

**HUBER HEIGHTS CITY  
SCHOOL DISTRICT  
MONTGOMERY COUNTY, OHIO**

**AUDIT REPORT**

**FOR THE FISCAL YEAR  
ENDED JUNE 30, 2019**

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



OHIO AUDITOR OF STATE  
KEITH FABER

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Columbus, Ohio 43215  
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(800) 282-0370

Board of Education  
Huber Heights City School District  
5954 Longford Road  
Huber Heights, Ohio 45424

We have reviewed the *Independent Auditor's Report* of the Huber Heights City School District, Montgomery County, prepared by James G. Zupka, CPA, Inc., for the audit period July 1, 2018 through June 30, 2019. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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



Keith Faber  
Auditor of State  
Columbus, Ohio

March 6, 2020

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**HUBER HEIGHTS CITY SCHOOL DISTRICT  
MONTGOMERY COUNTY, OHIO  
AUDIT REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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**HUBER HEIGHTS CITY SCHOOL DISTRICT  
MONTGOMERY COUNTY, OHIO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

<b>Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title</b>	<b>Federal CFDA Number</b>	<b>Federal Expenditures</b>	<b>Non-Cash Expenditures</b>
<b><u>U.S. Department of Agriculture</u></b>			
<i>Pass Through the Ohio Department of Education</i>			
Child Nutrition Cluster:			
School Breakfast Program	10.553	\$ 353,476	\$ 0
National School Lunch Program	10.555	1,297,226	178,696
Special Milk Program for Children	10.556	4,577	0
Summer Food Service Program for Children	10.559	21,510	0
Total Child Nutrition Cluster		<u>1,676,789</u>	<u>178,696</u>
<i>Total Passed Through the Ohio Department of Education</i>		<u>1,676,789</u>	<u>178,696</u>
<b>Total U.S. Department of Agriculture</b>		<u>1,676,789</u>	<u>178,696</u>
<b><u>U.S. Department of Education</u></b>			
<i>Pass Through the Ohio Department of Education</i>			
Title I - Grants to Local Educational Agencies	84.010	<u>1,650,731</u>	<u>0</u>
Special Education Cluster (IDEA):			
Special Education Grants to States	84.027	1,556,310	0
Special Education Preschool Grants	84.173	<u>36,942</u>	<u>0</u>
Total Special Education Cluster (IDEA)		<u>1,593,252</u>	<u>0</u>
English Language Acquisition Grants	84.365	<u>31,344</u>	<u>0</u>
Improving Teacher Quality State Grants	84.367	<u>179,528</u>	<u>0</u>
Student Support and Academic Enrichment Program	84.424	<u>94,024</u>	<u>0</u>
<i>Total Passed Through the Ohio Department of Education</i>		<u>3,548,879</u>	<u>0</u>
<b>Total U.S. Department of Education</b>		<u>3,548,879</u>	<u>0</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>		<u>\$ 5,225,668</u>	<u>\$ 178,696</u>

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

**HUBER HEIGHTS CITY SCHOOL DISTRICT  
MONTGOMERY COUNTY, OHIO  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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**NOTE 1: BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Huber Heights City School District (the District's) under programs of the federal government for the year ended June 30, 2019. 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 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

**NOTE 3. INDIRECT COST RATE**

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

**NOTE 4: 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 5. FOOD DONATION PROGRAM**

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



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

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

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Ohio Society of Certified Public Accountants

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

To the Members of Board of Education  
Huber Heights City School District  
Huber Heights, Ohio

The Honorable Keith Faber  
Auditor of State  
State of Ohio

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Huber Heights City School District, Montgomery County, Ohio, (the District) as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 30, 2020.

***Internal Control Over Financial Reporting***

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

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

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

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

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

### ***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.



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

January 30, 2020

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

*Certified Public Accountants  
5240 East 98<sup>th</sup> Street  
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**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM; REPORT  
ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON  
THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
REQUIRED BY THE UNIFORM GUIDANCE**

To the Members of Board of Education  
Huber Heights City School District  
Huber Heights, Ohio

The Honorable Keith Faber  
Auditor of State  
State of Ohio

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

We have audited the Huber Heights City School District, Montgomery County, Ohio's (the District) compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on the District's major federal program for the year ended June 30, 2019. The District's major federal program is identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

***Management's Responsibility***

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor's Responsibility***

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

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

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

In our opinion, the Huber Heights City School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2019.

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

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

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

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

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

We have also audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated January 30, 2020, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for the purpose of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

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



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

January 30, 2020

**HUBER HEIGHTS CITY SCHOOL DISTRICT  
MONTGOMERY COUNTY, OHIO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
JUNE 30, 2019**

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

2019(i)	Type of Financial Statement Opinion	Unmodified
2019(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
2019(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
2019(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
2019(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
2019(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
2019(v)	Type of Major Programs' Compliance Opinions	Unmodified
2019(vi)	Are there any reportable findings under 2 CFR 200.516(a)?	No
2019(vii)	Major Programs (list):  Title I - Grants to Local Educational Agencies - CFDA #84.010	
2019(viii)	Dollar Threshold: A/B Program	Type A: \$750,000 Type B: All Other
2019(ix)	Low Risk Auditee?	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.

**HUBER HEIGHTS CITY SCHOOL DISTRICT  
MONTGOMERY COUNTY, OHIO  
SCHEDULE OF PRIOR AUDIT FINDINGS AND RECOMMENDATIONS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2019**

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The prior audit report, as of June 30, 2018, included no citations or instances of noncompliance. Management letter recommendations have been corrected, repeated, or procedures instituted to prevent occurrences in this audit period.

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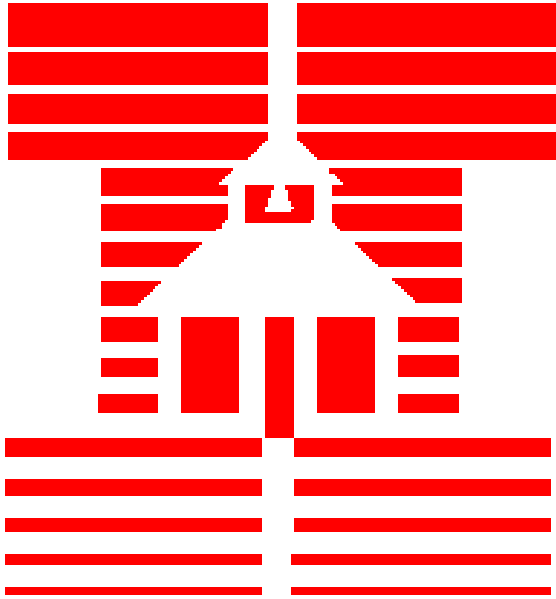


# HUBER HEIGHTS CITY SCHOOLS

Huber Heights, Ohio  
Comprehensive Annual Financial Report For the Year  
Ended June 30, 2019



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HUBER HEIGHTS

CITY SCHOOLS

**HUBER HEIGHTS CITY SCHOOL DISTRICT**

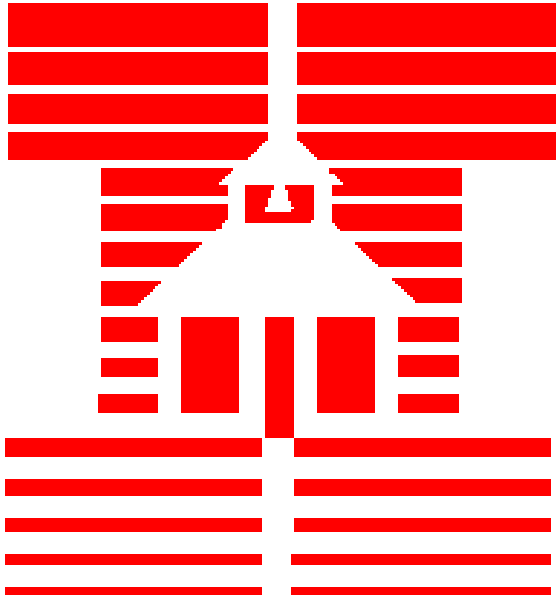
**Huber Heights, Ohio**

**Comprehensive Annual Financial Report**

**For the Fiscal Year Ended June 30, 2019**

**Prepared by: Huber Heights City School's Treasurer  
and Treasurer's Staff**

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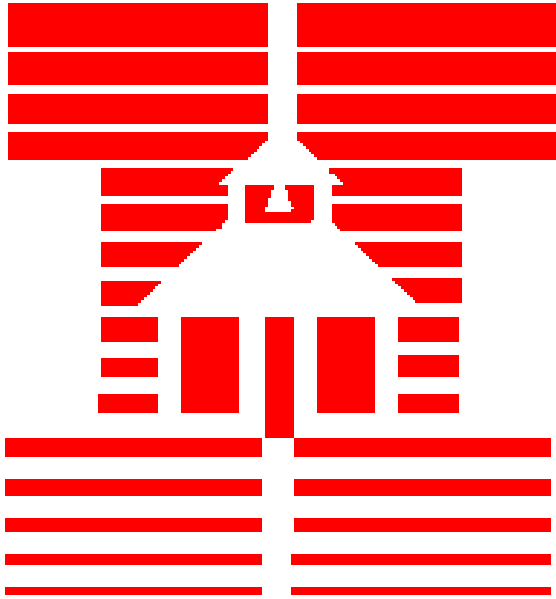
HUBER HEIGHTS

CITY SCHOOLS

# INTRODUCTORY SECTION

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HUBER HEIGHTS

CITY SCHOOLS

# Huber Heights City School District, Ohio

Comprehensive Annual Financial Report  
For the Fiscal Year Ended June 30, 2019

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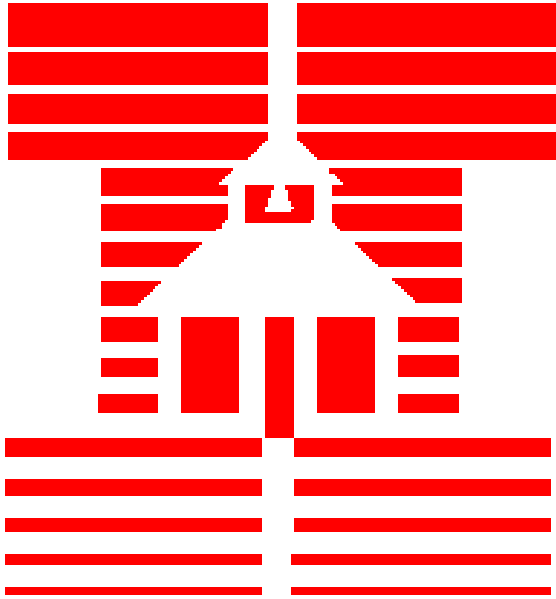
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HUBER HEIGHTS

CITY SCHOOLS



# Huber Heights City School District

5954 Longford Road  
Huber Heights, Ohio 45424  
Telephone (937) 237-6300 Δ FAX (937) 237-2178

Mario Basora, Superintendent  
Regina M. Helmick, Treasurer

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**January 30, 2020**

## **To the Citizens and Board of Education of the Huber Heights City School District:**

We are pleased to present the 1st annual Comprehensive Annual Financial Report (CAFR) of the Huber Heights City School District, (the "District"). The information reported is for the fiscal year ended June 30, 2019. The report contains financial statements, supplemental statements and other financial and statistical information to provide complete and full disclosure of all material financial aspects of the District for the current fiscal year.

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. Responsibility for the accuracy, completeness and fairness of this report rests with the District and more specifically, the Office of the Treasurer. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects. Our report is designed to present fairly the financial position of the various funds of the District.

This report includes an unmodified ("clean") audit report regarding the District's financial statements. The audit was conducted by James G. Zupka, CPA, Inc., under contract by the Auditor of State's Office and the District. The Independent Auditors' Report is located at the front of the financial section of this report.

This report is prepared in conformance with accounting principles generally accepted in the United States of America, (GAAP), as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative services, and is representative of the District's continuing commitment to provide meaningful financial information to the citizens of the District.

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 complement this letter of transmittal and should be read in conjunction with it.

## **District Profile**

The District is located in southwestern Ohio, primarily within Montgomery County; and encompasses approximately 22 square miles. The Huber Heights City 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. The District is a city district as defined by Section 3311.02 of the Ohio Revised Code. The District operates under a locally elected five-member board and is responsible for the provision of public education to residents of the District.

Within the City of Huber Heights, the District is the largest employer. The community’s population in 2018 (latest estimate available) was 38,101 which encompass the City of Huber Heights and Bethel Township and small portions of the City of Fairborn, the population has seen less a less than 1% decline since 2009. The socioeconomic profile of district residents, as measured by income levels and housing values, is below average for the State.

The Huber Heights City School District provided services to 6,008 students during fiscal year 2019. As such, the District provides a full range of educational services including regular, special and vocational instruction for Pre-K through 12<sup>th</sup> grades, student guidance, extracurricular activities, food service, educational media, student transportation and care and upkeep of buildings.

The District underwent an extensive building project approximately 10 years ago building 7 new buildings including 5 elementary buildings, a junior high and high school. The District’s student enrollment projected to continue at a steady increase over the next several years, therefore adequate school facilities continue to be a significant focal point for the District’s administrative team.

The table below presents some pertinent information regarding the District’s school facilities.

<u>School Building</u>	<u>Grade Levels</u>	<u>Year Constructed</u>	<u>Current ADM</u>
Wayne High	9-12	2013	1,760
Weisenborn Junior High	7-8	2011	897
Charles Huber Elementary	K-6	2011	638
Monticello Elementary	K-6	2011	630
Rushmore Elementary	K-6	2011	675
Valley Forge Elementary	K-6	2011	549
Wright Brothers Elementary	K-6	2012	644
Studebaker Preschool	PK	1970	215

### **Local Economy**

The City of Huber Heights is located within a few miles of the intersection of Interstate 70 (east-west) and Interstate 75 (north-south) which is commonly referred to as the “Crossroads of America”. In addition, the City is within 10 miles or less from the Dayton International Airport. The area that currently includes the incorporated limits of the City of Huber Heights was originally formed in 1810 as Wayne Township, named after Major General Anthony Wayne of the United State Army. The City has seen significant growth over the past ten years including commercial and residential development. Commercial development includes a mixed 100-acre mixed use development at the northeast corner of the District. This development includes The Rose Music Center and Tru by Hilton, that recently opened for business.

Residential development includes several new developments underway. Developers are expecting another successful year in 2020.

### **Long-term Financial Planning**

The District is currently in at the end of its most recent Strategic Plan. A new Strategic Planning process will begin in early 2020 which will include community leaders, parents, staff, and students to develop a student profile that will provide the District the structure to develop students to for success during and after their time at Huber Heights City Schools.

In May 2019, the District completed and adopted its most recent five-year financial forecast for fiscal year 2019, as required by the Ohio Department of Education. Prepared for the general operating fund only, this cash basis document forecasts cash receipts and cash disbursements for the next five fiscal years, as well as the ending balance available to carry over to the next fiscal year. This document is important to provide information to decision makers as it shows if available resources are adequate to meet anticipated spending levels.

As with any forecast, the further out amounts are forecasted, the less reliable the projections become. This is particularly true about unrestricted State Foundation funding which is subject to change with each State biennium budget. The current fiscal budget for the State of Ohio runs through June 30, 2021. In addition, the State Foundation is based on a very complex and numerous different variables which are difficult, at best, to project into the future.

Based on information available at the date the forecast was prepared, total receipts are anticipated to increase by less than 1% over the forecasted period. State Foundation funding which encompasses more than 50% of all District revenue is projected to see little growth over the forecast period.

Expenditures for wages and benefits of personnel were approximately 76% of the total general fund expenditures for fiscal year 2019. As such, accurately predicting and managing personnel related expenditures are particularly important to provide a reliable forecast. Over the period covered by the forecast, the District anticipates the personnel services expenditures to increase nearly 17% and employee related benefits to increase by approximately 41%. Overall, total disbursements and other financing uses of the general fund are anticipated to increase approximately 22% through the end of fiscal year 2023.

### **Relevant Financial Policies**

The District's accounting system is organized on a "fund" basis. Each fund is a distinct, self-balancing entity. Records for general governmental operations are maintained on a cash basis system of accounting as prescribed by the Auditor of State. Cash basis of accounting differs from GAAP as promulgated by the Governmental Accounting Standards Board (GASB). GAAP, as more fully described in the notes to the financial statements, provides for a modified accrual basis of accounting for the general fund, special revenue funds, debt service fund, and capital projects fund, and for full accrual basis of accounting for the agency funds.

### *Internal Controls*

The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that those objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived from its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management.

### *Budgetary Controls*

The District maintains its accounts, appropriations and other financial records in accordance with the procedures established and prescribed by the Ohio Auditor of State. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution approved by the Board of Education. Activities of all funds are included in the annual appropriation resolution. The level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is at the fund level for all funds of the District. The District also maintains an encumbrance accounting system as a technique of accomplishing budgetary control.

### **Major Initiatives**

Huber Heights City Schools continues to incorporate practices that prepare students for their choice of careers. Wayne High Schools has been able to expand learning opportunities through a new Agricultural Science class and the offering of College Credit Plus classes. During 2019 there were 258 students enrolled in College Credit Plus courses resulting in 2,447 college credits earned. We have continued to incorporate STEM learning with Project Lead the Way at the middle and high school levels.

The District has also been able to focus on early literacy through its Five Star Step up to Quality Preschool rating.

Huber Heights High School is also able to offer an AFJROTC program, gifted programming in grades 2-12, music, fine art and social emotional learning. Huber Heights City Schools has also vested their energies in developing community relations that offer opportunities for students to tour and visit manufacturing facilities and businesses in the area.

### **Awards and Acknowledgements**

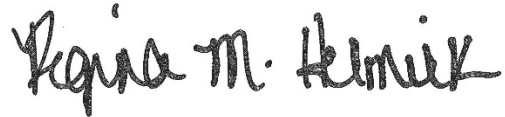
A Comprehensive Annual Financial Report (CAFR) is a set of financial statements that provides a thorough and detailed presentation of a school district's financial condition and goes beyond the minimum information necessary for fair presentation in conformity with accounting principles generally accepted in the United States of America (GAAP). A CAFR must contain three separate sections; 1) the introductory section which provides informative information regarding the school district, 2) the financial section providing information on each individual fund of the school district, and 3) the statistical section that provides historical and trend information on the school district's finances, revenue sources, debt capacity, as well as demographical and operational information.

Both the Government Finance Officers Association of the United States and Canada (GFOA) and the Association of School Business Officials (ASBO) have award programs which review submitted CAFRs and provide Certificates of Achievement to those that conform with the respective award program requirements. The Certificate of Achievement from both programs are only valid for a period of one year.

Huber Heights City School District believe this CAFR meets the award program requirements of both the respected Organizations and, therefore intends to submit this report to each Organization for review and award consideration for fiscal year ending June 30, 2019.

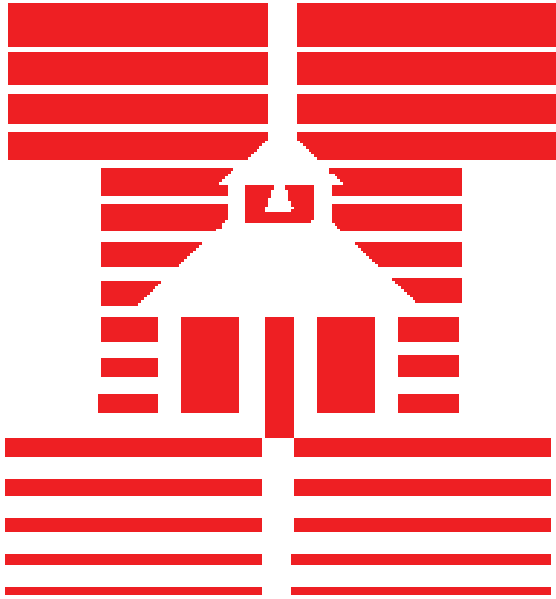
The preparation and publication of this 1st annual Comprehensive Annual Financial Report would not have been possible without the support of the entire treasurer's office staff, administrative team, and the Board of Education's commitment to excellence in financial accountability.

Respectfully submitted,

A handwritten signature in black ink that reads "Gina M. Helmick". The signature is written in a cursive, flowing style.

Gina Helmick, CPA  
Treasurer/CFO

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**HUBER HEIGHTS**  
CITY SCHOOLS



Huber Heights City School District  
List of Principal Officials

June 30, 2019

**Elected Officials**

**Board of Education**

Tony Cochren, Board President

Kelly Bledsoe, Vice-President

Mark Combs, Member

William Harris, Member

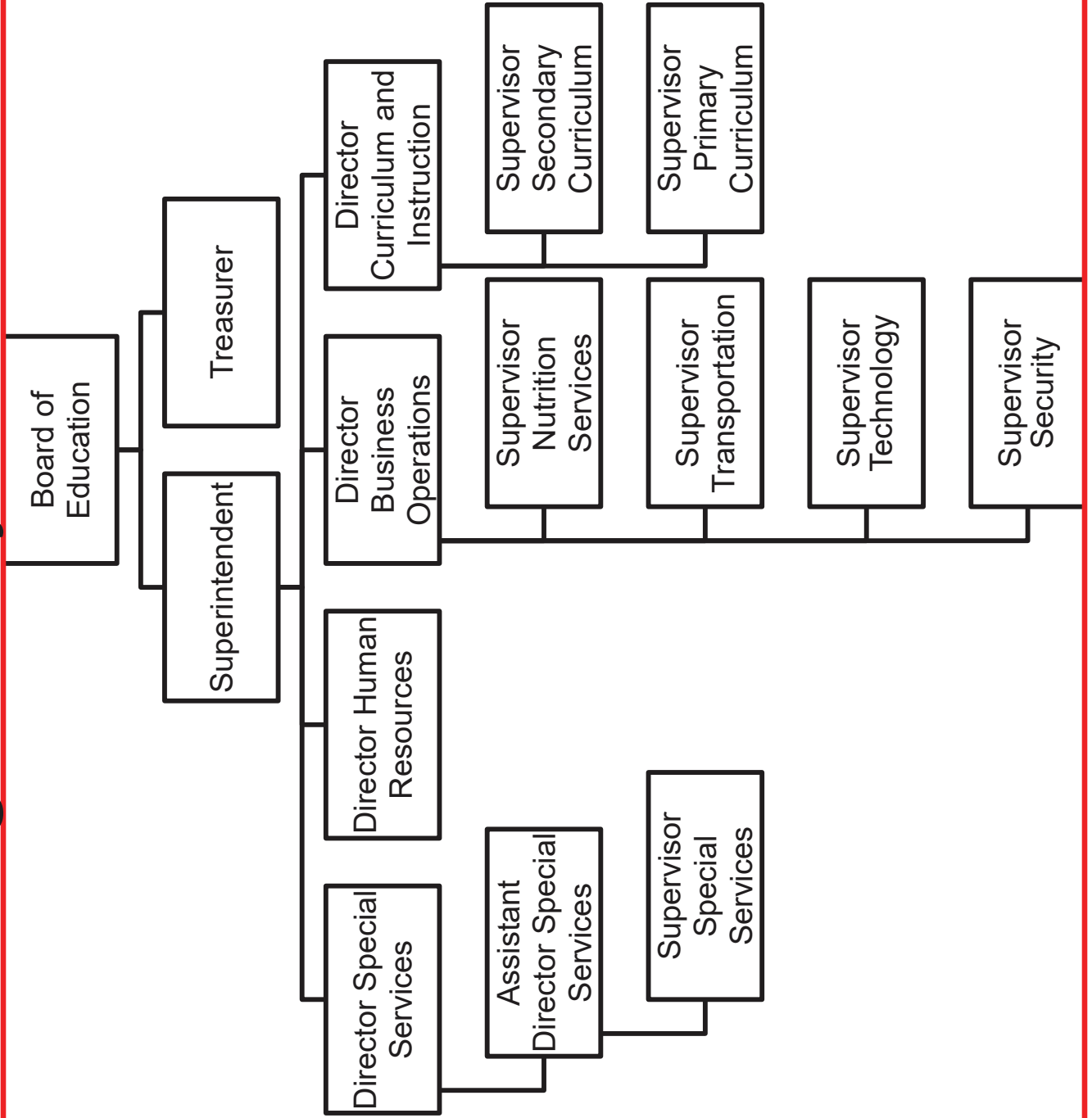
Mike Miller, Member

**Appointed Officials**

Mario Basora  
Superintendent

Gina Helmick  
Treasurer

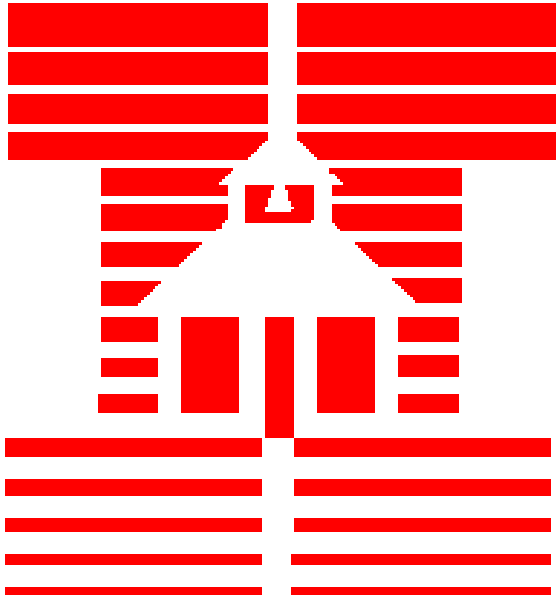
# Huber Heights City School District



# FINANCIAL SECTION

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HUBER HEIGHTS  
CITY SCHOOLS

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

*Certified Public Accountants*

*5240 East 98<sup>th</sup> Street*

*Garfield Hts., Ohio 44125*

Member American Institute of Certified Public Accountants

(216) 475 - 6136

Ohio Society of Certified Public Accountants

**INDEPENDENT AUDITOR'S REPORT**

To the Members of Board of Education  
Huber Heights City School District  
Huber Heights, Ohio

The Honorable Keith Faber  
Auditor of State  
State of Ohio

**Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Huber Heights City School District, Montgomery County, Ohio, (the District) as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

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

***Auditor's Responsibility***

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

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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Huber Heights City School District as of June 30, 2019, and the respective changes in financial position and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Other Matters***

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Schedules of Net Pension and Postemployment Benefit Liabilities and Pension and Postemployment Benefit Contributions, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

### **Other Reporting Required by *Government Auditing Standards***

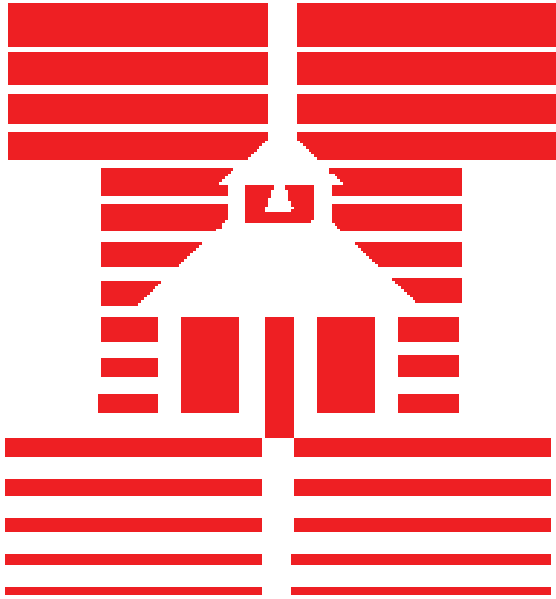
In accordance with *Government Auditing Standards*, we have also issued our report dated January 30, 2020, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements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



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

January 30, 2020

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**HUBER HEIGHTS**  
CITY SCHOOLS



## Huber Heights City School District, Ohio

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*Management's Discussion & Analysis  
For the Fiscal Year Ended June 30, 2019*

*(Unaudited)*

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Our discussion and analysis of Huber Heights City School District's (the District) financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2019. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the basic financial statements and the notes to the basic financial statements to enhance their understanding of the District's financial performance.

