

**OAK HILLS LOCAL SCHOOL DISTRICT
HAMILTON COUNTY**



SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2022

PLATTENBURG
Certified Public Accountants

OHIO AUDITOR OF STATE
KEITH FABER



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Board of Education
Oak Hills Local School District
6325 Rapid Run Road
Cincinnati, Ohio 45233

We have reviewed the *Independent Auditor's Report* of the Oak Hills Local School District, Hamilton County, prepared by Plattenburg & Associates, Inc., for the audit period July 1, 2021 through June 30, 2022. 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. The Oak Hills Local School District is responsible for compliance with these laws and regulations.

A handwritten signature in cursive script that reads "Keith Faber".

Keith Faber
Auditor of State
Columbus, Ohio

January 20, 2023

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OAK HILLS LOCAL SCHOOL DISTRICT
HAMILTON COUNTY
FOR THE YEAR ENDED JUNE 30, 2022

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**OAK HILLS LOCAL SCHOOL DISTRICT
HAMILTON COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022**

FEDERAL GRANTOR Pass Through Grantor Program / Cluster Title	Assistance Listing Number	Pass Through Entity Identifying Number	Total Federal Expenditures
U.S. DEPARTMENT OF AGRICULTURE			
Passed Through Ohio Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	3L70	\$498,525
National School Lunch Program-Non-Cash Assistance	10.555	3L60	110,288
COVID - 19 National School Lunch Program	10.555	3L60	129,424
National School Lunch Program	10.555	3L60	1,722,612
Total - National School Lunch Program			<u>1,962,324</u>
Special Milk Program for Children	10.556	3L60	4,561
Total Child Nutrition Cluster			<u>2,465,410</u>
COVID-19 State Pandemic Electronic Benefit Transfer (P-EBT) Administrative Costs Grant	10.649	3HF0	3,063
Total U.S. Department of Agriculture			<u>2,468,473</u>
U.S. DEPARTMENT OF EDUCATION			
Passed Through Ohio Department of Education:			
Special Education Cluster:			
Special Education-Grants to States	84.027	3M20	2,356,590
Special Education-6B IDEA Restoration	84.027A	3M20	24,010
COVID-19 Special Education-Grants to States	84.027X	3IA0	233,873
Special Education-Preschool Grants	84.173	3C50	34,969
COVID-19 Special Education-Preschool Grants	84.173X	3IA0	16,462
Total Special Education Cluster			<u>2,665,904</u>
Title I Grants to Local Educational Agencies	84.010	3M00	1,215,980
English Language Acquisition State Grants	84.365	3Y70	16,273
Supporting Effective Instruction State Grants	84.367	3Y60	185,230
Student Support and Academic Enrichment Program	84.424	3HI0	123,974
COVID-19 Elementary and Secondary School Emergency Relief Fund	84.425D	3HS0	3,344,596
COVID-19 American Rescue Plan - Elementary and Secondary School Emergency Relief Fund - Homeless Children and Youth	84.425W	3HZ0	6,984
Total Education Stabilization Fund			<u>3,351,580</u>
Total Department of Education			<u>7,558,941</u>
Total Expenditures of Federal Awards			<u><u>\$10,027,414</u></u>

See accompanying notes to the schedule of expenditures of federal awards.

**OAK HILLS LOCAL SCHOOL DISTRICT
HAMILTON COUNTY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2022**

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Oak Hills Local School District (the District) under programs of the federal government for the year ended June 30, 2022. The information on this Schedule is prepared 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 the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

NOTE B – 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 Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement.

NOTE C – INDIRECT COST RATE

The District has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE D - CHILD NUTRITION CLUSTER

The District commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the District assumes it expends federal monies first.

NOTE E – FOOD DONATION PROGRAM

The District reports commodities consumed on the Schedule at the fair value. The District allocated donated food commodities to the respective program that benefitted from the use of those donated food commodities.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
REQUIRED BY GOVERNMENT AUDITING STANDARDS**

Board of Education
Oak Hills Local School District

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, each major fund, and the aggregate remaining fund information of the Oak Hills Local School District (the District), as of and for the year ended June 30, 2022 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 16, 2022.

Report on 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) as a basis for designing 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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Report on 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

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

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Cincinnati, Ohio
December 16, 2022

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE AND ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE**

Board of Education
Oak Hills Local School District

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Oak Hills Local School District's (the District) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2022. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 Auditor’s Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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.

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District’s basic financial statements. We issued our report thereon dated December 16, 2022, which contained unmodified opinions on those financial statements. Our audit was performed 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 purposes 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.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Cincinnati, Ohio
December 16, 2022

**OAK HILLS LOCAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2022**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant Deficiency(s) identified? None reported

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? No
- Significant Deficiency(s) identified? None reported

Type of auditor’s report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? No

Identification of major federal programs:

Education Stabilization Fund 84.425D & 84.425W
Title I Grants to Local Educational Agencies 84.010

Dollar threshold used to distinguish between Type A and Type B Programs \$750,000

Auditee qualified as low-risk auditee? Yes

Section II – Findings Related to the Financial Statements Required to be reported in Accordance with GAGAS

None

Section III – Federal Award Findings and Questioned Costs

None

**OAK HILLS LOCAL SCHOOL DISTRICT
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
June 30, 2022**

Summary of Prior Audit Findings:

None Noted

Oak Hills Local School District



Annual Comprehensive Financial Report

Fiscal Year 2022

6325 Rapid Run Road
Cincinnati, OH 45233
www.ohlsd.us

OAK HILLS LOCAL SCHOOL DISTRICT
Cincinnati, Ohio

Annual Comprehensive Financial Report
For The Fiscal Year Ended June 30, 2022

Prepared By:
Office Of The Treasurer
Steven R. Bain, Treasurer

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INTRODUCTORY SECTION



December 16, 2022

To the Citizens and Board of Education of the Oak Hills Local School District:

We are pleased to present the Annual Comprehensive Financial Report of the Oak Hills Local School District (District) for the fiscal year ended June 30, 2022. This report was prepared by the Treasurer's Office in conformance with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and includes an unmodified opinion from the Auditor of State. Responsibility for accurate, complete and fair representation of data, including all disclosures, rests with the District. This report will provide the taxpayers of the Oak Hills Local School District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be available upon request to taxpayers, financial rating services, banking institutions and other interested parties.

Generally accepted accounting principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the independent auditor's report.

The District provides a full range of traditional and 21st century educational programs and services. These include elementary and secondary curriculum offerings at the general, college preparatory, advance placement, gifted, special education and vocational levels; a broad range of co-curricular and extra-curricular activities; and adult and community education offerings and community recreation activities.

In addition to these general activities, the District acts as the fiscal agent for State funds distributed to non-public parochial schools located within the District boundaries. This activity is included in the District's reporting entity as Auxiliary Services, a special revenue fund, because the District has administrative involvement in the programs. The schools served are: Our Lady of Victory, Our Lady of Visitation, St. Aloysius Gonzaga, St. Dominic and St. Jude. While these organizations are similar in operations and services provided, each is distinct and separate entities whose financial statements are not included in this report.

ECONOMIC CONDITION AND OUTLOOK

The District is located in southwestern Ohio, a suburb of Cincinnati, in the southwestern part of Hamilton County. Approximately 87% of the District's tax base consists of residential and agricultural properties with the remainder composed of a wide range of commercial and other business properties. The overall economic outlook for the area remains stable with relatively low unemployment rates and low inflationary pressures.

The Oak Hills school community has high expectations for the District. We strive to provide the best educational opportunities to every student with the resources we are provided. Because of the worldwide COVID-19 pandemic, the state report card for 2020-21 only included reports of the District's data but did not include any letter grades that would indicate the District's overall performance. The District historically has earned high state ratings while maintaining one of the lowest expenditures per pupil in Hamilton County and maintaining a cost per pupil lower than the state average.

The funding of K-12 public schools in Ohio is a joint effort between the state and local school districts. Since the 1970s through FY 2009, with the exception of a few years, Ohio's funding formula was foundation based by means of which a per pupil amount determined by the General Assembly as the per-pupil resource for provision of a basic adequate education was multiplied by the number of pupils to determine the base funding of the school districts. From this product, the local share of the basic adequate amount or the charge off was subtracted to arrive at the state share of the base funding. Additional funding was also provided for services targeted to categories of pupils such as handicapped, vocational, gifted, and economically disadvantaged as well as some adjustments and funding guarantees.

The 2010-11 biennial budget (Am. Sub. HB1 of the 128th General Assembly) established another new funding formula called the Evidence-Based Model (EBM). Am. Sub. HB 153 of the 129th General Assembly repealed the EBM and implemented a temporary funding formula, the Bridge Formula, for the 12-13 school year as a new funding formula was developed. The State revised the funding model in June, 2013 and adopted HB 59, the FY 14 and FY 15 biennium budget which again changed our funding formula, but not our funding. Under this new model, the District received minimal increases in State Funding.

The District has a residential tax base that represents 87% of the constituency. In June, 2016 Governor Kasich signed House Bill 64 (FY 2016-17). Having a large residential tax base was critical in the House Bill 64 budget as many districts with larger commercial tax bases experienced reductions in State Funding. House Bill 64 provided the District increases of 2.3% and 3% in fiscal year 2016 and 2017, respectively. For fiscal years 2018 and 2019, the District received approximately a 3% increase in gross funding under House Bill 49. House Bill 49 considers enrollment and valuation when determining allocations to each school district.

Fiscal years 2020 & 2021 experienced unprecedented volatility with State funding. The district's state revenue was \$28.9m, \$27.5m, and \$28.7m for fiscal years, 2019, 2020, and 2021, respectively. As presented, the loss in revenue from fiscal year 2019 and 2020 was 5% & 1% over the 2 year budget. Stimulus funds were received, however these were federal funds. The district has received over \$14m in stimulus funding, however a portion of these funds are restrictive in nature. The district has until September 2024 to fully spend these stimulus funds.

House Bill 110 was signed by Governor Dewine on June 30 and was a landmark bill with regards to funding K-12 public education. The fiscal year 2022 & 2023 budget will include funding students where they are being educated (this includes community school, open enrollment, Peterson Scholarship students and Autism Scholarship students). While the projected increase in state funding is nearly flatlined, HB 110 will help our district in that no longer will we be deducted for students that do not attend an Oak Hills LSD building.

The projection will net out the deductions, therefore, state aide will be much less than prior years. State funding represents 40% of the District’s overall funding.

Given the uncertainty of the school funding formula and the economic conditions within the State, the level at which the State will fund schools in the future remains uncertain. The District remains concerned about the instability of the state economy and the political ramifications of changing the funding formula every two years. We plan carefully and prudently to provide resources to meet the needs of our students but the uncertainty of state funding challenges our planning.

THE DISTRICT AND ITS FACILITIES

The Oak Hills Local School District represents a prior consolidation of three elementary districts: Bridgetown, Delhi and Springmyer. The consolidation was finalized by the Hamilton County Board of Education on April 23, 1956 in order to equalize educational opportunities throughout the area. Today, the District operates under current standards as prescribed by the State of Ohio Board of Education, as provided in Division (D) of Section 3301.07 and Section 110.01 of the Ohio Revised Code.

The District serves an area of 28 square miles, encompassing Delhi and Green Townships in Hamilton County. The total District population is reported at 87,880 by census data. During the 2021-22 school year, the District served approximately 7,695 students enrolled in five elementary schools, three middle schools and the one of the largest high school’s in the State of Ohio (over 2,000 students). Enrollment has remained stable over the last decade and is projected to vary only slightly over the next five years. See schedule 19 for additional information (age, capacity, etc.) on the District’s school buildings.

The District also operates a variety of other facilities, including: a district office administration building, a maintenance building, a bus compound, and several athletic stadiums across the District.

ORGANIZATION OF THE SCHOOL DISTRICT

The Board of Education of the Oak Hills Local School District is a five member body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code. The Board: (1) serves as the taxing authority, contracting body and policy maker, (2) ensures that all the general laws of the State of Ohio are followed in the expenditures of the District’s tax dollars, (3) approves the annual appropriation resolution and tax budget.

The Board members represent a cross section of professions in the community. The board members on June 30, 2022, were as follows:

<u>Board Member</u>	<u>Term</u>	<u>Years on Board</u>
Mrs. Jan Hunter	01/01/20 – 12/31/23	20.5
Mr. Bart West	01/01/22 – 12/31/25	0.5
Mrs. Mischelle Philpot	01/01/22 – 12/31/25	0.5
Mr. Rich Haffey	01/01/22 – 12/31/25	0.5
* Mrs. Jeannie Schoonover	01/01/22 – 12/31/23	12.5
* <i>Appointed January, 2022</i>		
Mr. Scott Bischoff	01/01/18 – 12/31/21	7.5

The Superintendent is the chief executive officer of the District, responsible directly to the Board for all educational and support operations. Mr. Jeff Brandt was appointed Superintendent effective January 2, 2017. Mr. Brandt's current contract expires on July 31, 2025. Mr. Brandt received a Bachelor of Science Degree from Northern Kentucky University and a Master of Education degree from Xavier University. Prior to being named Superintendent, Mr. Brandt served in several administrative positions in the District.

The Treasurer is the chief financial officer of the District, responsible directly to the Board for maintaining all financial records, issuing all payments, maintaining custody of all District funds and assets and investing idle funds as specified by Ohio Law. Mr. Steven R. Bain was appointed Treasurer on August 1, 2014. The Board of Education unanimously approved a 5 year contract to retain Mr. Bain through July 31, 2023. Mr. Bain received his B.A. degree from the College of Mt. St. Joseph, and has an Ohio Treasurer License. Mr. Bain served as the Assistant Treasurer for Oak Hills Local School District from 2005-2013, as well as the Treasurer of Southwest Local School District for the 2013-14 school year.

EMPLOYEE RELATIONS

The District has over 800 full and part-time employees. This number has decreased slightly over the past few years as part of a concentrated effort to reduce expenditures. There are two organizations representing the certificated and classified employees. The District's administrative employees are not currently represented.

The Oak Hills Education Association (OHEA), an affiliate of the Ohio Education Association (OEA), represents all certificated employees of the District. The collective bargaining agreement between the OHEA and the District included a term of 3 years for fiscal years 2018, 2019, & 2020. OHEA was provided a 2.25% increase (plus steps) for each year of the current contract. In the spring of 2020, OHEA agreed to a 2% base wage increase, plus a 1% pickup on their retirement for fiscal years 2021, 2022, and 2023.

Classified employees are represented by Chapter 200 of the Ohio Association of Public School Employees (OAPSE), an affiliate of the American Federation of State, County and Municipal Employees (AFSCME). OAPSE Chapter 200 represents food service employees, custodians, maintenance employees, building secretaries, mechanics, bus drivers, educational assistants and system support technicians. The collective bargaining agreement between OAPSE Chapter 200 and the District includes a 1 year agreement, ending on June 30, 2020. Wages for fiscal year 2020 include an increase of 2.25% plus steps. In the spring of 2020, OAPSE agreed to a 2% base wage increase for fiscal years 2021, 2022, and 2023.

SERVICES PROVIDED

The District offers regular instructional programs daily to students in grades Pre-K–12. 290 students participate in specific trades offered through the vocation education program at Great Oaks Institute of Technology and Career Development. Approximately 1,330 students receive special services due to physical or mental disabilities. In grades K-12, we service 660 gifted students.

The District provides a wide variety of education and support services, as mandated by the Ohio Revised Code and as directed by the Board to meet the needs of all students. Student services include guidance, psychological, speech therapy, physical and occupational therapy, transportation, and school lunch. Limited health services are also provided under the guidance of registered nurses throughout the District.

During the 2021-22 school year, the accounting department processed over 3,000 purchase orders and issued over 3,000 checks for good and/or services for the District. Those goods and services include utilities, instructional supplies, computers, software, textbooks, building maintenance, and tuition.

The payroll department issued 23,932 payroll checks to employees entitled to remuneration for services rendered, while 790 agency deduction checks were also issued for payroll-associated costs such as taxes, retirement, and insurance.

MAJOR CURRENT AND FUTURE INITIATIVES

Curriculum Initiatives

“All students attending the Oak Hills Local School District achieve success by graduating with individual skills for career and college readiness and global competence” is the mission statement for the District. As such, we offer rigorous academics and relevant educational experiences. Relationships formed with the larger community help prepare our students for a 21st century global marketplace.

Educational opportunities abound for students with advanced placement, dual enrollment, gifted programs, special education services, vocational options, and community education. These successful programs are guided by caring, highly qualified teachers and supported by staff that understand and are committed to meeting the needs of each and every child. Among the best, we continue to strive for better.

The District has adopted the Ohio Learning Standards and increased the rigor of curriculum, instruction and assessment. The District revised its curriculum maps and provided professional learning for staff to meet these more rigorous standards. There has also been a significant increase of technology being used to improve teaching and learning.

Due to a competitive global economy and the growing need for a highly skilled workforce, the District is dedicated to ensuring that all students graduate career and college ready. In grades 6 – 12, the District continued the process of aligning curriculum, instruction, and assessment to Ohio’s learning standards. Our high school is proud to offer a variety of College Board Advanced Placement courses where students can earn both high school and college credit in all available academic disciplines. We have also partnered with Cincinnati State and the University of Cincinnati to offer courses taught by adjunct faculty in the District. Students can earn college and high school credit in these College Credit Plus courses. In addition to course offerings, we offer a variety of Educational Pathways that provide students with an opportunity to focus in a concentrated academic field that could lead to potential college majors or careers.

The expansion of eLearning continues to be a key initiative for the District. The District offers eLearning opportunities for students, including online courses. The District has also implemented a 1:1 student to device ratio.

RELEVANT FINANCIAL POLICIES AND LONG-TERM FINANCIAL PLANNING

The District placed a 4.82 mill emergency general fund operating levy (*5 year term*) in November 2013. The community supported the 4.82 mill levy in November 2013, and as a result the levy passed. This 4.82 mill levy was the first tax increase since the millage transfer in 2007 which established a permanent improvement fund to set aside funds for facility, transportation, curriculum, technology and maintenance needs. Collection for the November 2013 4.82 mill levy began in January 2014. The increases in the general property tax line item from Fiscal Year 2013 to Fiscal Year 2015 are a direct reflection of the passage of the 4.82 mill levy in November 2013.

In May 2017, the District requested a 4.82 mill substitute levy from the community. The results of this vote indicated that 48 of 50 precincts supported the substitute levy & the levy passed by a wide margin. Assuming the property valuation of the taxpayer remains stable; *the substitute levy will not increase taxes*. The emergency levy supported in 2013 will expire in 2018 & the substitute levy will begin collection in 2019 (meaning there will be a seamless transition to the property tax line item). The substitute levy will be a continuous levy.

The District is grateful for the community's support of the 4.82 mill substitute levy in May 2017. The support of our community will allow the District to continue to move forward providing the excellent education our students deserve. The current forecast as indicated in prior years indicated deficit spending beginning in fiscal year 2020 (which held accurate) and continuing for future fiscal years.

In an effort to address the projected deficit spending levels and to address the concern of student safety, the District placed a 4.9 mill operating levy on the August 7, 2018 election. The operating levy was defeated. The District will evaluate all programs, including staffing levels, and make recommendations on a request from the community and/or reductions to budgets. The district has received over \$14m in federal stimulus funding as a result of the pandemic. Using these funds for PPE, and continuity of services will stretch the district's cash balance for 12-24 months.

FINANCIAL INFORMATION

The District's accounting system is organized on a "fund" basis. Each fund is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. The budgetary basis accounting differs from generally accepted accounting principles [GAAP] as promulgated by the Governmental Accounting Standards Board [GASB].

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: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) 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 auditing of each voucher prior to payment, ensures that the financial information generated is both accurate and reliable.

At the beginning of each fiscal year, the Board adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. Appropriations are monitored, changed and amended/adopted on a monthly basis.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board's appropriation measures, 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. All purchase order requests must be approved by the individual program managers and certified by the Treasurer; necessary funds are then encumbered and purchase orders are released to vendors.

The basis of accounting and the various funds utilized by the District are fully described in the notes to the basic financial statements. Additional information on the District's budgetary accounts can also be found in the notes to the required supplementary information.

INDEPENDENT AUDIT

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. The Auditor of State performed the audit for the fiscal year ended June 30, 2022. The auditor's unmodified opinion rendered on the District's basic financial statements is included in the financial section of this Annual Comprehensive Financial Report.

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 the District for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2021. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

ASBO Certificate of Excellence

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence on Financial Reporting for the fiscal year ended June 30, 2021, to the District. The award certifies that the Annual Comprehensive Financial Report for the fiscal year ended June 30, 2021, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials. Management believes the Annual Comprehensive Financial Report for the fiscal year ended June 30, 2021, will again conform to ASBO's principles and standards as well, and will be submitted to ASBO for review.

ACKNOWLEDGEMENTS

The preparation of the fiscal year 2022 Annual Comprehensive Financial Report of the Oak Hills Local School District was made possible by the combined efforts of the District Treasurer's Office staff and Plattenburg & Associates, Inc. Sincere appreciation is extended for the time and effort they contributed to prepare this report. Appreciation is also extended to the Board of Education, the District Administrative Team and the Oak Hills school community for their continued support.

The publication of this Annual Comprehensive Financial Report for the District is a major step in reinforcing the accountability of the District to the taxpayers of the community.

