



OHIO AUDITOR OF STATE  
**KEITH FABER**





OAK HILLS LOCAL SCHOOL DISTRICT  
HAMILTON COUNTY  
JUNE 30, 2020

TABLE OF CONTENTS

TITLE	PAGE
Prepared by Management:	
Schedule of Expenditures of Federal Awards .....	1
Notes to the Schedule of Expenditures of Federal Awards .....	2
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i> .....	3
Independent Auditor's Report on Compliance with Requirements Applicable to the Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance.....	5
Schedule of Findings.....	9
Attachment: Annual Comprehensive Financial Report (ACFR)	

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**OAK HILLS LOCAL SCHOOL DISTRICT  
HAMILTON COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2020**

FEDERAL GRANTOR Pass Through Grantor Program / Cluster Title	Federal CFDA Number	Pass Through Entity Identifying Number	Total Federal Expenditures
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
Passed Through Ohio Department of Education:			
Child Nutrition Cluster:			
Non-Cash Assistance (Food Distribution):			
National School Lunch Program	10.555	3L60	\$101,664
Cash Assistance:			
COVID - 19 School Breakfast Program	10.553	3L70	96,397
School Breakfast Program	10.553	3L70	88,581
Total - School Breakfast Program			<u>184,978</u>
COVID - 19 National School Lunch Program	10.555	3L60	168,732
National School Lunch Program	10.555	3L60	366,841
Total - National School Lunch Program			<u>535,573</u>
COVID - 19 Special Milk Program for Children	10.556	3L60	282
Special Milk Program for Children	10.556	3L60	3,414
Total Special Milk Program for Children			<u>3,696</u>
Total Child Nutrition Cluster			<u>825,911</u>
Total U.S. Department of Agriculture			<u>825,911</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>			
Passed Through Ohio Department of Education:			
Special Education Cluster:			
Special Education-Grants to States	84.027	3M20	2,302,348
Special Education-Preschool Grants	84.173	3C50	53,513
Total Special Education Cluster			<u>2,355,861</u>
Title I Grants to Local Educational Agencies	84.010	3M00	1,176,322
English Language Acquisition State Grants	84.365	3Y70	16,676
Supporting Effective Instruction State Grants	84.367	3Y60	203,659
Student Support and Academic Enrichment Program	84.424	3H10	101,421
Passed Through Great Oaks Career Campuses:			
Career & Technical Education Basic Grants to States	84.048	N/A	2,000
Total Department of Education			<u>3,855,939</u>
Total Federal Assistance			<u>\$4,681,850</u>

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

**OAK HILLS LOCAL SCHOOL DISTRICT  
HAMILTON COUNTY  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2020**

**NOTE A – BASIS OF PRESENTATION**

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

**NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement.

**NOTE C – INDIRECT COST RATE**

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

**NOTE D - CHILD NUTRITION CLUSTER**

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

**NOTE E – FOOD DONATION PROGRAM**

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

# OHIO AUDITOR OF STATE KEITH FABER



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

Oak Hills Local School District  
Hamilton County  
6325 Rapid Run Road  
Cincinnati, Ohio 45233

To the Board of Education:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Oak Hills Local School District, Hamilton County, Ohio (the District) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 16, 2020. We also noted the financial impact of COVID-19 and the continuing emergency measures which may impact subsequent periods of the District.

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

As part of our financial statement audit, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures appropriate in the circumstances to the extent necessary to support our opinion on the financial statements, but not to the extent necessary to opine on the effectiveness of the District's internal control. Accordingly, we have not opined on it.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the District's financial statements. 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 internal control deficiencies that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. However, unidentified material weaknesses may exist.

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

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the financial statements. However, opining on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

***Purpose of this Report***

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this report is not suitable for any other purpose.



Keith Faber  
Auditor of State  
Columbus, Ohio  
December 16, 2020



# OHIO AUDITOR OF STATE KEITH FABER



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

Oak Hills Local School District  
Hamilton County  
6325 Rapid Run Road  
Cincinnati, Ohio 45233

To the Board of Education:

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

We have audited Oak Hills Local School District's, Hamilton County, Ohio (the District's) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could directly and materially affect Oak Hills Local School District's major federal programs for the year ended June 30, 2020. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies the District's major federal programs.

### ***Management's Responsibility***

The District's Management is responsible for complying 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 opine on the District's compliance for the District's major federal programs based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). These standards and the Uniform Guidance require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect 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 our audit provides a reasonable basis for our compliance opinion on the District's major programs. However, our audit does not provide a legal determination of the District's compliance.

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

In our opinion, the Oak Hills Local School District complied, in all material respects with the compliance requirements referred to above that could directly and materially affect its major federal programs for the year ended June 30, 2020.

### ***Other Matters***

Subsequent to issuing our *Independent Auditor's Report on Compliance With Requirements Applicable to the Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance* dated December 16, 2020, the District became aware that due to Fiscal Year 2020 reallocations and reimbursements that occurred in July 2020 additional COVID-19 expenditures should have been reported on the Schedule of Expenditures of Federal Awards (the Schedule). When these additional expenditures were added to the Schedule, the Child Nutrition Cluster was required to be identified and tested as a major federal program.

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

The District's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the District's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined 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, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. *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 federal program compliance requirement will not be prevented, or timely detected and corrected. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with federal program's applicable compliance requirement 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 would not necessarily 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.

This report only describes the scope of our internal control over compliance tests and the results of this testing based on Uniform Guidance requirements. Accordingly, this report is not suitable for any other purpose.

