020.

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

**OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

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***SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO***

Changes in benefit terms: There were no changes in benefit terms from the amounts previously reported for fiscal years 2017-2020.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2017. For fiscal year 2018, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) assumed rate of inflation was reduced from 3.25% to 3.00%, (b) payroll growth assumption was reduced from 4.00% to 3.50%, (c) assumed real wage growth was reduced from 0.75% to 0.50%, (d) rates of withdrawal, retirement, and disability were updated to reflect recent experience, (e) mortality among active members was updated to the following: RP-2014 Blue Collar Mortality Table with fully generational projection and a five-year age set-back for both males and females, (f) mortality among service retired members, and beneficiaries was updated to the following: RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates, (g) mortality among disabled members was updated to the following: RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement, (h) the municipal bond index rate increased from 2.92% to 3.56% and (i) the single equivalent interest rate, net of plan investment expense, including price inflation increased from 2.98% to 3.63%. For fiscal year 2019, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the discount rate increased from 3.63% to 3.70%, (b) the health care cost trend rates for Medicare were changed from a range of 5.50%-5.00% to a range of 5.375%-4.75% and Pre-Medicare were changed from a range of 7.50%-5.00% to a range of 7.25%-4.75%, (c) the municipal bond index rate increased from 3.56% to 3.62% and (d) the single equivalent interest rate, net of plan investment expense, including price inflation increased from 3.63% to 3.70%. For fiscal year 2020, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the discount rate decreased from 3.70% to 3.22%, (b) the health care cost trend rates for Medicare were changed from a range of 5.375%-4.75% to a range of 5.25%-4.75% and Pre-Medicare were changed from a range of 7.25%-4.75% to a range of 7.00%-4.75%, (c) the municipal bond index rate decreased from 3.62% to 3.13% and (d) the single equivalent interest rate, net of plan investment expense, including price inflation decreased from 3.70% to 3.22%.

***STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO***

Changes in benefit terms: There were no changes in benefit terms from the amounts previously reported for fiscal year 2017. For fiscal year 2018, STRS reduced the subsidy multiplier for non-Medicare benefit recipients from 2.1% to 1.9% per year of service. Medicare Part B premium reimbursements were discontinued for certain survivors and beneficiaries and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 2019. For fiscal year 2019, STRS increased the subsidy multiplier for non-Medicare benefit recipients from 1.9% to 1.944% per year of service effective January 1, 2019. The non-Medicare frozen subsidy base premium was increased January 1, 2019 and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 1, 2020. For fiscal year 2020, STRS increase the subsidy percentage from 1.944% to 1.984% effectice January 1, 2020. The Medicare subsidy percentages were adjusted effective January 1, 2021 to 2.1% for the Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed to January 1, 2021.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2017. For fiscal year 2018, the following changes of assumption affected the total OPEB liability since the prior measurement date: (a) the discount rate was increased from 3.26% to 4.13% based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB), (b) the long term expected rate of return was reduced from 7.75% to 7.45%, (c) valuation year per capita health care costs were updated, and the salary scale was modified, (d) the percentage of future retirees electing each option was updated based on current data and the percentage of future disabled retirees and terminated vested participants electing health coverage were decreased and (e) the assumed mortality, disability, retirement, withdrawal and future health care cost trend rates were modified along with the portion of rebated prescription drug costs. For fiscal year 2019, the following changes of assumptions affected the total OPEB liability/asset since the prior measurement date: (a) the discount rate was increased from the blended rate of 4.13% to the long-term expected rate of return of 7.45% based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB) and (b) decrease in health care cost trend rates from 6.00%-11.00% initial; 4.50% ultimate down to Medical Pre-Medicare 6.00% and Medicare 5.00% initial; 4.00% ultimate and Prescription Drug Pre-Medicare 8.00% and Medicare (5.23%) initial; 4.00% ultimate. For fiscal year 2020, health care cost trend rates were changed to the following: medical pre-medicare from 6.00% initial - 4.00% ultimate down to 5.87% initial - 4.00% ultimate; medical medicare from 5.00% initial - 4.00% ultimate down to 4.93% initial - 4.00% ultimate; prescription drug pre-medicare from 8.00% initial - 4.00% ultimate down to 7.73% initial - 4.00% ultimate and (5.23%) initial - 4.00% ultimate up to 9.62% initial - 4.00% ultimate.

**COMBINING STATEMENTS  
AND INDIVIDUAL FUND SCHEDULES**

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**DESCRIPTION OF FUNDS**

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**General Fund**

The general fund is used to account for and report all financial resources not accounted for and reported in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio.

**Other Major Funds**

**Bond Retirement Fund** - The bond retirement fund is used to account for the resources restricted for payment of general long-term debt principal, interest and related costs.

**Building Fund** - The building fund is used to account for and report resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here represent the costs of acquiring capital facilities including real property.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget</u>
	<u>Final</u>	<u>Actual</u>	
<b><u>Bond Retirement Fund</u></b>			
Total revenues and other financing sources	\$ 16,780,939	\$ 16,826,914	\$ 45,975
Total expenditures and other financing uses	<u>17,252,542</u>	<u>17,148,590</u>	<u>103,952</u>
Net change in fund balance	(471,603)	(321,676)	149,927
Fund balance at beginning of year	<u>3,342,566</u>	<u>3,342,566</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,870,963</u>	<u>\$ 3,020,890</u>	<u>\$ 149,927</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget Positive (Negative)</u>
	<u>Final</u>	<u>Actual</u>	
<b><u>Building Fund</u></b>			
Total revenues and other financing sources	\$ 242,000	\$ 175,978	\$ (66,022)
Total expenditures and other financing uses	<u>17,300,000</u>	<u>17,234,502</u>	<u>65,498</u>
Net change in fund balance	(17,058,000)	(17,058,524)	(524)
Fund balance at beginning of year	6,438,362	6,438,362	-
Prior year encumbrances appropriated	<u>10,620,192</u>	<u>10,620,192</u>	<u>-</u>
Fund balance at end of year	<u>\$ 554</u>	<u>\$ 30</u>	<u>\$ (524)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**DESCRIPTION OF FUNDS**

---

**Nonmajor Special Revenue Funds**

The Special Revenue Funds are used to account for and report specific revenue sources that are restricted or committed to an expenditure for a specific purpose. Following is a description of the District's nonmajor special revenue funds:

**Endowment Fund** - This fund is used to account for monies under which principal and income benefit individuals, private organizations, or other governments.

**Other Grants Fund** - This fund is used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

**Student Managed Activity Fund** - This fund is used to account for those student activity programs which has student participation in an activity and have students involved in the management of the program. This fund typically includes those student activities which consist of a student body, student president, student treasurer and faculty advisor.

**District Managed Student Activity Fund** - This fund is used to account for those student activity programs which have student participation in the activity but do not have student management of the programs. This fund would usually include athletic programs but could also include the band, cheerleaders, flag corps and other similar types of activities.

**Auxiliary Services Fund** - This fund accounts for monies which provide services and materials to pupils attending non-public schools within the District.

**Data Communication Fund** - This fund accounts for money appropriated for Ohio Educational Computer Network Connections.

**Student Wellness & Success Fund** - This fund is used to account for state grants that are restricted for student health and wellness activities.

**Miscellaneous State Grants Fund** - This fund accounts for various monies received from state agencies which are not classified elsewhere but are restricted for a specific purpose.

**Emergency Relief Fund** - This fund accounts for grants received from state to provide emergency relief to school districts related to the COVID-19 pandemic.

**IDEA, Part B Special Education Fund** - The purpose of this federal program is to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least-restrictive, alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool elementary and secondary levels.

**Limited English Proficiency Fund** - This program is designed to help meet the educational needs of children of limited English proficiency.

**Title I Fund** - The purpose of this federal program is to provide financial assistance to state and local education agencies to meet the special needs of educationally deprived children.

**Early Childhood Education Development Fund** - This fund accounts for federal monies which partially support the preschool program focusing on the early education of handicapped children.

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**DESCRIPTION OF FUNDS**

---

**Nonmajor Special Revenue Funds**

(Continued)

**Improving Teacher Quality Fund** - This fund provides for improved instruction through better use of technology.

**Miscellaneous Federal Grants Fund** - This fund accounts for monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere but are restricted for a specific purpose.

The following funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis). These funds are not included in the combining statements for the nonmajor special revenue funds since they are reported in the general fund (GAAP basis); however, the budgetary schedules for these funds are presented in this section.

**Special Trusts Fund** - This fund is used to account for assets held by the school district for various activities of the District which there are no external restrictions on the use of resources and for which the Board of Education has not placed any constraints on the use of the resources.

**Public School Support Fund** - This fund is used for the general support of the school building, staff and students.

**Summer School Fund** - This fund is used to account for operations of the District's summer school program.

**SERS Employer Fund** - This fund is used to account for amounts collected and distributed for the District's SERS Surcharge.

**Termination Benefits Fund** - This fund is used to accumulate cash for paying termination benefits or for paying salaries when the number of pay periods exceeds the usual and customary for a year.

**Workers Compensation Fund** - This fund is used to account for workers compensation self-insurance revenues and expenditures.

**Nonmajor Capital Projects Fund**

**Permanent Improvement Fund** - This fund accounts for all transactions related to the acquiring, constructing, or improving of facilities.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2020**

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Capital Projects Fund - Permanent Improvement</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Assets:</b>			
Equity in pooled cash and investments . . . . .	\$ 4,140,970	\$ 23,208	\$ 4,164,178
Receivables:			
Property taxes . . . . .	-	764,543	764,543
Accrued interest . . . . .	12,063	-	12,063
Intergovernmental . . . . .	<u>363,704</u>	<u>-</u>	<u>363,704</u>
Total assets . . . . .	<u><u>\$ 4,516,737</u></u>	<u><u>\$ 787,751</u></u>	<u><u>\$ 5,304,488</u></u>
<b>Liabilities:</b>			
Accounts payable. . . . .	\$ 65,679	\$ 479	\$ 66,158
Accrued wages and benefits payable . . . . .	46,089	-	46,089
Intergovernmental payable . . . . .	10,076	-	10,076
Pension and post employment benefits payable . . .	6,767	-	6,767
Interfund loans payable . . . . .	207,586	-	207,586
Due to other funds . . . . .	<u>20,329</u>	<u>-</u>	<u>20,329</u>
Total liabilities. . . . .	<u><u>356,526</u></u>	<u><u>479</u></u>	<u><u>357,005</u></u>
<b>Deferred inflows of resources:</b>			
Property taxes levied for the next fiscal year. . . . .	-	716,282	716,282
Delinquent property tax revenue not available. . . . .	-	23,222	23,222
Intergovernmental revenue not available . . . . .	346,300	-	346,300
Accrued interest not available. . . . .	<u>9,351</u>	<u>-</u>	<u>9,351</u>
Total deferred inflows of resources . . . . .	<u><u>355,651</u></u>	<u><u>739,504</u></u>	<u><u>1,095,155</u></u>
<b>Fund Balances:</b>			
Nonspendable:			
Scholarships . . . . .	3,844,524	-	3,844,524
Restricted:			
Non-public schools . . . . .	56,893	-	56,893
Extracurricular . . . . .	45,417	-	45,417
Student wellness and success . . . . .	132,516	-	132,516
Other purposes . . . . .	772	-	772
Committed:			
Capital improvements . . . . .	-	47,768	47,768
Unassigned (deficit) . . . . .	<u>(275,562)</u>	<u>-</u>	<u>(275,562)</u>
Total fund balances . . . . .	<u><u>3,804,560</u></u>	<u><u>47,768</u></u>	<u><u>3,852,328</u></u>
Total liabilities, deferred inflows and fund balances . .	<u><u>\$ 4,516,737</u></u>	<u><u>\$ 787,751</u></u>	<u><u>\$ 5,304,488</u></u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Capital Projects Fund - Permanent Improvement</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Revenues:</b>			
From local sources:			
Property taxes. . . . .	\$ -	\$ 623,017	\$ 623,017
Earnings on investments. . . . .	38,667	-	38,667
Extracurricular. . . . .	157,660	-	157,660
Classroom materials and fees. . . . .	-	34,175	34,175
Contributions and donations. . . . .	4,996	-	4,996
Other local revenues. . . . .	56,931	28,809	85,740
Intergovernmental - state. . . . .	702,227	20,177	722,404
Intergovernmental - federal. . . . .	510,782	-	510,782
Change in fair value of investments. . . . .	102,498	-	102,498
Total revenues. . . . .	<u>1,573,761</u>	<u>706,178</u>	<u>2,279,939</u>
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular. . . . .	44,245	8,863	53,108
Special. . . . .	451,624	-	451,624
Vocational. . . . .	7,592	207,033	214,625
Support services:			
Pupil. . . . .	205,030	-	205,030
Instructional staff. . . . .	37,810	-	37,810
Operations and maintenance. . . . .	9,385	41,029	50,414
Central. . . . .	-	100,369	100,369
Operation of non-instructional services:			
Other non-instructional services. . . . .	497,016	-	497,016
Extracurricular activities. . . . .	158,080	-	158,080
Facilities acquisition and construction. . . . .	-	146,800	146,800
Debt service:			
Principal retirement. . . . .	-	490,000	490,000
Interest and fiscal charges. . . . .	-	857,188	857,188
Total expenditures. . . . .	<u>1,410,782</u>	<u>1,851,282</u>	<u>3,262,064</u>
Excess (deficiency) of revenues over (under) expenditures. . . . .	<u>162,979</u>	<u>(1,145,104)</u>	<u>(982,125)</u>
<b>Other financing sources:</b>			
Sale of assets. . . . .	-	2,741	2,741
Transfers in. . . . .	<u>52,589</u>	<u>1,000,000</u>	<u>1,052,589</u>
Total other financing sources. . . . .	<u>52,589</u>	<u>1,002,741</u>	<u>1,055,330</u>
Net change in fund balances. . . . .	215,568	(142,363)	73,205
<b>Fund balances at beginning of year (restated).</b>	<u>3,588,992</u>	<u>190,131</u>	<u>3,779,123</u>
<b>Fund balances at end of year. . . . .</b>	<u>\$ 3,804,560</u>	<u>\$ 47,768</u>	<u>\$ 3,852,328</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2020**