Respectfully Submitted,



Steven R. Bain
Treasurer



Jeffrey T. Brandt
Superintendent

**Oak Hills Local School District
List of Principal Officers
As of June 30, 2022**

Board of Education

President	Janice Hunter
Vice President	Bart West
Board Member	Mischelle Philpot
Board Member	Rich Haffey
Board Member	Jeannie Schoonover

Administrative Officials

Superintendent	Jeffrey T. Brandt
Treasurer	Steven R. Bain



Board of Education

Jan Hunter
Board President

Rich Haffey
Board Member

Mischelle Philpot
Board Member

Bart West
Board Vice President

Jeannie Schoonover
Board Member

Superintendent
Jeff Brandt

Treasurer
Steve Bain

Assistant Treasurer
Jamie Behrle

Treasurer's Office

Director of Student Services
Rachel Searcy

Associate Director of Student Services
Lis Klotz

Special Services Coordinator, 9-12
Kristi Murphy

Digital Innovation Administrator
Christian Long

EMIS Coordinator
Karen Zahneis

Director of Curriculum & Instruction, K-8
Corey Kesler

Associate Director of Student Services
Candice Lessing

Director of Curriculum, Instruction, 9-12
Bridgette Smiley

Director of Human Resources
Dan Beckenhaupt

Director of Communications & PR
Krista Ramsey

Director of Safety & Security
Bill Murphy

Director of Operations
Jason Nash

Elementary Schools

Middle Schools

High School

CO Harrison
Elementary School

Brian Connors
Principal

Amy Marquette
Assistant Principal

Delshire
Elementary School

Tara Willig
Principal

JF Dulles
Elementary School

Beth Riesenberger
Principal

Matt Page
Assistant Principal

Oakdale
Elementary School

Emily Winkle
Principal

Shannon Richey
Assistant Principal

Springmyer
Elementary School

Mark Winters
Principal

Delhi
Middle School

Scott Toon
Principal

Jen Campbell
Assistant Principal

Bridgetown
Middle School

Adam Taylor
Principal

Jill Wolfe
Assistant Principal

Rapid Run
Middle School

Geoff Harold
Principal

Kristi Bashara
Assistant Principal

Oak Hills High School

Travis Hunt
Principal

Dan Boles
Assistant Principal

Janelle Schunk
Assistant Principal

Lisa Schlomer
Assistant Principal

Will Beinkemper
Assistant Principal

Ben Hageman
Athletic Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Oak Hills Local School District
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

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FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

Board of Education
Oak Hills Local School District

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Oak Hills Local School District (the District) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management 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; and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedule and schedules of pension information and other postemployment information to be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary 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 combining and individual nonmajor fund financial statements and schedules, are presented for purposes of additional analysis and are 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 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 the schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2022, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 the effectiveness of the District's 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.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Cincinnati, Ohio
December 16, 2022

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Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
(Unaudited)

The discussion and analysis of Oak Hills Local School District's (the District's) financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2022. 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, notes to the basic financial statements and financial statements to enhance their understanding of the District's performance.

Financial Highlights

Key financial highlights for 2022 are as follows:

- Net position of governmental activities increased \$12,656,185 which represents a 50% increase from 2021.
- General revenues accounted for \$78,620,468 in revenue or 78% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$22,541,452 or 22% of total revenues of \$101,161,920.
- The District had \$88,505,735 in expenses related to governmental activities; \$22,541,452 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$78,620,468 were also used to provide for these programs.

Overview of the Financial Statements

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.

The *Government-wide Financial Statements* 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. The General Fund is the major fund of the District.

Government-Wide Financial Statements

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 2022?" The Government-wide Financial Statements answer this question. These statements include *all assets and deferred outflows of resources*, and *liabilities and deferred inflows of resources* using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

**Oak Hills Local School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2022**

These two statements report the District’s net position and changes in net position. This change in net position is important because it tells the reader that, for the District as a whole, the financial position has improved or diminished. The causes of this change may be the result of many factors, both financial and non-financial. 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 Government-wide Financial Statements, the overall financial position of the District is presented as Governmental Activities – All of the District’s programs and services are reported as Governmental Activities including instruction, support services, operation of noninstructional services, extracurricular activities, and interest and fiscal charges.

Fund Financial Statements

The analysis of the District’s major fund is presented in the Fund Financial Statements. Fund financial reports provide detailed information about the District’s major fund. 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.

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.

Fiduciary Funds Fiduciary Funds are used to account for resources held for the benefits of parties outside the government. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District’s own programs.

The District as a Whole

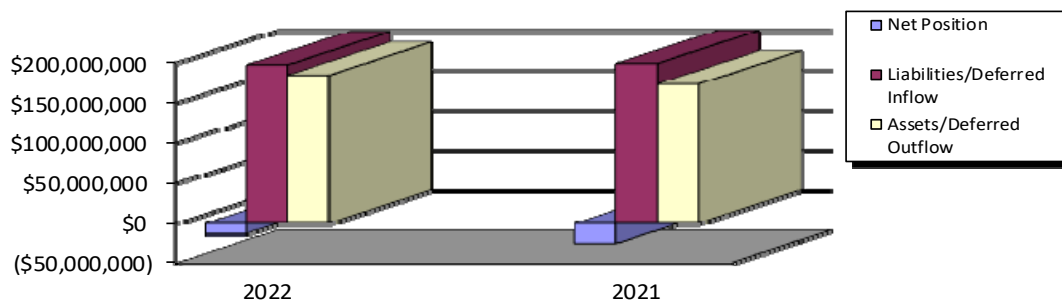
As stated previously, the Statement of Net Position looks at the District as a whole. Table 1 provides a summary of the District’s net position for 2022 compared to 2021:

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**Oak Hills Local School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2022**

**Table 1
Net Position**

	Governmental Activities	
	2022	2021
Assets:		
Current and Other Assets	\$98,943,761	\$94,514,009
Net OPEB Asset	7,440,272	6,110,534
Capital Assets	51,139,826	51,504,767
Total Assets	157,523,859	152,129,310
Deferred Outflows of Resources:		
Pension	24,267,813	18,737,338
OPEB	2,658,847	2,581,272
Deferred Outflows of Resources	26,926,660	21,318,610
Liabilities:		
Other Liabilities	9,473,684	9,701,215
Long-Term Liabilities	89,773,903	141,812,514
Total Liabilities	99,247,587	151,513,729
Deferred Inflow of Resources:		
Property Taxes	24,743,615	21,681,726
Deferred Gain on Refunding	413,063	516,329
Revenue in Lieu of Taxes	15,000,000	13,890,000
Pension	45,861,623	634,745
OPEB	12,116,778	10,799,723
Total Deferred Inflows of Resources	98,135,079	47,522,523
Net Position:		
Net Investment in Capital Assets	31,209,242	27,841,764
Restricted	7,093,985	5,644,358
Unrestricted	(51,235,374)	(59,074,454)
Total Net Position	(\$12,932,147)	(\$25,588,332)



Over time, net position can serve as a useful indicator of a government’s financial position. At June 30, 2022, the District’s liabilities and deferred inflows exceeded assets and deferred outflows by \$12,932,147.

At year-end, capital assets represented 32% of total assets. Capital assets include land, construction in

**Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022**

progress, buildings and improvements, and equipment. Net investment in capital assets at June 30, 2022, was \$31,209,242. 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.

A portion of the District's net position, \$7,093,985 represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use.

Total assets increased slightly from the prior year mainly due to an increase taxes receivable and intergovernmental receivable. Long-term liabilities decreased slightly due to the District continually making payments on their outstanding debt.

Table 2 shows the changes in net position for fiscal years 2022 and 2021.

**Table 2
Changes in Net Position**

	Governmental Activities	
	2022	2021
Revenues:		
Program Revenues		
Charges for Services	\$5,466,270	\$3,482,957
Operating Grants, Contributions	17,075,182	14,075,971
General Revenues:		
Property Taxes	37,050,786	48,042,300
Grants and Entitlements	28,015,539	29,710,585
Investment Earnings	(400,381)	109,146
Revenue in Lieu of Taxes	13,416,588	13,589,765
Other	537,936	639,199
Total Revenues	<u>101,161,920</u>	<u>109,649,923</u>
Program Expenses:		
Instruction	50,667,505	60,491,040
Support Services:		
Pupil and Instructional Staff	11,168,196	14,746,666
School Administrative, General		
Administration, Fiscal and Business	7,508,304	8,917,864
Operations and Maintenance	7,425,491	7,672,499
Pupil Transportation	3,598,360	3,789,763
Central	468,616	562,966
Operation of Non-Instructional Services	4,874,815	5,257,063
Extracurricular Activities	2,334,437	1,815,013
Interest and Fiscal Charges	460,011	539,007
Total Program Expenses	<u>88,505,735</u>	<u>103,791,881</u>
Change in Net Position	12,656,185	5,858,042
Net Position - Beginning of Year	<u>(25,588,332)</u>	<u>(31,446,374)</u>
Net Position - End of Year	<u>(\$12,932,147)</u>	<u>(\$25,588,332)</u>

**Oak Hills Local School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2022**

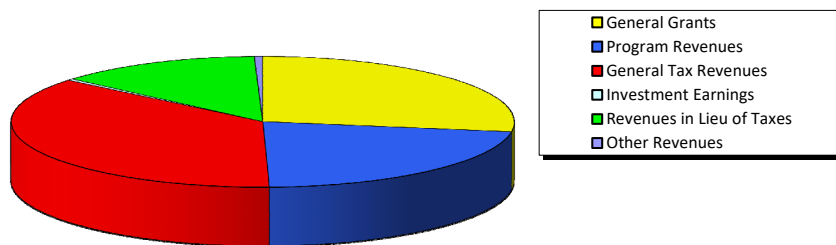
The District revenues are mainly from two sources. Property taxes levied for general, debt service and capital projects purposes and grants and entitlements comprised 64% of the District’s revenues for governmental activities.

The District depends greatly on property taxes as a revenue source. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenues generated by a levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00.

Thus Ohio districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service. Property taxes made up 37% of revenue for governmental activities for the District in fiscal year 2022.

**Governmental Activities
Revenue Sources**

	2022	Percentage
General Grants	\$28,015,539	27.7%
Program Revenues	22,541,452	22.3%
General Tax Revenues	37,050,786	36.6%
Investment Earnings	(400,381)	-0.4%
Revenues in Lieu of Taxes	13,416,588	13.3%
Other Revenues	537,936	0.5%
Total Revenue Sources	\$101,161,920	100%



Instruction comprises 57% of governmental program expenses. Support services expenses were 34% of governmental program expenses. All other expenses including interest and fiscal charges were 9%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

Total revenues decreased from the prior year due to a decrease in property tax revenues. Total expenses decreased primarily due to changes in assumptions and benefits by the Statewide pension systems which caused the appearance of a slight decrease in overall expenses.

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for government activities, the total cost of services and the net cost of services. These services are mainly supported by tax revenue and unrestricted State entitlements.

**Oak Hills Local School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2022**

**Table 3
Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2022	2021	2022	2021
Instruction	\$50,667,505	\$60,491,040	(\$38,990,149)	(\$52,142,346)
Support Services:				
Pupil and Instructional Staff	11,168,196	14,746,666	(9,566,503)	(12,007,274)
School Administrative, General				
Administration, Fiscal and Business	7,508,304	8,917,864	(6,845,324)	(8,242,351)
Operations and Maintenance	7,425,491	7,672,499	(7,294,133)	(7,613,683)
Pupil Transportation	3,598,360	3,789,763	(3,115,500)	(3,381,498)
Central	468,616	562,966	(428,112)	(540,986)
Operation of Non-Instructional Services	4,874,815	5,257,063	1,462,677	(559,251)
Extracurricular Activities	2,334,437	1,815,013	(727,228)	(1,206,557)
Interest and Fiscal Charges	460,011	539,007	(460,011)	(539,007)
Total Expenses	<u>\$88,505,735</u>	<u>\$103,791,881</u>	<u>(\$65,964,283)</u>	<u>(\$86,232,953)</u>

The District’s Funds

The District has one major governmental fund: the General Fund. Assets of the General Fund comprised \$80,421,687 (81%), of the total \$99,961,482 governmental funds assets.

General Fund: Fund balance at June 30, 2022 was \$35,509,673 including \$30,439,261 of unassigned balance. The District had a decrease in fund balance of \$2,082,577. The primary reason for the decrease in fund balance was due to a decrease in property tax revenues due to a decrease in advances available from the county auditor.

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.

The District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management. During the course of the year, the District revised the Budget in an attempt to deal with unexpected changes in revenues and expenditures.

For the General Fund, final budget basis revenue was \$76,704,348, compared to original budget estimates of \$76,800,116, while the actual revenue had a variance of \$0 from the final budget basis revenues.

The District’s unobligated cash balance for the General Fund was \$33,537,183.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2022, the District had \$51,139,826 net of depreciation invested in land, construction in progress, buildings and improvements, and equipment. Table 4 shows fiscal year 2021 balances compared to fiscal year 2020:

**Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022**

**Table 4
Capital Assets at Year End
(Net of Depreciation)**

	Governmental Activities	
	2022	2021
Land	\$2,781,550	\$2,781,550
Construction in Progress	0	212,678
Buildings and Improvements	43,952,084	43,553,392
Furniture and Equipment	4,406,192	4,957,147
Total Net Capital Assets	<u>\$51,139,826</u>	<u>\$51,504,767</u>

Total Net Capital Assets decreased in 2022 as compared to 2021 because depreciation expense and disposals exceeded current year additions. See Note 6 to the Basic Financial Statements for further details on the District's capital assets.

Debt

At June 30, 2022, the District had \$19,517,521 in debt outstanding, \$3,333,000 due within one year. Table 5 summarizes total debt outstanding.

**Table 5
Outstanding Debt at Year End**

	2022	2021
General Obligation Bonds Payable:		
HGB264 Debt	\$2,335,000	\$2,590,000
Premium on HB264 Debt	80,065	90,073
LED Zions Bank Loan	602,000	643,000
Refunding Bonds:		
Current Interest Bonds –		
School Improvement 2016	13,110,000	16,010,000
Premium on Bonds 2016	1,180,456	1,475,571
Notes Payable	2,210,000	2,338,030
Total Outstanding Debt at Year End	<u>\$19,517,521</u>	<u>\$23,146,674</u>

See Note 7 to the Basic Financial Statements for further details on the District's obligations.

Economic Outlook

The Ohio Department of Education explains the school funding model in Ohio as follows:

The funding of K-12 public schools in Ohio is a joint effort between the state and local school districts. Since the 1970's through FY 2009, with the exception of a few years, Ohio's funding formula was foundation based by means of which a per pupil amount determined by the General Assembly as the per-pupil resource for provision of a basic adequate education was multiplied by the number of

**Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022**

pupils to determine the base funding of the school districts. From this product, the local share of the basic adequate amount or the charge off was subtracted to arrive at the state share of the base funding. Additional funding was also provided for services targeted to categories of pupils such as handicapped, vocational, gifted, and economically disadvantaged as well as some adjustments and funding guarantees.

The 2010-11 biennial budget (Am. Sub. HBI of the 128th General Assembly) established another new funding formula called the Evidence-Based Model (EBM). Am. Sub. HB 153 of the 129th General Assembly repealed the EBM and implemented a temporary funding formula, the Bridge Formula, for the 12-13 school year as a new funding formula was developed. The State revised the funding model in June, 2013 and adopted HB 59, the FY 14 and FY 15 biennium budget which again changed our funding formula, but not our funding. Under this new model, the District received minimal increases in State Funding.

The District has a residential tax base that represents 88% of the constituency. In June, 2016 Governor Kasich signed House Bill 64 (FY 2016-17). Having a large residential tax base was critical in the most the House Bill 64 budget as many districts with larger commercial tax bases experienced reductions in State Funding. House Bill 64 provided Oak Hills LSD increases of 2.3% and 3% in Fiscal Year 2016 and 2017, respectively. For fiscal years 2018 and 2019, the District received approximately a 3% increase in gross funding under House Bill 49. House Bill 49 considers enrollment and valuation when determining allocations to each school district. The projected increase for the current biennium budget (House Bill 166) was 1.8% for fiscal year 2020 and 0.7% for fiscal year 2021, however due to the coronavirus pandemic, the State of Ohio reduced our funding by 5%, or \$1.5m. As of the time of this report, the State projected no increase in our state funding with the new baseline being \$1.5m less than original projections at the beginning of the biennium budget. Of importance, readers of this document must understand that these increases are gross increases in revenues. The State also deducts from school districts for voucher students, community school students and open enrollment students. After deducting funds for these students, the District has averaged less than a 1% increase in annual funding from the State. State funding represents 40% of the District's overall funding.

Given the uncertainty of the school funding formula and the economic conditions within the State, the level at which the State will fund schools in the future remains uncertain. Oak Hills remains concerned about the instability of the state economy and the political ramifications of changing the funding formula every several years. We plan carefully and prudently to provide resources to meet the needs of our students but the uncertainty of state funding challenges our planning.

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 questions about this report or need additional financial information, contact the Treasurer at Oak Hills Local School District, 6325 Rapid Run Road, Cincinnati, Ohio 45233.

Oak Hills Local School District, Ohio
Statement of Net Position
June 30, 2022

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$41,732,116
Restricted Cash and Investments	380,716
Receivables (Net):	
Taxes	40,575,623
Accounts	58,693
Interest	19,007
Intergovernmental	16,116,428
Inventory	61,178
Nondepreciable Capital Assets	2,781,550
Depreciable Capital Assets, Net	48,358,276
Net OPEB Asset	<u>7,440,272</u>
 Total Assets	 <u>157,523,859</u>
Deferred Outflows of Resources:	
Pension	24,267,813
OPEB	<u>2,658,847</u>
 Total Deferred Outflows of Resources	 <u>26,926,660</u>
Liabilities:	
Accounts Payable	73,700
Accrued Wages and Benefits	9,287,943
Accrued Interest Payable	70,058
Claims Payable	41,983
Long-Term Liabilities:	
Due Within One Year	3,815,220
Due In More Than One Year:	
Net Pension Liability	57,428,195
Net OPEB Liability	6,475,585
Other Amounts	<u>22,054,903</u>
 Total Liabilities	 <u>99,247,587</u>
Deferred Inflows of Resources:	
Property Taxes	24,743,615
Deferred Gain on Refunding	413,063
Revenue in Lieu of Taxes	15,000,000
OPEB	12,116,778
Pension	<u>45,861,623</u>
 Total Deferred Inflows of Resources	 <u>98,135,079</u>
Net Position:	
Net Investment in Capital Assets	31,209,242
Restricted for:	
Debt Service	4,149,884
Extracurricular	448,449
State Grants	117,320
Food Service	1,735,414
Other Purposes	642,918
Unrestricted	<u>(51,235,374)</u>
 Total Net Position	 <u>(\$12,932,147)</u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Activities
For the Fiscal Year Ended June 30, 2022

	Expenses	Program Revenues		Net (Expense) Revenue
		Charges for Services and Sales	Operating Grants and Contributions	and Changes in Net Position Governmental Activities
Governmental Activities:				
Instruction:				
Regular	\$36,562,425	\$1,572,730	\$3,788,808	(\$31,200,887)
Special	13,800,134	622,081	5,693,737	(7,484,316)
Vocational	888	0	0	(888)
Other	304,058	0	0	(304,058)
Support Services:				
Pupil	6,490,586	0	538,337	(5,952,249)
Instructional Staff	4,677,610	0	1,063,356	(3,614,254)
General Administration	98,545	0	0	(98,545)
School Administration	5,855,926	0	662,980	(5,192,946)
Fiscal	1,447,289	0	0	(1,447,289)
Business	106,544	0	0	(106,544)
Operations and Maintenance	7,425,491	56,991	74,367	(7,294,133)
Pupil Transportation	3,598,360	63,577	419,283	(3,115,500)
Central	468,616	0	40,504	(428,112)
Operation of Non-Instructional Services	4,874,815	1,543,682	4,793,810	1,462,677
Extracurricular Activities	2,334,437	1,607,209	0	(727,228)
Interest and Fiscal Charges	460,011	0	0	(460,011)
Totals	\$88,505,735	\$5,466,270	\$17,075,182	(65,964,283)

General Revenues:

Property Taxes Levied for:

General Purposes	28,570,164
Debt Service Purposes	3,335,080
Capital Projects Purposes	5,145,542
Grants and Entitlements, Not Restricted	28,015,539
Revenue in Lieu of Taxes	13,416,588
Unrestricted Contributions	154,700
Investment Earnings	(400,381)
Other Revenues	383,236

Total General Revenues 78,620,468

Change in Net Position 12,656,185

Net Position - Beginning of Year (25,588,332)

Net Position - End of Year (\$12,932,147)

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Balance Sheet
Governmental Funds
June 30, 2022

	General	Other Governmental Funds	Total Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	\$33,337,021	\$8,395,095	\$41,732,116
Restricted Cash and Investments	380,716	0	380,716
Receivables (Net):			
Taxes	31,543,675	9,031,948	40,575,623
Accounts	48,447	9,967	58,414
Interest	19,007	0	19,007
Intergovernmental	15,074,821	1,041,607	16,116,428
Interfund	18,000	0	18,000
Inventory	0	61,178	61,178
Total Assets	80,421,687	18,539,795	98,961,482
Liabilities:			
Accounts Payable	68,908	4,792	73,700
Accrued Wages and Benefits	8,043,217	1,244,726	9,287,943
Compensated Absences	138,918	0	138,918
Interfund Payable	0	18,000	18,000
Total Liabilities	8,251,043	1,267,518	9,518,561
Deferred Inflows of Resources:			
Property Taxes	21,647,675	5,841,948	27,489,623
Grants and Other Taxes	0	52,136	52,136
Revenue in Lieu of Taxes	15,000,000	0	15,000,000
Investment Earnings	13,296	0	13,296
Total Deferred Inflows of Resources	36,660,971	5,894,084	42,555,055
Fund Balances:			
Restricted	0	7,026,521	7,026,521
Committed	0	4,403,808	4,403,808
Assigned	5,070,412	0	5,070,412
Unassigned	30,439,261	(52,136)	30,387,125
Total Fund Balances	35,509,673	11,378,193	46,887,866
Total Liabilities, Deferred Inflows and Fund Balances	\$80,421,687	\$18,539,795	\$98,961,482

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
 Reconciliation of Total Governmental Fund Balance to
 Net Position of Governmental Activities
 June 30, 2022

Total Governmental Fund Balance		\$46,887,866
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital assets used in the operation of Governmental Funds		51,139,826
Other long-term assets are not available to pay for current-period expenditures and, therefore, are unavailable in the funds.		
Property Taxes	2,746,008	
Interest	13,296	
Intergovernmental	52,136	
		<u>2,811,440</u>
An internal service fund is used by management to charge back costs to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		
Internal Service Net Position		(41,704)
In the statement of net position interest payable is accrued when incurred; whereas, in the governmental funds interest is reported as a liability only when it will require the use of current financial resources.		
		(70,058)
Some liabilities reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds.		
Compensated Absences		(6,213,684)
Deferred gain on refunding associated with long-term liabilities that are not reported in the funds.		
		(413,063)
Deferred outflows and inflows or resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the funds.		
Deferred outflows of resources related to pensions	24,267,813	
Deferred inflows of resources related to pensions	(45,861,623)	
Deferred outflows of resources related to OPEB	2,658,847	
Deferred inflows of resources related to OPEB	(12,116,778)	
		<u>(31,051,741)</u>
Long-term liabilities and net OPEB assets are not available to pay for current period expenditures and are not due and payable in the current period and, therefore, are not reported in the funds.		
Net OPEB Asset	7,440,272	
Net Pension Liability	(57,428,195)	
Net OPEB Liability	(6,475,585)	
Other Amounts	(19,517,521)	
		<u>(75,981,029)</u>
Net Position of Governmental Activities		<u><u>(\$12,932,147)</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2022

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Property and Other Taxes	\$27,440,268	\$8,147,131	\$35,587,399
Tuition and Fees	2,274,149	0	2,274,149
Investment Earnings	(405,498)	4,225	(401,273)
Intergovernmental	31,166,227	14,105,069	45,271,296
Extracurricular Activities	522,791	1,053,725	1,576,516
Charges for Services	0	1,595,440	1,595,440
Revenue in Lieu of Taxes	13,416,588	0	13,416,588
Other Revenues	401,657	154,178	555,835
Total Revenues	74,816,182	25,059,768	99,875,950
Expenditures:			
Current:			
Instruction:			
Regular	35,953,022	3,931,575	39,884,597
Special	12,995,860	2,303,282	15,299,142
Vocational	888	0	888
Other	192,157	128,743	320,900
Support Services:			
Pupil	6,747,580	534,980	7,282,560
Instructional Staff	2,105,057	2,297,091	4,402,148
General Administration	99,672	0	99,672
School Administration	6,715,549	100,407	6,815,956
Fiscal	1,395,306	105,298	1,500,604
Business	116,835	0	116,835
Operations and Maintenance	5,385,554	868,755	6,254,309
Pupil Transportation	3,267,849	326,648	3,594,497
Central	462,902	40,371	503,273
Operation of Non-Instructional Services	53,574	5,014,038	5,067,612
Extracurricular Activities	1,362,452	1,155,174	2,517,626
Capital Outlay	45,664	2,820,651	2,866,315
Debt Service:			
Principal Retirement	0	3,324,030	3,324,030
Interest and Fiscal Charges	0	876,013	876,013
Total Expenditures	76,899,921	23,827,056	100,726,977
Excess of Revenues Over (Under) Expenditures	(2,083,739)	1,232,712	(851,027)
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	1,162	1,102	2,264
Total Other Financing Sources (Uses)	1,162	1,102	2,264
Net Change in Fund Balance	(2,082,577)	1,233,814	(848,763)
Fund Balance - Beginning of Year	37,592,250	10,144,379	47,736,629
Fund Balance - End of Year	\$35,509,673	\$11,378,193	\$46,887,866

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balance of Governmental Funds to the Statement of Activities
 For the Fiscal Year Ended June 30, 2022

Net Change in Fund Balance - Total Governmental Funds (\$848,763)

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

Governmental funds report capital asset additions as expenditures.