### **Financial Highlights**

- At June 30, 2019, the District's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$80.9 million.
- The District's net position increased by \$15.2 million compared with the \$38.7 million increase reported in the prior year. In the prior year, recognizing the pension and OPEB activity resulted in reducing expenses by \$23.5 million compared with the \$1.8 million negative expense recorded for the current year.
- At the end of the current fiscal year, the unassigned fund balance for the general fund, the District's operating fund, was \$48.0 million or 73.9% of the general fund expenditures.
- The District's total general obligation debt, including unamortized premiums, decreased by \$2.8 million or 3.6%.

### **Using this Comprehensive Annual Financial Report**

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

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

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

One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the District as a whole and about its activities in a manner that helps to answer this question. These statements include all assets, deferred outflows of resources, liabilities and deferred inflows of resources using the accrual basis of accounting prescribed for governmental entities. All the current year's revenues and expenses are taken into consideration regardless of when cash is received or paid.

These two statements report the District's net position and changes in that position providing the reader a tool to assist in determining whether the District's financial health is improving or deteriorating. The reader will need to consider other non-financial factors such as property tax base, current property tax laws, student enrollment growth, and facility conditions in arriving at their conclusion regarding the overall health of the District.

## Huber Heights City School District, Ohio

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*Management's Discussion & Analysis  
For the Fiscal Year Ended June 30, 2019*

*(Unaudited)*

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

#### *Fund Financial Statements*

The fund financial statements provide detailed information about the most significant funds – not the District as a whole. Some funds are required to be established by State statute, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions. The District's different types of funds, governmental and fiduciary, use different accounting approaches as further described in the notes to the financial statements.

#### *Governmental Funds*

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or less financial resources available to spend in the near future to finance the District's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the basic financial statements.

#### *Fiduciary Funds*

The District is the trustee, or fiduciary, for its scholarship programs as well as for various student managed activities. All of the District's fiduciary activities are reported as either private purpose trust fund or agency fund types. We exclude these activities from the District's other financial statements because the assets cannot be utilized by the District to finance its' operations.

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

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

#### *Required Supplementary Information*

As required, the District provides certain schedules and disclosures related to the State-wide pension and post-employment benefit plans in which District employee participate in. This information is required by the Government Accounting Standards Board to place the basic financial statements in the appropriate operational, economic or historical context.

## Huber Heights City School District, Ohio

Management's Discussion & Analysis  
For the Fiscal Year Ended June 30, 2019

(Unaudited)

### The District as a Whole

The statement of net position provides the perspective of the District as a whole. A comparative analysis of fiscal year 2019 to 2018 follows:

**TABLE 1**  
**NET POSITION JUNE 30**

	2019	2018
<b>Assets:</b>		
Current and Other Assets	\$ 99,846,522	91,785,243
Capital Assets	151,079,943	151,749,458
Total Assets	250,926,465	243,534,701
<b>Deferred Outflows of Resources:</b>		
Deferred Charge on Refundings	8,548,820	9,109,562
Pension and OPEB	22,122,760	25,351,579
Total Deferred Outflows of Resources	30,671,580	34,461,141
<b>Liabilities:</b>		
Current Liabilities	7,632,899	7,833,359
Noncurrent Liabilities:		
Due Within One Year	2,609,846	2,563,204
Due in More than One Year:		
Net Pension Liability	70,460,221	73,836,855
Net OPEB Liability	6,890,441	16,262,186
Other Obligations	74,440,988	77,322,735
Total Liabilities	162,034,395	177,818,339
<b>Deferred Inflows of Resources:</b>		
Property Taxes and Payments in Lieu	27,041,644	29,005,292
Pension and OPEB	11,643,920	5,491,681
Total Deferred Inflows of Resources	38,685,564	34,496,973
<b>Net Position (Deficit):</b>		
Net Investment in Capital Assets	85,153,654	83,873,451
Restricted	11,074,086	11,877,760
Unrestricted	(15,349,654)	(30,070,681)
Total Net Position	\$ 80,878,086	65,680,530

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

## Huber Heights City School District, Ohio

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Management's Discussion & Analysis  
For the Fiscal Year Ended June 30, 2019

(Unaudited)

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 liability or 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 to properly understand the information presented in these statements.

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

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

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

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

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability or the net OPEB liability. As explained above, changes in benefits, contribution rates, and return on investments affect the balance of these liabilities, but are

## Huber Heights City School District, Ohio

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*Management's Discussion & Analysis  
For the Fiscal Year Ended June 30, 2019*

*(Unaudited)*

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outside the control of the local government. In the event the 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 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.

As noted earlier, increases or decreases in net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$80.9 million at the close of the most recent fiscal year compared with the \$65.7 million amount reported at the end of the prior year.

During fiscal year 2019, the total assets of the District increased by 3.0%, or \$7.4 million. Capital assets decreased by nearly \$670,000 (0.4%) as current year depreciation expense recognized was more than the capital asset additions recorded for the year. At year end, capital assets represented 60.2% of total assets. Current and other asset accounts increased by \$8.1 million during the year or 8.8%, due to a significant increase in cash and cash equivalents, due to revenues exceeding operating expenses, as well as the recognition of a net OPEB asset for the current year.

Total liabilities reported at June 30, 2019 decreased by \$15.8 million (8.9%) from the amounts at the beginning of the year. The decrease in the net pension and OPEB liabilities reported for the current year was \$3.4 million and \$9.4 million, respectively. These two liabilities combined represents 47.7% of the total liabilities reported by the District compared to 50.7% reported at June 30, 2018. The District's proportionate share of the net pension liability and net OPEB liabilities will fluctuate significantly from year to year primarily based on the return on investments realized by the pension/OPEB plans during the measurement year, as well as any change in the actuarial assumptions adopted by the plans. Remaining components of total liabilities decreased by \$3.0 million during the year due to the scheduled debt service payments on long-term debt obligations, which was partially offset by an increase in accounts payable reported at the end of the current year.

The changes reported for total deferred inflows and outflows of resources directly relate to the District recording the components of the net pension and OPEB liabilities due to change in proportionate share of the net pension liability and net OPEB asset/liability for fiscal year 2019 compared to the prior year as well as projected earnings and experience costs varying from actual activity reported by the pension/OPEB plans.

Net position at June 30, 2019 was \$15.2 million more than the amount at the beginning of the year. Net investment in capital assets decreased as depreciation expense for the year was more than the reduction in capital related debt obligations. Restricted net position decreased as resources received for

## Huber Heights City School District, Ohio

Management's Discussion & Analysis  
For the Fiscal Year Ended June 30, 2019

(Unaudited)

specific grant program were utilized in the current year. The unrestricted net position (deficit) increased during the year by \$14.7 million (49.0%) over the \$30.1 million deficit reported one year prior. However, if the components of recording the net pension liabilities and the net OPEB asset and liability are removed from the Statement of Net Position, the District's ending unrestricted net position would be a positive \$47.4 million instead of the reported \$15.3 million deficit. We feel this is important to mention as the management of the District has no control over the management of the State-wide pension/OPEB plans or the benefits offered; both of which control the net pension and OPEB components which significantly effects the District's financial statements.

A comparative analysis of change in net position for fiscal year 2019 and 2018 follows:

**TABLE 2  
CHANGE IN NET POSITION, JUNE 30**

	2019	2018
<b>Revenues:</b>		
Program Revenues:		
Charges for Services	\$ 2,774,272	2,413,472
Operating Grants and Contributions	11,292,575	10,232,843
General Revenues:		
Property Taxes	30,216,708	30,231,907
Grants and Entitlements	37,588,230	36,760,572
Investment Earnings	1,770,364	609,012
Miscellaneous	1,046,323	1,714,191
Total Revenues	84,688,472	81,961,997
<b>Expenses:</b>		
Instruction	41,509,893	25,237,991
Support Services:		
Pupils and Instructional Staff	6,010,643	3,555,408
Board of Education, Administration		
Fiscal and Business	5,445,100	2,911,764
Operation and Maintenance of Plant	5,157,374	4,067,874
Pupil Transportation	3,262,377	1,638,383
Central	1,126,336	327,055
Operation of Non-Instructional Services	3,080,867	2,171,923
Extracurricular Activities	946,430	374,013
Interest and Issuance Costs	2,951,896	2,997,038
Total Expenses	69,490,916	43,281,449
<b>Change in Net Position</b>	15,197,556	38,680,548
<b>Net Position, Beginning of Year</b>	65,680,530	26,999,982
<b>Net Position, End of Year</b>	\$ 80,878,086	65,680,530

## Huber Heights City School District, Ohio

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*Management's Discussion & Analysis  
For the Fiscal Year Ended June 30, 2019*

*(Unaudited)*

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### *Governmental Activities*

Net position of the District's governmental activities increased during fiscal year 2019 by \$15.2 million; unrestricted net position (deficit) improved by \$14.7 million during that same period. Total governmental expenses of \$69.5 million exceeded program revenues of \$14.1 million, leaving the remaining \$55.4 million to be covered by general revenues. Program revenues supported 20.2% of the total governmental expenses. The primary sources of revenue for governmental activities are derived from property taxes and unrestricted grants and entitlements which are reported as general revenues. These two revenue sources represent 80.1% of total governmental revenue.

The property tax laws in Ohio create the need to periodically seek voter approval for additional operating funds. In general, tax revenues generated from a levy do not increase as a result of inflation. An operating levy is approved for a fixed millage rate, but the rate is reduced for inflation with the effect of providing the District the same amount of tax dollars as originally approved. Therefore, school districts, must periodically return to the ballot and ask voters for additional resources to maintain current programs. Due to revenue growth limitations, management of the resources provided is of paramount concern to District administration. The District utilizes a five-year cash financial forecast to estimate revenues and control expenditures whenever possible.

Operating grants and contributions revenues increased by \$1.1 million for fiscal year 2019 compared with the prior year due to recognizing additional allocation of federal grant resources by the State during the current fiscal year associated with special education and school security grants. General, unrestricted grant and entitlement revenue reported for fiscal year 2019 increased by 2.3% over the prior year due to a large, one-time Medicaid settlement received during fiscal year 2019. Investment earnings for the current year were significantly higher than prior year due to better return on investments as well as higher cash balances available for investment during fiscal year 2019 compared with those in the prior fiscal year.

The expenses reported for fiscal year 2019 are \$26.2 million more than those reported for the prior year as a result of recognizing the District's proportionate share of the State-wide pension and OPEB plans. In the prior year, recognition of pension and OPEB plan activity resulted in negative pension expense of \$23.5 million. In the current year, expenses were reduced by \$1.8 million as a result of pension and OPEB plan activity recorded. Outside the change in pension and OPEB expense, the total expenses of the District increased by \$4.5 million (6.7%) for fiscal year 2019 compared to those reported for fiscal year 2018.

The largest expense of the District is for instructional programs. Instructional expenses total \$41.5 million or 59.7% of the total governmental expenses reported for fiscal year 2019 compared with 58.3% reported for the prior year. Outside of the calculation of pension and OPEB expense components, general pay increases averaged 3.0% and the cost of health benefits increased 7.0% over those of the prior year. In addition, 18 FTE positions were added during fiscal year 2019.



## Huber Heights City School District, Ohio

Management's Discussion & Analysis  
For the Fiscal Year Ended June 30, 2019

(Unaudited)

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The table below reflects the cost of program services and the net cost of those services after taking into account the program revenues for the governmental activities. General revenues including tax revenue, investment earnings and unrestricted State entitlements must support the net cost of program services. Comparisons to 2018 are as follows:

**TABLE 3  
TOTAL AND COST OF PROGRAM SERVICES  
FOR THE FISCAL YEAR ENDED JUNE 30,**

	2019		2018	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instruction	\$ 41,509,893	(32,445,018)	25,237,991	(17,306,708)
Support Services	21,001,830	(19,701,192)	12,500,484	(11,436,373)
Operation of Non-Instructional Services	3,080,867	80,035	2,171,923	925,817
Extracurricular Activities	946,430	(405,998)	374,013	179,168
Interest and Issuance Costs	2,951,896	(2,951,896)	2,997,038	(2,997,038)
<b>Total Expenses</b>	<b>\$ 69,490,916</b>	<b>(55,424,069)</b>	<b>43,281,449</b>	<b>(30,635,134)</b>

It is apparent from the information presented in Table 3 above, that funding the operation of the District remains heavily reliant on general revenues. During fiscal year 2019, general revenues accounted for 83.4% of total revenues for governmental activities. The reliance on general revenues to support governmental activities is indicated by the net services column reflecting the need for approximately \$55.4 million of support to finance the functions. In total, general revenues were needed to cover 79.8% of expenses for the governmental activities. Non-instructional services, primarily food service operations, was the only significant functional area which generated enough revenues to cover the functional expenses.

### The District's Funds

The District's governmental funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$84.7 million and expenditures of \$78.6 million. Overall fund balance of governmental funds increased \$6.2 million over those at June 30, 2018.

The general fund is the only major fund and the primary operating fund of the District. The general fund balance increased by \$7.2 million during the year compared with a \$7.5 million increase reported in the prior year. General fund revenues increased by \$2.2 million over those of fiscal year 2018 due to the increase in investment and intergovernmental revenue previously discussed. Expenditures of the fund increased by \$2.6 million over those reported in the prior year due to increased cost associated with personnel (wages and benefits) mentioned above, as well as additional staffing positions added during the year. The ending unassigned fund balance of the general fund at June 30, 2019 (\$48.0 million) represents 73.9% of the total expenditures reported by the general fund for the year then ended.



## Huber Heights City School District, Ohio

Management's Discussion & Analysis  
For the Fiscal Year Ended June 30, 2019

(Unaudited)

### General Fund Budget Information

During fiscal year 2019, the District modified the general fund's budget on a few occasions. Revenues, excluding other financing sources, were originally budgeted at \$71.4 million which was reduced slightly during the year. Expenditures, excluding other financing uses, were initially budgeted at \$66.8 million but were decreased to \$66.4 million to reflect the decrease in receipts anticipated. Actual budgetary revenues were \$511,566 more than the budgeted revenues while actual budgetary expenditures ended \$1.1 million less than the final budgeted expenditures.

The ending budgetary fund balance of the general fund ended fiscal year 2019 at \$52.9 million, or nearly \$2.1 million more than the original budgeted balance of \$50.8 million. The higher actual budgetary fund balance resulted from additional investment earnings and intergovernmental revenue. The ending general fund balance on a budget basis represents 81.0% of the budgetary expenditures reported for the year, excluding other financing uses.

### Capital Assets

At the end of the fiscal year 2019, the District had \$151.1 million invested in land, land improvements, buildings and improvements, machinery and equipment, and vehicles.

During the year, the District reported capital asset additions of \$1.3 million, which included building renovations and improvements, new school busses and other vehicles, as well as acquisition of various pieces of equipment. Depreciation expense on all capital assets was \$1.8 million for the fiscal year.

Additional information regarding capital assets can be found in Note 8 of this report.

Table 4 shows the fiscal year 2019 balances compared to fiscal year 2018.

**TABLE 4**  
**CAPITAL ASSETS, JUNE 30**

	2019	2018
Land	\$ 915,794	915,794
Construction in Progress	-	2,076,349
Land Improvements	1,214,474	1,345,341
Buildings and Improvements	147,116,568	145,693,623
Machinery and Equipment	626,978	701,649
Vehicles	1,206,129	1,016,702
<b>Total Net Capital Assets</b>	<b>\$ 151,079,943</b>	<b>151,749,458</b>

## Huber Heights City School District, Ohio

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*Management's Discussion & Analysis  
For the Fiscal Year Ended June 30, 2019*

*(Unaudited)*

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### **Debt Administration**

At June 30, 2019, the District had \$73.2 million in outstanding general obligation bonds, including \$6.9 million of unamortized bond premiums. During the fiscal year, the District paid \$2.0 million in principal on bonds and another \$2.1 million of principal is due to mature within one year.

The District's other debt obligations, certificates of participation and capital leases totaled \$1.3 million at June 30, 2019 compared with the \$1.6 million at the beginning of the fiscal year.

Detailed information regarding long term debt obligations is included in Note 11 to the basic financial statements.

### **Contacting the District**

This financial report is designed to provide our citizens, taxpayers, creditors and investors with a general overview of the District's financial position and to show the District's accountability for the funds it receives. Should you have any questions about this report or any other financial matter, contact the Treasurer's Office at Huber Heights City School District, 5954 Longford Road, Huber Heights, Ohio 45424.

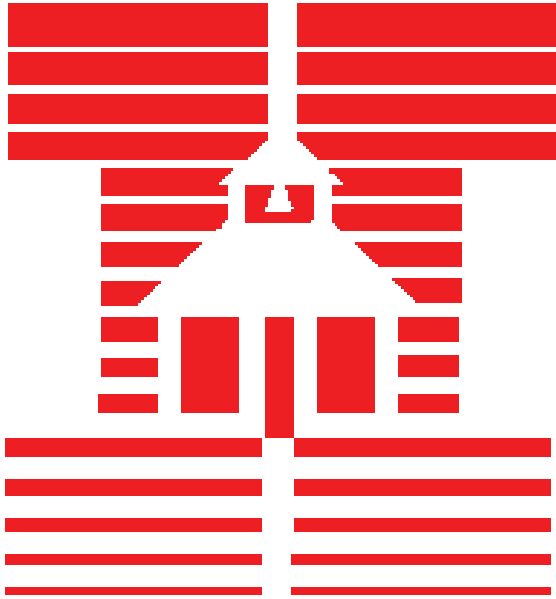
**Huber Heights City School District, Ohio**

*Statement of Net Position  
June 30, 2019*

	<b>Governmental Activities</b>
<b>ASSETS:</b>	
Equity in Pooled Cash and Cash Equivalents	\$ 65,559,265
Materials and Supplies Inventory	146,860
Accounts Receivable	438,517
Intergovernmental Receivable	1,016,809
Property Taxes Receivable	27,671,775
Payments in Lieu of Taxes Receivable	890,250
Net OPEB Asset	4,123,046
Nondepreciable Capital Assets	915,794
Depreciable Capital Assets, net	150,164,149
<i>Total Assets</i>	<i>250,926,465</i>
<b>DEFERRED OUTFLOWS OF RESOURCES:</b>	
Deferred Charge on Refunding	8,548,820
Pension	20,642,745
OPEB	1,480,015
<i>Total Deferred Outflows of Resources</i>	<i>30,671,580</i>
<b>LIABILITIES:</b>	
Accounts Payable	795,083
Accrued Wages and Benefits	5,444,032
Intergovernmental Payable	1,021,241
Accrued Interest Payable	227,432
Matured Compensated Absences Payable	145,111
Long-Term Liabilities:	
Due Within One Year	2,609,846
Due in More Than One Year:	
Net Pension Liability	70,460,221
Net OPEB Liability	6,890,441
Other Amounts	74,440,988
<i>Total Liabilities</i>	<i>162,034,395</i>
<b>DEFERRED INFLOWS OF RESOURCES:</b>	
Property Taxes not Levied to Finance Current Year Operations	26,151,394
Payments in Lieu of Taxes not Levied to Finance Current Year	890,250
Pension	4,685,305
OPEB	6,958,615
<i>Total Deferred Inflows of Resources</i>	<i>38,685,564</i>
<b>NET POSITION:</b>	
Net Investment in Capital Assets	85,153,654
Restricted for Debt Service	2,675,912
Restricted for Capital Outlay	2,310,607
Restricted for Classroom Maintenance	3,814,172
Restricted for Food Service	1,965,356
Restricted for Federal and State Educational Grants	237,879
Restricted for Other Purposes	70,160
Unrestricted	(15,349,654)
<i>Total Net Position</i>	<i>\$ 80,878,086</i>

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

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**HUBER HEIGHTS**  
CITY SCHOOLS

**Huber Heights City School District, Ohio**

*Statement of Activities  
For the Fiscal Year Ended June 30, 2019*

	Program Revenues			Net (Expense) Revenue and Change in Net Position
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
Governmental Activities:				
Instruction:				
Regular	\$ 24,440,731	\$ 1,085,396	\$ 192,946	\$ (23,162,389)
Special	12,491,925	276,106	7,510,427	(4,705,392)
Vocational	5,760	-	-	(5,760)
Other	4,571,477	-	-	(4,571,477)
Support Services:				
Pupils	4,235,560	-	37,346	(4,198,214)
Instructional Staff	1,775,083	-	925,237	(849,846)
Board of Education	15,582	-	-	(15,582)
Administration	3,512,261	-	-	(3,512,261)
Fiscal	1,409,136	-	-	(1,409,136)
Business	508,121	-	-	(508,121)
Operation and Maintenance of Plant	5,157,374	-	78,632	(5,078,742)
Pupil Transportation	3,262,377	39,869	205,154	(3,017,354)
Central	1,126,336	-	14,400	(1,111,936)
Operation of Non-Instructional Services	3,080,867	835,609	2,325,293	80,035
Extracurricular Activities	946,430	537,292	3,140	(405,998)
Interest and Fiscal Charges	2,951,896	-	-	(2,951,896)
<b>Total Governmental Activities</b>	<b>\$ 69,490,916</b>	<b>\$ 2,774,272</b>	<b>\$ 11,292,575</b>	<b>(55,424,069)</b>
General Revenues:				
Grants and Entitlements not Restricted to Specific Programs				37,588,230
Investment Earnings				1,770,364
Miscellaneous				1,046,323
Property Taxes Levied for:				
General Purposes				25,501,292
Debt Service				3,866,126
Capital Projects				566,193
Facilities Maintenance				283,097
<b>Total General Revenues</b>				<b>70,621,625</b>
<b>Change in Net Position</b>				<b>15,197,556</b>
<b>Net Position - Beginning of Year</b>				<b>65,680,530</b>
<b>Net Position - End of Year</b>				<b>\$ 80,878,086</b>

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

**Huber Heights City School District, Ohio**

*Balance Sheet  
Governmental Funds  
June 30, 2019*

	<u>General Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>ASSETS:</b>			
Equity in Pooled Cash and Cash Equivalents	\$ 54,370,352	\$ 11,158,421	\$ 65,528,773
Restricted: Cash and Cash Equivalents	-	30,492	30,492
Materials and Supplies Inventory	146,860	-	146,860
Accounts Receivable	256,553	181,964	438,517
Interfund Receivable	524,000	-	524,000
Intergovernmental Receivable	19,375	997,434	1,016,809
Property Taxes Receivable	23,494,647	4,177,128	27,671,775
Payments in Lieu of Taxes Receivable	890,250	-	890,250
<i>Total Assets</i>	<u>\$ 79,702,037</u>	<u>\$ 16,545,439</u>	<u>\$ 96,247,476</u>
<b>LIABILITIES:</b>			
Accounts Payable	\$ 645,466	\$ 149,617	\$ 795,083
Accrued Wages and Benefits	4,996,575	447,457	5,444,032
Interfund Payable	-	524,000	524,000
Intergovernmental Payable	932,907	88,334	1,021,241
Matured Compensated Absences Payable	138,596	6,515	145,111
<i>Total Liabilities</i>	<u>6,713,544</u>	<u>1,215,923</u>	<u>7,929,467</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Property Taxes not Levied to Finance			
Current Year Operations	22,213,607	3,937,787	26,151,394
Payments in Lieu of Taxes not Levied			
to Finance Current Year Operations	890,250	-	890,250
Unavailable Revenue	703,491	585,365	1,288,856
<i>Total Deferred Inflows of Resources</i>	<u>23,807,348</u>	<u>4,523,152</u>	<u>28,330,500</u>
<b>FUND BALANCES:</b>			
<b>Nonspendable:</b>			
Materials and Supplies Inventory	146,860	-	146,860
<b>Restricted:</b>			
Capital Outlay	-	2,300,516	2,300,516
Debt Service	-	2,834,340	2,834,340
Food Service	-	1,906,278	1,906,278
Facilities Maintenance	-	3,809,126	3,809,126
State and Federal Grant Programs	-	107,878	107,878
Other Purposes	-	70,160	70,160
<b>Committed:</b>			
Pollution Remediation	11,000	-	11,000
<b>Assigned:</b>			
School Supported Activities	174,820	-	174,820
School Supplies	52,912	-	52,912
Future Purchase Commitments	561,747	-	561,747
Subsequent Year Appropriations	208,252	-	208,252
Unassigned (Deficit)	48,025,554	(221,934)	47,803,620
<i>Total Fund Balances</i>	<u>49,181,145</u>	<u>10,806,364</u>	<u>59,987,509</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 79,702,037</u>	<u>\$ 16,545,439</u>	<u>\$ 96,247,476</u>

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

**Huber Heights City School District, Ohio**

*Reconciliation of Total Governmental Fund Balances to  
Net Position of Governmental Activities  
June 30, 2019*

<b>Total Governmental Fund Balances</b>	\$	59,987,509
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds.		151,079,943
Other long-term assets are not available to pay for current-period expenditures and therefore are reported as deferred inflows of resources in the funds.		
Taxes		535,862
Tuition and Fees		432,793
Intergovernmental Receivable		320,201
Certain items will not be recognized as expenditures for the current period and therefore are reported as deferred outflows of resources in the funds.		
Deferred Charge on Refunding		8,548,820
The net OPEB asset is not a current asset and the net pension and OPEB liabilities are not due and payable in the current period; therefore those assets and liabilities and related deferred outflows/inflows are not reported in governmental funds.		
Net OPEB Asset		4,123,046
Deferred Outflows - Pension and OPEB		22,122,760
Deferred Inflows - Pension and OPEB		(11,643,920)
Net Pension and OPEB Liabilities		(77,350,662)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
General Obligation Bonds		(66,310,000)
Certificates of Participation		(885,000)
Capital Leases		(400,951)
Compensated Absences		(2,575,725)
Unamortized Bond Premium		(6,879,158)
Accrued Interest on Long-Term Debt		(227,432)
		80,878,086
<b>Net Position of Governmental Activities</b>	<b>\$</b>	<b>80,878,086</b>

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

**Huber Heights City School District, Ohio**

*Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Fiscal Year Ended June 30, 2019*

	<u>General Fund</u>	<u>Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>REVENUES:</b>			
Property and Other Local Taxes	\$ 25,732,774	\$ 4,758,629	\$ 30,491,403
Payments in Lieu of Taxes	890,249	-	890,249
Intergovernmental	42,076,809	6,942,628	49,019,437
Interest	1,781,944	513	1,782,457
Tuition and Fees	948,618	-	948,618
Rent	129,537	-	129,537
Extracurricular Activities	314,589	292,528	607,117
Gifts and Donations	100,000	7,016	107,016
Customer Sales and Services	1,621	654,586	656,207
Miscellaneous	66,895	500	67,395
<i>Total Revenues</i>	<u>72,043,036</u>	<u>12,656,400</u>	<u>84,699,436</u>
<b>EXPENDITURES:</b>			
<b>Current:</b>			
<b>Instruction:</b>			
Regular	27,217,659	88,554	27,306,213
Special	11,732,072	2,411,217	14,143,289
Vocational	5,760	-	5,760
Other	4,608,668	-	4,608,668
<b>Support Services:</b>			
Pupils	4,510,960	197,929	4,708,889
Instructional Staff	1,174,078	828,744	2,002,822
Board of Education	15,582	-	15,582
Administration	4,029,769	61,821	4,091,590
Fiscal	1,296,044	86,494	1,382,538
Business	526,307	-	526,307
Operation and Maintenance of Plant	5,076,973	255,433	5,332,406
Pupil Transportation	3,041,837	399,692	3,441,529
Central	1,093,378	51,580	1,144,958
Operation of Non-Instructional Services	1,900	3,074,378	3,076,278
Extracurricular Activities	650,702	345,929	996,631
Capital Outlay	-	619,753	619,753
<b>Debt Service:</b>			
Principal	-	2,270,201	2,270,201
Interest	-	2,879,747	2,879,747
<i>Total Expenditures</i>	<u>64,981,689</u>	<u>13,571,472</u>	<u>78,553,161</u>
<i>Excess (Deficiency) of Revenues Over Expenditures</i>	7,061,347	(915,072)	6,146,275
<b>OTHER FINANCING SOURCES:</b>			
Proceeds from Sale of Capital Assets	3,200	-	3,200
Insurance Recoveries	85,479	-	85,479
<i>Total Other Financing Sources</i>	<u>88,679</u>	<u>-</u>	<u>88,679</u>
<i>Net Change in Fund Balances</i>	7,150,026	(915,072)	6,234,954
<i>Fund Balance at Beginning of Year</i>	<u>42,031,119</u>	<u>11,721,436</u>	<u>53,752,555</u>
<i>Fund Balance at End of Year</i>	<u>\$ 49,181,145</u>	<u>\$ 10,806,364</u>	<u>\$ 59,987,509</u>

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



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**Huber Heights City School District, Ohio**

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*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, 2019*

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**Net Change in Fund Balances - Total Governmental Funds** \$ 6,234,954

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. This is the amount by which depreciation expense exceeded capital outlay in the current period.