	<b>Endowment</b>	<b>Other Grants</b>	<b>Student Managed Activity</b>	<b>District Managed Student Activity</b>
<b>Assets:</b>				
Equity in pooled cash and investments . . . . .	\$ 3,841,812	\$ 772	\$ 45,417	\$ 10,952
Receivables:				
Accrued Interest . . . . .	12,063	-	-	-
Intergovernmental . . . . .	-	-	-	-
Total assets. . . . .	<u>\$ 3,853,875</u>	<u>\$ 772</u>	<u>\$ 45,417</u>	<u>\$ 10,952</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ -	\$ -	\$ -	\$ 577
Accrued wages and benefits payable . . . . .	-	-	-	-
Intergovernmental payable . . . . .	-	-	-	-
Pension and post employment benefits payable . . .	-	-	-	-
Interfund loans payable . . . . .	-	-	-	15,000
Due to other funds . . . . .	-	-	-	-
Total liabilities. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,577</u>
<b>Deferred inflows of resources:</b>				
Intergovernmental revenue not available . . . . .	-	-	-	-
Accrued interest not available. . . . .	<u>9,351</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total deferred inflows of resources . . . . .	<u>9,351</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund Balances:</b>				
Nonspendable:				
Scholarships . . . . .	3,844,524	-	-	-
Restricted:				
Non-public schools . . . . .	-	-	-	-
Extracurricular . . . . .	-	-	45,417	-
Student wellness and success . . . . .	-	-	-	-
Other purposes . . . . .	-	772	-	-
Unassigned (deficit) . . . . .	-	-	-	(4,625)
Total fund balances. . . . .	<u>3,844,524</u>	<u>772</u>	<u>45,417</u>	<u>(4,625)</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 3,853,875</u>	<u>\$ 772</u>	<u>\$ 45,417</u>	<u>\$ 10,952</u>

Auxiliary Services	Student Wellness & Success	Miscellaneous State Grants	Emergency Relief	IDEA, Part B Special Education	Title I
\$ 87,812	\$ 133,011	\$ 5,127	\$ 4,902	\$ -	\$ 2,715
-	-	-	-	-	-
-	-	-	5,098	202,268	81,981
<u>\$ 87,812</u>	<u>\$ 133,011</u>	<u>\$ 5,127</u>	<u>\$ 10,000</u>	<u>\$ 202,268</u>	<u>\$ 84,696</u>
\$ 19,508	\$ 495	\$ 4,719	\$ -	\$ 161	\$ 21,390
9,476	-	-	-	15,248	21,365
135	-	-	-	9,648	293
1,800	-	-	-	2,135	2,832
-	-	8,000	10,000	150,000	-
-	-	-	-	12,922	-
<u>30,919</u>	<u>495</u>	<u>12,719</u>	<u>10,000</u>	<u>190,114</u>	<u>45,880</u>
-	-	-	5,098	202,268	81,981
-	-	-	-	-	-
-	-	-	5,098	202,268	81,981
56,893	-	-	-	-	-
-	-	-	-	-	-
-	132,516	-	-	-	-
-	-	-	-	-	-
-	-	(7,592)	(5,098)	(190,114)	(43,165)
<u>56,893</u>	<u>132,516</u>	<u>(7,592)</u>	<u>(5,098)</u>	<u>(190,114)</u>	<u>(43,165)</u>
<u>\$ 87,812</u>	<u>\$ 133,011</u>	<u>\$ 5,127</u>	<u>\$ 10,000</u>	<u>\$ 202,268</u>	<u>\$ 84,696</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)**  
JUNE 30, 2020

	<b>Improving Teacher Quality</b>	<b>Miscellaneous Federal Grants</b>	<b>Total Nonmajor Special Revenue Funds</b>
<b>Assets:</b>			
Equity in pooled cash and investments . . . . .	\$ 8,450	\$ -	\$ 4,140,970
Receivables:			
Accrued Interest . . . . .	- - -	- - -	12,063
Intergovernmental . . . . .	<u>61,494</u>	<u>12,863</u>	<u>363,704</u>
Total assets. . . . .	<u><u>69,944</u></u>	<u><u>12,863</u></u>	<u><u>4,516,737</u></u>
<b>Liabilities:</b>			
Accounts payable. . . . .	\$ 18,050	\$ 779	\$ 65,679
Accrued wages and benefits payable . . . . .	- - -	- - -	46,089
Intergovernmental payable . . . . .	- - -	- - -	10,076
Pension and post employment benefits payable . . . . .	- - -	- - -	6,767
Interfund loans payable . . . . .	<u>20,586</u>	<u>4,000</u>	<u>207,586</u>
Due to other funds . . . . .	<u>-</u>	<u>7,407</u>	<u>20,329</u>
Total liabilities. . . . .	<u><u>38,636</u></u>	<u><u>12,186</u></u>	<u><u>356,526</u></u>
<b>Deferred inflows of resources:</b>			
Intergovernmental revenue not available . . . . .	<u>54,106</u>	<u>2,847</u>	<u>346,300</u>
Accrued interest not available. . . . .	<u>- - -</u>	<u>- - -</u>	<u>9,351</u>
Total deferred inflows of resources . . . . .	<u><u>54,106</u></u>	<u><u>2,847</u></u>	<u><u>355,651</u></u>
<b>Fund Balances:</b>			
Nonspendable:			
Scholarships . . . . .	- - -	- - -	3,844,524
Restricted:			
Non-public schools . . . . .	- - -	- - -	56,893
Extracurricular . . . . .	- - -	- - -	45,417
Student wellness and success . . . . .	- - -	- - -	132,516
Other purposes . . . . .	- - -	- - -	772
Unassigned (deficit) . . . . .	<u>(22,798)</u>	<u>(2,170)</u>	<u>(275,562)</u>
Total fund balances. . . . .	<u><u>(22,798)</u></u>	<u><u>(2,170)</u></u>	<u><u>3,804,560</u></u>
Total liabilities, deferred inflows and fund balances	<u><u>69,944</u></u>	<u><u>12,863</u></u>	<u><u>4,516,737</u></u>

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<b>Endowment</b>	<b>Other Grants</b>	<b>Student Managed Activity</b>	<b>District Managed Student Activity</b>
<b>Revenues:</b>				
From local sources:				
Earnings on investments . . . . .	\$ 36,705	\$ -	\$ -	\$ -
Extracurricular . . . . .	- - -	533	39,115	118,012
Contributions and donations . . . . .	- - -	- - -	4,896	100
Other local revenues . . . . .	55,000	500	910	521
Intergovernmental - state . . . . .	- - -	- - -	- - -	- - -
Intergovernmental - federal . . . . .	- - -	- - -	- - -	- - -
Change in fair value of investments . . . . .	102,498	- - -	- - -	- - -
Total revenues . . . . .	<u>194,203</u>	<u>1,033</u>	<u>44,921</u>	<u>118,633</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	32,200	500	- - -	- - -
Special . . . . .	- - -	- - -	- - -	- - -
Vocational . . . . .	- - -	- - -	- - -	- - -
Support services:				
Pupil . . . . .	- - -	- - -	- - -	- - -
Instructional staff . . . . .	- - -	528	- - -	- - -
Operations and maintenance . . . . .	- - -	4,287	- - -	- - -
Operation of non-instructional services:				
Other non-instructional services . . . . .	- - -	- - -	- - -	947
Extracurricular activities . . . . .	- - -	- - -	35,003	123,077
Total expenditures . . . . .	<u>32,200</u>	<u>5,315</u>	<u>35,003</u>	<u>124,024</u>
Excess (deficiency) of revenues over (under) expenditures . . . . .	<u>162,003</u>	<u>(4,282)</u>	<u>9,918</u>	<u>(5,391)</u>
<b>Other financing sources:</b>				
Transfers in . . . . .	- - -	4,314	- - -	- - -
Total other financing sources . . . . .	<u>- - -</u>	<u>4,314</u>	<u>- - -</u>	<u>- - -</u>
Net change in fund balances . . . . .	<u>162,003</u>	<u>32</u>	<u>9,918</u>	<u>(5,391)</u>
<b>Fund balances (deficit) at beginning of year (restated) . . . . .</b>	<u>3,682,521</u>	<u>740</u>	<u>35,499</u>	<u>766</u>
<b>Fund balances (deficit) at end of year . . . . .</b>	<u>\$ 3,844,524</u>	<u>\$ 772</u>	<u>\$ 45,417</u>	<u>\$ (4,625)</u>

Auxiliary Services	Data Communication	Student Wellness & Success	Miscellaneous State Grants	Emergency Relief	IDEA, Part B Special Education
\$ 1,962	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
460,072	7,200	227,567	-	-	-
-	-	-	-	-	241,003
-	-	-	-	-	-
462,034	7,200	227,567	-	-	241,003
-	-	-	-	-	-
-	-	-	-	-	232,912
-	-	-	7,592	-	-
-	-	95,051	-	-	109,979
-	7,200	-	-	-	-
-	-	-	-	5,098	-
422,863	-	-	-	-	25,831
422,863	7,200	95,051	7,592	5,098	368,722
39,171	-	132,516	(7,592)	(5,098)	(127,719)
-	-	-	-	-	-
-	-	-	-	-	-
39,171	-	132,516	(7,592)	(5,098)	(127,719)
17,722	-	-	-	-	(62,395)
\$ 56,893	\$ -	\$ 132,516	\$ (7,592)	\$ (5,098)	\$ (190,114)

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<b>Title I</b>	<b>Early Childhood Education Development</b>	<b>Improving Teacher Quality</b>	<b>Miscellaneous Federal Grants</b>	<b>Total Nonmajor Special Revenue Funds</b>
<b>Revenues:</b>					
From local sources:					
Earnings on investments . . . . .	\$ -	\$ -	\$ -	\$ -	\$ 38,667
Extracurricular . . . . .	- - - - -	- - - - -	- - - - -	- - - - -	157,660
Contributions and donations . . . . .	- - - - -	- - - - -	- - - - -	- - - - -	4,996
Other local revenues . . . . .	- - - - -	- - - - -	- - - - -	- - - - -	56,931
Intergovernmental - state . . . . .	- - - - -	- - - - -	7,388	- - - - -	702,227
Intergovernmental - federal . . . . .	208,762	8,657	37,404	14,956	510,782
Change in fair value of investments . . . . .	- - - - -	- - - - -	- - - - -	- - - - -	102,498
 Total revenues. . . . .	 208,762	 8,657	 44,792	 14,956	 1,573,761
 <b>Expenditures:</b>					
Current:					
Instruction:					
Regular . . . . .	- - - - -	- - - - -	6,608	4,937	44,245
Special . . . . .	212,196	6,516	- - - - -	- - - - -	451,624
Vocational . . . . .	- - - - -	- - - - -	- - - - -	- - - - -	7,592
Support services:					
Pupil . . . . .	- - - - -	- - - - -	- - - - -	- - - - -	205,030
Instructional staff. . . . .	5,532	- - - - -	24,550	- - - - -	37,810
Operations and maintenance. . . . .	- - - - -	- - - - -	- - - - -	- - - - -	9,385
Operation of non-instructional services:					
Other non-instructional services . . . . .	5,824	- - - - -	29,362	12,189	497,016
Extracurricular activities. . . . .	- - - - -	- - - - -	- - - - -	- - - - -	158,080
Total expenditures . . . . .	223,552	6,516	60,520	17,126	1,410,782
 Excess (deficiency) of revenues over (under) expenditures. . . . .	 (14,790)	 2,141	 (15,728)	 (2,170)	 162,979
 <b>Other financing sources:</b>					
Transfers in. . . . .	46,192	2,083	- - - - -	- - - - -	52,589
Total other financing sources . . . . .	46,192	2,083	- - - - -	- - - - -	52,589
Net change in fund balances . . . . .	31,402	4,224	(15,728)	(2,170)	215,568
 <b>Fund balances (deficit)</b> <b>at beginning of year (restated) . . . . .</b>	 (74,567)	 (4,224)	 (7,070)	 - - - - -	 3,588,992
 <b>Fund balances (deficit)</b> <b>at end of year. . . . .</b>	 \$ (43,165)	 \$ - - - - -	 \$ (22,798)	 \$ (2,170)	 \$ 3,804,560