However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of the difference between capital asset additions and depreciation in the current period.

Capital assets used in governmental activities	2,782,551	
Depreciation Expense	<u>(3,147,492)</u>	(364,941)

Governmental funds report district pension and OPEB contributions as expenditures. However in the Statement of Activities, the cost of pension and OPEB benefits earned net of employee contributions are reported as pension and OPEB expense.

District pension contributions	7,913,807	
Cost of benefits earned net of employee contributions - Pensions	(174,726)	
District OPEB contributions	209,268	
Cost of benefits earned net of employee contributions - OPEB	<u>484,660</u>	8,433,009

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Delinquent Property Taxes	1,463,387	
Interest	892	
Intergovernmental	<u>(180,573)</u>	1,283,706

Repayment of bond and note principal are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 3,324,030

In the statement of activities interest expense is accrued when incurred; whereas, in governmental funds an interest expenditure is reported when due. 7,613

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Compensated Absences	405,202	
Amortization of Bond Premium	305,123	
Amortization of Deferred Gain on Refunding	<u>103,266</u>	813,591

The internal service fund used by management to charge back costs to individual funds is not reported in the entity-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.

Change in Net Position - Internal Service Funds		<u>7,940</u>
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Change in Net Position of Governmental Activities		<u>\$12,656,185</u>
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See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Net Position
Proprietary Fund
June 30, 2022

	<u>Governmental Activities- Internal Service Fund</u>
Current Assets:	
Receivables (Net):	
Accounts	<u>\$279</u>
Total Assets	<u>279</u>
Liabilities:	
Current Liabilities:	
Claims Payable	<u>41,983</u>
Total Liabilities	<u>41,983</u>
Net Position:	
Unrestricted	<u>(41,704)</u>
Total Net Position	<u><u>(\$41,704)</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Revenues, Expenses
and Changes in Fund Net Position
Proprietary Fund
For the Fiscal Year Ended June 30, 2022

	<u>Governmental Activities- Internal Service Fund</u>
Operating Revenues:	
Charges for Services	<u>\$117,478</u>
Total Operating Revenues	<u>117,478</u>
Operating Expenses:	
Personal Services	<u>109,538</u>
Total Operating Expenses	<u>109,538</u>
Change in Net Position	7,940
Net Position - Beginning of Year	<u>(49,644)</u>
Net Position - End of Year	<u><u>(\$41,704)</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2022

	<u>Governmental Activities- Internal Service Fund</u>
Cash Flows from Operating Activities:	
Cash Received from Customers	\$118,565
Cash Payments to Suppliers	<u>(118,565)</u>
Net Cash Provided (Used) by Operating Activities	<u>0</u>
Net Increase (Decrease) in Cash and Cash Equivalents	0
Cash and Cash Equivalents - Beginning of Year	<u>0</u>
Cash and Cash Equivalents - End of Year	<u><u>0</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	7,940
Changes in Assets & Liabilities:	
(Increase) Decrease in Receivables	1,087
Increase (Decrease) in Claims Payables	<u>(9,027)</u>
Net Cash Provided (Used) by Operating Activities	<u><u>\$0</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Changes in Fiduciary Net Position
Fiduciary Fund
For the Fiscal Year Ended June 30, 2022

	Custodial Fund
Additions:	
Extracurricular Collections for OHSAA	<u>\$1,174</u>
Total Additions	<u>1,174</u>
Deductions:	
Extracurricular Distributions to OHSAA	<u>1,174</u>
Total Deductions	<u>1,174</u>
Change in Net Position	0
Net Position - Beginning of Year	<u>0</u>
Net Position - End of Year	<u><u>\$0</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 1 - Description of the District

The Oak Hills Local School District (“the District”) represents a prior consolidation of three elementary districts: Bridgetown, Delhi and Springmyer. The consolidation was finalized by the Hamilton County Board of Education on April 23, 1956, in order to equalize educational opportunities throughout the area. Today, the District operates under current standards as prescribed by the Ohio State Board of Education, as provided in Division (D) of Section 3301.07 and Section 110.01 of the Ohio Revised Code.

The District operates under a locally elected five-member board form of government and provides educational services. The Board controls the District’s instructional programs and support facilities, staffed by approximately 490 certificated teaching, 41 administrative personnel and approximately 316 non-certificated personnel. To provide services to the adult population in the community, Oak Hills has developed one of the largest community education programs in Hamilton County, Ohio.

The District is the third largest in Hamilton County with 7,586 students for the 2021-22 school year. The District currently operates five (5) elementary schools (grades K-5), three (3) middle schools (grades 6-8), and one (1) comprehensive high school (grades 9-12).

Note 2 - Summary of Significant Accounting Policies

Reporting Entity

The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments.

There are no component units combined with the District for financial statement presentation purposes, and it is not included in any other governmental reporting entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing body is financially accountable. The District's major operations include education, pupil transportation, food service, and maintenance of District facilities.

The District is associated with two organizations that are defined as jointly governed organizations. These organizations include

Jointly Governed Organizations:
Hamilton Clermont Cooperative Information Technology Center
Great Oaks Career Campuses

These organizations are presented in Note 11.

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (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.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Measurement Focus

Government-wide Financial Statements

The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government except for fiduciary funds. The activity of the internal service funds is eliminated to avoid doubling up revenues and expenses. The interfund services provided and used are not eliminated in the consolidation.

The government-wide statements are prepared using the economic resources measurement focus, which differs from the manner in which the governmental fund financial statements are prepared. Therefore, the governmental fund financial statements include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison 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 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 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 governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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

Custodial Funds are reported using the economic resources measurement focus.

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 governmental, proprietary, and fiduciary. The focus of government 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.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

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 purposes 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 and deferred outflows, and liabilities and deferred inflows is reported as fund balance. The following is the District's major governmental fund:

General Fund – The general fund is used to account for all financial resources except those required to be accounted for 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.

Proprietary Funds

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector where the determination of net income is necessary or useful to sound financial administration. The District has no enterprise funds. The following is a description of the District's internal service fund:

Internal Service Fund - The internal service fund is used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the district, or to other governments, on a cost-reimbursement basis. The internal service fund of the District accounts for a self-insurance program which provides workers' compensation benefits to employees.

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 has an Ohio High School Athletic Association events fund to account for assets and liabilities of OHSAA athletic events of the District.

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. Fiduciary funds also use the accrual basis of accounting. Proprietary funds also use the accrual basis of accounting. Differences in the actual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, 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

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

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 fiscal year end.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, included 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. 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 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 nonexchange 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 year end: property taxes available for advance, grants, and other taxes.

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the District, deferred outflows of resources includes pension and other post employment benefits. These amounts are reported on the government-wide statement of net position. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 8 and 9.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets 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, OPEB, revenue in lieu of taxes (tax incremental financing), deferred gain on refunding, investment earnings, grants and other taxes, and pension. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2022, but which were levied to finance year 2023 operations. These property tax amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements, and are deferred and recognized as inflows of resources in the period the amounts become available. Revenue in lieu of taxes ('TIF') has been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Deferred gain on refunding has been recorded as deferred inflow on the government-wide statement of net position. Grants and investment earnings are recorded as deferred inflows on the governmental fund financial statements. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position. For more pension and OPEB related information, see Notes 8 and 9.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

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. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

Equity in Pooled Cash and Investments

Cash received by the District is pooled for investment purposes. Interest in the pool is presented as "Equity in Pooled Cash and Investments" on the financial statements.

Investments are reported at fair value which is based on quoted market prices.

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 their 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.

There were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, 24 hours advance notice is appreciated for deposits and withdrawals of \$25 million or more. STAR Ohio reserves the right to limit the transaction to \$250 million per day, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2022 amounted to (\$405,498) and \$4,225 in Other Governmental Funds.

For purposes of the statement of cash flows, the internal service portion of pooled cash and investments is considered a cash equivalent because the District is able to withdraw resources from the internal service funds without prior notice or penalty.

Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventories are accounted for using the purchase method on the fund level statements and using the consumption method on the government-wide statements.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

On the fund financial statements, reported material and supplies inventory is equally offset by a restricted fund balance in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

Inventory consists of expendable supplies held for consumption, donated food and purchased food.

Capital Assets

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value rather than fair value. The District maintains a capitalization threshold of five thousand dollars (\$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 asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized.

All reported capital assets are depreciated, except land. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is allocated using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	45-50 years
Furniture and Equipment	5-20 years

Compensated Absences

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for 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.

Sick leave benefits are accrued as a liability using the vesting method. The entire compensated absence liability is reported on the government-wide financial statements.

The compensated absences liability is recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. Compensated absences are reported in governmental funds only if they have matured.

The District's policies regarding compensated absences are determined by the state laws and/or negotiated agreements. In summary, the policies are as follows:

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Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

<u>Vacation</u>	<u>Certified</u>	<u>Administrators</u>	<u>Non-Certificated</u>
How Earned	Not Eligible	Hired before 8/1/12 25 days at the start of each contract year	5-20 days for each service year, depending on length of service
Maximum Accumulation	Not Applicable	37.5 days; can be paid for 5 days at year end	30 days
Vested	Not Applicable	As Earned	As Earned
Termination Entitlement	Not Applicable	Paid upon termination	Paid upon termination
<u>Sick Leave</u>			
How Earned	1 1/4 days per month of employment (15 days per year)	1 1/4 days per month of employment (15 days per year)	1 1/4 days per month of employment (15 days per year)
Maximum Accumulation	252 days	300 days	255 days
Vested	As Earned	As Earned	As Earned
Termination Entitlement	Per contract	Per contract	Per contract

Pensions/Other Postemployment Benefits (OPEB)

For purposes of measuring the net pension/OPEB liability, deferred outflows of resources and deferred inflows of resources related to 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.

Net Position

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their 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.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available. Of the District's \$7,093,985 in restricted net position, none was restricted by enabling legislation.

Interfund Activity

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. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables". These amounts are eliminated in the governmental activities column on the Statement of Net Position.

As a general rule the effect of interfund (internal) activity has been eliminated from the government-wide statement of activities. The interfund services provided and used are not eliminated in the process of consolidation.

Fund Balance

In accordance with Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District classifies its fund balance based on the purpose for which the resources were received and the level of constraint placed on the resources. The following categories are used:

Nonspendable – resources that are not in spendable form (inventory) or have legal or contractual requirements to maintain the balance intact.

Restricted – resources that have external purpose restraints imposed on them by providers, such as creditors, grantors, or other regulators.

Committed – resources that can be used only for the specific purposes imposed by a formal action (board resolution) of the District's Board of Education. The Board of Education is the highest level of decision making authority for the District. Those committed resources cannot be used for any other purpose unless the District's Board of Education removes or changes the specified use by taking the same type of action (board resolution) it employed to previously commit those resources.

Assigned – resources intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In the general fund, assigned amounts are intended to be used for specific purposes as approved through the District's formal purchase order procedure by the Superintendent and the Treasurer. The adoption of the board appropriation resolution is the established policy, which gives the authorization to assign resources for a specific purpose.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Unassigned – residual fund balance within the General Fund that is not restricted, committed, or assigned. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from incurred expenses for specific purposes exceeding amounts which had been restricted, committed or assigned for said purposes.

The District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are 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.

Restricted Resources

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

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the governmental-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, compensated absences that will be paid from the governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for the payment the current year. Bonds are recognized as a liability on the fund financial statements when due. Net pension/OPEB liability should be recognized in the governmental funds to the extent that the benefit payments are due and payable and the pension/OPEB plan’s fiduciary net position is not sufficient for payment of those benefits.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary fund. For the District, these revenues are for the self-insurance program (internal service fund) which provides workers’ compensation benefits to employees. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

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.

Restricted Assets

Restricted assets in the general fund represent Equity in Pooled Cash and Investments set aside to establish a budget stabilization reserve.

Note 3 - Equity in Pooled Cash and Investments

The District maintains a cash and investment pool used by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "Equity in Pooled Cash and Investments."

State statute requires the classification of monies held by the District into three categories:

Active Monies - Those monies required to be kept in a "cash" or "near cash" status for immediate use by the District. Such monies must by law be maintained either as cash in the District treasury, in depository accounts payable or withdrawable on demand.

Inactive Monies – Those monies not required for use within the current two year period of designated depositories. Ohio law permits inactive monies to be deposited or invested as certificates of deposit maturing not later than the end of the current period of designated depositories, or as savings or deposit accounts, including, but not limited to passbook accounts.

Interim Monies – Interim monies held by the District can be deposited or invested in the following securities:

1. United States Treasury bills, bonds, notes, 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 obligation or security 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.
3. Written repurchase agreements in the securities listed above provided 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 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 division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions.
7. The State Treasurer's investment pool (STAR Ohio).

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

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 District's 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 School District, and must be purchased with the expectation that it will be held to maturity.

The following information classifies deposits and investments by categories of risk as defined in GASB Statement 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements".

Deposits

Custodial credit risk for deposits 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. As of June 30, 2022, \$12,819,933 of the District's bank balance of \$14,042,063 was exposed to custodial credit risk because it was uninsured and collateralized.

The District has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits either be insured or be protected by:

Eligible securities pledged to the District 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% of the deposits being secured; or

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% of the deposits being secured or a rate set by the Treasurer of State.

Investments

As of June 30, 2022, the District had the following investments:

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Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Investment Type	Fair Value	Fair Value Hierarchy	Weighted Average Maturity (Years)
Negotiable CDs	\$3,411,723	Level 2	1.41
Commercial Paper	5,367,344	Level 2	0.42
Federal Home Loan Bank	3,915,958	Level 2	2.12
Federal Home Loan Mortgage Corporation	2,150,157	Level 2	1.92
Federal Farm Credit Bank	625,440	Level 3	2.58
US Treasury Notes	2,484,852	Level 2	1.50
STAR Ohio	10,748,326	N/A	0.14
Money Market Fund	16,730	N/A	0.00
Total Investments	\$28,720,530		
Portfolio Weighted Average Maturity			0.92

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. Inputs to the valuation techniques used in fair the measurement for Level 2 include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in inactive markets, inputs other than quoted prices that are observable for the asset or liability, or inputs that are derived principally from or corroborated by observable market data by correlation or other means. Level 3 inputs are significant unobservable inputs. The above table identifies the District’s recurring fair value measurements as of June 30, 2022. STAR Ohio is reported at its share price (Net Asset Value per share).

Interest Rate Risk - In accordance with the investment policy, the District manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to three years.

Credit Risk – It is the District’s policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have a credit quality rating of the top 2 ratings issued by nationally recognized statistical rating organizations. Investments in Commercial Paper were rated A-1+ by Standard and Poor’s and P-1 by Moody’s Investors Service. The District’s investments in Federal Home Loan Mortgage Corporation, Federal Home Loan Bank, Federal Farm Credit Bank, and in Federal National Mortgage Association were rated AA+ by Standard & Poor’s and Aaa by Moody’s Investors Service. Investments in STAR Ohio were rated AAAm by Standard & Poor’s. Negotiable CDs and Money Market Funds are not rated.

Concentration of Credit Risk – The District’s investment policy allows investments in Federal Agencies or Instrumentalities. The District has invested less than 1% of the District’s investments in Money Market Funds, 37% in STAR Ohio, 12% in Negotiable CDs, 7% in Federal Home Loan Mortgage Corporation, 9% in U.S. Treasury Notes, 2% in Federal Farm Credit Bank, 14% in Federal Home Loan Bank, and 19% in Commercial Paper.

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. All of the District’s securities are either insured and registered in the name of the District or at least registered in the name of the District.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 4 - Property Taxes

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility, and tangible personal (used in business) property located in the District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. All property is required to be revalued every six years. Public utility property taxes are assessed on tangible personal property at 88 percent of true value (with certain exceptions) and on real property at 35 percent of true value.

Tangible personal property tax revenue received during calendar year 2022 (other than public utility property tax) represents the collection of 2022 taxes levied against local and interexchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, and furniture and fixtures is no longer levied and collected. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, 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. Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. The District receives property taxes from the County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2022, are available to finance fiscal year 2023 operations. The amount available for advance can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable at June 30, 2022. Delinquent property taxes collected within 60 days are included as a receivable and tax revenue as of June 30, 2022 on the fund financial statements. The entire amount of delinquent taxes receivable is recognized as revenue in the government-wide financial statements. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is available to finance current year operations. The receivable is, therefore, offset by a credit to deferred inflows of resources for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2022, was \$9,896,000 for General Fund, \$1,940,000 for Permanent Improvement Fund, and \$1,250,000 for Debt Service Fund, and is recognized as revenue.

On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue has been deferred.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

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

	<u>Amount</u>
Real Property	\$1,192,822,770
Public Utility Personal	70,431,910
Total	<u>\$1,263,254,680</u>

Note 5 – Receivables

Receivables at June 30, 2022, consist of taxes, accounts, interest, intergovernmental and interfund. 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 year guarantee of federal funds.

Note 6 - Capital Assets

Capital asset activity for the fiscal year ended was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$2,781,550	\$0	\$0	\$2,781,550
Construction in Progress	212,678	0	212,678	0
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	87,088,653	2,769,459	635,025	89,223,087
Furniture and Equipment	<u>14,183,650</u>	<u>225,770</u>	<u>9,500</u>	<u>14,399,920</u>
Totals at Historical Cost	<u>104,266,531</u>	<u>2,995,229</u>	<u>857,203</u>	<u>106,404,557</u>
Less Accumulated Depreciation:				
Buildings and Improvements	43,535,261	2,370,767	635,025	45,271,003
Furniture and Equipment	<u>9,226,503</u>	<u>776,725</u>	<u>9,500</u>	<u>9,993,728</u>
Total Accumulated Depreciation	<u>52,761,764</u>	<u>3,147,492</u>	<u>644,525</u>	<u>55,264,731</u>
Governmental Activities Capital Assets, Net	<u>\$51,504,767</u>	<u>(\$152,263)</u>	<u>\$212,678</u>	<u>\$51,139,826</u>

Depreciation expense was charged to governmental functions as follows:

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Instruction:	
Regular	\$660,975
Special	9,443
Support Services:	
Instructional Staff	598,023
School Administration	3,147
Fiscal	3,147
Operations and Maintenance	1,542,271
Pupil Transportation	283,274
Operation of Non-Instructional Services	31,475
Extracurricular Activities	15,737
Total Depreciation Expense	<u>\$3,147,492</u>

Note 7 - Long-Term Liabilities

Long-Term Liabilities

	Maturity Date	Interest Rate	Beginning Balance	Additions	Deductions	Ending Balance	Due In One Year
Governmental Activities:							
General Obligation Bonds:							
HB 264 Debt - Series 2015	12/1/29	1.0-3.5%	\$2,590,000	\$0	\$255,000	\$2,335,000	\$265,000
Premium on HB264 Debt			90,073	0	10,008	80,065	0
Refunding Bonds - Series 2016			16,010,000	0	2,900,000	13,110,000	2,970,000
Premium Refunding Bonds			1,475,571	0	295,115	1,180,456	0
Zions Bank Loan - Series 2019			643,000	0	41,000	602,000	43,000
Subtotal Bonds			20,808,644	0	3,501,123	17,307,521	3,278,000
Notes Payable - Fitness Equipment			73,030	0	73,030	0	0
Notes Payable - Auditorium			2,265,000	0	55,000	2,210,000	55,000
Compensated Absences			6,722,906	288,472	658,776	6,352,602	482,220
Subtotal Bonds & Other Amounts			29,869,580	288,472	4,287,929	25,870,123	3,815,220
Net Pension Liability			104,863,679	0	47,435,484	57,428,195	0
Net OPEB Liability			7,079,255	0	603,670	6,475,585	0
Total Government Activities			<u>\$141,812,514</u>	<u>\$288,472</u>	<u>\$52,327,083</u>	<u>\$89,773,903</u>	<u>\$3,815,220</u>

General obligation bonds will be paid from the debt service and permanent improvement funds. Notes payable will be paid from the permanent improvement funds. Compensated absences will be paid from the fund from which the person is paid (usually general and special revenue funds). Net pension liability and OPEB liability represents the long-term portion of the accrued liability associated with STRS and SERS pension liability. These items will be repaid from the funds from which the employees work to whom the liability is associated with or the General Fund if no such funds are available.

