



OHIO AUDITOR OF STATE  
**KEITH FABER**



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**BEREA CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY  
JUNE 30, 2025**

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**BEREA CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2025**

<b>FEDERAL GRANTOR</b> <i>Pass Through Grantor</i> Program / Cluster Title	Grant Year	Federal AL Number	Expenditures	Non-Cash Expenditures
<b><u>U.S. DEPARTMENT OF AGRICULTURE</u></b>				
<i>Passed Through Ohio Department of Education and Workforce</i>				
Child Nutrition Cluster				
School Breakfast Program	2025	10.553	321,282	
National School Lunch Program	2025	10.555	1,350,736	153,204
Total Nutrition Cluster			<u>1,672,018</u>	<u>153,204</u>
Total U.S. Department of Agriculture			<u>1,672,018</u>	<u>153,204</u>
<b><u>U.S. DEPARTMENT OF EDUCATION</u></b>				
<i>Passed Through Ohio Department of Education and Workforce</i>				
Title I- Grants to Local Educational Agencies	2024	84.010	210,345	
Title I- Grants to Local Educational Agencies	2025	84.010	<u>1,299,448</u>	
Total Title I- Grants to Local Educational Agencies			<u>1,509,793</u>	
Special Education Cluster				
Special Education- Grants to States(IDEA Part B)	2024	84.027	188,999	
Special Education- Grants to States(IDEA Part B)	2025	84.027	<u>1,310,538</u>	
Subtotal Special Education- Grants to States (IDEA Part B)			<u>1,499,537</u>	
Special Education- Preschool Grants (IDEA Preschool)	2024	84.173	4,384	
Special Education- Preschool Grants (IDEA Preschool)	2025	84.173	<u>31,526</u>	
Subtotal Special Education- Preschool Grants (IDEA Preschool)			<u>35,910</u>	
Total Special Education Cluster			<u>1,535,447</u>	
English Language Acquisition State Grants	2024	84.365	13,745	
English Language Acquisition State Grants	2025	84.365	<u>22,984</u>	
Total English Language Acquisition State Grants			<u>36,729</u>	
Supporting Effective Instruction State Grants	2024	84.367	31,623	
Supporting Effective Instruction State Grants	2025	84.367	<u>132,073</u>	
Total Supporting Effective Instruction State Grants			<u>163,696</u>	
Title IV-A Student Support and Academic Enrichment	2025	84.424A	97,817	
COVID-19 Elementary and Secondary Emergency Relief (ARP ESSER) Fund	2022	84.425D	1,545,153	
Total U.S. Department of Education			<u>4,888,635</u>	
<b><u>U.S. DEPARTMENT OF TREASURY</u></b>				
<i>Passed Through Ohio Facilities Construction Commission</i>				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds- 2022 Ohio K-12 School Safety Grant Program	2025	21.027	<u>20,862</u>	
<b>Total Federal Financial Assistance</b>			<u>6,581,515</u>	<u>153,204</u>

*The accompanying notes are an integral part of this schedule.*

**BEREA CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
2 CFR 200.510(b)(6)  
FOR THE YEAR ENDED JUNE 30, 2025**

**NOTE A – BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the Berea City School District (the District's) under programs of the federal government for the year ended June 30, 2025. 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 Uniform Guidance 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 entitlement value. The District allocated donated food commodities to the respective program that benefitted from the use of those donated food commodities.



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

Berea City School District  
Cuyahoga County  
390 Fair Street  
Berea, Ohio 44017

To the Board of Education:

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 (*Government Auditing Standards*), the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Berea City School District, Cuyahoga County, Ohio (the District) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 30, 2025, wherein we noted the District adopted new accounting guidance in Governmental Accounting Standards Board Statement 101, *Compensated Absences* and corrected an error for previously undervalued depreciable capital assets.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. 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.

Berea City School District  
Cuyahoga County  
Independent Auditor's Report on Internal Control Over  
Financial Reporting and on Compliance and Other Matters  
Required By *Government Auditing Standards*  
Page 2

***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 District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

KEITH FABER  
Ohio Auditor of State



Tiffany L. Ridenbaugh, CPA, CFE, CGFM  
Chief Deputy Auditor

December 30, 2025



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

Berea City School District  
Cuyahoga County  
390 Fair Street  
Berea, Ohio 44017

To the Board of Education:

**Report on Compliance for the Major Federal Program**

***Opinion on the Major Federal Program***

We have audited Berea City School District's, Cuyahoga County, (the District) compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on Berea City School District's major federal program for the year ended June 30, 2025. Berea City School District's major federal program is identified in the *Summary of Auditor's Results* section of the accompanying schedule of findings.

In our opinion, Berea City School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2025.

***Basis for Opinion on the Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 its major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Berea City School District

Cuyahoga County

Independent Auditor's Report on Compliance with Requirements

Applicable to the Major Federal Program and on Internal Control Over

Compliance and on the Schedule of Expenditures of Federal Awards Required

by the Uniform Guidance

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### ***Responsibilities of Management for Compliance***

The District's 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 GAAS, *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 its major federal program as a whole.

In performing an audit in accordance with GAAS, *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.

Berea City School District

Cuyahoga County

Independent Auditor's Report on Compliance with Requirements

Applicable to the Major Federal Program and on Internal Control Over

Compliance and on the Schedule of Expenditures of Federal Awards Required

by the Uniform Guidance

Page 3

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 this 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, the major fund, and the aggregate remaining fund information of Berea City School District, Cuyahoga County, (the District) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our unmodified report thereon dated December 30, 2025, wherein we noted the District adopted new accounting guidance in Governmental Accounting Standards Board Statement 101, *Compensated Absences* and corrected an error for previously undervalued depreciable capital assets. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's 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. The schedule is the responsibility of management and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule 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.

KEITH FABER  
Ohio Auditor of State



Tiffany L Ridenbaugh, CPA, CFE, CGFM  
Chief Deputy Auditor

December 30, 2025

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BEREA CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY

SCHEDULE OF FINDINGS  
2 CFR § 200.515  
JUNE 30, 2025

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material weaknesses in internal control reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unmodified
(d)(1)(vi)	Are there any reportable findings under 2 CFR § 200.516(a)?	No
(d)(1)(vii)	Major Programs (list):	Nutrition Cluster
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$ 750,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee under 2 CFR § 200.520?	Yes

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.





Berea City School District

**EXCELLENCE • INTEGRITY • PURPOSE**

Serving Berea, Brook Park and Middleburg Heights

## Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2025



Berea, Ohio







# Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2025

Issued by: Treasurer's Office  
Jill A. Rowe, Treasurer/CFO

Berea, Cuyahoga County, Ohio  
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# Introductory Section



**Berea City School District**  
**Cuyahoga County, Ohio**  
*Annual Comprehensive Financial Report*  
*For the Fiscal Year Ended June 30, 2025*  
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**Berea City School District**  
**Cuyahoga County, Ohio**  
*Annual Comprehensive Financial Report*  
*For the Fiscal Year Ended June 30, 2025*  
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**Berea City School District**  
**Cuyahoga County, Ohio**  
*Annual Comprehensive Financial Report*  
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December 30, 2025

Board of Education Members and  
Residents of Berea City School District;

We are pleased to submit to you the Annual Comprehensive Financial Report (ACFR) of the Berea City School District for the fiscal year ended June 30, 2025. This ACFR conforms to generally accepted accounting principles as applicable to governmental entities, and enables the School District to comply with the legal requirement to file an annual report with the Auditor of State within 150 days of the fiscal year end.

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

State statutes require the School District to be subjected to an annual examination by the Auditor of State or an independent public accounting firm, if permitted by the Auditor of State. For the fiscal year 2025, the School District was audited by the Auditor of State's Office. Their unmodified opinion is included in the financial section of this ACFR.

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

### **School District Organization**

Berea City School District is one of the 616 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The School District is an independent school district that provides education to 5,049 students in grades pre-K through twelfth. Additionally, the School District provides preschool, and after school, services to a large number of students and community members. The School District has 6 school buildings, ranging from 0 to 89 years of age. Berea City School District is located in northeastern Ohio, approximately twelve miles southwest of downtown Cleveland. Berea City School District includes the cities of Brook Park, Middleburg Heights, most of the City of Berea, and small portions of the cities of Olmsted Falls and Cleveland.

When first settled, Middleburg Township was one community. The first school in Middleburg Township was in Ephriam Vaughan's log house in the year 1822. In the 1830's, Middleburg Township dissolved into three distinct political entities; Berea, Brook Park and Middleburg Heights.

In 1853, a law was enacted which created a local township board of education comprised of three directors. The responsibility of these directors was to hire teachers and to maintain school property. This system was followed until 1904, when rural schools were placed under a five-member township board of education who could hire a superintendent to oversee all of the sub-districts in the township.

The School District used the name “Berea” because of the size of the city in earlier days when Brook Park and Middleburg Heights were too small to support a complete school system. Today, the Berea City School System stands unique as the common bond between Berea, Brook Park, and Middleburg Heights.

The School District maintains the operation of nine buildings, including six school buildings, with construction dates from 1928 to 2021.

The School District’s annual general fund operating budget is approximately \$89 million. The annual budget serves as the foundation of the Berea City School District’s financial planning and control. The budget is prepared by fund for every governmental fund. The Treasurer has been given the authority to allocate Board appropriations to the object level in the general fund and the function and object level for all other funds. Transfers between funds; however, need special approval from the governing board.

## **Reporting Entity**

The School District has reviewed its operating entity definition in order to ensure conformance with the Governmental Accounting Standards Board Statement No. 14 “The Financial Reporting Entity,” Statement No. 39, “Determining whether certain organizations are component units—an amendment of GASB Statement No. 14” and Statement No. 61, “The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34.” In evaluating how to define the School District for financial reporting purposes, management has considered all agencies, departments, and organizations making up the Berea City School District (the primary government) and its potential component units.

The City of Berea, City of Brook Park, City of Middleburg Heights, Cuyahoga County Public Library, and the Parent Teacher Organization have not been included in the accompanying financial statements. The boards are not appointed by the School District, nor are they fiscally dependent on the School District. Polaris Career Center, the Educational Community Foundation, the Ohio Schools’ Council Association and the Great Lakes Council of Governments are reported as jointly governed organizations. The School District participates in the Cincinnati USA Chamber of Commerce Workers’ Compensation Group Rating Program, an insurance purchasing pool.

## **Economic Condition and Outlook**

The portion of the School District containing all of Brook Park and a small portion of the City of Cleveland is a commercial and industrial center, as well as being a residential community. Also located in this section of the School District is a portion of the Cleveland Hopkins International Airport, which provides international air transportation and delivery services for the County and surrounding areas.

The portion of the School District containing all of Berea and a small portion of the City of Olmsted Falls is a commercial center and residential community. This area was a commercial center before many of the present-day Cleveland suburbs came into being and is the home of Baldwin Wallace University.

The portion of the School District containing all of Middleburg Heights is primarily a suburban residential community that is continuing to grow. In recent years this area has experienced increases in commercial development, primarily hotels, restaurants serving visitors to the area and major improvements to the community hospital. The growth is due to its close proximity to Cleveland Hopkins International Airport and to Interstates I-71, I-80 and I-480.

During calendar year 2024, the County completed the reappraisal process. The triennial update process is completed every three years, with a full reappraisal of the School District every six years. The total valuation of the School District increased by approximately 18 percent for tax year 2024, collection year 2025. While this increase is a positive factor for the School District, the School District is not expected to receive a large influx of new revenue due to House Bill 920. House Bill 920, which was passed in the late 70's, does not allow increases on voted millage due to inflationary increases. The School District will only see increases in revenue on inside millage and new construction.

## **Long-Term Financial Planning**

A balanced budget and adequate cash balance are two sound business practices that ensure fiscal stability and a consistent and dependable educational experience for our students. Beginning in fiscal year 2014, the Board of Education and administration established two goals to ensure the School District has adequate resources to support the operations of the School District. The first is to maintain a balanced budget in the general fund for the current and subsequent fiscal year. The longer the School District is able to maintain this goal; the School District's cash balance will either maintain or increase from the previous year's level. The second is to maintain a minimum cash balance equal to 10 percent of the operating budget on hand at all times. This goal is important because of the School District's heavy reliance on property taxes, which are primarily only received twice during the fiscal year and the volatility of some operating expenditures.

Fiscal year 2014 was the first time in five years that the School District achieved a balanced budget, a trend that continued through fiscal year 2019, however with increases in health insurance premiums the School District had deficit spending in fiscal year 2020. A balanced budget was achieved in fiscal year 2021 through fiscal year 2025. Based on these forecast projections, the School District will also be able to meet its second goal of maintaining a minimum cash balance that is sufficient to fund School District operations for one month of the school year until fiscal year 2029. The School District will need to begin looking at staffing trends as compared to enrollment losses and potential new money in the future.

## **Student Enrollment Trends**

The School District projects future student enrollment by studying several factors:

- 2020 census data for children residing within the boundaries of the School District
- Live birth data
- Historic enrollment to census ratio
- Student retention rates as they move grade level to grade level
- Incoming kindergarten class sizes

In recent years the School District has experienced significant fluctuations in grade level enrollment, with the overall enrollment declining on an annual basis. These fluctuations are due to the opening of a new elementary school, the 2014 District wide school consolidation project and a decline in the number of school aged students living in the School District's boundaries.

Current projections show the School District's enrollment in Pre-K through twelfth grade declining from the current level (2025) 5,049 to 4,522 by 2030, with the 1 percent average annual rate of decline.

## **Relevant Financial Policies**

Statutorily, the School District operates under the standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code, to provide education services prescribed by State and Federal agencies.

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

The School District's accounting system is organized on a "fund" basis. Each fund is a distinct self-balancing accounting entity. Reports for governmental fund operations are presented on the modified accrual basis whereby revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. Reports of the School District's proprietary fund operations are presented on the accrual basis whereby revenues are recognized when earned and expenses when incurred.

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

The School District utilizes a fully automated accounting system as well as an automated system of control for 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.

## **Major Initiatives**

The Berea City School District has established the following four main goals during the recent release of the strategic plan:

### **1. Student Success:**

Every Titan graduates with a meaningful experience that strengthens and develops their passions and prepares them to become contributing citizens prepared for employment, enrollment, enlistment, or entrepreneurship.

### **2. Finance & Facilities**

BCSD is committed to a sustainable and transparent financial plan that will align our resources and facilities to our district goals and provide a framework for Student Success.

### **3. Family & Community Engagement**

BCSD will create a culture of collaboration and effective communication in order to engage a network of family and community stakeholders as partners in Student Success.

### **4. The Total Titan**

BCSD is committed to developing the unique needs of every Titan, which is foundational to a child's intellectual and social development, necessary for Student Success.

*Primary accomplishments for 2025 were as follows:*

### **Finances:**

1. Established adequate minimum cash balance metric for the School District to maintain through next five fiscal years.
2. Awarded 2024 – Association of School Business Officials International's (ASBO) Certificate of Excellence in Financial Reporting, received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officer Association (GFOA), for the twenty-seventh consecutive year for the School District's Annual Comprehensive Financial Report.
3. Awarded 2024 – ASBO Meritorious Budget Award.

### **Technology:**

1. Due to every student receiving a Chromebook, replacement planning for transitional years (1<sup>st</sup>, 5<sup>th</sup> and 9<sup>th</sup>) have occurred.
2. State of Art maker space areas have been placed in each building
3. Continued replacement of aging equipment, including cameras, PA systems, switches, routers and servers.

### **Academics:**

1. Ranked for the 25<sup>th</sup> consecutive year as one of the top school districts for music education in the nation by the NAMM Foundation.
2. Introduction of Universal Design for Learning (UDL) and Project Based Learning.
3. Continued the offering of rigorous pre-engineering and pre-biomedical programs in the high school.
4. Offered 15 College Board Advanced Placement Offerings.

### **Student Services:**

1. Continued Response to Intervention (RTI) – RTI model for identifying “at-risk” students through the use of universal screeners, and by providing preventative intervention to students by aligning assessment and instruction to inform school stakeholders about how to best meet the needs of students.

### **Facilities:**

1. Continued the transportation and maintenance vehicle replacement plan.
2. Successfully completed the construction of a new High School, Elementary School and renovations to the Middle School and Big Creek Elementary. The High School and Elementary school were opened in August of 2020.

### ***Service to the Community***

In 1996, the Educational Community Foundation was established to support and enhance educational opportunities for the youth of the communities served by the Berea City School District. To achieve this purpose, the Foundation accepts, manages, and in accordance with the donor’s intent, distributes donations for scholarships, educational programs, facilities, and instructional development to benefit students. The Foundation also awards a yearly endowment grant.

### **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 Berea City School District for its Annual Comprehensive Financial Report (ACFR) for the year ended June 30, 2024.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, whose content conforms to program standards. Such a report 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 GFOA for review.

**ASBO Meritorious Budget Award** The Association of School Business Officials International awarded the Meritorious Budget Award (MBA) to the Berea City School District for the fiscal year 2024 budget. This award recognizes the School District for demonstrating excellence in school budget presentation and setting a high standard for transparent budget development.

**ASBO Certificate of Excellence in Financial Reporting** The Association of School Business Officials International awarded the Berea City School District with the Certificate of Excellence in Financial Reporting for its Annual Comprehensive Financial Report (ACFR) for the year ended June 30, 2024.

This award recognizes excellence and transparency in the preparation and issuance of the School District's Annual Comprehensive Financial Report (ACFR).

**Outstanding Achievements** Twenty one of our teachers have completed the rigorous requirements set by the National Board for Professional Teaching Standards and achieved National Board Certification.

#### **Acknowledgments**

Finally, our thanks are extended to the Board of Education where the commitment to excellence begins.

Respectfully submitted,



Jill A. Rowe  
Treasurer/CFO



Tracy Wheeler  
Superintendent



Government Finance Officers Association

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

Presented to

**Berea City School District  
Ohio**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2024

*Christopher P. Monell*

Executive Director/CEO



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

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

**Berea City School District  
for its Annual Comprehensive Financial Report  
for the Fiscal Year Ended June 30, 2024.**

The district report meets the criteria established for  
ASBO International's Certificate of Excellence in Financial Reporting.



A handwritten signature in black ink that reads 'Ryan S. Stechschulte'.

Ryan S. Stechschulte  
President

A handwritten signature in black ink that reads 'James M. Rowan'.

James M. Rowan, CAE, SFO  
CEO/Executive Director

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Principal Officials*  
*For the Fiscal Year Ended June 30, 2025*

**Board of Education**

Mrs. Cori Farris.....	President
Mr. Rick Mack.....	Vice President
Mrs. Ana Chapman.....	Member
Mrs. Katie Michal.....	Member
Mrs. Heather Zirke.....	Member

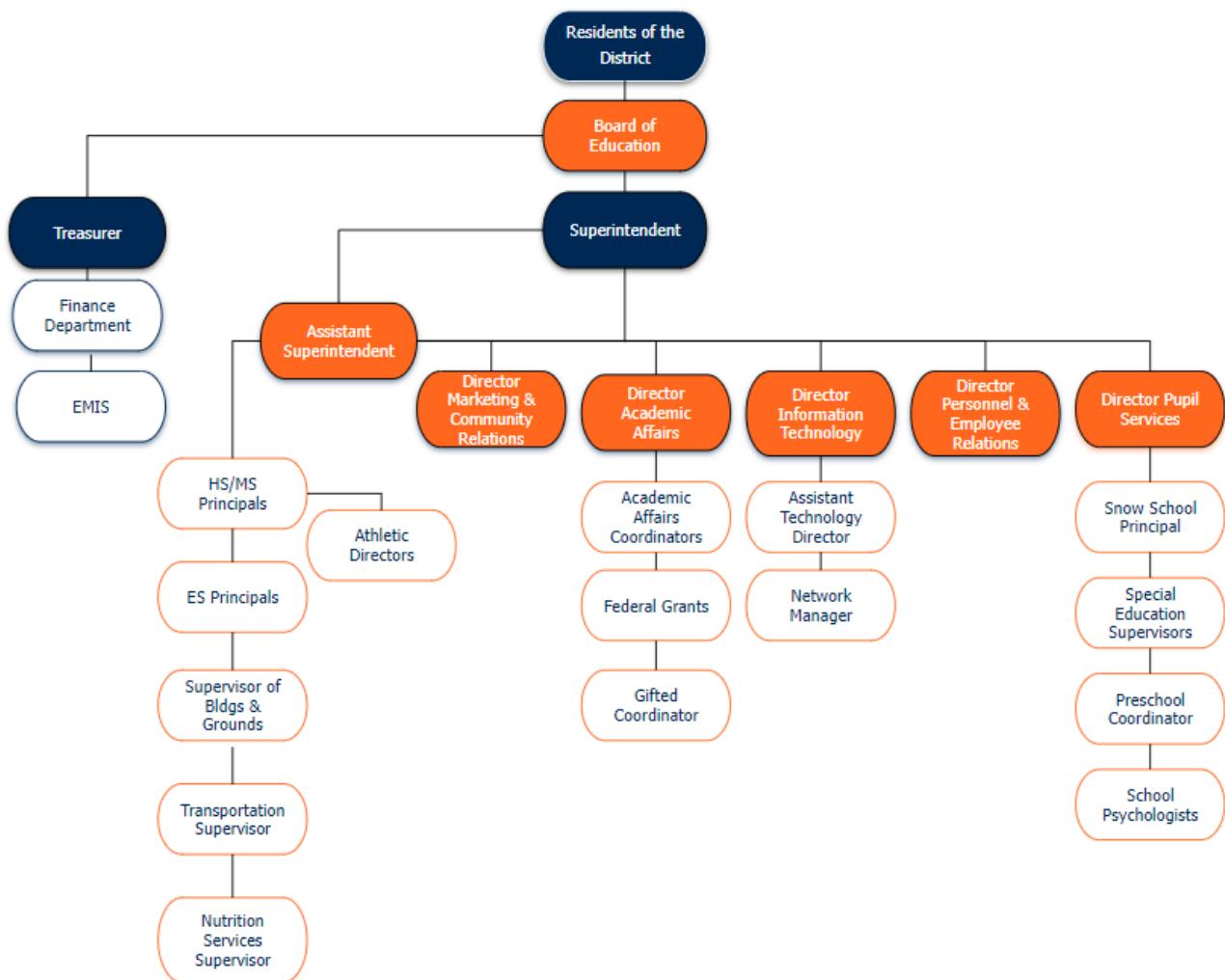
**Treasurer/CFO**

Mrs. Jill Rowe

**Administration**

Mrs. Tracy Wheeler.....	Superintendent
Mr. Michael Draves.....	Assistant Superintendent/Director of Business Services
Ms. Lori Sancin.....	Director of Pupil Personnel
Mrs. Cristina Capretta.....	Director of Community Relations
Mr. Nick Dicenza. ....	Director of Academic Affairs
Dr. Vicki Turner.....	Director of Information Technology
Dr. Tiffany Stropko.....	Director of Personnel and Employee Relations

# Organizational Chart



# Financial Section







65 East State Street  
Columbus, Ohio 43215  
[ContactUs@ohioauditor.gov](mailto:ContactUs@ohioauditor.gov)  
800-282-0370

## INDEPENDENT AUDITOR'S REPORT

Berea City School District  
Cuyahoga County  
390 Fair Street  
Berea, Ohio 44017

To the Board of Education:

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Berea City School District, Cuyahoga County, Ohio (the District), as of and for the year ended June 30, 2025, 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 accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the Berea City School District, Cuyahoga County, Ohio as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in accordance with the 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 (GAAS) 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.

#### ***Emphasis of Matters***

As discussed in Note 20 to the financial statements, during 2025, the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. Additionally, as also discussed in Note 20 to the financial statements, during 2025, the District corrected an error for previously undervalued depreciable capital assets. Our opinion is not modified with respect to these matters.

***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the 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 GAAS 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 GAAS 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, and schedules of net pension and other post-employment benefit liabilities and pension and other post-employment benefit contributions 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 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 fund financial statements and 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 financial report. The other information comprises the introductory and statistical sections 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 will also issue our report dated December 30, 2025, 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.

KEITH FABER  
Ohio Auditor of State



Tiffany L Ridenbaugh, CPA, CFE, CGFM  
Chief Deputy Auditor

December 30, 2025

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2025*

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The discussion and analysis of Berea City School District's (the "School District") financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2025. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, the basic financial statements and notes to the basic financial statements to enhance their understanding of the School District's financial performance.

### ***Financial Highlights***

Key financial highlights for 2025 are as follows:

- Net position increased \$8,306,603, from 2024 net position.
- Capital assets decreased \$5,010,969 during fiscal year 2025.
- During the fiscal year, outstanding long-term debt decreased from \$131,137,780 to \$128,844,521.

### ***Using this Annual Report***

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

The *Statement of Net Position* and *Statement of Activities* provide information about the activities of the whole School District, presenting both an aggregate view of the School 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 and what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other nonmajor funds presented in total in one column. In the case of Berea City School District, the general fund is by far the most significant fund.

### ***Reporting the School District as a Whole***

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

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2025?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and deferred outflows of resources and all 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.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2025*

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

The Statement of Net Position and the Statement of Activities are represented in one type of activity; Governmental Activities. Most of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities, as well as food service operations.

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

#### *Fund Financial Statements*

Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's more significant funds. The School District's major governmental fund is the general fund.

**Governmental Funds** Most of the School 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, 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 School 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.

**Proprietary Funds** The School District maintains two proprietary funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the School District's various functions. The School District's internal service funds account for revenues used to provide for medical, prescription drug, and vision claims of School District employees and workers' compensation. The proprietary funds use the accrual basis of accounting.

### ***Reporting the School District's Fiduciary Responsibilities***

The School District acts in a trustee capacity as an agent for individuals, private organizations, other governmental units and/or other funds. These activities are reported in custodial funds. The School District's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position. These activities are excluded from the School District's other financial statements because the assets cannot be utilized by the School District to finance its operations.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2025*

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**The School District as a Whole**

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net position for 2025 compared to 2024:

	Governmental Activities		
	Restated		Change
	2025	2024	
<b>Assets</b>			
Current & Other Assets	\$ 115,083,231	\$ 112,296,169	\$ 2,787,062
Net OPEB Asset	5,467,347	5,591,213	(123,866)
Capital Assets	158,726,320	163,737,289	(5,010,969)
<i>Total Assets</i>	<u>279,276,898</u>	<u>281,624,671</u>	<u>(2,347,773)</u>
<b>Deferred Outflows of Resources</b>			
Deferred Charges	1,215,486	1,347,855	(132,369)
Pension & OPEB	<u>16,606,928</u>	<u>18,773,514</u>	<u>(2,166,586)</u>
<i>Total Deferred Outflows of Resources</i>	<u>17,822,414</u>	<u>20,121,369</u>	<u>(2,298,955)</u>
<b>Liabilities</b>			
Current & Other Liabilities	12,688,231	14,151,885	(1,463,654)
Long-Term Liabilities:			
Due Within One Year	2,466,803	2,523,931	(57,128)
Due In More Than One Year:			
Pension & OPEB	72,911,482	83,780,264	(10,868,782)
Other Amounts	<u>133,809,445</u>	<u>136,268,595</u>	<u>(2,459,150)</u>
<i>Total Liabilities</i>	<u>221,875,961</u>	<u>236,724,675</u>	<u>(14,848,714)</u>
<b>Deferred Inflows of Resources</b>			
Property Taxes	61,632,499	60,913,591	718,908
Payments in Lieu of Taxes	442,419	184,654	257,765
Pension & OPEB	<u>21,010,593</u>	<u>20,091,883</u>	<u>918,710</u>
<i>Total Deferred Inflows of Resources</i>	<u>83,085,511</u>	<u>81,190,128</u>	<u>1,895,383</u>
<b>Net Position</b>			
Net Investment in Capital Assets	31,855,483	35,203,684	(3,348,201)
Restricted	12,383,581	11,406,632	976,949
Unrestricted	<u>(52,101,224)</u>	<u>(62,779,079)</u>	<u>10,677,855</u>
<i>Total Net Position</i>	<u>\$ (7,862,160)</u>	<u>\$ (16,168,763)</u>	<u>\$ 8,306,603</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2025*

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The net pension liability (NPL) is one of the largest liabilities reported by the School District at June 30, 2025 and is reported pursuant to GASB Statement 68, Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27. In a prior period, the School District also adopted GASB Statement 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the School District's actual financial condition by adding deferred inflows related to pension and OPEB, the net pension liability and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB and the net OPEB asset.

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. Prior accounting for pensions (GASB 27) and postemployment benefits (GASB 45) focused on a funding approach. This approach limited pension and OPEB costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension/OPEB liability. GASB 68 and GASB 75 take an earnings approach to pension and OPEB accounting; however, the nature of Ohio's statewide pension/OPEB plans and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

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

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

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

The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the retirement system. In Ohio, there is no legal means to enforce the unfunded liability of the pension/OPEB plan as against the public employer. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. For STRS, the plan's fiduciary net OPEB position was sufficient to cover the plan's total OPEB liability resulting in a net OPEB asset for the current fiscal year that is allocated to each school based on its proportionate share. The retirement system is responsible for the administration of the pension and OPEB plans.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2025*

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

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

Capital assets include land, construction in progress, buildings and improvements, furniture and equipment and vehicles. These capital assets are used to provide services to students and are not available for future spending. Although the School District's net 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 School District's net position represents resources that are subject to external restrictions on how they may be used. The balance of government-wide unrestricted net position was a deficit.

Current and other liabilities saw a decrease in accounts payable as there were more accruals for furniture and outside contracted services and accrued wages and benefits in prior year. This decrease was partially offset by an increase in contracts payable related to the ongoing construction projects.

There was a significant increase in deferred inflows of resources for payments in lieu of taxes. This was caused by an increase in the related receivable for the community redevelopment agreement with the City of Middleburg Heights.

There was also a significant change in net pension/OPEB liability/asset and related accruals for the School District. These fluctuations are due to changes in the actuarial liabilities/assets and related accruals that are passed through to the School District's financial statements. All components of pension and OPEB accruals contribute to the fluctuations in deferred outflows/inflows and NPL/NOL/NOA and are described in more detail in their respective notes.

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**Berea City School District**  
**Cuyahoga County, Ohio**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2025*

Table 2 shows the changes in net position for fiscal years 2025 and 2024.

	Governmental Activities		
	2025	2024	Change
<b>Revenues</b>			
<i>Program Revenues</i>			
Charges for Services	\$ 4,907,685	\$ 5,238,376	\$ (330,691)
Operating Grants	6,197,007	11,213,859	(5,016,852)
Capital Grants	140,977	620,169	(479,192)
<i>Total Program Revenues</i>	<u>11,245,669</u>	<u>17,072,404</u>	<u>(5,826,735)</u>
<b>General Revenues</b>			
Property Taxes	68,432,035	68,885,450	(453,415)
Grants & Entitlements	19,780,999	17,671,804	2,109,195
Payments in Lieu of Taxes	618,593	420,461	198,132
Miscellaneous	2,966,895	2,535,548	431,347
<i>Total General Revenues</i>	<u>91,798,522</u>	<u>89,513,263</u>	<u>2,285,259</u>
<i>Total Revenues</i>	<u>103,044,191</u>	<u>106,585,667</u>	<u>(3,541,476)</u>
<b>Program Expenses</b>			
Instruction:			
Regular	34,440,499	38,619,082	(4,178,583)
Special	15,648,048	14,690,356	957,692
Vocational	745,178	963,173	(217,995)
Support Services:			
Pupils	6,065,715	6,156,225	(90,510)
Instructional Staff	3,221,045	3,654,621	(433,576)
Board of Education	37,165	36,953	212
Administration	5,299,257	5,939,534	(640,277)
Fiscal	2,346,906	2,216,679	130,227
Business	474,967	403,511	71,456
Operation and Maintenance of Plant	6,955,624	7,320,781	(365,157)
Pupil Transportation	6,071,039	5,765,950	305,089
Central	2,640,198	2,085,304	554,894
Operation of Non-Instructional Services:			
Food Service Operations	2,775,185	2,420,881	354,304
Community Services	1,162,310	940,798	221,512
Other	29,021	23,898	5,123
Extracurricular Activities	1,559,385	1,491,923	67,462
Interest Expense	5,266,046	5,342,973	(76,927)
<i>Total Expenses</i>	<u>94,737,588</u>	<u>98,072,642</u>	<u>(3,335,054)</u>
<i>Change in Net Position</i>	<u>8,306,603</u>	<u>8,513,025</u>	<u>(206,422)</u>
<i>Net Position Beginning of Year</i>	<u>(15,565,257)</u>	<u>(24,078,282)</u>	<u>8,513,025</u>
<i>Restatement - See Note 20</i>	<u>(603,506)</u>	<u>-</u>	<u>(603,506)</u>
<i>Net Position End of Year</i>	<u>\$ (7,862,160)</u>	<u>\$ (15,565,257)</u>	<u>\$ 8,306,603</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2025*

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The decrease in operating grants was primarily due to a decrease in revenue for the ESSER grant. Grants and entitlements increased due to an increase in intergovernmental receipts for poverty-based assistance.

The primary reason for the changes in program expenses are primarily associated to changes in the School District's proportionate share of the net pension liability, net OPEB liability/asset and related accruals. As previously indicated, these items are explained in detail within their respective notes.