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget Positive (Negative)</u>	
	<u>Final</u>	<u>Actual</u>		
<b><u>Endowment Fund</u></b>				
Total revenues and other financing sources	\$ 95,000	\$ 108,547	\$ 13,547	
Total expenditures and other financing uses	<u>110,500</u>	<u>110,500</u>		-
Net change in fund balance	(15,500)	(1,953)		13,547
Fund balance at beginning of year	3,650,215	3,650,215		-
Prior year encumbrances appropriated	<u>10,500</u>	<u>10,500</u>		-
Fund balance at end of year	<u>\$ 3,645,215</u>	<u>\$ 3,658,762</u>	<u>\$ 13,547</u>	
<b><u>Other Grants Fund</u></b>				
Total revenues and other financing sources	\$ 10,000	\$ 5,347	\$ (4,653)	
Total expenditures and other financing uses	<u>6,000</u>	<u>5,315</u>		685
Net change in fund balance	4,000	32		(3,968)
Fund balance at beginning of year	<u>740</u>	<u>740</u>		-
Fund balance at end of year	<u>\$ 4,740</u>	<u>\$ 772</u>	<u>\$ (3,968)</u>	
<b><u>Student Managed Activity Fund</u></b>				
Total revenues and other financing sources	\$ 50,000	\$ 44,920	\$ (5,080)	
Total expenditures and other financing uses	<u>42,864</u>	<u>36,551</u>		6,313
Net change in fund balance	7,136	8,369		1,233
Fund balance at beginning of year	32,970	32,970		-
Prior year encumbrances appropriated	<u>2,864</u>	<u>2,864</u>		-
Fund balance at end of year	<u>\$ 42,970</u>	<u>\$ 44,203</u>	<u>\$ 1,233</u>	
<b><u>District Managed Student Activity Fund</u></b>				
Total revenues and other financing sources	\$ 130,000	\$ 115,316	\$ (14,684)	
Total expenditures and other financing uses	<u>134,663</u>	<u>131,957</u>		2,706
Net change in fund balance	(4,663)	(16,641)		(11,978)
Fund balance at beginning of year	16,172	16,172		-
Prior year encumbrances appropriated	<u>4,664</u>	<u>4,664</u>		-
Fund balance at end of year	<u>\$ 16,173</u>	<u>\$ 4,195</u>	<u>\$ (11,978)</u>	

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<b>Budgeted Amounts</b>		<b>Variance with Final Budget Positive (Negative)</b>
	<b>Final</b>	<b>Actual</b>	
<b><u>Auxiliary Services Fund</u></b>			
Total revenues and other financing sources	\$ 461,000	\$ 479,299	\$ 18,299
Total expenditures and other financing uses	<u>495,000</u>	<u>521,739</u>	<u>(26,739)</u>
Net change in fund balance	(34,000)	(42,440)	(8,440)
Fund balance at beginning of year	1,971	1,971	-
Prior year encumbrances appropriated	<u>47,022</u>	<u>47,022</u>	<u>-</u>
Fund balance at end of year	<u>\$ 14,993</u>	<u>\$ 6,553</u>	<u>\$ (8,440)</u>
<b><u>Data Communication Fund</u></b>			
Total revenues and other financing sources	\$ 7,200	\$ 7,200	\$ -
Total expenditures and other financing uses	<u>7,200</u>	<u>7,200</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b><u>Student Wellness &amp; Success Fund</u></b>			
Total revenues and other financing sources	\$ 227,567	\$ 227,567	\$ -
Total expenditures and other financing uses	<u>200,000</u>	<u>97,236</u>	<u>102,764</u>
Net change in fund balance	27,567	130,331	102,764
Fund balance at beginning of year	-	-	-
Fund balance at end of year	<u>\$ 27,567</u>	<u>\$ 130,331</u>	<u>\$ 102,764</u>
<b><u>Miscellaneous State Grants Fund</u></b>			
Total revenues and other financing sources	\$ 10,000	\$ 8,000	\$ (2,000)
Total expenditures and other financing uses	<u>12,880</u>	<u>10,562</u>	<u>2,318</u>
Net change in fund balance	(2,880)	(2,562)	318
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	<u>2,880</u>	<u>2,880</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 318</u>	<u>\$ 318</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget Positive (Negative)</u>
	<u>Final</u>	<u>Actual</u>	
<b><u>Emergency Relief Fund</u></b>			
Total revenues and other financing sources	\$ 20,000	\$ 10,000	\$ (10,000)
Total expenditures and other financing uses	<u>20,000</u>	<u>5,098</u>	<u>14,902</u>
Net change in fund balance	-	4,902	4,902
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 4,902</u>	<u>\$ 4,902</u>
<b><u>IDEA, Part B Special Education Fund</u></b>			
Total revenues and other financing sources	\$ 455,000	\$ 391,003	\$ (63,997)
Total expenditures and other financing uses	<u>431,525</u>	<u>488,171</u>	<u>(56,646)</u>
Net change in fund balance	23,475	(97,168)	(120,643)
Fund balance at beginning of year	46,128	46,128	-
Prior year encumbrances appropriated	<u>6,525</u>	<u>6,525</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$ 76,128</u>	<u>\$ (44,515)</u>	<u>\$ (120,643)</u>
<b><u>Limited English Proficiency Fund</u></b>			
Total revenues and other financing sources	\$ 5,307	\$ -	\$ (5,307)
Total expenditures and other financing uses	<u>5,307</u>	<u>-</u>	<u>5,307</u>
Net change in fund balance	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b><u>Title I Fund</u></b>			
Total revenues and other financing sources	\$ 272,000	\$ 254,954	\$ (17,046)
Total expenditures and other financing uses	<u>258,299</u>	<u>296,949</u>	<u>(38,650)</u>
Net change in fund balance	13,701	(41,995)	(55,696)
Fund balance at beginning of year	17,189	17,189	-
Prior year encumbrances appropriated	<u>1,299</u>	<u>1,299</u>	<u>-</u>
Fund balance (deficit) at end of year	<u>\$ 32,189</u>	<u>\$ (23,507)</u>	<u>\$ (55,696)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<b>Budgeted Amounts</b>		<b>Variance with Final Budget Positive (Negative)</b>
	<b>Final</b>	<b>Actual</b>	
<b><u>Early Childhood Education Development Fund</u></b>			
Total revenues and other financing sources	\$ 19,083	\$ 19,043	\$ (40)
Total expenditures and other financing uses	<u>8,662</u>	<u>8,657</u>	<u>5</u>
Net change in fund balance	10,421	10,386	(35)
Fund balance (deficit) at beginning of year	<u>(10,386)</u>	<u>(10,386)</u>	-
Fund balance at end of year	<u><u>\$ 35</u></u>	<u><u>\$ -</u></u>	<u><u>\$ (35)</u></u>
<b><u>Improving Teacher Quality Fund</u></b>			
Total revenues and other financing sources	\$ 88,000	\$ 57,990	\$ (30,010)
Total expenditures and other financing uses	<u>87,291</u>	<u>92,852</u>	<u>(5,561)</u>
Net change in fund balance	709	(34,862)	(35,571)
Fund balance (deficit) at beginning of year	<u>(2,361)</u>	<u>(2,361)</u>	-
Prior year encumbrances appropriated	<u>5,291</u>	<u>5,291</u>	<u>-</u>
Fund balance (deficit) at end of year	<u><u>\$ 3,639</u></u>	<u><u>\$ (31,932)</u></u>	<u><u>\$ (35,571)</u></u>
<b><u>Miscellaneous Federal Grants Fund</u></b>			
Total revenues and other financing sources	\$ 17,803	\$ 8,940	\$ (8,863)
Total expenditures and other financing uses	<u>17,610</u>	<u>18,579</u>	<u>(969)</u>
Net change in fund balance	193	(9,639)	(9,832)
Fund balance at beginning of year	<u>390</u>	<u>390</u>	-
Prior year encumbrances appropriated	<u>610</u>	<u>610</u>	<u>-</u>
Fund balance (deficit) at end of year	<u><u>\$ 1,193</u></u>	<u><u>\$ (8,639)</u></u>	<u><u>\$ (9,832)</u></u>
<b><u>Special Trusts Fund</u></b>			
Total revenues and other financing sources	\$ 2,500	\$ 1,603	\$ (897)
Total expenditures and other financing uses	<u>3,741</u>	<u>2,433</u>	<u>1,308</u>
Net change in fund balance	(1,241)	(830)	411
Fund balance at beginning of year	<u>19,265</u>	<u>19,265</u>	-
Prior year encumbrances appropriated	<u>741</u>	<u>741</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 18,765</u></u>	<u><u>\$ 19,176</u></u>	<u><u>\$ 411</u></u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget Positive (Negative)</u>	
	<u>Final</u>	<u>Actual</u>		
<b><u>Public School Support Fund</u></b>				
Total revenues and other financing sources	\$ 50,000	\$ 49,443	\$ (557)	
Total expenditures and other financing uses	<u>60,181</u>	<u>54,847</u>	<u>5,334</u>	
Net change in fund balance	(10,181)	(5,404)	4,777	
Fund balance at beginning of year	51,866	51,866	-	
Prior year encumbrances appropriated	<u>3,181</u>	<u>3,181</u>	<u>-</u>	
Fund balance at end of year	<u>\$ 44,866</u>	<u>\$ 49,643</u>	<u>\$ 4,777</u>	
<b><u>Summer School Fund</u></b>				
Total expenditures and other financing uses	\$ 4,354	\$ -	\$ 4,354	
Net change in fund balance	(4,354)	-	4,354	
Fund balance at beginning of year	<u>4,354</u>	<u>4,354</u>	<u>-</u>	
Fund balance at end of year	<u>\$ -</u>	<u>\$ 4,354</u>	<u>\$ 4,354</u>	
<b><u>SERS Employer Fund</u></b>				
Total revenues and other financing sources	\$ -	\$ 1	\$ 1	
Total expenditures and other financing uses	<u>100</u>	<u>-</u>	<u>100</u>	
Net change in fund balance	(100)	1	101	
Fund balance (deficit) at beginning of year	<u>(68,104)</u>	<u>(68,104)</u>	<u>-</u>	
Fund balance (deficit) at end of year	<u>\$ (68,204)</u>	<u>\$ (68,103)</u>	<u>\$ 101</u>	
<b><u>Workers Compensation Fund</u></b>				
Total revenues and other financing sources	\$ 80,000	\$ 64,710	\$ (15,290)	
Total expenditures and other financing uses	<u>62,000</u>	<u>52,468</u>	<u>\$ 9,532</u>	
Net change in fund balance	18,000	12,242	(5,758)	
Fund balance at beginning of year	<u>288,931</u>	<u>288,931</u>	<u>-</u>	
Fund balance at end of year	<u>\$ 306,931</u>	<u>\$ 301,173</u>	<u>\$ (5,758)</u>	

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget Positive (Negative)</u>
	<u>Final</u>	<u>Actual</u>	
<b><u>Termination Benefits Fund</u></b>			
Total revenues and other financing sources	\$ 200,000	\$ -	\$ (200,000)
Total expenditures and other financing uses	<u>100,000</u>	<u>46,621</u>	<u>53,379</u>
Net change in fund balance	100,000	(46,621)	(146,621)
Fund balance at beginning of year	<u>239,757</u>	<u>239,757</u>	<u>-</u>
Fund balance at end of year	<u>\$ 339,757</u>	<u>\$ 193,136</u>	<u>\$ (146,621)</u>
<b><u>Permanent Improvement Fund</u></b>			
Total revenues and other financing sources	\$ 2,500,000	\$ 1,815,730	\$ (684,270)
Total expenditures and other financing uses	<u>1,956,938</u>	<u>1,872,572</u>	<u>84,366</u>
Net change in fund balance	543,062	(56,842)	(599,904)
Fund balance at beginning of year	10,401	10,401	-
Prior year encumbrances appropriated	<u>56,938</u>	<u>56,938</u>	<u>-</u>
Fund balance at end of year	<u>\$ 610,401</u>	<u>\$ 10,497</u>	<u>\$ (599,904)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**DESCRIPTION OF FUNDS**

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**Major Enterprise Funds**

Enterprise Funds are established to account for operations that are financed and operated in a manner similar to private sector business where the interest is the expense (including depreciation) of providing goods or services primarily or solely to the general public to be financed or recovered primarily through user charges.

**Food Services Fund** - This fund accounts for the provision of food service to the high school, middle school and elementary school.

**Day Care Services Fund** - This fund accounts for services provided primarily to the general public for day care services, which are financed or recovered through user charges.

**Internal Service Funds**

An Internal Service Fund is used to account for the financing of services provided by one department to the other departments of the government or to other districts on a cost reimbursement basis.