In February of 2019 the District issued \$728,400 in a long term general obligation direct loan from Zions Bank. The loan matures in Fiscal Year 2034, has an interest rate of 2.91% and will be paid from the Permanent Improvement Fund.

In November of 2015 the District issued \$2,520,000 in a long term direct note payable. The note matures in Fiscal Year 2046, has an interest rate between 2.00% and 5.00% and will be paid from the Permanent Improvement Fund.

Principal and interest requirements to retire general obligation debt and notes payable outstanding at year end are as follows:

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Fiscal Year Ending June 30	General Obligation Bonds	
	Principal	Interest
2023	\$3,278,000	\$670,137
2024	3,439,000	509,463
2025	3,740,000	336,368
2026	3,926,000	150,913
2027	343,000	49,878
2028-2032	1,206,000	86,471
2033-2034	115,000	3,361
Total	<u>\$16,047,000</u>	<u>\$1,806,591</u>

Fiscal Year Ending June 30	Notes Payable		
	Principal	Interest	Total
2023	55,000	91,600	146,600
2024	60,000	89,300	149,300
2025	60,000	86,900	146,900
2026	60,000	84,500	144,500
2027	65,000	82,000	147,000
2028-2032	365,000	368,000	733,000
2033-2037	450,000	273,250	723,250
2038-2042	565,000	163,900	728,900
2043-2046	530,000	43,400	573,400
Total	<u>2,210,000</u>	<u>1,282,850</u>	<u>3,492,850</u>

Note 8 - Defined Benefit Pension Plans

The Statewide retirement systems provide both pension benefits and other postemployment benefits (OPEB).

Net Pension Liability/Net OPEB Liability (Asset)

Pensions and OPEB are a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. Pensions/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 net pension/OPEB liability (asset) represent the District’s proportionate share of each pension/OPEB plan’s collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension/OPEB plan’s fiduciary net position. The net pension/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.

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/OPEB are financed; however, the District does receive the benefit of employees’ services in exchange for compensation including pension

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and OPEB.

GASB 68/75 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires funding to come from these employers. All pension contributions to date have come solely from these employers (which also includes pension costs paid in the form of withholdings from employees). The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits. In addition, health care plan enrollees pay a portion of the health care costs in the form of a monthly premium. State statute requires the retirement systems to amortize unfunded pension liabilities within 30 years. If the pension amortization period exceeds 30 years, each retirement system’s board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension/OPEB liability (asset). Resulting adjustments to the net pension/OPEB liability (asset) would be effective when the changes are legally enforceable. The Ohio revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients.

The remainder of this note includes the required pension disclosures. See Note 9 for the required OPEB disclosures.

Plan Description - School Employees Retirement System (SERS)

Plan Description

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, 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 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 on or after August 1, 2017
Full Benefits	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 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; 2.20% for the first thirty years of service and 2.50% for years of service credit over 30. Final average salary is the average of the highest three years of salary.

An individual whose benefit effective date is before April 1, 2018, is eligible for a cost of living adjustment (COLA) on the first anniversary date of the benefit. New benefit recipients must wait until the fourth anniversary of their benefit for COLA eligibility. The COLA is added each year to the base benefit amount on the anniversary date of the benefit. The COLA is indexed to the percentage increase in the CPI-W, not to exceed 2.50% and with a floor of 0.00%. A three-year COLA suspension was in effect

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for all benefit recipients for the years 2018, 2019, and 2020. The Retirement Board approved a 0.50% COLA for calendar year 2021 and 2.50% for 2022.

Funding Policy

Plan members are required to contribute 10.00% of their annual covered salary and the District is required to contribute 14.00% 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 10.00% for plan members and 14.00% 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, 2022, the allocation to pension, death benefits, and Medicare B was 14.00%. For fiscal year 2022, the Retirement Board did not allocate any employer contribution to the Health Care Fund.

The District's contractually required contribution to SERS was \$1,643,547 for fiscal year 2022. Of this amount \$92,926 is reported as accrued wages and benefits.

Plan Description - State Teachers Retirement System (STRS)

Plan Description

District licensed teachers and other faculty members participate in STRS Ohio, a cost-sharing multiple employer public employee 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 Web site at 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 is 2.20% of final average salary for the five highest years of earnings multiplied by all years of service. In April 2017, the Retirement Board made the decision to reduce COLA granted on or after July 1, 2017, to 0.00% to preserve the fiscal integrity of the retirement system. Benefit recipients' base benefit and past cost-of-living increases are not affected by this change. 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.

Eligibility changes for DB Plan members who retire with actuarially reduced benefits will be phased in until August 1, 2023, when retirement eligibility will be five years of qualifying service credit and age 60, or 30 years of service credit at any age.

The DC Plan allows members to place all their member contributions and 9.53% of the 14.00% employer contributions into an investment account. The member determines how to allocate the member and employer money among various investment choices offered by STRS. The remaining 4.47% of the 14.00% 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.

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The Combined Plan offers features of both the DB Plan and the DC Plan. In the Combined Plan, 12.00% of the 14.00% member rate is deposited into the member's DC account and the remaining 2.00% 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 at age 50 and after termination of employment.

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. New members on or after July 1, 2013, must have at least ten years of qualifying service credit that apply for disability benefits. Members in the DC Plan who become disabled are entitled only to their account balance. Eligible survivors of members who die before service retirement may qualify for monthly benefits. 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. The fiscal year 2022 employer and employee contribution rate of 14.00% was equal to the statutory maximum rates. For fiscal year 2022, the full employer contribution was allocated to pension.

The District's contractually required contribution to STRS was \$6,270,260 for fiscal year 2022. Of this amount \$906,000 is reported as accrued wages and benefits.

Net 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, 2021, 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 contributions of all participating entities. Following is information related to the proportionate share and pension expense:

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	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportionate Share of the Net Pension Liability	\$12,308,795	\$45,119,400	\$57,428,195
Proportion of the Net Pension Liability:			
Current Measurement Date	0.33359790%	0.35288407%	
Prior Measurement Date	<u>0.31351670%</u>	<u>0.34768345%</u>	
Change in Proportionate Share	0.02008120%	0.00520062%	
Pension Expense	\$86,982	\$87,744	\$174,726

At June 30 2022, reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
<u>Deferred Outflows of Resources</u>			
Differences between expected and actual experience	\$1,187	\$1,393,973	\$1,395,160
Changes of assumptions	259,187	12,516,930	12,776,117
Changes in employer proportionate share of net pension liability	762,045	1,420,684	2,182,729
Contributions subsequent to the measurement date	<u>1,643,547</u>	<u>6,270,260</u>	<u>7,913,807</u>
Total Deferred Outflows of Resources	<u>\$2,665,966</u>	<u>\$21,601,847</u>	<u>\$24,267,813</u>
<u>Deferred Inflows of Resources</u>			
Differences between expected and actual experience	\$319,217	\$282,807	\$602,024
Net difference between projected and actual earnings on pension plan investments	6,339,389	38,884,287	45,223,676
Changes in employer proportionate share of net pension liability	<u>35,923</u>	<u>0</u>	<u>35,923</u>
Total Deferred Inflows of Resources	<u>\$6,694,529</u>	<u>\$39,167,094</u>	<u>\$45,861,623</u>

\$7,913,807 reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2023. 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:	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2023	(\$1,117,544)	(\$5,871,651)	(\$6,989,195)
2024	(1,101,481)	(4,900,437)	(6,001,918)
2025	(1,507,278)	(5,582,485)	(7,089,763)
2026	<u>(1,945,807)</u>	<u>(7,480,934)</u>	<u>(9,426,742)</u>
Total	<u>(\$5,672,110)</u>	<u>(\$23,835,507)</u>	<u>(\$29,507,617)</u>

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

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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, 2021, compared with June 30, 2020, are presented below:

	June 30, 2021	June 30, 2020
Inflation	2.40%	3.00%
Future Salary Increases, including inflation	3.25% to 13.58%	3.50% to 18.20%
COLA or Ad Hoc COLA	2.00%, on or after April 1, 2018, COLAs for future retirees will be delayed for three years following commencement	2.50%
Investment Rate of Return	7.00% net of system expenses	7.50% net of investments expense, including inflation
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)	Entry Age Normal (Level Percent of Payroll)

Mortality rates for 2021 were based on the PUB-2010 General Employee Amount Weight Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20% for males and set forward 2 years and adjusted 81.35% for females. Mortality among disabled members were based upon the PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.30% for males and set forward 3 years and adjusted 106.80% for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

Mortality rates for 2020 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, 120.00% of male rates, and 110.00% of female rates. Mortality among disabled members were based upon the RP-2000 Disabled Mortality Table, 90.00% for male rates and 100.00% 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, 2020.

The long-term return expectation for the Pension Plan Investments has been determined by using a

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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 an arithmetic 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.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2.00%	-0.33%
US Equity	24.75%	5.72%
Non-US Equity Developed	13.50%	6.55%
Non-US Equity Emerging	6.75%	8.54%
Fixed Income/Global Bonds	19.00%	1.14%
Private Equity	11.00%	10.03%
Real Estate/Real Assets	16.00%	5.41%
Multi-Asset Strategy	4.00%	3.47%
Private Debt/Private Credit	3.00%	5.28%
Total	100.00%	

Discount Rate

The total pension liability for 2021 was calculated using the discount rate of 7.00%. The discount rate for 2020 was 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 earnings were calculated using the long-term assumed investment rate of return (7.00%). 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 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 7.00%, 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 (6.00%), or one percentage point higher (8.00%) than the current rate.

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Proportionate share of the net pension liability	\$20,478,812	\$12,308,795	\$5,418,663

Actuarial Assumptions - STRS

Key methods and assumptions used in the June 30, 2021, actuarial valuation compared to those used in the June 30, 2020, actuarial valuation are presented below:

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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	7.00% net of investments expense, including inflation	7.45% net of investments expense, including inflation
Discount Rate of Return	7.00%	7.45%
Payroll Increases	3.00%	3.00%
Cost-of-Living Adjustments (COLA)	0.00%	0.00%

Post-retirement mortality rates are based on the RP-2014 Annuitant Mortality Table with 50.00% of rates through age 69, 70.00% of rates between ages 70 and 79, 90.00% of rates between ages 80 and 84, and 100.00% of rates thereafter, 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. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Table with 90.00% of rates for males and 100.00% of rates for females, projected forward generationally using mortality improvement scale MP-2016.

Actuarial assumptions used in the June 30, 2021, valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Rate of Return *</u>
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	<u>1.00%</u>	2.25%
Total	<u>100.00%</u>	

*10 Year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25%, and is net of 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 7.00% as of June 30, 2021, and was 7.45% as of June 30, 2020. The projection of cash flows used to determine the discount rate assumes that 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. Based on those

Oak Hills Local School District, Ohio
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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, 2021. Therefore, the long-term expected rate of return on pension plan investments of 7.00% was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2021.

Sensitivity of the 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 7.00%, 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 (6.00%) or one-percentage-point higher (8.00%) than the current rate:

	1% Decrease 6.00%	Current Discount Rate 7.00%	1% Increase 8.00%
Proportionate share of the net pension liability	\$84,491,750	\$45,119,400	\$11,849,849

Changes Between the Measurement Date and the Reporting date

In February 2022, the Board approved changes to demographic measures that will impact the June 30, 2022, actuarial valuation. These demographic measures include retirement, salary increase, disability/termination and mortality assumptions. In March 2022, the STRS Board approved benefit plan changes to take effect on July 1, 2022. These changes include a one-time three percent cost-of-living increase (COLA) to be paid to eligible benefit recipients and the elimination of the age 60 requirement for retirement age and service eligibility that was set to take effect in 2026. The effect on the net pension liability is unknown.

Note 9 - Defined Benefit OPEB Plans

See Note 8 for a description of the net OPEB liability (asset).

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. The following types of credit purchased after January 29, 1981 do not count toward health care coverage eligibility: military, federal, out-of-state, municipal, private school, exempted, and early retirement incentive credit. 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 Annual Comprehensive Financial Report which can be obtained on SERS' website at 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

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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 14.00% of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2022, no allocation was made to 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 2022, this amount was \$25,000. Statutes provide that no employer shall pay a health care surcharge greater than 2.00% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.50% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2022, the District's surcharge obligation was \$209,268.

The surcharge, added to the allocated portion of the 14.00% employer contribution rate is the total amount assigned to the Health Care Fund. The District's contractually required contribution to SERS was \$209,268 for fiscal year 2022.

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. The Plan is included in the report of STRS which can be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

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. All benefit recipients 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 14.00% of covered payroll. For the fiscal year ended June 30, 2022, STRS did not allocate any employer contributions to post-employment health care.

Net OPEB Liabilities (Assets), OPEB Expense (Income), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB liability (asset) was measured as of June 30, 2021, and the total OPEB liability 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:

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	SERS	STRS	Total
Proportionate Share of the Net OPEB Liability	\$6,475,585	\$0	\$6,475,585
Proportionate Share of the Net OPEB (Asset)	0	(7,440,272)	(7,440,272)
Proportion of the Net OPEB Liability/Asset:			
Current Measurement Date	0.34215610%	0.35288407%	
Prior Measurement Date	0.32573350%	0.34768345%	
Change in Proportionate Share	0.01642260%	0.00520062%	
OPEB Expense	\$10,686	(\$495,347)	(\$484,661)

At June 30 2022, reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	SERS	STRS	Total
<u>Deferred Outflows of Resources</u>			
Differences between expected and actual experience	\$69,025	\$264,929	\$333,954
Changes of assumptions	1,015,866	475,251	1,491,117
Changes in employer proportionate share of net OPEB liability	549,847	74,661	624,508
Contributions subsequent to the measurement date	209,268	0	209,268
Total Deferred Outflows of Resources	<u>\$1,844,006</u>	<u>\$814,841</u>	<u>\$2,658,847</u>
<u>Deferred Inflows of Resources</u>			
Differences between expected and actual experience	\$3,225,134	\$1,363,196	\$4,588,330
Changes of assumptions	886,777	4,438,675	5,325,452
Net difference between projected and actual earnings on OPEB plan investments	140,684	2,062,312	2,202,996
Total Deferred Inflows of Resources	<u>\$4,252,595</u>	<u>\$7,864,183</u>	<u>\$12,116,778</u>

\$209,268 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability (adjustment to net OPEB asset) in the year ending June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year			
Ending June 30:	SERS	STRS	Total
2023	(\$611,833)	(\$2,007,921)	(\$2,619,754)
2024	(612,819)	(1,956,311)	(2,569,130)
2025	(605,308)	(1,940,744)	(2,546,052)
2026	(506,504)	(859,166)	(1,365,670)
2027	(228,318)	(292,410)	(520,728)
Thereafter	(53,074)	7,208	(45,865)
Total	<u>(\$2,617,856)</u>	<u>(\$7,049,343)</u>	<u>(\$9,667,199)</u>

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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.

Key methods and assumptions used in calculating the total OPEB liability in the latest actuarial valuation date of June 30, 2021, compared with June 30, 2020, are presented below:

	June 30, 2021	June 30, 2020
Inflation	2.40%	3.00%
Future Salary Increases, Including Inflation		
Wage Increases	3.25% to 13.58%	3.50% to 18.20%
Investment Rate of Return	7.00% net of investment expense, including inflation	7.50% net of investment expense, including inflation
Municipal Bond Index Rate:		
Measurement Date	1.92%	2.45%
Prior Measurement Date	2.45%	3.13%
Single Equivalent Interest Rate (SEIR), net of plan investment expense, including price inflation:		
Measurement Date	2.27%	2.63%
Prior Measurement Date	2.63%	3.22%
Medical Trend Assumption:		
Medicare	5.125% to 4.40%	5.25% to 4.75%
Pre-Medicare	6.75% to 4.40%	7.00% to 4.75%

For 2021, mortality rates among healthy retirees were based on the PUB-2010 General Employee Amount Weighted Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20% for males and set forward 2 years and adjusted 81.35% for females. Mortality among disabled members were based upon the PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.30% for males and set forward 3

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years and adjusted 106.80% for females. Mortality rates for contingent survivors were based on PUB-2010 General Amount Weighted Below Median Contingent Survivor mortality table projected to 2017 with ages set forward 1 year and adjusted 105.50% for males and adjusted 122.50% for females. Mortality rates for actives is based on PUB-2010 General Amount Weighted Below Median Employee mortality table.

For 2020, mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and Scale BB, 120.00% of male rates and 110.00% of female rates. RP-2000 Disabled Mortality Table with 90.00% for male rates and 100.00% for female rates set back five years.

The most recent experience study was completed for the five year period ended June 30, 2020.

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 2015 through 2020, and was adopted by the Board in 2021. 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, 7.00%, 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.

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class, as used in the June 30, 2020 five-year experience study, are summarized as follows:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2.00%	-0.33%
US Equity	24.75%	5.72%
Non-US Equity Developed	13.50%	6.55%
Non-US Equity Emerging	6.75%	8.54%
Fixed Income/Global Bonds	19.00%	1.14%
Private Equity	11.00%	10.03%
Real Estate/Real Assets	16.00%	5.41%
Multi-Asset Strategy	4.00%	3.47%
Private Debt/Private Credit	3.00%	5.28%
Total	100.00%	

Discount Rate

The discount rate used to measure the total OPEB liability at June 30, 2021 was 2.27%. The discount rate used to measure total OPEB liability prior to June 30, 2021, was 2.63%. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the contribution rate of 1.50% of projected covered payroll each year, which includes a 1.50% payroll

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surcharge and no contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to become insufficient to make all projected future benefit payments of current System members by SERS actuaries. The Municipal Bond Index Rate is used in the determination of the SEIR for both the June 30, 2020 and the June 30, 2021 total OPEB liability. The Municipal Bond Index rate is the single rate that will generate a present value of benefit payments equal to the sum of the present value determined by the long-term expected rate of return, and the present value determined by discounting those benefits after the date of depletion. The Municipal Bond Index Rate is 1.92% at June 30, 2021 and 2.45% at June 30, 2020.

Sensitivity of the 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 (1.27%) and higher (3.27%) than the current discount rate (2.27%). Also shown is what SERS' net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (5.75% decreasing to 3.40%) and higher (7.75% decreasing to 5.40%) than the current rate.

	1% Decrease (1.27%)	Current Discount Rate (2.27%)	1% Increase (3.27%)
Proportionate share of the net OPEB liability	\$8,024,033	\$6,475,585	\$5,238,574
	1% Decrease (5.75% decreasing to 3.40%)	Current Trend Rate (6.75% decreasing to 4.40%)	1% Increase (7.75% decreasing to 5.40%)
Proportionate share of the net OPEB liability	\$4,985,670	\$6,475,585	\$8,465,654

Actuarial Assumptions - STRS

Key methods and assumptions used in the June 30, 2021, actuarial valuation and the June 30, 2020 actuarial valuation are presented below:

	June 30, 2021	June 30, 2020
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	7.00%, net of investment expenses, including inflation	7.45%, net of investment expenses, including inflation
Payroll Increases	3.00%	3.00%
Discount Rate of Return	7.00%	7.45%
Health Care Cost Trends:		
Medical		
Pre-Medicare	5.00% initial, 4.00% ultimate	5.00% initial, 4.00% ultimate
Medicare	-16.18% initial, 4.00% ultimate	-6.69% initial, 4.00% ultimate
Prescription Drug		
Pre-Medicare	6.50% initial, 4.00% ultimate	6.50% initial, 4.00% ultimate
Medicare	29.98% initial, 4.00% ultimate	11.87% initial, 4.00% ultimate

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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 50.00% of rates through age 69, 70.00% of rates between ages 70 and 79, 90.00% of rates between ages 80 and 84, and 100.00% 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 90.00% of rates for males and 100.00% of rates for females, projected forward generationally using mortality improvement scale MP-2016.

Actuarial assumptions used in the June 30, 2021, valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

The non-Medicare subsidy percentage was increased effective January 1, 2022 from 2.055% to 2.10% per year of service. The non-Medicare frozen subsidy base premium was increased effective January 1, 2022. The Medicare Part D Subsidy was updated to reflect it is expected to be negative in CY 2022. The Part B monthly reimbursement elimination date was postponed indefinitely.

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 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	100.00%	

*10 Year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25%, and is net of 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 liability was 7.00% as of June 30, 2021, and was 7.45% as of June 30, 2020. The projection of cash flows used to determine the discount rate assumes STRS 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 as of June 30, 2021. Therefore, the long-term expected rate of return on health care plan investments of 7.00% was used to measure the total OPEB liability as of June 30, 2021.