Capital asset additions used in governmental activities	1,345,124
Depreciation expense	(1,848,652)
Net book value of capital assets disposed of during year	(165,987)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (99,643)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effects of premiums, discounts, deferred loss on refundings when debt is first issued, whereas these amounts are amortized in the statement of activities.

Repayment of long-term bonds, certificates of participation and capital leases	2,270,201
Current year amortization of bond premium	481,987
Current year amortization of deferred charge on refunding	(560,742)

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 the governmental funds.

Accrued interest payable	6,606
Compensated absences	43,341

Contractually required pension and OPEB plan contributions are reported as expenditures in the governmental funds, however, the statement of activities reports these amounts as deferred outflows. 5,694,092

Except for amounts reported as deferred outflows/inflows, changes in the net pension and OPEB liabilities are reported as negative pension and OPEB expense among the functions in the statement of activities. 1,796,275

**Change in Net Position of Governmental Activities** \$ 15,197,556

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

**Huber Heights City School District, 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, 2019*

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget</b>
<b>Revenues:</b>				
Property Taxes	\$ 26,267,537	\$ 26,259,224	\$ 26,262,042	\$ 2,818
Intergovernmental	41,795,347	41,522,956	42,033,503	510,547
Interest	630,000	1,240,037	1,332,358	92,321
Tuition and Fees	855,000	955,640	776,153	(179,487)
Extracurricular Activities	99,833	240,483	248,758	8,275
Gifts and Donations	100,000	100,000	100,000	-
Rent	95,000	115,000	129,587	14,587
Customer Sales and Services	2,000	2,000	1,621	(379)
Miscellaneous	1,546,963	887,450	950,334	62,884
<b>Total Revenues</b>	<b>71,391,680</b>	<b>71,322,790</b>	<b>71,834,356</b>	<b>511,566</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	28,986,336	27,646,650	26,883,279	763,371
Special	11,891,416	11,879,609	11,782,027	97,582
Vocational	21,500	20,497	10,260	10,237
Other	5,259,494	4,665,270	4,609,784	55,486
<b>Support Services:</b>				
Pupils	4,172,234	4,273,988	4,558,016	(284,028)
Instructional Staff	944,271	1,148,837	1,133,849	14,988
Board of Education	14,644	14,560	15,360	(800)
Administration	4,070,827	4,176,153	4,069,482	106,671
Fiscal	1,089,229	1,299,640	1,272,506	27,134
Business	532,368	558,430	535,093	23,337
Operation and Maintenance of Plant	5,475,702	5,523,568	5,333,318	190,250
Pupil Transportation	2,992,495	3,304,146	3,162,389	141,757
Central	724,884	1,244,122	1,247,047	(2,925)
Operation of Non-Instructional Services	1,000	1,000	1,900	(900)
Extracurricular Activities	598,361	605,818	647,785	(41,967)
<b>Total Expenditures</b>	<b>66,774,761</b>	<b>66,362,288</b>	<b>65,262,095</b>	<b>1,100,193</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>4,616,919</b>	<b>4,960,502</b>	<b>6,572,261</b>	<b>1,611,759</b>
<b>Other Financing Sources (Uses):</b>				
Advances In	330,000	701,704	701,704	-
Proceeds from Sale of Capital Assets	-	3,200	3,200	-
Insurance Recoveries	-	84,121	85,479	1,358
Refund of Prior Year Expenditures	-	7,362	7,362	-
Transfers Out	-	(100,000)	(100,000)	-
Advances Out	(250,000)	(524,000)	(524,000)	-
Refund of Prior Year Receipts	-	-	(552)	(552)
<b>Total Other Financing Sources (Uses)</b>	<b>80,000</b>	<b>172,387</b>	<b>173,193</b>	<b>806</b>
<b>Net Change in Fund Balance</b>	<b>4,696,919</b>	<b>5,132,889</b>	<b>6,745,454</b>	<b>1,612,565</b>
<b>Fund Balance, July 1</b>	<b>45,554,960</b>	<b>45,554,960</b>	<b>45,554,960</b>	<b>-</b>
<b>Prior Year Encumbrances</b>	<b>583,032</b>	<b>583,032</b>	<b>583,032</b>	<b>-</b>
<b>Fund Balance, June 30</b>	<b>\$ 50,834,911</b>	<b>\$ 51,270,881</b>	<b>\$ 52,883,446</b>	<b>\$ 1,612,565</b>

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

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**Huber Heights City School District, Ohio**

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*Statement of Fiduciary Net Position  
Fiduciary Funds  
June 30, 2019*

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	<u>Private Purpose Trust Fund</u>	<u>Agency Funds</u>
ASSETS:		
Current Assets:		
Equity in Pooled Cash and Cash Equivalents	\$ 8,950	\$ 138,834
<i>Total Current Assets</i>	<u>8,950</u>	<u>138,834</u>
<i>Total Assets</i>	<u>8,950</u>	<u>\$ 138,834</u>
LIABILITIES:		
Current Liabilities:		
Accounts Payable	-	\$ 254
Intergovernmental Payable	-	773
Undistributed Monies	-	28,510
Due to Students	-	109,297
<i>Total Current Liabilities</i>	<u>-</u>	<u>138,834</u>
<i>Total Liabilities</i>	<u>-</u>	<u>\$ 138,834</u>
NET POSITION:		
Held in Trust for Scholarships	<u>\$ 8,950</u>	

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

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**Huber Heights City School District, Ohio**

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*Statement of Changes in Fiduciary Net Position  
Fiduciary Fund  
For the Fiscal Year Ended June 30, 2019*

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	<u>Private Purpose Trust Fund</u>
ADDITIONS:	
Gifts and Donations	\$ 1,182
	<u>100</u>
<i>Total Additions</i>	<u>1,282</u>
DEDUCTIONS:	
Payments in Accordance with Trust Agreements	<u>2,000</u>
<i>Total Deductions</i>	<u>2,000</u>
<i>Change in Net Position</i>	(718)
<i>Net Position at Beginning of Year</i>	<u>9,668</u>
<i>Net Position at End of Year</i>	<u><u>\$ 8,950</u></u>

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

# Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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## **1. Description of the District and Reporting Entity**

The Huber Heights City School District (the “District”) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District is a city district as defined by Section 3311.02 of the Ohio Revised Code. The District operates under a locally elected five member board and is responsible for the provision of public education to residents of the District. The Board controls the District’s instructional/support facilities staffed by 245 non-certificated staff, 367 certificated staff members and 28 administrative staff to provide services to 5,842 students.

### **Reporting Entity**

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the basic financial statements of the District are not misleading.

The primary government consists of all funds and departments, which provide various services including instruction, student guidance, extracurricular activities, food service, pre-school, educational media and care and upkeep of grounds and buildings. The operation of each of these activities is directly controlled by the Board of Education.

Current State legislation provides funding to parochial schools, as well as the community and Montessori schools within the District boundaries. These monies are received and disbursed on behalf of the non-public school by the treasurer of the District, as directed by the non-public school. The State monies received/dispursed by the District are reflected as a governmental activity for financial reporting purposes.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization’s governing body and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization’s resources; (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations for which the District approves the budget, the issuance of debt or the levying of taxes. The District does not have any component units.

The District is associated with five organizations, which are defined as jointly governed, and one public entity risk pool. These organizations include the Metropolitan Educational Technical Association (META), the Southwestern Ohio Educational Purchasing Council, the Miami Valley Career Technology Center, Southwestern Ohio Instructional Technology Association, the Shared Resources Center Regional Council of Governments, and the Southwestern Ohio Educational Purchasing Council Employee Benefit Plan Trust.

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### **2. Summary of Significant Accounting Policies**

The significant accounting policies followed in the preparation of these financial statements are summarized below. These policies conform to accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the District's policies are described below.

#### **a. Fund Accounting**

The District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The funds of the District are divided into the categories governmental and fiduciary.

##### *Governmental Funds*

Governmental funds are those through which most governmental functions of the District are financed. Governmental fund reporting focuses 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 is the District's major governmental fund:

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

Other governmental funds of the District may be used to account for specific resources that are restricted or committed to specified purposes.

##### *Fiduciary Funds*

Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The District's one private purpose trust fund is used to account for scholarship resources for students. Agency funds are purely custodial and thus do not involve measurement of results of operations. The District's agency funds account for student activities, as well as undistributed state athletic tournament funds that remain unremitted at year-end.

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### **2. Summary of Significant Accounting Policies (continued)**

#### **b. Basis of Presentation**

##### *Government-wide Financial Statements*

The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

The government-wide statements are prepared using the economic resources measurement focus. All assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of the District are included on the statement of net position. This approach differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the governmental activities of the District. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include amounts paid by the recipient of goods or services offered by the program and grants and contributions that are restricted to meeting the operational requirements of a particular program. Revenues not classified as program revenues are presented as general revenues.

##### *Fund Financial Statements*

Fund financial statements report detailed information about the District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column, and all non-major funds are aggregated into one column. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and liabilities, as well as deferred inflows of resources, are generally included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in current fund balances. Like the government-wide statements, fiduciary funds are accounted for on a flow of economic resources measurement focus. Agency funds do not report a measurement focus as they do not report operations.

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### 2. Summary of Significant Accounting Policies (continued)

#### c. **Basis of Accounting**

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. The Fund financial statements are prepared using either modified accrual for governmental funds or accrual basis for fiduciary funds.

#### *Revenues, Exchange and Non-exchange Transactions*

Revenue resulting from exchange transactions is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recognized in the accounting period when they become both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period of the District is sixty days after year end.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been met. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: property taxes available for advance, tuition, grants and student fees.

#### *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 position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the District, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on refunding, pension, and OPEB. 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 further in Notes 12 and 13.



## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### **2. Summary of Significant Accounting Policies (continued)**

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 position that applies to a future period and will not be recognized as an inflow of resources until that time. For the District, deferred inflows of resources include property taxes, unavailable revenue, pension, and OPEB. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2019, but which were levied to finance fiscal year 2020 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 District, unavailable revenue includes delinquent property taxes, intergovernmental grants, and student fees. These amounts are deferred and recognized as an inflow of resources as an inflow of resources in the period the amounts become available. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position (see Notes 12 and 13).

#### *Expenditures/Expenses*

The measurement focus of governmental fund accounting is on flow of current financial resources. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred except for (1) principal and interest on general long-term debt, which is recorded when due, and (2) the costs of accumulated unpaid vacation and sick leave are reported as fund liabilities to the extent that payments come due each period upon the occurrence of employee resignations and retirements. Allocation of costs, such as depreciation and amortization, are not recognized in governmental funds.

The accrual basis of accounting utilized by the government-wide recognize revenues when they are earned, and expenses are recognized at the time they are incurred.

#### *Budgets and Budgetary Accounting*

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified.

All funds, other than agency funds, are legally required to be budgeted and appropriated, however the District elects to adopt appropriations and budgets for its agency funds. The legal level of control is at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

## Huber Heights City School District, Ohio

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### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2019*

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#### **2. Summary of Significant Accounting Policies (continued)**

Advances in and advances out are not required to be budgeted since they represent a temporary cash flow resource and are intended to be repaid.

##### *Tax Budget*

Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing on the following July 1. The budget includes proposed expenditures and means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayer's comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates.

By no later than January 20, the Board-adopted budget is filed with the Montgomery County Budget Commission for rate determination.

##### *Estimated Resources*

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources, which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the Certificate is amended to include unencumbered cash balances from the preceding year. The certificate may be further amended during the year if the fiscal officer determines that the revenue collected is greater or less than the current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during fiscal year 2019.

##### *Appropriations*

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is legally enacted by the Board of Education at the fund-function level of expenditures for the general fund and fund level for all other funds, which is the legal level of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures may not exceed the appropriation totals at the legal level of control. Any revisions that alter the appropriation above the legal level of control, must be approved by the Board of Education.

The Board may pass supplemental fund appropriations so long as the total appropriation by fund does not exceed the amounts set forth in the most recent Certificate of Estimated Resources. The budget figures, which appear in the statements of budgetary comparison, represent the final appropriation amounts, including all amendments and modifications.

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### 2. Summary of Significant Accounting Policies (continued)

As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. The Ohio Revised Code prohibits expenditures from exceeding appropriations. On the fund financial statement encumbrances are reported within the restricted, committed or assigned fund balances depending on the restrictions placed upon the resources encumbered. For the general fund, encumbrances are reported as a component of assigned fund balance indicating that amount is not currently available. Encumbrances are reported as part of expenditures on a non-GAAP budgetary basis.

#### *Lapsing of Appropriations*

At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. Encumbered appropriations are carried forward to the succeeding fiscal year and are not re-appropriated.

#### **d. Cash and Cash Equivalents**

The District maintains a cash and investment pool used by all funds. The cash and investment pool has the same characteristics as demand deposits. Each fund type's portion of this pool is displayed in the financial statements as cash and cash equivalents. The District utilizes a financial institution to service bonded debt as principal and interest payments come due. The monies are either maintained in a central bank account or used to purchase legal investments.

The Ohio Revised Code authorizes the District to invest in United States and State of Ohio bonds, notes and other obligations; bank certificates of deposit; bankers' acceptances; commercial paper notes rated prime and issued by United States corporations; and STAR Ohio.

STAR 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 GASB Statement No. 79, "Certain External Investment Pools and Participants". The District measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides the NAV per share that approximates fair value.

For fiscal year 2019, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance for all deposits or withdrawals exceeding \$25 million. STAR Ohio reserves the right to limit the transaction to \$100 million, requiring the excess amount to be transacted the following business day(s), but only to the \$100 million limit. All accounts of the participants will be combined for these purposes.

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 2. Summary of Significant Accounting Policies (continued)

The District reports investment at fair value, with the exception of its investment in STAR Ohio and mutual fund which are based on a per share basis. All investments of the cash management pool and those with an original maturity of three months or less when purchased are considered to be cash equivalents.

Under existing Ohio statutes, all investment earnings accrue to the general, food service fund and auxiliary service fund. Interest earnings allocated to the food service and auxiliary service funds are based on average monthly cash balances. Investment income credited to the general fund during the fiscal year amounted to \$1,781,944, which includes \$336,033 assigned from other District funds.

#### e. **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 statement of net position.

#### g. **Capital Assets and Depreciation**

General capital assets are reported in 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. Donated capital assets are recorded at acquisition values as of the date received. The District follows the policy of not capitalizing assets with a cost of less than \$5,000 and a useful life of less than 1 year. The District does not possess any infrastructure.

All reported capital assets, except for 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 with a salvage value of 10 percent over the following useful lives:

<u>Description</u>	<u>Useful Life (Yrs)</u>
Land Improvements	20
Buildings & Improvements	25 - 100
Machinery & Equipment	5 - 20
Vehicles	10

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### **2. Summary of Significant Accounting Policies (continued)**

#### **h. Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employee's right to receive compensation is attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at June 30 by those employees who are currently eligible to receive termination payments and those employees for whom it is probable they will become eligible to receive termination benefits in the future. The criteria for determining the vacation and sick leave liability is derived from Board policy, negotiated agreements, and state laws. The liability is based upon pay rates in effect at the balance sheet date for all employees with 20 or more years of service with the District.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "matured compensated absences payable" in the fund from which the employee will be paid.

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

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and from current financial resources, are reported as obligations of the funds. However, compensated absences and claims and judgments 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 fiscal year. Net pension and OPEB liabilities should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension and OPEB plans' fiduciary net position is not sufficient for payment of those benefits.

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

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

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### 2. Summary of Significant Accounting Policies (continued)

#### k. Fund Balance

The District reports classifications of fund balance based on the extent to which the District is bound to honor constraints on the specific purposes for which amounts in those funds can be spent. The following categories are used:

Nonspendable – amounts that cannot be spent because they are either (a) not in spendable form or (b) legally required to be maintained intact.

Restricted – amounts that have constraints placed on the use of resources that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

Committed – amounts that can only be used for specific purposes pursuant to constraints imposed by formal action (resolution) of the District's highest level of decision-making authority, the Board of Education.

Assigned – amounts that are constrained by the District's intent to be used for specific purpose, but are neither restricted nor committed. Assigned amounts include those approved through the District's formal purchasing procedure by the Treasurer. Through the District's purchasing policy, the Board of Education has given the Treasurer the authority to constrain monies for intended purposes.

Unassigned – residual fund balance within the general fund that is in spendable form that is not restricted, committed or assigned. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed or assigned.

The District applies restricted resources first when an expenditure is incurred for purposes for which restricted and unrestricted fund balance is available. The District considers committed, assigned, and unassigned fund balances, respectively, to be spent when expenditures are incurred for purposes for which any of the unrestricted fund balance classifications could be used.

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### **2. Summary of Significant Accounting Policies (continued)**

#### **I. Net Position**

Net position represents the difference between assets and deferred outflows of resources compared with liabilities and deferred inflows of resources. Net investment in capital assets represents capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvements of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws, regulations or other governments.

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

#### **m. Interfund Activity**

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements to avoid “doubling up” revenues and expenses. Transfers within governmental activities are eliminated on the government-wide financial statements. Internal allocations of overhead expenses from one function to another or within the same function are also eliminated. Payments for interfund services provided and used are not eliminated.

#### **n. Operating Revenues and Expenses**

Operating revenues and expenses generally result from providing services in connection with a proprietary fund’s principal ongoing operations. The principal operating revenue of the District’s internal service fund are charges made to other funds for health benefits and workers’ compensation premiums and operating expenses are the payments of those claims, premiums and services to process the claims. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

#### **o. Unamortized Bond Premium and Discount/Accounting Gain or Loss**

On government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable government activities statement of net position. Bond premiums and discounts, as well as deferred gain or loss on refunding, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Unamortized deferred gain or loss on refunding are reported as a component of deferred inflows of resources or deferred outflows of resources, respectively. Bond issuance costs are reported as current period expense when incurred.

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### **2. Summary of Significant Accounting Policies (continued)**

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

#### **p. Estimates**

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

### **3. Accountability**

#### **a. Change in Accounting Principle**

For fiscal year 2019, the District implemented the Governmental Accounting Standards Board (GASB) Statements No. 83, *Certain Asset Retirement Obligations* and No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*.

GASB Statement No. 83 establishes uniform criteria for governments to recognize and measure certain asset retirement obligations (AROs), including obligations that may not have been previously reported, including requiring certain disclosures regarding AROs. The implementation of this Standard had no impact on the District's financial statements.

GASB Statement No. 88 clarifies what information is to be disclosed in the notes to the financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. Debt is defined for disclosure purposes as a liability that arises from a contractual obligation to pay cash (or other assets that may be used in lieu of cash) in one or more payments to settle an amount that is fixed at the date the contractual obligation is established. Required disclosure include, unused line(s) of credit, assets pledged as collateral for the debt, terms specified in debt agreement related to defaults, significant termination events and significant subjective acceleration clauses. The implementation of this Standard had no impact on the District's financial statements.



## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 3. Accountability (Continued)

#### b. Deficit Fund Balances

Individual fund deficits reported at June 30, 2019 include the following:

<u>Non-Major Funds</u>	<u>Deficit</u>
IDEA, Part B Grant	\$ 75,830
Title III, Limited English Proficiency Grant	2,468
Title I Grant	107,947
IDEA Preschool Grant	2,786
Miscellaneous Federal Grants	32,903

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

### 4. Budgetary Basis of Accounting

While the District is reporting financial position, results of operations and changes in fund balance on the basis of 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 Balances – Budget (Non-GAAP Basis) 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 that:

- Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- In order to determine compliance with Ohio law, and reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to an assignment of fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis); and,
- Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 4. Budgetary Basis of Accounting (Continued)

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

Net Change in Fund Balance	General Fund
Budget Basis	\$ 6,745,454
Adjustments:	
Revenue Accruals	(38,729)
Expenditure Accruals	(464,160)
Encumbrances	954,884
Other Financing Sources(Uses)	(84,514)
Perspective Budgeting Difference **	37,091
GAAP Basis	\$ 7,150,026

\*\* As part of GASB Statement No. 54, "Fund Balance Reporting", 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 uniform school supply fund, public school support fund, and summer school fund. These funds have legally adopted budgets and have a schedule of revenues, expenditures and changes in fund balance – budget (Non-GAAP basis) and actual presented.

### 5. Deposits and Investments

State statutes require the classification of monies held by the District into three categories.

**Active Monies** - Those monies required to be kept in a "cash" or "near-cash" status for immediate use by the district. Such monies must be maintained either as cash in the District Treasury, in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

**Inactive Monies** - Those monies not required for use within the current five year period of designation of depositories. Inactive monies may be deposited or invested as certificates of deposit maturing not later than the end of the current period of designation of depositories, or as savings or deposit accounts including, but not limited to, passbook accounts.

**Interim Monies** - 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. Ohio law permits interim monies to be invested in legal securities (see Note 2d).

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### 5. Deposits and Investments (continued)

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

United States Treasury Notes, Bills, Bonds or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;

Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2% and be marked to market daily, and that the term of the agreement must not exceed thirty days;

Bonds and other obligations of the State of Ohio;

No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;

The State Treasurer's investment pool (STAR Ohio);

Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from purchase date in an amount not to exceed 25% of the interim monies available for investment at any one time, and under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations reverse repurchase agreements and derivatives are prohibited. The issuance of table 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 of or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 5. Deposits and Investments (continued)

#### *Deposits*

At June 30, 2019, the carrying amount of all District deposits was \$2,257,551 including cash on hand. Based on the criteria described in GASB Statement 40, "Deposits and Investment Risk Disclosures", \$2,267,020 of the District's bank balance of \$2,517,020 was exposed to custodial risk as discussed below, while \$250,000 was covered by Federal Deposit Insurance Corporation.

Custodial credit risk is the risk that, in the event of bank failure, the District's deposits may not be returned. The District's policy for deposits is that any balance not covered by depository insurance will be collateralized by the financial institution with pledged securities. Ohio law requires that deposits either be insured or be protected by:

Eligible securities pledged to the District and deposited with a qualified trustee by the financial institution as security for repayment whose market 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 market value of the securities to be 102 percent of the deposits being secured or a rate set by the Treasurer of State.

#### *Investments*

As of June 30, 2019, the District had the following investments and maturities:

<u>Investment Type</u>	<u>Measurement</u>	<u>Maturity (in years)</u>		
	<u>Value</u>	<u>less than 1</u>	<u>1 to 3</u>	<u>4 to 5</u>
<b>U.S. Agencies</b>	\$ 19,418,987	\$ 3,730,496	\$ 12,946,977	\$ 2,741,514
<b>Negotiable CDs</b>	7,534,362	1,734,241	3,688,859	2,111,262
<b>Commercial Paper</b>	7,731,978	7,731,978	-	-
<b>Money Market Funds</b>	73,212	73,212	-	-
<b>STAROhio</b>	28,690,959	28,690,959	-	-
Total	<u>\$ 63,449,498</u>	<u>\$ 41,960,886</u>	<u>\$ 16,635,836</u>	<u>\$ 4,852,776</u>

#### *Interest Rate Risk*

As a means of limiting its exposure to fair value losses arising from rising interest rates and according to State law, the District's investment policy limits investment portfolio maturities to five years or less.

## Huber Heights City School District, Ohio

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019

### 5. Deposits and Investments (continued)

#### *Credit Risk*

The District's investment in securities of Federal agencies were rated Aaa by Moody's and AA+ by Standard & Poor's; commercial paper held was rated P-1 by Moody's; and the mutual fund and STAR Ohio were rated AAAM by Standard & Poor's. Negotiable Certificates of Deposits (CDs) were fully insured by FDIC. The District has no policy limiting investments based on credit risk other than those established by ORC.

#### *Custodial Credit Risk*

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The District's investment policy does not specifically address custodial credit risk beyond the adherence to those investments permitted by the ORC. Requirements in State statute prohibit payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

#### *Concentration of Credit Risk*

The District places a limit on the percentage of the portfolio that may be held in the form of commercial paper, other than this stipulation, the District places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the District at June 30, 2019:

<u>Investment Type</u>	<u>Measurement Value</u>	<u>% of Portfolio</u>
U.S. Agencies	\$ 19,418,987	30.60%
Negotiable CDs	7,534,362	11.88%
Commercial Paper	7,731,978	12.19%
Money Market Funds	73,212	0.11%
STAROhio	<u>28,690,959</u>	45.22%
Total	<u>\$ 63,449,498</u>	

#### *Fair Value Measurement*

The District's investments measured and reported at fair value are classified according to the following hierarchy:

- Level 1 – Investments reflect prices quoted in active markets.
- Level 2 – Investments reflect prices that are based on a similar observable asset either directly or indirectly, which may include inputs in markets that are not considered to be active.
- Level 3 – Investments reflect prices based upon unobservable sources.