**Employee Flex Benefits Plan Fund** - This fund accounts for a flexible benefits plan offered to District employees.

**Health Self Insurance Fund** - A fund provided to account for monies received from other funds as payment for providing medical employee benefits.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget Positive (Negative)</u>
	<u>Final</u>	<u>Actual</u>	
<b><u>Food Services Fund</u></b>			
Total revenues and other financing sources	\$ 335,000	\$ 333,515	\$ (1,485)
Total expenses and other financing uses	<u>404,993</u>	<u>403,002</u>	<u>1,991</u>
Net change in fund equity	(69,993)	(69,487)	506
Fund equity at beginning of year	121,009	121,009	-
Prior year encumbrances appropriated	<u>2,993</u>	<u>2,993</u>	<u>-</u>
Fund equity at end of year	<u>\$ 54,009</u>	<u>\$ 54,515</u>	<u>\$ 506</u>
<b><u>Day Care Services Fund</u></b>			
Total revenues and other financing sources	\$ 755,000	\$ 760,129	\$ 5,129
Total expenses and other financing uses	<u>961,287</u>	<u>940,958</u>	<u>20,329</u>
Net change in fund equity	(206,287)	(180,829)	25,458
Fund equity at beginning of year	316,433	316,433	-
Prior year encumbrances appropriated	<u>11,287</u>	<u>11,287</u>	<u>-</u>
Fund equity at end of year	<u>\$ 121,433</u>	<u>\$ 146,891</u>	<u>\$ 25,458</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO

COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
JUNE 30, 2020

	Employee Flex Benefits Plan	Health Self Insurance Fund	Total Governmental Activities - Internal Service Funds
<b>Assets:</b>			
Current assets:			
Equity in pooled cash and investments . . .	\$ 11,837	\$ 654,342	\$ 666,179
Total assets. . . . .	<u>11,837</u>	<u>654,342</u>	<u>666,179</u>
<b>Liabilities:</b>			
Current liabilities:			
Due to other governments . . . . .	405	-	405
Claims payable . . . . .	<u>-</u>	<u>250,887</u>	<u>250,887</u>
Total liabilities . . . . .	<u>405</u>	<u>250,887</u>	<u>251,292</u>
<b>Net position:</b>			
Unrestricted . . . . .	<u>11,432</u>	<u>403,455</u>	<u>414,887</u>
Total net position . . . . .	<u>\$ 11,432</u>	<u>\$ 403,455</u>	<u>\$ 414,887</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION  
INTERNAL SERVICE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<b>Employee Flex Benefits Plan</b>	<b>Health Self Insurance Fund</b>	<b>Total Governmental Activities - Internal Service Funds</b>
<b>Operating revenues:</b>			
Sales/charges for services. . . . .	\$ -	\$ 3,013,120	\$ 3,013,120
Other . . . . .	<u>118,534</u>	<u>-</u>	<u>118,534</u>
Total operating revenues . . . . .	<u>118,534</u>	<u>3,013,120</u>	<u>3,131,654</u>
<b>Operating expenses:</b>			
Purchased services. . . . .	100,454	-	100,454
Other. . . . .	405	-	405
Claims . . . . .	<u>-</u>	<u>2,916,293</u>	<u>2,916,293</u>
Total operating expenses. . . . .	<u>100,859</u>	<u>2,916,293</u>	<u>3,017,152</u>
Operating income (loss)/change in net position	<u>17,675</u>	<u>96,827</u>	<u>114,502</u>
Change in net position. . . . .	<u>17,675</u>	<u>96,827</u>	<u>114,502</u>
<b>Net position (deficit) at beginning of year .</b>	<u>(6,243)</u>	<u>306,628</u>	<u>300,385</u>
<b>Net position at end of year . . . . .</b>	<u><u>\$ 11,432</u></u>	<u><u>\$ 403,455</u></u>	<u><u>\$ 414,887</u></u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<b>Employee Flex Benefits Plan</b>	<b>Health Self Insurance Fund</b>	<b>Total Governmental Activities - Internal Service Funds</b>
<b>Cash flows from operating activities:</b>			
Cash received from sales/charges for services. . . . .	\$ -	\$ 3,013,120	\$ 3,013,120
Cash received from other operations . . . . .	118,534	-	118,534
Cash payments for contractual services . . . . .	(100,454)	-	(100,454)
Cash payments for claims . . . . .	-	(3,010,543)	(3,010,543)
Net cash provided by operating activities . . . . .	<u>18,080</u>	<u>2,577</u>	<u>20,657</u>
<b>Cash flows from noncapital financing activities:</b>			
Cash used in repayment of interfund loans. . . . .	(20,000)	-	(20,000)
Net cash used in noncapital financing activities. . . . .	(20,000)	-	(20,000)
Net change in cash and cash equivalents . . . . .	(1,920)	2,577	657
<b>Cash and cash equivalents at beginning of year . . .</b>	<b>13,757</b>	<b>651,765</b>	<b>665,522</b>
<b>Cash and cash equivalents at end of year . . . . .</b>	<b><u>\$ 11,837</u></b>	<b><u>\$ 654,342</u></b>	<b><u>\$ 666,179</u></b>
<b>Reconciliation of operating income to net cash used in operating activities:</b>			
Operating income . . . . .	\$ 17,675	\$ 96,827	\$ 114,502
Changes in assets and liabilities:			
Intergovernmental payable. . . . .	405	-	405
Claims payable . . . . .	-	(94,250)	(94,250)
Net cash provided by operating activities . . . . .	<u>\$ 18,080</u>	<u>\$ 2,577</u>	<u>\$ 20,657</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget Positive (Negative)</u>
	<u>Final</u>	<u>Actual</u>	
<b><u>Employee Flex Benefits Plan Fund</u></b>			
Total revenues and other financing sources	\$ 140,000	\$ 118,534	\$ (21,466)
Total expenses and other financing uses	<u>115,000</u>	<u>120,454</u>	<u>(5,454)</u>
Net change in fund equity	25,000	(1,920)	(26,920)
Fund equity at beginning of year	<u>13,757</u>	<u>13,757</u>	<u>-</u>
Fund equity at end of year	<u>\$ 38,757</u>	<u>\$ 11,837</u>	<u>\$ (26,920)</u>
<b><u>Health Self Insurance Fund</u></b>			
Total revenues and other financing sources	\$ 3,242,000	\$ 3,013,120	\$ (228,880)
Total expenses and other financing uses	<u>3,341,900</u>	<u>3,010,545</u>	<u>331,355</u>
Net change in fund balance	(99,900)	2,575	102,475
Fund equity at beginning of year	<u>651,766</u>	<u>651,766</u>	<u>-</u>
Fund equity at end of year	<u>\$ 551,866</u>	<u>\$ 654,341</u>	<u>\$ 102,475</u>

# STATISTICAL SECTION



Learning to Believe & Achieve

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**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATISTICAL SECTION**

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

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	<b>126-139</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	<b>140-144</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	<b>145-149</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	<b>150-151</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	<b>152-159</b>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

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

	<b>2020</b>	<b>2019 (4)</b>	<b>2018</b>	<b>2017 (3)</b>
<b>Governmental activities</b>				
Net investment in capital assets	\$ 6,760,491	\$ 6,258,898	\$ 6,120,726	\$ 7,064,475
Restricted for:				
Capital projects	221,548	632,968	14,282	-
Debt service	2,730,396	3,276,227	3,080,358	3,578,965
Locally funded programs	772	740	3,994	7,380
State funded programs	148,991	-	5,929	2,423
Federally funded programs	303,738	10,514	119,775	14,039
Student activities	45,417	35,499	-	10,995
Scholarships	3,853,875	3,682,521	-	-
Unrestricted (deficit)	(12,257,932)	(6,341,462)	(8,863,434)	(20,902,380)
Total governmental activities net position	<u>1,807,296</u>	<u>7,555,905</u>	<u>481,630</u>	<u>(10,224,103)</u>
<b>Business-type activities</b>				
Net investment in capital assets	17,123	26,323	37,695	47,527
Unrestricted (deficit)	(1,625,192)	(1,234,712)	(1,226,051)	(1,461,100)
Total business-type activities net position	<u>(1,608,069)</u>	<u>(1,208,389)</u>	<u>(1,188,356)</u>	<u>(1,413,573)</u>
<b>Primary government</b>				
Net investment in capital assets	6,777,614	6,285,221	6,158,421	7,112,002
Restricted for:				
Capital projects	221,548	632,968	14,282	-
Debt service	2,730,396	3,276,227	3,080,358	3,578,965
Locally funded programs	772	740	3,994	7,380
State funded programs	148,991	-	5,929	2,423
Federally funded programs	303,738	10,514	119,775	14,039
Student activities	45,417	35,499	-	10,995
Scholarships	3,853,875	3,682,521	-	-
Unrestricted (deficit)	(13,883,124)	(7,576,174)	(10,089,485)	(22,363,480)
Total primary government net position	<u>\$ 199,227</u>	<u>\$ 6,347,516</u>	<u>\$ (706,726)</u>	<u>\$ (11,637,676)</u>

**Source:** District financial records.

(1) New terminology in accordance with GASB Statement No. 63 which was implemented in 2013.

(2) Net position restated for GASB Statement No. 68, which was implemented in 2015.

(3) Net position restated for GASB Statement No. 75, which was implemented in 2018.

(3) Net position restated for GASB Statement No. 84, which was implemented in 2019.

	<b>2016</b>		<b>2015</b>		<b>2014 (2)</b>		<b>2013 (1)</b>		<b>2012 (1)</b>		<b>2011</b>
\$	7,746,123	\$	7,882,991	\$	7,601,570	\$	7,549,500	\$	8,373,342	\$	9,202,452
2,367		540,935		3,429		48,029		18,167		95,693	
2,840,995		2,724,609		2,542,419		2,635,272		2,467,211		2,344,828	
8,510		9,300		9,351		9,352		9,938		10,985	
-		13,280		41,370		23,137		37,313		128,670	
21,827		50,260		118,984		214,015		25,051		171,206	
28,445		26,448		31,077		27,784		57,117		38,907	
-		-		-		-		-		-	
<b>(6,864,632)</b>		<b>(9,076,564)</b>		<b>(10,167,556)</b>		<b>15,179,958</b>		<b>12,562,342</b>		<b>10,108,424</b>	
<b>3,783,635</b>		<b>2,171,259</b>		<b>180,644</b>		<b>25,687,047</b>		<b>23,550,481</b>		<b>22,101,165</b>	
58,061		69,285		81,291		94,072		109,865		130,266	
<b>(819,906)</b>		<b>(920,747)</b>		<b>25,496</b>		<b>(170,180)</b>		<b>(254,234)</b>		<b>(292,148)</b>	
<b>(761,845)</b>		<b>(851,462)</b>		<b>106,787</b>		<b>(76,108)</b>		<b>(144,369)</b>		<b>(161,882)</b>	
7,804,184		7,952,276		7,682,861		7,643,572		8,483,207		9,332,718	
2,367		540,935		3,429		48,029		18,167		95,693	
2,840,995		2,724,609		2,542,419		2,635,272		2,467,211		2,344,828	
8,510		9,300		9,351		9,352		9,938		10,985	
-		13,280		41,370		23,137		37,313		128,670	
21,827		50,260		118,984		214,015		25,051		171,206	
28,445		26,448		31,077		27,784		57,117		38,907	
-		-		-		-		-		-	
<b>(7,684,538)</b>		<b>(9,997,311)</b>		<b>(10,142,060)</b>		<b>15,009,778</b>		<b>12,308,108</b>		<b>9,816,276</b>	
<b>\$ 3,021,790</b>		<b>\$ 1,319,797</b>		<b>\$ 287,431</b>		<b>\$ 25,610,939</b>		<b>\$ 23,406,112</b>		<b>\$ 21,939,283</b>	

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**CHANGES IN NET POSITION  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
<b>Expenses</b>				
Governmental activities:				
Instruction:				
Regular	\$ 14,432,412	\$ 10,778,829	\$ 5,772,202	\$ 12,713,393
Special	4,616,032	3,730,179	1,983,087	3,775,162
Vocational	7,503	1,990	212	46,841
Other instructional	30,911	31,617	31,499	31,936
Support services:				
Pupil	1,730,019	1,583,370	798,083	1,557,977
Instructional staff	855,361	663,047	393,706	608,533
Board of education	54,798	53,384	45,446	59,093
Administration	1,673,523	1,638,383	719,777	1,584,574
Fiscal	677,154	821,670	516,257	908,432
Business	195,686	129,210	82,291	21,753
Operations and maintenance	1,725,990	1,660,335	1,320,479	2,027,688
Pupil transportation	838,445	724,459	473,019	903,762
Central	580,846	378,670	181,326	2,342,440
Operation of non-instructional services:				
Other non-instructional services	516,883	514,096	393,264	452,870
Extracurricular activities	611,804	415,092	265,689	575,895
Interest and fiscal charges	2,074,241	2,007,651	2,170,106	1,380,473
Bond issuance costs	-	-	-	-
Total governmental activities expenses	<u>30,621,608</u>	<u>25,131,982</u>	<u>15,146,443</u>	<u>28,990,822</u>
Business-type activities:				
Food service	499,636	517,441	448,593	441,249
Day care services	1,009,583	988,788	776,171	1,038,329
Total business-type activities expenses	<u>1,509,219</u>	<u>1,506,229</u>	<u>1,224,764</u>	<u>1,479,578</u>
Total primary government expenses	<u>\$ 32,130,827</u>	<u>\$ 26,638,211</u>	<u>\$ 16,371,207</u>	<u>\$ 30,470,400</u>