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Sensitivity of the 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, 2021, calculated using the current period discount rate assumption of 7.00%, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) 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.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate share of the net OPEB (asset)	(\$6,278,439)	(\$7,440,272)	(\$8,410,808)
	1% Decrease	Current Trend Rate	1% Increase
Proportionate share of the net OPEB (asset)	(\$8,371,483)	(\$7,440,272)	(\$6,288,743)

Changes Between the Measurement Date and the Reporting date

In February 2022, the Board approved changes to demographic measures that will impact the June 30, 2022, actuarial valuation. The effect on the net OPEB liability (asset) is unknown.

Note 10 - Contingent Liabilities

School Foundation

District foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education (ODE) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. As of the date of this report, additional ODE adjustments for fiscal year 2022 are not finalized. As a result, the impact of future FTE adjustments on the fiscal year 2022 financial statements is not determinable, at this time. Management believes this may result in either an additional receivable to, or a liability of, the District.

Grants

The District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements, and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the District at June 30, 2022, if applicable, cannot be determined at this time.

Litigation

The District's attorney estimates that all other potential claims against the District not covered by insurance resulting from all other litigation would not materially affect the financial statements of the District.

Oak Hills Local School District, Ohio
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Note 11 - Jointly Governed Organizations

Great Oaks Career Campuses, a jointly governed organization, is a distinct political subdivision of the State of Ohio which operates under the direction of a Board consisting of one representative from each participating school district's elected board. The Board possesses its own budgeting and taxing authority. Great Oaks Career Campuses provides academic preparation and job training which leads to employment and/or further education upon graduation from high school. The District has no ongoing financial interest in or responsibility for the Institute. To obtain financial information, write to Great Oaks Career Campuses at 3254 East Kemper Road, Cincinnati, Ohio 45241.

The District is a participant in the Hamilton Clermont Cooperative Information Technology Center (HCC). HCC is an association of public districts in a geographic area determined by the Ohio Department of Education. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts. The Board of the School consists of one representative from each of the participating members. The degree of control exercised by any participating district is limited to its representation on the board. To obtain financial information, write to HCC, at 1007 Cottonwood Drive, Loveland, Ohio 45140.

Note 12 - Risk Management

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. The District carries insurance coverage with the following companies.

<u>Coverage</u>	<u>Company</u>
Automobile	Liberty Mutual
Property	Liberty Mutual
General Liability	Liberty Mutual

Limits and deductible amounts for the above policies vary accordingly.

<u>Coverage</u>	<u>Limits</u>	<u>Deductible</u>
Automobile	\$1,000,000 each occurrence	\$1,000 collision & Comprehensive
Property	\$176,457,612 blanket coverage	\$10,000 each loss
General Liability	\$2,000,000 general aggregate	
Employee Benefit Liability	\$1,000,000	\$1,000 each loss
Umbrella	\$10,000,000	
Sexual Misconduct	\$1,000,000 general aggregate	\$5,000 each loss
Law Enforcement	\$1,000,000 general aggregate	\$7,500 each loss
School Leaders E&O	\$1,000,000 general aggregate	\$10,000 each loss

There were no significant reductions in insurance coverage from the prior year. Also, there were no settlements that exceeded insurance coverage for the past three fiscal years.

The District is self-insured for its workers' compensation costs. Expenses for claims are recorded on the current basis based on an actuarially determined charge per employee. The District accounts for the activities of this program in an internal service fund in accordance with GASB Statement No. 10. A summary of the changes in self-insurance workers' compensation claims liability is as follows:

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	<u>2022</u>	<u>2021</u>
Claims Liability at Beginning of Year	\$51,010	\$54,897
Claims Incurred	108,451	141,238
Claims Paid	<u>(117,478)</u>	<u>(145,125)</u>
Claims Liability at End of Year	<u>\$41,983</u>	<u>\$51,010</u>

Note 13 – Accountability

The following individual funds had a deficit in fund balance at year end:

<u>Fund</u>	<u>Deficit</u>	<u>Proprietary Fund:</u>	<u>Deficit</u>
Other Governmental Funds:		Internal Service	\$41,704
Title I	\$1,783		
ESSER	50,353		

The deficit fund balances were caused by GAAP Accruals.

Note 14 – Set Asides

The District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the acquisition and construction of capital improvements. Amounts not spent by year-end or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years.

The following cash basis information describes the change in the year-end set-aside amounts for textbooks and capital acquisition. Disclosure of this information is required by State statute.

	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>
Set Aside Reserve Balance as of June 30, 2021	\$0	\$380,716
Current Year Set Aside Requirement	1,345,273	0
Qualified Disbursements	(286,841)	0
Current Year Offsets	<u>(1,058,432)</u>	<u>0</u>
Set Aside Reserve Balance as of June 30, 2022	<u>\$0</u>	<u>\$380,716</u>
Restricted Cash as of June 30, 2022	<u>\$0</u>	<u>\$380,716</u>

The District had offsets credits of \$39,160,450 and qualifying disbursements during the year that reduced the set-aside amounts for capital maintenance reserve to below zero-extra qualified disbursement amounts may not be used to reduce the set-aside requirements of future years.

Note 15 - Interfund Balances

At fiscal year end, interfund receivables and payables, and transfers in and out were as follows:

Oak Hills Local School District, Ohio
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	Interfund Receivable	Interfund Payable
General Fund	\$18,000	\$0
Other Governmental Funds	0	18,000
Total all funds	<u>\$18,000</u>	<u>\$18,000</u>

Interfund balance are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorization; to segregate and to return money to the fund from which it was originally provided once a project is completed. All balances are expected to be repaid within one year.

Note 16 – Fund Balances

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the District is bound to observe constraints imposed upon the use of the resources in the government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balances	General	Other Governmental Funds	Total
Restricted for:			
Auxillary Services	0	79,829	79,829
Miscellaneous State Grants	0	37,491	37,491
Student Managed Activity	0	380,133	380,133
Food Service	0	1,861,560	1,861,560
Student Activity	0	68,316	68,316
Scholarships	0	642,918	642,918
	0	3,956,274	3,956,274
Debt Service	<u>0</u>	<u>0</u>	<u>0</u>
Total Restricted	<u>0</u>	<u>7,026,521</u>	<u>7,026,521</u>
Committed to:			
Capital Improvements	<u>0</u>	<u>4,403,808</u>	<u>4,403,808</u>
Total Committed	<u>0</u>	<u>4,403,808</u>	<u>4,403,808</u>
Assigned to:			
Public Schools	520,029	0	520,029
Budgetary Resources	<u>4,550,383</u>	<u>0</u>	<u>4,550,383</u>
Total Assigned	<u>5,070,412</u>	<u>0</u>	<u>5,070,412</u>
Unassigned (Deficit)	<u>30,439,261</u>	<u>(52,136)</u>	<u>30,387,125</u>
Total Fund Balance	<u>\$35,509,673</u>	<u>\$11,378,193</u>	<u>\$46,887,866</u>

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Note 17 – Tax Abatements entered Into By Other Governments

Other governments entered into property tax abatement agreements with property owners under the solar abatement programs with the taxing districts of the District. The program is a directive incentive tax exemption program benefiting property owners who renovated or constructed solar power improvements. Under this program, the other governments designated areas to encourage these solar power improvements that are 100% abated with no expiration, unless physically removed or the owner does not comply with provisions. Within the taxing districts of the District, other municipalities have entered into solar agreements. Under these agreements the District's property taxes were abated by \$0. The District is not receiving any amounts from this government in association with the forgone property tax revenue.

Note 18 – COVID-19

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. Ohio's state of emergency ended in June of 2021 while the national state of emergency continues. During fiscal year 2022, the School District received COVID-19 funding. The financial impact of COVID-19 and the continuing recovery measures will impact subsequent periods of the School District. The impact on the School District's future operating costs, revenues, and additional recovery from funding, either federal or state, cannot be estimated.

Note 19 – Implementation of New Accounting Principles

New Accounting Principles

For fiscal year 2022, the School District implemented GASB Statement No. 87, Leases and related guidance from (GASB) Implementation Guide No. 2019-3, and GASB Statement No. 89, Accounting for Interest Cost Incurred Before the End of a Construction Period.

GASB Statement No. 87 sets out to improve the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The implementation of GASB Statement No. 87 did not have an effect on the financial statements of the School District.

GASB Statement No. 89 establishes accounting requirements for interest cost incurred before the end of a construction period. Such interest cost includes all interest that previously was accounted for in accordance with the requirements of paragraphs 5–22 of Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements, which are superseded by this Statement. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. This Statement

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Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

also reiterates that in financial statements prepared using the current financial resources measurement focus, interest cost incurred before the end of a construction period should be recognized as an expenditure on a basis consistent with governmental fund accounting principles. The implementation of GASB Statement No. 89 did not have an effect on the financial statements of the School District

REQUIRED SUPPLEMENTARY INFORMATION

Oak Hills Local School District
 Required Supplementary Information
 Schedule of the District's Proportionate Share of the Net Pension Liability
 School Employees Retirement System of Ohio
 Last Nine Fiscal Years (1) (2)

Year	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2022	0.33359790%	\$12,308,795	\$11,075,321	111.14%	82.86%
2021	0.31351670%	20,736,655	10,991,207	188.67%	68.55%
2020	0.31618580%	18,917,951	10,846,963	174.41%	70.85%
2019	0.31316430%	17,935,499	10,429,622	171.97%	71.36%
2018	0.31358940%	18,736,274	10,162,607	184.36%	69.50%
2017	0.30199600%	22,484,176	11,968,457	187.86%	62.98%
2016	0.30562120%	17,439,042	12,417,178	140.44%	69.16%
2015	0.31708800%	16,047,643	9,307,006	172.43%	71.70%
2014	0.31708800%	19,240,769	12,293,931	156.51%	65.52%

(1) The schedule is intended to show information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2014 is not available.

(2) Amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information.

Oak Hills Local School District
 Required Supplementary Information
 Schedule of the District's Contributions for Net Pension Liability
 School Employees Retirement System of Ohio
 Last Ten Fiscal Years

Year	District's Contractually Required Contribution	District's Contributions in Relation to the Contractually Required Contributions	District's Contribution Deficiency (Excess)	District's Covered Payroll	District's Contributions as a Percentage of Covered Payroll
2022	\$1,643,547	(\$1,643,547)	\$0	\$11,739,621	14.00%
2021	1,550,545	(1,550,545)	0	11,075,321	14.00%
2020	1,538,769	(1,538,769)	0	10,991,207	14.00%
2019	1,464,340	(1,464,340)	0	10,846,963	13.50%
2018	1,407,999	(1,407,999)	0	10,429,622	13.50%
2017	1,422,765	(1,422,765)	0	10,162,607	14.00%
2016	1,675,584	(1,675,584)	0	11,968,457	14.00%
2015	1,636,584	(1,636,584)	0	12,417,178	13.18%
2014	1,289,951	(1,289,951)	0	9,307,006	13.86%
2013	1,701,480	(1,701,480)	0	12,293,931	13.84%

See accompanying notes to the required supplementary information.

Oak Hills Local School District
 Required Supplementary Information
 Schedule of the District's Proportionate Share of the Net Pension Liability
 State Teachers Retirement System of Ohio
 Last Nine Fiscal Years (1) (2)

Year	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2022	0.35288407%	\$45,119,400	\$43,543,586	103.62%	87.78%
2021	0.34768345%	84,127,024	42,637,029	197.31%	75.48%
2020	0.34737117%	76,819,047	41,622,686	184.56%	77.40%
2019	0.34161333%	75,113,102	39,681,171	189.29%	77.30%
2018	0.34066295%	80,925,214	36,925,029	219.16%	75.30%
2017	0.33852729%	113,315,289	36,324,714	311.95%	66.80%
2016	0.33925921%	93,761,321	34,615,200	270.87%	72.10%
2015	0.33179846%	80,704,868	36,508,377	221.06%	74.70%
2014	0.33179846%	95,923,181	37,781,631	253.89%	69.30%

(1) The schedule is intended to show information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2014 is not available.

(2) Amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information.

Oak Hills Local School District
 Required Supplementary Information
 Schedule of the District's Contributions for Net Pension Liability
 State Teachers Retirement System of Ohio
 Last Ten Fiscal Years

Year	District's Contractually Required Contribution	District's Contributions in Relation to the Contractually Required Contributions	District's Contribution Deficiency (Excess)	District's Covered Payroll	District's Contributions as a Percentage of Covered Payroll
2022	\$6,270,260	(\$6,270,260)	\$0	\$44,787,571	14.00%
2021	6,096,102	(6,096,102)	0	43,543,586	14.00%
2020	5,969,184	(5,969,184)	0	42,637,029	14.00%
2019	5,827,176	(5,827,176)	0	41,622,686	14.00%
2018	5,555,364	(5,555,364)	0	39,681,171	14.00%
2017	5,169,504	(5,169,504)	0	36,925,029	14.00%
2016	5,085,600	(5,085,600)	0	36,325,714	14.00%
2015	4,846,128	(4,846,128)	0	34,615,200	14.00%
2014	4,746,089	(4,746,089)	0	36,508,377	13.00%
2013	4,911,612	(4,911,612)	0	37,781,631	13.00%

See accompanying notes to the required supplementary information.

Oak Hills Local School District
 Required Supplementary Information
 Schedule of the District's Proportionate Share of the Net OPEB Liability
 School Employees Retirement System of Ohio
 Last Six Fiscal Years (1) (2)

Year	District's Proportion of the Net OPEB Liability	District's Proportionate Share of the Net OPEB Liability	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
2022	0.34215610%	\$6,475,585	\$11,075,321	58.47%	24.08%
2021	0.32573350%	7,079,255	10,991,207	64.41%	18.17%
2020	0.32366380%	8,139,464	10,846,963	75.04%	15.57%
2019	0.31741370%	8,805,913	10,429,622	84.43%	13.57%
2018	0.31721350%	8,513,177	10,162,607	83.77%	12.46%
2017	0.31084507%	8,860,234	11,968,457	74.03%	11.49%

(1) The schedule is intended to show information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2017 is not available.

(2) Amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information.

Oak Hills Local School District
 Required Supplementary Information
 Schedule of the District's Contributions for Net OPEB Liability
 School Employees Retirement System of Ohio
 Last Seven Fiscal Years (1) (2)

Year	District's Contractually Required Contribution (2)	District's Contributions in Relation to the Contractually Required Contributions	District's Contribution Deficiency (Excess)	District's Covered Payroll	District's Contributions as a Percentage of Covered Payroll
2022	\$209,268	(\$209,268)	\$0	\$11,739,621	1.78%
2021	211,370	(211,370)	0	11,075,321	1.91%
2020	211,140	(211,140)	0	10,991,207	1.92%
2019	250,081	(250,081)	0	10,846,963	2.31%
2018	222,335	(222,335)	0	10,429,622	2.13%
2017	168,230	(168,230)	0	10,162,607	1.66%
2016	155,275	(155,275)	0	11,968,457	1.30%

(1) The schedule is intended to show information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2016 is not available.

(2) Includes surcharge.

See accompanying notes to the required supplementary information.

Oak Hills Local School District
 Required Supplementary Information
 Schedule of the District's Proportionate Share of the Net OPEB (Asset)/Liability
 State Teachers Retirement System of Ohio
 Last Six Fiscal Years (1) (2)

Year	District's Proportion of the Net OPEB (Asset)/Liability	District's Proportionate Share of the Net OPEB (Asset)/Liability	District's Covered Payroll	District's Proportionate Share of the Net OPEB (Asset)/Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB (Asset)/Liability
2022	0.35288407%	(\$7,440,272)	\$43,543,586	17.09%	174.73%
2021	0.34768345%	(6,110,534)	42,637,029	14.33%	182.13%
2020	0.34737117%	(5,753,299)	41,622,686	13.82%	174.74%
2019	0.34161333%	(5,489,377)	39,681,171	13.83%	176.00%
2018	0.34066295%	13,291,411	36,925,029	36.00%	47.10%
2017	0.33852729%	18,104,528	36,325,714	49.84%	37.30%

(1) The schedule is intended to show information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2017 is not available.

(2) Amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information.

Oak Hills Local School District
 Required Supplementary Information
 Schedule of the District's Contributions for Net OPEB (Asset)/Liability
 State Teachers Retirement System of Ohio
 Last Seven Fiscal Years (1)

Year	District's Contractually Required Contribution	District's Contributions in Relation to the Contractually Required Contributions	District's Contribution Deficiency (Excess)	District's Covered Payroll	District's Contributions as a Percentage of Covered Payroll
2022	\$0	\$0	\$0	\$44,787,571	0.00%
2021	0	0	0	43,543,586	0.00%
2020	0	0	0	42,637,029	0.00%
2019	0	0	0	41,622,686	0.00%
2018	0	0	0	39,681,171	0.00%
2017	0	0	0	36,925,029	0.00%
2016	0	0	0	36,325,714	0.00%

(1) The schedule is intended to show information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2016 is not available.

See accompanying notes to the required supplementary information.

Oak Hills Local School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2022

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$29,210,693	\$29,174,268	\$29,174,268	\$0
Revenue in Lieu of Taxes	13,433,339	13,416,588	13,416,588	0
Tuition and Fees	2,295,795	2,292,932	2,292,932	0
Investment Earnings	206,929	206,671	206,671	0
Intergovernmental	31,165,110	31,126,248	31,126,248	0
Extracurricular Activities	210,925	210,662	210,662	0
Other Revenues	277,325	276,979	276,979	0
Total Revenues	76,800,116	76,704,348	76,704,348	0
Expenditures:				
Current:				
Instruction:				
Regular	39,602,357	36,560,480	36,525,229	35,251
Special	14,187,957	13,098,173	13,085,544	12,629
Vocational	963	889	888	1
Other	208,346	192,342	192,157	185
Support Services:				
Pupil	6,785,366	6,264,179	6,258,139	6,040
Instructional Staff	2,305,266	2,128,197	2,126,145	2,052
General Administration	105,193	97,113	97,019	94
School Administration	7,274,491	6,715,733	6,709,258	6,475
Fiscal	1,510,941	1,394,885	1,393,540	1,345
Business	126,679	116,949	116,836	113
Operations and Maintenance	5,830,125	5,382,311	5,377,121	5,190
Pupil Transportation	3,619,911	3,341,864	3,338,642	3,222
Central	450,263	415,678	415,277	401
Operation of Non-Instructional Services	53,930	49,788	49,740	48
Extracurricular Activities	1,460,531	1,348,347	1,347,047	1,300
Capital Outlay	49,511	45,708	45,664	44
Total Expenditures	83,571,830	77,152,636	77,078,246	74,390
Excess of Revenues Over (Under) Expenditures	(6,771,714)	(448,288)	(373,898)	74,390
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	1,163	1,162	1,162	0
Total Other Financing Sources (Uses)	1,163	1,162	1,162	0
Net Change in Fund Balance	(6,770,551)	(447,126)	(372,736)	74,390
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	33,909,919	33,909,919	33,909,919	0
Fund Balance - End of Year	\$27,139,368	\$33,462,793	\$33,537,183	\$74,390

See accompanying notes to the required supplementary information.

Oak Hills Local School District, Ohio
Notes to the Required Supplementary Information
For The Year Ended June 30, 2022

Note 1 – Budgetary Process

All funds, except custodial funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriations 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 amount that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Board. The legal level of control has been established by the Board at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the fiscal year 2022.

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

While the District is 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, disbursements and encumbrances. The Combined Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures for all funds (budget basis) rather than as assigned to a fund balance for governmental fund types and expendable trust funds (GAAP basis).
4. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions.
5. Some funds are reported as part of the general fund (GAAP basis) as opposed to the general fund being reported alone (budget basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis to the budgetary basis for the general fund.

Oak Hills Local School District, Ohio
Notes to the Required Supplementary Information
For The Year Ended June 30, 2022

Net Change in Fund Balance

	<u>General</u>
GAAP Basis	(\$2,082,577)
Revenue Accruals	1,888,166
Expenditure Accruals	(178,321)
Funds Budgeted Elsewhere	<u>(4)</u>
Budget Basis	<u><u>(\$372,736)</u></u>

Note 2 - Net Pension Liability

School Employees Retirement System (SERS)

Changes in Benefit Terms:

2022: Cost of Living Adjustments (COLA) increased from 0.50% to 2.50%.

2020-2021: There were no changes in benefit terms from the amounts reported for this fiscal year.

2019: With the authority granted the Board under Senate Bill 8, the Board has enacted a three year COLA delay for future benefit recipients commencing benefits on or after April 1, 2018.

2018: SERS changed from a fixed 3.00% annual increase to a Cost of Living Adjustments (COLA) based on the changed in the Consumer Price Index Index (CPI-W), with a cap of 2.50% and a floor of 0.00%.

2014-2017: There were no changes in benefit terms from the amounts reported for these fiscal years.

Changes in Assumptions:

2022: The following changes of assumptions affected the total pension liability since the prior measurement date:

- (1) The assumed rate of inflation was reduced from 3.00% to 2.40%,
- (2) Payroll growth assumption was reduced from 3.50% to 1.75%,
- (3) Assumed real wage growth was increased from 0.50% to 0.85%,
- (4) Cost of Living Adjustments (COLA) was reduced from 2.50% to 2.00%,
- (5) The discount rate was reduced from 7.50% to 7.00%,
- (6) Rates of withdrawal, compensation, participation, spouse coverage assumption, retirement, and disability were updated to reflect recent experience, and,
- (7) Mortality among active members, service retirees and beneficiaries, and disabled members were updated.

2018-2021: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for these fiscal years.

2017: The following changes of assumptions affected the total pension liability since the prior measurement date:

- (1) The assumed rate of inflation was reduced from 3.25% to 3.00%,
- (2) Payroll growth assumption was reduced from 4.00% to 3.50%,
- (3) Assumed real wage growth was reduced from 0.75% to 0.50%,
- (4) Rates of withdrawal, retirement and disability were updated to reflect recent experience,
- (5) Mortality among active members was updated to RP-2014 Blue Collar Mortality Table with fully

Oak Hills Local School District, Ohio
Notes to the Required Supplementary Information
For The Year Ended June 30, 2022

- generational projection and a five year age set-back for both males and females,
- (6) 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,
 - (7) 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
 - (8) The discount rate was reduced from 7.75% to 7.50%.

2014-2016: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for these fiscal years.