Regular instruction also saw a decrease in accounts payable due to furniture purchased in the prior fiscal year. Central support services expense saw a significant increase due to a change in the capital asset depreciation allocation.

### ***Governmental Funds***

The School District's major fund is accounted for using the modified accrual basis of accounting.

The general fund's net change in fund balance for fiscal year 2025 was an increase of \$1,851,959. This increase was primarily due to an increase in intergovernmental revenue which was caused by an increase in receipts for poverty-based assistance.

### ***General Fund Budgeting Highlights***

The School 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.

During the course of fiscal year 2025, the School District amended its general fund budget. The School District uses site-based budgeting and budgeting systems are designed to tightly control total site budgets but provide flexibility for site management.

***Original Budget Compared to Final Budget*** A review of original budgeted revenues compared to final budgeted revenue and original budgeted appropriations to final budgeted appropriations yields no significant variances.

***Final Budget Compared to Actual Results*** Actual revenues exceeded final budgeted revenue. This was primarily due to an increase in intergovernmental revenue as the implementation of the Ohio Fair School Funding plan continued as well as an increase in receipts for poverty-based assistance. Final budgeted appropriations exceed actual expenditures due to conservative budgeting.

### ***Capital Assets and Debt Administration***

#### **Capital Assets**

The School District conducted a full inventory of their capital assets during the fiscal year. This resulted in a restatement of net position. See Note 20 for more information.

Capital assets decreased \$5,010,969 during the fiscal year. This was made up of \$1,246,039 in purchases, net of \$6,257,008 in accumulative depreciation and net disposals. See Note 9 for more information about the capital assets of the School District.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2025*

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## **Debt**

There were no significant changes, other than principal retirement, to the outstanding debt of the School District. See Note 16 for additional details.

### ***Current Financial Related Activities***

Berea City School District shares the same issues each school district in Ohio faces. As the preceding information shows, the School District heavily depends on its property taxpayers.

Cuyahoga County went through property reappraisal in calendar year 2024, payable in calendar year 2025. The District saw an 18% increase in total valuation, however due restrictions on inflationary growth in tax revenue due to limitations set forth in House Bill 920 the district only saw growth on inside millage of 4.05 mills. Due to strategic hiring practices, retirements and federal stimulus funds, the District has been able to maintain a stable cash balance and deficit spending has not occurred since 2012. With the passage of the biennial State Budget for fiscal year 2022 and 2023, there was a complete overhaul to the funding formula. This overhaul, will be fully implemented in fiscal year 2027, and will allow growth or declines for the School District based on actual enrollment. The District will still need to continue to explore opportunities to increase revenue or reduce expenditures in order to ensure fiscal stability.

Berea City School District has committed itself to financial excellence for many years. The School District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1991, The Association of School Business Officials International (ASBO) Certificate of Excellence in Financial Reporting since 2013 and most recently, the ASBO Meritorious Budget Award since 2015.

### ***Contacting the School District's Financial Management***

This financial report is designed to provide our citizen's, taxpayers, and investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Jill Rowe, Treasurer at Berea City School District, 390 Fair Street, Berea, Ohio 44017. Or e-mail at [jrowe@bereaschools.org](mailto:jrowe@bereaschools.org)

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Statement of Net Position*  
*June 30, 2025*

	<u>Governmental Activities</u>
<b>Assets</b>	
Equity in Pooled Cash and Investments	\$ 39,692,734
Cash and Cash Equivalents in Segregated Accounts	2,271,114
Accounts Receivable	563,657
Intergovernmental Receivable	2,237,004
Taxes Receivable	69,558,266
Payments in Lieu of Taxes Receivable	622,833
Prepaid Items	137,623
Net OPEB Asset	5,467,347
Non-Depreciable Capital Assets	1,399,734
Depreciable Capital Assets, net	<u>157,326,586</u>
<i>Total Assets</i>	<u>279,276,898</u>
<b>Deferred Outflows of Resources</b>	
Deferred Charges on Refunding	1,215,486
Pension	14,051,379
OPEB	<u>2,555,549</u>
<i>Total Deferred Outflows of Resources</i>	<u>17,822,414</u>
<b>Liabilities</b>	
Accounts Payable	917,694
Accrued Wages and Benefits	7,216,538
Contracts Payable	456,122
Payroll Withholdings Payable	15,047
Intergovernmental Payable	1,522,087
Accrued Interest Payable	512,936
Claims Payable	1,218,912
Matured Compensated Absences Payable	437,311
Unearned Revenue	391,584
Long-Term Liabilities:	
Due Within One Year	2,466,803
Due In More Than One Year:	
Net Pension Liability	69,973,239
Net OPEB Liability	2,938,243
Other Amounts Due in More Than One Year	<u>133,809,445</u>
<i>Total Liabilities</i>	<u>221,875,961</u>
<b>Deferred Inflows of Resources</b>	
Property Taxes Levied for the Next Year	61,632,499
Payments in Lieu of Taxes	442,419
Pension	11,196,976
OPEB	<u>9,813,617</u>
<i>Total Deferred Inflows of Resources</i>	<u>83,085,511</u>
<b>Net Position</b>	
Net Investment in Capital Assets	31,855,483
Restricted for:	
Capital Outlay	746,504
Debt Service	4,322,745
State Funded Programs	217,824
Federal Funded Programs	323,675
Locally Funded Programs	327,083
Scholarships	15,253
Student Activities	321,921
Food Service Operations	641,229
OPEB Asset	5,467,347
Unrestricted	<u>(52,101,224)</u>
<i>Total Net Position</i>	<u>\$ (7,862,160)</u>

See accompanying notes to the basic financial statements.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Statement of Activities*  
*For the Fiscal Year Ended June 30, 2025*

	Program Revenues					Net (Expense) Revenue and Changes in Net Position	
	Expenses	Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants and Contributions	Governmental Activities		
<b>Governmental Activities</b>							
Instruction:							
Regular	\$ 34,440,499	\$ 2,969,653	\$ 286,846	\$ 9,956	\$ (31,174,044)		
Special	15,648,048	440,810	2,171,124	-	(13,036,114)		
Vocational	745,178	-	-	-	(745,178)		
Support Services:							
Pupils	6,065,715	-	39,849	-	(6,025,866)		
Instructional Staff	3,221,045	-	640,749	-	(2,580,296)		
Board of Education	37,165	-	-	-	(37,165)		
Administration	5,299,257	-	472,567	-	(4,826,690)		
Fiscal	2,346,906	4,072	65,084	6,852	(2,270,898)		
Business	474,967	-	-	-	(474,967)		
Operation and Maintenance of Plant	6,955,624	311,331	132,598	20,402	(6,491,293)		
Pupil Transportation	6,071,039	9,006	62,800	97,928	(5,901,305)		
Central	2,640,198	145	-	1,581	(2,638,472)		
Operation of Non-Instructional Services:							
Food Service Operations	2,775,185	248,150	1,852,558	-	(674,477)		
Community Services	1,162,310	460,479	451,703	-	(250,128)		
Other	29,021	-	-	-	(29,021)		
Extracurricular Activities	1,559,385	464,039	21,129	4,258	(1,069,959)		
Interest Expense	5,266,046	-	-	-	(5,266,046)		
<i>Total</i>	<i>\$ 94,737,588</i>	<i>\$ 4,907,685</i>	<i>\$ 6,197,007</i>	<i>\$ 140,977</i>	<i>(83,491,919)</i>		
<b>General Revenues</b>							
Property Taxes Levied for:							
General Purposes					60,731,964		
Debt Service					6,289,864		
Capital Outlay					1,410,207		
Grants and Entitlements not Restricted to Specific Programs					19,780,999		
Payments in Lieu of Taxes					618,593		
Investment Earnings					1,778,812		
Miscellaneous					1,188,083		
<i>Total General Revenues</i>					<i>91,798,522</i>		
<i>Change in Net Position</i>						<i>8,306,603</i>	
<i>Net Position Beginning of Year, as previously reported</i>							<i>(15,565,257)</i>
<i>Restatement, See Note 20</i>							<i>(603,506)</i>
<i>Net Position Beginning of Year, as adjusted</i>							<i>(16,168,763)</i>
<i>Net Position End of Year</i>						<i>\$ (7,862,160)</i>	

See accompanying notes to the basic financial statements.

**Berea City School District**

**Cuyahoga County, Ohio**

*Balance Sheet*

*Governmental Funds*

*June 30, 2025*

	General	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>			
Equity in Pooled Cash and Investments	\$ 30,951,475	\$ 8,604,635	\$ 39,556,110
Accounts Receivable	552,413	11,244	563,657
Interfund Receivable	24,337	-	24,337
Intergovernmental Receivable	1,969,473	267,531	2,237,004
Taxes Receivable	62,057,003	7,501,263	69,558,266
Payments in Lieu of Taxes Receivable	622,833	-	622,833
<i>Total Assets</i>	<u>\$ 96,177,534</u>	<u>\$ 16,384,673</u>	<u>\$ 112,562,207</u>
<b>Liabilities</b>			
Accounts Payable	\$ 658,614	\$ 259,080	\$ 917,694
Accrued Wages and Benefits	7,022,301	194,237	7,216,538
Contracts Payable	-	456,122	456,122
Payroll Withholdings Payable	15,047	-	15,047
Intergovernmental Payable	1,435,658	86,429	1,522,087
Interfund Payable	-	24,337	24,337
Matured Compensated Absences Payable	422,752	14,559	437,311
Unearned Revenue	-	391,584	391,584
<i>Total Liabilities</i>	<u>9,554,372</u>	<u>1,426,348</u>	<u>10,980,720</u>
<b>Deferred Inflows of Resources</b>			
Property Taxes Levied for the Next Year	54,985,963	6,646,536	61,632,499
Payments in Lieu of Taxes	442,419	-	442,419
Unavailable Revenue	5,486,918	640,285	6,127,203
<i>Total Deferred Inflows of Resources</i>	<u>60,915,300</u>	<u>7,286,821</u>	<u>68,202,121</u>
<b>Fund Balances</b>			
Nonspendable	23,617	-	23,617
Restricted	-	7,327,773	7,327,773
Committed	-	225,789	225,789
Assigned	3,392,518	179,981	3,572,499
Unassigned	22,291,727	(62,039)	22,229,688
<i>Total Fund Balance</i>	<u>25,707,862</u>	<u>7,671,504</u>	<u>33,379,366</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u><u>\$ 96,177,534</u></u>	<u><u>\$ 16,384,673</u></u>	<u><u>\$ 112,562,207</u></u>

See accompanying notes to the basic financial statements.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Reconciliation of Total Governmental Fund Balances to*  
*Net Position of Governmental Activities*  
*June 30, 2025*

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<b>Total Governmental Fund Balances</b>	\$ 33,379,366
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*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.	158,726,320
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:	
Intergovernmental	\$ 655,918
Tuition and Fees	2,070,418
Delinquent Property Taxes	<u>3,400,867</u>
	6,127,203
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets, liabilities, deferred outflows/inflows of resources of the internal service fund are included in governmental activities in the statement of net position.	1,326,449
Accrued interest payable is not due and payable in the current period and therefore not reported in the funds.	(512,936)
Unamortized loss on refunding represents deferred outflows, which do not use current financial resources and, therefore, are not reported in the funds.	1,215,486
The net pension liability and net OPEB liability(asset) are not due and payable in the current period, therefore, the liability and related deferred inflows/outflows are not reported in governmental funds.	
Net OPEB Asset	5,467,347
Deferred Outflows - Pension	14,051,379
Deferred Outflows - OPEB	2,555,549
Net Pension Liability	(69,973,239)
Net OPEB Liability	(2,938,243)
Deferred Inflows - Pension	(11,196,976)
Deferred Inflows - OPEB	<u>(9,813,617)</u>
	(71,847,800)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Bonds	(104,315,000)
Unamortized Bond Premium	(1,214,319)
Certificates of Participation	(23,169,000)
Unamortized Certificates of Participation Premium	(146,202)
Compensated Absences	<u>(7,431,727)</u>
	(136,276,248)
<i>Net Position of Governmental Activities</i>	<u>\$ (7,862,160)</u>

See accompanying notes to the basic financial statements.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Governmental Funds*  
*For the Fiscal Year Ended June 30, 2025*

	General	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>			
Property and Other Local Taxes	\$ 60,729,632	\$ 7,708,485	\$ 68,438,117
Intergovernmental	20,050,539	7,654,319	27,704,858
Investment Income	1,749,674	25,244	1,774,918
Tuition and Fees	3,445,612	260,953	3,706,565
Extracurricular Activities	92,141	580,852	672,993
Charges for Services	93,882	251,592	345,474
Rent	-	316,143	316,143
Contributions and Donations	23,397	274,181	297,578
Payments in Lieu of Taxes	618,593	-	618,593
Miscellaneous	988,580	36,923	1,025,503
<i>Total Revenues</i>	<u>87,792,050</u>	<u>17,108,692</u>	<u>104,900,742</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	35,602,792	578,094	36,180,886
Special	14,087,991	1,990,073	16,078,064
Vocational	820,689	15,556	836,245
Support Services:			
Pupils	6,272,224	33,905	6,306,129
Instructional Staff	2,884,500	576,613	3,461,113
Board of Education	37,453	-	37,453
Administration	5,408,270	471,446	5,879,716
Fiscal	2,230,185	179,034	2,409,219
Business	478,654	-	478,654
Operation and Maintenance of Plant	6,984,252	250,950	7,235,202
Pupil Transportation	5,711,620	326,844	6,038,464
Central	1,998,126	4,360	2,002,486
Operation of Non-Instructional Services:			
Food Service Operations	-	2,580,791	2,580,791
Community Services	86,874	1,118,732	1,205,606
Enterprise Operations	4,538	-	4,538
Other	24,709	-	24,709
Extracurricular Activities	1,177,751	428,501	1,606,252
Capital Outlay	-	710,764	710,764
Debt Service			
Principal Retirement	951,000	1,275,000	2,226,000
Interest and Fiscal Charges	630,088	4,580,769	5,210,857
<i>Total Expenditures</i>	<u>85,391,716</u>	<u>15,121,432</u>	<u>100,513,148</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>2,400,334</u>	<u>1,987,260</u>	<u>4,387,594</u>
<b>Other Financing Sources (Uses)</b>			
Proceeds from Sale of Assets	1,412	161,168	162,580
Transfers In	-	482,047	482,047
Transfers Out	(549,787)	-	(549,787)
<i>Total Other Financing Sources (Uses)</i>	<u>(548,375)</u>	<u>643,215</u>	<u>94,840</u>
<i>Net Change in Fund Balances</i>	<u>1,851,959</u>	<u>2,630,475</u>	<u>4,482,434</u>
<i>Fund Balances Beginning of Year</i>	<u>23,855,903</u>	<u>5,041,029</u>	<u>28,896,932</u>
<i>Fund Balances End of Year</i>	<u>\$ 25,707,862</u>	<u>\$ 7,671,504</u>	<u>\$ 33,379,366</u>

See accompanying notes to the basic financial statements.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities*  
*For the Fiscal Year Ended June 30, 2025*

**Net Change in Fund Balances - Total Governmental Funds** \$ 4,482,434

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

Capital Asset Additions	\$ 1,246,039
Current Year Depreciation	<u>(6,257,008)</u>

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

Intergovernmental	(1,682,258)
Tuition and Fees	(359,928)
Property Taxes	<u>(6,083)</u>

Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

General Obligation Bonds	1,160,000
Certificates of Participation	<u>1,066,000</u>

In the statement of activities, interest is accrued on outstanding bonds, and bond premium and the gain/loss on refunding are amortized over the term of the bonds, whereas in governmental funds, an interest expenditure is reported when bonds are issued.

Accrued Interest Payable	9,921
Amortization of Premium on Bonds	42,000
Amortization of Premium on Certificates of Participation	25,259
Amortization of Refunding Loss	<u>(132,369)</u>

Contractually required pension/OPEB contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.

Pension	7,318,896
OPEB	<u>213,117</u>

Except for amount reported as deferred inflows/outflows, changes in the net pension/OPEB liability/asset are reported as pension/OPEB expense in the statement of activities.

Pension	(1,830,186)
OPEB	<u>1,957,793</u>

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

829,957

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	<u>223,019</u>
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*Change in Net Position of Governmental Activities* \$ 8,306,603

See accompanying notes to the basic financial statements.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Statement of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
<b>Revenues</b>				
Property and Other Local Taxes	\$ 63,929,306	\$ 62,125,211	\$ 61,504,981	\$ (620,230)
Intergovernmental	16,222,259	16,543,059	19,861,087	3,318,028
Investment Income	1,044,652	1,044,652	1,637,494	592,842
Tuition and Fees	3,720,328	3,717,158	3,400,949	(316,209)
Extracurricular Activities	83,300	83,300	92,141	8,841
Charges for Services	128,821	128,821	93,882	(34,939)
Rent	100,000	-	-	-
Contributions and Donations	23,350	23,350	22,652	(698)
Payments in Lieu of Taxes	307,008	307,008	622,833	315,825
Miscellaneous	61,800	61,800	958,130	896,330
<i>Total Revenues</i>	<i>85,620,824</i>	<i>84,034,359</i>	<i>88,194,149</i>	<i>4,159,790</i>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	35,446,973	34,968,706	35,362,381	(393,675)
Special	14,801,934	14,644,708	14,078,473	566,235
Vocational	798,994	798,994	809,912	(10,918)
Support Services:				
Pupils	6,842,206	6,856,116	6,592,234	263,882
Instructional Staff	2,596,014	3,323,182	3,028,951	294,231
Board of Education	55,193	55,193	37,453	17,740
Administration	5,340,602	5,359,360	5,430,411	(71,051)
Fiscal	2,554,267	2,569,542	2,419,414	150,128
Business	444,992	518,179	482,842	35,337
Operation and Maintenance of Plant	7,802,820	7,635,443	7,318,619	316,824
Pupil Transportation	6,020,084	6,066,637	5,896,002	170,635
Central	2,289,006	2,472,206	2,225,661	246,545
Operation of Non-Instructional Services:				
Community Services	114,882	114,082	86,843	27,239
Enterprise Operations	8,200	8,200	5,178	3,022
Other	9,287	10,172	8,787	1,385
Extracurricular Activities	1,254,361	1,244,296	1,187,321	56,975
Capital Outlay	317,589	323,540	12,975	310,565
Debt Service				
Principal Retirement	951,000	951,000	951,000	-
Interest and Fiscal Charges	630,088	630,088	630,088	-
<i>Total Expenditures</i>	<i>88,278,492</i>	<i>88,549,644</i>	<i>86,564,545</i>	<i>1,985,099</i>
<i>Excess of Receipts Over (Under) Expenditures</i>	<i>(2,657,668)</i>	<i>(4,515,285)</i>	<i>1,629,604</i>	<i>6,144,889</i>
<b>Other Financing Sources (Uses)</b>				
Proceeds from Sale of Assets	-	-	1,412	1,412
Refund of Prior Year Expenditures	75,000	75,000	203,300	128,300
Advances In	100,000	100,000	361,608	261,608
Advances Out	(100,000)	(100,000)	(24,337)	75,663
Transfers Out	-	-	(549,787)	(549,787)
<i>Total Other Financing Sources (Uses)</i>	<i>75,000</i>	<i>75,000</i>	<i>(7,804)</i>	<i>(82,804)</i>
<i>Net Change in Fund Balance</i>	<i>(2,582,668)</i>	<i>(4,440,285)</i>	<i>1,621,800</i>	<i>6,062,085</i>
<i>Fund Balance Beginning of Year</i>	<i>26,561,667</i>	<i>26,561,667</i>	<i>26,561,667</i>	<i>-</i>
Prior Year Encumbrances Appropriated	1,465,845	1,465,845	1,465,845	-
<i>Fund Balance End of Year</i>	<i>\$ 25,444,844</i>	<i>\$ 23,587,227</i>	<i>\$ 29,649,312</i>	<i>\$ 6,062,085</i>

See accompanying notes to the basic financial statements.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Statement of Fund Net Position*  
*Proprietary Funds*  
*June 30, 2025*

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	Governmental Activities
	Internal Service Funds
<b>Assets</b>	
<i>Current Assets:</i>	
Equity in Pooled Cash and Cash Equivalents	\$ 136,624
Cash and Cash Equivalents in Segregated Accounts	2,271,114
Prepaid Items	<u>137,623</u>
<i>Total Current Assets</i>	<u>2,545,361</u>
<b>Liabilities</b>	
<i>Current Liabilities:</i>	
Claims Payable	<u>1,218,912</u>
<b>Net Position</b>	
Unrestricted	<u>1,326,449</u>
<i>Total Net Position</i>	<u>\$ 1,326,449</u>

See accompanying notes to the basic financial statements.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Statement of Revenues, Expenses and Changes in Fund Net Position*  
*Proprietary Funds*  
*For the Fiscal Year Ended June 30, 2025*

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	Governmental Activities
	Internal Service Funds
<b>Operating Revenues</b>	
Charges for Services	\$ 12,921,140
Other	<u>344,300</u>
<i>Total Operating Revenues</i>	<u>13,265,440</u>
<b>Operating Expenses</b>	
Purchased Services	1,167,390
Claims	<u>11,364,971</u>
<i>Total Operating Expenses</i>	<u>12,532,361</u>
<i>Operating Income (Loss)</i>	<u>733,079</u>
<b>Non-Operating Revenues (Expenses)</b>	
Interest	<u>29,138</u>
<i>Income (Loss) Before Transfers</i>	762,217
Transfers In	<u>67,740</u>
<i>Change in Net Position</i>	829,957
<i>Net Position Beginning of Year</i>	<u>496,492</u>
<i>Net Position End of Year</i>	<u>\$ 1,326,449</u>

See accompanying notes to the basic financial statements.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Statement of Cash Flows*  
*Proprietary Funds*  
*For the Fiscal Year Ended June 30, 2025*

	Governmental Activities
	Internal Service Funds
<b>Cash Flows from Operating Activities</b>	
Cash Received from Interfund Services Provided	\$ 12,921,140
Cash Received from Other Operating Receipts	344,300
Cash Payments for Contractual Services	(1,187,989)
Cash Payments for Claims	(11,461,111)
<i>Net Cash Provided by Operating Activities</i>	<u>616,340</u>
<b>Cash Flows from Noncapital Financing Activities</b>	
Advances Out	(328,371)
Transfers In	67,740
<i>Net Cash (Used for) Noncapital Financing Activities</i>	<u>(260,631)</u>
<b>Cash Flows from Investing Activities</b>	
Interest	<u>29,138</u>
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	384,847
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>2,022,891</u>
<i>Cash and Cash Equivalents End of Year</i>	<u>\$ 2,407,738</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</b>	
Operating Income (Loss)	\$ 733,079
Adjustments:	
(Increase) Decrease in Assets and Deferred Outflows:	
Prepaid Items	(20,599)
Increase (Decrease) in Liabilities and Deferred Inflows:	
Claims Payable	(96,140)
<i>Net Cash Provided by (Used For) Operating Activities</i>	<u>\$ 616,340</u>

See accompanying notes to the basic financial statements.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Statement of Fiduciary Net Position*  
*Fiduciary Fund*  
*June 30, 2025*

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	<u>Custodial</u>
<b>Assets</b>	
Equity in Pooled Cash and Investments	<u>\$ 21,157,350</u>
<b>Liabilities</b>	
Accounts Payable	<u>8,234</u>
<b>Net Position</b>	
Restricted for Individuals, Organizations, and Other Governments	<u>21,149,116</u>
<i>Total Net Position</i>	<u><u>\$ 21,149,116</u></u>

See accompanying notes to the basic financial statements.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Statement of Changes in Fiduciary Net Position*  
*Fiduciary Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Custodial
<b>Additions</b>	
Amounts Received as Fiscal Agent	87,914,032
Extracurricular Amounts Collected for OHSAA	<u>13,960</u>
<i>Total Additions</i>	<u>87,927,992</u>
<b>Deductions</b>	
Distributions as Fiscal Agent	82,036,205
Extracurricular Distributions to OHSAA	<u>13,960</u>
<i>Total Deductions</i>	<u>82,050,165</u>
<i>Change in Net Position</i>	5,877,827
<i>Net Position Beginning of Year</i>	<u>15,271,289</u>
<i>Net Position End of Year</i>	<u>\$ 21,149,116</u>

See accompanying notes to the basic financial statements.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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

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

### ***Reporting Entity***

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the basic financial statements are not misleading. The primary government of the School District consists of all funds, departments, boards and agencies that are not legally separate from the School District. For Berea City School District, this includes general operations, food service, preschool, community services, and student related activities of the School District. The following activity is also included within the reporting entity.

***Nonpublic Schools*** Within the School District boundaries, St. Mary's and St. Bartholomew's are operated through the Catholic diocese. Scribes and Scribblers, Lewis Little Folks and Family Life Center are also within School District boundaries. Current State legislation provides funding to these nonpublic schools. These monies are received and disbursed by the School District on behalf of the nonpublic schools by the Treasurer of the School District, as directed by the nonpublic schools. These transactions are reported in a special revenue fund and as a governmental activity of the School District.

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt or the levying of taxes, and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. The School District has no component units.

The following entities which perform activities within the School District's boundaries for the benefit of its residents are excluded from the accompanying financial statements because the School District is not financially accountable for these entities nor are they fiscally dependent on the School District.

***Cities of Berea, Middleburg Heights and Brook Park*** The city governments of Berea, Middleburg Heights and Brook Park are separate bodies politic and corporate. An elected mayor and council administer the provision of traditional city services. Council acts as the taxing and budgeting authority.

***Cuyahoga County Public Library*** The library is a distinct political subdivision of the State of Ohio governed by a board of trustees. The board of trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the School District for operational subsidies.

***Parent Teacher Organization*** The School District is not involved in budgeting or managing the organization, is not responsible for any debt of the organization and has no influence over the operation of the organization.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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The School District participates in three jointly governed organizations and two public entity risk pools.

***Jointly Governed Organizations***

Polaris Career Center is a separate body politic and corporate, established by the Ohio Revised Code to provide for the vocational and special education needs of the students. The board of education is comprised of representatives from the board of each participating school district. The board is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. Berea City School District students may attend the vocational school. The degree of control exercised by any participating school district is limited to its representation on the board. Financial information can be obtained by contacting Mike Robinson, Treasurer of the Polaris Career Center at 7285 Old Oak Blvd., Middleburg Heights, Ohio 44130.

The Educational Community Foundation (Foundation) is a jointly governed organization established to support and enhance educational opportunities for the youth of the communities served by the Berea City School District. The trustees of the Foundation consist of the following voting members: one Berea Board of Education representative; an employee of Berea City School District to be selected by the Superintendent; two students, from any of the communities served by the Berea City School District; a representative from the PTA; one representative each from the City of Berea, City of Brook Park, and City of Middleburg Heights; a representative from the business/service communities; an at-large representative to be selected by the President of the Board of Trustees; and a representative of Baldwin-Wallace University. The degree of control exercised by any participating school district is limited to its representation on the board. Each Trustee has one vote. The Board of Trustees of the Foundation may select any number of Honorary Trustees. Honorary Trustees are non-voting members. The board is responsible for approving its own budgets, accounting and finance related activities and appointing personnel. Financial information can be obtained by contacting Sarah Hastings, Executive/Development Director of the Foundation at 390 Fair Street, Berea, Ohio 44017.

The Ohio Schools Council Association (Council) is a jointly governed organization among 126 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member's superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September to June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2021, the School District did not make any payments to the Council. Financial information can be obtained by contacting William Zelei, the Executive Director of the Ohio Schools Council at 6373 Oak Tree Boulevard, Suite 377, Independence, Ohio 44131.

The School District participates in the natural gas purchase program. This program allows the School District to purchase natural gas at reduced rates. Constellation has served as the natural gas supplier and program manager from July 1, 2023 to June 30, 2025. They will continue to for another two-year period beginning July 1, 2025 through June 30, 2027. There are currently 186 participants in the program including the Berea City School District. The participants make monthly payments based on estimated usage. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that paid more in estimated billings than their actual billings are issued credits on future billings beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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***Public Entity Risk Pool***

The School District participates in the Cincinnati USA Chamber of Commerce Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

The School District participates in the Great Lakes Regional Council of Governments (COG), a claims servicing pool as defined by Government Accounting Standards Board Statement No. 10 as amended by GASB statement 30. The Great Lakes Council of Governments, (the Council) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio as defined by Chapter 167 of the Ohio Revised Code. It was formed to carry out a cooperative program for the provisions and administration of health care benefits for member employees in accordance with the Council-by-laws. The Council is directed by a Governing Board, consisting of the Superintendents or designee of the participating school districts. At fiscal year-end, there were ten participating members of the Council. The Council is committed to providing its members districts with advantages of a large buying cooperative, while maintaining control by the local district leadership. Underwriting considerations are of utmost importance in reviewing new membership applications, as the Council is committed to protecting the long-term financial interests of its core members, and will not admit a new member that will adversely impact premiums and claims payments. Members pay monthly premiums (program costs) from which eligible claims are paid for member employees and their covered dependents. Claims are paid for all participants regardless of claims flow. The Board of Directors annually estimate and set the amount of funds necessary in order to have funds available to pay all claims which could be made under the Health Benefits Plan by covered persons which would not be paid aggregate and specific stop-loss insurance coverages, and said amounts will be placed in a reserve fund. If the members aggregate contributions less expense cause it to have a negative cash balance, the Council shall direct the Fiscal Agent to promptly notify in writing each member of any additional funds necessary to correct the deficiency. Whereupon each Member shall appropriate (pursuant to Chapter 5705 of the Revised Code) the amount stated in that notice and remit the same to the Fiscal Agent within the time periods determined by the Council. The Council employs reinsurance agreements (stop-loss coverage) to reduce risk that large losses may be incurred on medical claims. This allows the Council to recover a portion of losses on claims from reinsurers. The School District is the fiscal agent for the COG. The COG activity is accounted for in a custodial fund. The Council issues its own financial statements. Fiscal information can be obtained by contacting the Treasurer of the Berea City School District, Great Lakes Council of Governments, 390 Fair Street, Berea, Ohio 44017.

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

The financial statements of Berea City School 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 more significant of the School District's accounting policies are described below.

***Fund Accounting***

The School 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 School 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 School District are grouped into the categories governmental, proprietary and fiduciary.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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**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 liabilities and deferred inflows of resources is reported as fund balance. The following are the School District's major governmental funds:

**General Fund** The general fund is used to account for and report all financial resources except those required to be accounted for and reported in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio.

The other governmental funds of the School District account for grants and other resources whose use is restricted, committed or assigned to a particular purpose.

**Proprietary Fund Type** Proprietary funds focus on the determination of operating income, changes in net position, financial position and cash flows and are classified as either enterprise or internal service. The School District only has internal service funds.

**Internal Service Funds** The internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the School District, or to other governments, on a cost reimbursement basis. The School District's internal service funds account for medical, prescription drug, dental, and vision claims of School District employees and for workers' compensation.

**Fiduciary Funds** Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into the following four classifications: pension (and other employee benefit) 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 has certain characteristics. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. The School District's custodial funds account for services as fiscal agent for the Great Lakes Regional Council of Governments (COG) and assets held by the School District for Ohio High School Athletic Association tournaments.

#### ***Basis of Presentation***

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

**Government-wide Financial Statements** The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. The School District does not have any business-type activities.

The statement of net position presents the financial condition of the governmental activities of the School District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental activity is self-financing or draws from the general revenues of the School District.

**Fund Financial Statements** During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented in a single column on the face of the proprietary fund statements. The fiduciary fund is reported by type.

#### ***Measurement Focus***

**Government-wide Financial Statements** The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the School District are included on the Statement of Net Position. The Statement of Activities presents increases (e.g. revenues) and decreases (e.g. expenses) in total net position.

**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 deferred outflows of resources and current liabilities and deferred inflows of resources 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 a reconciliation 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 and fiduciary funds are accounted for on a flow of economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the statement of fund net position. In fiduciary funds, a liability to the beneficiaries of fiduciary activity is recognized when an event has occurred that compels the government to disburse fiduciary resources. Fiduciary fund liabilities other than those to beneficiaries are recognized using the economic resources measurement focus.

For proprietary funds, the statement of revenues, expenses and changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activity.

#### ***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 and the statements presented for proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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of revenue, in the recording of deferred outflows/inflows of resources, and in the presentation of expenses versus expenditures.

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School 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 as an advance, tuition, grants, fees and rentals.

**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 represent 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 School District, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on refunding and for pension and OPEB plans. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension and OPEB plans are explained in Note 11 and 12.

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 until that time. For the School District, deferred inflows of resources include property taxes, payments in lieu of taxes, pension, OPEB plans and unavailable revenue. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of June 30, 2025, but which were levied to finance fiscal year 2026 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the School District, unavailable revenue includes delinquent property taxes, intergovernmental grants, tuition and fees, and extracurricular activities revenues. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position. (See Notes 11 and 12)

Unearned revenue reported on the statement of fund net position represents prepaid leases from lessees.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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

***Cash and Investments***

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

Investments of the School District's cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months that were not purchased from the pool are reported as investments.

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 School 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.