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 5. Deposits and Investments (continued)

The categorization of investments within the hierarchy is based upon the transparency of the instrument and should not be perceived as the particular investment's risk. The District had the following reoccurring fair value measurements as of June 30, 2019:

<u>Investment Type</u>	<u>Total</u>	<u>Identical Assets (Level 1)</u>	<u>Observable Inputs (Level 2)</u>	<u>Unobservable Inputs (Level 3)</u>
U.S. Agencies	\$ 19,418,987	\$ -	\$ 19,418,987	\$ -
Negotiable CDs	7,534,362	-	7,534,362	-
Commerical Paper	7,731,978	-	7,731,978	-
Total	<u>\$ 34,685,327</u>	<u>\$ -</u>	<u>\$ 34,685,327</u>	<u>\$ -</u>

Investments classified in Level 2 of the fair value hierarchy are valued using pricing sources provided by the investment managers.

### 6. Property Taxes

Property taxes are levied and assessed on a calendar year basis. Distributions from the second half occur in a new fiscal year and are intended to finance the operations of that year. Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located in the District. All property taxes are collected on behalf of the District by the auditors of Miami and Montgomery Counties. Montgomery County collects approximately 98% and Miami County collects approximately 2% of the District's taxes. Taxpayers remit payment to their respective county, Montgomery or Miami, which then distributes funds to the District on settlement dates that vary each year.

Real property taxes and public utility taxes are levied in April on the assessed value listed as of the prior January 1, the lien date. Assessed values for real property taxes are established by State law at 35% of appraised market value. All property is required to be revalued every six years. Real property taxes are payable annually or semi-annually. If paid annually, payment is due January 20; if paid semi-annually, the first payment is due January 20 with the remainder payable by June 20. Settlement dates for real property taxes generally occur during the months of February and August but on occasion run into the following month. Amounts certified by the County Auditor prior to June 30 are available to the District as an advance and should therefore be recognized as revenue in the current fiscal year. The District's policy is not to take an advance on these taxes, as they are budgeted for the next fiscal year.

Public utility property taxes are assessed on tangible personal property at 25% of true value (with certain exceptions) and on real property at 35% of true value. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes.

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 6. Property Taxes (continued)

The assessed values upon which fiscal year 2019 taxes receipts were based on are as follows:

	<b>2019 First Half Collections</b>	<b>2018 Second Half Collections</b>
Real Estate		
Residential /Agricultural	\$ 567,094,330	\$ 566,126,320
Commerical / Industrial	126,645,260	123,549,980
Public Utility Property	15,588,700	14,782,560
Total	\$ 709,328,290	\$ 704,458,860

Accrued property taxes receivable represents delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable as of June 30, 2019, and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred inflow of resources for that portion not intended to finance current year operations. On the accrual basis, total delinquent property tax amounts existing at year end have been recorded as revenue.

### 7. Receivables

Receivables at June 30, 2019 consisted of taxes, accounts (tuition and student fees), and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of federal funds. A summary of the District's intergovernmental receivables follows:

<b>Governmental Activities:</b>	<b>Amount</b>
<i>General Fund</i>	
Miscellaneous State Funding	\$ 19,375
<i>Non-Major Governmental Funds</i>	
Other State Grants	4,428
IDEA, Part B Federal Grant	402,754
Title III Federal Grant	18,263
Title I Federal Grant	293,862
IDEA Preschool Federal Grant	8,275
Supporting Effective Instruction State Grant	210,085
Miscellaneous Federal Grants	59,767
Total	\$ 1,016,809

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 8. Capital Assets

A summary of capital asset activity during the fiscal year follows:

	<u>Balance at 6/30/2018</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at 6/30/2019</u>
<b><u>Capital Assets, not being depreciated:</u></b>				
Land	\$ 915,794	\$ -	\$ -	\$ 915,794
Construction in Progress	2,076,349	376,814	2,453,163	-
	<u>2,992,143</u>	<u>376,814</u>	<u>2,453,163</u>	<u>915,794</u>
<b><u>Capital Assets, being depreciated:</u></b>				
Land Improvements	2,665,084	-	191,492	2,473,592
Buildings and Improvements	158,485,377	2,918,277	149,265	161,254,389
Machinery and Equipment	2,108,823	118,668	943,765	1,283,726
Vehicles	3,855,358	384,528	243,797	3,996,089
	<u>167,114,642</u>	<u>3,421,473</u>	<u>1,528,319</u>	<u>169,007,796</u>
<b><u>Less: Accumulated Depreciation:</u></b>				
Land Improvements	1,319,743	110,095	170,720	1,259,118
Buildings and Improvements	12,791,754	1,457,282	111,215	14,137,821
Machinery and Equipment	1,407,174	97,487	847,913	656,748
Vehicles	2,838,656	183,788	232,484	2,789,960
	<u>18,357,327</u>	<u>1,848,652</u> *	<u>1,362,332</u>	<u>18,843,647</u>
<b>Capital Assets, being depreciated, net</b>	<u>148,757,315</u>	<u>1,572,821</u>	<u>165,987</u>	<u>150,164,149</u>
<b>Total Capital Assets, net</b>	<u>\$ 151,749,458</u>	<u>\$ 1,949,635</u>	<u>\$ 2,619,150</u>	<u>\$ 151,079,943</u>

\* - Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$ 1,590,519
Special	16,056
Support Services:	
Administration	932
Operation and Maintenance of Plant	68,472
Pupil Transportation	158,226
Non-Instructional Services	11,545
Extracurricular Activities	2,902
<b>Total Depreciation Expense</b>	<u>\$ 1,848,652</u>



## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 9. Interfund Transactions

Interfund balances on the fund statements at June 30, 2019 consist of the following receivables and payables:

Fund	Receivable	Payable
General Fund	\$ 524,000	
Other Governmental Funds:		
Non-Major Special Revenue Funds:		
Other State Grants Fund		\$ 3,500
IDEA, Part B Grant Fund		155,000
Title III - Limited English Proficiency Grant Fund		2,500
Title I Grant Fund		135,000
IDEA Preschool Grant Fund		3,000
Supporting Effective Instruction State Grants Fund		75,000
Miscellaneous Federal Grants Fund		150,000
	\$ 524,000	\$ 524,000

The interfund receivables and payables resulted from the general fund advancing monies to individual grant funds to cover deficits until grant funding was received in the subsequent fiscal year.

### 10. Risk Management

The District is exposed to various risks of loss related to torts, theft or, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. The District contracts with the Ohio School Plan for insurance. This policy has a limit in the amount of \$350 million for property. The base policy for vehicle liability insurance is \$5.0 million per occurrence. The Treasurer is separately bonded.

There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three fiscal years.

The District is a member of the Southwestern Ohio Educational Purchasing Council (SOEPC). The SOEPC contracts with Comp Management to provide an insurance purchasing pool for workers compensation. The intent of the pool is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the pool. The workers compensation experience of the participation school districts is calculated as one experience and a common premium rate is applied to all school districts in the pool. Each participant pays this rate. Total savings is then calculated and each participant's individual

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 10. Risk Management

performance is compared to the overall savings percentage of the pool. A participant will then either receive money from or be required to contribute to the pool. This equity pooling arrangement ensures that each participant shares equally in the overall performance of the pool. Participation in the pool is limited to school districts that can meet the pool's selection criteria. Comp Management provides administrative cost control and actuarial services to the SOEPC.

The District has elected to provide employee medical benefits through United Health Care as part of an insurance purchasing pool through the SOEPC. The employees share the cost of the monthly premium with the District for single and family plans, with the District contributing 85% of the health and dental insurance for the largest class of employees and 100% of the life and vision coverage. Life insurance is provided through Sun Life Insurance.

### 11. Long-Term Obligations

The activity of the District's long-term obligations during fiscal year 2019 was as follows:

	<u>7/1/2018</u>	<u>Increase</u>	<u>Decrease</u>	<u>6/30/2019</u>	<u>One Year</u>
<b>Governmental Activities:</b>					
General Obligation Bonds:					
2010 School Improvement 2.0-5.0%	\$ 4,035,000	\$ -	\$ (1,980,000)	\$ 2,055,000	\$ 2,055,000
2015 Refunding 4.0%	8,565,000	-	-	8,565,000	-
2016 Refunding 3.0-5.0%	55,690,000	-	-	55,690,000	-
Unamortized Premium	7,361,145	-	(481,987)	6,879,158	-
Total General Obligation Bonds	75,651,145	-	(2,461,987)	73,189,158	2,055,000
Certificates of Participation:					
2010 School Improvement 6.75%	1,000,000	-	(115,000)	885,000	125,000
Net Pension Liability:					
STRS	59,646,360	-	(3,229,257)	56,417,103	-
SERS	14,190,495	-	(147,377)	14,043,118	-
Total Net Pension Liability	73,836,855	-	(3,376,634)	70,460,221	-
Net OPEB Liability:					
STRS	9,796,505	-	(9,796,505)	-	-
SERS	6,465,681	424,760	-	6,890,441	-
Total Net OPEB Liability	16,262,186	424,760	(9,796,505)	6,890,441	-
Other Long-Term Obligations:					
Capital Leases	576,152	-	(175,201)	400,951	131,116
Compensated Absences	2,658,642	210,086	(293,003)	2,575,725	298,730
Total Governmental Activities	<u>\$ 169,984,980</u>	<u>\$ 634,846</u>	<u>\$ (16,218,330)</u>	<u>\$154,401,496</u>	<u>\$ 2,609,846</u>

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 11. Long-Term Obligations (continued)

The 2010 general obligation bonds and the certificates of participation were issued in the amounts of \$82 million and \$1.7 million, respectively, to finance the construction of seven new school buildings.

A portion of the 2010 general obligation bonds were refunded during fiscal year 2016 with the 2015 Refunding bonds, issued in the amount of \$8,565,000. In addition, another portion of the 2010 general obligations bonds were refunded with the issuance of the 2016 Refunding bonds, issued in the amount of \$57,275,000. The proceeds, plus applicable premiums, were placed into irrevocable trusts to provide resources for all future debt service requirements on the refunded 2010 bonds. As a result of these refundings, the refunded 2010 general obligation bonds are considered defeased (in substance) and accordingly have been removed from the statement of net position. At June 30, 2019, \$66,360,000 of the refunded 2010 general obligation bonds were outstanding.

The following is a summary of the District's future annual debt service requirements to maturity for general obligation bonds payable:

Fiscal Year	Principal	Interest	Total
2020	\$ 2,055,000	\$ 2,712,175	\$ 4,767,175
2021	2,125,000	2,607,675	4,732,675
2022	2,395,000	2,494,675	4,889,675
2023	2,510,000	2,372,050	4,882,050
2024	2,635,000	2,256,600	4,891,600
2025-2029	16,330,000	9,387,900	25,717,900
2030-2034	22,020,000	5,086,250	27,106,250
2035-2037	16,240,000	773,100	17,013,100
Total	<u>\$ 66,310,000</u>	<u>\$ 27,690,425</u>	<u>\$ 94,000,425</u>

The following is a summary of the annual debt service requirements to maturity for the certificates of participation:

Fiscal Year	Principal	Interest	Total
2020	\$ 125,000	\$ 55,519	\$ 180,519
2021	135,000	46,744	181,744
2022	140,000	37,463	177,463
2023	150,000	27,675	177,675
2024	160,000	17,212	177,212
2025	175,000	5,906	180,906
Total	<u>\$ 885,000</u>	<u>\$ 190,519</u>	<u>\$ 1,075,519</u>

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 11. Long-Term Obligations (continued)

#### *Capital Lease – Lessee Disclosure*

Prior years, the District entered into lease agreements for the acquisition of school buses and various pieces of technology. Both leases meet the criteria of a capital lease in that the benefits and risk of ownership had transferred to the lessee. Capital lease payments are reflected as debt service payments in the permanent improvement fund in the basic financial statements. These expenditures are reflected as program/function expenditures on a budgetary basis. During the current fiscal, the District made principal payments totaling \$175,201.

The school busses acquired through the capital lease are recorded in the financial statements with a carrying value of \$340,339 (\$373,998 historical cost less \$33,659 in accumulated depreciation). The information technology equipment has not been recorded as capital assets since the items individually are below the District's capitalization threshold of \$5,000.

The following is a schedule of the future minimum lease payments required under the capital lease and the present value of the minimum lease payments as of June 30, 2019.

<u>Fiscal Year Ended June 30,</u>	<u>Total Payments</u>
2020	\$ 141,982
2021	69,648
2022	69,648
2023	69,648
2024	69,648
2025	<u>11,608</u>
Total Minimum Lease Payments	432,182
Less: Amount Representing Interest	<u>(31,231)</u>
Present Value of Minimum Lease Payments	<u>\$ 400,951</u>

#### *Compensated Absences, Net Pension Liability, and OPEB Liability*

The District pays obligations related to employee compensation (compensated absences and pension and OPEB contributions) from the fund benefitting from their service which include the general fund, food service fund, auxiliary service fund, other State grants fund, IDEA Part B grant fund, Title III-Limited English Proficiency grant fund, Title I grant fund, IDEA Part B preschool fund and miscellaneous Federal grant fund.

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### 12. Defined Benefits Pension Plans

#### *Net Pension Liability*

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

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

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

GASB Statement No. 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

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

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 12. Defined Benefits Pension Plans (continued)

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

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

Age and service requirements for retirement are as follows:

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

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

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

One year after an effective benefit date, a benefit recipient is entitled to a three percent cost-of-living adjustment (COLA). This same COLA is added each year to the base benefit amount on the anniversary date of the benefit.

*Funding Policy* – Plan members are required to contribute 10% of their annual covered salary and the District is required to contribute 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10% for plan members and 14% for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2019, the allocation to pension, death benefits, and Medicare B was 13.5%. The remaining 0.5% of the 14% employer contribution rate was allocated to the Health Care Fund.

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### **12. Defined Benefit Pension Plans (continued)**

The District's contractually required contribution to SERS was \$1,194,406 for fiscal year 2019. Of this amount, \$196,654 is reported as an intergovernmental payable.

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

District licensed teachers and other faculty members participate in STRS Ohio, a cost-sharing multiple-employer public employee retirement system administered by STRS. STRS provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about STRS' fiduciary net position. That report can be obtained by writing to STRS, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS 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. Effective August 1, 2015, the calculation will be 2.2% of final average salary for the five highest years of earnings multiplied by all years of service. Members are eligible to retire at age 60 with five years of qualifying service credit, or age 55 with 26 years of service credit, or with 31 years of service credit regardless of age. Eligibility changes will be phased in until August 1, 2026, when retirement eligibility for unreduced benefits will be five years of service credit and age 65, or 35 years of service credit and at least age 60.

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

The Combined Plan offers features of both the DB Plan and the DC Plan. In the Combined Plan, 12% of the 14%-member rate goes to the DC Plan and 2% goes the DB Plan. Member contributions to the DC Plan are allocated among investment choices by the member, and employer contributions 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 5 years of services. The defined contribution portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity at age 50 or later.

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 12. Defined Benefit Pension Plans (continued)

New members who choose the DC plan or Combined Plan will have another opportunity to reselect a permanent plan during their fifth year of membership. Members may remain in the same plan or transfer to another STRS plan. The optional annuitization of a member's defined contribution account or the defined contribution portion of a member's Combined Plan account to a lifetime benefit results in STRS bearing the risk of investment gain or loss on the account. STRS has therefore included all three plan options as one defined benefit plan for GASB Statement No. 68 reporting purposes.

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

*Funding Policy* – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. For the fiscal year ended June 30, 2019, plan members were required to contribute 14% of their annual covered salary. The District was required to contribute 14%; the entire 14% was the portion used to fund pension obligations. The fiscal year 2019 contribution rates were equal to the statutory maximum rates.

The District's contractually required contribution to STRS was approximately \$4,321,563 for fiscal year 2019. Of this amount, \$668,753 is reported as an intergovernmental payable.

#### *Pension Liabilities, Pension Expense, and Deferred Outflows and Inflows of Resources for Pensions*

The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the projected contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	SERS	STRS	Total
Proportionate share of the net pension liability	\$ 14,043,118	\$ 56,417,103	\$ 70,460,221
Proportion of the net pension liability	0.245201%	0.256584%	
Change in proportionate share	0.007694%	0.005497%	
Pension expense	\$ 1,293,761	\$ 5,458,226	\$ 6,751,987



## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 12. Defined Benefit Pension Plans (continued)

At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	SERS	STRS	Total
<u>Deferred Outflows of Resources:</u>			
Differences between expected and actual experience	\$ 770,176	\$ 1,302,279	\$ 2,072,455
Change in assumptions	317,124	9,998,175	10,315,299
Change in District's proportionate share and difference in employer contributions	412,414	2,326,608	2,739,022
District contributions subsequent to the measurement date	1,194,406	4,321,563	5,515,969
Total	\$ 2,694,120	\$ 17,948,625	\$ 20,642,745
<u>Deferred Inflows of Resources:</u>			
Differences between expected and actual experience	\$ -	\$ 368,439	\$ 368,439
Net difference between projected and actual earnings on pension plan investments	389,092	3,421,071	3,810,163
Change in District's proportionate share and difference in employer contributions	18,422	488,281	506,703
Total	\$ 407,514	\$ 4,277,791	\$ 4,685,305

\$5,515,969 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of net pension liability in the year ending June 30, 2020. Other amounts reported as deferred outflows and inflows of resources related to pension will be recognized in pension expense as follows:

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2020	\$ 1,300,391	\$ 4,986,340	\$ 6,286,731
2021	371,997	3,889,190	4,261,187
2022	(460,857)	992,695	531,838
2023	(119,331)	(518,954)	(638,285)
	\$ 1,092,200	\$ 9,349,271	\$ 10,441,471

## Huber Heights City School District, Ohio

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019

### 12. Defined Benefit Pension Plans (continued)

#### *Actuarial Assumptions – SERS*

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

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

Actuarial calculations reflect a long-term perspective. For a newly hired employee, actuarial calculations will consider the employee's entire career with the employer and 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, 2018, are as follows:

Wage inflation	3.00 percent
Future salary increases, including inflation	3.50 percent to 18.20 percent
COLA or Ad Hoc COLA	2.50 percent on or after April 1, 2018, COLA's for future retirees will be delayed for three years following retirement
Investment rate of return	7.50 percent of net investments expense, including inflation
Actuarial cost method	Entry Age Normal

Mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five-year age set-back for both males and females. Mortality among service retired members, and beneficiaries were based upon the RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates.

## Huber Heights City School District, Ohio

### Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2019

#### 12. Defined Benefit Pension Plans (continued)

Mortality among disabled members were based upon the RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement.

The actuarial assumptions used were based on the results of an actuarial experience study for the period ending July 1, 2010 to June 30, 2015 adopted by the Board on April 21, 2016.

The long-term return expectation for the Pension Plan Investments has been determined using a building-block approach and assumes a time horizon, as defined in SERS' *Statement of Investment Policy*. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged 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. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	1.00%	0.50%
US stocks	22.50%	4.75%
Non-US stocks	22.50%	7.00%
Fixed income	19.00%	1.50%
Private equity	10.00%	8.00%
Real assets	15.00%	5.00%
Multi-asset strategies	<u>10.00%</u>	3.00%
Total	<u>100.00%</u>	

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

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 12. Defined Benefit Pension Plans (continued)

*Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate* – Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.5%, 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 (6.5%), or one percentage point higher (8.5%) than the current rate.

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
District's proportionate share of the net pension liability	\$19,780,791	\$14,043,118	\$ 9,232,464

#### *Actuarial Assumptions - STRS*

The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	12.50% at age 20 to 2.50% at age 65
Payroll increases	3.00%
Investment rate of return	7.45%, net of investment expenses, including inflation
Discount rate of return	7.45%
Cost-of-living adjustments (COLA)	0.00%

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

The actuarial assumptions were based on the results of an actual experience study for the period July 1, 2011 through June 30, 2016.

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 12. Defined Benefit Pension Plans (continued)

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

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

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

*Discount Rate* – The discount rate used to measure the total pension liability was 7.45% as of June 30, 2018. The projection of cash flows used to determine the discount rate assumes member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2018. Therefore, the long-term expected rate of return on pension plan investments of 7.45% was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2018.

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

	<u>1% Decrease (6.45%)</u>	<u>Current Discount Rate (7.45%)</u>	<u>1% Increase (8.45%)</u>
District's proportionate share of the net pension liability	\$ 82,389,751	\$ 56,417,103	\$ 34,434,779

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### **13. Postemployment Benefit Plans Other than Pension (OPEB)**

#### *Net OPEB Asset/Liability*

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

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

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

GASB Statement No. 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio Revised Code permits, but does not require, the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB asset/liability. Resulting adjustments to the net OPEB asset/liability would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### **13. Postemployment Benefit Plans Other than Pension (OPEB) (Continued)**

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

*Health Care Plan Description*—The District contributes to the SERS Health Care Fund, administered by SERS for non-certificated retirees and their beneficiaries. For GASB Statement No. 75 purposes, this plan is considered a cost-sharing other postemployment benefit (OPEB) plan. SERS' Health Care Plan provides healthcare benefits to eligible individuals receiving retirement, disability, and survivor benefits, and to their eligible dependents. Members who retire after June 1, 1986, need 10 years of service credit, exclusive of most types of purchased credit, to qualify to participate in SERS' health care coverage. In addition to age and service retirees, disability benefit recipients and beneficiaries who are receiving monthly benefits due to the death of a member or retiree, are eligible for SERS' health care coverage. Most retirees and dependents choosing SERS' health care coverage are over the age of 65 and therefore enrolled in a fully insured Medicare Advantage plan; however, SERS maintains a traditional, self-insured preferred provider organization for its non-Medicare retiree population.

For both groups, SERS offers a self-insured prescription drug program. Health care is a benefit that is permitted, not mandated, by statute. The financial report of the Plan is included in the SERS Comprehensive Annual Financial Report which can be obtained on SERS' website at [www.ohsers.org](http://www.ohsers.org) under Employers/Audit Resources.

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

*Funding Policy*—State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14% of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2019, 0.5% of covered payroll 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 2019, the minimum compensation amount was \$21,600. Statutes provide that no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2019, the District's surcharge obligation was \$133,886.

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 13. Postemployment Benefit Plans Other than Pension (OPEB) (Continued)

The surcharge, added to the 0.5% allocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District's contractually required contribution to SERS was \$178,123 for fiscal year 2019. Of this amount \$7,023 is reported as an intergovernmental payable.

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

*Plan Description*—The State Teachers Retirement System of Ohio (STRS) administers a cost-sharing Health Plan administered for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. Medicare Part B premium reimbursements will be discontinued effective January 1, 2020. 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.

*Funding Policy*—Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. Nearly all health care plan enrollees, for the most recent year, pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14% of covered payroll. For the fiscal year ended June 30, 2019, STRS did not allocate any employer contributions to post-employment health care.

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

The net OPEB asset/liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB asset/liability was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB asset/liability was based on the District's share of contributions to the respective retirement systems relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	SERS	STRS	Total
Proportionate share of the net OPEB asset	\$ -	\$ 4,123,046	\$ 4,123,046
Proportionate share of the net OPEB liability	6,890,441	-	6,890,441
Proportion of the net OPEB asset/liability	0.248369%	0.256584%	
Change in proportionate share	0.007449%	0.005497%	
OPEB (negative) expense	\$ 306,328	\$ (8,854,590)	\$ (8,548,262)



## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 13. Postemployment Benefit Plans Other than Pension (OPEB) (Continued)

At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	SERS	STRS	Total
<u>Deferred Outflows of Resources:</u>			
Differences between expected and actual experience	\$ 112,474	\$ 481,580	\$ 594,054
Difference between District's contributions and proportionate share of contributions	234,209	473,629	707,838
District contributions subsequent to the measurement date	178,123	-	178,123
<b>Total</b>	<u>\$ 524,806</u>	<u>\$ 955,209</u>	<u>\$ 1,480,015</u>
<u>Deferred Inflows of Resources:</u>			
Differences between expected and actual experience	\$ -	\$ 240,222	\$ 240,222
Net difference between projected and actual earnings on OPEB plan investments	10,339	471,023	481,362
Change in assumptions	619,054	5,617,977	6,237,031
<b>Total</b>	<u>\$ 629,393</u>	<u>\$ 6,329,222</u>	<u>\$ 6,958,615</u>

\$178,123 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB asset or liability in the year ending June 30, 2020. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2020	\$ (194,989)	\$ (958,753)	\$ (1,153,742)
2021	(144,848)	(958,753)	(1,103,601)
2022	13,938	(958,753)	(944,815)
2023	18,339	(851,780)	(833,441)
2024	17,623	(814,254)	(796,631)
2025	7,227	(831,720)	(824,493)
	<u>\$ (282,710)</u>	<u>\$ (5,374,013)</u>	<u>\$ (5,656,723)</u>

## Huber Heights City School District, Ohio

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019

### 13. Postemployment Benefit Plans Other than Pension (OPEB) (Continued)

#### *Actuarial Assumptions – SERS*

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

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

Actuarial calculations reflect a long-term perspective. For a newly hired employee, actuarial calculations will consider the employee's entire career with the employer and 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, prepared as of June 30, 2018, are presented below:

Investment rate of return	7.50% net of investment expense, including inflation
Wage inflation	3.00%
Future salary increases, including inflation	3.50% to 18.20%
Municipal bond index rate:	
Prior measurement date	3.56%
Measurement date	3.62%
Single equivalent interest rate, net of plan investment expense, including price inflation:	
Prior measurement date	3.63%
Measurement date	3.70%
Municipal bond index rate:	
Pre-Medicare	7.25% - 4.75%
Medicare	5.375% - 4.75%

## Huber Heights City School District, Ohio

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019

### 13. Postemployment Benefit Plans Other than Pension (OPEB) (Continued)

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

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	1.00%	0.50%
US stocks	22.50%	4.75%
Non-US stocks	22.50%	7.00%
Fixed income	19.00%	1.50%
Private equity	10.00%	8.00%
Real assets	15.00%	5.00%
Multi-asset strategies	<u>10.00%</u>	3.00%
Total	<u>100.00%</u>	

*Discount Rate* – The discount rate used to measure the total OPEB liability at June 30, 2018 was 3.70%. The discount rate used to measure total OPEB liability prior to June 30, 2018 was 3.63%. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and SERS at the state statute contribution rate of 2.00% of projected covered employee payroll each year, which includes a 1.50% payroll surcharge and 0.50% of contributions from basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to become insufficient to make future benefit payments

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 13. Postemployment Benefit Plans Other than Pension (OPEB) (Continued)

during the fiscal year ending June 30, 2025. Therefore, the long-term expected rate of return on OPEB plan assets was used to present value the projected benefit payments through the fiscal year ending June 30, 2024 and the Fidelity General Obligation 20-year Municipal Bond Index rate of 3.62% as of June 30, 2018 (i.e., municipal bond rate) was used to present value the projected benefit payments for the remaining years in the projection. The total present value of projected benefit payments from all years was then used to determine the single rate of return that was used as the discount rate. The projection of future benefit payments for all current plan members was until the benefit payments ran out.

*Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and 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 calculated using the discount rate of 3.70%, as well as what the District's net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.70%) and one percentage point higher (4.70%) than the current rate.

	1% Decrease (2.70%)	Current Discount Rate (3.70%)	1% Increase (4.70%)
District's proportionate share of the net OPEB liability	\$ 8,361,007	\$ 6,890,441	\$ 5,726,026

The following table presents the net OPEB liability calculated using current health care cost trend rates, as well as what the District's net OPEB liability would be if it were calculated using health care cost trend rates that are one percentage point lower (6.25% decreasing to 3.75%) and one percentage point higher (8.25% decreasing to 5.75%) than the current rates.

	1% Decrease (6.25% decreasing to 3.75%)	Current Trend Rate (7.25% decreasing to 4.75%)	1% Increase (8.25% decreasing to 5.75%)
District's proportionate share of the net OPEB liability	\$ 5,559,321	\$ 6,890,441	\$ 8,653,080

## Huber Heights City School District, Ohio

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019

### 13. Postemployment Benefit Plans Other than Pension (OPEB) (Continued)

#### *Actuarial Assumptions - STRS*

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2018 actuarial valuation are presented below:

Inflation	2.50%
Salary increases	12.50% at age 20 to 2.50% at age 65
Payroll increases	3.00%
Investment rate of return	7.45%, net of investment expenses, including inflation
Discount rate of return	7.45%
Health care cost trends	
Medical	
Pre-Medicare	6.00% initially, 4.00% ultimately
Medicare	5.00% initially, 4.00% ultimately
Prescription Drug	
Pre-Medicare	8.00% initially, 4.00% ultimately
Medicare	-5.23% initially, 4.00% ultimately

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

Actuarial assumptions used in the June 30, 2018 valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

*Assumption Changes Since the Prior Measurement Date* - since the prior measurement date, the discount rate was increased from 4.13% to 7.45% based on the methodology defined under GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB)*. Valuation year per capita health care costs were updated.

*Benefit Term Changes Since the Prior Measurement Date* - since the prior measurement date, the subsidy multiplier for non-Medicare benefit recipients was increased from 1.9% to 1.944% per year of service. 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.

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 13. Postemployment Benefit Plans Other than Pension (OPEB) (Continued)

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

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

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

*Discount Rate* – The discount rate used to measure the total OPEB liability was 7.45% as of June 30, 2018. The projection of cash flows used to determine the discount rate assumes STRS continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan assets of 7.45% was used to measure the total OPEB liability as of June 30, 2018.

*Sensitivity of the District's Proportionate Share of the Net OPEB Asset to Changes in the Discount Rate and the Health Care Cost Trend Rates* – The following table presents the District's proportionate share of the net OPEB asset calculated using the current period discount rate assumption of 7.45%, as well as what the District's proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.45%) and one percentage point higher (8.45%) than the current rate.

	<u>1% Decrease (6.45%)</u>	<u>Current Discount Rate (7.45%)</u>	<u>1% Increase (8.45%)</u>
District's proportionate share of the net OPEB asset	\$ 3,533,837	\$ 4,123,046	\$ 4,618,249

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 13. Postemployment Benefit Plans Other than Pension (OPEB) (Continued)

Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower and one percentage point higher than the current health care cost trend rates.

	1% Decrease	Current Trend Rates	1% Increase
District's proportionate share of the net OPEB asset	\$ 4,590,294	\$ 4,123,046	\$ 3,648,519

### 14. Statutory Reserve

The District is required by State statute to annually set aside, in the general fund, an amount based on a statutory formula for the acquisition or construction of capital improvements. Amounts not spent by the 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 this same purpose in future years.

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

	<b>Capital Acquisition</b>
Set-aside cash balance as of June 30, 2018	\$ -
Current year set-aside requirements	1,036,316
Current year offset - PI Levy	(1,116,838)
Total	\$ (80,522)
Set-aside cash balance as of June 30, 2019	\$ -

Although the District had current year offsets which exceeded the current year set-aside requirement, the excess amount may not be used to reduce the set-aside requirements of future fiscal years. Therefore, the excess is not presented as being carried forward to the next fiscal year.

## Huber Heights City School District, Ohio

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

### 15. Commitments - Encumbrances

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

<u>Fund Type</u>	<u>Year-End Encumbrances</u>
General fund	\$ 983,713
Other governmental funds	<u>251,661</u>
Total	<u>\$ 1,235,374</u>

### 16. Contingencies

#### a. **Grants**

The District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits should become a liability of the General Fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the District at June 30, 2019, if applicable, cannot be determined at this time.

#### b. **Full-Time Equivalency Review**

The District's State funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education (ODE) is legislatively required to adjust/reconcile funding as enrollment is updated by schools throughout the State, which can extend past the end of the fiscal year. As of the date of this report, additional ODE adjustments for fiscal year 2019 are finalized.

#### c. **Litigation**

It is the opinion of management that any potential claims against the District, which would not be covered by insurance, would not materially affect the financial statements based on the information currently available.



## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### 17. Jointly Governed Organizations

#### **a. Southwestern Ohio Educational Purchasing Council (SOEPC)**

The Southwestern Ohio Educational Purchasing Council (SOEPC) is a purchasing council made up of 126 public school districts in 18 counties in southwestern Ohio. The purpose of the council is to obtain prices for quality merchandise and services commonly used by schools. All member districts are obligated to pay all fees, charges, or other assessments as established by the SOEPC. Each member district has one voting representative. Any district withdrawing from the SOEPC shall forfeit its claim to any and all SOEPC assets. One-year prior notice is necessary for withdrawal from the group. During this time, the withdrawing member is liable for all member obligations. During fiscal year 2019, the District paid \$7,201,201 to SOEPC, which includes benefit premiums. To obtain financial information, write to the Southwestern Ohio Educational Purchasing Council, Ken Swink, who serves as Director, 303 Corporate Center Drive, Suite 208, Vandalia, Ohio 45377.

#### **b. Metropolitan Educational Technical Association (META)**

The District participates in the Metropolitan Educational Technical Association (META), which is a computer consortium. META is an educational solutions partner providing services across Ohio. META provides cost-effective fiscal, network, technology and student services, a purchasing cooperative, and other individual services based on each client's needs.

The governing board of MVECA consists of a president, vice president and six board members who represent the members of META. The Board works with META's Chief Executive Officer, Chief Operating Officer, and Chief Financial Officer to manage operations and ensure the continued progress of the organizations mission, vision and values. The Board exercises total control over the operations of the Association including budgeting, appropriating, contracting and designating management. Each School District's degree of control is limited to its representation on the Board. The District paid META \$159,348 for services during fiscal year 2019. Financial information can be obtained from David Varda, who serves as Chief Financial Officer, at 100 Executive Drive, Marion, Ohio 43302.

#### **c. Miami Valley Career Technology Center**

The Miami Valley Career Technology Center is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of seventeen members elected from twenty-seven participating school districts. The Board possesses its own budgeting and taxing authority. To obtain financial information, write to the Greene County Career Center, 2960 West Enon Road, Xenia, Ohio 45385-9545.

## Huber Heights City School District, Ohio

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*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2019*

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### **17. Jointly Governed Organizations (Continued)**

#### **d. Southwestern Ohio Instructional Technology Association**

The Southwestern Ohio Instructional Technology Association (SOITA) is a non-profit corporation organized to serve the educational needs of the area through television programming for the advancement of educational programs. The Board of Trustees is comprised of twenty-one representatives of SOITA member schools or institutions. Nineteen representatives are elected from within the counties by the qualified members within the counties, i.e. Auglaize, Butler, Champaign, Clark, Clinton, Darke, Fayette, Greene, Hamilton, Logan, Mercer, Miami, Montgomery, Preble, Shelby, and Warren. Montgomery, Greene and Butler Counties elect two representatives per area. All others elect one representative per area. One at-large non-public representative is elected by the non-public school SOITA members from the State assigned SOITA service area. One at-large higher education representative is elected by higher education SOITA members from within the State assigned SOITA area.

All member districts are obligated to pay all fees, charges or other assessments as established by SOITA. Upon dissolution, the remaining net position shall be distributed to the federal government, or to a state or local government, for a public purpose. The District paid \$5,013 during fiscal year 2019 to SOITA. To obtain financial information, write to the Southwestern Ohio Instructional Technology Association, Gary Greenberg, who serves as the Executive Director, at 1205 East Fifth Street, Dayton, Ohio 45402.

## REQUIRED SUPPLEMENTARY INFORMATION

## Huber Heights City School District, Ohio

*Schedule of the District's Proportionate Share of the Net Pension Liability  
Last Five Fiscal Years (1) (2)*

District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
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**School Employees Retirement System of Ohio:**

2015	0.237112%	\$ 12,000,406	\$ 6,929,298	173.18%	71.70%
2016	0.225554%	12,870,324	6,791,495	189.51%	69.16%
2017	0.234142%	17,136,997	6,465,521	265.05%	62.98%
2018	0.237507%	14,190,495	7,701,121	184.27%	69.50%
2019	0.245201%	14,043,118	8,228,437	170.67%	71.36%

**State Teachers Retirement System of Ohio:**

2015	0.250401%	\$ 60,906,219	\$ 27,062,346	225.06%	74.70%
2016	0.242724%	67,081,811	23,562,886	284.69%	72.09%
2017	0.243817%	81,612,745	25,838,086	315.86%	66.78%
2018	0.251087%	59,646,360	28,541,871	208.98%	75.30%
2019	0.256584%	56,417,103	29,464,893	191.47%	77.30%

(1) Information prior to 2015 is not available. The District will continue to present information for years available until a full ten-year trend is compiled.

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

See accompanying notes to the required supplementary information.

## Huber Heights City School District, Ohio

### Schedule of the District's Contributions - Pension Plans Last Six Fiscal Years (1)

	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
<b>School Employees Retirement System of Ohio:</b>					
2014	\$ 960,398	\$ (960,398)	\$ -	6,929,298	13.86%
2015	895,119	(895,119)	-	6,791,495	13.18%
2016	905,173	(905,173)	-	6,465,521	14.00%
2017	1,078,157	(1,078,157)	-	7,701,121	14.00%
2018	1,110,839	(1,110,839)	-	8,228,437	13.50%
2019	1,194,406	(1,194,406)	-	8,847,452	13.50%
<b>State Teachers Retirement System of Ohio:</b>					
2014	\$ 3,518,105	\$ (3,518,105)	\$ -	27,062,346	13.00%
2015	3,298,804	(3,298,804)	-	23,562,886	14.00%
2016	3,617,332	(3,617,332)	-	25,838,086	14.00%
2017	3,995,862	(3,995,862)	-	28,541,871	14.00%
2018	4,125,085	(4,125,085)	-	29,464,893	14.00%
2019	4,321,563	(4,321,563)	-	30,868,307	14.00%

(1) The District elected not to present information prior to 2014. The District will continue to present information for years available until a full ten-year trend is compiled.

See accompanying notes to the required supplementary information.

## Huber Heights City School District, Ohio

*Schedule of the District's Proportionate Share of the Net OPEB Liability (Asset)  
Last Three Fiscal Years (1) (2)*

District's Proportion of the Net OPEB Liability or Asset	District's Proportionate Share of the Net OPEB Liability or (Asset)	District's Covered Payroll	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/Asset
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**School Employees Retirement System of Ohio:**

2017	0.237346%	\$ 6,765,237	\$ 6,465,521	104.64%	11.49%
2018	0.240921%	6,465,681	7,701,121	83.96%	12.46%
2019	0.248369%	6,890,441	8,228,437	83.74%	13.57%

**State Teachers Retirement System of Ohio:**

2017	0.243817%	\$ 13,039,372	\$ 25,838,086	50.47%	37.30%
2018	0.251087%	9,796,505	28,541,871	34.32%	47.11%
2019	0.256584%	(4,123,046)	29,464,893	-13.99%	176.00%

(1) Information prior to 2017 is not available. The District will continue to present information for years available until a full ten-year trend is compiled.

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

See accompanying notes to the required supplementary information.

## Huber Heights City School District, Ohio

### Schedule of the District's Contributions - OPEB Plans Last Six Fiscal Years (1)

	Contractually Required Contributions (2)	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	District's Covered Payroll	Contributions as a Percentage of Covered Payroll
<b>School Employees Retirement System of Ohio:</b>					
2014	\$ 134,722	\$ (134,722)	\$ -	6,929,298	1.94%
2015	196,251	(196,251)	-	6,791,495	2.89%
2016	120,395	(120,395)	-	6,465,521	1.86%
2017	130,875	(130,875)	-	7,701,121	1.70%
2018	173,603	(173,603)	-	8,228,437	2.11%
2019	178,123	(178,123)	-	8,847,452	2.01%
<b>State Teachers Retirement System of Ohio:</b>					
2014	\$ 270,623	\$ (270,623)	\$ -	27,062,346	1.00%
2015	-	-	-	23,562,886	0.00%
2016	-	-	-	25,838,086	0.00%
2017	-	-	-	28,541,871	0.00%
2018	-	-	-	29,464,893	0.00%
2019	-	-	-	30,868,307	0.00%

(1) The District elected not to present information prior to 2014. The District will continue to present information for years available until a full ten-year trend is compiled.

(2) Includes Surcharge for School Employees Retirement System of Ohio.

See accompanying notes to the required supplementary information.

## Huber Heights City School District, Ohio

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### *Notes to the Required Supplementary Information For the Fiscal Year Ended June 30, 2019*

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#### **1. Defined Benefit Pension Plans**

##### **School Employees Retirement System of Ohio:**

*Change in assumptions.* In 2017, changes in assumptions were made based upon an updated experience study that was completed for the five-year period ended June 30, 2015. Significant changes included a reduction of the discount rate from 7.75% to 7.50%, a reduction in the wage inflation rate from 3.25% to 3.00%, a reduction in the payroll growth assumption used from 4.00% to 3.50%, reduction in the assumed real wage growth rate from 0.75% to 0.50%, update of the rates of withdrawal, retirement and disability to reflect recent experience, and transition from the RP-2000 mortality tables to the RP-2014 mortality tables for active members and service retired members and beneficiaries.

*Change in benefit and funding terms.* In measurement year 2018, post-retirement increases in benefits included the following changes: 1) members, or their survivors, retiring prior to January 1, 2018, receive a COLA increase of 3.0% of their base benefit on the anniversary of their initial date of retirement; 2) members, or their survivors, retiring on and after January 1, 2018, receive a COLA increase on each anniversary of their initial date of retirement equal to 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%, nor greater than 2.5%. COLAs are suspended for calendar years 2018, 2019 and 2020; 3) members, or their survivors, retiring on or after April 1, 2018, will have their COLA delayed for three years following their initial date of retirement.

##### **State Teachers Retirement System of Ohio:**

*Change in assumptions.* In 2018, changes in assumptions were made based upon an updated experience study that was completed for the five-year period ended June 30, 2016. Significant changes included a reduction of the discount rate from 7.75% to 7.45%, the inflation assumption was lowered from 2.75% to 2.50%, the payroll growth assumption was lowered to 3.00%, and total salary increases rate was lowered by decreasing the merit component of the individual salary increases, in addition to a decrease of 0.25% due to lower inflation. The healthy and disabled mortality assumptions were updated to the RP-2014 mortality tables with generational improvement scale MP-2016. Rates of retirement, termination and disability were modified to better reflect anticipated future experience.

*Change in benefit and funding terms.* Effective July 1, 2017, the COLA was reduced to zero.



## Huber Heights City School District, Ohio

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### *Notes to the Required Supplementary Information For the Fiscal Year Ended June 30, 2019*

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#### **2. Postemployment Benefit Plans Other than Pension (OPEB)**

##### **School Employees Retirement System of Ohio:**

*Change in assumptions.* In measurement year 2017, changes in assumptions were made based upon an updated experience study that was completed for the five-year period ended June 30, 2015. Significant changes included a reduction in the rate of inflation from 3.25% to 3.00%, a reduction in the payroll growth assumption from 4.00% to 3.50%, a reduction in assumed real wage growth from 0.75% to 0.50%, an update in rates of withdrawal, retirement and disability, and transitioning to the following mortality tables: RP-2014 Blue Collar Mortality Table with fully generational projection and a five-year age setback for both active male and female members; RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB (120% of male rates, and 110% of female rates) for service retired members and beneficiaries; and RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement among disabled members.

In measurement year 2018, medical trend rates have been adjusted to reflect premium decreases.

*Change in benefit and funding terms.* In measurement year 2018, SERS' funding policy allowed a 2.0% health care contribution rate to be allocated to the Health Care Fund. The 2.0% is a combination of 0.5% employer contributions and 1.5% surcharge.

##### **State Teachers Retirement System of Ohio:**

*Change in assumption.* For fiscal year 2018, the discount rate was increased from 3.26% to 4.13% based on the methodology defined under GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB)*, and the long-term expected rate of return was reduced from 7.75% to 7.45%. Valuation year per capita health care costs were updated, and the salary scale was modified. The percentage of future retirees electing each option was updated based on current data and the percentage of future disabled retirees and terminated vested participants electing health coverage were decreased. The assumed mortality, disability, retirement, withdrawal and future health care cost trend rates were modified along with the portion of rebated prescription drug costs.

For measurement year 2018, the discount rate was increased from the blended rate of 4.13% to the long-term expected rate of return of 7.45% based on the methodology defined under GASB Statement No. 74. Valuation year per capital health care costs were updated.

## Huber Heights City School District, Ohio

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*Notes to the Required Supplementary Information  
For the Fiscal Year Ended June 30, 2019*

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### **2. Postemployment Benefit Plans Other than Pension (OPEB) (Continued)**

*Change in benefit and funding terms.* For measurement year 2017, the subsidy multiplier for non-Medicare benefit recipients was reduced from 2.1 % to 1.9% per year of service. Medicare Part B premium reimbursements were discontinued for certain survivors and beneficiaries and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 2019.

For measurement year 2018, the subsidy multiplier for non-Medicare benefit recipients was increased from 1.9% to 1.944% per year of service effective January 1, 2019. The non-Medicare frozen subsidy base premium was increased effective January 1, 2019 and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 1, 2020.

COMBINING STATEMENTS AND  
INDIVIDUAL FUND SCHEDULES

## Huber Heights City School District, Ohio

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### **Special Revenue Funds**

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditure for specified purposes.

#### **Food Service Fund**

To account for the financial transactions related to the food service operation of the District.

#### **Miscellaneous Special Trusts Fund**

To account for funding provided by donors for student programs or to benefit students but are not governed by any form of trust agreement(s).

#### **Miscellaneous Grants Fund**

To account for funding provided from local and private sources which are provided to assist the District with various educational programs and activities.

#### **Educational Foundation Fund**

To account for restricted donations received by the Huber Heights Educational Foundation to provide for student programs and activities, as well as provide necessary support to teaching staff.

#### **Facilities Maintenance Fund**

To account for and report the revenues restricted to expenditures for the maintenance and upkeep of school buildings constructed in conjunction with the Ohio School Facilities Commission.

#### **District Managed Student Activity Fund**

To account for local funds generated to assist student activities, which are managed by District personnel.

#### **Auxiliary Services Fund**

To account for state funds which provide services and materials to students attending non-public schools within the boundaries of the District as provided by state law.

#### **Network Connectivity Grant Fund**

To account for state funds appropriated for the Ohio Educational Computer Network Connections.

#### **Miscellaneous State Grants Fund**

To account for state grant funding restricted for various educational programs not funded through general State support.

#### **Title VI-B Grant Fund**

To account for federal funds received for the purpose of assisting in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternate service patterns, and provision of full educational opportunities to handicapped children.

## Huber Heights City School District, Ohio

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### **Special Revenue Funds** (continued)

#### **Title III Grant Fund**

To account for federal funds used to meet the educational needs of children of limited English proficiency.

#### **Title I Grant Fund**

To account for federal funds used to meet the special needs of educationally deprived children.

#### **IDEA Preschool Grant Fund**

To account for revenues and expenditures made in conjunction with early childhood activities.

#### **Title II- A Grant Fund**

To account for monies received under a federal grant to provide training and professional development for professional staff members.

#### **Miscellaneous Federal Grants Fund**

To account for federal funds provided for miscellaneous federal programs.

#### **Uniform School Supply Fund**

To account for the purchase and sale of instructional supplies as adopted by the Board of Education for us in all buildings throughout the District. This fund is included with the general fund for GAAP reporting as it does not have restricted or committed revenue source, therefore only Budget (Non-GAAP Basis) information is presented within this section.

#### **Public School Support Fund**

To account for specific local revenue sources (other than taxes) generated by individual school buildings (i.e., sale of pictures, profits from vending machines, etc.). Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs. This fund is included with the general fund for GAAP reporting as it does not have restricted or committed revenue source, therefore only Budget (Non-GAAP Basis) information is presented within this section.

#### **Underground Storage Tank Fund**

To account for funds set aside for the care, maintenance and removal of underground storage tank(s) as required by State Statutes. This fund is included with the general fund for GAAP reporting as it does not have restricted or committed revenue source, therefore only Budget (Non-GAAP Basis) information is presented within this section.

## Huber Heights City School District, Ohio

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### **Capital Projects Fund**

Capital Projects funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings and additions to existing buildings, or for major renovation projects.

### **Permanent Improvement Fund**

The account for all transactions related to acquiring, constructing or improving such permanent improvements as are authorized by Chapter 5705 of the Ohio Revised Code.

### **Debt Service Fund**

Debt Service funds are used to account for the accumulation of resources for and the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the District is obligated in some manner for the payment.

### **Bond Retirement Fund**

To account for property tax, and related, revenues restricted for the repayment of general obligation debt issued by the District.

## Huber Heights City School District, Ohio

*Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2019*

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Nonmajor Debt Service Fund	Total Nonmajor Governmental Funds
<b>ASSETS:</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 6,169,465	\$ 2,281,916	\$ 2,707,040	\$ 11,158,421
Restricted: Cash and Cash Equivalents	30,492	-	-	30,492
Accounts Receivable	181,964	-	-	181,964
Intergovernmental Receivable	997,434	-	-	997,434
Taxes Receivable	252,291	490,659	3,434,178	4,177,128
<i>Total Assets</i>	<u>\$ 7,631,646</u>	<u>\$ 2,772,575</u>	<u>\$ 6,141,218</u>	<u>\$ 16,545,439</u>
<b>LIABILITIES:</b>				
Accounts Payable	\$ 149,617	\$ -	\$ -	\$ 149,617
Accrued Wages and Benefits	447,457	-	-	447,457
Interfund Payable	524,000	-	-	524,000
Intergovernmental Payable	88,334	-	-	88,334
Matured Compensated Absences Payable	6,515	-	-	6,515
<i>Total Liabilities</i>	<u>1,215,923</u>	<u>-</u>	<u>-</u>	<u>1,215,923</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Property Taxes not Levied to Finance				
Current Year Operations	237,945	461,968	3,237,874	3,937,787
Unavailable Revenue	506,270	10,091	69,004	585,365
<i>Total Deferred Inflows of Resources</i>	<u>744,215</u>	<u>472,059</u>	<u>3,306,878</u>	<u>4,523,152</u>
<b>FUND BALANCES:</b>				
<b>Restricted:</b>				
Capital Outlay	-	2,300,516	-	2,300,516
Debt Service	-	-	2,834,340	2,834,340
Food Service	1,906,278	-	-	1,906,278
Facilities Maintenance	3,809,126	-	-	3,809,126
State and Federal Grant Programs	107,878	-	-	107,878
Other Purposes	70,160	-	-	70,160
Unassigned (Deficit)	(221,934)	-	-	(221,934)
<i>Total Fund Balances</i>	<u>5,671,508</u>	<u>2,300,516</u>	<u>2,834,340</u>	<u>10,806,364</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$ 7,631,646</u>	<u>\$ 2,772,575</u>	<u>\$ 6,141,218</u>	<u>\$ 16,545,439</u>

## Huber Heights City School District, Ohio

*Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2019*

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Nonmajor Debt Service Fund	Total Nonmajor Governmental Funds
<b>REVENUES:</b>				
Property and Other Local Taxes	\$ 285,695	\$ 571,390	\$ 3,901,544	\$ 4,758,629
Intergovernmental	6,249,298	88,490	604,840	6,942,628
Interest	513	-	-	513
Extracurricular Activities	292,528	-	-	292,528
Gifts and Donations	7,016	-	-	7,016
Customer Sales and Services	654,586	-	-	654,586
Miscellaneous	500	-	-	500
<i>Total Revenues</i>	<u>7,490,136</u>	<u>659,880</u>	<u>4,506,384</u>	<u>12,656,400</u>
<b>EXPENDITURES:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	88,554	-	-	88,554
Special	2,411,217	-	-	2,411,217
<b>Support Services:</b>				
Pupils	197,929	-	-	197,929
Instructional Staff	828,744	-	-	828,744
Administration	61,821	-	-	61,821
Fiscal	5,949	10,283	70,262	86,494
Operation and Maintenance of Plant	255,024	409	-	255,433
Pupil Transportation	13,234	386,458	-	399,692
Central	24,581	26,999	-	51,580
Operation of Non-Instructional Services	3,074,378	-	-	3,074,378
Extracurricular Activities	345,929	-	-	345,929
Capital Outlay	-	619,753	-	619,753
<b>Debt Service:</b>				
Principal	-	290,201	1,980,000	2,270,201
Interest	-	79,072	2,800,675	2,879,747
<i>Total Expenditures</i>	<u>7,307,360</u>	<u>1,413,175</u>	<u>4,850,937</u>	<u>13,571,472</u>
<i>Net Change in Fund Balances</i>	182,776	(753,295)	(344,553)	(915,072)
<i>Fund Balance (Deficit) at Beginning of Year</i>	5,488,732	3,053,811	3,178,893	11,721,436
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 5,671,508</u>	<u>\$ 2,300,516</u>	<u>\$ 2,834,340</u>	<u>\$ 10,806,364</u>