State Teachers Retirement System (STRS)

Changes in Benefit Terms:

2019-2022: There were no changes in benefit terms from the amounts reported for these fiscal years.

2018: STRS decreased the Cost of Living Adjustment (COLA) to zero.

2014-2017: There were no changes in benefit terms from the amounts reported for these fiscal years.

Changes in Assumptions:

2022: There were changes in assumptions since the prior measurement date, which the discount rate was adjusted to 7.00% from 7.45%.

2019-2021: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for these fiscal years.

2018: The following changes of assumptions affected the total pension liability since the prior measurement date:

- (1) The long term expected rate of return was reduced from 7.75% to 7.45%,
- (2) The inflation assumption was lowered from 2.75% to 2.50%,
- (3) The payroll growth assumption was lowered to 3.00%,
- (4) 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,
- (5) The healthy and disabled mortality assumptions were updated to the RP-2014 mortality tables with generational improvement scale MP-2016, and
- (6) Rates of retirement, termination and disability were modified to better reflect anticipated future experience.

2014-2017: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for these fiscal years.

Note 3 - Net OPEB (Asset)/Liability

School Employees Retirement System (SERS)

Changes in Benefit Terms:

2017-2022: There were no changes in benefit terms from the amounts reported for these fiscal years.

Oak Hills Local School District, Ohio
Notes to the Required Supplementary Information
For The Year Ended June 30, 2022

Changes in Assumptions:

2022: Amounts reported for the fiscal year incorporate changes in key methods and assumptions used in calculating the total OPEB liability as presented below:

- (1) Discount Rate:
 - Prior Measurement Date 2.63%
 - Measurement Date 2.27%
- (2) Investment Rate of Return:
 - Prior Measurement Date 7.50%
 - Measurement Date 7.00%
- (3) Assumed Rate of Inflation:
 - Prior Measurement Date 3.00%
 - Measurement Date 2.40%
- (4) Payroll Growth Assumption:
 - Prior Measurement Date 3.50%
 - Measurement Date 1.75%
- (5) Assumed Real Wage Growth:
 - Prior Measurement Date 0.50%
 - Measurement Date 0.85%
- (6) Municipal Bond Index Rate:
 - Prior Measurement Date 2.45%
 - Measurement Date 1.92%
- (7) Single Equivalent Interest Rate, net of plan investment expense, including price inflation:
 - Prior Measurement Date 2.63%
 - Measurement Date 2.27%
- (8) Rates of withdrawal, retirement and disability were updated to reflect recent experience.
- (9) Rate of health care participation for future retirees and spouses was updated to reflect recent.
- (10) Mortality among active members was updated to the following:
 - a. PUB-2010 General Amount Weighted Below Median Employee mortality table.
- (11) Mortality among service retired members was updated to the following:
 - a. PUB-2010 General Employee Amount Weighted Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20% for males and set forward 2 years and adjusted 81.35% for females.
- (12) Mortality among beneficiaries was updated to the following:
 - a. PUB-2010 General Amount Weighted Below Median Contingent Survivor mortality table projected to 2017 with ages set forward 1 year and adjusted 105.5% for males and adjusted 122.5% for females.
- (13) Mortality among disabled member was updated to the following:
 - a. PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3% for males and set forward 3 years and adjusted 106.8% for females.
- (14) Mortality rates are projected using a fully generational projection with Scale MP-2020.

2021: Amounts reported for the fiscal year incorporate changes in key methods and assumptions used in calculating the total OPEB liability as presented below:

- (1) Discount Rate:
 - Prior Measurement Date 3.22%
 - Measurement Date 2.63%
- (2) Municipal Bond Index Rate:
 - Prior Measurement Date 3.13%

Oak Hills Local School District, Ohio
Notes to the Required Supplementary Information
For The Year Ended June 30, 2022

Measurement Date	2.45%
(3) Single Equivalent Interest Rate, net of plan investment expense, including price inflation:	
Prior Measurement Date	3.22%
Measurement Date	2.63%

2020: Amounts reported for the fiscal year incorporate changes in key methods and assumptions used in calculating the total OPEB liability as presented below:

(1) Discount Rate:	
Prior Measurement Date	3.70%
Measurement Date	3.22%
(2) Municipal Bond Index Rate:	
Prior Measurement Date	3.62%
Measurement Date	3.13%
(3) Single Equivalent Interest Rate, net of plan investment expense, including price inflation:	
Prior Measurement Date	3.70%
Measurement Date	3.22%

2019: Amounts reported for the fiscal year incorporate changes in key methods and assumptions used in calculating the total OPEB liability as presented below:

(1) Discount Rate:	
Prior Measurement Date	3.63%
Measurement Date	3.70%
(2) Municipal Bond Index Rate:	
Prior Measurement Date	3.56%
Measurement Date	3.62%
(3) Single Equivalent Interest Rate, net of plan investment expense, including price inflation:	
Prior Measurement Date	3.63%
Measurement Date	3.70%

2018: Amounts reported for the fiscal year incorporate changes in key methods and assumptions used in calculating the total OPEB liability as presented below:

(1) Discount Rate:	
Fiscal Year 2018	3.63%
Fiscal Year 2017	2.98%
(2) Municipal Bond Index Rate:	
Fiscal Year 2018	3.56%
Fiscal Year 2017	2.92%
(3) Single Equivalent Interest Rate, net of plan investment expense, including price inflation:	
Fiscal Year 2018	3.63%
Fiscal Year 2017	2.98%

2017: The following changes of assumptions affected the total OPEB liability since the prior measurement date:

- (1) The assumed rate of inflation was reduced from 3.25% to 3.00%,
- (2) Payroll growth assumption was reduced from 4.00% to 3.50%,
- (3) Assumed real wage growth was reduced from 0.75% to 0.50%,
- (4) Rates of withdrawal, retirement and disability were updated to reflect recent experience,

Oak Hills Local School District, Ohio
Notes to the Required Supplementary Information
For The Year Ended June 30, 2022

- (5) 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,
- (6) 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, and
- (7) 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.

State Teachers Retirement System (STRS)

Changes in Benefit Terms:

2022: The non-Medicare subsidy percentage was increased effective January 1, 2022 from 2.055% to 2.100%. The non-Medicare frozen subsidy base premium was increased effective January 1, 2022. The Medicare Part D subsidy was updated to reflect it is expected to be negative in CY2022. The Part B monthly reimbursement elimination date was postponed indefinitely.

2021: There was no change to the claims costs process. Claim curves were updated to reflect the projected fiscal year end 2021 premium based on June 30, 2020 enrollment distribution. The non-Medicare subsidy percentage was increased effective January 1, 2021 from 1.984% to 2.055% per year of service. The non-Medicare frozen subsidy base premium was increased effective January 1, 2021. The Medicare subsidy percentages were adjusted effective January 1, 2021 to 2.1% for the AMA Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed indefinitely.

2020: 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.

2019: The subsidy multiplier for non-Medicare benefit recipients was increased from 1.900% to 1.944% per year of service effective January 1, 2019. The non-Medicare frozen subsidy base premium was increased effective January 1, 2019 and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 1, 2020. The Board is extending the current Medicare Part B partial reimbursement program for one year. Under this program, benefit recipients currently enrolled in the STRS Ohio Health Care Program and Medicare Part B receive \$29.90 per month to reimburse a portion of the Medicare Part B premium. The reimbursement was set to be reduced to \$0 beginning January 1, 2020. This impacts about 85,000 benefit recipients.

2018: The subsidy multiplier for non-Medicare benefit recipients was reduced from 2.10% to 1.90% 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 1, 2019.

2017: There were no changes in benefit terms from the amounts reported for this fiscal year.

Changes in Assumptions:

2022: There were changes in assumptions since the prior measurement date, which the discount rate was adjusted to 7.00% from 7.45%.

Oak Hills Local School District, Ohio
Notes to the Required Supplementary Information
For The Year Ended June 30, 2022

2021: There were changes in assumptions during the measurement year, which decreased the total OPEB liability by approximately \$0.26 billion. The assumption changes included changes in healthcare costs and trends.

2020: There were changes in assumptions during the measurement year, which increased the total OPEB liability by approximately \$0.04 billion. The assumption changes included changes in healthcare costs and trends.

2019: 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). Valuation year per capita health care costs were updated.

2018: 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) and the long term expected rate of return was reduced from 7.75% to 7.45%. Valuation year per capita health care costs were updated, and the salary scale was modified. 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. The assumed mortality, disability, retirement, withdrawal and future health care cost trend rates were modified along with the portion of rebated prescription drug costs.

2017: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for this fiscal year.

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**COMBINING STATEMENTS AND
INDIVIDUAL FUND SCHEDULES**

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The term *proceeds of specific revenue sources* establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund.

Capital Project Fund

The Permanent Improvement Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition and construction of capital facilities and other capital assets. Capital project funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

Debt Service Fund

The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated (i.e. debt payable from property taxes). Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. The District has only one Debt Service fund for fiscal year 2022.

Oak Hills Local School District, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2022

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$3,223,458	\$2,706,274	\$2,465,363	\$8,395,095
Receivables (Net):				
Taxes	0	3,648,235	5,383,713	9,031,948
Accounts	9,967	0	0	9,967
Intergovernmental	1,040,381	0	1,226	1,041,607
Inventory	61,178	0	0	61,178
Total Assets	4,334,984	6,354,509	7,850,302	18,539,795
Liabilities:				
Accounts Payable	4,792	0	0	4,792
Accrued Wages and Benefits	1,241,945	0	2,781	1,244,726
Interfund Payable	18,000	0	0	18,000
Total Liabilities	1,264,737	0	2,781	1,267,518
Deferred Inflows of Resources:				
Property Taxes	0	2,398,235	3,443,713	5,841,948
Grants and Other Taxes	52,136	0	0	52,136
Total Deferred Inflows of Resources	52,136	2,398,235	3,443,713	5,894,084
Fund Balances:				
Restricted	3,070,247	3,956,274	0	7,026,521
Committed	0	0	4,403,808	4,403,808
Unassigned	(52,136)	0	0	(52,136)
Total Fund Balances	3,018,111	3,956,274	4,403,808	11,378,193
Total Liabilities, Deferred Inflows and Fund Balances	\$4,334,984	\$6,354,509	\$7,850,302	\$18,539,795

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Oak Hills Local School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2022

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Property and Other Taxes	\$0	\$3,209,920	\$4,937,211	\$8,147,131
Investment Earnings	4,225	0	0	4,225
Intergovernmental	12,862,152	500,104	742,813	14,105,069
Extracurricular Activities	1,053,725	0	0	1,053,725
Charges for Services	1,575,875	0	19,565	1,595,440
Other Revenues	127,775	0	26,403	154,178
Total Revenues	15,623,752	3,710,024	5,725,992	25,059,768
Expenditures:				
Current:				
Instruction:				
Regular	3,836,838	0	94,737	3,931,575
Special	2,285,937	0	17,345	2,303,282
Other	128,743	0	0	128,743
Support Services:				
Pupil	521,080	0	13,900	534,980
Instructional Staff	1,066,933	0	1,230,158	2,297,091
School Administration	100,407	0	0	100,407
Fiscal	0	42,233	63,065	105,298
Operations and Maintenance	73,994	0	794,761	868,755
Pupil Transportation	0	0	326,648	326,648
Central	40,371	0	0	40,371
Operation of Non-Instructional Services	5,014,038	0	0	5,014,038
Extracurricular Activities	1,155,174	0	0	1,155,174
Capital Outlay	0	0	2,820,651	2,820,651
Debt Service:				
Principal Retirement	0	2,900,000	424,030	3,324,030
Interest and Fiscal Charges	0	684,500	191,513	876,013
Total Expenditures	14,223,515	3,626,733	5,976,808	23,827,056
Excess of Revenues Over (Under) Expenditures	1,400,237	83,291	(250,816)	1,232,712
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	102	0	1,000	1,102
Total Other Financing Sources (Uses)	102	0	1,000	1,102
Net Change in Fund Balance	1,400,339	83,291	(249,816)	1,233,814
Fund Balance - Beginning of Year	1,617,772	3,872,983	4,653,624	10,144,379
Fund Balance - End of Year	\$3,018,111	\$3,956,274	\$4,403,808	\$11,378,193

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

Student Managed Activity – Fund used to account for student activity programs that do not have student management of the program, i.e. athletics, band, etc.

Auxiliary Services – Fund used to account for state funds used to provide services and materials to students attending non-public schools within the boundaries of the District.

Data Communications – State grant used to support technology used for non-instructional purposes, i.e. networking.

Miscellaneous State Grants – Fund used to account for state funds that are legally restricted to expenditures for specified purposes.

Special Education – Fund used to account for federal monies provided to support programs for students with disabilities.

Title I – Fund used to account for federal monies provided to support programs for educationally deprived students.

Drug Free School – To offer a disciplined environment conducive to learning, by preventing violence in and around schools and strengthen programs that prevent the illegal use of alcohol, tobacco, and drugs, involve parents, and coordinated with related Federal, State, and community efforts and resources.

IDEA Preschool Grant – Fund used to account for federal monies provided to support programs for pre-school aged students with disabilities.

Improving Teacher Quality – Fund used to account for funds provided for staff development programs.

Food Service – Fund used to record financial transactions related to the food service operation.

Title III – Funds to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency.

Student Activity - To account for revenues generated by student managed activities.

ESSER - To provide emergency relief grants to school districts related to the COVID-19 pandemic.

Scholarships – To account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments

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Oak Hills Local School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2022

	Student Managed Activity	Auxiliary Services	Data Communications	Miscellaneous State Grants
Assets:				
Equity in Pooled Cash and Investments	\$380,141	\$132,705	\$0	\$37,491
Receivables (Net):				
Accounts	1,742	0	0	0
Intergovernmental	0	0	0	0
Inventory	0	0	0	0
Total Assets	381,883	132,705	0	37,491
Liabilities:				
Accounts Payable	1,750	941	0	0
Accrued Wages and Benefits	0	51,935	0	0
Interfund Payable	0	0	0	0
Total Liabilities	1,750	52,876	0	0
Deferred Inflows of Resources:				
Grants and Other Taxes	0	0	0	0
Total Deferred Inflows of Resources	0	0	0	0
Fund Balances:				
Restricted	380,133	79,829	0	37,491
Unassigned	0	0	0	0
Total Fund Balances	380,133	79,829	0	37,491
Total Liabilities, Deferred Inflows and Fund Balances	\$381,883	\$132,705	\$0	\$37,491

Special Education	Title I	Drug-Free Schools	IDEA Preschool Grant	Improving Teacher Quality	Food Service	Title III
\$0	\$0	\$0	\$0	\$0	\$1,961,897	\$0
0	0	0	0	0	8,225	0
253,260	177,370	625	8,645	0	0	0
0	0	0	0	0	61,178	0
<u>253,260</u>	<u>177,370</u>	<u>625</u>	<u>8,645</u>	<u>0</u>	<u>2,031,300</u>	<u>0</u>
0	1,476	625	0	0	0	0
235,260	175,894	0	8,645	0	169,740	0
18,000	0	0	0	0	0	0
<u>253,260</u>	<u>177,370</u>	<u>625</u>	<u>8,645</u>	<u>0</u>	<u>169,740</u>	<u>0</u>
0	1,783	0	0	0	0	0
0	1,783	0	0	0	0	0
0	0	0	0	0	1,861,560	0
0	(1,783)	0	0	0	0	0
0	(1,783)	0	0	0	1,861,560	0
<u>\$253,260</u>	<u>\$177,370</u>	<u>\$625</u>	<u>\$8,645</u>	<u>\$0</u>	<u>\$2,031,300</u>	<u>\$0</u>

Continued

Oak Hills Local School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2022

	Student Activity	ESSER	Scholarships	Total Nonmajor Special Revenue Funds
Assets:				
Equity in Pooled Cash and Investments	\$68,306	\$0	\$642,918	\$3,223,458
Receivables (Net):				
Accounts	0	0	0	9,967
Intergovernmental	10	600,471	0	1,040,381
Inventory	0	0	0	61,178
Total Assets	68,316	600,471	642,918	4,334,984
Liabilities:				
Accounts Payable	0	0	0	4,792
Accrued Wages and Benefits	0	600,471	0	1,241,945
Interfund Payable	0	0	0	18,000
Total Liabilities	0	600,471	0	1,264,737
Deferred Inflows of Resources:				
Grants and Other Taxes	0	50,353	0	52,136
Total Deferred Inflows of Resources	0	50,353	0	52,136
Fund Balances:				
Restricted	68,316	0	642,918	3,070,247
Unassigned	0	(50,353)	0	(52,136)
Total Fund Balances	68,316	(50,353)	642,918	3,018,111
Total Liabilities, Deferred Inflows and Fund Balances	\$68,316	\$600,471	\$642,918	\$4,334,984

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Oak Hills Local School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2022

	Student Managed Activity	Auxiliary Services	Data Communications	Miscellaneous State Grants	Special Education
Revenues:					
Investment Earnings	\$0	\$612	\$0	\$0	\$0
Intergovernmental	0	1,955,166	16,200	96,984	2,715,363
Extracurricular Activities	946,617	0	0	0	0
Charges for Services	32,193	0	0	0	0
Other Revenues	37,706	0	0	0	0
Total Revenues	1,016,516	1,955,778	16,200	96,984	2,715,363
Expenditures:					
Current:					
Instruction:					
Regular	0	0	16,200	0	0
Special	0	0	0	0	1,318,541
Other	0	0	0	0	0
Support Services:					
Pupil	0	0	0	31,294	276,541
Instructional Staff	0	0	0	25,001	725,639
School Administration	0	0	0	0	100,407
Operations and Maintenance	0	0	0	0	0
Central	0	0	0	40,371	0
Operation of Non-Instructional Services	0	1,873,343	0	0	192,753
Extracurricular Activities	1,045,891	0	0	0	0
Total Expenditures	1,045,891	1,873,343	16,200	96,666	2,613,881
Excess of Revenues Over (Under) Expenditures	(29,375)	82,435	0	318	101,482
Other Financing Sources (Uses):					
Proceeds from Sale of Capital Assets	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0	0
Net Change in Fund Balance	(29,375)	82,435	0	318	101,482
Fund Balance - Beginning of Year	409,508	(2,606)	0	37,173	(101,482)
Fund Balance - End of Year	\$380,133	\$79,829	\$0	\$37,491	\$0

Title I	Drug-Free Schools	IDEA Preschool Grant	Improving Teacher Quality	Food Service	Title III	Student Activity
\$0	\$0	\$0	\$0	\$2,770	\$0	\$0
1,314,710	124,599	58,570	185,230	2,491,229	16,273	10
0	0	0	0	0	0	107,108
0	0	0	0	1,543,682	0	0
0	0	0	0	8,265	0	7,308
1,314,710	124,599	58,570	185,230	4,045,946	16,273	114,426
23,118	0	0	0	0	0	0
959,606	0	0	0	0	7,790	0
0	0	0	0	0	0	0
84,868	0	19,740	0	0	0	0
95,532	25,875	36,812	139,582	0	8,483	0
0	0	0	0	0	0	0
0	73,994	0	0	0	0	0
0	0	0	0	0	0	0
72,563	24,730	0	44,663	2,805,986	0	0
0	0	0	0	0	0	109,283
1,235,687	124,599	56,552	184,245	2,805,986	16,273	109,283
79,023	0	2,018	985	1,239,960	0	5,143
0	0	0	0	102	0	0
0	0	0	0	102	0	0
79,023	0	2,018	985	1,240,062	0	5,143
(80,806)	0	(2,018)	(985)	621,498	0	63,173
(\$1,783)	\$0	\$0	\$0	\$1,861,560	\$0	\$68,316

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Oak Hills Local School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2022

	ESSER	Scholarships	Total Nonmajor Special Revenue Funds
Revenues:			
Investment Earnings	\$0	\$843	\$4,225
Intergovernmental	3,887,818	0	12,862,152
Extracurricular Activities	0	0	1,053,725
Charges for Services	0	0	1,575,875
Other Revenues	0	74,496	127,775
Total Revenues	3,887,818	75,339	15,623,752
Expenditures:			
Current:			
Instruction:			
Regular	3,797,520	0	3,836,838
Special	0	0	2,285,937
Other	0	128,743	128,743
Support Services:			
Pupil	108,637	0	521,080
Instructional Staff	10,009	0	1,066,933
School Administration	0	0	100,407
Operations and Maintenance	0	0	73,994
Central	0	0	40,371
Operation of Non-Instructional Services	0	0	5,014,038
Extracurricular Activities	0	0	1,155,174
Total Expenditures	3,916,166	128,743	14,223,515
Excess of Revenues Over (Under) Expenditures	(28,348)	(53,404)	1,400,237
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	0	0	102
Total Other Financing Sources (Uses)	0	0	102
Net Change in Fund Balance	(28,348)	(53,404)	1,400,339
Fund Balance - Beginning of Year	(22,005)	696,322	1,617,772
Fund Balance - End of Year	(\$50,353)	\$642,918	\$3,018,111