STAR Ohio reserves the right to limit participant transactions to \$250 million per day. Transactions in all of a participant's accounts will be combined for this purpose. Twenty-four hours advance notice to STAR Ohio is appreciated for purchases or redemptions of \$100 million or more. For fiscal year 2024, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2025 amounted to \$1,749,674 which includes \$848,960 assigned from other funds.

***Restricted Assets***

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, laws of other governments, or imposed by law through constitutional provisions.

***Prepaid Items***

Payments made to vendors for services that will benefit periods beyond June 30, 2025, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

**Berea City School District**  
**Cuyahoga County, Ohio**  
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### ***Inventory***

Materials and supplies inventory is presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventories consist of materials and supplies held for consumption. Inventory held for resale is presented at lower of cost or market and consists of donated and purchased food held for resale.

### ***Deferred Charge on Refunding***

On the government-wide financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt, the gain/loss on the refunding, is being amortized as a component of interest expense. This deferred amount is amortized over the life of the old or new debt, whichever is shorter, using the effective interest method and is presented as deferred outflows of resources on the statement of net position.

### ***Capital Assets***

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The School District was able to estimate the historical cost for the initial reporting of assets by backtrending (i.e., estimating the current replacement cost of the asset to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their acquisition values as of the date received. The School District maintains a capitalization threshold of five thousand dollars. The School 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.

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

Description	Estimated Lives
Land Improvements	30 years
Buildings and Improvements	10 - 50 Years
Furniture and Equipment	5 - 12 Years
Vehicles	10 Years

### ***Interfund Balances***

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 columns of the statement of net position.

**Berea City School District**  
**Cuyahoga County, Ohio**  
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### ***Compensated Absences***

For the School District, compensated absences cover leave for which employees may receive cash payments either when used as time off or as a payout for unused leave upon termination of employment. These payments may occur during employment or at termination. Generally, compensated absences do not follow a fixed payment schedule.

Liabilities should be recognized for unused leave if it is attributable to services already rendered, the leave accumulates, and it is more likely than not that it will be used or paid out in cash. For the School District, this includes sick, and vacation leave.

Liabilities for compensated absences should be recognized in financial statements prepared using the economic resources measurement focus for leave that has not been used and leave that has been used but not yet paid or settled.

A key component in determining the estimate of the amount of accumulated compensated absences that will be used as time off is the flows assumption. The flows assumption determines whether leave used by employees will be attributed first to (a) the recognized liability at the date of the financial statements (a first-in, first-out (FIFO) flows assumption) or (b) the leave earned in the next reporting period (a last-in, first-out (LIFO) flows assumption). The School District uses the LIFO flows assumption.

The amount of compensated absences recognized as expenditures in financial statements prepared using the current financial resources measurement focus should be the amount that normally would be liquidated with expendable available financial resources.

### ***Accrued Liabilities and Long-term Obligations***

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, 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, claims and judgments, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Net pension/OPEB liability(asset) should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan's fiduciary net position is not sufficient for payment of those benefits. Bonds are recognized as a liability on the governmental fund financial statements when due.

### ***Pensions/Other Postemployment Benefits (OPEB)***

For purposes of measuring the net pension/OPEB liability(asset), 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.

**Berea City School District**  
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***Net Position***

Net position represents the difference between all other elements in a statement of financial position. 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 external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

***Fund Balance***

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

***Nonspendable*** The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash.

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

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

***Assigned*** Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance includes the remaining amount that is not restricted or committed. These assigned balances are established by the School District Board of Education. In the general fund, assigned amounts represent intended uses established by the School District Board of Education or a School District official delegated that authority by State statute. State statute authorizes the Treasurer to assign fund balance for purchases on order provided such amounts have been lawfully appropriated.

***Unassigned*** Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

The School 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.

**Berea City School District**  
**Cuyahoga County, Ohio**  
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### ***Operating Revenues and Expenses***

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are charges for services for self-insurance and workers' compensation programs. Operating expenses are necessary costs' incurred to provide the good or service that is the primary activity of the fund. Revenues and expenses not meeting this definition are reported as non-operating.

### ***Internal Activity***

Transfers within governmental activities are eliminated on the Statement of Activities. Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Interfund payments for services provided and used are not eliminated.

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

### ***Estimates***

The preparation of the 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.

### ***Budgetary Data***

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

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 in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the amended certificate in effect at the time the final appropriations were passed.

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

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### **NOTE 3 - BUDGETARY BASIS OF ACCOUNTING**

While the School 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 Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP) and Actual 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) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the fund liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than restricted, committed or assigned fund balance (GAAP).
4. Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).
5. Investments are reported at cost (budget basis) rather than fair value (GAAP basis).
6. Unreported cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statement.
7. Budgetary revenues and expenditures of the staff services and payroll funds are reclassified to the general fund for GAAP reporting.

The following table summarizes the adjustments necessary to reconcile the net change in fund balance of the GAAP basis statements to the budgetary basis statements for the general fund:

GAAP Basis	\$ 1,851,959
Net Adjustment for Revenue Accruals	984,394
Net Adjustment for Expenditure Accruals	(52,027)
Funds Budgeted Elsewhere	4,305 **
Adjustment for Encumbrances	<u>(1,166,831)</u>
Budget Basis	<u><u>\$ 1,621,800</u></u>

As part of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. This includes the staff services fund.

**Berea City School District**  
**Cuyahoga County, Ohio**  
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**NOTE 4 – FUND BALANCES**

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

	General	Other Governmental Funds	Total
Nonspendable for:			
Unclaimed Monies	\$ 23,617	\$ -	\$ 23,617
Restricted for:			
Non-Public Schools	-	102,616	102,616
Student Activities	-	315,922	315,922
Local Grants	-	327,083	327,083
Scholarships	-	15,253	15,253
Food Service Operations	-	705,481	705,481
State Funded Programs	-	108,175	108,175
Federally Funded Programs	-	126,111	126,111
Debt Service Payments	-	5,370,860	5,370,860
Capital Improvements	-	256,272	256,272
Total Restricted	-	7,327,773	7,327,773
Committed for:			
Community Education	-	225,789	225,789
Assigned for:			
Instruction	46,444	-	46,444
Support Services	707,586	-	707,586
Community Services	640	-	640
Subsequent Year Appropriations	2,618,078	-	2,618,078
Staff Services	19,770	-	19,770
Capital Improvements	-	179,981	179,981
Total Assigned	3,392,518	179,981	3,572,499
Unassigned	22,291,727	(62,039)	22,229,688
Total Fund Balance	<u>\$ 25,707,862</u>	<u>\$ 7,671,504</u>	<u>\$ 33,379,366</u>

The following funds had deficit fund balances at fiscal year-end:

	<u>Deficit</u>
<b><i>Non-Major Governmental Funds</i></b>	
Preschool At Risk	51,144
Preschool	1,757
Title IIA	9,138
Total	<u>\$ 62,039</u>

The deficits in the special revenue funds resulted from adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and provides transfers when cash is required, rather than when accruals occur.

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**Cuyahoga County, Ohio**  
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**NOTE 5 - INTERFUND TRANSACTIONS**

***Interfund Balances***

Interfund balances at fiscal year-end, consist of the following individual fund receivables and payables:

<u>Interfund Payable</u>	<u>Interfund Receivable</u>
	General
Nonmajor Special Revenue Funds:	
Preschool	\$ 20,729
Improving Teacher Quality	3,608
Total	<u>\$ 24,337</u>

The interfund payables in other governmental funds are advances for grant monies that were not received by fiscal year end and were for support to programs and projects in the special revenue funds.

***Interfund Transfers***

During the fiscal year, the School District made the following transfers to provide additional resources for current operations.

	<u>Transfers Out</u>	<u>Transfers In</u>
General Fund	\$ 549,787	\$ -
Nonmajor Governmental Funds:		
Food Service	- -	558
Community Education	- -	439,152
District Managed Activities	- -	443
Student Managed Activities	- -	41,894
Internal Service Fund:		
Self Insurance	- -	67,740
Total	<u>\$ 549,787</u>	<u>\$ 549,787</u>

**NOTE 6 – PROPERTY TAXES**

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

Property taxes include amounts levied against all real and public utility property located in the School District. Real property tax revenue received in calendar year 2025 represents collections of calendar year 2024 taxes. Real property taxes received in calendar year 2025 were levied after April 1, 2024, on the assessed value listed as of January 1, 2024, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

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Public utility property tax revenue received in calendar year 2025 represents collections of calendar year 2024 taxes. Public utility real and tangible personal property taxes received in calendar year 2025 became a lien December 31, 2023, were levied after April 1, 2024 and are collected in 2025 with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The School District receives property taxes from Cuyahoga County. The County Fiscal Officer periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2025, are available to finance fiscal year 2025 operations. The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and delinquent tangible personal property taxes which are measurable as of June 30, 2025, and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflows of resources.

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

The assessed values upon which the fiscal year 2025 taxes were collected are:

	2024 Second-Half Collections		2025 First-Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$ 1,619,833,930	96%	\$ 1,977,965,050	96%
Public Utility Personal Property	69,920,110	4%	76,834,520	4%
Total Assessed Values	<u>\$ 1,689,754,040</u>	<u>100%</u>	<u>\$ 2,054,799,570</u>	<u>100%</u>
Tax rate per \$1,000 of assessed valuation	<u>\$ 81.50</u>		<u>\$ 81.50</u>	

#### **NOTE 7 – DEPOSITS AND INVESTMENTS**

Monies held by the School District are classified by State statute into three categories.

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

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

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Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts, including passbook accounts.

Interim monies held by the School 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 (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); and
8. Certain bankers' acceptances (for a period not to exceed one hundred eighty days) and commercial paper notes (for a period not to exceed two hundred seventy days) in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met. The investment in commercial paper notes of a single issuer shall not exceed in the aggregate five percent of interim moneys available for investment at the time of purchase.

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. 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.

**Berea City School District**  
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Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

***Deposits***

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

The School 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 School 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 percent 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 percent of the deposits being secured or a rate set by the Treasurer of State.

***Cash in Segregated Accounts***

At June 30, 2025, the School District's self-insurance internal service fund had a \$2,271,114 balance with the Great Lakes Council of Governments (the COG), a claims servicing pool (See Note 1).

***Investments***

As of fiscal year-end, the School District had the following investments:

S&P Global Ratings	Investment Type	Measurement Value	Investment Maturities			Percent of Total
			12 Months or Less	12 to 36 Months	More Than 36 Months	
<b>Net Asset Value (NAV):</b>						
AAAm	STAR Ohio	\$ 21,283,810	\$ 21,283,810	\$ -	\$ -	53.76%
N/A	Money Market	450,367	450,367	-	-	1.14%
<b>Fair Value:</b>						
AA+	Federal Agency Securities	3,095,602	363,074	176,886	2,555,642	7.82%
AA+	US Treasury Notes	4,905,248	-	276,923	4,628,325	12.39%
N/A	US Treasury Bill	297,904	297,904	-	-	0.75%
N/A	Negotiable Certificates of Deposit	7,143,311	3,800,080	2,599,950	743,281	18.04%
A-1+	Commercial Paper	2,413,060	2,413,060	-	-	6.10%
<b>Total Investments</b>		<b>\$ 39,589,302</b>	<b>\$ 28,608,295</b>	<b>\$ 3,053,759</b>	<b>\$ 7,927,248</b>	<b>100.00%</b>

**Berea City School District**  
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The School District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The preceding chart identifies the School District's recurring fair value measurements as of June 30, 2025. The School District's investments that are measured at fair value are valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data including market research publications. Market indicators and industry and economic events are also monitored, which could require the need to acquire further market data (Level 2 inputs).

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

**Custodial Credit Risk** For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the School District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

**Credit Risk** The Standard's and Poors ratings of the School District's investments are listed in the table above. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The weighted average of maturity of the portfolio held by STAR Ohio as of June 30, 2025, is 30 days. The School District has no investment policy that would further limit its investment choices.

**Concentration of Credit Risk** The School District places no limit on the amount it may invest in any one issuer.

## **NOTE 8 – RECEIVABLES**

Receivables at fiscal year-end, consisted of taxes, interfund, accounts (student fees), payments in lieu of taxes and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the non-payment of taxes, the stable condition of state programs and the current fiscal year guarantee of federal funds. All receivables, except property taxes, are expected to be received within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

### ***Payments in Lieu of Taxes***

The School District is party to Tax Increment Financing (TIF) agreements. Municipalities, townships and counties can enter into TIF agreements which lock in real property at its unimproved value for up to 30 years in a defined TIF district. Some TIF agreements also require the TIF government to allocate service payments to school districts and other governments to help offset the property taxes these governments would have received had the improvements to real property not been exempted. The service payments that the School District receives as part of the TIF agreements are presented on the financial statements as Payments in Lieu of Taxes.

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**NOTE 9 - CAPITAL ASSETS**

Capital asset activity for the fiscal year was as follows:

			Restated		Additions	Deletions	Balance 6/30/2025			
	Balance 6/30/2024	Adjustment	Balance 6/30/2024							
<b>Governmental Activities</b>										
<i>Capital Assets Not Being Depreciated</i>										
Land	\$ 868,217	\$ (45,730)	\$ 822,487	\$ -	\$ -	\$ -	\$ 822,487			
Construction in Progress	-	-	-	577,247	-	-	577,247			
<i>Total Capital Assets Not Being Depreciated</i>	<u>868,217</u>	<u>(45,730)</u>	<u>822,487</u>	<u>\$ 577,247</u>	<u>\$ -</u>	<u>\$ -</u>	<u>1,399,734</u>			
<i>Capital Assets Being Depreciated</i>										
Land Improvements	4,589,821	(3,370,583)	1,219,238	-	-	-	1,219,238			
Buildings and Improvements	193,675,531	32,142,764	225,818,295	-	-	-	225,818,295			
Furniture and Equipment	7,927,872	5,501,086	13,428,958	167,965	(73,606)	-	13,523,317			
Vehicles	6,789,299	(512,136)	6,277,163	500,827	(80,542)	-	6,697,448			
<i>Total Capital Assets Being Depreciated</i>	<u>212,982,523</u>	<u>33,761,131</u>	<u>246,743,654</u>	<u>668,792</u>	<u>(154,148)</u>	<u>-</u>	<u>247,258,298</u>			
<i>Less: Accumulated Depreciation</i>										
Land Improvements	(2,346,240)	1,851,940	(494,300)	(61,520)	-	-	(555,820)			
Buildings and Improvements	(42,083,440)	(27,937,932)	(70,021,372)	(4,747,629)	-	-	(74,769,001)			
Furniture and Equipment	(5,038,649)	(3,668,425)	(8,707,074)	(1,000,168)	73,606	-	(9,633,636)			
Vehicles	(5,031,802)	425,696	(4,606,106)	(447,691)	80,542	-	(4,973,255)			
<i>Total Accumulated Depreciation</i>	<u>(54,500,131)</u>	<u>(29,328,721)</u>	<u>(83,828,852)</u>	<u>(6,257,008)</u>	<u>154,148</u>	<u>-</u>	<u>(89,931,712)</u>			
<i>Total Capital Assets Being Depreciated, Net</i>	<u>158,482,392</u>	<u>4,432,410</u>	<u>162,914,802</u>	<u>(5,588,216)</u>	<u>-</u>	<u>-</u>	<u>157,326,586</u>			
<i>Governmental Activities Capital Assets, Net</i>	<u>\$ 159,350,609</u>	<u>\$ 4,386,680</u>	<u>\$ 163,737,289</u>	<u>\$ (5,010,969)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 158,726,320</u>			

The School District performed a full inventory of its capital assets and has restated their beginning balances. See Note 20 for more information.

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$ 2,028,797
Special	1,049,384
Vocational	36,788
Support Services:	
Pupils	205,400
Instructional Staff	61,313
Administration	183,940
Fiscal	55,182
Operation and Maintenance of Plant	387,405
Pupil Transportation	1,016,075
Central	838,388
Operation of Non-Instructional Services:	
Food Service Operations	277,400
Extracurricular Activities	116,936
<i>Total Depreciation Expense</i>	<u>\$ 6,257,008</u>

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## **NOTE 10 - RISK MANAGEMENT**

### ***Property and Liability***

The School 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. During the current fiscal year, the School District had liability coverage for Property (Fire and Extended Coverage), and for Boiler and Machinery. Both of these policies are part of the Ohio Schools' Council group purchasing plan.

The School District carries general liability coverage including sexual misconduct and molestation, and school leaders errors and omissions employment practices, including an umbrella extending over the School District's fleet insurance. Vehicles coverage includes bodily injury and property damage and uninsured/underinsured motorist.

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

### ***Workers' Compensation***

For the current fiscal year, the School District participated in Cincinnati USA Chamber of Commerce Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool (Note 1). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Sheakley UniComp provides administrative, cost control and actuarial services to the GRP.

### ***Health and Life Insurance***

During the current fiscal year the School District offered medical, prescription drug, dental and vision benefits for all eligible employees and their dependents. The School District joined the Great Lakes Council of Governments (the Council), a claims servicing pool, beginning July 1, 2019. Monthly premiums are paid to the fiscal agent who in turn pays the claims on the School District's behalf. The Council contracted with a third party administrator, Medical Mutual Services, LLC for the year ended June 30, 2025. Payments are made by members to the Council for monthly health insurance premiums, monthly stop-loss premiums, and administrative charges.

The claims liability of \$1,218,912 reported in the internal service fund at June 30, 2025 is based on an estimate provided by the third party administrator and the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", as amended by GASB Statement No. 30, "Risk Financing Omnibus", which requires a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Management's expectation is the claims liabilities will be paid within one year. Changes in the fund's claim liability amount in fiscal years 2025 and 2024 were:

	Balance at			Balance at	
	Beginning of Year	Claims	Payments	End of Year	
2024	\$ 1,273,094	\$ 11,110,182	\$ 11,068,224	\$ 1,315,052	
2025	\$ 1,315,052	\$ 11,364,971	\$ 11,461,111	\$ 1,218,912	

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The School District provides life insurance and accidental death and dismemberment insurance to most employees through MetLife Insurance Company. The amounts provided for certified employees equal the employee's annual salary. The base amount for classified employees is \$30,000.

## **NOTE 11 - 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 School 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 School District's obligation for this liability to annually required payments. The School District cannot control benefit terms or the manner in which pensions/OPEB are financed; however, the School District does receive the benefit of employees' services in exchange for compensation including pension 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 proportionate share of each plan's unfunded benefits is presented as a long-term *net pension/OPEB liability (asset)* on the accrual basis of accounting. Any liability for the contractually required pension contribution outstanding at the end of the year is included in *intergovernmental payable* on both the accrual and modified accrual bases of accounting.

The remainder of this note includes the required pension disclosures. See Note 12 for the required OPEB disclosures.

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

Plan Description – School 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](http://www.ohsers.org) under Employers/Audit Resources.

Age and service requirements for retirement are as follows:

	Eligible to Retire on or before August 1, 2017 *	Eligible to Retire 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; 2.2 percent for the first thirty years of service and 2.5 percent 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 2.5 percent and with a floor of 0 percent. A three-year COLA suspension was in effect for all benefit recipients for the years 2018, 2019, and 2020. The Retirement Board approved a 2.5 percent COLA for calendar year 2024.

**Funding Policy** – Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent 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 percent for plan members and 14 percent 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, 2025, the allocation to pension, death benefits, and Medicare B was 14.0 percent. For fiscal year 2025, the Retirement Board did not allocate any employer contribution to the Health Care Fund.

The School District’s contractually required contribution to SERS was \$1,728,061 for fiscal year 2025.

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

Plan Description – School 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](http://www.strsoh.org).

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan, and a Combined Plan. Benefits are established by Ohio Revised Code Chapter 3307.

The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. The calculation is 2.2 percent of final average salary for the five highest years of earnings multiplied by all years of credited service. Effective August 1, 2023, any member can retire with unreduced benefits with 34 years of service credit at any age; or five years of service credit and age 65. Effective June 1, 2025 - July 1, 2027, any member can retire with unreduced benefits with 33 years of service credit at any age; or five years of service credit and age 65. Effective on or after August 1, 2027, any member can retire with unreduced benefits with 34 years of service credit at any age; or five years of service credit and age 65.

In April 2017, the Retirement Board made the decision to reduce COLA granted on or after July 1, 2017, to 0 percent upon a determination by its actuary that it was necessary 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. Effective July 1, 2022, an ad-hoc COLA of 3 percent of the base benefit was granted to eligible benefit recipients to begin on the anniversary of their retirement benefit in fiscal year 2023 as long as they retired prior to July 1, 2018. Effective July 1, 2023, a permanent 1 percent COLA of the base benefit was granted to eligible benefit recipients to begin on the anniversary of their retirement benefit in fiscal year 2024 as long as they retired prior to July 1, 2019.

Eligibility changes for DB Plan members who retire with actuarially reduced benefits effective August 1, 2023, can retire with 29 years of service credit at any age; or five years of service credit and age 60. Effective June 1, 2025 - July 1, 2027, retirement eligibility for reduced benefits is 28 years of service credit at any age; or five years of service credit and age 60. Effective on or after August 1, 2027, retirement eligibility for reduced benefits is 29 years of service credit at any age; or five years of service credit and age 60.

The DC Plan allows members to place all their member contributions and 11.09 percent of the 14 percent 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 2.91 percent of the 14 percent employer rate is allocated to the defined benefit unfunded liability. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

The Combined Plan offers features of both the DB Plan and the DC Plan. In the Combined Plan, 12 percent of the 14 percent member rate is deposited into the member's DC account and the remaining 2 percent 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

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taken as a lump sum payment or converted to a lifetime monthly annuity at age fifty 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 to 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 2025 employer and employee contribution rate of 14 percent was equal to the statutory maximum rates. For 2025, the full employer contribution was allocated to pension.

The School District's contractually required contribution to STRS was \$5,590,835 for fiscal year 2025.

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

The net pension liability (asset) was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on the School 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:

	SERS	STRS	Total
Proportion of the Net Pension Liability:			
Current Measurement Date	0.2836689%	0.28823922%	
Prior Measurement Date	0.3037305%	0.28748637%	
Change in Proportionate Share	<u>-0.0200616%</u>	<u>0.00075285%</u>	
Proportionate Share of the Net			
Pension Liability	\$ 14,511,356	\$ 55,461,883	\$ 69,973,239
Pension Expense	\$ 547,943	\$ 1,282,243	\$ 1,830,186

Other than contributions made subsequent to the measurement date and differences between projected and actual earnings on investments; deferred inflows/outflows of resources are recognized in pension expense beginning in the current period, using a straight-line method over a closed period equal to the average of the expected remaining services lives of all employees that are provided with pensions, determined as of the beginning of the measurement period. Net deferred inflows/outflows of resources pertaining to the differences between projected and actual investment earnings are similarly recognized over a closed five-year period.

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At June 30, 2025, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	SERS	STRS	Total
<b>Deferred Outflows of Resources</b>			
Differences between Expected and			
Actual Experience	\$ 554,031	\$ 3,492,647	\$ 4,046,678
Changes of Assumptions	129,815	2,555,990	2,685,805
School District Contributions Subsequent to the			
Measurement Date	1,728,061	5,590,835	7,318,896
<b>Total Deferred Outflows of Resources</b>	<b>\$ 2,411,907</b>	<b>\$ 11,639,472</b>	<b>\$ 14,051,379</b>

	SERS	STRS	Total
<b>Deferred Inflows of Resources</b>			
Differences between Expected and			
Actual Experience	\$ -	\$ 30,369	\$ 30,369
Net Difference between Projected and			
Actual Earnings on Pension Plan Investments	907,677	4,768,592	5,676,269
Changes of Assumptions	-	1,923,923	1,923,923
Changes in Proportion and Differences between			
School District Contributions and Proportionate			
Share of Contributions	1,373,943	2,192,472	3,566,415
<b>Total Deferred Inflows of Resources</b>	<b>\$ 2,281,620</b>	<b>\$ 8,915,356</b>	<b>\$ 11,196,976</b>

\$7,318,896 reported as deferred outflows of resources related to pension resulting from School contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2026	\$ (1,334,980)	\$ (4,798,979)	\$ (6,133,959)
2027	372,998	4,780,076	5,153,074
2028	(368,886)	(1,718,266)	(2,087,152)
2029	(266,906)	(1,129,550)	(1,396,456)
<b>Total</b>	<b>\$ (1,597,774)</b>	<b>\$ (2,866,719)</b>	<b>\$ (4,464,493)</b>

***Actuarial Assumptions - SERS***

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

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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. Future benefits for all current plan members were projected through 2137.

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, 2024, are presented below:

Inflation	2.40 percent
Future Salary Increases, including inflation	3.25 percent to 13.58 percent
Investment Rate of Return	7.00 percent net of System expenses
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)
COLA or Ad Hoc COLA	2.0 percent, on or after April 1, 2018, COLAs for future retirees will be delayed for three years following commencement

Mortality rates 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 percent for males and set forward 2 years and adjusted 81.35 percent 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 103.3 percent for males and set forward 3 years and adjusted 106.8 percent for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

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 building-block approach and assumes a time horizon, as defined in SERS' *Statement of Investment Policy*. ORC 3309.15 and the SERS Board-adopted Investment Policy govern investment activity. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes. As of June 30, 2024:

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Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (geometric)	
Cash	3.00 %	0.97	%
US Equity	22.00	4.68	
Non-US Equity Developed	12.00	4.96	
Non-US Equity Emerging	6.00	5.66	
Fixed Income/Global Bonds	18.00	2.38	
Private Equity	14.00	7.10	
Real Estate	13.00	3.64	
Infrastructure	7.00	4.80	
Private Debt/Private Credit	<u>5.00</u>	<u>5.86</u>	
Total	<u><u>100.00 %</u></u>		

**Discount Rate** The total pension liability for 2024 was calculated using the discount rate of 7.00 percent. The discount rate determination did not use a municipal bond rate. The projection of cash flows used to determine the discount rate assumed that employers would contribute the actuarially determined contribution rate of projected compensation over the remaining 20-year amortization period of the unfunded actuarial accrued liability. The actuarially determined contribution rate for fiscal year 2024 was 14 percent. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return (7.00 percent). 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. The annual money-weighted rate of return, calculated as the internal rate of return on pension plan investments, for fiscal year 2024 was 9.31 percent.

**Sensitivity of the School District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate** Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.00 percent, 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 percent), or one percentage point higher (8.00 percent) than the current rate.

	Current		
	1% Decrease	Discount Rate	1% Increase
School District's Proportionate Share of the Net Pension Liability	\$ 23,134,271	\$ 14,511,356	\$ 9,390,452

#### ***Actuarial Assumptions – STRS***

Key methods and assumptions used in the June 30, 2024, actuarial valuation are presented below:

Inflation	2.50 percent
Salary Increases	From 2.5 percent to 8.5 percent, based on service
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation
Discount Rate of Return	7.00 percent
Payroll Increases	3.00 percent
Cost-of-Living Adjustments (COLA)	0.00 percent, effective July 1, 2017

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Post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110 percent for males, projected forward generationally using mortality improvement scale MP-2020. Pre-retirement mortality rates are based on Pub-2010 Teachers Employee Table adjusted 95 percent for females, projected forward generationally using mortality improvement scale MP-2020. Post-retirement disabled mortality rates are based on Pub-2010 Teachers Disable Annuitant Table projected forward generationally using mortality improvement scale MP-2020.

Actuarial assumptions used in the June 30, 2024, valuation are based on the results of an actuarial experience study for the period July 1, 2015, through June 30, 2021. An actuarial experience study is done on a quinquennial basis.

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	26.00%	6.90%
International Equity	22.00	7.70
Alternatives	19.00	9.10
Fixed Income	22.00	4.50
Real Estate	10.00	5.10
Liquidity Reserves	<u>1.00</u>	<u>2.40</u>
Total	<u><u>100.00%</u></u>	

\*Final target weights reflected at October 1, 2022.

\*\*10-Year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25 percent 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 percent as of June 30, 2024. 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 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, 2024. Therefore, the long-term expected rate of return on pension plan investments of 7.00 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2024.

**Sensitivity of the School District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate** The following table presents the School District's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.00 percent, as well as what the School 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 percent) or one-percentage-point higher (8.00 percent) than the current rate:

	Current		
	1% Decrease	Discount Rate	1% Increase
School District's Proportionate Share of the Net Pension Liability	\$ 89,469,737	\$ 55,461,883	\$ 26,697,081

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## **NOTE 12 - DEFINED BENEFIT OPEB PLANS**

See Note 11 for a description of the net OPEB liability (asset).

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

Health Care Plan Description - The School 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](http://www.ohsers.org) under Employers/Audit Resources.

The Health Care program is financed through a combination of employer contributions, recipient premiums, investment returns, and any funds received on behalf of SERS' participation in Medicare programs. The System's goal is to maintain a health care reserve account with a 20-year solvency period in order to ensure that fluctuations in the cost of health care do not cause an interruption in the program. However, during any period in which the 20-year solvency period is not achieved, the System shall manage the Health Care Fund on a pay-as-you-go basis.

Access to health care for retirees and beneficiaries is permitted in accordance with Section 3309 of the Ohio Revised Code. 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 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2025, 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 2025, this amount was \$30,000. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2025, the School District's surcharge obligation was \$213,117, which is reported as an intergovernmental payable.

The surcharge, added to the allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The School District's contractually required contribution to SERS was equal to its surcharge obligation for fiscal year 2025.

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**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. Health care premiums were reduced by a Medicare Part B premium credit beginning in 2023. The Plan is included in the report of STRS which can be obtained by visiting [www.strsoh.org](http://www.strsoh.org) or by calling (888) 227-7877.

Medicare Part D is a federal program to help cover the costs of prescription drugs for Medicare beneficiaries. This program allows STRS Ohio to recover part of the cost for providing prescription coverage since all eligible STRS Ohio health care plans include creditable prescription drug coverage.

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 percent of covered payroll. For the fiscal year ended June 30, 2025, STRS did not allocate any employer contributions to post-employment health care.

**Net OPEB Liability (Asset)**

The net OPEB liability (asset) was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of that date. The School District's proportion of the net OPEB liability (asset) was based on the School District's share of contributions to the respective retirement systems relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	SERS	STRS	Total
Proportion of the Net OPEB Liability (Asset):			
Current Measurement Date	0.2884886%	0.28823922%	
Prior Measurement Date	0.3088163%	0.28748637%	
Change in Proportionate Share	<u>-0.0203277%</u>	<u>0.00075285%</u>	
Proportionate Share of the Net OPEB Liability (Asset)			
OPEB Liability (Asset)	\$ 2,938,243	\$ (5,467,347)	
OPEB Expense	\$ (711,529)	\$ (1,246,264)	\$ (1,957,793)

Other than contributions made subsequent to the measurement date and differences between projected and actual earnings on investments; deferred inflows/outflows of resources are recognized in OPEB expense beginning in the current period, using a straight-line method over a closed period equal to the average of the expected remaining services lives of all employees that are provided with pensions, determined as of the beginning of the measurement period. Net deferred inflows/outflows of resources pertaining to the differences between projected and actual investment earnings are similarly recognized over a closed five-year period.

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At June 30, 2024, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	SERS	STRS	Total
<b>Deferred Outflows of Resources</b>			
Differences between Expected and Actual Experience	\$ -	\$ 237,677	\$ 237,677
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	14,346	-	14,346
Changes of Assumptions	1,261,090	672,955	1,934,045
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	126,933	29,431	156,364
School District Contributions Subsequent to the Measurement Date	213,117	-	213,117
<b>Total Deferred Outflows of Resources</b>	<b>\$ 1,615,486</b>	<b>\$ 940,063</b>	<b>\$ 2,555,549</b>

**Deferred Inflows of Resources**

Differences between Expected and Actual Experience	\$ 3,168,189	\$ 589,201	\$ 3,757,390
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	-	234,750	234,750
Changes of Assumptions	1,349,722	2,465,737	3,815,459
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	1,978,047	27,971	2,006,018
<b>Total Deferred Inflows of Resources</b>	<b>\$ 6,495,958</b>	<b>\$ 3,317,659</b>	<b>\$ 9,813,617</b>

\$213,117 reported as deferred outflows of resources related to OPEB resulting from School contributions subsequent to the measurement date will be recognized as a reduction/addition to the net OPEB liability/asset in the fiscal year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	SERS	STRS	Total
<b>Fiscal Year Ending June 30:</b>			
2026	\$ (1,233,008)	\$ (847,475)	\$ (2,080,483)
2027	(982,483)	(370,401)	(1,352,884)
2028	(674,250)	(467,452)	(1,141,702)
2029	(566,249)	(433,798)	(1,000,047)
2030	(561,928)	(350,373)	(912,301)
Thereafter	<u>(1,075,671)</u>	<u>91,903</u>	<u>(983,768)</u>
<b>Total</b>	<b>\$ (5,093,589)</b>	<b>\$ (2,377,596)</b>	<b>\$ (7,471,185)</b>

**Actuarial Assumptions - SERS**

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

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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, 2024, are presented below:

	<u>June 30, 2024</u>
Inflation	2.40 percent
Future Salary Increases, including Inflation	3.25 percent to 13.58 percent
Investment Rate of Return	7.00 percent net of investment expense
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)
Fiduciary Net Position is Projected to be Depleted	2059
Municipal Bond Index Rate	
Measurement Date	3.93 percent
Prior Measurement Date	3.86 percent
Single Equivalent Interest Rate	
Measurement Date	4.88 percent
Prior Measurement Date	4.27 percent
Health Care Cost Trend Rate	
Medical Trend Assumption	
Measurement Date	7.00 to 4.40 percent
Prior Measurement Date	6.75 to 4.40 percent

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 percent for males and set forward 2 years and adjusted 81.35 percent 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 103.3 percent for males and set forward 3 years and adjusted 106.8 percent 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 105.5 percent for males and adjusted 122.5 percent for females. Mortality rates for actives is based on PUB-2010 General Amount Weighted Below Median Employee mortality table. Mortality rates are projected using a fully generational projection with Scale MP-2020.