	<b>2016</b>		<b>2015</b>		<b>2014</b>		<b>2013</b>		<b>2012</b>		<b>2011</b>
\$	11,182,440	\$	10,613,471	\$	10,160,176	\$	10,159,477	\$	10,527,461	\$	10,442,452
	3,274,139		3,017,452		2,966,148		2,763,960		2,044,031		2,124,180
	92,529		85,816		119,372		101,276		101,336		88,669
	29,776		27,580		28,429		27,004		26,963		24,695
	1,483,200		1,388,422		1,327,486		1,372,568		1,402,845		1,261,354
	619,491		481,574		508,121		589,672		1,227,221		1,406,625
	71,643		268,722		63,735		33,499		24,499		27,523
	1,627,613		1,419,446		1,530,055		1,465,239		1,525,224		1,437,284
	753,854		594,717		821,468		682,284		808,236		857,173
	14,811		18,594		15,969		33,442		15,108		20,454
	2,034,114		1,761,981		2,339,963		1,767,999		1,848,672		1,952,349
	773,702		670,257		635,344		636,919		598,342		630,610
	800,018		605,860		317,623		271,886		703,144		602,701
	479,910		487,070		435,425		448,198		440,844		567,715
	459,121		449,449		475,581		531,641		546,593		556,263
	830,372		534,058		782,309		861,026		1,343,335		1,413,555
	-		-		79,000		304,956		-		-
	<u>24,526,733</u>		<u>22,424,469</u>		<u>22,606,204</u>		<u>22,051,046</u>		<u>23,183,854</u>		<u>23,413,602</u>
	374,766		378,023		407,926		431,845		409,011		385,275
	<u>805,092</u>		<u>717,833</u>		<u>710,406</u>		<u>728,605</u>		<u>732,200</u>		<u>677,048</u>
	<u>1,179,858</u>		<u>1,095,856</u>		<u>1,118,332</u>		<u>1,160,450</u>		<u>1,141,211</u>		<u>1,062,323</u>
\$	25,706,591	\$	23,520,325	\$	23,724,536	\$	23,211,496	\$	24,325,065	\$	24,475,925

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**CUYAHOGA COUNTY, OHIO**

**CHANGES IN NET POSITION - (Continued)**  
**LAST TEN FISCAL YEARS**  
**(ACCUMULATION BASIS OF ACCOUNTING)**

<b>Program Revenues</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Governmental activities:				
Charges for services and sales:				
Instruction:				
Regular	\$ 315,493	\$ 269,688	\$ 259,126	\$ 284,146
Special	95,168	140,476	175,114	85,297
Other instructional	-	-	-	-
Support services:				
Instructional staff	53	-	-	4,546
Administration	-	-	-	-
Operations and maintenance	51,105	137,443	130,677	104,996
Pupil transportation	13,590	8,040	50,501	5,603
Central	-	-	-	-
Operation of non-instructional services:				
Other non-instructional services	1,018	476	1,992	538
Extracurricular activities	157,348	116,883	121,031	119,805
Operating grants and contributions:				
Instruction:				
Regular	124,439	46,639	66,352	64,743
Special	1,041,440	1,003,238	1,114,651	996,773
Vocational	3,397	2,464	3,808	265
Other instructional	-	-	-	-
Support services:				
Pupil	354,260	126,743	112,271	115,201
Instructional staff	49,857	17,318	21,590	26,715
Administration	-	1,043	871	535
Fiscal	-	-	-	-
Operations and maintenance	5,501	-	-	-
Pupil transportation	-	-	8,154	13,636
Central	-	-	-	-
Operation of non-instructional services:				
Other non-instructional services	554,458	494,128	440,936	445,008
Extracurricular activities	6,422	479	14,988	7,404
Capital grants and contributions:				
Instruction:				
Regular	-	-	109	-
Support services:				
Operations and maintenance	-	-	2,847	-
Pupil transportation	-	-	4,679	-
Total governmental program revenues	<u>2,773,549</u>	<u>2,365,058</u>	<u>2,529,697</u>	<u>2,275,211</u>
Business-type activities:				
Charges for services and sales:				
Food service	176,443	231,233	248,166	242,923
Day care services	753,486	1,021,283	995,895	951,572
Operating grants and contributions:				
Food service	179,610	232,455	205,920	196,829
Total business-type activities program revenues	<u>1,109,539</u>	<u>1,484,971</u>	<u>1,449,981</u>	<u>1,391,324</u>
Total primary government program revenue	<u>3,883,088</u>	<u>3,850,029</u>	<u>3,979,678</u>	<u>3,666,535</u>
<b>Net (Expense)/Revenue</b>				
Governmental activities	(27,848,059)	(22,766,924)	(12,616,746)	(26,715,611)
Business-type activities	(399,680)	(21,258)	225,217	(88,254)
Total primary government net expense	<u>\$ (28,247,739)</u>	<u>\$ (22,788,182)</u>	<u>\$ (12,391,529)</u>	<u>\$ (26,803,865)</u>

	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>
\$	388,870	\$ 377,091	\$ 336,844	\$ 414,852	\$ 405,162	\$ 369,546
92,449	29,083	38,480	33,017	11,753	-	-
-	-	-	-	1,712	2,257	
						479
						1,872
106,943	102,301	102,164	101,970	104,119	103,635	
1,670	6,108	29,600	35,520	33,382	21,541	
-	-	-	1,431	-	230	
612	-	1,990	1,237	172	1,750	
109,506	116,018	101,150	103,829	96,092	117,699	
69,269	63,046	63,770	64,233	66,040	189,310	
856,418	962,436	952,668	727,450	392,629	654,196	
743	284	140	7,802	7,802	7,802	
-	-	-	784	654	290	
97,004	114,345	104,071	177,360	122,200	144,588	
28,806	28,204	44,373	62,143	-	77,163	
764	1,162	4,133	8,771	2,831	17,816	
-	-	25,756	26,018	9,975	18,249	
-	-	2,589	-	1,161	130,747	
-	-	-	-	37,082	-	
-	-	-	2,146	8,321	5,030	
465,242	457,319	448,969	430,875	438,194	519,233	
4,995	200	1,825	6,306	25,737	1,193	
-	-	-	-	-	-	
-	-	-	-	-	1,256	
-	-	-	-	-	-	
<b>2,223,291</b>	<b>2,257,597</b>	<b>2,258,522</b>	<b>2,205,744</b>	<b>1,766,890</b>	<b>2,384,010</b>	
204,915	184,078	228,269	232,193	199,724	179,685	
854,022	741,552	793,720	791,579	746,139	686,999	
<b>199,368</b>	<b>187,378</b>	<b>171,535</b>	<b>188,987</b>	<b>202,397</b>	<b>175,548</b>	
<b>1,258,305</b>	<b>1,113,008</b>	<b>1,193,524</b>	<b>1,212,759</b>	<b>1,148,260</b>	<b>1,042,232</b>	
<b>3,481,596</b>	<b>3,370,605</b>	<b>3,452,046</b>	<b>3,418,503</b>	<b>2,915,150</b>	<b>3,426,242</b>	
(22,303,442)	(20,166,872)	(20,347,682)	(19,845,302)	(21,416,964)	(21,029,592)	
78,447	17,152	75,192	52,309	7,049	(20,091)	
<b>\$ (22,224,995)</b>	<b>\$ (20,149,720)</b>	<b>\$ (20,272,490)</b>	<b>\$ (19,792,993)</b>	<b>\$ (21,409,915)</b>	<b>\$ (21,049,683)</b>	

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**CHANGES IN NET POSITION - (Continued)  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
<b>General Revenues and Other Changes in Net Position</b>				
Governmental activities:				
Property taxes levied for:				
General purposes	\$ 14,090,088	\$ 16,469,682	\$ 15,230,017	\$ 13,214,078
Debt service	1,934,013	2,205,805	1,930,380	1,645,228
Capital outlay	625,832	762,315	727,981	579,683
Grants and entitlements not restricted				
to specific programs	4,600,970	5,014,764	4,911,677	4,873,761
Investment earnings	506,465	703,684	744,644	268,157
Fair value adjustment	337,926	567,438	(227,440)	(350,762)
Miscellaneous	4,156	80,250	5,220	23,184
Transfers	-	-	-	-
Total governmental activities	<u>22,099,450</u>	<u>25,803,938</u>	<u>23,322,479</u>	<u>20,253,329</u>
Business-type activities:				
Miscellaneous	-	1,225	-	-
Transfers	-	-	-	-
Total business-type activities	<u>-</u>	<u>1,225</u>	<u>-</u>	<u>-</u>
Total primary government	<u>22,099,450</u>	<u>25,805,163</u>	<u>23,322,479</u>	<u>20,253,329</u>
<b>Change in Net Position</b>				
Governmental activities	(5,748,609)	3,037,014	10,705,733	(6,462,282)
Business-type activities	(399,680)	(20,033)	225,217	(88,254)
Total primary government	<u>\$ (6,148,289)</u>	<u>\$ 3,016,981</u>	<u>\$ 10,930,950</u>	<u>\$ (6,550,536)</u>

**Source:** District financial records.

	<b>2016</b>		<b>2015</b>		<b>2014</b>		<b>2013</b>		<b>2012</b>		<b>2011</b>					
\$	16,945,403		\$	15,302,280		\$	16,876,303		\$	15,093,080		\$	15,697,755		\$	14,008,337
	1,776,939			1,636,060			1,925,240			2,032,515			2,166,501			1,933,450
-	-			-			-			-			-			-
4,850,596			4,776,039			4,580,830			4,744,664			4,773,368			5,173,969	
334,013			94,653			135,563			31,082			118,471			127,727	
-	-		-			-			-			-			-	
8,867			388,455			26,392			80,527			110,185			57,879	
-	-		(40,000)			(107,000)			-			-			-	
<u>23,915,818</u>			<u>22,157,487</u>			<u>23,437,328</u>			<u>21,981,868</u>			<u>22,866,280</u>			<u>21,301,362</u>	
11,170			8,185			703			15,952			10,464			36,709	
-			40,000			107,000			-			-			-	
<u>11,170</u>			<u>48,185</u>			<u>107,703</u>			<u>15,952</u>			<u>10,464</u>			<u>36,709</u>	
<u>23,926,988</u>			<u>22,205,672</u>			<u>23,545,031</u>			<u>21,997,820</u>			<u>22,876,744</u>			<u>21,338,071</u>	
1,612,376			1,990,615			3,089,646			2,136,566			1,449,316			271,770	
89,617			65,337			182,895			68,261			17,513			16,618	
<u>\$ 1,701,993</u>			<u>\$ 2,055,952</u>			<u>\$ 3,272,541</u>			<u>\$ 2,204,827</u>			<u>\$ 1,466,829</u>			<u>\$ 288,388</u>	

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**PROGRAM REVENUES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
<b>Governmental activities:</b>				
Instruction:				
Regular	\$ 439,932	\$ 316,327	\$ 325,587	\$ 348,889
Special	1,136,608	1,143,714	1,289,765	1,082,070
Vocational	3,397	2,464	3,808	265
Other instructional	-	-	-	-
Support services:				
Pupil	354,260	126,743	112,271	115,201
Instructional staff	49,910	17,318	21,590	31,261
Administration	-	1,043	871	535
Fiscal	-	-	-	-
Operations and maintenance	56,606	137,443	133,524	104,996
Pupil transportation	13,590	8,040	63,334	19,239
Central	-	-	-	-
Operation of non-instructional services:				
Other non-instructional services	555,476	494,604	442,928	445,546
Extracurricular activities	163,770	117,362	136,019	127,209
<b>Total governmental activities</b>	<b>2,773,549</b>	<b>2,365,058</b>	<b>2,529,697</b>	<b>2,275,211</b>
<b>Business-type activities:</b>				
Food service	356,053	463,688	454,086	439,752
Day care services	753,486	1,021,283	995,895	951,572
<b>Total business-type activities</b>	<b>1,109,539</b>	<b>1,484,971</b>	<b>1,449,981</b>	<b>1,391,324</b>
<b>Total primary government</b>	<b>\$ 3,883,088</b>	<b>\$ 3,850,029</b>	<b>\$ 3,979,678</b>	<b>\$ 3,666,535</b>

**Source:** District financial records.

	<b>2016</b>		<b>2015</b>		<b>2014</b>		<b>2013</b>		<b>2012</b>		<b>2011</b>
\$	458,139	\$	440,137	\$	400,614	\$	479,085	\$	471,202	\$	558,856
948,867		991,519		991,148		760,467		404,382		654,196	
743		284		140		7,802		7,802		7,802	
-		-		-		784		2,366		2,547	
97,004		114,345		104,071		177,360		122,200		144,588	
28,806		28,204		44,373		62,143		-		77,642	
764		1,162		4,133		8,771		4,703		17,816	
-		-		25,756		26,018		9,975		18,249	
106,943		102,301		104,753		101,970		105,280		235,638	
1,670		6,108		29,600		35,520		70,464		21,541	
-		-		-		3,577		8,321		5,260	
465,854		457,319		450,959		432,112		438,366		520,983	
114,501		116,218		102,975		110,135		121,829		118,892	
<u>2,223,291</u>		<u>2,257,597</u>		<u>2,258,522</u>		<u>2,205,744</u>		<u>1,766,890</u>		<u>2,384,010</u>	
404,283		371,456		399,804		421,180		402,121		355,233	
854,022		741,552		793,720		791,579		746,139		686,999	
<u>1,258,305</u>		<u>1,113,008</u>		<u>1,193,524</u>		<u>1,212,759</u>		<u>1,148,260</u>		<u>1,042,232</u>	
<u>\$ 3,481,596</u>		<u>\$ 3,370,605</u>		<u>\$ 3,452,046</u>		<u>\$ 3,418,503</u>		<u>\$ 2,915,150</u>		<u>\$ 3,426,242</u>	

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

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

	<b>2020</b>	<b>2019 (1)</b>	<b>2018</b>	<b>2017</b>
General Fund:				
Nonspendable	\$ 45,028	\$ 12,501	\$ 16,278	\$ 22,707
Committed	42,945	214,426	58,789	123,506
Assigned	128,682	185,981	2,745,502	1,230,332
Unassigned	<u>12,500,242</u>	<u>14,750,205</u>	<u>12,816,652</u>	<u>16,109,357</u>
Total general fund	<u>12,716,897</u>	<u>15,163,113</u>	<u>15,637,221</u>	<u>17,485,902</u>
All Other Governmental Funds:				
Nonspendable	3,844,524	-	-	-
Restricted	4,247,488	22,388,995	35,140,587	37,826,418
Committed	47,768	190,131	305,766	734,522
Unassigned (deficit)	<u>(275,562)</u>	<u>(148,845)</u>	<u>(243,622)</u>	<u>(38,682)</u>
Total all other governmental funds	<u>7,864,218</u>	<u>22,430,281</u>	<u>35,202,731</u>	<u>38,522,258</u>
Total governmental funds	<u><u>\$ 20,581,115</u></u>	<u><u>\$ 37,593,394</u></u>	<u><u>\$ 50,839,952</u></u>	<u><u>\$ 56,008,160</u></u>

**Source:** District financial records.

(1) The District implemented GASB Statement 84 in fiscal year 2020.