## Huber Heights City School District, Ohio

*Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2019*

	Food Service Fund	Miscellaneous Special Trusts Fund	Miscellaneous Grants Fund	Educational Foundation
<b>ASSETS:</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 1,963,567	\$ 260	\$ 1,890	\$ 1,100
Restricted: Cash and Cash Equivalents	-	-	-	30,492
Accounts Receivable	181,964	-	-	-
Intergovernmental Receivable	-	-	-	-
Taxes Receivable	-	-	-	-
<i>Total Assets</i>	<u>\$ 2,145,531</u>	<u>\$ 260</u>	<u>\$ 1,890</u>	<u>\$ 31,592</u>
<b>LIABILITIES:</b>				
Accounts Payable	\$ 626	\$ -	\$ -	\$ -
Accrued Wages and Benefits	29,010	-	-	-
Interfund Payable	-	-	-	-
Intergovernmental Payable	22,079	-	-	-
Matured Compensated Absences Payable	6,515	-	-	-
<i>Total Liabilities</i>	<u>58,230</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Property Taxes not Levied to Finance				
Current Year Operations	-	-	-	-
Unavailable Revenue	181,023	-	-	-
<i>Total Deferred Inflows of Resources</i>	<u>181,023</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES:</b>				
<b>Restricted:</b>				
Food Service	1,906,278	-	-	-
Facilities Maintenance	-	-	-	-
State and Federal Grant Programs	-	-	-	-
Other Purposes	-	260	1,890	31,592
Unassigned (Deficit)	-	-	-	-
<i>Total Fund Balances</i>	<u>1,906,278</u>	<u>260</u>	<u>1,890</u>	<u>31,592</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$ 2,145,531</u>	<u>\$ 260</u>	<u>\$ 1,890</u>	<u>\$ 31,592</u>

(Continued)

## Huber Heights City School District, Ohio

Combining Balance Sheet  
 Nonmajor Special Revenue Funds  
 June 30, 2019  
 (Continued)

	Facilities Maintenance Fund	District Managed Student Activities Fund	Auxiliary Services Grant Fund	Network Connectivity Grant Fund
<b>ASSETS:</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 3,821,731	\$ 53,828	\$ 97,759	\$ -
Restricted: Cash and Cash Equivalents	-	-	-	-
Accounts Receivable	-	-	-	-
Intergovernmental Receivable	-	-	-	-
Taxes Receivable	252,291	-	-	-
<i>Total Assets</i>	<u>\$ 4,074,022</u>	<u>\$ 53,828</u>	<u>\$ 97,759</u>	<u>\$ -</u>
<b>LIABILITIES:</b>				
Accounts Payable	\$ 21,905	\$ 17,387	\$ 17,438	\$ -
Accrued Wages and Benefits	-	-	16,916	-
Interfund Payable	-	-	-	-
Intergovernmental Payable	-	23	2,396	-
Matured Compensated Absences Payable	-	-	-	-
<i>Total Liabilities</i>	<u>21,905</u>	<u>17,410</u>	<u>36,750</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Property Taxes not Levied to Finance				
Current Year Operations	237,945	-	-	-
Unavailable Revenue	5,046	-	-	-
<i>Total Deferred Inflows of Resources</i>	<u>242,991</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES:</b>				
<b>Restricted:</b>				
Food Service	-	-	-	-
Facilities Maintenance	3,809,126	-	-	-
State and Federal Grant Programs	-	-	61,009	-
Other Purposes	-	36,418	-	-
Unassigned (Deficit)	-	-	-	-
<i>Total Fund Balances</i>	<u>3,809,126</u>	<u>36,418</u>	<u>61,009</u>	<u>-</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$ 4,074,022</u>	<u>\$ 53,828</u>	<u>\$ 97,759</u>	<u>\$ -</u>

(Continued)

## Huber Heights City School District, Ohio

*Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2019  
(Continued)*

	Miscellaneous State Grants Fund	Title VI-B Grant Fund	Title III Grant Fund	Title I Grant Fund
<b>ASSETS:</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 57,702	\$ 34,000	\$ 257	\$ 4,369
Restricted: Cash and Cash Equivalents	-	-	-	-
Accounts Receivable	-	-	-	-
Intergovernmental Receivable	4,428	402,754	18,263	293,862
Taxes Receivable	-	-	-	-
<i>Total Assets</i>	<u>\$ 62,130</u>	<u>\$ 436,754</u>	<u>\$ 18,520</u>	<u>\$ 298,231</u>
<b>LIABILITIES:</b>				
Accounts Payable	\$ 41,885	\$ 7,739	\$ -	\$ -
Accrued Wages and Benefits	4,114	190,028	3,882	197,918
Interfund Payable	3,500	155,000	2,500	135,000
Intergovernmental Payable	-	33,815	829	29,192
Matured Compensated Absences Payable	-	-	-	-
<i>Total Liabilities</i>	<u>49,499</u>	<u>386,582</u>	<u>7,211</u>	<u>362,110</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Property Taxes not Levied to Finance				
Current Year Operations	-	-	-	-
Unavailable Revenue	314	126,002	13,777	44,068
<i>Total Deferred Inflows of Resources</i>	<u>314</u>	<u>126,002</u>	<u>13,777</u>	<u>44,068</u>
<b>FUND BALANCES:</b>				
<b>Restricted:</b>				
Food Service	-	-	-	-
Facilities Maintenance	-	-	-	-
State and Federal Grant Programs	12,317	-	-	-
Other Purposes	-	-	-	-
Unassigned (Deficit)	-	(75,830)	(2,468)	(107,947)
<i>Total Fund Balances</i>	<u>12,317</u>	<u>(75,830)</u>	<u>(2,468)</u>	<u>(107,947)</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$ 62,130</u>	<u>\$ 436,754</u>	<u>\$ 18,520</u>	<u>\$ 298,231</u>

(Continued)

## Huber Heights City School District, Ohio

*Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2019  
(Continued)*

	IDEA Preschool Grant Fund	Title II-A Grant Fund	Miscellaneous Federal Grants Fund	Total Nonmajor Special Revenue Funds
<b>ASSETS:</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 205	\$ 6,297	\$ 126,500	\$ 6,169,465
Restricted: Cash and Cash Equivalents	-	-	-	30,492
Accounts Receivable	-	-	-	181,964
Intergovernmental Receivable	8,275	210,085	59,767	997,434
Taxes Receivable	-	-	-	252,291
<i>Total Assets</i>	<u>\$ 8,480</u>	<u>\$ 216,382</u>	<u>\$ 186,267</u>	<u>\$ 7,631,646</u>
<b>LIABILITIES:</b>				
Accounts Payable	\$ -	\$ 6,168	\$ 36,469	\$ 149,617
Accrued Wages and Benefits	5,589	-	-	447,457
Interfund Payable	3,000	75,000	150,000	524,000
Intergovernmental Payable	-	-	-	88,334
Matured Compensated Absences Payable	-	-	-	6,515
<i>Total Liabilities</i>	<u>8,589</u>	<u>81,168</u>	<u>186,469</u>	<u>\$ 1,215,923</u>
<b>DEFERRED INFLOWS OF RESOURCES:</b>				
Property Taxes not Levied to Finance				
Current Year Operations	-	-	-	237,945
Unavailable Revenue	2,677	100,662	32,701	506,270
<i>Total Deferred Inflows of Resources</i>	<u>2,677</u>	<u>100,662</u>	<u>32,701</u>	<u>744,215</u>
<b>FUND BALANCES:</b>				
<b>Restricted:</b>				
Food Service	-	-	-	1,906,278
Facilities Maintenance	-	-	-	3,809,126
State and Federal Grant Programs	-	34,552	-	107,878
Other Purposes	-	-	-	70,160
Unassigned (Deficit)	(2,786)	-	(32,903)	(221,934)
<i>Total Fund Balances</i>	<u>(2,786)</u>	<u>34,552</u>	<u>(32,903)</u>	<u>5,671,508</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$ 8,480</u>	<u>\$ 216,382</u>	<u>\$ 186,267</u>	<u>\$ 7,631,646</u>

(Concluded)

## Huber Heights City School District, Ohio

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2019

	Food Service Fund	Miscellaneous Special Trusts Fund	Miscellaneous Grants Fund	Educational Foundation
REVENUES:				
Property and Other Local Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	1,887,172	-	-	-
Interest	1,082	-	-	(639)
Extracurricular Activities	-	-	-	-
Gifts and Donations	-	-	3,140	3,876
Customer Sales and Services	654,586	-	-	-
Miscellaneous	-	-	500	-
<i>Total Revenues</i>	<u>2,542,840</u>	<u>-</u>	<u>3,640</u>	<u>3,237</u>
EXPENDITURES:				
Current:				
Instruction:				
Regular	-	-	620	-
Special	-	-	1,484	-
Support Services:				
Pupils	-	-	-	-
Instructional Staff	-	-	-	-
Administration	-	-	-	-
Fiscal	-	-	-	808
Operation and Maintenance of Plant	-	-	-	-
Pupil Transportation	-	-	-	-
Central	-	-	-	-
Operation of Non-Instructional Services	2,622,423	-	-	2,800
Extracurricular Activities	-	-	-	-
<i>Total Expenditures</i>	<u>2,622,423</u>	<u>-</u>	<u>2,104</u>	<u>3,608</u>
<i>Net Change in Fund Balances</i>	(79,583)	-	1,536	(371)
<i>Fund Balance (Deficit) at Beginning of Year</i>	1,985,861	260	354	31,963
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 1,906,278</u>	<u>\$ 260</u>	<u>\$ 1,890</u>	<u>\$ 31,592</u>

(Continued)

## Huber Heights City School District, Ohio

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Special Revenue Funds  
 For the Fiscal Year Ended June 30, 2019  
 (Continued)

	Facilities Maintenance Fund	District Managed Student Activities Fund	Auxiliary Services Grant Fund	Network Connectivity Grant Fund
REVENUES:				
Property and Other Local Taxes	\$ 285,695	\$ -	\$ -	\$ -
Intergovernmental	153,597	-	434,245	14,400
Interest	-	-	70	-
Extracurricular Activities	-	292,528	-	-
Gifts and Donations	-	-	-	-
Customer Sales and Services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>439,292</u>	<u>292,528</u>	<u>434,315</u>	<u>14,400</u>
EXPENDITURES:				
Current:				
Instruction:				
Regular	-	-	-	-
Special	-	-	-	-
Support Services:				
Pupils	-	-	-	-
Instructional Staff	-	-	-	-
Administration	-	-	-	-
Fiscal	5,141	-	-	-
Operation and Maintenance of Plant	197,041	-	-	-
Pupil Transportation	-	-	-	-
Central	-	-	-	14,400
Operation of Non-Instructional Services	-	-	380,414	-
Extracurricular Activities	-	345,929	-	-
<i>Total Expenditures</i>	<u>202,182</u>	<u>345,929</u>	<u>380,414</u>	<u>14,400</u>
<i>Net Change in Fund Balances</i>	237,110	(53,401)	53,901	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	3,572,016	89,819	7,108	-
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 3,809,126</u>	<u>\$ 36,418</u>	<u>\$ 61,009</u>	<u>\$ -</u>

(Continued)

## Huber Heights City School District, Ohio

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Special Revenue Funds  
 For the Fiscal Year Ended June 30, 2019  
 (Continued)

	Miscellaneous State Grants Fund	Title VI-B Grant Fund	Title III Grant Fund	Title I Grant Fund
<b>REVENUES:</b>				
Property and Other Local Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	101,033	1,609,823	32,537	1,654,823
Interest	-	-	-	-
Extracurricular Activities	-	-	-	-
Gifts and Donations	-	-	-	-
Customer Sales and Services	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>101,033</u>	<u>1,609,823</u>	<u>32,537</u>	<u>1,654,823</u>
<b>EXPENDITURES:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	-	-	-	-
Special	-	1,377,240	32,363	963,390
<b>Support Services:</b>				
Pupils	4,114	193,815	-	-
Instructional Staff	21,050	25,112	1,592	564,560
Administration	-	-	-	61,821
Fiscal	-	-	-	-
Operation and Maintenance of Plant	57,983	-	-	-
Pupil Transportation	-	-	-	13,234
Central	-	-	-	10,181
Operation of Non-Instructional Services	-	5,820	-	56,158
Extracurricular Activities	-	-	-	-
<i>Total Expenditures</i>	<u>83,147</u>	<u>1,601,987</u>	<u>33,955</u>	<u>1,669,344</u>
<i>Net Change in Fund Balances</i>	17,886	7,836	(1,418)	(14,521)
<i>Fund Balance (Deficit) at Beginning of Year</i>	(5,569)	(83,666)	(1,050)	(93,426)
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 12,317</u>	<u>\$ (75,830)</u>	<u>\$ (2,468)</u>	<u>\$ (107,947)</u>

(Continued)

## Huber Heights City School District, Ohio

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
 Nonmajor Special Revenue Funds  
 For the Fiscal Year Ended June 30, 2019  
 (Continued)

	IDEA Preschool Grant Fund	Title II-A Grant Fund	Miscellaneous Federal Grants Fund	Total Nonmajor Special Revenue Funds
REVENUES:				
Property and Other Local Taxes	\$ -	\$ -	\$ -	\$ 285,695
Intergovernmental	36,601	227,476	97,591	6,249,298
Interest	-	-	-	513
Extracurricular Activities	-	-	-	292,528
Gifts and Donations	-	-	-	7,016
Customer Sales and Services	-	-	-	654,586
Miscellaneous	-	-	-	500
<i>Total Revenues</i>	<u>36,601</u>	<u>227,476</u>	<u>97,591</u>	<u>7,490,136</u>
EXPENDITURES:				
Current:				
Instruction:				
Regular	-	-	87,934	88,554
Special	36,151	-	589	2,411,217
Support Services:				
Pupils	-	-	-	197,929
Instructional Staff	-	181,098	35,332	828,744
Administration	-	-	-	61,821
Fiscal	-	-	-	5,949
Operation and Maintenance of Plant	-	-	-	255,024
Pupil Transportation	-	-	-	13,234
Central	-	-	-	24,581
Operation of Non-Instructional Services	-	3,005	3,758	3,074,378
Extracurricular Activities	-	-	-	345,929
<i>Total Expenditures</i>	<u>36,151</u>	<u>184,103</u>	<u>127,613</u>	<u>7,307,360</u>
<i>Net Change in Fund Balances</i>	450	43,373	(30,022)	182,776
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>(3,236)</u>	<u>(8,821)</u>	<u>(2,881)</u>	<u>5,488,732</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ (2,786)</u>	<u>\$ 34,552</u>	<u>\$ (32,903)</u>	<u>\$ 5,671,508</u>

(Concluded)



## Huber Heights City School District, Ohio

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2019*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Food Service Fund</b>			
Total Revenues and Other Sources	\$ 2,836,100	\$ 2,363,203	\$ (472,897)
Total Expenditures and Other Uses	<u>2,725,064</u>	<u>2,491,111</u>	<u>233,953</u>
Net Change in Fund Balances	111,036	(127,908)	(238,944)
Fund Balance, July 1	2,030,858	2,030,858	-
Prior Year Encumbrances	<u>1,000</u>	<u>1,000</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 2,142,894</u>	<u>\$ 1,903,950</u>	<u>(238,944)</u>
<b>Miscellaneous Special Trusts Fund</b>			
Total Revenues and Other Sources	\$ -	\$ -	\$ -
Total Expenditures and Other Uses	<u>260</u>	<u>-</u>	<u>260</u>
Net Change in Fund Balances	(260)	-	260
Fund Balance, July 1	<u>260</u>	<u>260</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ 260</u>	<u>\$ 260</u>
<b>Miscellaneous Grants Fund</b>			
Total Revenues and Other Sources	\$ 3,640	\$ 3,640	\$ -
Total Expenditures and Other Uses	<u>3,994</u>	<u>2,103</u>	<u>1,891</u>
Net Change in Fund Balances	(354)	1,537	1,891
Fund Balance, July 1	<u>354</u>	<u>354</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ 1,891</u>	<u>\$ 1,891</u>

## Huber Heights City School District, Ohio

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2019*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Educational Foundation Fund</b>			
Total Revenues and Other Sources	\$ -	\$ 13,141	\$ 13,141
Total Expenditures and Other Uses	<u>4,500</u>	<u>3,608</u>	<u>892</u>
Net Change in Fund Balances	(4,500)	9,533	14,033
Fund Balance, July 1	<u>22,059</u>	<u>22,059</u>	-
Fund Balance, June 30	<u>\$ 17,559</u>	<u>\$ 31,592</u>	<u>\$ 14,033</u>
<b>Facilities Maintenance Fund</b>			
Total Revenues and Other Sources	\$ 318,749	\$ 445,181	\$ 126,432
Total Expenditures and Other Uses	<u>229,750</u>	<u>224,434</u>	<u>5,316</u>
Net Change in Fund Balances	88,999	220,747	131,748
Fund Balance, July 1	3,559,711	3,559,711	-
Prior Year Encumbrances	<u>2,750</u>	<u>2,750</u>	-
Fund Balance, June 30	<u>\$ 3,651,460</u>	<u>\$ 3,783,208</u>	<u>\$ 131,748</u>
<b>District Managed Student Activities Fund</b>			
Total Revenues and Other Sources	\$ 335,030	\$ 292,528	\$ (42,502)
Total Expenditures and Other Uses	<u>345,507</u>	<u>332,043</u>	<u>13,464</u>
Net Change in Fund Balances	(10,477)	(39,515)	(29,038)
Fund Balance, July 1	89,117	89,117	-
Prior Year Encumbrances	<u>2,924</u>	<u>2,924</u>	-
Fund Balance, June 30	<u>\$ 81,564</u>	<u>\$ 52,526</u>	<u>\$ (29,038)</u>

## Huber Heights City School District, Ohio

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2019*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Auxiliary Services Grant Fund</b>			
Total Revenues and Other Sources	\$ 434,245	\$ 434,315	\$ 70
Total Expenditures and Other Uses	<u>474,146</u>	<u>416,066</u>	<u>58,080</u>
Net Change in Fund Balances	(39,901)	18,249	58,150
Fund Balance, July 1	22,534	22,534	-
Prior Year Encumbrances	<u>17,367</u>	<u>17,367</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ 58,150</u>	<u>\$ 58,150</u>
<b>Network Connectivity Grant Fund</b>			
Total Revenues and Other Sources	\$ 14,400	\$ 14,400	\$ -
Total Expenditures and Other Uses	<u>14,400</u>	<u>14,400</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
Fund Balance, July 1	-	-	-
Fund Balance, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Miscellaneous State Grants Fund</b>			
Total Revenues and Other Sources	\$ 108,841	\$ 104,413	\$ (4,428)
Total Expenditures and Other Uses	<u>108,419</u>	<u>106,048</u>	<u>2,371</u>
Net Change in Fund Balances	422	(1,635)	(2,057)
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	<u>3,078</u>	<u>3,078</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 3,500</u>	<u>\$ 1,443</u>	<u>\$ (2,057)</u>

## Huber Heights City School District, Ohio

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2019*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Title VI-B Grant Fund</b>			
Total Revenues and Other Sources	\$ 2,087,914	\$ 1,685,160	\$ (402,754)
Total Expenditures and Other Uses	<u>1,933,382</u>	<u>1,663,890</u>	<u>269,492</u>
Net Change in Fund Balances	154,532	21,270	(133,262)
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	<u>465</u>	<u>465</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 154,997</u>	<u>\$ 21,735</u>	<u>\$ (133,262)</u>
<b>Title III Grant Fund</b>			
Total Revenues and Other Sources	\$ 51,877	\$ 33,614	\$ (18,263)
Total Expenditures and Other Uses	<u>49,382</u>	<u>33,367</u>	<u>16,015</u>
Net Change in Fund Balances	2,495	247	(2,248)
Fund Balance, July 1	-	-	-
Prior Year Encumbrances Appropriated	<u>5</u>	<u>5</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 2,500</u>	<u>\$ 252</u>	<u>\$ (2,248)</u>
<b>Title I Grant Fund</b>			
Total Revenues and Other Sources	\$ 2,061,670	\$ 1,767,807	\$ (293,863)
Total Expenditures and Other Uses	<u>1,928,211</u>	<u>1,765,936</u>	<u>162,275</u>
Net Change in Fund Balances	133,459	1,871	(131,588)
Fund Balance, July 1	-	-	-
Prior Year Encumbrances	<u>1,545</u>	<u>1,545</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 135,004</u>	<u>\$ 3,416</u>	<u>\$ (131,588)</u>

## Huber Heights City School District, Ohio

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2019*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>IDEA Preschool Grant Fund</b>			
Total Revenues and Other Sources	\$ 48,567	\$ 40,292	\$ (8,275)
Total Expenditures and Other Uses	<u>45,567</u>	<u>40,087</u>	<u>5,480</u>
Net Change in Fund Balances	3,000	205	(2,795)
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 3,000</u>	<u>\$ 205</u>	<u>\$ (2,795)</u>
<b>Title II-A Grant Fund</b>			
Total Revenues and Other Sources	\$ 455,079	\$ 289,197	\$ (165,882)
Total Expenditures and Other Uses	<u>384,605</u>	<u>293,226</u>	<u>91,379</u>
Net Change in Fund Balances	70,474	(4,029)	(74,503)
Fund Balance, July 1	-	-	-
Prior Year Encumbrances	<u>4,528</u>	<u>4,528</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 75,002</u>	<u>\$ 499</u>	<u>\$ (74,503)</u>
<b>Miscellaneous Federal Grants Fund</b>			
Total Revenues and Other Sources	\$ 324,494	\$ 220,525	\$ (103,969)
Total Expenditures and Other Uses	<u>174,494</u>	<u>131,311</u>	<u>43,183</u>
Net Change in Fund Balances	150,000	89,214	(60,786)
Fund Balance, July 1	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 150,000</u>	<u>\$ 89,214</u>	<u>\$ (60,786)</u>

## Huber Heights City School District, Ohio

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2019*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Uniform School Supply Fund</b>			
Total Revenues and Other Sources	\$ 359,178	\$ 273,230	\$ (85,948)
Total Expenditures and Other Uses	<u>270,278</u>	<u>263,859</u>	<u>6,419</u>
Net Change in Fund Balances	88,900	9,371	(79,529)
Fund Balance, July 1	<u>43,919</u>	<u>43,919</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 132,819</u>	<u>\$ 53,290</u>	<u>\$ (79,529)</u>
<b>Public School Support Fund</b>			
Total Revenues and Other Sources	\$ 87,450	\$ 71,445	\$ (16,005)
Total Expenditures and Other Uses	<u>115,070</u>	<u>82,294</u>	<u>32,776</u>
Net Change in Fund Balances	(27,620)	(10,849)	16,771
Fund Balance, July 1	181,273	181,273	-
Prior Year Encumbrances Appropriated	<u>2,357</u>	<u>2,357</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 156,010</u>	<u>\$ 172,781</u>	<u>\$ 16,771</u>
<b>Underground Storage Tank Fund</b>			
Total Revenues and Other Sources	\$ -	\$ -	\$ -
Total Expenditures and Other Uses	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
Fund Balance, July 1	<u>11,000</u>	<u>11,000</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 11,000</u>	<u>\$ 11,000</u>	<u>\$ -</u>

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## Huber Heights City School District, Ohio

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*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Nonmajor Capital Project Fund  
For the Fiscal Year Ended June 30, 2019*

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	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Permanent Improvement Fund</b>			
Total Revenues and Other Sources	\$ 637,498	\$ 671,657	\$ 34,159
Total Expenditures and Other Uses	<u>1,694,997</u>	<u>1,456,635</u>	<u>238,362</u>
Net Change in Fund Balances	(1,057,499)	(784,978)	272,521
Fund Balance, July 1	2,432,791	2,432,791	-
Prior Year Encumbrances	<u>634,061</u>	<u>634,061</u>	<u>-</u>
Fund Balance, June 30	<u><u>2,009,353</u></u>	<u><u>2,281,874</u></u>	<u><u>\$ 272,521</u></u>

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## Huber Heights City School District, Ohio

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*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Nonmajor Debt Service Fund  
For the Fiscal Year Ended June 30, 2019*

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	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
<b>Bond Retirement Fund</b>			
Total Revenues and Other Sources	\$ 4,350,033	\$ 4,586,612	\$ 236,579
Total Expenditures and Other Uses	<u>4,850,937</u>	<u>4,850,937</u>	<u>-</u>
Net Change in Fund Balances	(500,904)	(264,325)	236,579
Fund Balance, July 1	<u>2,971,364</u>	<u>2,971,364</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 2,470,460</u>	<u>\$ 2,707,039</u>	<u>\$ 236,579</u>



## Huber Heights City School District, Ohio

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### **Fiduciary Funds**

Fiduciary are used to account for assets held by the District in a trustee capacity or as an agent for individuals, organizations, other governmental units, and/or other funds. The District's Fiduciary Funds are limited to a Private Purpose Trust Fund and Agency Funds.

### **Private Purpose Trust Fund**

#### **Memorial Scholarship Fund**

The funds in this account will be expended on scholarships, as directed by these outside entities, to District student recipients. As this is the District's only private purpose trust fund, no combining statements are included for this fund type.

### **Agency Funds**

#### **OHSAA Tournaments Clearing Fund**

To account for funds received in conjunction with hosting Ohio High School tournament games until those funds are properly disbursed.

#### **Student Managed Activities Fund**

To account for the resources that belongs to the various student groups in the District.

## Huber Heights City School District, Ohio

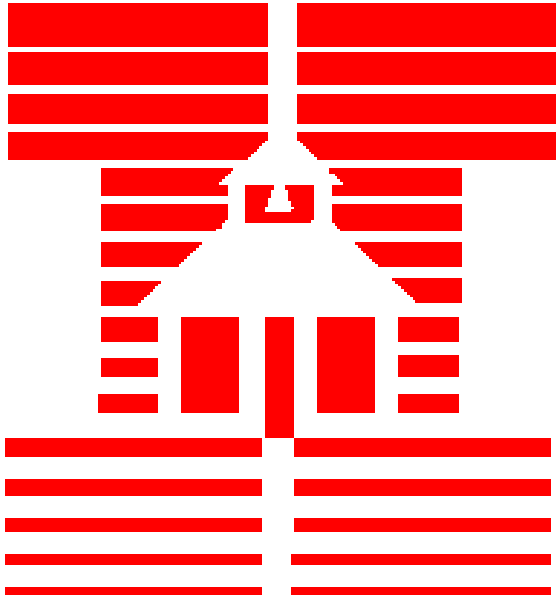
Combining Statement of Changes in Assets and Liabilities  
Agency Funds  
Fiscal Year Ended June 30, 2019

	Balance 7/1/2018	Additions	Deductions	Balance 6/30/2019
<b><u>OHSAA Tournaments Clearing Fund</u></b>				
<i>Assets:</i>				
Equity in Pooled Cash and Cash Equivalents	\$ 17,917	\$ 31,228	\$ 19,862	\$ 29,283
Accounts Receivable	39	-	39	-
<b>Total Assets</b>	<b>\$ 17,956</b>	<b>\$ 31,228</b>	<b>\$ 19,901</b>	<b>\$ 29,283</b>
<i>Liabilities:</i>				
Intergovernmental Payable	\$ -	\$ 773	\$ -	\$ 773
Undistributed Monies	17,956	30,455	19,901	28,510
<b>Total Liabilities</b>	<b>\$ 17,956</b>	<b>\$ 31,228</b>	<b>\$ 19,901</b>	<b>\$ 29,283</b>
<b><u>Student Managed Activities Fund</u></b>				
<i>Assets:</i>				
Equity in Pooled Cash and Cash Equivalents	\$ 89,198	\$ 137,278	\$ 116,925	\$ 109,551
<b>Total Assets</b>	<b>\$ 89,198</b>	<b>\$ 137,278</b>	<b>\$ 116,925</b>	<b>\$ 109,551</b>
<i>Liabilities:</i>				
Accounts Payable	\$ -	\$ 254	\$ -	\$ 254
Due to Students	89,198	137,024	116,925	109,297
<b>Total Liabilities</b>	<b>\$ 89,198</b>	<b>\$ 137,278</b>	<b>\$ 116,925</b>	<b>\$ 109,551</b>
<b><u>Totals - All Agency Funds</u></b>				
<i>Assets:</i>				
Equity in Pooled Cash and Cash Equivalents	\$ 107,115	\$ 168,506	\$ 136,787	\$ 138,834
Accounts Receivable	39	-	39	-
<b>Total Assets</b>	<b>\$ 107,154</b>	<b>\$ 168,506</b>	<b>\$ 136,826</b>	<b>\$ 138,834</b>
<i>Liabilities:</i>				
Accounts Payable	\$ -	\$ 254	\$ -	\$ 254
Intergovernmental Payable	-	773	-	773
Undistributed Monies	17,956	30,455	19,901	28,510
Due to Students	89,198	137,024	116,925	109,297
<b>Total Liabilities</b>	<b>\$ 107,154</b>	<b>\$ 168,506</b>	<b>\$ 136,826</b>	<b>\$ 138,834</b>

# STATISTICAL SECTION

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HUBER HEIGHTS

CITY SCHOOLS

## Statistical Section

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This part of the District’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District’s overall financial health.