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

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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 2016 through 2020, and was adopted by the Board on April 15, 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 long-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) 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 percent, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. 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 long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes. As of June 30, 2024:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (geometric)
Cash	3.00 %	0.97 %
US Equity	22.00	4.68
Non-US Equity Developed	12.00	4.96
Non-US Equity Emerging	6.00	5.66
Fixed Income/Global Bonds	18.00	2.38
Private Equity	14.00	7.10
Real Estate	13.00	3.64
Infrastructure	7.00	4.80
Private Debt/Private Credit	5.00	5.86
<b>Total</b>	<b>100.00 %</b>	

**Discount Rate** The discount rate used to measure the total OPEB liability at June 30, 2024, was 4.88 percent. The discount rate used to measure total OPEB liability prior to June 30, 2024, was 4.27 percent. 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 percent of projected covered payroll each year, which includes a 1.50 percent payroll surcharge and no contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be depleted in 2059 by SERS' actuaries. The Fidelity General Obligation 20-year Municipal Bond Index Rate was used in the determination of the single equivalent interest rate for both the June 30, 2023, and the June 30, 2024, 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 was 3.93 percent at June 30, 2024, and 3.86 percent at June 30, 2023.

**Sensitivity of the School District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and Changes in the Health Care Cost Trend Rates** The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability of SERS, what SERS' net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.88%) and higher (5.88%) than the current discount rate (4.88%). Also shown is what SERS' net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (6.00% decreasing to 3.40%) and higher (8.00% decreasing to 5.40%) than the current rate.

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	1% Decrease	Current Discount Rate	1% Increase
School District's Proportionate Share of the Net OPEB Liability	\$ 3,918,042	\$ 2,938,243	\$ 2,159,660
	1% Decrease	Current Trend Rate	1% Increase
School District's Proportionate Share of the Net OPEB Liability	\$ 1,986,142	\$ 2,938,243	\$ 4,189,702

***Actuarial Assumptions – STRS***

Key methods and assumptions used in the June 30, 2024, actuarial valuation compared to the prior year are presented below:

	June 30, 2024	June 30, 2023
Projected salary increases	Varies by service from 2.5 percent to 8.5 percent	Varies by service from 2.5 percent to 8.5 percent
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation	7.00 percent, net of investment expenses, including inflation
Payroll Increases	3 percent	3 percent
Discount Rate of Return	7.00 percent	7.00 percent
Health Care Cost Trends		
Medical		
Pre-Medicare	7.50 percent initial 3.94 percent ultimate	7.50 percent initial 4.14 percent ultimate
Medicare	-112.22 percent initial 3.94 percent ultimate	-10.94 percent initial 4.14 percent ultimate
Prescription Drug		
Pre-Medicare	8.00 percent initial 3.94 percent ultimate	-11.95 percent initial 4.14 percent ultimate
Medicare	-15.14 percent initial 3.94 percent ultimate	1.33 percent initial 4.14 percent ultimate

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

Healthy retirees post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110 percent for males, projected forward generationally using mortality improvement scale MP-2020; pre-retirement mortality rates are based on Pub-2010 Teachers Employee Table adjusted 95 percent for females, projected forward generationally using mortality improvement scale MP-2020. For disabled retirees, mortality rates are based on the Pub-2010 Teachers Disabled Annuitant Table projected forward generationally using mortality improvement scale MP-2020.

Actuarial assumptions used in the June 30, 2024, valuation are based on the results of an actuarial experience study for the period July 1, 2015, through June 30, 2021. An actuarial experience study is done on a quinquennial basis.

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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	26.00%	6.90%
International Equity	22.00	7.70
Alternatives	19.00	9.10
Fixed Income	22.00	4.50
Real Estate	10.00	5.10
Liquidity Reserves	1.00	2.40
 Total	 <u>100.00%</u>	

*\*Final target weights reflected at October 1, 2022.*

*\*\*10-Year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25 percent 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 percent as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed 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, 2024. Therefore, the long-term expected rate of return on health care plan investments of 7.00 percent was applied to all periods of projected health care costs to determine the total OPEB liability as of June 30, 2024.

**Sensitivity of the School District's Proportionate Share of the Net OPEB Asset to Changes in the Discount and Health Care Cost Trend Rate** The following table represents the net OPEB asset as of June 30, 2024, calculated using the current period discount rate assumption of 7.00 percent, 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 percent) or one percentage point higher (8.00 percent) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

	Current		
	1% Decrease	Discount Rate	1% Increase
School District's Proportionate Share of the Net OPEB (Asset)	\$ (4,445,603)	\$ (5,467,347)	\$ (6,356,738)
		Current	
	Trend Rate		
	1% Decrease	Trend Rate	1% Increase
School District's Proportionate Share of the Net OPEB (Asset)	\$ (6,416,816)	\$ (5,467,347)	\$ (4,325,488)

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## **NOTE 13 – OTHER EMPLOYEE BENEFITS**

### ***Compensated Absences***

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn ten to twenty-five days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers do not earn vacation time.

Each employee earns sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated with no maximum. Upon retirement, payment is made for one fourth of the total sick leave accumulation, up to a maximum accumulation of 100 days. An employee receiving such payment must meet the retirement provisions set by STRS or SERS.

### ***Social Security System***

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Employees Retirement System. As of June 30, 2020, one member of the Governing Board elected Social Security. The contribution rate is 6.2 percent of wages.

## **NOTE 14 – CONTINGENCIES**

### ***Grants***

The School 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, in the opinion of management, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2025, if applicable, cannot be determined at this time.

### ***School Foundation***

School District foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education and Workforce (DEW) 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, all adjustments for the fiscal year have been finalized. As a result, there was no material impact on the financial statements.

### ***Litigation***

The School District is party to legal proceedings. The School District is of the opinion that ultimate disposition of claims will not have a material effect, if any, on the financial condition of the School District.

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## **NOTE 15 - SET-ASIDE CALCULATIONS**

The School 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 capital acquisition. Disclosure of this information is required by State statute.

	Capital Improvement Reserve
Set Aside Restricted Balance June 30, 2024	\$ -
Current Year Set-Aside Requirement	1,222,978
Current Year Offsets	<u>(1,222,978)</u>
Total	<u>\$ -</u>
Balance Carried Forward to Fiscal Year 2026	<u>\$ -</u>
Set Aside Balance June 30, 2025	<u>\$ -</u>

Although the School District had offsets during the fiscal year that reduced the set-aside amount below zero for the capital acquisition set-aside, this amount may not be used to reduce the set-aside requirement of future years. Therefore, the negative amount is not presented as being carried forward to future years.

## **NOTE 16 – LONG – TERM LIABILITIES**

The changes in the School District's long-term obligations during the year consist of the following:

<i>Governmental Activities</i>	Restated Balance		Balance 6/30/2025	Due Within One Year
	6/30/2024	Additions		
<i>General Obligations Bonds:</i>				
School Improvement Bonds, Series 2017				
Serial Bonds	\$ 14,455,000	\$ -	\$ 1,160,000	\$ 13,295,000
Term Bonds	91,020,000	-	-	91,020,000
Premium	1,256,319	-	42,000	1,214,319
<i>Total General Obligation Bonds</i>	<u>106,731,319</u>	<u>-</u>	<u>1,202,000</u>	<u>105,529,319</u>
<i>Loans from Direct Borrowing:</i>				
Refunding Certificates of Participation, Series 2016				
Serial Certificates	5,755,000	-	870,000	4,885,000
Premium	171,461	-	25,259	146,202
Refunding Certificates of Participation, Series 2017				
Term Certificates	13,800,000	-	81,000	13,719,000
Certificates of Participation, Series 2018				
Serial Certificates	1,375,000	-	115,000	1,260,000
Term Certificates	3,305,000	-	-	3,305,000
<i>Total Loans from Direct Borrowing</i>	<u>24,406,461</u>	<u>-</u>	<u>1,091,259</u>	<u>23,315,202</u>
<i>Net Pension/OPEB Liability:</i>				
Pension	78,692,685	-	8,719,446	69,973,239
OPEB	5,087,579	-	2,149,336	2,938,243
<i>Total Net Pension/OPEB Liability</i>	<u>83,780,264</u>	<u>-</u>	<u>10,868,782</u>	<u>72,911,482</u>
<i>Other Long Term Liabilities:</i>				
Compensated Absences *	7,654,746	(223,019)	-	7,431,727
<i>Total Governmental Activities Long-Term Obligations</i>	<u>\$ 222,572,790</u>	<u>\$ (223,019)</u>	<u>\$ 13,162,041</u>	<u>\$ 209,187,730</u>

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\* - The change in compensated absences above is a net change for the year.

On February 23, 2016, the School District issued \$8,900,000 in Certificates of Participation (COPs), for the purpose of partially refunding the COPs issued in fiscal year 2010 for the purpose of building a new elementary school. The COPs issuance included a premium of \$264,473, which is amortized over the life of the COPs, and issuance costs of \$222,380. The COPs were issued through a series of lease agreements and trust indentures in accordance with Section 3313.375 of the Ohio Revised Code. The COPs have been designated to be “qualified tax exempt obligations” within the meaning of 265(b)(3) of the Ohio Revised Code. In accordance with the lease terms, the project assets are leased to the Ohio School Building Leasing Corporation, and then subleased back to the School District. The COPs were issued through a series of annual leases with an initial lease term of five years which includes the right to renew for 19 successive one- year terms through October 1, 2030, subject to annual appropriations. To satisfy the trustee agreements, the School District is required to make annual base rent payments, subject to the lease terms and appropriations, semi-annually. The base rent includes an interest component ranging from 1.15 to 3.50 percent. The School District has the option to purchase the elementary building on any lease payment date by paying the amount necessary to defease the indenture. The COPs were issued for a 26 year period with final maturity during fiscal year 2031. The COPs will be retired through the general fund.

Net proceeds of \$8,942,092 (after payment of \$222,380 in issuance costs) were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded 2010 COPs. As a result, \$7,810,000 of these COPs are considered defeased and the liability for the refunded COPs has been removed from the School District’s financial statements. Accordingly, the trust account assets and liabilities for the defeased COPs are not included in the School District’s financial statements. On June 30, 2025, \$4,790,000 of the defeased bonds are still outstanding.

On December 27, 2017, the School District issued \$14,279,000 in Certificates of Participation (COPs), for the purpose of partially refunding the COPs issued in fiscal year 2014 for the purpose of building a new elementary school. The COPs included issuance costs of \$170,106. The COPs were issued through a series of lease agreements and trust indentures in accordance with Section 3313.375 of the Ohio Revised Code.

The COPs have been designated to be “qualified tax exempt obligations” within the meaning of 265(b)(3) of the Ohio Revised Code. In accordance with the lease terms, the project assets are leased to the Ohio School Building Leasing Corporation, and then subleased back to the School District. The COPs were issued through a series of annual leases with an initial lease term of five years with includes the right to renew for 19 successive one-year terms through October 1, 2039, subject to annual appropriations. To satisfy the trustee agreements, the School District is required to make annual base rent payments, subject to the lease terms and appropriations, semi-annually. The base rent includes an interest component of 3.43 percent. The School District has the option to purchase the elementary building on any lease payment date by paying the amount necessary to defease the indenture. The COPs were issued for a 22 year period with final maturity during fiscal year 2040. The COPs will be retired through the general fund.

The term certificate maturing on October 1, 2039 are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on October 1 in the years and in the principal amounts as follows:

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**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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October 1	
Year	Amount
2021	\$ 71,000
2022	72,000
2023	73,000
2024	75,000
2025	81,000
2026	83,000
2027	84,000
2028	86,000
2029	92,000
2030	94,000
2031	945,000
2032	1,195,000
2033	1,234,000
2034	1,277,000
2035	1,321,000
2036	1,364,000
2037	1,412,000
2038	1,459,000
2039	<u>1,509,000</u>
Total	<u>\$ 12,527,000</u>

Net proceeds of \$14,108,894 (after payment of \$170,106 in issuance costs) were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded 2014 COPs. As a result, the \$13,450,000 of these COPs are considered defeased and the liability for the refunded COPs has been removed from the School District's financial statements. Accordingly, the trust account assets and liabilities for the defeased COPs are not included in the School District's financial statements. On June 30, 2025, \$13,270,000 of the defeased bonds are still outstanding.

On December 28, 2018, the School District issued \$5,210,000 in Certificates of Participation (COPs), for the purpose of making improvements to the School District's High School Performing Arts Center and Building site and other improvements to School District Facilities. The COPs included issuance costs of \$207,144. The COPs were issued through a series of lease agreements and trust indentures in accordance with Section 3313.375 of the Ohio Revised Code. The COPs have been designated to be "qualified tax exempt obligations" within the meaning of 265(b)(3) of the Ohio Revised Code. In accordance with the lease terms, the project assets are leased to the Ohio School Building Leasing Corporation, and then subleased back to the School District. The COPs were issued through a series of annual leases with an initial lease term of six months with includes the right to renew for 29 successive one-year terms through December 1, 2048, subject to annual appropriations. To satisfy the trustee agreements, the School District is required to make annual base rent payments, subject to the lease terms and appropriations, semi-annually. The base rent includes an interest component of three to four percent. The School District has the option to purchase the leased property with 90 days' prior written notice for a price equal to the amount necessary to cause all lease payments to be paid or deemed paid. The COPs were issued for a 29 year period with final maturity during fiscal year 2049. The COPs will be retired through the permanent improvement capital projects fund.

**Berea City School District**  
**Cuyahoga County, Ohio**  
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The term certificate maturing on December 1, 2044 and December 1, 2048 are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the principal amounts as follows:

December 1	
Year	Amount
2034	\$ 165,000
2035	170,000
2036	180,000
2037	185,000
2038	195,000
2039	200,000
2040	210,000
2041	215,000
2042	225,000
2043	235,000

December 1	
Year	Amount
2045	\$ 255,000
2046	265,000
2047	275,000

On March 2, 2017, the School District issued \$112,500,000 in general obligation bonds, which included \$21,480,000 in serial bonds and \$91,020,000 in term bonds with interest rates varying from 3.84 percent to 5.00 percent. These bonds were issued for the purpose of constructing, renovating, remodeling, rehabilitating, adding to, furnishing, equipping and otherwise improving buildings and facilities. The bonds were issued at a premium of \$1,564,319, which is amortized over the life of the bonds, and issuance costs of \$1,353,238. The bonds were issued for a 36 year period with final maturity during fiscal year 2054. The bonds will be retired through the debt service fund.

The term bonds maturing on December 1, 2034, 2037, 2040, 2042, 2047 and 2053 are subject to mandatory sinking fund redemption at a price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 in the years and in the respective principal amounts as follows:

December 1	
Year	Amount
2033	\$ 2,220,000
2035	2,515,000
2036	2,685,000
2038	3,050,000
2039	3,265,000

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Year	Amount
2041	3,720,000
Year	Amount
2043	4,225,000
2044	4,455,000
2045	4,695,000
2046	4,945,000
Year	Amount
2048	5,475,000
2049	5,760,000
2050	6,055,000
2051	6,365,000
2052	6,685,000

On March 13, 2019, the School District issued \$495,000 in serial bus acquisition bonds at an interest rate of 2.45 percent. The bonds included issuance costs of \$15,000. These bonds were issued for the purpose of acquiring school buses and related equipment used in transporting pupils. The bonds were issued for a 5 year period with final maturity during fiscal year 2024. The bonds will be retired through the permanent improvement capital projects fund.

At June 30, 2025 the School District's overall legal debt margin was \$85,987,821 with an unvoted debt margin of \$2,054,800.

Principal and interest requirements to retire the debt outstanding at fiscal year-end are as follows:

Fiscal Year	General Obligation Bonds		Certificates of Participation		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest
2026	\$ 1,270,000	\$ 4,343,512	\$ 1,093,000	\$ 916,088	\$ 2,363,000	\$ 5,259,600
2027	1,380,000	4,287,125	1,119,000	885,218	2,499,000	5,172,343
2028	1,485,000	4,232,675	1,151,000	848,359	2,636,000	5,081,034
2029	1,600,000	4,177,825	1,192,000	809,807	2,792,000	4,987,632
2030	1,710,000	4,119,900	1,234,000	769,135	2,944,000	4,889,035
2031-2035	10,435,000	19,460,776	6,932,000	3,027,948	17,367,000	22,488,724
2036-2040	14,380,000	16,798,013	8,238,000	1,181,710	22,618,000	17,979,723
2041-2045	19,850,000	12,696,150	1,130,000	332,600	20,980,000	13,028,750
2046-2050	26,080,000	7,939,400	1,080,000	88,400	27,160,000	8,027,800
2051-2053	26,125,000	2,154,300	-	-	26,125,000	2,154,300
	<u>\$ 104,315,000</u>	<u>\$ 80,209,676</u>	<u>\$ 23,169,000</u>	<u>\$ 8,859,265</u>	<u>\$ 127,484,000</u>	<u>\$ 89,068,941</u>

There is no repayment schedule for the net pension liability and net OPEB liability; however, employer pension and OPEB contributions are made from the following funds: the general fund, the food service fund and the community education funds. For additional information related to the net pension liability and net OPEB liability see Note 11 and 12.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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## **NOTE 17 - LEASES**

The School District entered into a lease with Baldwin Wallace University on April 24, 2017 to lease land located at 7220 Pleasant Street, Berea, Ohio to the University. The School District received \$494,000 at commencement of the lease as prepayment of rent for the full term of the lease. The money received has been recorded as unearned revenue in the School District's financial statements and will be amortized over the life of the lease using the straight-line method.

## **NOTE 18 – SIGNIFICANT COMMITMENTS**

### *Encumbrance Commitments*

Outstanding encumbrances for governmental funds include \$756,063 for the general fund and \$349,144 for nonmajor governmental funds.

### *Contractual Commitments*

At fiscal year-end, the School District had the following contractual commitments:

Project	Contract Amount	Amount Paid	Remaining Contract
Berea-Midpark Middle School Track	\$ 346,297	\$ 153,247	\$ 193,050
Fuel Tanks	314,295	209,530	104,765
Bi-Directional Antenna System	46,615	27,780	18,835
	<u>\$ 707,207</u>	<u>\$ 390,557</u>	<u>\$ 316,650</u>

## **NOTE 19 - ASSET RETIREMENT OBLIGATIONS**

The Bureau of Underground Storage Tank Regulations (BUSTR) regulates petroleum and hazardous substances stored in underground storage tanks. These regulations are included in Ohio Administrative Code (OAC) Section 1301-7-9 and require a School District classified as an “owner” or “operator,” to remove from the ground any underground storage tank (UST) that is not in use for a year or more. A permit must first be obtained for that year it is not being used. Once the UST is removed, the soil in the UST cavity and excavated material must be tested for contamination.

In accordance with OAC Section 1301-7-9, and applicable accounting standards, the School District believes an asset retirement obligation (ARO) to be present, however, while the School District is familiar with the requirements, the cost to satisfy these requirements is deemed immaterial and therefore an ARO is not recognized in the School District's financial statements.

## **NOTE 20 - IMPLEMENTATION OF NEW ACCOUNTING PRINCIPLES AND ERROR CORRECTION**

For the fiscal year ended June 30, 2025, the School District has implemented GASB Statement No. 101, *Compensated Absences* and GASB Statement No. 102, *Certain Risk Disclosures*.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Notes to the Basic Financial Statements*  
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GASB Statement No. 101 updates the recognition and measurement guidance for compensated absences to promote consistency and better meet the information needs of financial statement users. The unified recognition and measurement model in this Statement will result in a liability for compensated absences that more appropriately reflects when a government incurs an obligation. For the School District, GASB Statement No. 101 increased the liability and the cumulative effects of compensated absences related expense(s) on net position as shown on the table below.

GASB Statement No. 102 provides users of governmental financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints as concentrations and constraints may limit a government's ability to acquire resources or control spending. The implementation of GASB Statement No. 102 did not have an effect on the financial statements of the School District.

During fiscal year 2025, the School District undertook a full inventory of its capital assets and determined that its inventory was inaccurate. Therefore, depreciable capital assets, net of depreciation, and net investment in capital assets were understated by \$4,386,680 for the fiscal year ended June 30, 2024. There were several functional expenditures impacted, however none deemed significant. The effect of correcting the error to depreciable capital assets is shown in the table in Note 9.

The error correction resulted in an adjustment to and restatement of beginning net position:

***Restatement of Fund Balance/Net Position***

For fiscal year 2025, the implementation of GASB Statement No. 101 and the correction of an error had the following effects on beginning fund balances and net position:

	Governmental Activities
Net Position, June 30, 2024, as previously reported	\$ (15,565,257)
Change in Capital Assets	4,386,680
Change in Accounting Principle (GASB 101)	<u>(4,990,186)</u>
Net Position, June 30, 2024, as restated	<u><u>\$ (16,168,763)</u></u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Required Supplementary Information*  
*Schedule of the School District's Proportionate Share of the Net Pension Liability*  
*Last Ten Fiscal Years*

Year	School District's Proportion of the Net Pension Liability	School District's Proportionate Share of the Net Pension Liability	School District's Covered Payroll	School 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
<b><i>School Employees Retirement System (SERS)</i></b>					
2025	0.2836689%	\$ 14,511,356	\$ 12,261,221	118.35%	78.52%
2024	0.3037305%	16,782,673	12,050,136	139.27%	76.06%
2023	0.3273080%	17,703,362	12,227,279	144.79%	75.82%
2022	0.3367391%	12,424,696	11,622,786	106.90%	82.86%
2021	0.3643485%	24,098,777	12,748,064	189.04%	68.55%
2020	0.3651484%	21,847,469	12,540,081	174.22%	70.85%
2019	0.4182547%	23,954,222	12,425,333	192.79%	71.36%
2018	3.4791870%	20,787,374	11,404,864	182.27%	69.50%
2017	0.3998342%	29,264,174	12,442,300	235.20%	62.98%
2016	0.4136229%	23,601,723	12,457,449	189.46%	69.16%
<b><i>State Teachers Retirement System (STRS)</i></b>					
2025	0.2882392%	\$ 55,461,883	\$ 40,129,957	138.21%	82.55%
2024	0.2874864%	61,910,012	38,719,386	159.89%	80.02%
2023	0.2924520%	65,012,440	35,839,229	181.40%	78.90%
2022	0.3079422%	39,373,183	38,319,129	102.75%	87.80%
2021	0.3170513%	76,715,138	38,314,479	200.22%	75.50%
2020	0.3194888%	70,653,024	37,569,943	188.06%	77.40%
2019	0.3255944%	71,590,904	37,054,414	193.20%	77.30%
2018	0.3272150%	77,730,622	36,229,707	214.55%	75.30%
2017	0.3328454%	111,413,375	35,172,107	316.77%	66.80%
2016	0.3376705%	93,322,244	34,421,322	271.12%	72.10%

The amounts presented for each fiscal year were determined as of the measurement date, which is the prior fiscal year.

**Berea City School District  
Cuyahoga County, Ohio**  
*Required Supplementary Information*  
*Schedule of the School District's Proportionate Share of the Net OPEB Liability (Asset)*  
*Last Nine Fiscal Years (1)*

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Year	School District's Proportion of the Net OPEB Liability (Asset)	School District's Proportionate Share of the Net OPEB Liability (Asset)	School District's Covered Payroll	School District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
<b><i>School Employees Retirement System (SERS)</i></b>					
2025	0.2884886%	\$ 2,938,243	\$ 12,261,221	23.96%	44.50%
2024	0.3088163%	5,087,579	12,050,136	42.22%	30.02%
2023	0.3307057%	4,643,143	12,227,279	378.33%	30.34%
2022	0.3414960%	6,463,095	11,622,786	55.61%	24.08%
2021	0.3565950%	7,749,979	12,748,064	60.79%	18.17%
2020	0.3658057%	9,199,244	12,540,081	73.36%	15.57%
2019	0.4194920%	11,637,841	12,425,333	93.66%	13.57%
2018	0.3563164%	9,562,596	11,404,864	83.85%	12.46%
2017	0.4023619%	11,468,803	12,442,300	92.18%	11.49%
2016	n/a	n/a	n/a	n/a	n/a
<b><i>State Teachers Retirement System (STRS)</i></b>					
2025	0.2882392%	\$ (5,467,347)	\$ 40,129,957	-13.62%	158.01%
2024	0.2874864%	(5,591,213)	38,719,386	-14.44%	168.52%
2023	0.2924520%	(7,572,555)	38,606,014	-21.13%	230.73%
2022	0.3079420%	(6,492,705)	38,319,129	-16.94%	174.73%
2021	0.3170510%	(5,572,165)	38,314,479	-14.54%	182.10%
2020	0.3194888%	(5,291,501)	37,569,943	-14.08%	174.70%
2019	0.3255944%	(5,231,970)	37,054,414	-14.12%	176.00%
2018	0.3272150%	12,766,721	36,229,707	35.24%	47.10%
2017	0.3328454%	17,800,656	35,172,107	50.61%	37.30%
2016	n/a	n/a	n/a	n/a	n/a

The amounts presented for each fiscal year were determined as of the measurement date, which is the prior fiscal year.  
(1) Information prior to 2017 is not available.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Required Supplementary Information*  
*Schedule of School District Contributions*  
*Last Ten Fiscal Years*

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Year	Contractually Required Contribution - Pension (1)	Contractually Required Contribution - OPEB (1)(2)	School District's Covered Payroll	Pension Contributions as a Percentage of Covered Payroll	OPEB Contributions as a Percentage of Covered Payroll (2)
<b><i>School Employees Retirement System (SERS)</i></b>					
2025	\$ 1,728,061	\$ 213,117	\$ 12,343,293	14.00%	1.73%
2024	1,716,571	204,122	12,261,221	14.00%	1.66%
2023	1,687,019	205,663	12,050,136	14.00%	1.71%
2022	1,711,819	195,666	12,227,279	14.00%	1.60%
2021	1,627,190	192,943	11,622,786	14.00%	1.66%
2020	1,784,729	127,448	12,748,064	14.00%	1.00%
2019	1,692,911	246,292	12,540,081	13.50%	1.96%
2018	1,677,420	267,315	12,425,333	13.50%	2.15%
2017	1,596,681	209,277	11,404,864	14.00%	1.83%
2016	1,741,922	191,471	12,442,300	14.00%	1.54%
<b><i>State Teachers Retirement System (STRS)</i></b>					
2025	\$ 5,590,835	\$ -	\$ 39,934,536	14.00%	0.00%
2024	5,618,194	-	40,129,957	14.00%	0.00%
2023	5,420,714	-	38,719,386	14.00%	0.00%
2022	5,017,492	-	35,839,229	14.00%	0.00%
2021	5,364,678	-	38,319,129	14.00%	0.00%
2020	5,364,027	-	38,314,479	14.00%	0.00%
2019	5,259,792	-	37,569,943	14.00%	0.00%
2018	5,187,618	-	37,054,414	14.00%	0.00%
2017	5,072,159	-	36,229,707	14.00%	0.00%
2016	4,924,095	-	35,172,107	14.00%	0.00%

(1) The contributions in relation to the contractually required contributions are equal to the contractually required contributions, resulting in zero contribution deficiency/excess.

(2) SERS contributions include surcharge

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Notes to the Required Supplementary Information*  
*For the Fiscal Year Ended June 30, 2025*

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There were no changes in assumptions or benefit terms for the fiscal years reported unless otherwise stated below:

## **NOTE 1 - NET PENSION LIABILITY**

### ***Changes in Assumptions - SERS***

Amounts reported in 2022 incorporate changes in assumptions used by SERS in calculating the total pension liability in the latest actuarial valuation. These assumptions compared with those used in prior years are presented as follows:

	<u>Fiscal Years 2025-2022</u>	<u>Fiscal Years 2021-2017</u>	<u>Fiscal Years 2016 and Prior</u>
Wage Inflation	2.40%	3.00%	3.25%
Future Salary Increases, including inflation	3.25% to 13.58%	3.50% to 18.20%	4.00% to 22.00%
Investment Rate of Return	7.00% net of system expenses	7.50% net of investment expenses, including inflation	7.75% net of investment expenses, including inflation

Beginning in 2022, amounts reported use mortality rates 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 percent for males and set forward 2 years and adjusted 81.35 percent 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 103.3 percent for males and set forward 3 years and adjusted 106.8 percent for females. Future improvement in mortality rates is reflected by applying the MP2020 projection scale generationally.

Beginning in fiscal year 2018, on each anniversary of the initial retirement, the allowance of all retirees and survivors may be increased by the annual rate of increase in the CPI-W measured as of the June preceding the beginning of the applicable calendar year. The annual rate of increase shall not be less than 0 percent nor greater than 2.5 percent.

Amounts report for 2017 through 2021 use mortality rates that are 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. Amounts reported for fiscal year 2016 and prior, use mortality assumptions that are based on the 1994 Group Annuity Mortality Table set back one year for both men and women. Special mortality tables were used for the period after disability retirement.

### ***Changes in Benefit Terms - SERS***

For fiscal year 2022, COLA was increased from 2.00 percent to 2.50 percent.

For fiscal year 2021, COLA was reduced from 2.50 percent to 2.00 percent.

For fiscal year 2018, the cost-of-living adjustment was changed from a fixed 3.00 percent to a cost-of-living adjustment that is indexed to CPI-W not greater than 2.50 percent with a floor of zero percent beginning January 1, 2018. In addition, with the authority granted the Board under HB 49, the Board has enacted a three-year COLA suspension for benefit recipients in calendar years 2018, 2019 and 2020.

**Berea City School District  
Cuyahoga County, Ohio**  
*Notes to the Required Supplementary Information  
For the Fiscal Year Ended June 30, 2025*

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***Changes in Assumptions – STRS***

Beginning with fiscal year 2022, amounts reported incorporate changes in assumptions and changes in benefit terms used by STRS in calculating the total pension liability in the latest actuarial valuation. These new assumptions compared with those used in fiscal years 2018-2021 and fiscal year 2017 and prior are presented as follows:

	<u>Fiscal Years 2025-2022</u>	<u>Fiscal Years 2021-2018</u>	<u>Fiscal Years 2017 and Prior</u>
Inflation	2.50%	2.50%	2.75%
Projected Salary Increases	Varies by service from 2.50% 8.50%	From 12.50% at age 20 to 2.50% at age 65	From 12.25% at age 20 to 2.75% at age 70
Investment Rate of Return, net of investment	7.00%	7.45%	7.75%
Payroll Increases	3.00%	3.00%	3.50%

Beginning with fiscal year 2022, post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110 percent for males, projected forward generationally using mortality improvement scale MP-2020. Pre-retirement mortality rates are based on Pub-2010 Teachers Employee Table adjusted 95 percent for females, projected forward generationally using mortality improvement scale MP-2020. Post-retirement disabled mortality rates are based on Pub-2010 Teachers Disabled Annuitant Table projected forward generationally using mortality improvement scale MP-2020.

Beginning with fiscal year 2018, post-retirement mortality rates for healthy retirees were based on the RP2014 Annuitant Mortality Table with 50 percent of rates through age 69, 70 percent of rates between ages 70 and 79, 90 percent of rates between ages 80 and 84, and 100 percent of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Table with 90 percent of rates for males and 100 percent of rates for females, projected forward generationally using mortality improvement scale MP-2016. Pre-retirement mortality rates are based on RP-2014 Employee Mortality Table, projected forward generationally using mortality improvement scale MP-2016.

For fiscal year 2017 and prior actuarial valuation, mortality rates were based on the RP-2000 Combined Mortality Table (Projection 2022—Scale AA) for Males and Females. Males' ages are set-back two years through age 89 and no set back for age 90 and above. Females younger than age 80 are set back four years, one year set back from age 80 through 89, and no set back from age 90 and above.

***Changes in Benefit Terms - STRS***

For fiscal year 2023, the Board approved a one-time 3 percent COLA effective on the anniversary of a benefit recipient's retirement date for those eligible during fiscal year 2023 and eliminated the age 60 requirement to receive unreduced retirement that was scheduled to go into effect August 1, 2026.

For fiscal year 2018, the COLA was reduced to zero.