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Student Managed Activity Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$946,699	\$946,699	\$0
Charges for Services	32,193	32,193	0
Other Revenues	36,164	36,164	0
Total Revenues	1,015,056	1,015,056	0
Expenditures:			
Current:			
Extracurricular Activities	1,046,467	1,046,467	0
Total Expenditures	1,046,467	1,046,467	0
Excess of Revenues Over (Under) Expenditures	(31,411)	(31,411)	0
Net Change in Fund Balance	(31,411)	(31,411)	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	411,551	411,551	0
Fund Balance - End of Year	\$380,140	\$380,140	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Auxiliary Services Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$612	\$612	\$0
Intergovernmental	1,955,166	1,955,166	0
Total Revenues	1,955,778	1,955,778	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	1,875,153	1,875,153	0
Total Expenditures	1,875,153	1,875,153	0
Net Change in Fund Balance	80,625	80,625	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	52,084	52,084	0
Fund Balance - End of Year	\$132,709	\$132,709	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Data Communications Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$16,200	\$16,200	\$0
Total Revenues	16,200	16,200	0
Expenditures:			
Current:			
Instruction:			
Regular	16,200	16,200	0
Total Expenditures	16,200	16,200	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Miscellaneous State Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$96,984	\$96,984	\$0
Total Revenues	96,984	96,984	0
Expenditures:			
Current:			
Support Services:			
Pupil	31,294	31,294	0
Instructional Staff	25,001	25,001	0
Central	40,371	40,371	0
Total Expenditures	96,666	96,666	0
Net Change in Fund Balance	318	318	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	37,173	37,173	0
Fund Balance - End of Year	\$37,491	\$37,491	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Special Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,614,473	\$2,614,473	\$0
Total Revenues	<u>2,614,473</u>	<u>2,614,473</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Special	1,322,052	1,322,051	(0)
Support Services:			
Pupil	279,083	279,083	0
Instructional Staff	720,187	720,188	(1)
School Administration	100,398	100,398	0
Operation of Non-Instructional Service	<u>192,753</u>	<u>192,753</u>	<u>0</u>
Total Expenditures	<u>2,614,473</u>	<u>2,614,473</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriate)	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Title I Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,215,980	\$1,215,980	\$0
Total Revenues	<u>1,215,980</u>	<u>1,215,980</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	21,642	21,642	0
Special	942,676	942,676	0
Support Services:			
Pupil	84,616	84,616	0
Instructional Staff	95,505	95,505	0
Operation of Non-Instructional Serv	71,541	71,541	0
Total Expenditures	<u>1,215,980</u>	<u>1,215,980</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropria	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Drug-Free Schools Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$123,974	\$123,974	\$0
Total Revenues	123,974	123,974	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	25,875	25,875	0
Operations and Maintenance	73,994	73,994	0
Operation of Non-Instructional Service	24,105	24,105	0
Total Expenditures	123,974	123,974	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	IDEA Preschool Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$51,431	\$51,431	\$0
Total Revenues	<u>51,431</u>	<u>51,431</u>	<u>0</u>
Expenditures:			
Current:			
Support Services:			
Pupil	16,462	16,462	0
Instructional Staff	34,969	34,969	0
Total Expenditures	<u>51,431</u>	<u>51,431</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Improving Teacher Quality Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$185,230	\$185,230	\$0
Total Revenues	185,230	185,230	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	139,582	139,582	0
Operation of Non-Instructional Service	45,648	45,648	0
Total Expenditures	185,230	185,230	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Food Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$2,770	\$2,770	\$0
Intergovernmental	2,386,485	2,386,486	1
Charges for Services	1,543,682	1,543,682	0
Other Revenues	3,744	3,744	0
Total Revenues	3,936,681	3,936,682	1
Expenditures:			
Current:			
Operation of Non-Instructional Services	2,750,642	2,750,642	0
Total Expenditures	2,750,642	2,750,642	0
Excess of Revenues Over (Under) Expenditures	1,186,039	1,186,040	1
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	102	102	0
Total Other Financing Sources (Uses)	102	102	0
Net Change in Fund Balance	1,186,141	1,186,142	1
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	775,753	775,753	0
Fund Balance - End of Year	\$1,961,894	\$1,961,895	\$1

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Title III Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$16,273	\$16,273	0
Total Revenues	<u>16,273</u>	<u>16,273</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Special	7,790	7,790	0
Support Services:			
Instructional Staff	<u>8,483</u>	<u>8,483</u>	<u>0</u>
Total Expenditures	<u>16,273</u>	<u>16,273</u>	<u>(0)</u>
Net Change in Fund Balance	0	0	(0)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriate)	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>(\$0)</u></u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Student Activity Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	107,108	107,108	0
Other Revenues	7,308	7,308	0
Total Revenues	<u>114,416</u>	<u>114,416</u>	<u>0</u>
Expenditures:			
Current:			
Extracurricular Activities	<u>109,283</u>	<u>109,283</u>	<u>0</u>
Total Expenditures	<u>109,283</u>	<u>109,283</u>	<u>(0)</u>
Net Change in Fund Balance	5,133	5,133	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>63,172</u>	<u>63,172</u>	<u>0</u>
Fund Balance - End of Year	<u>\$68,305</u>	<u>\$68,305</u>	<u>\$0</u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	ESSER Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$3,351,580	\$3,351,580	\$0
Total Revenues	3,351,580	3,351,580	0
Expenditures:			
Current:			
Instruction:			
Regular	3,232,934	3,232,934	0
Support Services:			
Pupil	108,637	108,637	0
Instructional Staff	10,009	10,009	0
Total Expenditures	3,351,580	3,351,580	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Scholarships Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$1,122	\$1,122	\$0
Total Revenues	1,122	1,122	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	980	980	0
Total Expenditures	980	980	0
Net Change in Fund Balance	142	142	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	10,891	10,891	0
Fund Balance - End of Year	\$11,033	\$11,033	\$0

NONMAJOR DEBT SERVICE FUND

Fund Description

Debt Service Fund – The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated (i.e. debt payable from property taxes). Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance for the Debt Service Fund has been included in the Nonmajor Governmental Funds Combining Balance Sheet and Combining Statement of Revenues, Expenditures and Changes in Fund Balance. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$3,354,920	\$3,354,920	\$0
Intergovernmental	500,104	500,104	0
Total Revenues	<u>3,855,024</u>	<u>3,855,024</u>	<u>0</u>
Expenditures:			
Current:			
Support Services:			
Fiscal	42,233	42,233	0
Debt Service:			
Principal Retirement	2,900,000	2,900,000	0
Interest and Fiscal Charges	684,500	684,500	0
Total Expenditures	<u>3,626,733</u>	<u>3,626,733</u>	<u>0</u>
Net Change in Fund Balance	228,291	228,291	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>2,477,982</u>	<u>2,477,982</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$2,706,273</u></u>	<u><u>\$2,706,273</u></u>	<u><u>\$0</u></u>

NONMAJOR CAPITAL PROJECTS FUNDS

Fund Description

Permanent Improvement Fund – The Permanent Improvement Fund is used to account for financial resources, to maintain the District's facilities, as well as provide for major equipment and instructional material purchases

Oak Hills Local School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2022

	Permanent Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$4,987,211	\$4,987,211	\$0
Intergovernmental	741,587	741,587	0
Other Revenues	45,968	45,968	0
Total Revenues	5,774,766	5,774,766	0
Expenditures:			
Current:			
Instruction:			
Regular	94,737	94,737	0
Special	17,345	17,345	0
Support Services:			
Pupil	13,900	13,900	0
Instructional Staff	1,230,158	1,230,158	0
Fiscal	63,065	63,065	0
Operations and Maintenance	797,752	797,752	0
Pupil Transportation	326,638	326,638	0
Extracurricular Activities	75,619	75,619	0
Capital Outlay	2,820,652	2,820,652	0
Debt Service:			
Principal Retirement	351,000	351,000	0
Interest and Fiscal Charges	188,924	188,924	0
Total Expenditures	5,979,790	5,979,790	0
Excess of Revenues Over (Under) Expenditures	(205,024)	(205,024)	0
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	1,000	1,000	0
Total Other Financing Sources (Uses)	1,000	1,000	0
Net Change in Fund Balance	(204,024)	(204,024)	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	2,669,388	2,669,388	0
Fund Balance - End of Year	\$2,465,364	\$2,465,364	\$0

OTHER GENERAL FUNDS

With the implementation of GASB Statement No. 54, certain funds that the District prepares legally adopted budgets for no longer meet the definition to be reported as Special Revenue funds and have been included with the General Fund in the governmental fund financial statements. The District has only presented the budget schedules for these funds.

Fund Descriptions

Public School – Fund used to account for specific local revenue sources generated by individual school buildings. Expenditures include field trips, items to support co-curricular and extra-curricular programs, and recognition programs.

State Subdivision – Fund used to account for state monies provided for the state subdivision programs.

Uniform School Supply – Fund to account for the purchase and sale of school supplies as adopted by the Board of Education for use in all schools of the District.

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Public School Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$310,870	\$310,870	\$0
Other Revenues	208,843	208,843	0
Total Revenues	519,713	519,713	0
Expenditures:			
Current:			
Support Services:			
Pupil	478,974	478,974	0
Central	47,623	47,623	0
Total Expenditures	526,597	526,597	0
Net Change in Fund Balance	(6,884)	(6,884)	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	568,179	568,179	0
Fund Balance - End of Year	\$561,295	\$561,295	\$0

(1) - This fund is included in General Fund in GAAP Statements

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	State Subdivision Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	11,000	11,000	0
Fund Balance - End of Year	<u>\$11,000</u>	<u>\$11,000</u>	<u>\$0</u>

(1) - This fund is included in General Fund in GAAP Statements

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2022

	Uniform School Supply Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$26,331	\$26,331	\$0
Total Revenues	26,331	26,331	0
Expenditures:			
Current:			
Instruction:			
Regular	22,386	22,386	0
Total Expenditures	22,386	22,386	0
Net Change in Fund Balance	3,945	3,945	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	34,487	34,487	0
Fund Balance - End of Year	\$38,432	\$38,432	\$0

(1) - This fund is included in General Fund in GAAP Statements

STATISTICAL SECTION



STATISTICAL SECTION

This part of the District's annual comprehensive 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.

CONTENTS

Financial Trends - These schedules contain trend information to help the reader understand how the District's financial position has changed over time.

Revenue Capacity - These schedules contain information to help the reader understand and assess the factors affecting the District's ability to generate its most significant local revenue source(s), the property tax (and the income tax).

Debt Capacity - 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.

Economic and Demographic Information - These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

Operation Information - 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.

Sources - Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

Oak Hills Local School District, Ohio
 Net Position by Component
 Last Ten Fiscal Years
 Schedule 1

	Fiscal Year									
	2013	2014	2015 (1)	2016	2017	2018 (2)	2019	2020	2021	2022
Governmental Activities										
Net Investment in Capital Assets	\$9,782,816	\$10,281,225	\$14,112,024	\$17,720,253	\$20,053,468	\$21,711,939	\$24,170,274	\$26,456,787	\$27,841,764	\$31,209,242
Restricted	4,048,421	4,760,786	5,546,195	5,339,785	4,147,982	4,665,303	4,852,833	4,622,230	5,644,358	7,093,985
Unrestricted	20,870,979	29,158,085	(76,441,186)	(77,740,981)	(74,749,383)	(56,910,795)	(40,205,084)	(63,344,947)	(59,074,454)	(51,235,374)
Total Net Position	\$34,702,216	\$44,200,096	(\$56,782,967)	(\$54,680,943)	(\$50,547,933)	(\$30,533,553)	(\$11,181,977)	(\$32,265,930)	(\$25,588,332)	(\$12,932,147)

Source: District Records

(1) - GASB 68 was implemented

(2) - GASB 75 was implemented

Oak Hills Local School District, Ohio
 Expenses, Program Revenues and Net (Expense)/Revenue
 Last Ten Fiscal Years
 Schedule 2

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Expenses										
Governmental Activities:										
Instruction	\$41,099,941	\$43,441,355	\$45,588,622	\$45,802,259	\$50,189,130	\$22,560,323	\$41,160,838	\$59,911,248	\$60,491,040	\$50,667,505
Pupil	5,035,797	5,534,470	5,941,913	6,037,513	6,724,307	4,027,123	6,346,655	9,276,322	8,661,103	6,490,586
Instructional staff	5,685,892	4,117,596	3,400,455	4,432,445	4,572,224	3,552,250	4,575,909	5,921,530	6,085,563	4,677,610
General Administration	126,079	160,001	134,554	136,227	150,762	84,836	118,613	103,859	89,658	98,545
School Administration	5,455,185	5,361,576	5,000,652	5,332,399	5,686,259	2,003,837	4,221,677	7,957,519	7,162,648	5,855,926
Fiscal	1,259,348	1,169,771	1,469,355	1,563,102	1,414,164	963,071	1,338,750	1,703,822	1,490,345	1,447,289
Business	113,062	107,136	106,694	121,695	121,054	60,082	90,463	206,575	175,213	106,544
Operation and Maintenance	6,233,071	6,235,743	6,032,693	7,417,029	8,206,231	5,938,972	7,031,736	8,321,606	7,672,499	7,425,491
Pupil Transportation	3,016,409	3,259,887	2,905,561	3,383,465	3,590,423	1,957,663	3,116,211	4,398,774	3,789,763	3,598,360
Central	554,851	333,268	299,724	371,715	387,815	145,796	322,316	487,027	562,966	468,616
Operation of Non-Instructional Services	4,498,202	4,125,883	4,078,086	4,253,444	5,035,000	3,055,537	4,349,305	4,454,241	5,257,063	4,874,815
Extracurricular Activities	2,185,473	2,074,027	2,164,501	2,140,984	2,177,472	1,792,506	2,189,668	2,564,300	1,815,013	2,334,437
Interest and Fiscal Charges	1,711,279	1,601,184	1,600,480	1,667,316	850,288	802,558	729,810	634,850	539,007	460,011
Total Governmental Expenses	76,974,589	77,521,897	78,723,290	82,659,593	89,105,129	46,944,554	75,591,951	105,941,673	103,791,881	88,505,735
Program Revenues										
Governmental Activities:										
Charges for Services										
Instruction	1,277,929	1,110,772	1,244,038	1,057,447	1,367,652	1,676,252	1,553,204	1,635,862	1,956,483	2,194,811
Operation and Maintenance	34,830	375,903	414,529	430,366	439,841	446,240	61,808	53,850	54,084	56,991
Pupil Transportation	15,510	104,969	53,122	51,178	53,561	58,351	85,159	56,255	0	63,577
Operation of Non-Instructional	1,889,472	1,710,383	1,651,891	1,647,916	1,685,481	1,652,587	1,711,326	1,378,949	863,934	1,543,682
Extracurricular Activities	1,642,081	1,209,731	1,251,303	1,201,280	1,284,191	1,404,030	1,967,018	1,512,354	608,456	1,607,209
Operating Grants and Contributions	6,542,478	9,682,006	8,091,953	10,487,244	10,135,670	10,310,429	10,916,429	12,277,809	14,075,971	17,075,182
Total Governmental Revenues	11,402,300	14,193,764	12,706,836	14,875,431	14,966,396	15,547,889	16,294,944	16,915,079	17,558,928	22,541,452
Net (Expense)/Revenue										
Total Government Net Expense	(\$65,572,289)	(\$63,328,133)	(\$66,016,454)	(\$67,784,162)	(\$74,138,733)	(\$31,396,665)	(\$59,297,007)	(\$89,026,594)	(\$86,232,953)	(\$65,964,283)

Source: District Records

Oak Hills Local School District, Ohio
 General Revenues and Total Change in Net Position
 Last Ten Fiscal Years
 Schedule 3

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Net (Expense)/Revenue										
Total Government Net Expense	(\$65,572,289)	(\$63,328,133)	(\$66,016,454)	(\$67,784,162)	(\$74,138,733)	(\$31,396,665)	(\$59,297,007)	(\$89,026,594)	(\$86,232,953)	(\$65,964,283)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes										
Property Taxes Levied for General Purposes	20,671,331	27,042,320	27,312,721	24,096,973	30,179,334	28,344,582	26,963,655	19,630,969	37,485,607	28,570,164
Property Taxes Levied for Debt Service Purposes	2,767,198	2,806,705	2,654,719	2,413,153	2,937,057	3,124,671	3,199,495	2,271,293	4,463,331	3,335,080
Property Taxes Levied for Capital Projects Purposes	4,158,680	4,481,251	4,089,264	3,732,973	4,548,104	4,326,496	4,247,609	3,088,852	6,093,362	5,145,542
Grants and Entitlements Not Restricted	27,809,237	27,350,047	27,875,377	27,893,138	28,301,873	29,027,300	29,887,874	28,323,268	29,710,585	28,015,539
Payment in Lieu of Taxes	9,694,573	10,492,639	11,110,870	10,965,704	11,525,085	12,558,851	12,601,475	12,685,897	13,589,765	13,416,588
Unrestricted Contributions	123,009	151,374	176,668	273,028	180,218	100,457	362,805	341,590	124,709	154,700
Investment Earnings	8,590	59,083	63,991	114,401	126,172	335,681	725,159	1,017,081	109,146	(400,381)
Other Revenues	752,693	442,594	451,811	396,816	473,900	389,539	660,511	583,691	514,490	383,236
Total Governmental Activities	65,985,311	72,826,013	73,735,421	69,886,186	78,271,743	78,207,577	78,648,583	67,942,641	92,090,995	78,620,468
Change in Net Position - Total Government	413,022	9,497,880	7,718,967	2,102,024	4,133,010	46,810,912	19,351,576	(21,083,953)	5,858,042	12,656,185

Source: District Records

Oak Hills Local School District, Ohio
Fund Balances, Governmental Funds
Last Ten Fiscal Years
Schedule 4

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
General Fund										
Assigned	\$3,988,644	\$359,310	\$246,955	\$270,832	\$1,960,550	\$457,153	\$3,604,769	\$8,057,899	\$7,217,928	\$5,070,412
Unassigned	12,401,600	22,365,608	28,132,894	29,075,413	33,240,773	38,161,774	36,134,154	22,162,037	30,374,322	30,439,261
Total General Fund	16,390,244	22,724,918	28,379,849	29,346,245	35,201,323	38,618,927	39,738,923	30,219,936	37,592,250	35,509,673
All Other Governmental Funds										
Restricted	3,791,678	4,075,973	5,735,254	4,806,871	3,447,786	3,725,730	4,050,752	3,560,423	5,700,657	7,026,521
Committed	8,476,565	9,574,886	6,903,364	5,645,624	5,324,951	4,676,143	4,544,286	2,846,014	4,653,624	4,403,808
Unassigned	(160,738)	(125,114)	(5,864)	(12,919)	(56,285)	(153,724)	(8,347)	(225,513)	(209,902)	(52,136)
Total all Other Governmental Funds	\$12,107,505	\$13,525,745	\$12,632,754	\$10,439,576	\$8,716,452	\$8,248,149	\$8,586,691	\$6,180,924	\$10,144,379	\$11,378,193

Source: District Records

Oak Hills Local School District, Ohio
 Governmental Funds Revenues
 Last Ten Fiscal Years
 Schedule 5

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Revenues:										
Taxes	\$27,802,403	\$34,237,484	\$34,118,374	\$30,243,099	\$37,834,522	\$35,622,243	\$34,718,516	\$24,617,292	\$48,007,375	\$35,587,399
Tuition and Fees	1,216,417	1,267,018	1,317,500	1,129,709	1,439,046	1,763,711	1,659,282	1,713,210	1,972,798	2,274,149
Investment Earnings	8,215	63,958	62,127	114,270	124,957	335,749	692,112	1,030,842	119,545	(401,273)
Intergovernmental	34,511,674	35,994,293	37,004,677	37,521,736	38,176,871	39,013,087	41,014,493	40,235,030	44,978,288	45,271,296
Extracurricular Activities	1,641,466	1,561,553	1,610,592	1,563,537	1,664,241	1,785,681	1,966,969	1,512,514	609,535	1,576,516
Charges for Services	1,924,918	1,784,372	1,651,891	1,647,916	1,685,481	1,652,587	1,711,326	1,378,949	863,934	1,595,440
Revenue in Lieu of Taxes	9,694,573	10,492,639	11,110,870	10,965,704	11,525,085	12,558,851	12,601,475	12,685,897	13,589,765	13,416,588
Other Revenues	952,394	570,115	619,034	700,167	685,013	473,967	1,064,252	922,520	652,050	555,835
Total Revenues	\$77,752,060	\$85,971,432	\$87,495,065	\$83,886,138	\$93,135,216	\$93,205,876	\$95,428,425	\$84,096,254	\$110,793,290	\$99,875,950

Source: District Records

Oak Hills Local School District, Ohio
 Governmental Funds Expenditures and Debt Service Ratio
 Last Ten Fiscal Years
 Schedule 6

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Regular Instruction	\$31,136,770	\$31,605,906	\$34,057,824	\$32,982,876	\$34,228,639	\$35,443,389	\$36,488,065	\$36,638,493	39,572,862	39,884,597
Special Instruction	8,622,566	10,377,927	11,196,871	11,478,828	12,681,862	13,452,103	14,308,405	15,385,246	16,506,364	15,299,142
Vocational Instruction	447	370	293	1,069	1,161	576	415	593	1,515	888
Other Instruction	239,570	253,570	231,013	229,551	145,606	140,965	149,742	124,535	175,289	320,900
Pupil	5,070,589	5,530,670	6,001,930	5,905,770	6,539,847	7,003,298	7,498,968	8,155,589	8,215,384	7,282,560
Instructional Staff	5,651,256	4,116,220	4,989,420	5,294,202	3,733,486	4,445,969	4,487,668	5,038,768	5,375,001	4,402,148
General Administration	126,079	160,001	135,845	135,667	149,656	97,496	123,025	101,272	88,809	99,672
School Administration	5,456,558	5,258,504	5,171,762	5,304,121	5,339,442	5,565,501	5,432,240	6,529,205	6,421,854	6,815,956
Fiscal	1,258,301	1,175,339	1,513,497	1,536,056	1,390,832	1,483,130	1,511,200	1,504,526	1,409,640	1,500,604
Business	116,976	102,600	110,871	118,331	117,220	116,641	111,772	188,036	161,086	116,835
Operations and Maintenance	6,167,959	5,995,767	6,201,669	6,229,696	6,363,924	6,585,793	6,240,064	6,131,398	6,076,668	6,254,309
Pupil Transportation	2,882,636	3,002,995	3,258,813	3,236,990	3,118,984	3,471,371	3,505,667	3,715,702	3,316,724	3,594,497
Central	548,724	331,538	329,214	358,717	368,739	347,954	402,654	418,607	535,507	503,273
Operation of Non-Instructional Services	4,548,106	4,005,365	4,453,621	4,156,817	4,897,434	4,342,368	4,779,994	4,112,196	5,088,884	5,067,612
Extracurricular Activities	2,161,777	2,064,649	2,172,822	2,115,874	2,102,263	2,313,113	2,382,040	2,337,531	1,660,468	2,517,626
Capital Outlay	343,496	991,007	3,643,038	5,092,867	3,982,682	1,921,756	3,368,203	1,704,838	1,622,211	2,866,315
Debt Service:										
Principal Retirement	1,490,000	1,539,137	1,306,984	33,073,865	2,570,000	2,719,866	2,885,784	3,053,516	3,140,530	3,324,030
Interest and Fiscal Charges	1,664,175	1,706,963	2,055,646	2,284,641	1,282,544	1,209,122	1,146,529	1,053,216	957,126	876,013
Bond Issuance Costs	0	0	61,459	364,946	0	0	0	0	0	0
Total Expenditures	\$77,485,985	\$78,218,528	\$86,892,592	\$119,900,884	\$89,014,321	\$90,660,411	\$94,822,435	\$96,193,267	\$100,325,922	\$100,726,977
Debt Service as a Percentage of Noncapital Expenditures	4.10%	4.19%	4.26%	32.11%	4.63%	4.45%	4.42%	4.38%	4.18%	4.26%

Source: District Records

(1) - Principal retirement includes a current refunding.