	<b>2016</b>		<b>2015</b>		<b>2014</b>		<b>2013</b>		<b>2012</b>		<b>2011</b>
\$	11,453	\$	61,494	\$	10,689	\$	10,457	\$	7,605	\$	-
	17,356		-		-		-		10,234		178,302
	230,746		1,550,484		313,968		223,219		294,570		326,450
	20,549,891		18,007,077		17,921,642		15,341,983		13,732,862		12,512,850
	<u>20,809,446</u>		<u>19,619,055</u>		<u>18,246,299</u>		<u>15,575,659</u>		<u>14,045,271</u>		<u>13,017,602</u>
	-		-		-		-		-		-
	3,309,884		3,596,800		2,892,863		2,822,345		2,638,222		2,652,841
	839,531		-		273,857		374,441		111,584		299,333
	(103,446)		(51,372)		-		(25,867)		(4,961)		(129)
	<u>4,045,969</u>		<u>3,545,428</u>		<u>3,166,720</u>		<u>3,170,919</u>		<u>2,744,845</u>		<u>2,952,045</u>
\$	<u>24,855,415</u>	\$	<u>23,164,483</u>	\$	<u>21,413,019</u>	\$	<u>18,746,578</u>	\$	<u>16,790,116</u>	\$	<u>15,969,647</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS (1)  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
<b>Revenues</b>				
From local sources:				
Property taxes	\$ 16,574,489	\$ 19,414,142	\$ 17,910,207	\$ 15,434,566
Tuition	229,275	169,489	211,277	133,186
Transportation fees	13,590	8,040	17,230	-
Earnings on investments	571,988	721,559	745,200	298,909
Extracurricular	199,828	169,619	201,228	226,960
Classroom materials and fees	134,724	161,930	159,486	126,028
Rental income	50,675	158,733	110,438	104,996
Contributions and donations	13,822	27,898	25,248	21,307
Contract services	5,683	5,195	38,782	8,157
Other local revenues	110,337	4,692	20,781	51,563
Change in fair value on investments	337,926	567,438	(227,440)	(431,252)
Intergovernmental	6,322,781	6,850,923	6,477,788	6,527,414
Total revenues	<u>24,565,118</u>	<u>28,259,658</u>	<u>25,690,225</u>	<u>22,501,834</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	9,979,466	10,691,661	10,847,292	10,494,713
Special	4,281,307	4,149,985	4,081,533	3,490,003
Vocational	215,084	2,007	378	58,070
Other	10,745	11,676	11,558	12,192
Support services:				
Pupil	1,630,262	1,706,784	1,471,241	1,442,216
Instructional staff	784,193	647,254	692,700	581,746
Board of education	53,612	55,533	53,335	57,925
Administration	1,567,578	1,762,882	1,532,160	1,497,235
Fiscal	650,410	848,750	799,005	862,482
Business	183,919	145,550	159,100	21,428
Operations and maintenance	1,646,263	1,786,723	1,881,694	1,889,757
Pupil transportation	637,529	728,287	875,062	817,352
Central	370,038	294,927	243,806	2,182,297
Operation of non-instructional services:				
Other non-instructional services	505,843	501,928	441,527	440,186
Extracurricular activities	567,341	473,544	537,211	546,529
Facilities acquisition and construction	14,352,135	17,521,308	2,721,611	685,154
Capital outlay	-	-	-	-
Issuance costs	214,200	-	-	-
Debt service:				
Principal retirement	1,515,315	2,000,716	2,203,385	1,686,414
Interest and fiscal charges	1,901,849	1,915,202	2,079,047	803,544
Bond and certificates of participation issuance costs	-	-	-	457,402
Payment to refunded bond escrow agent	500,000	-	-	-
Accretion on capital appreciation bonds	235,685	232,456	226,788	102,894
Total expenditures	<u>41,802,774</u>	<u>45,477,173</u>	<u>30,858,433</u>	<u>28,129,539</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(17,237,656)</u>	<u>(17,217,515)</u>	<u>(5,168,208)</u>	<u>(5,627,705)</u>
<b>Other Financing Sources (Uses)</b>				
Sale of assets	2,741	1,800	-	-
Sale of bonds	12,450,000	-	-	-
Transfers in	1,052,589	1,432,891	1,368,000	850,000
Transfers (out)	(1,052,589)	(1,432,891)	(1,368,000)	(1,180,000)
Capital lease transaction	-	-	-	1,644,518
General obligation bonds issued	-	-	-	10,750,000
Refunding bonds issued	-	-	-	-
Premium on certificates of participation and bonds	1,887,242	-	-	550,932
Payment refunded bond escrow agent	(14,114,606)	-	-	-
Certificates of participation issued	-	-	-	24,165,000
Total other financing sources (uses)	<u>225,377</u>	<u>1,800</u>	<u>-</u>	<u>36,780,450</u>
Net change in fund balances	<u>\$ (17,012,279)</u>	<u>\$ (17,215,715)</u>	<u>\$ (5,168,208)</u>	<u>\$ 31,152,745</u>
Capital expenditures (included in expenditures above)	12,586,482	17,612,025	2,973,080	640,033
Debt service as a percentage of noncapital expenditures	12.50%	14.89%	16.17%	9.43%

**Source:** District financial records.

(1) Includes General, Special Revenue, Capital Projects, and Debt Service funds.

	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>
\$	18,653,576	\$ 17,463,995	\$ 18,416,893	\$ 17,392,923	\$ 17,083,443	\$ 17,064,594
	259,359	208,922	222,481	306,080	266,691	195,792
	-	-	-	-	-	-
	338,748	88,514	132,284	37,413	113,069	121,957
	191,232	181,275	164,039	171,383	155,419	160,095
	122,996	107,442	79,751	76,903	96,508	136,074
	106,943	102,301	102,164	101,970	104,119	103,635
	20,573	10,671	12,069	11,378	33,545	11,041
	13,764	-	-	-	-	-
	19,171	36,032	72,341	101,243	155,159	79,420
	-	-	-	-	-	-
	6,454,356	6,407,102	6,368,137	5,994,215	6,084,947	6,736,014
	26,180,718	24,606,254	25,570,159	24,193,508	24,092,900	24,608,622
	10,071,144	9,520,195	8,947,016	9,049,519	9,472,929	9,292,770
	3,294,387	3,063,183	2,969,311	2,749,086	2,054,128	2,127,551
	109,194	104,218	131,726	112,285	101,336	88,669
	11,966	12,029	14,478	14,650	15,954	24,695
	-	-	-	-	-	-
	1,486,365	1,411,112	1,315,830	1,391,035	1,418,673	1,253,749
	609,876	450,574	454,886	543,701	1,191,611	1,382,636
	71,743	268,996	63,735	33,499	24,499	27,523
	1,633,050	1,461,397	1,514,324	1,446,104	1,525,693	1,434,797
	747,497	611,516	816,874	683,382	807,897	852,313
	14,811	18,594	15,969	33,442	15,108	37,798
	1,964,733	1,810,888	1,695,749	1,708,857	1,714,845	1,809,114
	735,082	729,462	697,314	693,156	714,197	535,905
	795,281	788,137	301,018	259,559	586,819	598,003
	-	-	-	-	-	-
	485,062	488,433	434,108	446,655	440,733	562,698
	493,861	460,659	473,027	531,056	545,067	554,880
	86,446	100,095	821,181	409,514	263,660	1,573,926
	-	-	446,648	-	-	-
	-	-	79,000	304,956	-	-
	-	-	-	-	-	-
	1,203,620	1,203,893	1,365,000	1,280,000	1,210,000	1,265,000
	675,668	702,849	729,413	854,092	1,174,282	1,197,228
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	24,489,786	23,206,230	23,286,607	22,544,548	23,277,431	24,619,255
	1,690,932	1,400,024	2,283,552	1,648,960	815,469	(10,633)
	-	431,440	-	-	5,000	-
	-	-	-	-	-	-
	1,600,000	899,000	1,019,132	1,064,010	452,500	1,126,578
	(1,600,000)	(979,000)	(1,162,156)	(1,064,010)	(452,500)	(1,092,883)
	-	-	446,648	-	-	-
	-	-	-	-	-	-
	-	-	6,901,000	16,539,980	-	-
	-	-	490,730	2,350,698	-	-
	-	-	(7,312,465)	(18,583,176)	-	-
	-	-	-	-	-	-
	-	351,440	382,889	307,502	5,000	33,695
	\$ 1,690,932	\$ 1,751,464	\$ 2,666,441	\$ 1,956,462	\$ 820,469	\$ 23,062
	42,566	383,049	692,418	453,102	263,660	1,573,926
	7.69%	8.35%	9.27%	9.66%	10.35%	10.63%

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS**

Collection Year	<b>Tangible Personal Property</b>				
	<b>Real Property</b>		<b>Public Utility</b>		
	<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>Assessed Value</b>	<b>Estimated Actual Value</b>	
2020	\$ 402,019,580	\$ 1,148,627,371	\$ 6,040,490	\$ 6,864,193	
2019	402,409,130	1,149,740,371	5,625,260	6,392,341	
2018	354,857,500	1,013,878,571	5,332,130	6,059,239	
2017	354,231,570	1,012,090,200	4,984,210	5,663,875	
2016	361,371,420	1,032,489,771	4,705,490	5,347,148	
2015	334,796,640	956,561,829	4,598,810	5,225,920	
2014	340,827,800	973,793,714	4,394,500	4,993,750	
2013	336,463,920	961,325,486	4,011,650	4,558,693	
2012	350,580,950	1,001,659,857	3,709,930	4,215,830	
2011	356,225,970	1,017,788,486	3,580,770	4,069,057	

**Note:** The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property.

**Note:** The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated by the property tax revenue to be received in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent, and homestead exemptions before being billed.

(1) The effective tax rate has been replaced by the direct tax rate for all years covered by this schedule.

**Source:** Office of the Fiscal Officer, Cuyahoga County

**Total**

<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>Ratio</b>	<b>Direct Tax Rate (1)</b>
\$ 408,060,070	\$ 1,155,491,565	35.31%	\$ 98.12
408,034,390	1,156,132,712	35.29%	98.72
360,189,630	1,019,937,810	35.31%	98.72
359,215,780	1,017,754,075	35.29%	98.62
366,076,910	1,037,836,919	35.27%	96.17
339,395,450	961,787,749	35.29%	96.47
345,222,300	978,787,464	35.27%	96.47
340,475,570	965,884,179	35.25%	97.70
354,290,880	1,005,875,687	35.22%	97.60
359,806,740	1,021,857,543	35.21%	97.27

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PROPERTY TAX RATES  
(RATE PER \$1,000 OF ASSESSED VALUE)  
LAST TEN YEARS

Tax Year/ Collection Year	Direct Tax Rates					Overlapping Tax Rates				
	Voted					Total Direct	Cuyahoga County	City of Fairview Park	Other Levies (1)	Total Levy
	General	Bond	Permanent Improvement	Unvoted						
2019/2020	\$ 85.30	\$ 6.10	\$ 2.15	\$ 4.57	\$ 98.12	\$ 14.05	\$ 11.80	\$ 13.37	\$ 137.34	
2018/2019	85.80	6.20	2.15	4.57	98.72	14.05	11.80	12.97	137.54	
2017/2018	85.80	6.20	2.15	4.57	98.72	14.05	11.80	12.97	137.54	
2016/2017	85.70	6.20	2.15	4.57	98.62	14.05	11.80	12.47	136.94	
2015/2016	86.30	5.30	-	4.57	96.17	14.05	11.80	12.08	134.10	
2014/2015	86.30	5.60	-	4.57	96.47	14.05	11.80	11.78	134.10	
2013/2014	86.30	5.60	-	4.57	96.47	14.05	11.80	10.88	133.20	
2012/2013	86.10	7.03	-	4.57	97.70	13.22	11.80	9.98	132.70	
2011/2012	86.00	7.03	-	4.57	97.60	13.22	11.80	10.08	132.70	
2010/2011	85.77	6.93	-	4.57	97.27	13.22	11.80	7.38	129.67	

**Source:** Cuyahoga County Fiscal Officer's Office - Data is presented on a calendar year basis consistent with the County Fiscal Officer's method of maintaining the information. Composite Reduction Factor (DTE515) report.