Fiscal year 2017 and prior, COLA was 2 percent simple applied as follows: for members retiring before August 1, 2013, 2 percent per year; for members retiring August 1, 2013 or later, 2 percent COLA commences on fifth anniversary of retirement date.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Notes to the Required Supplementary Information*  
*For the Fiscal Year Ended June 30, 2025*

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**NOTE 2 - NET OPEB LIABILITY (ASSET)**

***Changes in Assumptions – SERS***

Amounts reported incorporate changes in assumptions and changes in benefit terms used by SERS in calculating the total OPEB liability in the latest actuarial valuation. These new assumptions compared with those used in fiscal year 2021 and prior are presented below:

	<u>Fiscal Years 2025-2022</u>	<u>Fiscal Years 2021-2017</u>
Inflation	2.40%	3.00%
Future Salary Increases, including inflation	3.25% to 13.58%	3.50% to 18.20%
Investment Rate of Return, net of investment expenses, including inflation	7.00%	7.50%

Amounts reported incorporate changes in key methods and assumptions used in calculating the total OPEB liability as presented as follows:

<u>Assumption</u>	<u>Fiscal Year</u>								
	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Municipal Bond Index Rate	3.93%	3.86%	3.69%	1.92%	2.45%	3.13%	3.62%	3.56%	2.92%
Single Equivalent Interest Rate, net of plan investment expense, including price inflation	4.88%	4.27%	4.08%	2.27%	2.63%	3.22%	3.70%	3.63%	2.98%

***Changes in Assumptions – STRS***

For fiscal year 2023, the projected salary increases were changed from age based (2.5 percent to 12.50 percent) to service based (2.5 percent to 8.5 percent).

For fiscal year 2022, the discount rate was decreased from 7.45 percent to the long-term expected rate of return of 7.00.

For fiscal year 2019, the discount rate was increased from the blended rate of 4.13 percent to the long-term expected rate of 7.45.

For fiscal year 2018, the blended discount rate was increased from 3.26 percent to 4.13 percent. 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.

**Willoughby-Eastlake City School District  
Lake County, Ohio**

*Notes to the Required Supplementary Information  
For the Fiscal Year Ended June 30, 2025*

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***Changes in Benefit Terms – STRS***

For fiscal year 2025, healthcare trends were updated to reflect emerging claims and recoveries experience.

For fiscal year 2024, healthcare trends were updated to reflect emerging claims and recoveries experience as well as benefit changes effective January 1, 2024.

For fiscal year 2023, health care trends were updated to reflect emerging claims and recoveries experience

For fiscal year 2022, there was no change to the claims costs process. Claim curves were updated to reflect the projected fiscal year ending June 30, 2022, premium based on June 30, 2021, enrollment distribution. The non-Medicare subsidy percentage was increased effective January 1, 2022, from 2.055 percent to 2.1 percent 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 calendar year 2022. The Part B monthly reimbursement elimination date was postponed indefinitely

For fiscal year 2021, there were no changes to the claims costs process. Claim curves were updated to reflect the projected fiscal year 2021 premium based on June 30, 2020 enrollment distribution. The non-Medicare subsidy percentage was increased effective January 1, 2021 from 1.984 percent to 2.055 percent 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 percent for the AMA Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed indefinitely.

For fiscal year 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 percent to 1.984 percent 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 percent for the Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed to January 1, 2021

For fiscal year 2019, the subsidy multiplier for non-Medicare benefit recipients was increased from 1.9 percent to 1.944 percent 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.

For fiscal year 2018, the subsidy multiplier for non-Medicare benefit recipients was reduced from 2.1 percent to 1.9 percent per year of service. Medicare Part B premium reimbursements were discontinued for certain survivors and beneficiaries and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 2019. This was subsequently extended, see above paragraph.

## Combining and Individual Fund Statements and Schedules

### Combining Statements—Nonmajor Governmental Funds

#### *Nonmajor Special Revenue Funds*

The Special Revenue Funds are used to account for the proceeds of specific sources (other than amounts relating to expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes. With the implementation of GASB No. 84, the staff services fund has been classified with the general fund for GAAP reporting purposes. However, these funds have their own legally adopted budgets. As a result, an Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual have been presented for these funds. The title of each special revenue fund is descriptive of the activities accounted for therein. General funds that are budgeted as special revenue are included with special revenue in the fund descriptions but not part of the special revenue combining financial statements. The special revenue funds are:

**Food Service Fund** This fund accounts for and reports charges for services and operating grants restricted to the food service operations of the School District.

**Scholarship Fund** This fund accounts for and reports restricted monies received to provide scholarships for students.

**Community Education Fund** This fund accounts for and reports tuition and fees charged for the community education program that are restricted for the costs of running the community education program.

**Local Grants Fund** This fund accounts for and reports various restricted grants received to promote community involvement and to support activities between the school and the community.

**Student Managed Activities Fund** This fund accounts for and reports resources restricted to the student bodies of the various schools, accounting for sales and other revenue generating activities for which the School District has administrative involvement.

**District Managed Student Activities Fund** This fund accounts for and reports restricted gate receipts and revenues from athletic events and costs (except supplemental coaching contracts) of the School District's athletic program.

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

**Preschool At Risk Fund** This fund accounts for and reports restricted State grant monies used to provide preschool education for students of low income families.

**Miscellaneous State Grants Fund** This fund accounts for and reports restricted State monies which support academic and enrichment programs for the student body.

**ESSER Fund** This fund accounts for monies received through American Rescue Plan Act (ARPA) which provide relief grants to school districts related to the COVID-19 pandemic. Expenditures include, but are not limited to, preparedness and response, training of staff, and purchasing technology.

**Title VI-B Fund** This fund accounts for and reports restricted Federal grant monies used to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

**Title III Fund** This fund accounts for and reports restricted Federal monies used for costs associated with English proficiency.

**Title I Fund** This fund accounts for and reports restricted Federal grant monies used to assist the School District in meeting the special needs of educationally deprived children.

**Title IV-A Fund** This fund accounts for and reports restricted Federal grant monies used to improve students' academic achievement by increasing the capacity of states, LEAs, schools and local communities to provide all students with access to a well-rounded education, improve school conditions for student learning and improve the use of technology in order to improve the academic achievement and digital literacy of all students.

**Preschool Disability Fund** This fund accounts for and reports restricted Federal grant revenues used for speech therapy services and instructional supplies used in preschool programs.

**Title IIA Fund** This fund accounts for restricted Federal grant monies used for student support and professional development of teachers.

**Miscellaneous Federal Grants Fund** This fund accounts for and reports restricted Federal monies which support academic and enrichment programs for the student body.

#### ***Nonmajor Debt Service Fund***

The Debt Service Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for principal and interest.

**Bond Retirement Fund** This fund is used to account for and report restricted property taxes for the payment of school improvement general obligation bond, principal, interest and related costs.

#### ***Nonmajor Capital Projects Funds***

The Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays including the acquisition or construction of major capital facilities and other capital assets, other than those financed by proprietary fund or for assets that will be held in trust. Following is a description of the nonmajor capital projects funds:

**Permanent Improvement Fund** This fund accounts for and reports a tax levy, bond and note proceeds and contributions restricted for the acquisition, construction or improvement of capital facilities.

**Building Fund** The building fund accounts for and reports bond and note proceeds restricted for the various capital improvements within the School District.

**Network Connectivity Fund** This fund accounts for and reports restricted State grant monies expended to complete and enhance the School District's computer network.

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**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Governmental Funds*  
*June 30, 2025*

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Bond Retirement Fund	Total Nonmajor Governmental Funds
<b>Assets</b>				
Equity in Pooled Cash and Investments	\$ 2,382,076	\$ 1,245,471	\$ 4,977,088	\$ 8,604,635
Accounts Receivable	11,244	-	-	11,244
Intergovernmental Receivable	267,531	-	-	267,531
Taxes Receivable	-	1,448,074	6,053,189	7,501,263
<i>Total Assets</i>	<u>\$ 2,660,851</u>	<u>\$ 2,693,545</u>	<u>\$ 11,030,277</u>	<u>\$ 16,384,673</u>
<b>Liabilities</b>				
Accounts Payable	\$ 203,368	55,712	-	\$ 259,080
Accrued Wages and Benefits	194,237	-	-	194,237
Contracts Payable	-	456,122	-	456,122
Intergovernmental Payable	86,429	-	-	86,429
Interfund Payable	24,337	-	-	24,337
Matured Compensated Absences Payable	14,559	-	-	14,559
Unearned Revenue	-	391,584	-	391,584
<i>Total Liabilities</i>	<u>522,930</u>	<u>903,418</u>	<u>-</u>	<u>1,426,348</u>
<b>Deferred Inflows of Resources</b>				
Property Taxes Levied for the Next Year	-	1,283,074	5,363,462	6,646,536
Unavailable Revenue	273,530	70,800	295,955	640,285
<i>Total Deferred Inflows of Resources</i>	<u>273,530</u>	<u>1,353,874</u>	<u>5,659,417</u>	<u>7,286,821</u>
<b>Fund Balances</b>				
Restricted	1,700,641	256,272	5,370,860	7,327,773
Committed	225,789	-	-	225,789
Assigned	-	179,981	-	179,981
Unassigned	(62,039)	-	-	(62,039)
<i>Total Fund Balance</i>	<u>1,864,391</u>	<u>436,253</u>	<u>5,370,860</u>	<u>7,671,504</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u><u>\$ 2,660,851</u></u>	<u><u>\$ 2,693,545</u></u>	<u><u>\$ 11,030,277</u></u>	<u><u>\$ 16,384,673</u></u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Governmental Funds*  
*For the Fiscal Year Ended June 30, 2025*

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Bond Retirement Fund	Total Nonmajor Governmental Funds
<b>Revenues</b>				
Property and Other Local Taxes	\$ -	\$ 1,410,564	\$ 6,297,921	\$ 7,708,485
Intergovernmental	7,377,884	140,977	135,458	7,654,319
Investment Income	25,244	-	-	25,244
Tuition and Fees	260,953	-	-	260,953
Extracurricular Activities	580,852	-	-	580,852
Charges for Services	251,592	-	-	251,592
Rent	1,779	314,364	-	316,143
Contributions and Donations	274,181	-	-	274,181
Miscellaneous	36,923	-	-	36,923
<i>Total Revenues</i>	<u>8,809,408</u>	<u>1,865,905</u>	<u>6,433,379</u>	<u>17,108,692</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	566,660	11,434	-	578,094
Special	1,990,073	-	-	1,990,073
Vocational	15,556	-	-	15,556
Support Services:				
Pupils	33,905	-	-	33,905
Instructional Staff	576,613	-	-	576,613
Administration	471,446	-	-	471,446
Fiscal	75,982	18,892	84,160	179,034
Operation and Maintenance of Plant	72,364	178,586	-	250,950
Pupil Transportation	56,844	270,000	-	326,844
Central	-	4,360	-	4,360
Operation of Non-Instructional/Shared Services:				
Food Service Operations	2,580,791	-	-	2,580,791
Community Services	1,118,732	-	-	1,118,732
Extracurricular Activities	416,762	11,739	-	428,501
Capital Outlay	-	710,764	-	710,764
Debt Service				
Principal Retirement	-	115,000	1,160,000	1,275,000
Interest and Fiscal Charges	-	179,469	4,401,300	4,580,769
<i>Total Expenditures</i>	<u>7,975,728</u>	<u>1,500,244</u>	<u>5,645,460</u>	<u>15,121,432</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>833,680</u>	<u>365,661</u>	<u>787,919</u>	<u>1,987,260</u>
<b>Other Financing Sources (Uses)</b>				
Proceeds from Sale of Capital Assets	-	161,168	-	161,168
Transfers In	482,047	-	-	482,047
<i>Total Other Financing Sources (Uses)</i>	<u>482,047</u>	<u>161,168</u>	<u>-</u>	<u>643,215</u>
<i>Net Change in Fund Balances</i>	<u>1,315,727</u>	<u>526,829</u>	<u>787,919</u>	<u>2,630,475</u>
<i>Fund Balances Beginning of Year</i>	<u>548,664</u>	<u>(90,576)</u>	<u>4,582,941</u>	<u>5,041,029</u>
<i>Fund Balances End of Year</i>	<u>\$ 1,864,391</u>	<u>\$ 436,253</u>	<u>\$ 5,370,860</u>	<u>\$ 7,671,504</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*June 30, 2025*

	Food Service	Scholarship	Community Education	Local Grants	Student Managed Activities
<b>Assets</b>					
Equity in Pooled Cash and Investments	\$ 775,160	\$ 15,253	\$ 435,847	\$ 348,565	\$ 172,339
Accounts Receivable	-	-	4,692	-	-
Intergovernmental Receivable	-	-	-	-	-
<i>Total Assets</i>	<u>\$ 775,160</u>	<u>\$ 15,253</u>	<u>\$ 440,539</u>	<u>\$ 348,565</u>	<u>\$ 172,339</u>
<b>Liabilities</b>					
Accounts Payable	\$ 3,397	\$ -	\$ 125,380	\$ 21,482	\$ -
Accrued Wages and Benefits	51,379	-	57,364	-	-
Intergovernmental Payable	14,903	-	17,447	-	-
Interfund Payable	-	-	-	-	-
Matured Compensated Absences Payable	-	-	14,559	-	-
<i>Total Liabilities</i>	<u>69,679</u>	<u>-</u>	<u>214,750</u>	<u>21,482</u>	<u>-</u>
<b>Deferred Inflows of Resources</b>					
Unavailable Revenue	-	-	-	-	-
<b>Fund Balances</b>					
Restricted	705,481	15,253	-	327,083	172,339
Committed	-	-	225,789	-	-
Unassigned	-	-	-	-	-
<i>Total Fund Balances (Deficit)</i>	<u>705,481</u>	<u>15,253</u>	<u>225,789</u>	<u>327,083</u>	<u>172,339</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>					
	<u><u>\$ 775,160</u></u>	<u><u>\$ 15,253</u></u>	<u><u>\$ 440,539</u></u>	<u><u>\$ 348,565</u></u>	<u><u>\$ 172,339</u></u>

(continued)

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*June 30, 2025*

	District Managed			Miscellaneous	
	Student Activities	Auxiliary Services	Preschool At Risk	State Grants	ESSER
<b>Assets</b>					
Equity in Pooled Cash and Investments	\$ 144,619	\$ 154,136	\$ -	\$ 108,175	\$ -
Accounts Receivable	6,552	-	-	-	-
Intergovernmental Receivable	-	-	58,177	-	-
<i>Total Assets</i>	<u><u>\$ 151,171</u></u>	<u><u>\$ 154,136</u></u>	<u><u>\$ 58,177</u></u>	<u><u>\$ 108,175</u></u>	<u><u>\$ -</u></u>
<b>Liabilities</b>					
Accounts Payable	\$ 1,589	\$ 51,520	\$ -	\$ -	\$ -
Accrued Wages and Benefits	-	-	27,374	-	-
Intergovernmental Payable	-	-	3,041	-	-
Interfund Payable	-	-	20,729	-	-
Matured Compensated Absences Payable	-	-	-	-	-
<i>Total Liabilities</i>	<u><u>1,589</u></u>	<u><u>51,520</u></u>	<u><u>51,144</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
<b>Deferred Inflows of Resources</b>					
Unavailable Revenue	5,999	-	58,177	-	-
<b>Fund Balances</b>					
Restricted	143,583	102,616	-	108,175	-
Committed	-	-	-	-	-
Unassigned	-	-	(51,144)	-	-
<i>Total Fund Balances (Deficit)</i>	<u><u>143,583</u></u>	<u><u>102,616</u></u>	<u><u>(51,144)</u></u>	<u><u>108,175</u></u>	<u><u>-</u></u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u><u>\$ 151,171</u></u>	<u><u>\$ 154,136</u></u>	<u><u>\$ 58,177</u></u>	<u><u>\$ 108,175</u></u>	<u><u>\$ -</u></u>

(continued)

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*June 30, 2025*

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	Title VI-B	Title III	Title I	Title IV-A	Preschool Disability
<b>Assets</b>					
Equity in Pooled Cash and Investments	\$ 115,578	\$ 2,500	\$ 108,762	\$ -	\$ 134
Accounts Receivable	-	-	-	-	-
Intergovernmental Receivable	<u>79,647</u>	<u>3,945</u>	<u>94,291</u>	-	3,738
<i>Total Assets</i>	<u><u>\$ 195,225</u></u>	<u><u>\$ 6,445</u></u>	<u><u>\$ 203,053</u></u>	-	<u><u>\$ 3,872</u></u>
<b>Liabilities</b>					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Wages and Benefits	19,374	588	32,806	-	1,232
Intergovernmental Payable	24,529	431	23,001	-	659
Interfund Payable	-	-	-	-	-
Matured Compensated Absences Payable	-	-	-	-	-
<i>Total Liabilities</i>	<u>43,903</u>	<u>1,019</u>	<u>55,807</u>	-	<u>1,891</u>
<b>Deferred Inflows of Resources</b>					
Unavailable Revenue	<u>79,647</u>	<u>3,945</u>	<u>94,291</u>	-	<u>3,738</u>
<b>Fund Balances</b>					
Restricted	71,675	1,481	52,955	-	-
Committed	-	-	-	-	-
Unassigned	-	-	-	-	(1,757)
<i>Total Fund Balances (Deficit)</i>	<u>71,675</u>	<u>1,481</u>	<u>52,955</u>	-	<u>(1,757)</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>					
	<u><u>\$ 195,225</u></u>	<u><u>\$ 6,445</u></u>	<u><u>\$ 203,053</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 3,872</u></u>

(continued)

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*June 30, 2025*

	Title II A	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
<b>Assets</b>			
Equity in Pooled Cash and Investments	\$ 1,008	\$ -	\$ 2,382,076
Accounts Receivable	- -	- -	11,244
Intergovernmental Receivable	<u>27,733</u>	<u>-</u>	<u>267,531</u>
<i>Total Assets</i>	<u><u>\$ 28,741</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,660,851</u></u>
<b>Liabilities</b>			
Accounts Payable	\$ -	\$ -	\$ 203,368
Accrued Wages and Benefits	4,120	- -	194,237
Intergovernmental Payable	2,418	- -	86,429
Interfund Payable	3,608	- -	24,337
Matured Compensated Absences Payable	- -	- -	14,559
<i>Total Liabilities</i>	<u><u>10,146</u></u>	<u><u>-</u></u>	<u><u>522,930</u></u>
<b>Deferred Inflows of Resources</b>			
Unavailable Revenue	<u>27,733</u>	<u>-</u>	<u>273,530</u>
<b>Fund Balances</b>			
Restricted	- -	- -	1,700,641
Committed	- -	- -	225,789
Unassigned	<u>(9,138)</u>	<u>-</u>	<u>(62,039)</u>
<i>Total Fund Balances (Deficit)</i>	<u><u>(9,138)</u></u>	<u><u>-</u></u>	<u><u>1,864,391</u></u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u><u>\$ 28,741</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,660,851</u></u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Fiscal Year Ended June 30, 2025*

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	Food Service	Scholarship	Community Education	Local Grants	Student Managed Activities
<b>Revenues</b>					
Intergovernmental	\$ 1,842,414	\$ -	\$ -	\$ -	\$ -
Investment Income	24,883	361	-	-	-
Tuition and Fees	-	-	258,655	-	-
Extracurricular Activities	-	-	211,192	-	58,463
Charges for Services	251,592	-	-	-	-
Rent	-	-	-	-	-
Contributions and Donations	-	-	-	252,581	2,562
Miscellaneous	21,908	-	8,580	-	321
<i>Total Revenues</i>	<i>2,140,797</i>	<i>361</i>	<i>478,427</i>	<i>252,581</i>	<i>61,346</i>
<b>Expenditures</b>					
Current:					
Instruction:					
Regular	-	-	-	89,080	-
Special	-	-	-	115,342	1,228
Vocational	-	-	-	-	-
Support Services:					
Pupils	-	-	-	2,284	-
Instructional Staff	-	-	-	-	-
Administration	-	-	-	27,072	-
Fiscal	36,242	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-	-
Pupil Transportation	-	-	-	-	-
Operation of Non-Instructional/Shared Services:					
Food Service Operations	2,569,347	-	-	10,642	-
Community Services	-	-	688,956	4,346	-
Extracurricular Activities	-	-	-	-	63,660
<i>Total Expenditures</i>	<i>2,605,589</i>	<i>-</i>	<i>688,956</i>	<i>248,766</i>	<i>64,888</i>
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>(464,792)</i>	<i>361</i>	<i>(210,529)</i>	<i>3,815</i>	<i>(3,542)</i>
<b>Other Financing Sources (Uses)</b>					
Transfers In	558	-	439,152	-	443
<i>Net Change in Fund Balances</i>	<i>(464,234)</i>	<i>361</i>	<i>228,623</i>	<i>3,815</i>	<i>(3,099)</i>
<i>Fund Balances Beginning of Year</i>	<i>1,169,715</i>	<i>14,892</i>	<i>(2,834)</i>	<i>323,268</i>	<i>175,438</i>
<i>Fund Balances End of Year</i>	<i>\$ 705,481</i>	<i>\$ 15,253</i>	<i>\$ 225,789</i>	<i>\$ 327,083</i>	<i>\$ 172,339</i>

(continued)

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Fiscal Year Ended June 30, 2025*

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	District Managed				Miscellaneous
	Student Activities	Auxiliary Services	Preschool At Risk	State Grants	ESSER
<b>Revenues</b>					
Intergovernmental	\$ -	\$ 377,804	\$ 201,062	\$ 140,908	\$ 1,411,581
Investment Income	- -	- -	- -	- -	- -
Tuition and Fees	2,298	- -	- -	- -	- -
Extracurricular Activities	311,197	- -	- -	- -	- -
Charges for Services	- -	- -	- -	- -	- -
Rent	1,779	- -	- -	- -	- -
Contributions and Donations	19,038	- -	- -	- -	- -
Miscellaneous	6,114	- -	- -	- -	- -
<i>Total Revenues</i>	<i>340,426</i>	<i>377,804</i>	<i>201,062</i>	<i>140,908</i>	<i>1,411,581</i>
<b>Expenditures</b>					
Current:					
Instruction:					
Regular	- -	- -	195,119	3,360	278,073
Special	- -	- -	- -	- -	- -
Vocational	- -	- -	- -	- -	15,556
Support Services:					
Pupils	- -	- -	- -	- -	- -
Instructional Staff	- -	- -	- -	- -	19,143
Administration	- -	- -	- -	- -	29,217
Fiscal	- -	- -	35,506	- -	- -
Operation and Maintenance of Plant	8,125	- -	- -	50,851	- -
Pupil Transportation	- -	- -	- -	- -	- -
Operation of Non-Instructional/Shared Services:					
Food Service Operations	- -	- -	- -	- -	802
Community Services	- -	362,343	- -	- -	- -
Extracurricular Activities	353,102	- -	- -	- -	- -
<i>Total Expenditures</i>	<i>361,227</i>	<i>362,343</i>	<i>230,625</i>	<i>54,211</i>	<i>342,791</i>
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>(20,801)</i>	<i>15,461</i>	<i>(29,563)</i>	<i>86,697</i>	<i>1,068,790</i>
<b>Other Financing Sources (Uses)</b>					
Transfers In	41,894	- -	- -	- -	- -
<i>Net Change in Fund Balances</i>	<i>21,093</i>	<i>15,461</i>	<i>(29,563)</i>	<i>86,697</i>	<i>1,068,790</i>
<i>Fund Balances Beginning of Year</i>	<i>122,490</i>	<i>87,155</i>	<i>(21,581)</i>	<i>21,478</i>	<i>(1,068,790)</i>
<i>Fund Balances End of Year</i>	<i>\$ 143,583</i>	<i>\$ 102,616</i>	<i>\$ (51,144)</i>	<i>\$ 108,175</i>	<i>\$ -</i>

(continued)

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Fiscal Year Ended June 30, 2025*

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	Title VI-B	Title III	Title I	Title IV-A	Preschool Disability
<b>Revenues</b>					
Intergovernmental	\$ 1,558,437	\$ 38,017	\$ 1,537,280	\$ 97,817	\$ 36,592
Investment Income	-	-	-	-	-
Tuition and Fees	-	-	-	-	-
Extracurricular Activities	-	-	-	-	-
Charges for Services	-	-	-	-	-
Rent	-	-	-	-	-
Contributions and Donations	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<i>Total Revenues</i>	<i>1,558,437</i>	<i>38,017</i>	<i>1,537,280</i>	<i>97,817</i>	<i>36,592</i>
<b>Expenditures</b>					
Current:					
Instruction:					
Regular	-	-	1,028	-	-
Special	1,028,574	33,323	811,606	-	-
Vocational	-	-	-	-	-
Support Services:					
Pupils	-	-	-	-	31,621
Instructional Staff	-	-	450,588	-	-
Administration	318,607	-	-	96,550	-
Fiscal	-	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-	-
Pupil Transportation	-	-	56,844	-	-
Operation of Non-Instructional/Shared Services:					
Food Service Operations	-	-	-	-	-
Community Services	25,856	-	34,013	2,162	-
Extracurricular Activities	-	-	-	-	-
<i>Total Expenditures</i>	<i>1,373,037</i>	<i>33,323</i>	<i>1,354,079</i>	<i>98,712</i>	<i>31,621</i>
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>185,400</i>	<i>4,694</i>	<i>183,201</i>	<i>(895)</i>	<i>4,971</i>
<b>Other Financing Sources (Uses)</b>					
Transfers In	-	-	-	-	-
<i>Net Change in Fund Balances</i>	<i>185,400</i>	<i>4,694</i>	<i>183,201</i>	<i>(895)</i>	<i>4,971</i>
<i>Fund Balances Beginning of Year</i>	<i>(113,725)</i>	<i>(3,213)</i>	<i>(130,246)</i>	<i>895</i>	<i>(6,728)</i>
<i>Fund Balances End of Year</i>	<i>\$ 71,675</i>	<i>\$ 1,481</i>	<i>\$ 52,955</i>	<i>\$ -</i>	<i>\$ (1,757)</i>

(continued)

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Fiscal Year Ended June 30, 2025*

	Title IIA	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
<b>Revenues</b>			
Intergovernmental	\$ 135,972	\$ -	\$ 7,377,884
Investment Income	-	-	25,244
Tuition and Fees	-	-	260,953
Extracurricular Activities	-	-	580,852
Charges for Services	-	-	251,592
Rent	-	-	1,779
Contributions and Donations	-	-	274,181
Miscellaneous	-	-	36,923
<i>Total Revenues</i>	<u>135,972</u>	<u>-</u>	<u>8,809,408</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	-	-	566,660
Special	-	-	1,990,073
Vocational	-	-	15,556
Support Services:			
Pupils	-	-	33,905
Instructional Staff	106,882	-	576,613
Administration	-	-	471,446
Fiscal	4,234	-	75,982
Operation and Maintenance of Plant	-	13,388	72,364
Pupil Transportation	-	-	56,844
Operation of Non-Instructional/Shared Services:			
Food Service Operations	-	-	2,580,791
Community Services	1,056	-	1,118,732
Extracurricular Activities	-	-	416,762
<i>Total Expenditures</i>	<u>112,172</u>	<u>13,388</u>	<u>7,975,728</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>23,800</u>	<u>(13,388)</u>	<u>833,680</u>
<b>Other Financing Sources (Uses)</b>			
Transfers In	-	-	482,047
<i>Net Change in Fund Balances</i>	<u>23,800</u>	<u>(13,388)</u>	<u>1,315,727</u>
<i>Fund Balances Beginning of Year</i>	<u>(32,938)</u>	<u>13,388</u>	<u>548,664</u>
<i>Fund Balances End of Year</i>	<u>\$ (9,138)</u>	<u>\$ -</u>	<u>\$ 1,864,391</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Capital Projects Funds*  
*June 30, 2025*

	Permanent Improvement Fund	Building Fund	Network Connectivity Fund	Total Nonmajor Capital Projects Funds
<b>Assets</b>				
Equity in Pooled Cash and Investments	\$ 1,245,471	\$ -	\$ -	\$ 1,245,471
Taxes Receivable	<u>1,448,074</u>	<u>-</u>	<u>-</u>	<u>1,448,074</u>
<i>Total Assets</i>	<u><u>\$ 2,693,545</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,693,545</u></u>
<b>Liabilities</b>				
Accounts Payable	\$ 55,712	\$ -	\$ -	\$ 55,712
Contracts Payable	<u>456,122</u>	<u>-</u>	<u>-</u>	<u>456,122</u>
Unearned Revenue	<u>391,584</u>	<u>-</u>	<u>-</u>	<u>391,584</u>
<i>Total Liabilities</i>	<u><u>903,418</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>903,418</u></u>
<b>Deferred Inflows of Resources</b>				
Property Taxes Levied for the Next Year	1,283,074	-	-	1,283,074
Unavailable Revenue	<u>70,800</u>	<u>-</u>	<u>-</u>	<u>70,800</u>
<i>Total Deferred Inflows of Resources</i>	<u><u>1,353,874</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>1,353,874</u></u>
<b>Fund Balances</b>				
Restricted	256,272	-	-	256,272
Assigned	<u>179,981</u>	<u>-</u>	<u>-</u>	<u>179,981</u>
<i>Total Fund Balance</i>	<u><u>436,253</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>436,253</u></u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u><u>\$ 2,693,545</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,693,545</u></u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Capital Projects Funds*  
*For the Fiscal Year Ended June 30, 2025*

	Permanent Improvement Fund	Building Fund	Network Connectivity Fund	Total Nonmajor Capital Projects Funds
<b>Revenues</b>				
Property and Other Local Taxes	\$ 1,410,564	\$ -	\$ -	\$ 1,410,564
Intergovernmental	131,021	-	9,956	140,977
Rent	314,364	-	-	314,364
<i>Total Revenues</i>	<i>1,855,949</i>	<i>-</i>	<i>9,956</i>	<i>1,865,905</i>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	-	-	11,434	11,434
Support Services:				
Fiscal	18,892	-	-	18,892
Operation and Maintenance of Plant	178,586	-	-	178,586
Pupil Transportation	270,000	-	-	270,000
Central	4,360	-	-	4,360
Extracurricular Activities	11,739	-	-	11,739
Capital Outlay	702,364	8,400	-	710,764
Debt Service				
Principal Retirement	115,000	-	-	115,000
Interest and Fiscal Charges	179,469	-	-	179,469
<i>Total Expenditures</i>	<i>1,480,410</i>	<i>8,400</i>	<i>11,434</i>	<i>1,500,244</i>
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>375,539</i>	<i>(8,400)</i>	<i>(1,478)</i>	<i>365,661</i>
<b>Other Financing Sources (Uses)</b>				
Proceeds from Sale of Capital Assets	161,168	-	-	161,168
<i>Net Change in Fund Balances</i>	<i>536,707</i>	<i>(8,400)</i>	<i>(1,478)</i>	<i>526,829</i>
<i>Fund Balances Beginning of Year</i>	<i>(100,454)</i>	<i>8,400</i>	<i>1,478</i>	<i>(90,576)</i>
<i>Fund Balances End of Year</i>	<i>\$ 436,253</i>	<i>\$ -</i>	<i>\$ -</i>	<i>\$ 436,253</i>

## Combining Statements—Internal Service Funds

### *Internal Service Funds*

Internal service funds are established to account for the financing of services provided by one department or agency to other departments or agencies of the District on a cost-reimbursement basis.

**Self Insurance Fund** This fund accounts for revenues used to provide for medical, prescription drug, and vision claims of the School District employees.