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<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> .....	105-111
These schedules contain trend information to help the reader understand how the District’s financial performance and well- being have changed over time.	
<b>Revenue Capacity</b> .....	112-115
These schedules contain information to help the reader assess the District’s most significant local revenue source, the property tax.	
<b>Debt Capacity</b> .....	116-119
These schedules present information to help the reader assess the affordability of the District’s current levels of outstanding debt and the District’s ability to issue additional debt in the future.	
<b>Demographic and Economic Information</b> .....	120-121
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District’s financial activities take place.	
<b>Operating Information</b> .....	122-126
These schedules contain service and infrastructure data to help the reader understand how the information in the District’s financial report relates to the services the District provides and the activities it performs.	

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HUBER HEIGHTS

CITY SCHOOLS

**Huber Heights City School District, Ohio**

*Schedule 1 - Unaudited  
Net Position by Component  
Last Ten Fiscal Years  
(accrual basis of accounting)*

	2019	2018	2017 (3)	2016	2015	2014 (2)	2013	2012	2011 (1)	2010 (1)
<b>Governmental Activities</b>										
Net investment in capital assets	\$ 85,153,654	\$ 83,873,451	\$ 81,873,973	\$ 80,085,765	\$ 96,415,602	\$ 95,872,373	\$ 93,086,282	\$ 98,446,254	\$ 89,112,311	\$ 29,068,428
Restricted	11,074,086	11,877,760	13,919,709	16,307,114	8,540,666	7,750,205	7,329,180	7,336,663	17,219,773	78,983,824
Unrestricted	(15,349,654)	(30,070,681)	(68,793,700)	(56,590,749)	(64,860,304)	(75,188,611)	890,666	4,576,113	10,532,218	15,881,994
<b>Total governmental activities net position</b>	<b>\$ 80,878,086</b>	<b>\$ 65,680,530</b>	<b>\$ 26,999,982</b>	<b>\$ 39,802,130</b>	<b>\$ 40,095,964</b>	<b>\$ 28,433,967</b>	<b>\$ 101,306,128</b>	<b>\$ 110,359,030</b>	<b>\$ 116,864,302</b>	<b>\$ 123,934,246</b>

Source: School District records.

Note:

- (1) Restricted net position for 2010 and 2011 were significantly higher due to unspent bond proceeds which were used to finance the local portion of the School Facilities project.
- (2) District implemented the provisions of GASB Statement No. 68 in fiscal year 2015 which required a restatement of fiscal year 2014 amounts and explains the significant decrease in Unrestricted Net Position for those two years.
- (3) District implemented the provisions of GASB Statement No. 75 in fiscal year 2018 which required a restatement of fiscal year 2017 amounts.

**Huber Heights City School District, Ohio**

*Schedule 2 - Unaudited  
Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)*

	2019	2018	2017	2016	2015 (1)	2014	2013	2012	2011	2010
<b>Governmental Activities:</b>										
<b>Expenses</b>										
Instruction:										
Regular	\$ 24,440,731	\$ 12,698,471	\$ 30,394,660	\$ 28,017,469	\$ 42,401,840	\$ 42,838,352	\$ 45,300,456	\$ 47,354,009	\$ 51,664,633	\$ 46,882,492
Special	12,491,925	7,263,143	12,256,483	10,638,756	-	-	-	-	-	-
Vocational	5,760	14,760	11,580	12,888	-	-	-	-	-	-
Other	4,571,477	5,261,617	5,555,932	5,419,413	-	-	-	-	-	-
Support Services:										
Pupils	4,235,560	2,886,393	4,176,152	3,083,706	2,404,768	2,170,440	2,790,357	3,155,439	3,258,695	3,008,807
Instructional Staff	1,775,083	669,015	1,580,488	1,642,183	642,473	352,237	4,031,821	4,569,897	4,985,036	4,814,503
Board of Education	15,582	4,726	15,365	17,940	13,675	24,331	25,428	23,102	36,455	34,682
Administration	3,512,261	1,725,995	3,789,553	3,438,575	3,337,574	3,471,293	3,876,862	4,450,211	4,617,141	4,368,505
Fiscal	1,409,136	814,694	1,106,451	1,114,353	1,091,840	1,065,108	1,022,716	1,154,632	1,132,750	1,064,319
Business	508,121	366,349	196,293	355,076	226,833	368,708	348,034	444,065	581,532	546,871
Operation and Maintenance of Plant	5,157,374	4,067,874	5,286,005	5,582,379	4,227,251	4,206,335	4,488,435	5,307,193	5,732,653	5,006,891
Pupil Transportation	3,262,377	1,638,383	2,884,269	2,535,033	2,708,714	2,670,840	2,979,631	3,636,672	3,497,154	3,598,309
Central	1,126,336	327,055	671,137	456,052	275,878	249,202	481,344	478,556	507,202	569,406
Operation of Non-Instructional Services	3,080,867	2,171,923	2,911,202	2,567,330	2,537,432	2,480,364	2,590,892	2,782,972	2,906,784	2,887,776
Extracurricular Activities	946,430	374,013	925,456	824,028	966,849	876,871	879,185	1,025,995	1,107,668	1,068,294
Interest and Fiscal Charges	2,951,896	2,997,038	3,199,761	2,719,784	3,691,669	3,725,822	3,769,233	3,792,122	3,823,414	3,604,890
Intergovernmental	-	-	-	6,274,737	-	-	-	-	-	-
<b>Total Expenses (4)</b>	69,490,916	43,281,449	74,960,787	74,699,702	64,526,796	64,499,903	72,584,394	78,174,865	83,851,117	77,455,745
<b>Program Revenues</b>										
Charges for Services:										
Regular Instruction	1,085,396	872,782	625,760	867,781	702,721	1,081,819	543,871	805,022	914,180	824,921
Special Instruction	276,106	300,842	126,629	116,081	-	-	-	-	-	-
Pupil Transportation	39,869	18,132	25,436	32,547	-	-	-	-	-	15,113
Operation of Non-Instructional Services	835,609	671,035	749,293	830,796	798,794	838,665	932,931	1,055,513	1,116,092	1,170,537
Extracurricular Activities	537,292	550,681	571,141	674,084	915,852	833,785	711,324	856,352	869,301	802,237
Operating Grants and Contributions	11,292,575	10,232,843	9,590,462	9,354,508	6,434,134	5,696,844	5,371,149	4,759,477	8,939,941	7,720,686
Capital Grants and Contributions	-	-	-	-	24,320	255,718	692,995	-	-	-
<b>Total Program Revenues</b>	\$ 14,066,847	\$ 12,646,315	\$ 11,688,721	\$ 11,875,797	\$ 8,875,821	\$ 8,706,831	\$ 8,252,270	\$ 7,476,364	\$ 11,839,514	\$ 10,533,494
<b>Net Expense</b>	\$ (55,424,069)	\$ (30,635,134)	\$ (63,272,066)	\$ (62,823,905)	\$ (55,650,975)	\$ (55,793,072)	\$ (64,332,124)	\$ (70,698,501)	\$ (72,011,603)	\$ (66,922,251)

(continued)



**Huber Heights City School District, Ohio**

Schedule 2 - Unaudited  
Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)  
(continued)

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<b>General Revenues and Other Changes in Net Position:</b>										
Grants and Entitlements not Restricted										
To Specific Programs	37,588,230	36,760,572	36,200,820	35,406,709	35,427,067	33,037,512	31,130,261	31,740,517	32,002,548	32,303,886
Payments in Lieu of Taxes	-	1,359,877	1,155,507	-	-	-	-	-	-	-
Investment Earnings	1,770,364	609,012	184,513	316,174	77,635	72,335	63,442	255,043	328,612	573,438
Miscellaneous	1,046,323	354,314	678,562	368,572	367,259	451,861	755,989	530,231	318,081	317,212
Property Taxes	30,216,708	30,231,907	31,924,250	30,162,564	31,441,011	31,532,435	30,293,566	31,667,438	32,292,418	32,272,766
<b>Total General Revenues</b>	<b>70,621,625</b>	<b>69,315,682</b>	<b>70,143,652</b>	<b>66,254,019</b>	<b>67,312,972</b>	<b>65,094,143</b>	<b>62,243,258</b>	<b>64,193,229</b>	<b>64,941,659</b>	<b>65,467,302</b>
<b>Special Items:</b>										
Loss on Disposal of Capital Asset	-	-	-	-	-	-	(6,964,036)	-	-	-
<b>Change in Net Position</b>	<b>15,197,556</b>	<b>38,680,548</b>	<b>6,871,586</b>	<b>3,430,114</b>	<b>11,661,997</b>	<b>9,301,071</b>	<b>(9,052,902)</b>	<b>(6,505,272)</b>	<b>(7,069,944)</b>	<b>(1,454,949)</b>
<b>Net Position Beginning of Year</b>	<b>65,680,530</b>	<b>26,999,982</b>	<b>39,802,130</b>	<b>40,095,964</b>	<b>28,433,967</b>	<b>101,306,128</b>	<b>110,359,030</b>	<b>116,864,302</b>	<b>123,934,246</b>	<b>128,465,584</b>
<b>Restatement to Implement GASB 68 (2)</b>	-	-	-	-	-	(82,173,232)	-	-	-	-
<b>Restatement for Correction of Error</b>	-	-	-	(3,723,948)	-	-	-	-	-	(3,076,389)
<b>Restatement to Implement GASB 75 (3)</b>	-	-	(19,673,734)	-	-	-	-	-	-	-
<b>Net Position End of Year</b>	<b>\$ 80,878,086</b>	<b>\$ 65,680,530</b>	<b>\$ 26,999,982</b>	<b>\$ 39,802,130</b>	<b>\$ 40,095,964</b>	<b>\$ 28,433,967</b>	<b>\$ 101,306,128</b>	<b>\$ 110,359,030</b>	<b>\$ 116,864,302</b>	<b>\$ 123,934,246</b>

Source: School District records.

Note:

- (1) For fiscal year 2015 and prior, the District reported all instructional expenses as one amount on the financial statements. As such, all amounts for fiscal year 2015 and prior all instructional expenses are reported as regular instruction.
- (2) District implemented the provisions of GASB Statement No. 68 in fiscal year 2015 which required a restatement of fiscal year 2014 ending net position; however information necessary to restate beginning balance was not available
- (3) District implemented the provisions of GASB Statement No. 75 in fiscal year 2018 which required a restatement of fiscal year 2017 ending net position; however information necessary to restate beginning balance was not available
- (4) Decrease in expenses for fiscal year 2018 was due to recognition of significant negative pension and OPEE expenses for the fiscal year.

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HUBER HEIGHTS

CITY SCHOOLS

**Huber Heights City School District, Ohio**

Schedule 3 - Unaudited  
Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010 (1)
<b>General Fund</b>										
Reserved	\$ 146,860	\$ 184,794	\$ 285,716	\$ 225,134	\$ 300,744	\$ 187,519	\$ 298,156	\$ 290,757	\$ 396,753	\$ 2,915,931
Unreserved, Undesignated in:										
General Fund	-	-	-	-	-	-	-	-	900,371	14,334,982
Nonspendable	11,000	11,000	11,000	11,000	11,000	11,000	11,000	11,000	11,000	-
Restricted	997,731	608,790	752,662	967,355	2,029,229	2,945,882	912,024	665,515	4,104,021	-
Committed	48,025,554	41,226,535	33,546,679	23,145,007	15,140,981	4,704,163	346,897	4,777,645	6,913,220	-
Assigned										
Unassigned	\$ 49,181,145	\$ 42,031,119	\$ 34,596,057	\$ 24,348,496	\$ 17,481,954	\$ 7,848,564	\$ 1,568,077	\$ 5,744,917	\$ 12,325,365	\$ 17,250,913
<b>Total General Fund</b>										
	\$ 59,987,509	\$ 53,752,555	\$ 48,433,800	\$ 40,507,190	\$ 41,359,500	\$ 31,478,661	\$ 25,404,517	\$ 50,442,799	\$ 105,134,195	\$ 129,793,375
<b>All Other Governmental Funds</b>										
Reserved (2)										\$ 72,266,561
Unreserved, Undesignated in:										
Special Revenue Funds										37,629
Capital Projects Funds										38,193,697
Debt Service Funds										2,044,575
Nonspendable										-
Restricted (2)	\$ -	\$ 10,119	\$ 11,027	\$ 6,175	\$ 20,519	\$ 14,677	\$ 16,433	\$ 14,083	\$ 18,012	-
Unassigned	11,028,298	11,909,966	14,035,005	16,340,265	24,002,955	23,704,649	24,378,420	45,073,912	93,349,439	-
	(221,934)	(198,649)	(208,289)	(187,746)	(145,928)	(89,229)	(558,413)	(390,113)	(558,621)	-
<b>Total All Other Governmental Funds</b>	\$ 10,806,364	\$ 11,721,436	\$ 13,837,743	\$ 16,158,694	\$ 23,877,546	\$ 23,630,097	\$ 23,836,440	\$ 44,697,882	\$ 92,808,830	\$ 112,542,462
<b>Total Governmental Funds</b>	\$ 59,987,509	\$ 53,752,555	\$ 48,433,800	\$ 40,507,190	\$ 41,359,500	\$ 31,478,661	\$ 25,404,517	\$ 50,442,799	\$ 105,134,195	\$ 129,793,375

Source: School District records.

Notes:

- (1) - The District implemented GASB Statement No. 54 in fiscal year 2011, therefore fiscal year 2010 amounts are reported as reserved, designated, and undesignated
- (2) - The significantly higher amounts reported for restricted/reserved fund balance in fiscal years 2010 to 2016 relate to the District's participation in the School Facilities project to construct new school facilities within the District.

**Huber Heights City School District, Ohio**

*Schedule 4 - Unaudited  
Changes in Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)*

	2019	2018	2017	2016	2015	2014	2013	2012	2011 (1)	2010 (1)
<b>REVENUES:</b>										
Property and Other Local Taxes	\$ 30,491,403	\$ 30,178,117	\$ 32,185,263	\$ 29,914,946	\$ 31,481,557	\$ 31,643,528	\$ 30,662,941	\$ 32,184,555	\$ 32,248,272	\$ 31,511,357
Payment in Lieu of Taxes	890,249	1,359,877	1,155,507	-	-	-	-	-	-	-
Intergovernmental	49,013,437	46,933,149	45,753,198	44,274,437	41,885,521	39,642,524	36,976,064	38,881,356	84,328,716	71,543,327
Interest	1,782,457	624,906	174,249	303,440	77,635	72,335	63,442	255,043	328,612	573,438
Tuition and Fees	948,618	1,098,201	662,628	819,185	702,721	1,081,819	543,871	805,022	914,180	840,034
Rent	129,537	-	-	-	-	-	-	-	-	-
Extracurricular Activities	607,117	641,889	684,855	831,308	915,852	833,785	711,324	856,352	869,301	802,237
Gifts and Donations	107,016	-	-	-	-	-	-	-	-	-
Customer Sales and Services	656,207	671,035	749,293	830,796	798,794	838,665	932,931	1,055,513	1,116,092	1,170,537
Miscellaneous	67,395	367,953	662,791	409,072	367,259	451,861	755,989	530,231	318,081	317,212
<b>Total Revenues</b>	<b>84,699,436</b>	<b>81,875,127</b>	<b>82,027,784</b>	<b>77,383,184</b>	<b>76,229,339</b>	<b>74,564,517</b>	<b>70,646,562</b>	<b>74,568,072</b>	<b>120,123,254</b>	<b>106,758,142</b>
<b>EXPENDITURES:</b>										
Current:										
Instruction:										
Regular	27,306,213	26,648,171	27,661,336	26,408,268	42,363,522	42,502,451	45,218,624	46,636,060	48,056,278	46,222,098
Special	14,143,289	13,308,568	11,762,847	10,797,492	-	-	-	-	-	-
Vocational	5,760	14,760	11,580	12,888	-	-	-	-	-	-
Other	4,608,668	5,368,601	5,553,889	5,419,853	-	-	-	-	-	-
Support Services:										
Pupils	4,708,889	4,531,335	4,046,932	3,178,376	2,475,089	2,435,104	2,748,283	3,120,453	3,280,850	3,006,665
Instructional Staff	2,002,822	1,693,001	1,488,754	1,657,882	659,050	366,123	4,062,989	4,547,670	5,011,086	4,802,786
Board of Education	15,582	14,151	14,364	15,919	13,675	24,331	25,428	23,102	36,455	34,682
Administration	4,091,590	3,827,889	3,637,352	3,762,836	3,338,551	3,658,277	3,726,274	4,321,587	4,537,643	4,321,401
Fiscal	1,382,538	1,101,294	1,056,825	1,128,338	1,112,608	1,064,722	1,058,392	1,149,054	1,137,559	1,054,222
Business	526,307	461,140	188,684	344,887	233,964	363,297	356,732	452,515	581,452	541,685
Operation and Maintenance of Plant	5,332,406	4,829,818	5,122,202	5,685,229	4,338,709	4,448,964	4,438,431	5,169,301	5,698,503	4,819,065
Pupil Transportation	3,441,529	2,961,968	2,748,168	2,942,617	2,498,185	2,883,636	2,746,358	3,376,988	3,397,111	3,399,072
Central	1,144,958	547,345	651,045	458,135	280,511	250,228	469,094	509,338	502,803	596,321
Operation of Non-Instructional Services	3,076,278	3,085,064	2,888,975	2,604,193	2,509,166	2,477,584	2,588,706	2,789,036	2,903,227	2,885,620
Extracurricular Activities	996,631	910,054	880,872	879,226	962,590	872,124	856,260	1,011,499	1,103,672	1,064,298
Capital Outlay	619,753	2,655,461	263,203	56,121	744,514	2,164,343	22,450,724	51,171,299	63,772,369	9,783,359
Intergovernmental	-	-	-	6,274,737	-	-	-	-	-	-
Debt Service:										
Principal	2,270,201	2,026,085	3,497,556	4,363,299	1,242,312	1,231,704	1,175,988	1,117,528	1,101,969	2,187,747
Interest and Fiscal Charges	2,879,747	2,943,334	3,121,973	2,192,889	3,695,121	3,729,193	3,781,670	3,794,879	3,825,872	3,505,700
Issuance Costs	-	-	-	586,174	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>78,553,161</b>	<b>76,928,039</b>	<b>74,596,557</b>	<b>78,769,359</b>	<b>66,467,567</b>	<b>68,472,081</b>	<b>95,703,953</b>	<b>129,190,309</b>	<b>144,946,849</b>	<b>88,224,721</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>6,146,275</b>	<b>4,947,088</b>	<b>7,431,227</b>	<b>(1,386,175)</b>	<b>9,761,772</b>	<b>6,092,436</b>	<b>(25,057,391)</b>	<b>(54,622,237)</b>	<b>(24,823,595)</b>	<b>18,533,421</b>

(Continued)

**Huber Heights City School District, Ohio**

Schedule 4 - Unaudited  
Changes in Fund Balances, Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)  
(continued)

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<b>OTHER FINANCING SOURCES AND USES:</b>										
Transfers In	-	-	-	8,940,707	2,982	32,467	-	218,705	2,839,744	1,424,739
Inception of Capital Lease	-	373,998	421,965	-	-	94,101	-	-	142,652	-
General Obligation Bonds Issued	-	-	-	-	-	-	-	-	-	82,000,000
Refunding Bonds Issued	-	-	-	65,840,000	-	-	-	-	-	-
Other Bonds Issued	-	-	-	-	-	-	-	-	-	-
Premium on Bonds/Notes Issued	-	-	-	8,448,512	-	-	9,360	-	-	1,700,000
Proceeds from Sale of Capital Assets	3,200	27,083	60,804	17,548	-	-	-	40,766	-	218,012
Insurance Recoveries	85,479	-	-	-	-	-	-	-	-	-
Transfers Out	-	-	-	(8,940,707)	(2,982)	(32,467)	-	(218,705)	(2,839,744)	(1,424,739)
Payment to Refunded Bond Escrow Agent	-	-	-	(73,701,363)	-	-	-	-	-	-
<b>Total Other Financing Sources and Uses</b>	<b>88,679</b>	<b>401,081</b>	<b>482,769</b>	<b>604,697</b>	<b>-</b>	<b>94,101</b>	<b>9,360</b>	<b>40,766</b>	<b>142,652</b>	<b>83,918,012</b>
<b>Net Change in Fund Balances</b>	<b>\$ 6,234,954</b>	<b>\$ 5,348,169</b>	<b>\$ 7,913,996</b>	<b>\$ (781,478)</b>	<b>\$ 9,761,772</b>	<b>\$ 6,186,537</b>	<b>\$ (25,048,031)</b>	<b>\$ (54,581,471)</b>	<b>\$ (24,680,943)</b>	<b>\$ 102,451,433</b>
Debt Service as a percentage of noncapital expenditures	6.67%	6.70%	8.94%	8.43%	7.54%	7.72%	6.79%	6.30%	6.08%	7.27%

Source: School District records.

Note:

(1) The higher intergovernmental revenue reported for fiscal years 2011 and 2010 include the State's funding provided for the School Facilities project.

**Huber Heights City School District, Ohio**

*Schedule 5 - Unaudited  
Assessed Value and Actual Value of Taxable Property  
Last Ten Collection Years*

Collection Year	Real Property		Public Utilities Personal		Tangible Personal Property (1)		Total		Total Direct Tax Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
2019	\$ 693,739,590	\$ 1,982,113,114	\$ 15,588,700	\$ 44,539,143	\$ -	\$ -	\$ 709,328,290	\$ 2,026,652,257	66.25
2018	\$ 689,676,300	\$ 1,970,503,714	\$ 14,782,560	\$ 42,235,886	\$ -	\$ -	\$ 704,458,860	\$ 2,012,739,600	66.25
2017	\$ 663,340,920	\$ 1,895,259,771	\$ 14,257,010	\$ 40,734,314	\$ -	\$ -	\$ 677,597,930	\$ 1,935,994,086	66.74
2016	\$ 655,270,550	\$ 1,872,201,571	\$ 13,366,010	\$ 38,188,600	\$ -	\$ -	\$ 668,636,560	\$ 1,910,390,171	66.74
2015	\$ 652,501,790	\$ 1,864,290,829	\$ 13,112,450	\$ 37,464,143	\$ -	\$ -	\$ 665,614,240	\$ 1,901,754,971	66.74
2014	\$ 690,287,910	\$ 1,972,251,171	\$ 12,694,120	\$ 36,268,914	\$ -	\$ -	\$ 702,982,030	\$ 2,008,520,086	66.74
2013	\$ 692,819,000	\$ 1,979,482,857	\$ 11,502,890	\$ 32,865,400	\$ -	\$ -	\$ 704,321,890	\$ 2,012,348,257	66.74
2012	\$ 696,246,390	\$ 1,989,275,400	\$ 10,804,640	\$ 30,870,400	\$ -	\$ -	\$ 707,051,030	\$ 2,020,145,800	69.25
2011	\$ 734,637,140	\$ 2,098,963,257	\$ 10,568,500	\$ 30,195,714	\$ -	\$ -	\$ 745,205,640	\$ 2,129,158,971	69.25
2010	\$ 741,060,390	\$ 2,117,315,400	\$ 10,138,630	\$ 28,967,514	\$ 283,680	\$ 1,134,720	\$ 751,482,700	\$ 2,147,417,634	69.25

Source: Montgomery County Auditor's Office

(1) - H.B. 66 eliminated general business tangible personal property tax effective collection year 2009 and utility personal property tax effective collection year 2011.

**Huber Heights City School District, Ohio**

*Schedule 6 - Unaudited  
Direct and Overlapping Property Tax Rates  
(Rate per \$1,000 of Assessed Value)  
Last Ten Years*

Collection Year /Tax Year	School District Rates						Miami Valley Career			Montgomery County
	Operating	Debt Service	Permanent Improvement	Facilities Maintenance	Total	City of Huber Heights	Technology Center	Dayton Metro Library		
2019/2018	58.25	6.50	1.00	0.50	66.25	11.29	4.01	3.31	23.14	
2018/2017	(1)	(1)	(1)	(1)	66.25	11.59	4.01	3.31	22.94	
2017/2016	(1)	(1)	(1)	(1)	66.74	11.59	2.58	3.31	22.94	
2016/2015	(1)	(1)	(1)	(1)	66.74	11.29	2.58	3.31	22.94	
2015/2014	(1)	(1)	(1)	(1)	66.74	11.29	2.58	3.31	21.94	
2014/2013	(1)	(1)	(1)	(1)	66.74	11.29	2.58	3.31	20.94	
2013/2012	(1)	(1)	(1)	(1)	66.74	11.29	2.58	3.31	20.94	
2012/2011	(1)	(1)	(1)	(1)	69.25	11.29	2.58	1.75	20.94	
2011/2010	(1)	(1)	(1)	(1)	69.25	11.29	2.58	1.75	20.94	
2010/2009	(1)	(1)	(1)	(1)	69.25	11.29	2.58	1.75	20.94	

Source: Montgomery County Auditor's Office

(1) - Individual component rates of total direct rate was not readily available for collection year 2018 and prior.