**(1) Note:** Other levies consists of Polaris JVSD, Cuyahoga County Library, Cuyahoga Community College and Cuyahoga County Port Authority.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**PROPERTY TAX LEVIES AND COLLECTIONS (1)  
LAST TEN YEARS**

<b>Collection Year</b>	<b>Current Tax Levy</b>	<b>Current Tax Collections</b>	<b>Percent of Current Levy Collected</b>	<b>Delinquent Tax Collections (2)</b>	<b>Total Tax Collection</b>	<b>Total Collection As a Percent of Total Levy</b>
2020	\$ 21,778,305	\$ 21,307,905	97.84%	\$ 353,394	\$ 21,661,299	99.46%
2019	21,999,067	21,587,950	98.13%	325,249	21,913,199	99.61%
2018	21,130,672	20,779,310	98.34%	371,336	21,150,646	100.09%
2017	21,030,238	20,598,397	97.95%	400,537	20,998,934	99.85%
2016	19,764,698	19,472,336	98.52%	280,719	19,753,055	99.94%
2015	19,772,724	19,361,912	97.92%	390,321	19,752,233	99.90%
2014	19,798,918	19,285,908	97.41%	461,947	19,747,855	99.74%
2013	20,507,201	19,663,016	95.88%	384,089	20,047,105	97.76%
2012	20,373,581	19,710,953	96.75%	548,602	20,259,555	99.44%
2011	20,793,529	19,732,467	94.90%	504,382	20,236,849	97.32%

**Source:** Office of the Fiscal Officer, Cuyahoga County.

(1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.

(2) The County does not identify delinquent tax collections by tax year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PRINCIPAL TAXPAYERS  
REAL ESTATE TAX  
DECEMBER 31, 2019 AND DECEMBER 31, 2010

<b>Taxpayer</b>	<b>December 31, 2019</b>		
	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total District Real Estate Assessed Value</b>
Fairview Village Associates LLC	\$ 6,560,510	1	1.63%
Cleveland Electric Illuminating	3,961,880	2	0.99%
Fairview Retail LLC	3,565,590	3	0.89%
Lawn Village Inc.	2,966,220	4	0.74%
200 West Apartments	1,973,580	5	0.49%
West Valley Medical	1,717,560	6	0.43%
American Transmission System	1,268,850	7	0.32%
Fairview Office Land Holding	1,266,170	8	0.31%
East Ohio Gas	935,830	9	0.23%
Stallard-Schrier Fam Ltd. PA	<u>888,230</u>	10	0.22%
 Totals	 <u>\$ 25,104,420</u>		 6.24%
 Total Assessed Valuation	 <u>\$ 402,019,580</u>		
<b>December 31, 2010</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total District Real Estate Assessed Value</b>
Z & Sons Limited Partnership	\$ 5,950,000	1	1.67%
Fairview Shopping Center Corporation	4,138,690	2	1.16%
Cleveland Electrical Illuminating	2,818,880	3	0.79%
Lawn Village, Inc.	2,439,220	4	0.68%
200 West Apartments	1,855,000	5	0.52%
West Valley Medical	1,751,550	6	0.49%
McGowan Real Estate	1,136,250	7	0.31%
Positive Education	1,070,100	8	0.30%
Stallard-Schrieft Fam. Ltd.	805,000	9	0.23%
Fairview Park Senior Apartments	<u>752,710</u>	10	0.21%
 Totals	 <u>\$ 22,717,400</u>		 6.38%
 Total Assessed Valuation	 <u>\$ 356,225,970</u>		

**Source:** Office of the Fiscal Officer, Cuyahoga County

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
ATTRIBUTABLE TO GOVERNMENTAL ACTIVITIES  
JUNE 30, 2020**

	<b>Debt Attributable to Governmental Activities</b>	<b>Percentage Applicable to School District (1)</b>	<b>Amount of Direct and Overlapping Debt Debt</b>
<b>Overlapping debt:</b>			
City of Fairview Park	\$ 18,175,000	91.57%	\$ 16,642,848
Cuyahoga County	211,780,000	1.34%	2,837,852
Polaris Career Center	1,880,000	7.76%	145,888
Cuyahoga Community College	<u>207,010,000</u>	1.34%	<u>2,773,934</u>
Total overlapping debt	438,845,000		22,400,522
<b>Direct debt</b>	<u>52,396,951</u>	100.00%	<u>52,396,951</u>
<b>Total direct and overlapping debt</b>	<u><u>\$ 491,241,951</u></u>		<u><u>\$ 74,797,473</u></u>

**Source:** Ohio Municipal Advisory Council (OMAC)

(1) Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the District by the total assessed valuation of the government.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

<b>Governmental Activities</b>									
<b>Fiscal Year</b>	<b>General Obligation Bonds (1)</b>	<b>Certificates of Participation</b>	<b>Capital Leases</b>	<b>Total</b>	<b>Percentage of Total Personal Income (2)</b>		<b>Per Capita (2)</b>		
2020	\$ 29,901,951	\$ 22,495,000	\$ -	\$ 52,396,951	10.63%		\$	3,242	
2019	32,569,093	22,985,000	-	55,554,093	10.32%			3,412	
2018	33,729,443	23,465,000	548,172	57,742,615	10.72%			3,544	
2017	34,859,389	24,165,000	1,096,345	60,120,734	11.26%			3,573	
2016	24,708,615	-	149,135	24,857,750	4.78%			1,477	
2015	25,664,301	-	295,755	25,960,056	5.22%			1,543	
2014	26,842,945	-	446,648	27,289,593	5.49%			1,647	
2013	28,536,131	-	-	28,536,131	5.74%			1,696	
2012	27,604,200	-	-	27,604,200	5.55%			1,641	
2011	28,683,343	-	-	28,683,343	5.77%			1,705	

**Source:** District financial records.

(1) Includes unamortized premiums and accrued interest on capital appreciation bonds.

(2) See "Demographic and Economic Statistics" for population and personal income information.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**RATIO OF DEBT TO ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY AND DEBT PER CAPITA  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Population (1)</b>	<b>(2) Estimated Actual Value of Taxable Property</b>	<b>General Bonded Debt</b>				<b>Ratio of Net Bonded Debt to Estimated Actual Value</b>	<b>Net Bonded Debt Per Capita</b>
			<b>General Bonded Debt Outstanding (4)</b>	<b>Resources Available to Pay Principal (3)</b>	<b>Net General Bonded Debt</b>			
2020	16,161	\$ 1,155,491,565	\$ 29,901,951	\$ 2,730,396	\$ 27,171,555	2.35%	1,681	
2019	16,284	1,156,132,712	32,569,093	3,276,227	29,292,866	2.53%	1,799	
2018	16,292	1,019,937,810	33,729,443	3,080,358	30,649,085	3.00%	1,881	
2017	16,826	1,017,754,075	34,859,389	3,578,965	31,280,424	3.07%	1,859	
2016	16,826	1,037,836,919	24,708,615	2,840,995	21,867,620	2.11%	1,300	
2015	16,826	961,787,749	25,664,301	2,724,609	22,939,692	2.39%	1,363	
2014	16,571	978,787,464	26,842,945	2,542,419	24,300,526	2.48%	1,466	
2013	16,826	965,884,179	28,536,131	2,635,272	25,900,859	2.68%	1,538	
2012	16,826	1,005,875,687	27,604,200	2,467,211	25,136,989	2.50%	1,494	
2011	16,826	1,021,857,543	28,683,343	2,344,828	26,338,515	2.58%	1,565	

**Source:** District financial records.

(1) See "Demographic and Economic Statistics" for population information.

(2) See "Assessed Valuation and estimated Actual Value of Taxable Property" for estimated actual value of taxable property information.

(3) Represents the amount restricted for debt service on the statement of net position. Portion specific to principal and interest cannot be determined. Entire balance may be applied to principal.

(4) Includes unamortized premiums and accrued interest on capital appreciation bonds.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**COMPUTATION OF LEGAL DEBT MARGIN  
LAST TEN FISCAL YEARS**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
<b><u>Voted</u></b>				
Assessed Valuation	\$ 408,060,070	\$ 408,034,390	\$ 360,189,630	\$ 359,215,780
Debt Limit - 9% of assessed value	\$ 36,725,406	\$ 36,723,095	\$ 32,417,067	\$ 32,329,420
Amount of debt applicable to debt limit:				
General obligation bonds (1)	26,717,842	52,873,157	54,325,701	55,980,913
Less amount available in debt service	(3,101,799)	(3,727,674)	(3,542,241)	(3,709,916)
Total	<u>23,616,043</u>	<u>49,145,483</u>	<u>50,783,460</u>	<u>52,270,997</u>
Overall debt margin	<u>\$ 13,109,363</u>	<u>\$ (12,422,388)</u>	<u>\$ (18,366,393)</u>	<u>\$ (19,941,577)</u>
Total net debt applicable to limit as a percentage of debt limit	64.30%	133.83%	156.66%	161.68%
<b><u>Unvoted</u></b>				
Debt margin - .10% of assessed value	\$ 408,060	\$ 408,034	\$ 360,190	\$ 359,216
Amount of debt applicable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unvoted debt margin	<u>\$ 408,060</u>	<u>\$ 408,034</u>	<u>\$ 360,190</u>	<u>\$ 359,216</u>

**Source:** District financial records.

(1) Excludes unamortized premiums and accrued interest on capital appreciation bonds.

2016	2015	2014	2013	2012	2011
\$ 366,076,910	\$ 339,395,450	\$ 345,222,300	\$ 340,475,570	\$ 354,290,880	\$ 359,806,740
\$ 32,946,922	\$ 30,545,591	\$ 31,070,007	\$ 30,642,801	\$ 31,886,179	\$ 32,382,607
22,055,019 (3,257,314)	23,019,717 (2,970,985)	23,991,516 (2,771,555)	25,304,980 (25,801,935)	25,980,773 (25,132,427)	26,624,993 (26,225,757)
18,797,705	20,048,732	21,219,961	(496,955)	848,346	399,236
<u>\$ 14,149,217</u>	<u>\$ 10,496,859</u>	<u>\$ 9,850,046</u>	<u>\$ 31,139,756</u>	<u>\$ 31,037,833</u>	<u>\$ 31,983,371</u>
57.05%	65.64%	68.30%	-1.62%	2.66%	1.23%
\$ 366,077	\$ 339,395	\$ 345,222	\$ 340,476	\$ 354,291	\$ 359,807
-	-	-	-	-	-
<u>\$ 366,077</u>	<u>\$ 339,395</u>	<u>\$ 345,222</u>	<u>\$ 340,476</u>	<u>\$ 354,291</u>	<u>\$ 359,807</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

<b>Year</b>	<b>Fairview Park Population (1)</b>	<b>Average Personal Income (1)</b>	<b>Per Capita Personal Income (1)</b>	<b>Cuyahoga County Unemployment Rate (2)</b>
2020	16,161	\$ 492,829,695	\$ 30,495	6.6%
2019	16,284	538,267,620	33,055	4.9%
2018	16,292	538,532,060	33,055	6.4%
2017	16,826	534,023,588	31,738	4.8%
2016	16,826	519,973,878	30,903	4.0%
2015	16,826	497,477,516	30,503	6.4%
2014	16,571	497,477,516	32,144	7.0%
2013	16,826	497,477,516	29,566	7.3%
2012	16,826	497,477,516	29,566	6.9%
2011	16,826	497,477,516	29,566	7.9%

(1) U. S. Census Bureau website

(2) Ohio Department of Job and Family Services

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO

Employer	Number of Employees	Percentage of Total Employment
Fairview Park City School District	346	4.01%
Target Corporation	324	3.76%
Cleveland Metroparks	281	3.26%
City of Fairview Park	238	2.76%
Garnett Health Campus	212	2.46%
Cuyahoga County Auditor	159	1.84%
Cornerstone Innovations, Inc.	152	1.76%
McGowan & Company Inc.	150	1.74%
Education Service Center, Inc.	145	1.68%
Western Reserve Care	137	1.59%
<b>Total</b>	<b>2,144</b>	<b>24.86%</b>
<b>Total employment within the District</b>	<b>8,623</b>	
Employer	Number of Employees	Percentage of Total Employment
Fairview Park CSD	413	6.86%
Target Corporation	323	5.37%
Cleveland Metroparks System	236	3.92%
Cuyahoga County Auditor	198	3.29%
Analex Corporation	152	2.53%
U.S. Department of Interior	149	2.48%
ASRC Aerospace	139	2.31%
Riser Foods	102	1.70%
McGowan & Company	92	1.53%
Westside Cardiology	58	0.96%
<b>Total</b>	<b>1,862</b>	<b>30.95%</b>
<b>Total employment within the District</b>	<b>6,017</b>	