**Workers' Compensation Fund** This fund accounts for revenues used to provide workers' compensation benefits to employees.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Statement of Fund Net Position*  
*Internal Service Funds*  
*June 30, 2025*

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	Self Insurance	Workers' Compensation Reserve	Total Internal Service Funds
<b>Assets</b>			
<i>Current Assets:</i>			
Equity in Pooled Cash and Cash Equivalents	\$ -	\$ 136,624	\$ 136,624
Cash and Cash Equivalents in Segregated Accounts	2,271,114	-	2,271,114
Prepaid Items	-	137,623	137,623
<b>Total Current Assets</b>	<b>2,271,114</b>	<b>274,247</b>	<b>2,545,361</b>
<i>Current Liabilities:</i>			
Claims Payable	1,218,912	-	1,218,912
<b>Net Position</b>			
Unrestricted	1,052,202	274,247	1,326,449
<b>Total Net Position</b>	<b>\$ 1,052,202</b>	<b>\$ 274,247</b>	<b>\$ 1,326,449</b>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Statement of Revenues, Expenses and Changes in Fund Net Position*  
*Internal Service Funds*  
*For the Fiscal Year Ended June 30, 2025*

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	Self Insurance	Workers' Compensation Reserve	Total Internal Service Funds
<b>Operating Revenues</b>			
Charges for Services	\$ 12,921,140	\$ -	\$ 12,921,140
Other	87,435	256,865	344,300
<i>Total Operating Revenues</i>	<u>13,008,575</u>	<u>256,865</u>	<u>13,265,440</u>
<b>Operating Expenses</b>			
Purchased Services	896,110	271,280	1,167,390
Claims	11,364,971	-	11,364,971
<i>Total Operating Expenses</i>	<u>12,261,081</u>	<u>271,280</u>	<u>12,532,361</u>
<i>Operating Income (Loss)</i>	<u>747,494</u>	<u>(14,415)</u>	<u>733,079</u>
<b>Non-Operating Revenues (Expenses)</b>			
Interest	29,138	-	29,138
<i>Income (Loss) Before Transfers</i>	<u>776,632</u>	<u>(14,415)</u>	<u>762,217</u>
Transfers In	67,740	-	67,740
<i>Change in Net Position</i>	<u>844,372</u>	<u>(14,415)</u>	<u>829,957</u>
<i>Net Position Beginning of Year</i>	<u>207,830</u>	<u>288,662</u>	<u>496,492</u>
<i>Net Position End of Year</i>	<u>\$ 1,052,202</u>	<u>\$ 274,247</u>	<u>\$ 1,326,449</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Combining Statement of Cash Flows*  
*Internal Service Funds*  
*For the Fiscal Year Ended June 30, 2025*

	Self Insurance	Workers' Compensation Reserve	Total Internal Service Funds
<b>Cash Flows from Operating Activities</b>			
Cash Received from Interfund Services Provided	\$ 12,921,140	\$ -	\$ 12,921,140
Cash Received from Other Operating Receipts	87,435	256,865	344,300
Cash Payments for Contractual Services	(896,110)	(291,879)	(1,187,989)
Cash Payments for Claims	(11,461,111)	-	(11,461,111)
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>651,354</u>	<u>(35,014)</u>	<u>616,340</u>
<b>Cash Flows from Noncapital Financing Activities</b>			
Advances Out	(328,371)	-	(328,371)
Transfers In	67,740	-	67,740
<i>Net Cash Provided by (Used for) Noncapital Financing Activities</i>	<u>(260,631)</u>	<u>-</u>	<u>(260,631)</u>
<b>Cash Flows from Investing Activities</b>			
Interest	29,138	-	29,138
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	<u>419,861</u>	<u>(35,014)</u>	<u>384,847</u>
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>1,851,253</u>	<u>171,638</u>	<u>2,022,891</u>
<i>Cash and Cash Equivalents End of Year</i>	<u><u>\$ 2,271,114</u></u>	<u><u>\$ 136,624</u></u>	<u><u>\$ 2,407,738</u></u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</b>			
Operating Income (Loss)	\$ 747,494	\$ (14,415)	\$ 733,079
Adjustments:			
(Increase) Decrease in Assets and Deferred Outflows:			
Prepaid Items	-	(20,599)	(20,599)
Increase (Decrease) in Liabilities and Deferred Inflows:			
Claims Payable	(96,140)	-	(96,140)
<i>Net Cash Provided by (Used For) Operating Activities</i>	<u><u>\$ 651,354</u></u>	<u><u>\$ (35,014)</u></u>	<u><u>\$ 616,340</u></u>

**Individual Fund Schedules of Revenues,  
Expenditures/Expenses and Changes in Fund  
Balance/Equity – Budget and Actual (Budget Basis)**



**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Property and Other Local Taxes	\$ 62,125,211	\$ 61,504,981	\$ (620,230)
Intergovernmental	16,543,059	19,861,087	3,318,028
Investment Income	1,044,652	1,637,494	592,842
Tuition and Fees	3,717,158	3,400,949	(316,209)
Extracurricular Activities	83,300	92,141	8,841
Charges for Services	128,821	93,882	(34,939)
Contributions and Donations	23,350	22,652	(698)
Payments in Lieu of Taxes	307,008	622,833	315,825
Miscellaneous	61,800	958,130	896,330
<i>Total Revenues</i>	<u>84,034,359</u>	<u>88,194,149</u>	<u>4,159,790</u>
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular	34,968,706	35,362,381	(393,675)
Special	14,644,708	14,078,473	566,235
Vocational	798,994	809,912	(10,918)
Support Services:			
Pupils	6,856,116	6,592,234	263,882
Instructional Staff	3,323,182	3,028,951	294,231
Board of Education	55,193	37,453	17,740
Administration	5,359,360	5,430,411	(71,051)
Fiscal	2,569,542	2,419,414	150,128
Business	518,179	482,842	35,337
Operation and Maintenance of Plant	7,635,443	7,318,619	316,824
Pupil Transportation	6,066,637	5,896,002	170,635
Central	2,472,206	2,225,661	246,545
Operation of Non-Instructional Services:			
Community Services	114,082	86,843	27,239
Enterprise Operations	8,200	5,178	3,022
Other	10,172	8,787	1,385
Extracurricular Activities	1,244,296	1,187,321	56,975
Capital Outlay	323,540	12,975	310,565
Debt Service:			
Principal Retirement	951,000	951,000	-
Interest and Fiscal Charges	630,088	630,088	-
<i>Total Expenditures</i>	<u>88,549,644</u>	<u>86,564,545</u>	<u>1,985,099</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(4,515,285)</u>	<u>1,629,604</u>	<u>6,144,889</u>
<b>Other Financing Sources (Uses):</b>			
Proceeds from Sale of Assets	-	1,412	1,412
Refund of Prior Year Expenditures	75,000	203,300	128,300
Advances In	100,000	361,608	261,608
Advances Out	(100,000)	(24,337)	75,663
Transfers Out	-	(549,787)	(549,787)
<i>Total Other Financing Sources (Uses)</i>	<u>75,000</u>	<u>(7,804)</u>	<u>(82,804)</u>
<i>Net Change in Fund Balance</i>	<u>(4,440,285)</u>	<u>1,621,800</u>	<u>6,062,085</u>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>26,561,667</u>	<u>26,561,667</u>	<u>-</u>
Prior Year Encumbrances Appropriated	<u>1,465,845</u>	<u>1,465,845</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 23,587,227</u>	<u>\$ 29,649,312</u>	<u>\$ 6,062,085</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Staff Services Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Extracurricular Activities	\$ 100	\$ -	\$ (100)
Contributions and Donations	3,250	745	(2,505)
Miscellaneous	11,690	16,642	4,952
<i>Total Revenues</i>	<u>15,040</u>	<u>17,387</u>	<u>2,347</u>
<b>Expenditures:</b>			
Current:			
Operation of Non-Instructional Services:			
Other	32,531	17,315	15,216
Extracurricular Activities	<u>-</u>	<u>5,770</u>	<u>(5,770)</u>
<i>Total Expenditures</i>	<u>32,531</u>	<u>23,085</u>	<u>9,446</u>
<i>Net Change in Fund Balance</i>	<u>(17,491)</u>	<u>(5,698)</u>	<u>11,793</u>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>22,915</u>	<u>22,915</u>	<u>-</u>
Prior Year Encumbrances Appropriated	<u>1,161</u>	<u>1,161</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u><u>\$ 6,585</u></u>	<u><u>\$ 18,378</u></u>	<u><u>\$ 11,793</u></u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Food Service Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Intergovernmental	\$ 1,295,000	\$ 1,689,210	\$ 394,210
Investment Income	35,000	24,883	(10,117)
Charges for Services	757,500	251,592	(505,908)
Contributions and Donations	1,500	-	(1,500)
Miscellaneous	30,000	21,908	(8,092)
<i>Total Revenues</i>	<u>2,119,000</u>	<u>1,987,593</u>	<u>(131,407)</u>
<b>Expenditures:</b>			
Current:			
Support Services:			
Fiscal	50,000	36,242	13,758
Operation of Non-Instructional Services:			
Food Service Operations	2,831,134	2,454,369	376,765
<i>Total Expenditures</i>	<u>2,881,134</u>	<u>2,490,611</u>	<u>390,523</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(762,134)</u>	<u>(503,018)</u>	<u>259,116</u>
<b>Other Financing Sources (Uses):</b>			
Transfers In	-	558	558
<i>Net Change in Fund Balance</i>	<u>(762,134)</u>	<u>(502,460)</u>	<u>259,674</u>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>1,125,496</u>	<u>1,125,496</u>	<u>-</u>
Prior Year Encumbrances Appropriated	107,895	107,895	-
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 471,257</u>	<u>\$ 730,931</u>	<u>\$ 259,674</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Scholarship Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Investment Income	\$ 300	\$ 361	\$ 61
<i>Net Change in Fund Balance</i>	<i>300</i>	<i>361</i>	<i>61</i>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<i>14,892</i>	<i>14,892</i>	<i>-</i>
<i>Fund Balance (Deficit) at End of Year</i>	<i><u>\$ 15,192</u></i>	<i><u>\$ 15,253</u></i>	<i><u>\$ 61</u></i>

**Berea City School District  
Cuyahoga County, Ohio**

*Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Community Education Fund  
For the Fiscal Year Ended June 30, 2025*

	Final Budget	Actual	Variance
<b>Revenues:</b>			
Tuition and Fees	\$ 385,018	\$ 254,188	\$ (130,830)
Extracurricular Activities	302,934	211,192	(91,742)
Miscellaneous	10,000	8,580	(1,420)
<i>Total Revenues</i>	<u>697,952</u>	<u>473,960</u>	<u>(223,992)</u>
<b>Expenditures:</b>			
Current:			
Operation of Non-Instructional Services:			
Community Services	789,247	722,566	66,681
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(91,295)</u>	<u>(248,606)</u>	<u>(157,311)</u>
<b>Other Financing Sources (Uses):</b>			
Transfers In	-	439,152	439,152
<i>Net Change in Fund Balance</i>	<u>(91,295)</u>	<u>190,546</u>	<u>281,841</u>
<i>Fund Balance (Deficit) at Beginning of Year</i>	42,591	42,591	-
Prior Year Encumbrances Appropriated	48,704	48,704	-
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ -</u>	<u>\$ 281,841</u>	<u>\$ 281,841</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Local Grants Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Contributions and Donations	\$ 394,700	\$ 262,895	\$ (131,805)
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular	165,807	112,039	53,768
Special	275,471	132,872	142,599
Support Services:			
Pupils	-	2,284	(2,284)
Administration	17,500	27,072	(9,572)
Operation of Non-Instructional Services:			
Food Service Operations	11,000	10,642	358
Community Services	5,200	4,346	854
<i>Total Expenditures</i>	<i>474,978</i>	<i>289,255</i>	<i>185,723</i>
<i>Net Change in Fund Balance</i>	<i>(80,278)</i>	<i>(26,360)</i>	<i>53,918</i>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<i>317,538</i>	<i>317,538</i>	<i>-</i>
Prior Year Encumbrances Appropriated	34,217	34,217	-
<i>Fund Balance (Deficit) at End of Year</i>	<i>\$ 271,477</i>	<i>\$ 325,395</i>	<i>\$ 53,918</i>

**Berea City School District  
Cuyahoga County, Ohio**

*Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Student Managed Activities Fund  
For the Fiscal Year Ended June 30, 2025*

	Final Budget	Actual	Variance
<b>Revenues:</b>			
Extracurricular Activities	\$ 75,400	\$ 58,463	\$ (16,937)
Contributions and Donations	9,000	2,562	(6,438)
Miscellaneous	1,650	321	(1,329)
<i>Total Revenues</i>	<u>86,050</u>	<u>61,346</u>	<u>(24,704)</u>
<b>Expenditures:</b>			
Current:			
Instruction:			
Special	2,175	1,228	947
Extracurricular Activities	139,267	66,160	73,107
<i>Total Expenditures</i>	<u>141,442</u>	<u>67,388</u>	<u>74,054</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(55,392)</u>	<u>(6,042)</u>	<u>49,350</u>
<b>Other Financing Sources (Uses):</b>			
Transfers In	-	443	443
<i>Net Change in Fund Balance</i>	<u>(55,392)</u>	<u>(5,599)</u>	<u>49,793</u>
<i>Fund Balance (Deficit) at Beginning of Year</i>	168,676	168,676	-
Prior Year Encumbrances Appropriated	7,762	7,762	-
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 121,046</u>	<u>\$ 170,839</u>	<u>\$ 49,793</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*District Managed Student Activities Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Tuition and Fees	\$ 14,500	\$ 7,103	\$ (7,397)
Extracurricular Activities	303,900	311,197	7,297
Rent	1,500	1,779	279
Contributions and Donations	10,500	19,038	8,538
Miscellaneous	5,500	6,114	614
<i>Total Revenues</i>	<u>335,900</u>	<u>345,231</u>	<u>9,331</u>
<b>Expenditures:</b>			
Current:			
Support Services:			
Operation and Maintenance of Plant	8,125	8,125	-
Extracurricular Activities	394,625	362,800	31,825
<i>Total Expenditures</i>	<u>402,750</u>	<u>370,925</u>	<u>31,825</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(66,850)</u>	<u>(25,694)</u>	<u>41,156</u>
<b>Other Financing Sources (Uses):</b>			
Transfers In	<u>26,150</u>	<u>41,894</u>	<u>15,744</u>
<i>Net Change in Fund Balance</i>	<u>(40,700)</u>	<u>16,200</u>	<u>56,900</u>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>115,484</u>	<u>115,484</u>	<u>-</u>
Prior Year Encumbrances Appropriated	<u>7,625</u>	<u>7,625</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 82,409</u>	<u>\$ 139,309</u>	<u>\$ 56,900</u>

**Berea City School District  
Cuyahoga County, Ohio**

*Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Auxiliary Services Fund  
For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Intergovernmental	\$ 450,015	\$ 377,804	\$ (72,211)
<b>Expenditures:</b>			
Current:			
Operation of Non-Instructional Services:			
Community Services	484,192	473,964	10,228
<i>Net Change in Fund Balance</i>	<i>(34,177)</i>	<i>(96,160)</i>	<i>(61,983)</i>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<i>62,940</i>	<i>62,940</i>	<i>-</i>
Prior Year Encumbrances Appropriated	34,491	34,491	-
<i>Fund Balance (Deficit) at End of Year</i>	<u><i>\$ 63,254</i></u>	<u><i>\$ 1,271</i></u>	<u><i>\$ (61,983)</i></u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Preschool At Risk Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Intergovernmental	\$ 244,631	\$ 223,902	\$ (20,729)
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular	244,631	194,809	49,822
Support Services:			
Fiscal	-	35,506	(35,506)
<i>Total Expenditures</i>	<i>244,631</i>	<i>230,315</i>	<i>14,316</i>
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>-</i>	<i>(6,413)</i>	<i>(6,413)</i>
<b>Other Financing Sources (Uses):</b>			
Advances In	-	20,729	20,729
Advances Out	-	(14,315)	(14,315)
<i>Total Other Financing Sources (Uses)</i>	<i>-</i>	<i>6,414</i>	<i>6,414</i>
<i>Net Change in Fund Balance</i>	<i>-</i>	<i>1</i>	<i>1</i>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<i>(1)</i>	<i>(1)</i>	<i>-</i>
<i>Fund Balance (Deficit) at End of Year</i>	<i>\$ (1)</i>	<i>\$ -</i>	<i>\$ 1</i>

**Berea City School District  
Cuyahoga County, Ohio**

*Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Miscellaneous State Grants Fund  
For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Intergovernmental	\$ 140,908	\$ 140,908	\$ -
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular	37,557	3,360	34,197
Support Services:			
Operation and Maintenance of Plant	115,145	50,851	64,294
<i>Total Expenditures</i>	<i>152,702</i>	<i>54,211</i>	<i>98,491</i>
<i>Net Change in Fund Balance</i>	<i>(11,794)</i>	<i>86,697</i>	<i>98,491</i>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<i>21,478</i>	<i>21,478</i>	<i>-</i>
<i>Fund Balance (Deficit) at End of Year</i>	<i>\$ 9,684</i>	<i>\$ 108,175</i>	<i>\$ 98,491</i>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*ESSER Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Intergovernmental	\$ 1,561,047	\$ 1,561,047	\$ -
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular	1,477,072	1,384,785	92,287
Vocational	46,090	50,017	(3,927)
Support Services:			
Instructional Staff	37,885	59,182	(21,297)
Administration	-	50,366	(50,366)
Operation of Non-Instructional Services:			
Food Service Operations	-	802	(802)
<i>Total Expenditures</i>	<u>1,561,047</u>	<u>1,545,152</u>	<u>15,895</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>15,895</u>	<u>15,895</u>
<b>Other Financing Sources (Uses):</b>			
Advances Out	-	(15,895)	(15,895)
<i>Net Change in Fund Balance</i>			
<i>Fund Balance (Deficit) at Beginning of Year</i>	(750,229)	(750,229)	-
Prior Year Encumbrances Appropriated	<u>750,229</u>	<u>750,229</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Title VI-B Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Intergovernmental	\$ 1,792,158	\$ 1,588,983	\$ (203,175)
<b>Expenditures:</b>			
Current:			
Instruction:			
Special	1,238,011	1,122,557	115,454
Support Services:			
Administration	340,000	335,528	4,472
Operation of Non-Instructional Services:			
Community Services	65,492	47,122	18,370
<i>Total Expenditures</i>	<u>1,643,503</u>	<u>1,505,207</u>	<u>138,296</u>
<i>Net Change in Fund Balance</i>	148,655	83,776	(64,879)
<i>Fund Balance (Deficit) at Beginning of Year</i>	(2,253)	(2,253)	-
Prior Year Encumbrances Appropriated	28,390	28,390	-
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 174,792</u>	<u>\$ 109,913</u>	<u>\$ (64,879)</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Title III Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Intergovernmental	\$ 36,538	\$ 39,038	\$ 2,500
<b>Expenditures:</b>			
Current:			
Instruction:			
Special	36,728	36,728	-
<i>Net Change in Fund Balance</i>	<i>(190)</i>	<i>2,310</i>	<i>2,500</i>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<i>190</i>	<i>190</i>	<i>-</i>
<i>Fund Balance (Deficit) at End of Year</i>	<i>\$ -</i>	<i>\$ 2,500</i>	<i>\$ 2,500</i>

**Berea City School District  
Cuyahoga County, Ohio**

*Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Title I Fund  
For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Intergovernmental	\$ 1,606,400	\$ 1,552,883	\$ (53,517)
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular	12,300	1,028	11,272
Special	923,083	924,684	(1,601)
Support Services:			
Instructional Staff	507,217	467,575	39,642
Pupil Transportation	130,442	114,506	15,936
Operation of Non-Instructional Services:			
Community Services	92,068	61,000	31,068
<i>Total Expenditures</i>	<u>1,665,110</u>	<u>1,568,793</u>	<u>96,317</u>
<i>Net Change in Fund Balance</i>	(58,710)	(15,910)	42,800
<i>Fund Balance (Deficit) at Beginning of Year</i>	6,998	6,998	-
Prior Year Encumbrances Appropriated	58,666	58,666	-
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 6,954</u>	<u>\$ 49,754</u>	<u>\$ 42,800</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Title IV-A Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Intergovernmental	\$ 106,160	\$ 98,712	\$ (7,448)
<b>Expenditures:</b>			
Current:			
Support Services:			
Administration	95,655	95,655	-
Operation of Non-Instructional Services:			
Community Services	4,162	4,162	-
<i>Total Expenditures</i>	<i>99,817</i>	<i>99,817</i>	<i>-</i>
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>6,343</i>	<i>(1,105)</i>	<i>(7,448)</i>
<b>Other Financing Sources (Uses):</b>			
Advances Out	(895)	(895)	-
<i>Net Change in Fund Balance</i>	<i>5,448</i>	<i>(2,000)</i>	<i>(7,448)</i>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>Fund Balance (Deficit) at End of Year</i>	<u><i>\$ 5,448</i></u>	<u><i>\$ (2,000)</i></u>	<u><i>\$ (7,448)</i></u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Preschool Disability Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Intergovernmental	\$ 41,915	\$ 38,176	\$ (3,739)
<b>Expenditures:</b>			
Current:			
Support Services:			
Pupils	36,044	35,910	134
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>5,871</i>	<i>2,266</i>	<i>(3,605)</i>
<b>Other Financing Sources (Uses):</b>			
Advances Out	(2,132)	(2,132)	-
<i>Net Change in Fund Balance</i>	<i>3,739</i>	<i>134</i>	<i>(3,605)</i>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<i>-</i>	<i>-</i>	<i>-</i>
<i>Fund Balance (Deficit) at End of Year</i>	<i>\$ 3,739</i>	<i>\$ 134</i>	<i>\$ (3,605)</i>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Title IIA Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Intergovernmental	\$ 291,320	\$ 143,911	\$ (147,409)
<b>Expenditures:</b>			
Current:			
Support Services:			
Instructional Staff	141,290	146,248	(4,958)
Fiscal	6,589	4,234	2,355
Operation of Non-Instructional Services:			
Community Services	33,174	14,213	18,961
<i>Total Expenditures</i>	<u>181,053</u>	<u>164,695</u>	<u>16,358</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>110,267</u>	<u>(20,784)</u>	<u>(131,051)</u>
<b>Other Financing Sources (Uses):</b>			
Advances In	-	3,608	3,608
<i>Net Change in Fund Balance</i>	<u>110,267</u>	<u>(17,176)</u>	<u>(127,443)</u>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>827</u>	<u>827</u>	<u>-</u>
Prior Year Encumbrances Appropriated	16,357	16,357	-
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 127,451</u>	<u>\$ 8</u>	<u>\$ (127,443)</u>

**Berea City School District  
Cuyahoga County, Ohio**

*Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Miscellaneous Federal Grants Fund  
For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Expenditures:</b>			
Current:			
Support Services:			
Operation and Maintenance of Plant	\$ 21,098	\$ 21,098	\$ -
<i>Net Change in Fund Balance</i>	<i>(21,098)</i>	<i>(21,098)</i>	<i>-</i>
<i>Fund Balance (Deficit) at Beginning of Year</i>			
Prior Year Encumbrances Appropriated	21,098	21,098	-
<i>Fund Balance (Deficit) at End of Year</i>	<i>\$ -</i>	<i>\$ -</i>	<i>\$ -</i>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Bond Retirement Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Property and Other Local Taxes	\$ 5,922,857	\$ 6,401,915	\$ 479,058
Intergovernmental	126,000	135,458	9,458
<i>Total Revenues</i>	<u>6,048,857</u>	<u>6,537,373</u>	<u>488,516</u>
<b>Expenditures:</b>			
Current:			
Support Services:			
Fiscal	85,000	84,160	840
Debt Service:			
Principal Retirement	1,160,000	1,160,000	-
Interest and Fiscal Charges	4,401,300	4,401,300	-
<i>Total Expenditures</i>	<u>5,646,300</u>	<u>5,645,460</u>	<u>840</u>
<i>Net Change in Fund Balance</i>	<u>402,557</u>	<u>891,913</u>	<u>489,356</u>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>4,085,175</u>	<u>4,085,175</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 4,487,732</u>	<u>\$ 4,977,088</u>	<u>\$ 489,356</u>

**Berea City School District  
Cuyahoga County, Ohio**

*Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Permanent Improvement Fund  
For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Property and Other Local Taxes	\$ 1,485,074	\$ 1,428,801	\$ (56,273)
Intergovernmental	28,000	131,021	103,021
Rent	200,000	302,315	102,315
<i>Total Revenues</i>	<u>1,713,074</u>	<u>1,862,137</u>	<u>149,063</u>
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular	12,343	-	12,343
Support Services:			
Instructional Staff	17,228	-	17,228
Fiscal	25,000	18,892	6,108
Operation and Maintenance of Plant	231,260	255,187	(23,927)
Pupil Transportation	238,616	270,000	(31,384)
Central	-	4,360	(4,360)
Extracurricular Activities	-	11,739	(11,739)
Capital Outlay	1,249,572	1,213,841	35,731
Debt Service:			
Principal Retirement	115,000	115,000	-
Interest and Fiscal Charges	179,469	179,469	-
<i>Total Expenditures</i>	<u>2,068,488</u>	<u>2,068,488</u>	<u>-</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(355,414)</u>	<u>(206,351)</u>	<u>149,063</u>
<b>Other Financing Sources (Uses):</b>			
Proceeds from Sale of Assets	158,716	161,168	2,452
<i>Net Change in Fund Balance</i>	<u>(196,698)</u>	<u>(45,183)</u>	<u>151,515</u>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>111,004</u>	<u>111,004</u>	<u>-</u>
Prior Year Encumbrances Appropriated	245,496	245,496	-
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 159,802</u>	<u>\$ 311,317</u>	<u>\$ 151,515</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Building Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Expenditures:</b>			
Current:			
Capital Outlay	\$ 261,274	\$ 261,274	\$ -
<i>Net Change in Fund Balance</i>	<i>(261,274)</i>	<i>(261,274)</i>	<i>-</i>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<i>-</i>	<i>-</i>	<i>-</i>
Prior Year Encumbrances Appropriated	261,274	261,274	-
<i>Fund Balance (Deficit) at End of Year</i>	<i>\$ -</i>	<i>\$ -</i>	<i>\$ -</i>

**Berea City School District  
Cuyahoga County, Ohio**

*Schedule of Revenues, Expenditures, and Changes in Fund Balance  
Budget (Non-GAAP Basis) and Actual  
Network Connectivity Fund  
For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Intergovernmental	\$ 18,996	\$ 9,956	\$ (9,040)
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular	35,349	26,349	9,000
<i>Net Change in Fund Balance</i>	<i>(16,353)</i>	<i>(16,393)</i>	<i>(40)</i>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<i>1,478</i>	<i>1,478</i>	<i>-</i>
Prior Year Encumbrances Appropriated	14,915	14,915	-
<i>Fund Balance (Deficit) at End of Year</i>	<i>\$ 40</i>	<i>\$ -</i>	<i>\$ (40)</i>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Self Insurance Fund*  
*For the Fiscal Year Ended June 30, 2025*

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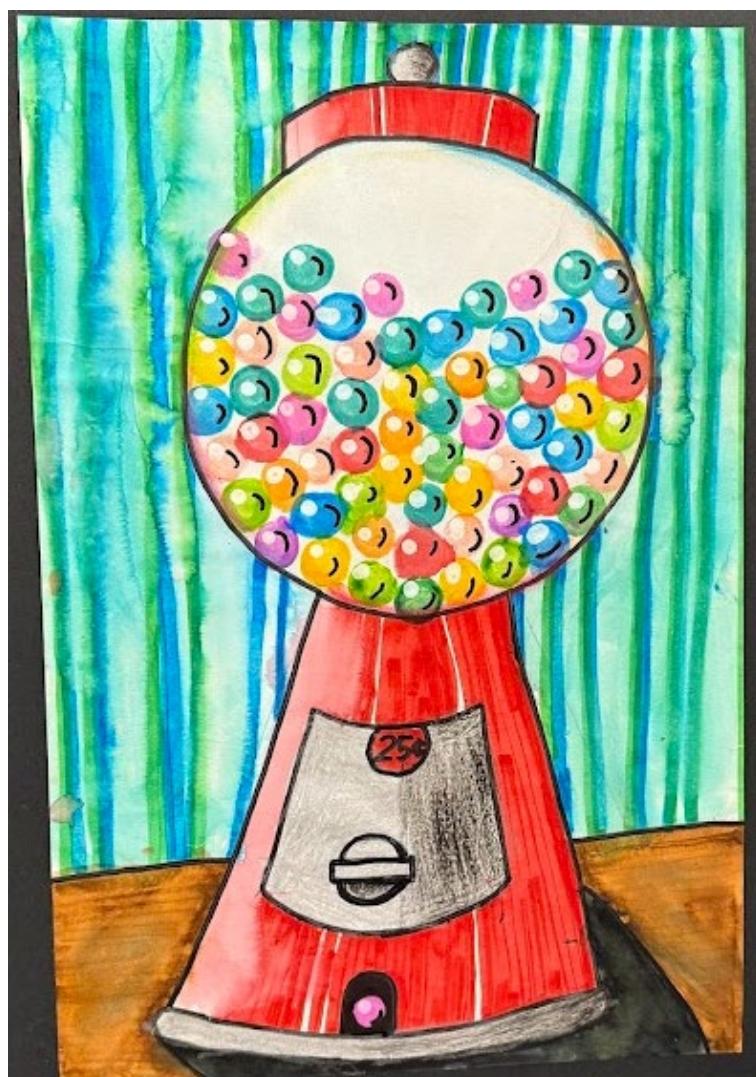
	Final Budget	Actual	Variance
<b>Revenues:</b>			
Charges for Services	\$ 14,250,000	\$ 12,921,140	(1,328,860)
Other	50,000	87,435	37,435
<i>Total Revenues</i>	<u>14,300,000</u>	<u>13,008,575</u>	<u>(1,291,425)</u>
<b>Expenditures:</b>			
Purchased Services	-	896,110	(896,110)
Claims	13,401,976	11,461,111	1,940,865
<i>Total Expenditures</i>	<u>13,401,976</u>	<u>12,357,221</u>	<u>1,044,755</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>898,024</u>	<u>651,354</u>	<u>(246,670)</u>
<b>Other Financing Sources (Uses):</b>			
Interest	-	29,138	29,138
Advances Out	(368,049)	(328,371)	39,678
Transfers In	-	67,740	67,740
<i>Total Other Financing Sources (Uses)</i>	<u>(368,049)</u>	<u>(231,493)</u>	<u>136,556</u>
<i>Net Change in Fund Balance</i>	<u>529,975</u>	<u>419,861</u>	<u>(110,114)</u>
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>(179,320)</u>	<u>(179,320)</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 350,655</u>	<u>\$ 240,541</u>	<u>\$ (110,114)</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Schedule of Revenues, Expenditures, and Changes in Fund Balance*  
*Budget (Non-GAAP Basis) and Actual*  
*Workers Compensation Fund*  
*For the Fiscal Year Ended June 30, 2025*

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	Final Budget	Actual	Variance
<b>Revenues:</b>			
Other	\$ 300,000	\$ 256,865	\$ (43,135)
<b>Expenditures:</b>			
Purchased Services	300,000	291,879	8,121
<i>Net Change in Fund Balance</i>	-	(35,014)	(35,014)
<i>Fund Balance (Deficit) at Beginning of Year</i>	171,638	171,638	-
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 171,638</u>	<u>\$ 136,624</u>	<u>\$ (35,014)</u>

# Statistical Section





## ***Statistical Section***

This part of the Berea City School 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 School District's overall financial health.