Oak Hills Local School District, Ohio
 Other Financing Sources and Uses and Net Change in Fund Balances - Governmental Funds
 Last Ten Fiscal Years
 Schedule 7

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Other Financing Sources (Uses):										
Proceeds from Sale of Capital Assets	\$329	\$0	\$44,346	\$16,703	\$11,059	\$51,510	\$124,148	\$172,259	\$48,845	\$2,264
Issuance of Capital Leases	0	0	0	2,520,000	0	352,326	0	0	0	0
Issuance of Long Term Debt	0	0	3,965,000	0	0	0	728,400	0	0	0
Issuance of Refunding Bonds	0	0	0	29,005,000	0	0	0	0	0	0
Premium on Issuance of Debt	0	0	150,121	3,246,261	0	0	0	0	0	0
Transfers In	246,270	40,000	0	130,000	0	0	35,000	35,000	235,000	0
Transfers (Out)	(246,270)	(40,000)	0	(130,000)	0	0	(35,000)	(35,000)	(235,000)	0
Total Other Financing Sources (Uses)	329	0	4,159,467	34,787,964	11,059	403,836	852,548	172,259	48,845	2,264
Net Change in Fund Balances	\$266,404	\$7,752,904	\$4,761,940	(\$1,226,782)	\$4,131,954	\$2,949,301	\$1,458,538	(\$11,924,754)	\$10,516,213	(\$848,763)

Source: District Records

Oak Hills Local School District, Ohio
 Assessed Value and Estimated Actual Value of Taxable Property
 Last Ten Collection (Calendar) Years (1)
 Schedule 8

Collection Year	Real Property	Tangible Personal Property	Public Utilities Personal	Total		Total Direct Rate
	Assessed Value	Assessed Value	Assessed Value	Assessed Value	Estimated Actual Value	
2012	\$1,058,878,380	\$0	\$36,658,060	\$1,095,536,440	\$3,062,024,860	46.15
2013	1,056,409,240	0	40,156,600	1,096,565,840	3,058,468,714	50.97
2014	1,017,952,600	0	42,717,560	1,060,670,160	2,951,153,560	51.15
2015	1,017,997,280	0	44,599,470	1,062,596,750	2,953,163,127	51.15
2016	1,016,833,270	0	45,326,000	1,062,159,270	2,950,563,914	51.15
2017	1,040,645,510	0	50,058,460	1,090,703,970	3,023,331,346	51.51
2018	1,042,918,730	0	53,342,640	1,096,261,370	3,033,110,440	51.29
2019	1,050,432,900	0	56,535,760	1,106,968,660	3,057,772,617	51.28
2020	1,186,883,110	0	65,991,100	1,252,874,210	3,457,085,700	50.56
2021	1,192,822,770	0	70,431,910	1,263,254,680	3,478,496,967	0.00

Source: County Auditor

(1) - Assessed values shown in this schedule will not agree to amounts in the notes to the financial statements, since the schedules are shown on a calendar year basis, which is consistent with the method county auditors maintain this information

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. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated 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. House Bill 66 phased out tangible personal property with the last collection during 2010. Telephone personal property was assessed at 10% for 2009, 5% for 2010, and eliminated in 2011.

Oak Hills Local School District, Ohio
 Direct and Overlapping Property Tax Rates
 Last Ten Calendar Years
 Schedule 9

Calendar Year	District Direct Rates				Overlapping Rates				
	General	Debt Service	Permanent Improvement	Total	City of Cincinnati	Hamilton County	Delhi Township	Green Township	Great Oaks Joint Vocational School
2012	38.96	2.63	4.56	46.15	8.48	19.03	26.34	11.71	2.70
2013	43.03	2.90	5.04	50.97	9.83	19.03	28.09	11.71	2.70
2014	43.21	2.90	5.04	51.15	9.73	18.85	30.58	14.66	2.70
2015	43.21	2.90	5.04	51.15	9.73	18.85	30.58	14.66	2.70
2016	43.21	2.90	5.04	51.15	9.67	18.85	31.12	14.66	2.70
2017	43.57	2.90	5.04	51.51	9.67	19.16	31.12	14.66	2.70
2018	43.33	3.40	4.56	51.29	10.05	21.14	34.57	14.66	2.70
2019	43.32	3.40	4.56	51.28	10.08	21.14	34.57	14.66	2.70
2020	42.60	3.40	4.56	50.56	10.15	21.14	34.57	14.66	2.70
2021	42.78	2.95	4.56	50.29	10.15	20.90	34.57	14.66	2.70

Source: County Auditor

Oak Hills Local School District, Ohio
Principal Property Tax Payers
Current Calendar Year and Nine Years Ago
Schedule 10

Taxpayer	2021	
	Tangible Personal & Real Property	Percentage of Total Assessed Value
Duke Energy	\$66,030,800	5.27%
Sisters of Charity Cincinnati	3,480,740	0.28%
CSG Enterprises LLC	3,112,900	0.25%
BRE Retail Residual Owner LLC	2,789,060	0.22%
Delhi Property LLC	2,365,170	0.19%
Jets Properties LLC	1,942,230	0.16%
Western Woods Mall	1,885,110	0.15%
CTR Partnership LP	1,874,600	0.15%
EDA RAE Corp	1,727,540	0.14%
West Hills Owners LLC & MSG West Hills LLC	1,653,420	0.13%
Total Principal Taxpayers	86,861,570	6.88%
All Other Taxpayers	1,176,393,110	93.12%
Total Taxpayers	\$1,263,254,680	100.00%

Taxpayer	2012	
	Tangible Personal & Real Property	Percentage of Total Taxable Value
Duke Energy	\$35,759,240	3.26%
Sisters of Charity of Cincinnati	2,803,860	0.26%
Bre Retail Residual Owner	2,802,880	0.26%
Dillard's	2,397,500	0.22%
BSK Investors	2,366,460	0.22%
CSG Enterprises LLC	3,642,420	0.33%
Barrett Capital LTD	1,901,950	0.17%
Western Woods Mall Inc.	1,885,100	0.17%
EDA RAE CORP	1,646,150	0.15%
Hamilton County Commrs	1,731,310	0.16%
Total Principal Taxpayers	56,936,870	5.20%
All Other Taxpayers	1,038,599,570	94.80%
Total Taxpayers	\$1,095,536,440	100.00%

Source: County Auditor

Oak Hills Local School District, Ohio
Property Tax Levies and Collections
Last Ten Calendar Years
Schedule 11

Calendar Year	Taxes Levied for the Calendar Year (1)	Collected within the Calendar Year of the Levy		Delinquent Collections	Refunds	Total Collections to Date	
		Amount (2)	Percentage of Levy			Amount	Percentage of Levy
2012	\$33,513,479	\$32,857,677	98.04%	\$782,352	\$127,804	\$33,512,225	100.00%
2013	38,785,744	38,072,480	98.16%	771,163	62,979	38,780,664	99.99%
2014	38,798,917	38,040,000	98.04%	685,918	75,122	38,650,796	99.62%
2015	38,837,954	38,235,939	98.45%	749,951	147,936	38,837,954	100.00%
2016	38,874,673	38,306,872	98.54%	655,742	87,941	38,874,673	100.00%
2017	39,911,610	39,348,917	98.59%	606,067	43,374	39,911,610	100.00%
2018	39,858,343	39,338,904	98.70%	591,364	381,177	39,549,091	99.22%
2019	40,339,148	39,820,212	98.71%	1,194,742	25,875	40,989,079	101.61%
2020	42,066,143	41,366,804	98.34%	569,455	50,380	41,885,879	99.57%
2021	27,270,622	26,561,538	97.40%	724,017	107,114	27,178,441	99.66%

Source: County Auditor

- (1) - Taxes levied and collected are presented on a cash basis
- (2) - State reimbursements of rollback and homestead exemptions are included

Oak Hills Local School District, Ohio
 Outstanding Debt by Type
 Last Ten Fiscal Years
 Schedule 12

Fiscal Year	General Bonded Debt Outstanding			General Bonded Debt Outstanding		Percentage of Estimated Actual Value of Taxable Property	Percentage of Personal Income	Per Capita Net General Obligation Bonds	Per Capita Gross Outstanding Debt
	Total General Obligation Bonds	Notes Payable	Debt Service Balance (1)	Net General Obligation Bonds					
2013	\$37,624,983	\$0	\$3,708,128	\$33,916,855		1.27%	0.09%	\$386	\$428
2014	35,987,312	0	3,461,721	32,525,591		1.06%	0.09%	370	410
2015	38,267,256	0	3,144,679	35,122,577		1.19%	0.09%	400	435
2016	35,441,259	2,520,000	2,761,861	32,679,398		1.11%	0.09%	372	432
2017	32,616,136	2,470,000	2,755,964	29,860,172		1.01%	0.08%	340	399
2018	29,716,013	2,697,460	2,962,474	26,753,539		0.88%	0.07%	302	365
2019	27,369,290	2,581,676	3,210,068	24,159,222		0.80%	0.06%	272	338
2020	24,128,767	2,463,560	2,473,931	21,654,836		0.71%	0.05%	244	300
2021	20,808,644	2,338,030	3,936,600	16,872,044		0.49%	0.04%	190	261
2022	17,307,521	2,210,000	4,149,884	13,157,637		0.38%	0.03%	148	220

Source: District Records

(1) Restricted Balance on Statement of Net Position

Oak Hills Local School District, Ohio
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2022
 Schedule 13

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Overlapping Debt:			
Hamilton County	\$141,120,000	5.61%	\$7,916,832
City of Cincinnati	524,250,000	0.00%	0
Delhi Township	28,500,000	98.55%	28,086,750
Cincinnati City School District	290,888,214	0.02%	58,178
City of Cheviot	221,400	1.45%	3,210
Subtotal, Overlapping Debt	984,979,614		36,064,970
District Direct Debt	19,517,521	100.00%	19,517,521
Total Direct and Overlapping Debt	\$1,004,497,135		\$55,582,491

Source: Ohio Municipal Advisory Council

(1) - The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the District's boundaries and dividing it by the county's total taxable assessed value.

Legal Debt Margin Calculation for Fiscal Year 2022

Assessed value (1)	\$1,263,254,680
Debt limit (9% of assessed value)	113,692,921
Debt applicable to limit	19,517,521
Legal debt margin	<u>\$94,175,400</u>

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Debt Limit	\$98,598,280	\$98,690,926	\$95,460,314	\$95,633,708	\$95,594,334	\$98,163,357	\$98,663,523	\$99,627,179	\$112,758,679	\$113,692,921
Total Net Debt Applicable to Limit	37,624,983	35,987,312	35,064,114	32,632,471	35,086,136	32,413,473	29,950,966	26,592,327	23,146,674	19,517,521
Legal Debt Margin	<u>\$59,618,975</u>	<u>\$62,703,614</u>	<u>\$60,396,200</u>	<u>\$63,001,237</u>	<u>\$60,508,198</u>	<u>\$65,749,884</u>	<u>\$68,712,557</u>	<u>\$73,034,852</u>	<u>\$89,612,005</u>	<u>\$94,175,400</u>

Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	39.59%	36.46%	36.73%	34.12%	36.70%	33.02%	30.36%	26.69%	20.53%	17.17%
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Source: District Records

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2022 is calendar year 2021)

Oak Hills Local School District, Ohio
 Demographic and Economic Statistics
 Last Ten Calendar Years
 Schedule 15

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2012	87,880	\$39,631,501	\$49,413	7.0%
2013	87,880	40,415,100	50,235	7.1%
2014	87,880	41,382,133	51,312	5.3%
2015	87,880	42,669,035	52,825	4.4%
2016	87,880	43,251,503	53,456	4.9%
2017	88,728	46,331,959	56,931	4.7%
2018	88,728	48,642,736	59,561	4.1%
2019	88,728	50,464,793	61,732	3.8%
2020	88,728	53,197,441	65,035	4.9%
2021	88,764	56,049,565	67,845	3.8%

- Sources:
- (1) - Population estimates provided by Ohio Department of Development for Green and Delhi Townships
 - (2) - Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Hamilton County
 - (3) - Per Capita Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Hamilton County
 - (4) - Ohio Department of Job and Family Services - Office of Workforce Development - Bureau of Labor Market Information -- Annual Average

Oak Hills Local School District, Ohio
Major Employers (1)
Current Fiscal Year and Fiscal Period Nine Years Ago
Schedule 16

2022			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
American Financial Group Inc	Ins	(4)	(5)
Cincinnati Children's Hospital	Serv	(4)	(5)
Ford Motor Co	Mfg	(4)	(5)
General Electric Co	Mfg	(4)	(5)
Johnson & Johnson/Ethicon	Mfg	(4)	(5)
Kroger Co	Trade	(4)	(5)
Macy's Inc	Trade	(4)	(5)
Mercy Health Partners	Serv	(4)	(5)
Procter & Gamble Co	Mfg	(4)	(5)
TriHealth Inc	Serv	(4)	(5)
St. Elizabeth Healthcare	Serv	(4)	(5)
University of Cincinnati	Govt	(4)	(5)

2013			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
American Financial Group Inc	Ins	(4)	(5)
Cincinnati Children's Hospital	Serv	(4)	(5)
Fifth Third Bancorp	Fin	(4)	(5)
Ford Motor Co	Mfg	(4)	(5)
General Electric Co	Mfg	(4)	(5)
Johnson & Johnson/Ethicon	Mfg	(4)	(5)
Kroger Co	Trade	(4)	(5)
Macy's Inc	Trade	(4)	(5)
Mercy Health Partners	Serv	(4)	(5)
Procter & Gamble Co	Mfg	(4)	(5)
TriHealth Inc	Serv	(4)	(5)
University of Cincinnati	Govt	(4)	(5)

Source: Ohio Department of Development

(1) - For all of Hamilton County

(3) - Includes at minimum the ten largest employers for the county. In alphabetical order only.

(4) - The number of employees of each listed major employer was not available

(5) - The employer's percentage of total employment for each major employer was not available

Oak Hills Local School District, Ohio
 Full-Time Equivalent District Employees by Type
 Last Ten Fiscal Years
 Schedule 17

	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Instruction										
Classroom Teachers	375.0	377.0	381.0	381.0	394.0	0.0	0.0	0.0	0.0	0.0
Special Education Teachers and Tutors	73.0	81.5	81.0	81.0	82.0	0.0	0.0	0.0	0.0	0.0
Educational Aides	31.0	36.0	35.0	35.0	36.0	0.0	0.0	0.0	0.0	0.0
Special Education Aides and Attendants	74.0	78.0	79.0	79.0	88.0	0.0	0.0	0.0	0.0	0.0
Certified	0.0	0.0	0.0	0.0	0.0	445.5	445.1	444.1	446.0	447.5
Instructional Aides	0.0	0.0	0.0	0.0	0.0	94.7	100.0	97.0	101.0	98.0
Media Center Aides	0.0	0.0	0.0	0.0	0.0	6.5	7.0	6.5	6.5	6.5
Related Service	0.0	0.0	0.0	0.0	0.0	53.2	46.8	46.2	46.2	46.2
Tutors	0.0	0.0	0.0	0.0	0.0	10.0	12.0	12.0	12.0	12.0
Total Instruction	553.0	572.5	576.0	576.0	600.0	609.9	610.9	605.8	611.7	610.2
Support and Administration										
Support Personnel										
Librarians, Nurses, Counselors	24.0	23.0	22.0	22.0	10.8	0.0	0.0	0.0	0.0	0.0
Principals	19.0	19.0	19.0	19.0	20.0	0.0	0.0	0.0	0.0	0.0
Certified Administration	19.0	17.0	21.0	21.0	19.0	28.0	29.0	29.0	29.0	28.0
Classified Administration	0.0	0.0	0.0	0.0	0.0	13.0	12.0	12.0	11.0	12.0
Secretaries and Clerical	35.0	45.0	38.0	38.0	40.0	21.9	21.9	41.0	41.0	41.0
Technology Support	1.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Auxiliary Services	3.0	3.0	3.0	3.0	3.0	0.0	3.0	3.0	3.0	3.0
Transportation	51.0	64.0	63.0	63.0	62.0	0.0	0.0	0.0	0.0	0.0
Bus Drivers	0.0	0.0	0.0	0.0	0.0	31.9	40.0	39.0	39.0	39.0
Bus Aides	0.0	0.0	0.0	0.0	0.0	12.6	13.0	13.0	12.0	12.0
Food Service	52.0	55.0	52.0	52.0	44.0	30.1	30.0	30.0	30.0	30.0
Custodial	50.0	53.0	53.0	53.0	52.0	45.8	46.0	47.0	46.5	47.0
Maintenance and Mechanics	11.0	11.0	10.0	10.0	11.0	12.0	11.0	12.0	11.0	11.0
Healthroom Aides	0.0	0.0	0.0	0.0	0.0	2.7	3.0	3.0	3.0	3.0
Nurse Attendant	0.0	0.0	0.0	0.0	0.0	10.9	12.0	12.0	12.0	12.0
Total Support and Administration	265.0	290.0	281.0	281.0	261.8	208.9	220.9	241.0	237.5	238.0
Total Employees	818.0	862.5	857.0	857.0	861.8	818.8	831.8	846.8	849.2	848.2

Source: District Records

Note - In fiscal year 2018, the District changed the presentation of this table to better reflect their operations.

Oak Hills Local School District, Ohio
 Operating Statistics
 Last Ten Fiscal Years
 Schedule 18

Fiscal Year	Enrollment	Operating Expenditure (1)	Cost		Expenditures (2)	Cost		Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
			Per Pupil	Per Pupil		Per Pupil	Change				
2013	8,179	\$73,988,314	\$9,046	\$9,411	\$76,974,589	(1.83%)	(1.84%)	485.0	16.9	10.60%	
2014	7,889	73,981,421	9,378	9,827	77,521,897	3.67%	4.42%	458.5	17.2	17.00%	
2015	7,767	79,825,465	10,278	10,136	78,723,290	9.59%	3.15%	462.0	16.8	18.00%	
2016	7,834	79,084,565	10,095	10,551	82,659,593	(1.78%)	4.11%	450.0	17.4	21.00%	
2017	7,936	81,179,095	10,229	11,228	89,105,129	1.33%	6.42%	479.0	16.6	20.09%	
2018	7,841	84,809,667	10,816	5,987	46,944,554	5.74%	(46.67%)	453.6	17.3	18.45%	
2019	7,784	87,421,919	11,231	9,711	75,591,951	3.83%	62.21%	445.1	17.5	18.73%	
2020	7,454	90,381,697	12,125	14,213	105,941,673	7.96%	46.36%	464.0	16.1	19.64%	
2021	7,586	94,606,055	12,471	13,682	103,791,881	2.85%	(3.72%)	464.0	16.3	*	
2022	7,695	93,660,619	12,172	11,502	88,505,735	(2.40%)	(15.93%)	467.1	16.5	*	

Source: District Records

(1) - Operating Expenditure is Total Expenditures minus Capital Outlay and Debt Service from Schedule 6

(2) - Expenses is Total Expenses from Schedule 2

* not applicable due to covid

Oak Hills Local School District, Ohio
 School Building Information
 Last Ten Fiscal Years
 Schedule 19

School	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Oak Hills High School - 1959										
Square Feet	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074
Capacity	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200
Enrollment, Incl. JVS students	2,687	2,617	2,466	2,424	2,424	2,433	2,433	2,220	2,419	2,401
Bridgetown Middle School - 1939										
Square Feet	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962
Capacity	850	850	850	850	850	850	850	850	850	850
Enrollment	614	602	602	577	577	643	643	682	656	640
Delhi Middle School - 1926										
Square Feet	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367
Capacity	825	825	825	825	825	825	825	825	825	825
Enrollment	592	570	570	589	589	546	546	590	612	579
Rapid Run Middle School - 1999										
Square Feet	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733
Capacity	950	950	950	950	950	950	950	950	950	950
Enrollment	647	665	621	642	642	665	665	633	641	616
C.O. Harrison Elementary - 1961										
Square Feet	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302
Capacity	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Enrollment	1,012	918	991	960	960	911	911	837	943	935
Delshire Elementary - 1970										
Square Feet	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042
Capacity	600	600	600	600	600	600	600	600	600	600
Enrollment	589	536	536	562	562	549	549	493	486	483
John Foster Dulles Elementary - 1961										
Square Feet	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700
Capacity	900	900	900	900	900	900	900	900	900	900
Enrollment	825	796	796	830	830	826	826	823	845	846

Oak Hills Local School District, Ohio
 School Building Information
 Last Ten Fiscal Years
 Schedule 19 (Continued)

School	Fiscal Year									
	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
Oakdale Elementary - 1969										
Square Feet	63,273	63,273	63,273	65,273	65,273	65,273	65,273	65,273	65,273	65,273
Capacity	750	750	750	750	750	750	750	750	750	750
Enrollment	713	679	679	725	725	775	775	720	748	728
Springmyer Elementary - 1939										
Square Feet	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366
Capacity	480	480	480	480	480	480	480	480	480	480
Enrollment	500	506	506	525	525	493	493	458	486	467

Source: District Records

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OHIO AUDITOR OF STATE KEITH FABER



OAK HILLS LOCAL SCHOOL DISTRICT

HAMILTON 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 2/2/2023

88 East Broad Street, Columbus, Ohio 43215
Phone: 614-466-4514 or 800-282-0370

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www.ohioauditor.gov