**Source:** City of Fairview Park CAFR; Number of employees obtained from the W2's from RITA.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**BUILDING STATISTICS BY FUNCTION/PROGRAM  
CURRENT FISCAL YEAR**

**Parkview Early Education Learning Center**

Constructed in 1952, 1959, 1966, 2020  
Total Building Square Footage 40,086  
Enrollment Grades - Preschool, Day Care, Kindergarten  
Student Capacity - 500  
Regular Instruction Classrooms - 6  
Regular Instruction Teachers - 6  
Special Instruction Teachers - 6

**Fairview High School**

Constructed in 1929, 1948, 1952, 1954  
1960, 1968, 1970, 1978, 2020  
Total Building Square Footage 160,559  
Enrollment Grades - 9-12  
Student Capacity - 850  
Regular Instruction Classrooms - 24  
Regular Instruction Teachers - 23.5  
Special Instruction Teachers - 6

**Lewis F. Mayer Middle School**

Constructed in 1954, 1960, 1968, 2020  
Total Building Square Footage 30,790  
Enrollment Grades - 6 - 8  
Student Capacity - 450  
Regular Instruction Classrooms - 23  
Regular Instruction Teachers - 23  
Special Instruction Teachers - 5

**Gilles-Sweet Elementary School**

Constructed in 2007  
Total Building Square Footage 104,987  
Enrollment Grades - 1 - 5  
Student Capacity - 882  
Regular Instruction Classrooms - 33  
Regular Instruction Teachers - 33  
Special Instruction Teachers - 9

**Source:** District records.

Latest information available

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**PER PUPIL COST  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Governmental Activities Expenses</b>	<b>Enrollment (1)</b>	<b>Cost Per Pupil</b>	<b>Percentage Change</b>	<b>Teaching Staff</b>	<b>Pupil/Teacher Ratio</b>
2020	\$ 30,621,608	1,701	18,002	22.20%	121.00	14.1
2019	25,131,982	1,706	14,732	74.49%	127.00	13.4
2018	15,146,443	1,794	8,443	-47.38%	125.00	14.4
2017	28,990,822	1,807	16,044	20.69%	123.00	14.7
2016	24,526,733	1,845	13,294	5.82%	115.00	16.0
2015	22,424,469	1,785	12,563	-0.25%	118.33	15.1
2014	22,606,204	1,795	12,594	2.80%	105.00	17.1
2013	22,051,046	1,800	12,251	-9.17%	111.00	16.2
2012	23,413,602	1,736	13,487	2.39%	112.00	15.5
2011	23,183,854	1,760	13,173	-3.03%	111.82	15.7

**Source:** District records.

(1) Based upon EMIS information provided to the Ohio Department of Education.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**ENROLLMENT STATISTICS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Elementary Schools (1)</b>	<b>Middle School Enrollment</b>	<b>High School</b>	<b>Totals</b>
2020	789	395	517	1,701
2019	791	396	519	1,706
2018	837	414	543	1,794
2017	830	405	572	1,807
2016	854	415	576	1,845
2015	815	394	573	1,782
2014	799	424	572	1,795
2013	943	277	580	1,800
2012	907	243	586	1,736
2011	915	244	601	1,760

**Source:** Ohio Department of Education.

**(1)** Includes Kindergarten enrollment.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**FULL-TIME EQUIVALENT SCHOOL DISTRICT TEACHERS BY EDUCATION  
LAST TEN FISCAL YEARS (1)**

<b>Fiscal Year</b>	<b>Bachelor's Degree</b>	<b>Bachelor + 18</b>	<b>Bachelor + 30</b>	<b>Master's Degree</b>	<b>Master + 18</b>	<b>Master + 30</b>	<b>PhD/EDS</b>	<b>Total</b>
2020	15.00	8.00	13.00	48.00	16.00	15.00	6.00	121.00
2019	17.00	9.00	13.00	56.00	10.00	16.00	6.00	127.00
2018	18.00	5.00	17.00	54.00	11.00	14.00	6.00	125.00
2017	10.00	10.00	19.00	60.00	7.00	13.00	4.00	123.00
2016	13.00	9.00	18.00	53.00	6.00	12.00	4.00	115.00
2015	19.00	8.00	18.33	50.00	9.00	10.00	4.00	118.33
2014	6.00	5.00	20.00	55.00	3.00	12.00	4.00	105.00
2013	7.00	6.00	24.00	49.00	4.00	17.00	4.00	111.00
2012	4.00	8.50	17.50	49.00	4.00	24.00	5.00	112.00
2011	7.50	5.00	22.50	44.56	4.00	24.26	4.00	111.82

**Source:** District records.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**ATTENDANCE AND GRADUATION RATES  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Fairview Park Attendance Rate</b>	<b>State Average</b>	<b>Fairview Park Graduation Rate</b>	<b>State Average</b>
2020	96.8%	(1)	92.0%	85.9%
2019	95.4%	(1)	92.2%	85.3%
2018	93.3%	(1)	94.3%	84.1%
2017	94.9%	(1)	93.1%	(1)
2016	95.4%	(1)	90.1%	78.7%
2015	(1)	(1)	(1)	(1)
2014	95.1%	94.3%	90.8%	82.2%
2013	94.8%	94.2%	92.0%	81.3%
2012	(1)	(1)	(1)	(1)
2011	95.6%	94.5%	98.6%	84.3%

**Source:** Ohio Department of Education Local Report Cards.

(1) Information for fiscal year 2012, 2015, 2016, 2017, 2018 and 2019 not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**ACT COMPOSITE SCORES  
LAST TEN SCHOOL YEARS**

<b>School Year</b>	<b>Number of Test Takers</b>	<b>Number of Seniors</b>	<b>Percent of Students</b>	<b>Fairview Park Composite</b>	<b>Ohio Composite</b>	<b>National Composite</b>
2019-2020	113	132	86%	19.8	21.0	20.8
2018-2019	124	131	95%	20.0	20.0	20.7
2017-2018	145	145	96%	21.2	20.3	20.8
2016-2017	94	94	67%	22.5	22.0	21.0
2015-2016	98	98	68%	22.7	22.0	20.8
2014-2015	97	97	70%	21.9	22.0	21.0
2013-2014	104	104	18%	22.1	22.0	21.0
2012-2013	96	68	16%	22.1	21.8	20.9
2011-2012	103	95	70%	22.5	21.8	21.0
2010-2011	96	93	65%	21.2	21.8	21.1

**Source:** High School Guidance Office.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHOOL DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN FISCAL YEARS**

<b>Type</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>
Regular instruction:										
Elementary classroom teachers	39	41	40.4	38.5	38.5	43.7	35.5	36.5	38.6	39.9
Middle school classroom teachers	23.0	22.8	22.5	22.0	19.0	20.0	13.4	12.0	11.0	13.5
High School classroom teachers	23.5	24.5	26	31.5	27.0	26.5	25.5	24.6	24.8	27.7
Special instruction:										
Elementary classroom teachers	12.0	12.0	11.0	9.0	8.0	7.9	6.5	6.5	10.6	10.6
Gifted education teachers	1.0	1.0	1.0	1.0	1.0	1.0	1.4	1.4	1.0	1.0
Middle school classroom teachers	5.0	4.0	4.0	4.0	4.0	4.0	2.0	2.0	2.0	2.0
High school classroom teachers	6.0	5.0	5.0	4.5	4.0	4.0	3.0	3.0	4.5	4.5
Vocational instruction:										
High school classroom teachers	0.0	0.0	0.0	1.0	1.0	1.0	1.8	1.8	1.5	1.5
Pupil support services:										
Guidance counselors	5.0	4.0	4.0	4.0	4.0	4.0	4.0	3.9	5.0	5.0
Librarians	2.0	2.0	1.0	0.0	1.0	1.0	1.0	2.0	2.0	2.0
Library Aids	2.0	3	4	3.5	3.5	3.4	3.5	2.5	2.7	2.7
Psychologists	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Speech and language pathologists	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Non-teaching support staff central	0.5	1.0	0.9	0.9	0.9	0.9	1.0	1.0	1.0	1.0
Instructional Support Service:										
Non-teaching support staff elementary	19.5	22	21	20.5	20.0	20.3	21.9	23.3	22.6	22.6
Non-teaching support staff middle	9.0	6.5	6.5	4.8	4.8	4.9	10.0	10.0	10.0	10.0
Non-teaching support staff high	11.5	9	10.5	9	10.0	9.0	10.8	11.0	10.8	11.9
Non-teaching support staff central	1.5	1.5	2.8	2.8	1.8	1.8	2.9	2.9	2.9	3.0
Administration:										
Elementary	3.0	3.0	3.0	3.0	3.0	2.2	3.0	3.0	3.0	3.0
Middle school	0.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.0	1.0
High school	1.5	1.5	1.5	1.5	1.5	1.5	2.0	2.0	2.5	2.5
Central	3.0	3.00	5.00	5.00	5.0	3.8	3.2	3.2	3.3	4.3
Business:										
Central	1.0	1	1	-	-	-	0.5	0.5	0.5	0.5
Fiscal:										
Treasurer department	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Operation of plant:										
Custodial department	13.0	13	10.5	12.5	13.5	14.1	13.1	14.8	15.7	17.0
Maintenance department	2.0	2.0	2.0	2.0	2.0	2.0	2.0	1.8	1.8	2.0
Pupil transportation:										
Bus drivers	7.5	6.0	6.9	7.0	6.5	6.5	6.4	5.4	5.6	5.1
Bus aides	0.0	-	-	-	-	-	-	-	0.0	0.0
Mechanics	0.0	-	-	-	-	-	-	-	0.0	0.0
Transportation support staff	0.5	0.5	0.5	0.5	0.5	0.5	-	-	0.0	0.0
Central:										
Community relations	1.0	1.0	1.0	1.0	1.0	1.0	1.0	0.2	1.0	1.0
Technology	0.0	0.0	0.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Personnel	0.5	0.5	0.5	0.5	1.0	1.0	1.0	1.0	1.0	1.0
Extracurricular:										
Athletic department	1.0	0.5	0.5	1.0	1.0	1.0	17.0	17.5	17.5	17.5
Food service program:										
Elementary	3.5	4	3.9	3.5	3.3	3.3	3.0	3.5	3.5	3.1
Middle school	0.75	0.75	0.75	0.6	0.6	-	-	-	0.0	0.0
High school cooks	0.75	0.75	0.75	0.6	0.6	1.2	1.8	2.4	2.4	2.4
Central	0.0	-	-	-	-	-	-	-	0.0	0.0
Adult education/community service:										
Preschool	5.5	5.5	5.2	2.5	2.5	2.0	1.0	2.0	2.0	2.0
Extended care	15.0	17.0	16.0	12.0	12.0	11.1	10.0	10.0	14.0	14.0
Total	<b>228.5</b>	<b>228.8</b>	<b>228.6</b>	<b>220.7</b>	<b>213.0</b>	<b>215.0</b>	<b>219.8</b>	<b>222.0</b>	<b>234.8</b>	<b>244.3</b>

**Method:** Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**FREE OR REDUCED LUNCH PROGRAM PERCENTAGES  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Students</b>	<b>Students Applicable for Free Lunch</b>	<b>Percentage of Applicable Students for the Free Lunch Program</b>	<b>Students Applicable for Reduced Lunch</b>	<b>Percentage of Applicable Students for the Reduced Lunch Program</b>	<b>Total Students Applicable for the Free and Reduced Lunch Programs</b>	<b>Total Percentage of Applicable Students for the Free and Reduced Programs</b>
2020	1,701	380	22.34%	72	4.23%	452	26.57%
2019	1,706	413	24.21%	84	4.92%	497	29.13%
2018	1,794	451	25.14%	95	5.30%	546	30.43%
2017	1,807	419	23.19%	110	6.09%	529	29.28%
2016	1,845	447	24.23%	105	5.69%	552	29.92%
2015	1,785	434	24.31%	75	4.20%	509	28.52%
2014	1,795	376	20.95%	95	5.29%	471	26.24%
2013	1,800	407	22.61%	107	5.94%	514	28.55%
2012	1,736	385	22.18%	102	5.88%	487	28.06%
2011	1,760	361	20.51%	114	6.48%	475	26.99%

**Source:** "Lunch MR 81 Report for October" obtained from the Ohio Department of Education.

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# OHIO AUDITOR OF STATE KEITH FABER



FAIRVIEW PARK CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

## AUDITOR OF STATE OF OHIO CERTIFICATION

This is a true and correct copy of the report, which is required to be filed pursuant to Section 117.26, Revised Code, and which is filed in the Office of the Ohio Auditor of State in Columbus, Ohio.



Certified for Release 2/18/2021

88 East Broad Street, Columbus, Ohio 43215  
Phone: 614-466-4514 or 800-282-0370

This report is a matter of public record and is available online at  
[www.ohioauditor.gov](http://www.ohioauditor.gov)