<b><u>Contents</u></b>	<b><u>Page(s)</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	S-2 - S-11
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the School District's most significant local revenue source, the property tax.	S-13 - S-22
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	S-23 - S-26
<b>Economic and Demographic Information</b> These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place.	S-27 - S-28
<b>Operating Information</b> These schedules contain service data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S-29 - S-41

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

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Net Position by Component*  
*Last Ten Fiscal Years*  
*(Accrual Basis of Accounting)*

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	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>
<b>Governmental Activities:</b>				
Net Investment in Capital Assets	\$ 31,855,483	\$ 30,817,004	\$ 30,402,211	\$ 31,315,162
Restricted for:				
Capital Outlay	746,504	9,878	365,708	690,956
Debt Service	4,322,745	3,499,836	3,083,595	2,532,893
Other Purposes	7,314,332	7,896,918	3,563,588	2,114,411
Unrestricted	<u>(52,101,224)</u>	<u>(57,788,893)</u>	<u>(61,493,384)</u>	<u>(65,775,191)</u>
<i>Total Governmental Activities</i>				
<i>Net Position</i>	<u><u>\$ (7,862,160)</u></u>	<u><u>\$ (15,565,257)</u></u>	<u><u>\$ (24,078,282)</u></u>	<u><u>\$ (29,121,769)</u></u>

**Source:** School District financial records.

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	<b>2021</b>		<b>2020</b>		<b>2019</b>		<b>2018</b>		<b>2017</b>		<b>2016</b>
\$	26,381,275	\$	25,042,885	\$	25,174,402	\$	23,844,288	\$	16,438,747	\$	14,073,293
4,655,953		5,509,269		4,487,867		2,485,689		1,470,269		1,585,366	
1,711,665		662,871		780,313		141,560		2,266,997		1,652,894	
1,785,416		1,793,261		2,566,316		3,264,867		3,271,177		2,852,141	
(79,933,025)		(79,462,127)		(70,197,266)		(85,038,645)		(129,847,312)		(97,200,890)	
<u>\$</u>	<u>(45,398,716)</u>	<u>\$</u>	<u>(46,453,841)</u>	<u>\$</u>	<u>(37,188,368)</u>	<u>\$</u>	<u>(55,302,241)</u>	<u>\$</u>	<u>(106,400,122)</u>	<u>\$</u>	<u>(77,037,196)</u>

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Changes in Net Position by Function*  
*Last Ten Fiscal Years*  
*(Accrual Basis of Accounting)*

	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>
<b>Expenses:</b>				
Governmental Activities:				
Instruction:				
Regular	\$ 34,440,499	\$ 38,619,082	\$ 37,381,838	\$ 32,944,348
Special	15,648,048	14,690,356	15,151,121	13,961,934
Vocational	745,178	963,173	780,799	589,765
Support Services:				
Pupil Support	6,065,715	6,156,225	5,667,408	5,958,039
Instructional Staff	3,221,045	3,654,621	2,961,644	2,663,845
Board of Education	37,165	36,953	39,023	39,154
Administration	5,299,257	5,939,534	5,532,301	4,802,210
Fiscal	2,346,906	2,216,679	2,694,088	2,559,296
Business	474,967	403,511	280,633	378,220
Operation and Maintenance of Plant	6,955,624	7,320,781	6,447,708	6,451,259
Pupil Transportation	6,071,039	5,765,950	5,852,818	6,080,587
Central Support	2,640,198	2,085,304	2,093,449	1,816,882
Operation of Non-Instructional Services	3,966,516	3,385,577	3,050,831	3,576,482
Extracurricular Activities	1,559,385	1,491,923	1,568,277	1,220,870
Intergovernmental	-	-	-	-
Interest Expense	5,266,046	5,342,973	5,411,308	5,957,698
<i>Total Governmental Activities Expenses</i>	<i>94,737,588</i>	<i>98,072,642</i>	<i>94,913,246</i>	<i>89,000,589</i>
 <b>Program Revenues:</b>				
Governmental Activities:				
Charges for Services:				
Instruction:				
Regular	\$ 2,969,653	\$ 2,853,826	\$ 3,124,335	\$ 1,296,511
Special	440,810	701,804	796,095	848,842
Support Services:				
Pupil Support	-	-	-	-
Instructional Staff	-	6,367	2,103	1,347
Fiscal	4,072	12,690	18,335	16,717
Business	-	-	-	-
Operation and Maintenance of Plant	311,331	6,699	5,604	7,321
Pupil Transportation	9,006	3,726	5,167	8,074
Central Support	145	412	184	-
Operation of Non-Instructional Services	708,629	1,240,837	1,179,435	846,637
Extracurricular Activities	464,039	412,015	379,274	332,230
Operating Grants and Contributions				
Regular	286,846	4,256,067	3,522,174	4,077,668
Special	2,171,124	2,082,432	2,233,591	1,632,671
Vocational	-	279,648	280,534	250,178
Support Services:				
Pupil Support	39,849	88,860	37,478	86,136
Instructional Staff	640,749	913,224	807,651	571,291
Administration	472,567	757,114	533,809	531,058
Fiscal	65,084	38,227	111,634	86,995
Business	-	-	-	-
Operation and Maintenance of Plant	132,598	700,182	167,494	491,962
Pupil Transportation	62,800	98,530	15,519	33,486
Central Support	-	-	-	224
Operation of Non-Instructional Services	2,304,261	1,986,127	1,714,523	3,729,659
Extracurricular Activities	21,129	13,448	229,225	30,547
Intergovernmental	-	-	-	-
Capital Grants and Contributions				
Instruction:				
Regular	9,956	16,563	17,958	14,066
Support Services:				
Instructional Staff	-	69,540	22,967	15,137
Fiscal	6,852	3,775	6,159	5,622
Operation and Maintenance of Plant	20,402	6,518	27,110	22,409
Pupil Transportation	97,928	40,695	56,444	90,758
Central Support	1,581	4,496	2,005	-
Extracurricular Activities	4,258	478,582	7,972	1,517
<i>Total Governmental Activities Program Revenues</i>	<i>11,245,669</i>	<i>17,072,404</i>	<i>15,304,779</i>	<i>15,029,063</i>

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
\$ 41,439,366	\$ 39,750,537	\$ 31,592,146	\$ 12,312,233	\$ 38,742,810	\$ 34,675,549	
16,207,188	16,314,207	12,630,609	5,506,454	14,924,379	14,369,441	
526,633	355,967	278,798	94,264	304,519	281,881	
6,413,152	6,046,331	4,546,439	2,571,937	5,753,491	5,180,499	
2,590,206	2,040,688	1,785,199	1,045,776	2,210,710	1,873,500	
32,988	40,645	44,546	48,601	28,976	40,802	
5,317,729	5,451,287	4,255,353	1,834,766	5,516,878	5,075,784	
2,298,476	2,052,251	2,315,567	2,087,469	2,343,485	2,078,462	
411,301	486,587	439,260	346,703	503,791	658,200	
7,244,694	7,225,801	6,115,703	4,520,998	6,288,109	5,570,470	
5,422,153	6,837,412	5,911,804	5,925,401	6,281,638	5,877,604	
2,007,529	3,073,890	2,249,789	1,305,965	2,673,824	1,949,975	
2,871,631	3,466,500	3,516,814	2,849,116	3,458,007	3,207,160	
1,166,401	1,338,903	1,667,485	1,383,137	1,368,948	1,404,707	
-	263,918	-	-	-	-	
5,550,026	5,658,789	5,576,940	5,502,748	2,773,750	1,210,442	
<b>99,499,473</b>	<b>100,403,713</b>	<b>82,926,452</b>	<b>47,335,568</b>	<b>93,173,315</b>	<b>83,454,476</b>	
\$ 3,655,745	\$ 1,886,551	\$ 2,507,703	\$ 2,050,604	\$ 2,217,870	\$ 1,446,786	
739,003	1,110,522	536,462	2,548,435	2,179,966	1,470,301	
786	-	-	-	-	750	
-	-	-	-	-	20,319	
-	34,330	8,408	11,333	10,398	22,967	
-	-	-	-	4,446	24,214	
-	4,884	1,548	5,557	91,336	74,130	
-	117,209	175,774	182,616	186,044	207,648	
-	-	-	-	-	-	
291,295	1,191,852	1,637,174	1,723,781	1,674,661	1,683,701	
129,718	270,507	349,800	473,677	467,138	416,581	
1,372,483	165,677	366,197	174,834	223,091	193,444	
4,228,188	4,195,621	3,933,599	3,998,854	3,996,264	4,219,640	
35,777	33,988	33,988	37,293	34,668	27,112	
887,010	891,856	391,565	443,272	591,930	673,554	
573,599	17,671	5,047	10,808	8,208	17,489	
280,412	294,008	238,311	279,443	308,439	241,772	
51,704	501,862	73,774	109,130	119,384	93,586	
-	-	-	-	1,316	-	
299,087	26,257	1,392	891	-	1,113	
241,930	265	596	355	918	665	
66,473	274,154	595,394	496,492	547,407	340,446	
1,734,353	1,079,742	1,320,941	1,535,570	1,639,355	1,641,179	
3,770	20,652	195,653	46,154	29,813	122,434	
-	263,918	-	-	-	-	
46,942	1,100,373	2,203,034	1,354,178	373,090	8,117	
29,934	-	-	247,000	247,000	-	
4,031	-	-	-	-	-	
35,636	-	-	-	-	-	
51,151	-	-	-	-	-	
17,779	-	-	4,483	4,483	4,483	
-	-	-	-	-	-	
<b>14,776,806</b>	<b>13,481,899</b>	<b>14,576,360</b>	<b>15,734,760</b>	<b>14,957,225</b>	<b>12,952,431</b>	

(continued)

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Changes in Net Position by Function*  
*Last Ten Fiscal Years*  
*(Accrual Basis of Accounting)*

	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>
<b>Net (Expense) Revenue:</b>				
Governmental Activities	(83,491,919)	(81,000,238)	(79,608,467)	(73,971,526)
<b>General Revenues and Other Changes in Net Position</b>				
Governmental Activities:				
Property and Other Local Taxes Levied For:				
General Purposes	60,731,964	\$ 61,594,408	\$ 59,523,720	\$ 61,862,619
Debt Service	6,289,864	5,843,383	5,952,147	6,051,938
Capital Outlay	1,410,207	1,447,659	1,396,185	1,612,334
Grants and Entitlements not Restricted				
to Specific Programs	19,780,999	17,671,804	16,472,833	19,759,782
Payment in Lieu of Taxes	618,593	420,461	168,250	143,986
Gain on Sale of Capital Assets	-	-	15,555	3,475
Investment Earnings	1,778,812	1,811,160	880,240	(206,281)
Miscellaneous	1,188,083	724,388	243,024	326,342
<i>Total Governmental Activities</i>	<u>91,798,522</u>	<u>89,513,263</u>	<u>84,651,954</u>	<u>89,554,195</u>
<b>Change in Net Position</b>				
Governmental Activities	<u>\$ 8,306,603</u>	<u>\$ 8,513,025</u>	<u>\$ 5,043,487</u>	<u>\$ 15,582,669</u>

**Source:** School District financial records.

<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
(84,722,667)	(86,921,814)	(68,350,092)	(31,600,808)	(78,216,090)	(70,502,045)
\$ 59,775,125	\$ 52,082,979	\$ 58,010,465	\$ 54,514,378	\$ 50,318,517	\$ 55,882,938
5,807,862	4,994,713	5,895,203	5,134,082	4,109,314	146,897
1,416,442	1,237,259	1,372,232	1,468,167	1,192,802	1,314,500
17,040,708	18,034,319	20,360,996	21,045,208	21,679,782	22,430,197
262,420	-	-	-	-	-
28,141	49,212	-	-	-	-
46,425	691,142	510,554	262,005	146,467	37,954
1,400,669	566,717	314,515	274,849	466,464	249,528
<u>85,777,792</u>	<u>77,656,341</u>	<u>86,463,965</u>	<u>82,698,689</u>	<u>77,913,346</u>	<u>80,062,014</u>
<u>\$ 1,055,125</u>	<u>\$ (9,265,473)</u>	<u>\$ 18,113,873</u>	<u>\$ 51,097,881</u>	<u>\$ (302,744)</u>	<u>\$ 9,559,969</u>

**Berea City School District  
Cuyahoga County, Ohio**  
*Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
(Modified Accrual Basis of Accounting)*

	2025	2024	2023	2022
<b>General Fund</b>				
Nonspendable	\$ 23,617	\$ 23,617	\$ 23,617	\$ 22,143
Committed	-	65,198	127,678	396,243
Assigned	3,392,518	2,027,060	1,139,726	1,962,488
Unassigned	22,291,727	21,740,028	20,726,816	18,353,640
<i>Total General Fund</i>	<u>25,707,862</u>	<u>23,855,903</u>	<u>22,017,837</u>	<u>20,734,514</u>
<b>All Other Governmental Funds</b>				
Nonspendable	-	-	-	-
Restricted	7,327,773	6,521,538	6,381,433	6,106,608
Committed	225,789	-	-	-
Assigned	179,981	-	-	-
Unassigned	(62,039)	(1,480,509)	(867,646)	(934,707)
<i>Total All Other Governmental Funds</i>	<u>7,671,504</u>	<u>5,041,029</u>	<u>5,513,787</u>	<u>5,171,901</u>
<b>Total Governmental Funds</b>	<b>\$ 33,379,366</b>	<b>\$ 28,896,932</b>	<b>\$ 27,531,624</b>	<b>\$ 25,906,415</b>

**Source:** School District financial records.

<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
\$ 39,700	\$ 23,400	\$ 24,499	\$ 57,477	\$ 116,634	\$ 119,475
205,404	189,547	352,059	138,451	-	-
1,751,303	520,019	2,125,832	550,292	708,842	795,952
<u>14,672,954</u>	<u>13,239,922</u>	<u>21,378,427</u>	<u>20,188,001</u>	<u>21,184,483</u>	<u>21,706,939</u>
<u>16,669,361</u>	<u>13,972,888</u>	<u>23,880,817</u>	<u>20,934,221</u>	<u>22,009,959</u>	<u>22,622,366</u>
25,377	7,110	6,562	9,281	9,455	8,906
7,041,599	15,531,578	61,838,654	100,881,654	119,836,080	4,781,997
-	-	-	-	-	-
-	-	-	-	-	-
<u>(1,032,588)</u>	<u>(827,601)</u>	<u>(397,602)</u>	<u>(915,292)</u>	<u>(1,715,265)</u>	<u>(1,335,522)</u>
<u>6,034,388</u>	<u>14,711,087</u>	<u>61,447,614</u>	<u>99,975,643</u>	<u>118,130,270</u>	<u>3,455,381</u>
<u>\$ 22,703,749</u>	<u>\$ 28,683,975</u>	<u>\$ 85,328,431</u>	<u>\$ 120,909,864</u>	<u>\$ 140,140,229</u>	<u>\$ 26,077,747</u>

**Berea City School District**

**Cuyahoga County, Ohio**

*Changes in Fund Balances, Governmental Funds*

*Last Ten Fiscal Years*

*(Modified Accrual Basis of Accounting)*

	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>
<b>Revenues:</b>				
Property and Other Local Taxes	\$ 68,438,117	\$ 68,455,301	\$ 67,608,737	\$ 69,635,156
Intergovernmental	27,704,858	27,197,566	25,450,198	30,231,418
Investment Income	1,774,918	1,803,308	884,009	(199,142)
Tuition and Fees	3,706,565	3,852,011	3,733,741	4,798,326
Extracurricular Activities	672,993	688,521	622,012	338,246
Charges for Services	345,474	822,783	909,334	223,485
Rent	316,143	120,066	69,819	42,594
Contributions and Donations	297,578	406,831	507,119	287,405
Payments in Lieu of Taxes	618,593	420,461	168,250	143,986
Miscellaneous	1,025,503	719,969	243,024	326,342
<i>Total Revenues</i>	<u>104,900,742</u>	<u>104,486,817</u>	<u>100,196,243</u>	<u>105,827,816</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular	36,180,886	38,790,899	36,787,288	36,447,338
Special	16,078,064	15,157,254	15,481,065	15,107,665
Vocational	836,245	962,825	781,537	629,929
Support Services:				
Pupils	6,306,129	6,203,374	5,646,584	6,351,993
Instructional Staff	3,461,113	3,932,397	2,884,245	2,763,537
Board of Education	37,453	37,072	39,246	39,081
Administration	5,879,716	6,105,541	5,621,651	5,134,728
Fiscal	2,409,219	2,321,649	2,838,584	2,668,281
Business	478,654	399,289	295,442	368,792
Operation and Maintenance of Plant	7,235,202	7,600,511	6,860,808	7,156,456
Pupil Transportation	6,038,464	6,101,252	5,824,779	6,075,066
Central	2,002,486	2,054,048	2,356,314	2,106,416
Operation of Non-Instructional Services:				
Extracurricular Activities	1,606,252	1,537,836	1,694,925	1,380,657
Intergovernmental	-	-	-	-
Capital Outlay	710,764	1,107,588	816,901	5,051,418
Debt Service:				
Principal Retirement	2,226,000	2,209,500	2,115,000	1,906,500
Interest and Fiscal Charges	5,210,857	5,287,658	5,352,146	5,410,784
Issuance Costs	-	-	-	-
<i>Total Expenditures</i>	<u>100,513,148</u>	<u>103,172,405</u>	<u>98,586,589</u>	<u>102,188,845</u>
<i>Excess (Deficiency) of Revenue Over (Under) Expenditures</i>	<u>4,387,594</u>	<u>1,314,412</u>	<u>1,609,654</u>	<u>3,638,971</u>
<b>Other Financing Sources (Uses):</b>				
Proceeds from Sale of Assets	162,580	50,896	15,555	3,475
General Obligation Bonds Issued	-	-	-	-
Premium on General Obligation Bonds Issued	-	-	-	-
Payment on Refunding Bonds Escrow Agent	-	-	-	-
Certificates of Participation Issued	-	-	-	-
Premium on Certificates of Participation Issued	-	-	-	-
Bus Acquisition Bonds Issued	-	-	-	-
Transfers In	482,047	10,978	21,380	776,808
Transfers Out	(549,787)	(10,978)	(21,380)	(776,808)
<i>Total Financing Sources and (Uses)</i>	<u>94,840</u>	<u>50,896</u>	<u>15,555</u>	<u>3,475</u>
<i>Net Change in Fund Balance</i>	<u>\$ 4,482,434</u>	<u>\$ 1,365,308</u>	<u>\$ 1,625,209</u>	<u>\$ 3,642,446</u>
Debt Service as a Percentage of Noncapital Expenditures	7.45%	7.50%	7.68%	7.61%

**Source:** School District financial records.

2021	2020	2019	2018	2017	2016
\$ 67,681,537	\$ 55,758,233	\$ 65,415,998	\$ 61,150,597	\$ 55,293,938	\$ 58,226,212
26,446,811	25,486,457	26,862,209	28,207,656	28,615,793	29,924,108
93,833	1,790,847	2,720,570	1,627,411	521,038	39,318
4,107,431	4,297,428	4,214,365	4,498,408	5,460,488	3,815,856
142,483	274,368	339,524	403,521	433,106	404,938
89,824	517,292	632,626	602,820	633,355	766,205
3,618	10,884	23,778	71,621	124,466	73,197
175,417	49,212				
262,420	174,356	398,451	341,793	367,468	192,101
1,407,374	350,118	312,515	274,103	274,619	249,528
<u>100,410,748</u>	<u>88,709,195</u>	<u>100,920,036</u>	<u>97,177,930</u>	<u>91,724,271</u>	<u>93,691,463</u>
38,881,527	38,942,183	37,805,621	36,380,449	36,074,257	34,864,569
15,357,176	15,899,179	14,725,275	14,014,668	14,286,503	14,232,343
473,472	343,266	346,301	334,293	285,446	283,808
6,000,232	5,971,695	5,219,111	5,292,070	5,386,938	5,359,881
2,535,156	1,940,124	2,042,438	2,040,209	2,060,714	1,910,149
33,302	40,780	44,445	48,237	28,575	40,738
5,248,709	5,242,789	5,057,379	5,036,326	5,074,548	5,099,125
2,346,349	1,996,158	2,246,225	2,383,479	2,224,571	2,045,894
430,145	468,192	424,491	408,672	469,412	658,971
6,894,200	6,506,340	5,924,519	5,803,600	5,683,973	5,566,073
5,299,014	5,225,729	5,217,248	6,247,930	5,474,561	4,999,087
2,328,582	2,893,485	2,327,616	2,252,932	2,414,948	1,947,997
2,857,879	3,266,406	3,469,989	3,420,439	3,237,037	3,106,638
1,146,206	1,316,250	1,662,852	1,463,966	1,327,908	1,415,283
	263,918				
9,262,799	47,639,913	48,433,504	19,209,529	1,896,516	1,114,388
1,853,000	1,772,000	1,648,000	6,605,000	2,150,000	1,930,000
5,471,367	5,625,244	5,389,311	5,466,496	2,296,963	1,195,949
-	-	222,144	170,106	1,353,238	222,380
<u>106,419,115</u>	<u>145,353,651</u>	<u>142,206,469</u>	<u>116,578,401</u>	<u>91,726,108</u>	<u>85,993,273</u>
(6,008,367)	(56,644,456)	(41,286,433)	(19,400,471)	(1,837)	7,698,190
28,141	-	-	-	-	-
-	-	-	-	112,500,000	-
-	-	-	-	1,564,319	-
-	-	-	(14,108,894)	-	(8,942,092)
-	-	5,210,000	14,279,000	-	8,900,000
-	-	-	-	-	264,473
-	-	495,000	-	-	-
97,312	252,549	307,407	3,169,688	464,158	2,225,942
(97,312)	(252,549)	(307,407)	(3,169,688)	(464,158)	(2,225,942)
<u>28,141</u>	<u>-</u>	<u>5,705,000</u>	<u>170,106</u>	<u>114,064,319</u>	<u>222,381</u>
<u>\$ (5,980,226)</u>	<u>\$ (56,644,456)</u>	<u>\$ (35,581,433)</u>	<u>\$ (19,230,365)</u>	<u>\$ 114,062,482</u>	<u>\$ 7,920,571</u>

7.58%      7.50%      7.60%      12.50%      4.90%      3.70%

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**Berea City School District**  
**Cuyahoga County, Ohio**  
*Assessed and Estimated Actual Value of Taxable Property*  
*Last Ten Collection Years*

Collection Year	Real Property (1)			Public Utility (2)			Total			Direct Rate
	Residential/ Agricultural	Commercial/ Industrial/PU	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio	
2025	\$ 1,409,400,170	\$ 568,564,880	\$ 4,026,857,629	\$ 76,834,520	\$ 87,311,955	\$ 2,054,799,570	\$ 4,114,169,584	50%	81.50	
2024	1,097,614,790	522,269,140	3,136,042,257	69,920,110	79,454,670	1,689,804,040	3,215,496,927	53%	81.50	
2023	1,100,223,610	524,394,540	3,143,496,029	67,375,140	76,562,659	1,691,993,290	3,220,058,688	53%	81.50	
2022	1,097,531,520	504,284,340	3,135,804,343	63,192,900	71,810,114	1,665,008,760	3,207,614,457	52%	81.98	
2021	919,094,580	479,780,470	2,625,984,514	58,355,240	66,312,773	1,457,230,290	2,692,297,287	54%	81.90	
2020	918,745,410	477,920,580	2,624,986,886	54,166,250	61,552,557	1,450,832,240	2,686,539,443	54%	82.10	
2019	914,935,120	461,240,710	2,614,100,343	50,087,240	56,917,318	1,426,263,070	2,671,017,661	53%	82.20	
2018	826,049,630	450,089,880	2,360,141,800	44,823,660	50,935,977	1,320,963,170	2,411,077,777	55%	82.10	
2017	825,589,220	430,825,830	2,358,826,343	40,412,290	45,923,057	1,296,827,340	2,404,749,400	54%	82.20	
2016	823,937,040	451,072,190	2,354,105,829	36,528,700	41,509,886	1,311,537,930	2,395,615,715	55%	78.00	

Source: Cuyahoga County Fiscal Officer - Data is presented on a calendar year basis as this is the manner in which information is maintained by the County Fiscal Officer.

- (1) Real estate value is assessed at 35% of actual value.
- (2) Public utility personal is assessed at 88% of actual value.
- (3) Tangible personal property is assessed at 23% of actual value.

**Berea City School District**

**Cuyahoga County, Ohio**

*Property Tax Rates*

*(per \$1,000 of assessed value)*

*Last Ten Years*

	2025	2024	2023	2022
<b>Unvoted Millage</b>				
Operating	\$ 4.050	\$ 4.050	\$ 4.050	\$ 4.050
<b>Voted Millage - by levy</b>				
1976 Operating - Continued				
Effective Millage Rates				
Residential/Agricultural Real	\$ 4.460	\$ 5.720	\$ 5.179	\$ 5.179
Commercial/Industrial and Public Utility Real	\$ 11.670	\$ 12.530	\$ 12.496	\$ 12.544
General Business and Public Utility Personal	\$ 31.400	\$ 31.400	\$ 31.400	\$ 31.400
1985 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	\$ 1.990	\$ 2.552	\$ 2.551	\$ 2.551
Commercial/Industrial and Public Utility Real	\$ 3.450	\$ 3.707	\$ 3.697	\$ 3.711
General Business and Public Utility Personal	\$ 6.900	\$ 6.900	\$ 6.900	\$ 6.900
1991 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	\$ 2.390	\$ 3.069	\$ 3.068	\$ 3.068
Commercial/Industrial and Public Utility Real	\$ 3.970	\$ 4.268	\$ 4.257	\$ 4.273
General Business and Public Utility Personal	\$ 6.900	\$ 6.900	\$ 6.900	\$ 6.900
1994 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	\$ 2.460	\$ 3.154	\$ 3.152	\$ 3.153
Commercial/Industrial and Public Utility Real	\$ 3.810	\$ 4.094	\$ 4.083	\$ 4.098
General Business and Public Utility Personal	\$ 5.900	\$ 5.900	\$ 5.900	\$ 5.900
2000 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	\$ 3.120	\$ 3.999	\$ 3.998	\$ 3.998
Commercial/Industrial and Public Utility Real	\$ 4.260	\$ 4.572	\$ 4.560	\$ 4.576
General Business and Public Utility Personal	\$ 5.900	\$ 5.900	\$ 5.900	\$ 5.900
2002 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	\$ 3.470	\$ 4.446	\$ 4.444	\$ 4.445
Commercial/Industrial and Public Utility Real	\$ 4.950	\$ 5.316	\$ 5.301	\$ 5.321
General Business and Public Utility Personal	\$ 5.900	\$ 5.900	\$ 5.900	\$ 5.900
2006 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	\$ 3.100	\$ 3.981	\$ 3.979	\$ 3.979
Commercial/Industrial and Public Utility Real	\$ 4.400	\$ 4.730	\$ 4.717	\$ 4.735
General Business and Public Utility Personal	\$ 5.250	\$ 5.250	\$ 5.250	\$ 5.250
2012 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	\$ 2.310	\$ 2.957	\$ 2.956	\$ 2.956
Commercial/Industrial and Public Utility Real	\$ 3.270	\$ 3.514	\$ 3.504	\$ 3.517
General Business and Public Utility Personal	\$ 3.900	\$ 3.900	\$ 3.900	\$ 3.980
2016 Bond Levy (debt service)	\$ 3.500	\$ 3.500	\$ 3.500	\$ 3.900

	2021		2020		2019		2018		2017		2016
\$	4.050	\$	4.050	\$	4.050	\$	4.050	\$	4.050	\$	4.050
\$	6.818	\$	6.810	\$	6.820	\$	7.540	\$	7.540	\$	7.540
\$	13.250	\$	13.260	\$	13.290	\$	13.660	\$	13.900	\$	13.910
\$	31.400	\$	31.400	\$	31.400	\$	31.400	\$	31.400	\$	31.400
\$	3.040	\$	3.040	\$	3.040	\$	3.370	\$	3.360	\$	3.360
\$	3.921	\$	3.920	\$	3.930	\$	4.040	\$	4.110	\$	4.110
\$	6.900	\$	6.900	\$	6.900	\$	6.900	\$	6.900	\$	6.900
\$	3.658	\$	3.660	\$	3.660	\$	4.050	\$	4.040	\$	4.040
\$	4.514	\$	4.520	\$	4.530	\$	4.650	\$	4.740	\$	4.740
\$	6.900	\$	6.900	\$	6.900	\$	6.900	\$	6.900	\$	6.900
\$	3.759	\$	3.760	\$	3.760	\$	4.160	\$	4.150	\$	4.160
\$	4.330	\$	4.330	\$	4.340	\$	4.460	\$	4.540	\$	4.540
\$	5.900	\$	5.900	\$	5.900	\$	5.900	\$	5.900	\$	5.900
\$	4.767	\$	4.760	\$	4.770	\$	5.270	\$	5.270	\$	5.270
\$	4.835	\$	4.840	\$	4.850	\$	4.980	\$	5.070	\$	5.070
\$	5.900	\$	5.900	\$	5.900	\$	5.900	\$	5.900	\$	5.900
\$	5.300	\$	5.300	\$	5.300	\$	5.860	\$	5.860	\$	5.850
\$	5.622	\$	5.620	\$	5.640	\$	5.790	\$	5.900	\$	5.900
\$	5.900	\$	5.900	\$	5.900	\$	5.900	\$	5.900	\$	5.900
\$	4.744	\$	4.740	\$	4.740	\$	5.250	\$	5.250	\$	5.250
\$	5.002	\$	5.000	\$	5.020	\$	5.160	\$	5.250	\$	5.250
\$	5.250	\$	5.250	\$	5.250	\$	5.250	\$	5.250	\$	5.250
\$	3.524	\$	3.520	\$	3.520	\$	3.900	\$	3.900	\$	3.900
\$	3.716	\$	3.720	\$	3.730	\$	3.830	\$	3.900	\$	3.900
\$	3.900	\$	3.900	\$	3.900	\$	3.900	\$	3.900	\$	3.900
\$	3.900	\$	4.100	\$	4.200	\$	4.200	\$	4.200	\$	-

(continued)

**Berea City School District**

**Cuyahoga County, Ohio**

*Property Tax Rates*

*(per \$1,000 of assessed value)*

*Last Ten Years*

	2025	2024	2023	2022
<b>1976 Permanent Improvement Continuing</b>				
Effective Millage Rates				
Residential/Agricultural Real	0.124	0.160	0.160	0.159
Commercial/Industrial and Public Utility Real	0.334	0.359	0.360	0.359
General Business and Public Utility Personal	0.090	0.900	0.900	0.900
<b>1996 Permanent Improvement Continuing</b>				
Effective Millage Rates				
Residential/Agricultural Real	0.482	0.618	0.620	0.618
Commercial/Industrial and Public Utility Real	0.707	0.759	0.760	0.759
General Business and Public Utility Personal	1.000	1.000	1.000	1.000
<b>Total Voted Millage by type of property</b>				
Effective Millage Rates				
Residential/Agricultural Real	27.404	34.156	33.607	34.006
Commercial/Industrial and Public Utility Real	44.331	47.349	47.235	47.793
General Business and Public Utility Personal	<u>77.450</u>	<u>77.450</u>	<u>77.450</u>	<u>77.930</u>
<b>Total Millage by type of property</b>				
Effective Millage Rates				
Residential/Agricultural Real	31.454	38.206	37.657	38.056
Commercial/Industrial and Public Utility Real	48.381	51.399	51.285	51.843
General Business and Public Utility Personal	<u>81.500</u>	<u>81.500</u>	<u>81.500</u>	<u>81.980</u>
<b>Total Weighted Average Tax Rate</b>	<u>61.811</u>	<u>62.791</u>	<u>62.722</u>	<u>63.165</u>
<b>Overlapping Rates by Taxing District</b>				
Berea City				
Effective Millage Rates				
Residential/Agricultural Real	11.778	12.238	12.236	12.236
Commercial/Industrial and Public Utility Real	12.932	13.072	12.125	12.125
General Business and Public Utility Personal	16.800	16.800	16.800	16.800
Middleburg Heights City				
Effective Millage Rates				
Residential/Agricultural Real	4.608	4.649	4.649	4.649
Commercial/Industrial and Public Utility Real	4.824	4.863	4.860	4.860
General Business and Public Utility Personal	5.450	5.450	5.450	5.450
Brook Park City				
Effective Millage Rates				
Residential/Agricultural Real	4.612	4.656	4.655	4.655
Commercial/Industrial and Public Utility Real	4.639	4.659	4.647	4.647
General Business and Public Utility Personal	4.750	4.750	4.750	4.750
Cleveland City				
Effective Millage Rates				
Residential/Agricultural Real	12.700	12.700	12.700	12.700
Commercial/Industrial and Public Utility Real	12.700	12.700	12.700	12.700
General Business and Public Utility Personal	12.700	12.700	12.700	12.700
Fairview Park City				
Effective Millage Rates				
Residential/Agricultural Real	12.728	12.841	11.350	11.350
Commercial/Industrial and Public Utility Real	13.041	13.042	11.684	11.684
General Business and Public Utility Personal	13.290	13.290	11.800	11.800

2021	2020	2019	2018	2017	2016
0.190	0.190	0.190	0.210	0.210	0.210
0.380	0.380	0.380	0.390	0.400	0.390
0.900	0.900	0.900	0.900	0.900	0.900
0.737	0.740	0.740	0.820	0.810	0.810
0.802	0.800	0.800	0.830	0.840	0.840
1.000	1.000	1.000	1.000	1.000	1.000
40.437	40.620	40.740	44.630	44.590	40.390
50.272	50.490	50.710	51.990	52.850	48.650
77.850	78.050	78.150	78.150	78.150	73.950
44.487	44.670	44.790	48.680	48.640	44.440
54.322	54.540	54.760	56.040	56.900	52.700
81.900	82.100	82.200	82.200	82.200	78.000
64.400	49.320	49.330	52.330	52.430	48.220
12.563	12.560	12.560	12.790	12.780	12.780
13.304	13.300	13.300	13.370	13.380	13.380
16.800	16.800	16.800	16.800	16.800	16.800
4.682	4.680	4.680	4.710	4.710	4.710
4.874	4.880	4.880	4.890	4.910	4.910
5.450	5.450	5.450	5.450	5.450	5.450
4.707	4.710	4.710	4.740	4.740	4.740
4.670	4.670	4.670	4.680	4.680	4.680
4.750	4.750	4.750	4.750	4.750	4.750
12.700	12.700	12.700	12.700	12.700	12.700
12.700	12.700	12.700	12.700	12.700	12.700
12.700	12.700	12.700	12.700	12.700	12.700
11.472	11.470	11.470	11.560	11.560	11.560
11.733	11.730	11.730	11.790	11.790	11.790
11.800	11.800	11.800	11.800	11.800	11.800

(continued)

**Berea City School District**

**Cuyahoga County, Ohio**

*Property Tax Rates*

*(per \$1,000 of assessed value)*

*Last Ten Years*

	2025	2024	2023	2022
Olmsted Falls City				
Effective Millage Rates				
Residential/Agricultural Real	7.196	8.378	8.394	8.394
Commercial/Industrial and Public Utility Real	8.521	9.078	9.916	9.916
General Business and Public Utility Personal	12.650	12.650	12.650	12.650
Cuyahoga County				
Effective Millage Rates				
Residential/Agricultural Real	9.700	12.260	12.255	12.255
Commercial/Industrial and Public Utility Real	12.725	13.591	13.670	13.670
General Business and Public Utility Personal	14.850	14.850	14.850	14.850
Polaris J.V.S.D.				
Effective Millage Rates				
Residential/Agricultural Real	2.412	2.759	2.527	2.527
Commercial/Industrial and Public Utility Real	2.617	2.529	2.747	2.747
General Business and Public Utility Personal	3.090	3.090	3.090	3.090
Cuyahoga County Public Library				
Effective Millage Rates				
Residential/Agricultural Real	2.220	2.833	2.831	2.831
Commercial/Industrial and Public Utility Real	2.979	3.237	3.234	3.234
General Business and Public Utility Personal	3.500	3.500	3.500	3.500
Cleveland Metroparks				
Effective Millage Rates				
Residential/Agricultural Real	2.114	2.742	2.150	2.150
Commercial/Industrial and Public Utility Real	2.541	2.732	2.456	2.456
General Business and Public Utility Personal	2.750	2.750	2.750	2.750
Cleveland Cuyahoga Port Authority				
Effective Millage Rates				
Residential/Agricultural Real	0.068	0.089	0.089	0.089
Commercial/Industrial and Public Utility Real	0.097	0.104	0.105	0.105
General Business and Public Utility Personal	0.130	0.130	0.130	0.130
Cuyahoga Community College				
Effective Millage Rates				
Residential/Agricultural Real	3.441	4.354	3.952	3.952
Commercial/Industrial and Public Utility Real	4.510	4.817	4.444	4.444
General Business and Public Utility Personal	5.300	5.300	4.900	4.900

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes.

Overlapping rates are those of local and county governments that apply to property owners within the School District.

Source: Office of the Fiscal Officer, Cuyahoga County, Ohio and Ohio Department of Taxation.