**Huber Heights City School District, Ohio**

*Schedule 7 - Unaudited  
Principal Property Taxpayers  
Current Calendar Year and Six Years Ago*

Name of Taxpayer	Calendar Year 2018			Calendar Year 2012 (1)		
	Total Assessed Valuation	Rank	Percent of Total Assessed Value	Total Assessed Valuation	Rank	Percent of Total Assessed Value
Dayton Power and Light Co.	\$ 13,109,590	1	1.85%	\$ 10,478,000	2	1.49%
ARC NPHUBOH001 LLC	\$ 11,620,000	2	1.64%			
HHR Borrower 2 LLC	\$ 10,217,650	3	1.44%			
HHR Borrower 1 LLC	\$ 10,196,040	4	1.44%			
HHR Borrower 3 LLC	\$ 8,831,700	5	1.25%			
Waynetowne Investments LLC	\$ 3,665,250	6	0.52%			
PMAT North Heights LLC	\$ 3,598,290	7	0.51%			
EPT Nineteen Inc.	\$ 2,814,280	8	0.40%	\$ 3,096,380	8	0.44%
Miami Valley Hospital	\$ 2,706,820	9	0.38%			
Vectren Energy Delivery of Ohio	\$ 2,491,730	10	0.35%			
Huber Investment Corp				\$ 22,834,390	1	3.24%
Kir Huber Heights LP				\$ 7,411,590	3	1.05%
TJH LLC				\$ 5,345,140	4	0.76%
Huber Management Corp				\$ 4,868,280	5	0.69%
ABF Freight Systems Inc.				\$ 3,366,670	6	0.48%
CDC - Lindbergh Subsidiary LLC				\$ 3,346,320	7	0.48%
Lowe's Home Centers Inc.				\$ 2,857,340	9	0.41%
Good Samaritan Hospital				\$ 2,094,350	10	0.30%
SubTotal	\$ 69,251,350		9.78%	\$ 65,698,460		9.34%
All Other Taxpayers	\$ 640,076,940		90.22%	\$ 638,623,430		90.66%
Total Assessed Valuation	\$ 709,328,290		100.00%	\$ 704,321,890		100.00%

Source: Montgomery County Auditor's Office

Note: Information presented on a calendar year basis as that is the manner in which the information is maintained by the County.

(1) - Calendar year 2012 is the latest information available. The District will continue to add years until the 10-year trend is presented.





## Huber Heights City School District, Ohio

*Schedule 9 - Unaudited  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years*

Fiscal Year	General Obligation Bonds (1)	Certificates of Participation	Capital Leases	Energy Conservation Notes	Total Governmental Activities	Percentage Average Personal Income Total Governmental Activities (2)	Per Capita General Obligation	Enrollment General Obligation (2)	Per Capita Other
2019	\$ 73,189,158	\$ 885,000	\$ 400,951	\$ -	\$ 74,475,109	7.22%	\$ 1,833	\$ 12,188	\$ 32
2018	\$ 75,651,145	\$ 1,000,000	\$ 576,152	\$ -	\$ 77,227,297	7.85%	\$ 1,986	\$ 12,734	\$ 41
2017	\$ 77,898,133	\$ 1,110,000	\$ 353,239	\$ -	\$ 79,361,372	8.07%	\$ 2,045	\$ 13,790	\$ 38
2016	\$ 79,965,120	\$ 1,215,000	\$ 23,830	\$ -	\$ 81,203,950	8.25%	\$ 2,099	\$ 13,604	\$ 33
2015	\$ 75,120,000	\$ 1,310,000	\$ 47,129	\$ -	\$ 76,477,129	7.77%	\$ 1,972	\$ 12,608	\$ 36
2014	\$ 76,200,000	\$ 1,400,000	\$ 89,076	\$ 30,365	\$ 77,719,441	7.90%	\$ 2,000	\$ 12,469	\$ 40
2013	\$ 77,255,000	\$ 1,485,000	\$ 56,314	\$ 60,730	\$ 78,857,044	8.01%	\$ 1,462	\$ 12,347	\$ 42
2012	\$ 78,285,000	\$ 1,565,000	\$ 91,937	\$ 91,095	\$ 80,033,032	8.13%	\$ 1,485	\$ 12,113	\$ 46
2011	\$ 79,160,000	\$ 1,640,000	\$ 229,100	\$ 121,460	\$ 81,150,560	8.25%	\$ 1,518	\$ 11,843	\$ 52
2010	\$ 80,015,000	\$ 1,700,000	\$ 243,052	\$ 151,825	\$ 82,109,877	8.35%	\$ 1,553	\$ 12,233	\$ 55

Source: School District records

Note: Details regarding the district's outstanding debt can be found in the notes to the financial statements.

(1) Amounts reported for General Obligation Bonds include unamortized premiums.

(2) See Schedule 13 for personal income, enrollment and population data.

N/A = Information not readily available.

**Huber Heights City School District, Ohio**

*Schedule 10 - Unaudited  
Ratios of General Bonded Debt Outstanding  
Last Ten Fiscal Years*

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<b>Population (1)</b>	39,926	38,101	38,101	38,101	38,101	38,101	38,101	38,101	38,101	38,101
<b>Total Estimated Actual Value (2)</b>	\$ 2,026,652,257	\$ 2,012,739,600	\$ 1,935,994,086	\$ 1,910,390,171	\$ 1,901,754,971	\$ 2,008,520,086	\$ 2,012,348,257	\$ 2,020,145,800	\$ 2,129,158,971	\$ 2,147,417,634
<b>General Bonded Debt</b>										
<b>General Obligation Bonds (3)</b>	\$ 73,189,158	\$ 75,651,145	\$ 77,898,133	\$ 79,965,120	\$ 75,120,000	\$ 76,200,000	\$ 77,255,000	\$ 78,285,000	\$ 79,160,000	\$ 80,015,000
<b>Resources Available to Pay Principal (4)</b>	\$ 2,675,912	\$ 3,049,277	\$ 3,162,524	\$ 4,697,353	\$ 3,473,008	\$ 3,416,963	\$ 3,241,293	\$ 3,227,939	\$ 2,799,418	\$ 2,220,981
<b>Net General Bonded Debt</b>	\$ 70,513,246	\$ 72,601,868	\$ 74,735,609	\$ 75,267,767	\$ 71,646,992	\$ 72,783,037	\$ 74,013,707	\$ 75,057,061	\$ 76,360,582	\$ 77,794,019
<b>Ratio of Net Bonded Debt to Total Estimated Actual Property Value</b>	3.48%	3.61%	3.86%	3.94%	3.77%	1.98%	2.05%	2.05%	2.13%	2.21%
<b>Net Bonded Debt per Capita</b>	\$ 1,766	\$ 1,906	\$ 1,962	\$ 1,975	\$ 1,880	\$ 1,841	\$ 1,905	\$ 1,942	\$ 2,016	\$ 2,146

(1) Estimates as of July 1 from U.S. Census Bureau for City of Huber Heights.

(2) Montgomery County Auditor

(3) Includes all general obligation bonded debt supported by property taxes (includes unamortized premiums/discounts)

(4) Restricted net position for debt service.

**Huber Heights City School District, Ohio**

*Schedule 11 - Unaudited  
Direct and Overlapping Governmental Activities Debt  
As of June 30, 2019*

	<u>Total Net Debt Obligations</u>	<u>Percentage Applicable to the District (1)</u>	<u>Amount Applicable to the District</u>
<b>Governmental Unit:</b>			
<b>Direct:</b>			
Huber Heights City School District	\$ 73,189,158	100.00%	\$ 73,189,158
<b>Overlapping:</b>			
City of Dayton	49,540,000	5.57%	2,759,378
City of Huber Heights	32,259,667	97.03%	31,301,554
City of Riverside	599,324	0.53%	3,176
Miami Valley Career Center Joint Vocational School District	131,082,994	10.01%	13,121,408
Dayton Metro Library District	153,425,000	9.50%	14,575,375
Total Overlapping	366,906,985		61,760,891
Total Direct and Overlapping Debt	\$ 440,096,143		\$ 134,950,049

Source: School District Records and Ohio Municipal Advisory Council.

(1) - Percentage derived by comparing subdivision's valuation within the School District compared to the total valuation within School District.

## Huber Heights City School District, Ohio

*Schedule 12 - Unaudited  
Legal Debt Margin Information  
Last Ten Fiscal Years*

Fiscal Year	Voted Debt Limit (1)	Total Debt Applicable to Limit (2)	Debt Service Available Balance (3)	Net Debt Applicable to Limit	Voted Legal Debt Margin (4)	Total Net Debt Applicable to Limit as a Percentage of Debt Limit
2019	\$ 63,839,546	\$ 66,310,000	\$ 2,834,340	\$ 63,475,660	\$ 363,886	99.43%
2018	\$ 63,401,297	\$ 68,290,000	\$ 3,178,893	\$ 65,111,107	\$ (1,709,810)	102.70%
2017	\$ 60,983,814	\$ 70,055,000	\$ 3,323,499	\$ 66,731,501	\$ (5,747,687)	109.42%
2016	\$ 60,177,290	\$ 71,640,000	\$ 4,821,943	\$ 66,818,057	\$ (6,640,767)	111.04%
2015	\$ 59,905,282	\$ 75,120,000	\$ 3,670,575	\$ 71,449,425	\$ (11,544,143)	119.27%
2014	\$ 63,268,383	\$ 76,200,000	\$ 3,608,370	\$ 72,591,630	\$ (9,323,247)	114.74%
2013	\$ 63,388,970	\$ 77,255,000	\$ 3,419,225	\$ 73,835,775	\$ (10,446,805)	116.48%
2012	\$ 63,634,593	\$ 78,285,000	\$ 3,358,231	\$ 74,926,769	\$ (11,292,176)	117.75%
2011	\$ 67,068,508	\$ 79,160,000	\$ 2,871,163	\$ 76,288,837	\$ (9,220,329)	113.75%
2010	\$ 67,633,443	\$ 80,015,000	\$ 2,044,575	\$ 77,970,425	\$ (10,336,982)	115.28%

Source: School District records

(1) = Ohio Bond Law sets a limit of 9% of overall assessed property value.

(2) = General Obligation Debt, excluding unamortized bond premiums/discounts.

(3) = Includes only debt service funds available for general obligation bonded debt supported by property taxes.

(4) = The District has ability to exceed legal debt margin as it has been classified by the State of Ohio as a "special needs" district as it relates to issuing debt for purposes of constructing and renovating classroom facilities.

## Huber Heights City School District, Ohio

*Schedule 13 - Unaudited  
Demographic and Economic Statistics  
Last Ten Fiscal Years*

Year	Population (1)	Unemployment Rate (2)	ADM (3)	Assessed Valuation Per Pupil (4)	Personal Income Per Capita (5)	Median Household Income State (5)	Average Teacher Salary (6)	Graduation Rate (6)
2019	39,926	4.20%	6,005	N/A	\$25,823	\$54,897	\$72,981	89.4%
2018	38,101	4.80%	5,941	\$109,714	\$25,823	\$54,897	\$70,103	87.9%
2017	38,101	5.00%	5,649	\$108,520	\$25,823	\$54,897	\$68,465	85.1%
2016	38,101	4.70%	5,878	\$104,732	\$25,823	\$54,897	\$67,039	87.1%
2015	38,101	4.90%	5,958	\$102,372	\$25,823	\$54,897	\$65,663	85.1%
2014	38,101	5.30%	6,111	\$100,141	\$25,823	\$54,897	\$65,140	84.2%
2013	38,101	7.00%	6,257	\$105,342	\$25,823	\$54,897	\$64,744	82.3%
2012	38,101	7.20%	6,463	\$102,830	\$25,823	\$54,897	\$63,541	86.4%
2011	38,101	8.50%	6,684	\$101,710	\$25,823	\$54,897	\$62,073	81.1%
2010	38,101	13.50%	6,541	\$107,168	\$25,823	\$54,897	\$60,071	78.2%

(1) Estimates as of July 1 from U.S. Census Bureau for City of Huber Heights

(2) U.S. Department of Labor Statistics for Dayton Metropolitan Area

(3) Enrollment from School District records

(4) Ohio Department of Taxation by Calendar Year

(5) City of Huber Heights

(6) Ohio Department of Education

N/A = Information not readily available.

## Huber Heights City School District, Ohio

*Schedule 14 - Unaudited  
Principal Employers  
Last Calendar Year and Nine Years Ago*

Employer	December 31, 2018			December 31, 2009		
	Employees	Rank	Percentage of Total Employment	Employees	Rank	Percentage of Total Employment
Huber Heights City School District	948	1	3.13%	558	2	3.03%
ADECCO USA	730	2	2.41%			
Trimble Engineering & Construction Division	589	3	1.94%	430	3	2.34%
Wal-Mart Store Incorporated	568	4	1.87%	239	5	1.30%
ABF Freight Systems	540	5	1.78%	825	1	4.48%
Minute Men	465	6	1.53%			
McDonalds/Scott M&A Corp	450	7	1.49%			
Staffmark (formerly CBS Personnel)	421	8	1.39%			
FedEx Freight	418	9	1.38%	324	4	1.76%
Kroger Limited	376	10	1.25%			
City of Huber Heights				184	6	1.00%
CCBCC Inc. (formerly Coca-Cola Refreshments)				180	7	0.98%
Bowser Morner				160	8	0.87%
Lowe's Home Improvement				150	9	0.82%
Spring Creek Nursing Center				148	10	0.80%
	<u>5,505</u>		<u>18.17%</u>	<u>3,198</u>		<u>17.38%</u>
All Other Employers	<u>24,797</u>		<u>81.83%</u>	<u>15,203</u>		<u>82.62%</u>
	<u>30,302</u>		<u>100.00%</u>	<u>18,401</u>		<u>100.00%</u>

Source: City of Huber Heights

**Huber Heights City School District, Ohio**

*Schedule 15 - Unaudited  
Staffing Statistics  
Full-time Equivalents (FTE) by Position  
Last Ten Fiscal Years*

<b>Position</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>
Asst. Principal	4.00	4.00	4.00	N/A	N/A	4.00	N/A	N/A	N/A	N/A
Principal	8.00	8.00	8.00	N/A	N/A	7.00	N/A	N/A	N/A	N/A
Superintendent	1.00	1.00	1.00	N/A	N/A	1.00	N/A	N/A	N/A	N/A
Supervisory/Managing/Directing	8.00	6.00	6.00	N/A	N/A	9.00	N/A	N/A	N/A	N/A
Treasurer	1.00	1.00	1.00	N/A	N/A	1.00	N/A	N/A	N/A	N/A
Director	4.00	5.00	5.00	N/A	N/A	3.00	N/A	N/A	N/A	N/A
Counseling	11.00	11.00	11.00	N/A	N/A	10.00	N/A	N/A	N/A	N/A
Librarian/Media	1.00	1.00	1.00	N/A	N/A	1.00	N/A	N/A	N/A	N/A
Supplemental Special Education Teacher	39.00	39.00	39.00	N/A	N/A	42.00	N/A	N/A	N/A	N/A
Teacher on Special Assignment	6.00	6.00	6.00	N/A	N/A	6.00	N/A	N/A	N/A	N/A
General Education K-12	258.50	260.50	248.50	N/A	N/A	230.00	N/A	N/A	N/A	N/A
Gifted and Talented	3.00	3.00	3.00	N/A	N/A	2.00	N/A	N/A	N/A	N/A
Preschool Education	7.00	7.00	7.00	N/A	N/A	6.00	N/A	N/A	N/A	N/A
Art Education	10.00	7.50	7.50	N/A	N/A	7.50	N/A	N/A	N/A	N/A
Music Education	10.00	7.50	7.50	N/A	N/A	7.50	N/A	N/A	N/A	N/A
Physical Education/Health	8.00	8.00	8.00	N/A	N/A	8.00	N/A	N/A	N/A	N/A
EL Instructional Program	3.50	1.50	1.50	N/A	N/A	0.00	N/A	N/A	N/A	N/A
ROTC Assignment	2.00	2.00	2.00	N/A	N/A	2.00	N/A	N/A	N/A	N/A
Psychologist	4.00	4.00	4.00	N/A	N/A	3.00	N/A	N/A	N/A	N/A
Registered Nursing	3.00	3.00	3.00	N/A	N/A	0.00	N/A	N/A	N/A	N/A
Speech	8.00	7.00	7.00	N/A	N/A	5.00	N/A	N/A	N/A	N/A
Computer Operating	1.00	2.00	2.00	N/A	N/A	3.00	N/A	N/A	N/A	N/A
Library Aide	6.00	6.00	6.00	N/A	N/A	3.00	N/A	N/A	N/A	N/A
Computer Aide	7.00	7.00	7.00	N/A	N/A	7.00	N/A	N/A	N/A	N/A
Bookkeeping	3.00	3.00	3.00	N/A	N/A	3.00	N/A	N/A	N/A	N/A
Administrative Assistants	11.00	10.00	10.00	N/A	N/A	12.00	N/A	N/A	N/A	N/A
Clerical	16.00	16.00	16.00	N/A	N/A	16.00	N/A	N/A	N/A	N/A
Teaching Aide	6.00	4.00	5.00	N/A	N/A	5.00	N/A	N/A	N/A	N/A
Special Needs Aide	71.00	65.00	61.00	N/A	N/A	60.00	N/A	N/A	N/A	N/A
Parent Mentor	1.00	1.00	1.00	N/A	N/A	1.00	N/A	N/A	N/A	N/A
Clinic Aide	8.00	8.00	8.00	N/A	N/A	10.00	N/A	N/A	N/A	N/A
General Maintenance	4.00	4.00	4.00	N/A	N/A	4.00	N/A	N/A	N/A	N/A
Mechanic	2.00	2.00	2.00	N/A	N/A	2.00	N/A	N/A	N/A	N/A
Dispatching	1.00	0.00	0.00	N/A	N/A	0.00	N/A	N/A	N/A	N/A
Vehicle Operator (buses)	34.00	31.00	35.00	N/A	N/A	33.00	N/A	N/A	N/A	N/A
Attendance Officer	1.00	1.00	1.00	N/A	N/A	0.00	N/A	N/A	N/A	N/A
Custodian	21.00	21.00	21.00	N/A	N/A	18.00	N/A	N/A	N/A	N/A
Bus Aide	10.00	13.00	9.00	N/A	N/A	9.00	N/A	N/A	N/A	N/A
<b>Total Governmental Activities</b>	<b>603.00</b>	<b>587.00</b>	<b>572.00</b>	<b>0.00</b>	<b>0.00</b>	<b>541.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>

Source: Ohio Department of Education  
N/A = Information not readily available. The District will continue to accumulate information in years to come.



## Huber Heights City School District, Ohio

*Schedule 16 - Unaudited  
Operating Indicators by Function  
Last Ten Fiscal Years*

Function	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Instruction:										
Enrollment (1)	6,005	5,941	5,649	5,878	5,958	6,111	6,257	6,463	6,684	6,541
Graduation Rate (2)(3)	89.4%	87.9%	85.1%	87.1%	85.1%	84.2%	82.3%	86.4%	81.1%	78.2%
Support Services:										
Administration										
Student Attendance Rate (2)	94.2%	94.2%	94.3%	94.4%	94.1%	94.2%	94.2%	94.8%	94.7%	94.5%
Fiscal: (3)										
Payroll Checks Issued	1,077	1,129	1,191	1,071	903	1,051	1,617	N/A	N/A	N/A
Payroll Direct Deposits Issued	18,592	18,193	17,886	17,469	17,085	17,272	19,241	N/A	N/A	N/A
W-2's Issued	973	942	947	935	939	930	1,003	1,116	1,302	1,367
Non-payroll Checks Issued	3,748	3,643	3,520	4,125	4,228	4,328	N/A	N/A	N/A	N/A
Pupil Transportation: (4)										
Average number of students transported daily	1,797	1,831	1,883	1,927	1,865	1,747	1,717	3,646	4,052	4,227
Food Service Operations: (4)										
Percentage of Students who receive free/reduced meals (3)	40.5%	52.5%	53.4%	51.7%	49.9%	49.1%	49.1%	43.6%	41.0%	45.9%

**Note:**

- (1) Enrollment from School District records
  - (2) Graduation Rate is 4-year Graduation Rate as established by the Ohio Department of Education.
  - (3) Ohio Department of Education
  - (4) School District records.
- N/A = Information not readily available. The District will continue to accumulate information in years to come.

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## Huber Heights City School District, Ohio

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*Schedule 17 - Unaudited  
Operating Statistics  
Last Ten Fiscal Years*

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<u>Fiscal Year</u>	<u>Expenses (1)</u>	<u>Cost per Pupil</u>	<u>Enrollment</u>
2019	\$ 69,490,916	\$ 11,572	6,005
2018	(2) \$ 43,281,449	\$ 7,285	5,941
2017	\$ 74,960,787	\$ 13,270	5,649
2016	\$ 74,699,702	\$ 12,708	5,878
2015	\$ 64,526,796	\$ 10,830	5,958
2014	\$ 64,499,903	\$ 10,555	6,111
2013	\$ 72,584,394	\$ 11,601	6,257
2012	\$ 78,174,865	\$ 12,096	6,463
2011	\$ 83,851,117	\$ 12,545	6,684
2010	\$ 77,455,745	\$ 11,842	6,541

Source: School District Records

Note:

(1) = Expenses as reported on the Statement of Activities

(2) = Fiscal year 2018 expense lower due to negative pension/OPEB expense for that particular year.

**Huber Heights City School District, Ohio**

Schedule 18 - Unaudited  
Capital Asset Statistics  
Last Ten Fiscal Years

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Land	\$ 915,794	\$ 915,794	\$ 915,794	\$ 915,794	\$ 965,003	\$ 965,003	\$ 965,003	\$ 970,003	\$ 970,003	\$ 978,013
Land Improvements	1,214,474	1,345,341	1,181,919	1,270,250	1,433,607	1,520,151	1,606,695	1,710,990	1,874,581	1,051,797
Buildings and Improvements	147,116,568	145,693,623	146,935,755	148,494,576	153,714,926	154,011,415	150,908,193	81,872,978	11,850,595	13,696,976
Machinery and Equipment	626,978	701,649	976,626	1,042,580	840,417	522,585	391,338	682,014	655,084	1,073,656
Vehicles	1,206,129	1,016,702	1,062,152	1,037,408	881,651	1,047,890	1,245,700	1,523,088	1,720,888	1,644,475
Construction in Progress	-	2,076,349	139,557	13,062	-	-	-	53,912,072	74,031,720	11,929,760
Total Governmental Activities Capital Assets, net	\$ 151,079,943	\$ 151,749,458	\$ 151,211,803	\$ 152,773,670	\$ 157,835,604	\$ 158,067,044	\$ 155,116,929	\$ 140,671,145	\$ 91,102,871	\$ 30,374,677

Source: School District records.

Note: Amounts above are presented net of accumulated depreciation.

**Huber Heights City School District, Ohio**

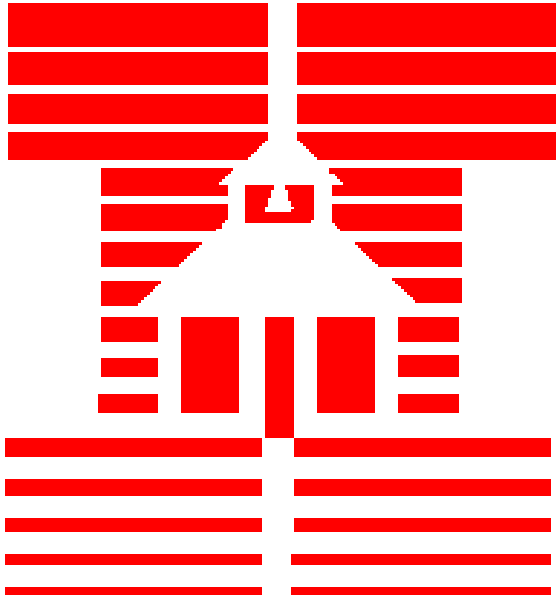
*Schedule 19 - Unaudited  
Capital Asset Statistics by Building  
Last Ten Fiscal Years*

	Year Built	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<b>Secondary</b>											
<i>Wayne High School</i>	2010	308,700	308,700	308,700	308,700	308,700	308,700	308,700	308,700	308,700	308,700
Square Footage		47.57	30.21	30.21	30.21	30.21	30.21	30.21	30.21	30.21	30.21
Acreage		2,607	2,607	2,607	2,607	2,607	2,607	2,607	2,607	2,607	2,607
Capacity (students)		1,597	1,606	1,731	1,599	1,777	1,659	N/A	N/A	N/A	N/A
Enrollment											
<b>Middle</b>											
<i>Weisenborn Middle School</i>	2010	95,814	95,814	95,814	95,814	95,814	95,814	95,814	95,814	95,814	95,814
Square Footage		51.78	51.78	51.78	51.78	51.78	51.78	51.78	51.78	51.78	51.78
Acreage		1,745	1,745	1,745	1,745	1,745	1,745	1,745	1,745	1,745	1,745
Capacity (students)		897	861	868	886	894	918	N/A	N/A	N/A	N/A
Enrollment											
<b>Elementary</b>											
<i>Charles Huber Elementary</i>	2010	60,710	60,710	60,710	60,710	60,710	60,710	60,710	60,710	60,710	60,710
Square Footage		15.66	15.66	15.66	15.66	15.66	15.66	15.66	15.66	15.66	15.66
Acreage		690	690	690	690	690	690	690	690	690	690
Capacity (students)		638	584	594	595	606	631	N/A	N/A	N/A	N/A
Enrollment											
<i>Monticello Elementary</i>	2010	55,355	55,355	55,355	55,355	55,355	55,355	55,355	55,355	55,355	55,355
Square Footage		13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00
Acreage		690	690	690	690	690	690	690	690	690	690
Capacity (students)		630	655	626	584	588	613	N/A	N/A	N/A	N/A
Enrollment											
<i>Rushmore Elementary</i>	2010	57,082	57,082	57,082	57,082	57,082	57,082	57,082	57,082	57,082	57,082
Square Footage		13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00
Acreage		690	690	690	690	690	690	690	690	690	690
Capacity (students)		675	679	668	635	615	627	N/A	N/A	N/A	N/A
Enrollment											
<i>Valley Forge Elementary</i>	2010	57,171	57,171	57,171	57,171	57,171	57,171	57,171	57,171	57,171	57,171
Square Footage		10.25	10.25	10.25	10.25	10.25	10.25	10.25	10.25	10.25	10.25
Acreage		690	690	690	690	690	690	690	690	690	690
Capacity (students)		549	567	575	593	609	592	N/A	N/A	N/A	N/A
Enrollment											
<i>Wright Brothers Elementary</i>	2010	57,938	57,938	57,938	57,938	57,938	57,938	57,938	57,938	57,938	57,938
Square Footage		21.52	21.52	21.52	21.52	21.52	21.52	21.52	21.52	21.52	21.52
Acreage		690	690	690	690	690	690	690	690	690	690
Capacity (students)		644	611	616	635	619	659	N/A	N/A	N/A	N/A
Enrollment											
<b>Preschool</b>											
<i>Studebaker</i>	1953	77,901	77,901	77,901	77,901	77,901	77,901	77,901	77,901	77,901	77,901
Square Footage		30.00	30.00	30.00	30.00	30.00	30.00	30.00	30.00	30.00	30.00
Acreage		850	850	850	850	850	850	850	850	850	850
Capacity (students)		108	106	81	101	167	159	N/A	N/A	N/A	N/A
Enrollment											

Source: School District Records

N/A = Information not readily available. The District will continue to accumulate information in years to come.

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HUBER HEIGHTS

CITY SCHOOLS



OHIO AUDITOR OF STATE  
**KEITH FABER**



**HUBER HEIGHTS CITY SCHOOL DISTRICT**

**MONTGOMERY COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
MARCH 19, 2020**