**Note:** Emergency and Debt Service levies are designed to raise a fixed amount of revenue each year. A rate is set each year so that when it is applied to the total assessed value, that fixed amount is generated.

2021	2020	2019	2018	2017	2016
9.200	9.210	9.220	9.800	9.800	10.500
9.516	9.520	9.530	9.850	9.950	10.550
12.650	12.650	12.650	12.650	12.650	13.350
14.006	12.800	12.800	13.910	13.880	14.050
13.304	13.230	13.080	14.010	14.010	13.870
14.850	14.050	14.050	14.050	14.050	14.050
2.686	2.690	2.690	2.990	2.980	2.290
2.858	2.830	2.800	2.940	2.960	2.270
3.090	3.090	3.090	3.090	3.090	2.400
3.264	2.260	2.260	2.480	2.470	2.470
3.390	2.380	2.370	2.500	2.500	2.500
3.500	2.500	2.500	2.500	2.500	2.500
2.485	2.480	2.480	2.720	2.710	2.710
2.581	2.570	2.540	2.740	2.740	2.750
2.750	2.750	2.750	2.750	2.750	2.750
0.103	0.100	0.100	0.110	0.110	0.110
0.110	0.110	0.110	0.120	0.120	0.120
0.130	0.130	0.130	0.130	0.130	0.130
4.512	4.500	4.100	4.460	3.950	3.940
4.649	4.640	4.190	4.490	3.990	4.000
4.900	4.900	4.500	4.500	4.000	4.000

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Property Tax Levies and Collections (1)*  
*Last Ten Years*

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Year (2)			Percent of Current Levy Collected		Delinquent Collections (3)	Total Collection	Percent of Total Tax Collections to Tax Levy
	Total Tax Levy	Current Collections					
2024	\$ 78,161,678	\$ 74,758,098	95.65%		1,490,776	\$ 76,248,874	97.55%
2023	74,920,628	72,771,115	97.13%		1,557,532	74,328,647	99.21%
2022	74,694,819	72,224,406	96.69%		2,367,034	74,591,440	99.86%
2021	74,295,666	71,169,667	95.79%		2,732,356	73,902,023	99.47%
2020	73,345,730	72,170,378	98.40%		1,989,301	74,159,679	101.11%
2019	73,010,501	68,799,840	94.23%		1,728,407	70,528,247	96.60%
2018	70,450,978	68,574,699	97.34%		2,121,449	70,696,148	100.35%
2017	69,228,399	66,818,863	96.52%		1,928,302	68,747,165	99.30%
2016	69,358,945	67,268,407	96.99%		1,894,592	69,162,999	99.72%
2015	62,695,041	60,196,116	96.01%		1,477,262	61,673,378	98.37%

Source: Office of the Fiscal Officer, Cuyahoga County, Ohio

Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Fiscal Officer.

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.
- (2) The 2025 information cannot be presented because all collections have not been made by June 30, 2025.
- (3) The County's current operating system does not track delinquency tax collections by tax year. Outstanding delinquencies are tracked in total by the date the parcel is first certified delinquent. Penalties and interest are applied to the total outstanding delinquent balance. The presentation will be updated as new information becomes available.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Principal Taxpayers*  
*Real Estate Tax*  
*December 31, 2024 and December 31, 2015*

<b>Name of Taxpayer</b>	<b>Assessed Value (1)</b>	<b>Percent of Real Assessed Value</b>
		<b>December 31, 2024</b>
Cleveland City	\$ 54,505,680	2.76%
The Islander Company LLC	2,115,060	0.11%
DROF BP 1	18,575,700	0.94%
Brixmor GA Southland Shopping Center LLC	13,318,310	0.67%
Chavez Properties	11,610,090	0.59%
Deep Discount Properties LLC	11,165,450	0.56%
Berea City	7,843,810	0.40%
Ford Motor Credit	7,700,010	0.39%
Altera Middleburg Medical Center LLC	6,795,610	0.34%
Tower in the Park Reorganization LLC	6,318,980	0.32%
<b>Totals</b>	<b>\$ 139,948,700</b>	<b>7.08%</b>
<b>Total Assessed Valuation</b>	<b>\$ 1,977,965,050</b>	
<b>December 31, 2015</b>		
City of Cleveland	\$ 53,460,550	4.11%
Southwest General Hospital	18,531,320	1.42%
Southland Shopping Center, LLC	12,776,090	0.98%
The Islander Company, LLC	10,138,200	0.78%
Middleburg-Legacy Place Real Estate Company	5,583,730	0.43%
CP-Snow Property, LLC	4,750,380	0.36%
MWP Company	4,703,970	0.36%
Techpark Ltd Partnership	4,497,210	0.35%
Amsdell & Amsdell	4,360,020	0.33%
HJB Holdings, LLC	4,320,200	0.33%
<b>Totals</b>	<b>\$ 123,121,670</b>	<b>9.45%</b>
<b>Total Assessed Valuation</b>	<b>\$ 1,301,850,930</b>	

Source: Office of the Fiscal Officer, Cuyahoga County, Ohio

(1) The amounts presented represent the assessed values upon which 2024 and 2015 collections were based.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Principal Taxpayers*  
*Public Utility*  
*December 31, 2024 and December 31, 2015*

<b>Name of Taxpayer</b>	<b>Assessed Value</b>	<b>Percent of Real Assessed Value</b>
		<b>December 31, 2024</b>
Cleveland Electric Illuminating Company	\$ 33,295,300	43.33%
American Transmission System	26,262,380	34.18%
Columbia Gas of Ohio	9,439,770	12.29%
East Ohio Gas	<u>2,025,540</u>	<u>2.64%</u>
<b>Totals</b>	<b>\$ 71,022,990</b>	<b>92.44%</b>
<b>Total Assessed Valuation</b>	<b><u>\$ 76,834,520</u></b>	
		<b>December 31, 2015</b>
Cleveland Electric Illuminating Company	\$ 26,227,930	74.78%
American Transmission System	<u>4,313,370</u>	<u>12.30%</u>
<b>Totals</b>	<b><u>\$ 30,541,300</u></b>	<b><u>87.08%</u></b>
<b>Total Assessed Valuation</b>	<b><u>\$ 35,071,880</u></b>	

Source: Cuyahoga County Fiscal Officer

(1) The amounts presented represent the assessed values upon which 2024 and 2015 collections were based.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Computation of Direct (1) and Overlapping Government Activities Debt*  
*as of June 30, 2025*

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	<b>Outstanding Debt Obligations</b>	<b>Percentage Applicable to School District (1)</b>	<b>Amount Application to School District</b>
<b>Direct:</b>			
Berea City School District	\$ 127,484,000	100.00%	\$ 127,484,000
<b>Overlapping:</b>			
Cuyahoga County	272,195,000	4.64%	12,629,848
City of Berea	10,850,000	94.33%	10,234,805
City of Brook Park	6,180,000	95.81%	5,921,058
City of Cleveland	212,295,000	0.78%	1,655,901
City of Fairview Park	12,900,000	0.12%	15,480
City of Middleburg Heights	9,480,000	100.00%	9,480,000
Polaris Career Center	590,000	27.39%	161,601
Cuyahoga Community College	<u>177,515,000</u>	4.64%	<u>8,236,696</u>
Total Overlapping	<u>702,005,000</u>		<u>48,335,389</u>
Total	<u><u>\$ 829,489,000</u></u>		<u><u>\$ 175,819,389</u></u>

Source: Ohio Municipal Advisory Council.

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Computation of Legal Debt Margin*  
*Last Ten Fiscal Years*

	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>
Assessed Valuation	<u>\$ 2,054,799,570</u>	<u>\$ 1,689,804,040</u>	<u>\$ 1,691,993,290</u>	<u>\$ 1,665,008,760</u>
Bonded Debt Limit - 9% of Assessed Value (1)	\$ 184,931,961	\$ 152,082,364	\$ 152,279,396	\$ 149,850,788
Outstanding Debt:				
Certificates of Participation	23,169,000	24,406,461	25,466,720	26,504,087
General Obligation Bonds	104,315,000	106,731,319	107,947,819	109,091,819
Direct Placement Bonds	-	-	-	330,000
Less Amount Available in Debt Service	<u>(5,370,860)</u>	<u>(4,582,941)</u>	<u>(3,083,595)</u>	<u>(2,532,893)</u>
Total	<u>122,113,140</u>	<u>126,554,839</u>	<u>130,330,944</u>	<u>133,393,013</u>
Exemptions:				
Certificates of Participation	23,169,000	24,406,461	25,466,720	26,504,087
Energy Conservation Note	-	-	-	-
Amount of Debt Subject to Debt Limit:	<u>98,944,140</u>	<u>102,148,378</u>	<u>104,864,224</u>	<u>106,888,926</u>
Overall Debt Margin	<u>\$ 85,987,821</u>	<u>\$ 49,933,986</u>	<u>\$ 47,415,172</u>	<u>\$ 42,961,862</u>
Legal Debt Margin as a Percentage of Debt Limit		46.50%	32.83%	31.14%
Bonded Debt Limit - .1% of Assessed Value (1)	\$ 2,054,800	\$ 1,689,804	\$ 1,691,993	\$ 1,665,009
Unvoted Debt Margin	<u>\$ 2,054,800</u>	<u>\$ 1,689,804</u>	<u>\$ 1,691,993</u>	<u>\$ 1,665,009</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation		100%	100%	100%
			100%	100%

Source: Cuyahoga County Fiscal Officer and School District Financial Records

(1) Ohio Bond Law sets a limit of 9 percent for overall debt and 1/10 of 1 percent for unvoted debt.

<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>
<u>\$ 1,457,230,290</u>	<u>\$ 1,450,832,240</u>	<u>\$ 1,426,263,070</u>	<u>\$ 1,320,963,170</u>	<u>\$ 1,296,827,340</u>	<u>\$ 1,311,537,930</u>
\$ 131,150,726	\$ 130,574,902	\$ 128,363,676	\$ 118,886,685	\$ 116,714,461	\$ 118,038,414
27,525,454	28,482,951	29,419,037	25,123,371	24,814,405	25,639,899
110,043,319	110,977,319	111,851,319	112,128,319	118,077,726	5,351,035
650,000	965,000	1,275,000	1,575,000	2,205,000	2,815,000
(2,897,355)	(2,291,871)	(2,750,683)	(2,075,361)	(4,409,270)	(2,243,594)
<u>135,321,418</u>	<u>138,133,399</u>	<u>139,794,673</u>	<u>136,751,329</u>	<u>140,687,861</u>	<u>31,562,340</u>
27,525,454	28,241,000	29,419,037	25,123,371	24,814,405	25,639,899
-	-	-	-	3,020,000	3,445,000
<u>107,795,964</u>	<u>109,892,399</u>	<u>110,375,636</u>	<u>111,627,958</u>	<u>112,853,456</u>	<u>2,477,441</u>
<u>\$ 23,354,762</u>	<u>\$ 20,682,503</u>	<u>\$ 17,988,040</u>	<u>\$ 7,258,727</u>	<u>\$ 3,861,005</u>	<u>\$ 115,560,973</u>
17.81%	15.84%	14.01%	6.11%	3.31%	97.90%
\$ 1,457,230	\$ 1,450,832	\$ 1,426,263	\$ 1,320,963	\$ 1,296,827	\$ 1,311,538
<u>\$ 1,457,230</u>	<u>\$ 1,450,832</u>	<u>\$ 1,426,263</u>	<u>\$ 1,320,963</u>	<u>\$ 1,296,827</u>	<u>\$ 1,311,538</u>
100%	100%	100%	100%	100%	100%

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Ratio of General Bonded Debt to Estimated Actual  
Value, Ratio of General Debt to Personal Income and Debt per Capita  
Last Ten Fiscal Years*

<b>Fiscal Year</b>	<b>General Bonded Debt</b>			<b>Other General Debt</b>		<b>Ratio of General Debt to Personal Income (3)</b>	<b>Total Debt per Capita (2)</b>
	<b>General Obligation Bonds</b>	<b>Ratio of Bonded Debt to Estimated Actual Value (1)</b>	<b>Bonded Debt per Capita (2)</b>	<b>Certificates of Participation</b>	<b>Total Debt</b>		
2025	\$ 104,315,000	2.54	2,003.00	\$ 23,169,000	\$ 127,484,000	6.75	\$ 2,448.00
2024	106,731,319	2.59	2,003.00	24,406,461	131,137,780	7.81	2,461.00
2023	107,947,819	2.29	2,066.00	25,466,720	133,414,539	9.63	2,553.00
2022	109,091,819	2.35	2,053.00	26,504,087	135,595,906	9.78	2,551.00
2021	110,043,319	2.71	2,040.00	27,525,454	137,568,773	9.29	2,550.00
2020	110,977,319	2.74	2,045.63	28,482,951	139,460,270	9.14	2,667.46
2019	111,851,319	2.80	2,061.74	29,419,037	141,270,356	10.06	2,604.01
2018	112,128,319	3.03	2,066.84	25,123,371	137,251,690	9.77	2,529.94
2017	118,077,726	3.25	2,176.51	24,814,405	142,892,131	10.18	2,633.91
2016	5,351,035	0.15	98.63	25,639,899	30,990,934	2.21	571.25

Source: School District records

(1) The estimated actual value can be found on S13.

(2) The population can be found on S27.

Outstanding debt obligations include all long term debt of the governmental activities, net of related debt premiums, discounts and adjustments.

(3) The personal income can be found on S27.

(4) Although the general obligation bond retirement fund is restricted for debt service, it is not specifically restricted to the payment of principal. Therefore, these resources are not shown as a deduction from general obligation bonded debt.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Demographic and Economic Statistics*  
*Last Ten Years*

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<b>Fiscal Year</b>	<b>Population</b>	<b>Total Personal Income</b>	<b>Per Capita Personal Income</b>	<b>Median Household Income</b>	<b>Median Age</b>	<b>Unemployment Rate</b>
2025	52,068	\$ 1,888,100,916	\$ 34,612	\$ 68,172	42.8	4.6
2024	53,281	1,678,153,478	31,496	63,609	40.0	3.3
2023	52,248	1,385,866,100	26,525	63,486	42.4	5.5
2022	53,144	1,385,866,100	26,078	61,573	41.9	4.6
2021	53,946	1,480,224,292	27,439	59,704	40.6	5.1
2020	52,282	1,526,416,556	29,196	57,521	42.8	4.8
2019	54,251	1,404,216,035	25,884	56,626	40.5	4.9
2018	54,251	1,404,216,035	25,884	56,626	40.5	6.4
2017	54,251	1,404,232,884	25,884	56,626	40.5	6.6
2016	54,251	1,404,232,884	25,884	56,626	40.5	5.6

Source:  
U.S. Census Bureau  
Cities of Berea, Middleburg Heights and Brookpark

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Principal Employers*  
*December 31, 2024 and December 31, 2015*

		<b>2024 (1)</b>	
<b>Employer</b>	<b>Nature of Business</b>	<b>Employees</b>	<b>Rank (2)</b>
Southwest General Hospital	Hospital	2,783	1
Baldwin Wallace College	Higher Education	2,401	2
United Parcel Service	Delivery	2,359	3
Ford Motor Company	Automobile	2,028	4
Department of the Interior	Government	1,575	5
Amazon.com Services LLC	Delivery	1,156	6
Marc Glassman Inc	Grocery	878	7
Cleveland Browns Football	Sports	695	8
Berea City School District	Education	580	9
The Cleveland Clinic Foundation	Hospital	528	10
Total		<u>14,983</u>	

		<b>2015</b>	
<b>Employer</b>	<b>Nature of Business</b>	<b>Employees</b>	<b>Percent of Total Employment</b>
Baldwin Wallace University	Higher Education	3,148	6.7%
Southwest General Hospital	Hospital	2,494	5.4%
United Parcel Service	Delivery	1,905	4.1%
Department of the Interior	Government	1,668	3.6%
Ford Motor Company	Automobile	1,337	2.9%
Berea City School District	Education	833	1.8%
OHNH EMP LLC	Manufacturing	715	1.5%
Amerimark Direct LLC	Manufacturing	643	1.4%
Cleveland Browns Football	Sports	640	1.4%
Quadax, Inc.	Healthcare	593	1.3%
Total		<u>13,976</u>	
Total Employment within the School District		<u>46,356</u>	

Source: Cities of Berea, Brook Park and Middleburg Heights, Ohio; Local businesses

(1.) Most recent information available.

(2.) The Regional Income Tax Agency was unable to provide statistics on total employment within the School District such that the above totals by employer could be expressed as a percentage of total employment. The School District's boundaries cover 21 square miles and includes all or a portion of 4 different political subdivisions.

**Berea City School District**

**Cuyahoga County, Ohio**

*Per Pupil Cost*

*Last Ten Fiscal Years*

Fiscal Year	Expenses	Enrollment	Cost Per Pupil (2)	Percentage Change	Teaching Staff	Pupil/Teacher Ratio	Percentage of Students Receiving Free and Reduced Lunch
2025	\$ 94,737,588	5,049	\$ 18,764	(6.21)	398	12.7	100.0
2024	98,072,642	4,902	20,007	5.39	398	12.3	43.9
2023	94,913,246	5,000	18,983	16.16	400	12.5	31.1
2022	89,000,589	5,446	16,342	(11.87)	384	14.2	25.8
2021	99,499,473	5,366	18,543	5.13	400	13.4	25.2
2020	100,975,509	5,725	17,638	23.72	448	12.8	33.6
2019	82,926,452	5,817	14,256	80.01	454	12.8	34.4
2018 (1)	47,335,568	5,977	7,920	(45.83)	432	13.8	34.6
2017	93,173,315	6,373	14,620	14.73	437	14.6	34.6
2016	83,454,476	6,549	12,743	4.52	449	14.6	32.0

**Source:** School District Records  
Ohio Department of Education

(1) Total Expenses decreased during 2018 due to changes in assumptions and benefit terms related to pensions.

(2) Student enrollment represents students in grades K-12.

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Building Statistics by Function/Program*  
*Last Ten Fiscal Years*

	2025	2024	2023	2022
<b>Big Creek Elementary School</b>				
Constructed in 1954				
Total Building Square Footage	116,620	116,620	116,620	116,620
Enrollment Grades K-4 (2)	513	498	496	492
Student Capacity	1,010	1,010	1,010	1,010
Regular Instruction Classrooms	49	49	49	49
Regular Instruction Teachers	26	25	24	24
Special Instruction Teachers	11	12	11	13
<b>Brook Park Elementary School</b>				
Constructed in 2020				
Total Building Square Footage	110,000	110,000	110,000	110,000
Enrollment Grades K-4	772	788	797	815
Student Capacity	850	850	850	850
Regular Instruction Classrooms	60	60	60	60
Regular Instruction Teachers	38	39	40	50
Special Instruction Teachers	22	20	27	19
<b>Brook Park Memorial Elementary School</b>				
Constructed in 1956				
Total Building Square Footage	-	-	-	-
Enrollment Grades PrK-4 (2)	-	-	-	-
Student Capacity	-	-	-	-
Regular Instruction Classrooms	-	-	-	-
Regular Instruction Teachers	-	-	-	-
Special Instruction Teachers	-	-	-	-
<b>Brookview Elementary School</b>				
Constructed in 1965				
Total Building Square Footage	-	-	-	-
Enrollment Grades K-4 (2)	-	-	-	-
Student Capacity	-	-	-	-
Regular Instruction Classrooms	-	-	-	-
Regular Instruction Teachers	-	-	-	-
Special Instruction Teachers	-	-	-	-
<b>Smith Elementary School (1) (7)</b>				
Constructed in 1966				
Total Building Square Footage	-	42,000	42,000	42,000
Student Capacity	-	336	336	336
<b>Grindstone Elementary School (1)</b>				
Constructed in 2011				
Total Building Square Footage	105,000	105,000	10,500	10,500
Enrollment Grades K-4	579	599	579	554
Student Capacity	820	820	820	820
Regular Instruction Classrooms	43	43	43	43
Regular Instruction Teachers	27	27	28	25
Special Instruction Teachers	10	10	9	9
<b>Ford Intermediate School (3) (6)</b>				
Constructed in 1961				
Total Building Square Footage	-	-	-	-
Enrollment Grades 5-6 (3)	-	-	-	-
Student Capacity	-	-	-	-
Regular Instruction Classrooms	-	-	-	-
Regular Instruction Teachers	-	-	-	-
Special Instruction Teachers	-	-	-	-

2021	2020	2019	2018	2017	2016
116,620	116,620	116,620	116,620	116,620	116,620
490	552	552	599	732	631
1,010	1,010	1,010	1,010	1,010	1,010
49	49	49	49	49	49
31	31	36	32	33	33
11	13	9	9	11	11
110,000	-	-	-	-	-
774	-	-	-	-	-
850	-	-	-	-	-
60	-	-	-	-	-
51	-	-	-	-	-
23	-	-	-	-	-
-	96,900	96,900	96,900	96,900	96,900
-	836	836	616	521	643
-	836	836	836	836	836
-	56	56	56	56	56
-	20	42	21	25	25
-	32	5	10	21	21
-	53,400	53,400	53,400	53,400	53,400
-	363	363	381	458	441
-	437	437	437	437	437
-	31	31	31	31	31
-	20	27	20	25	25
-	13	6	9	7	7
4,200	4,200	4,200	4,200	4,200	4,200
336	336	336	336	336	336
105,000	105,000	105,000	105,000	105,000	105,000
554	633	633	700	791	831
820	820	820	820	820	820
43	43	43	43	43	43
34	30	31	33	40	40
9	10	7	8	14	14
-	-	-	165,800	165,800	165,800
-	-	-	878	917	955
-	-	-	1,185	1,185	1,185
-	-	-	66	66	66
-	-	-	47	47	47
-	-	-	16	16	16

(continued)

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Building Statistics by Function/Program*  
*Last Ten Fiscal Years*

	2025	2024	2023	2022
<b>Roehm Middle School</b>				
Constructed in 1956				
Total Building Square Footage	27,290	27,290	27,290	27,290
<b>Berea Midpark High School (4) (6)</b>				
Constructed in 1928				
Total Building Square Footage	-	-	-	-
Enrollment Grades 9-12 (6)	-	-	-	-
Enrollment Grades 10-12 (4)	-	-	-	-
Student Capacity	-	-	-	-
Regular Instruction Classrooms	-	-	-	-
Regular Instruction Teachers	-	-	-	-
Special Instruction Teachers	-	-	-	-
<b>Berea Midpark High School</b>				
Constructed in 2020				
Total Building Square Footage	284,000	284,000	284,000	284,000
Enrollment Grades 9-12	1,428	1,565	1,616	1,801
Student Capacity	2,000	2,000	2,000	2,000
Regular Instruction Classrooms	101	101	101	101
Regular Instruction Teachers	72	71	75	71
Special Instruction Teachers	32	32	34	30
<b>Berea Midpark Middle School (5) (6)</b>				
Constructed in 1962				
Total Building Square Footage	236,563	236,563	236,563	236,563
Enrollment Grades 7-9 (5)	-	-	-	-
Enrollment Grades 5-8 (6)	1,500	1,452	1,521	1,621
Student Capacity	1,800	1,800	1,800	1,800
Regular Instruction Classrooms	55	55	22	22
Regular Instruction Teachers	75	76	79	86
Special Instruction Teachers	26	25	27	29

(1) Mobile units were added to Smith Elementary property, during the 2010 and 2011 school year, to compensate for the additional students from Fairwood Elementary. These students transitioned into the new Grindstone Elementary in the 2012 school year.

(2) With the School District's restructuring after Grindstone Elementary School was built, Big Creek Elementary, Brookview Elementary and Brookpark Memorial Elementary were reconfigured to house grades K through 4.

(3) With the School District's restructuring after Grindstone Elementary School was built, Ford Middle School was renamed to Ford Intermediate School and reconfigured to house grades 5 to 6.

(4) With the School District's restructuring after Grindstone Elementary School was built, Berea High School was renamed to Berea Midpark High School and reconfigured to house grades 10 to 12.

(5) With the School District's restructuring after Grindstone Elementary School was built, Midpark High School was renamed to Middleburg Heights Junior High and reconfigured to house grades 7 to 9.

(6) With the School District's restructuring after the bond issue was passed in 2017, Ford Intermediate School was demolished and the site is being utilized for a new elementary school to house students from Brook Park Memorial School and Brookview Elementary School. The intermediate students were moved to the Junior High, which was renamed Berea Midpark Middle School. The middle school now houses grades 5 to 8. With this change 9th grade was moved back to the high school.

(7) Smith Elementary School was sold during the 2024-2025 school year. It was demolished and new homes were built on the site.

Source: School District's Records

	2021	2020	2019	2018	2017	2016
	27,290	27,290	27,290	27,290	27,290	27,290
-	264,266	264,266	264,266	264,266	264,266	264,266
-	1,670	1,670	-	-	-	-
-	-	-	1,422	1,549	1,615	
-	1,582	1,582	1,582	1,582	1,582	1,582
-	67	67	67	67	67	67
-	74	88	60	60	60	60
-	25	33	20	20	20	20
284,000	-	-	-	-	-	-
1,865	-	-	-	-	-	-
2,000	-	-	-	-	-	-
101	-	-	-	-	-	-
82	-	-	-	-	-	-
21	-	-	-	-	-	-
236,563	236,563	236,563	236,563	236,563	236,563	236,563
-	-	-	1,381	1,405	1,433	
1,646	1,763	1,763	-	-	-	-
1,800	1,800	1,800	1,418	1,418	1,418	
55	55	55	55	55	55	55
92	98	97	57	62	62	
23	29	23	21	32	32	

**Berea City School District**  
**Cuyahoga County, Ohio**  
*Full-Time Equivalent School District Teachers by Education*  
*Last Ten Fiscal Years*

<u>Degree</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Bachelor's Degree	47	52	49	24
Bachelor + 15	8	12	2	6
Bachelor + 30	16	17	16	18
Master's Degree	67	68	71	88
Master + 15	93	106	108	117
Master + 30	107	99	101	88
PhD	<u>62</u>	<u>63</u>	<u>53</u>	<u>43</u>
Total	<u>400</u>	<u>417</u>	<u>400</u>	<u>384</u>

Source: School District Records

2021	2020	2019	2018	2017	2016
15	24	16	24	20	36
7	13	13	11	2	4
18	19	21	22	25	20
106	122	134	123	264	278
117	133	132	128	63	60
92	98	98	101	27	22
45	39	40	41	36	29
<b>400</b>	<b>448</b>	<b>454</b>	<b>450</b>	<b>437</b>	<b>449</b>

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**Berea City School District**  
**Cuyahoga County, Ohio**  
*Attendance and Graduation Rates*  
*Last Ten School Years*

<b>Fiscal Year</b>	<b>Berea Attendance Rate</b>	<b>State Average</b>	<b>Berea Graduation Rate</b>	<b>State Average</b>
2025	94.50	NA	95.70	88.30
2024	93.60	NA	96.10	87.90
2023	91.90	NA	91.80	87.30
2022	91.10	NA	87.10	87.00
2021	92.10	NA	92.00	87.20
2020	95.00	NA	91.80	85.90
2019	93.80	NA	92.60	85.30
2018	93.90	NA	89.80	84.10
2017	94.00	93.90	91.70	83.60
2016	93.50	94.00	90.90	83.00

Source: Ohio Department of Education Local Report Cards

**Berea City School District**  
**Cuyahoga County, Ohio**  
*School District Employees by Function/Program*  
*Last Ten Fiscal Years*

Function/Program	2025	2024	2023	2022
<b>Regular Instruction</b>				
Elementary Classroom Teachers	91	91	92	83
(2) Intermediate School Classroom Teachers	-	-	-	-
(2) Junior High Schools Classroom Teachers	-	-	-	-
(2) Middle School Classroom Teachers	75	76	79	85
High School Classroom Teachers	70.6	71	75	71
(1) Non-Teaching Support Staff Elementary	38	36	38	38
(1) Non-Teaching Support Staff Intermediate	-	-	-	-
(1) Non-Teaching Support Staff Junior High	-	-	-	-
Non-Teaching Support Staff Middle	13	15	14	15
(1) Non-Teaching Support Staff High School	15	18	15	16
<b>Special Instruction</b>				
Elementary Classroom Teachers	43	43	38	39
Gifted Education Teachers	3	3	3	3
(2) Intermediate School Classroom Teachers	-	-	-	-
(2) Junior High Schools Classroom Teachers	-	-	-	-
(2) Middle School Classroom Teachers	26	25	27	26
High School Classroom Teachers	32	32	34	29
(1) Non-Teaching Support Staff Elementary	25	20	20	16
(1) Non-Teaching Support Staff Intermediate	-	-	-	-
(1) Non-Teaching Support Staff Junior High	-	-	-	-
(2) Non-Teaching Support Staff Middle	7	10	8	12
(1) Non-Teaching Support Staff High School	8	10	10	18
<b>Vocational Instruction</b>				
High School Classroom Teachers	6	6	6	5
<b>Pupil Support Services</b>				
Guidance Counselors	15.5	15	15	15
Librarians	4	4	4	4
Psychologists	8	8	-	-
Speech and Language Pathologists	10	10	11	11
(1) Non-Teaching Support Staff Central	8	8	7	6
<b>Instructional Support Service</b>				
(1) Non-Teaching Support Staff Elementary	NA	NA	NA	NA
(1) Non-Teaching Support Staff Middle	NA	NA	NA	NA
(1) Non-Teaching Support Staff High	NA	NA	NA	NA
(1) Non-Teaching Support Staff Central	NA	NA	NA	NA
<b>Administration</b>				
Elementary	8	7	6	6
(2) Intermediate School	-	-	-	-
(2) Junior High Schools	-	-	-	-
(2) Middle School	5	5	5	5
High School	6	7	6	7
Central	2	2	2	2
(1) Non-Teaching Support Staff	6	6	6	8
<b>Business</b>				
Central	1	1	1	2

2021	2020	2019	2018	2017	2016
93	100	136	125	125	123
-	-	-	49	47	47
-	-	-	59	59	62
87	98	97	NA	NA	NA
72	75	88	66	66	56
28	39	44	28	28	28
-	-	-	5	5	5
-	-	-	5	5	5
12	11	13	NA	NA	NA
11	12	13	4	4	4
41	46	27	48	48	49
3	5	5	4	4	4
-	-	-	15	15	16
-	-	-	18	18	32
24	26	23	NA	NA	NA
34	36	33	29	29	20
21	24	23	30	30	31
-	-	-	8	8	8
-	-	-	13	13	13
13	10	15	NA	NA	NA
22	25	15	12	12	12
3	1	2	4	4	4
15	15	12	15	15	15
4	4	4	5	5	5
-	2	2	1	1	1
11	14	14	11	11	12
4	17	17	9	9	9
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA
6	7	6	7	7	7
-	-	-	2	2	2
-	-	-	5	5	6
5	5	4	NA	NA	NA
6	6	5	6	6	4
2	2	2	2	2	4
9	9	14	28	28	28
2	2	-	2	2	2

(continued)

**Berea City School District**  
**Cuyahoga County, Ohio**  
*School District Employees by Function/Program*  
*Last Ten Fiscal Years*

Function/Program	2025	2024	2023	2022
Fiscal				
Treasurer Department	9	9	9	9
Operation of Plant				
Custodial Dept.	43	47	42	45
Maintenance Dept.	13	16	14	14
Pupil Transportation				
Bus Drivers	70	68	70	76
Bus Aides	17	23	20	24
Mechanics	5	5	5	6
Transportation support staff	4	4	4	4
Central				
Community Relations	1	1	1	1
Technology	8	11	11	11
Personnel	4	4	3	4
Extracurricular				
Athletic Department	3	3	3	3
Food Service Program				
Elementary	17	14	15	14
(2) Intermediate	-	-	-	-
(2) Junior High School	-	-	-	-
(2) Middle School	10	12	11	10
High School	9	11	10	12
Central	1	1	1	2
Adult Education/Community Service				
Preschool	27	21	28	23
Extended Care	-	-	-	9
Totals	<b>767.1</b>	<b>779</b>	<b>769</b>	<b>789</b>

Source: School District Records

**Method:** Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee.

(1) The School District reallocated all the Instructional Support Service FTEs to other functions/programs in fiscal year 2014.

(2) The School District combined the Intermediate and Junior High School into one Middle School for fiscal year 2019.

2021	2020	2019	2018	2017	2016
9	9	9	9	9	9
40	38	46	52	52	36
14	15	17	16	16	13
80	84	82	80	80	80
20	20	19	15	15	15
5	5	5	4	4	4
4	4	4	4	4	4
1	1	1	1	1	1
11	11	11	17	17	11
4	4	4	4	4	4
3	3	3	3	3	1
15	16	17	10	10	10
-	-	-	4	4	4
-	-	-	4	4	4
9	12	11	NA	NA	NA
6	7	8	4	4	4
2	1	1	1	1	1
23	24	13	11	11	8
17	17	17	18	18	14
<b>791</b>	<b>862</b>	<b>882</b>	<b>872</b>	<b>870</b>	<b>837</b>

# OHIO AUDITOR OF STATE KEITH FABER



BEREA CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

## AUDITOR OF STATE OF OHIO CERTIFICATION

This is a true and correct copy of the report, which is required to be filed pursuant to Section 117.26, Revised Code, and which is filed in the Office of the Ohio Auditor of State in Columbus, Ohio.



Certified for Release 1/20/2026

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

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