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

We have also audited the financial statements of the governmental activities, the major fund and the aggregate remaining fund information of Oak Hills Local School District, Hamilton County, Ohio (the District) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our unmodified report thereon dated December 16, 2020, wherein we noted the financial impact of COVID-19 and that continuing emergency measures may impact the subsequent periods of the District. We conducted our audit to opine on the District's basic financial statements as a whole. We have not performed any procedures with respect to the audited financial statements subsequent to December 16, 2020. The accompanying schedule of expenditures of federal awards presents additional analysis required by the Uniform Guidance and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Keith Faber  
Auditor of State  
Columbus, Ohio

December 16, 2020, except for the Child Nutrition Cluster federal program described above and our paragraph labeled "Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance", which are as of March 1, 2022

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**OAK HILLS LOCAL SCHOOL DISTRICT  
HAMILTON COUNTY**

**SCHEDULE OF FINDINGS  
2 CFR § 200.515  
JUNE 30, 2020**

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

<b>(d)(1)(i)</b>	<b>Type of Financial Statement Opinion</b>	Unmodified
<b>(d)(1)(ii)</b>	<b>Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(ii)</b>	<b>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iii)</b>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any material weaknesses in internal control reported for major federal programs?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any significant deficiencies in internal control reported for major federal programs?</b>	No
<b>(d)(1)(v)</b>	<b>Type of Major Programs' Compliance Opinion</b>	Unmodified
<b>(d)(1)(vi)</b>	<b>Are there any reportable findings under 2 CFR § 200.516(a)?</b>	No
<b>(d)(1)(vii)</b>	<b>Major Programs (list):</b>	Special Education Cluster - CFDA 84.027 & 84.173 & Child Nutrition Cluster – CFDA 10.553, 10.555, & 10.556
<b>(d)(1)(viii)</b>	<b>Dollar Threshold: Type A/B Programs</b>	Type A: > \$ 750,000 Type B: all others
<b>(d)(1)(ix)</b>	<b>Low Risk Auditee under 2 CFR § 200.520?</b>	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.





Oak Hills Local School District  
Comprehensive Annual  
Financial Report

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Fiscal Year Ended  
June 30, 2020

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**OAK HILLS LOCAL SCHOOL DISTRICT**  
**Cincinnati, Ohio**

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**Comprehensive Annual Financial Report**  
**For The Fiscal Year Ended June 30, 2020**

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

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**TABLE OF CONTENTS**

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	<b>Page</b>
<b>INTRODUCTORY SECTION</b>	
Letter of Transmittal	vii
List of Principal Officials	xv
Organizational Chart	xvi
GFOA Certificate of Achievement for Excellence in Financial Reporting	xvii
ASBO Certificate of Excellence in Financial Reporting	xviii
<b>FINANCIAL SECTION</b>	
Independent Auditor's Report	1
Management's Discussion and Analysis	4
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	12
Statement of Activities	13
Fund Financial Statements:	
Balance Sheet - Governmental Funds	14
Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Activities	15
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	16
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities	17
Statement of Net Position - Proprietary Fund	18
Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Fund	19
Statement of Cash Flows - Proprietary Fund	20
Statement of Fiduciary Net Position - Fiduciary Funds	21
Statement of Changes in Fiduciary Net Position - Fiduciary Fund	22
Notes to the Basic Financial Statements	23
Required Supplementary Information:	
Schedule of District's Proportionate Share of the Net Pension Liability - STRS	59
Schedule of District's Proportionate Share of the Net Pension Liability - SERS	60
Schedule of District Contributions for Net Pension Liability- STRS	61
Schedule of District Contributions for Net Pension Liability - SERS	62
Schedule of District's Proportionate Share of the Net OPEB Liability - STRS	63
Schedule of District's Proportionate Share of the Net OPEB Liability - SERS	64
Schedule of District Contributions for OPEB - STRS	65
Schedule of District Contributions for OPEB - SERS	66
Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) - General Fund	67
Notes to the Required Supplementary Information	68
Combining Statements and Individual Fund Schedules:	
Nonmajor Governmental Funds	75
Combining Balance Sheet	76
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	77

**TABLE OF CONTENTS**

---

	<u>Page</u>
Nonmajor Special Revenue Funds	
Fund Descriptions	79
Combining Balance Sheet	80
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	82
Schedule of Revenues, Expenditures and Changes in Fund Balance	
Budget and Actual (Non-GAAP Budgetary Basis):	
Student Activity	84
Auxiliary Services	85
Data Communications	86
Miscellaneous State Grants	87
Special Education	88
Vocational Education	89
Title I	90
IDEA Preschool Grant	91
Improving Teacher Quality	92
Miscellaneous Federal Grants	93
Food Service	94
Title III	95
Student Wellness and Success	96
Nonmajor Debt Service Fund	
Fund Description	97
Schedule of Revenues, Expenditures and Changes in Fund Balance	
Budget and Actual (Non-GAAP Budgetary Basis):	
Debt Service Fund	98
Nonmajor Capital Projects Funds	
Fund Description	99
Schedule of Revenues, Expenditures and Changes in Fund Balance	
Budget and Actual (Non-GAAP Budgetary Basis):	
Permanent Improvement	100
Other General Funds	
Fund Description	101
Schedule of Revenues, Expenditures and Changes in Fund Balance	
Budget and Actual (Non-GAAP Budgetary Basis):	
Public School	102
State Subdivision	103
Uniform School Supply	104
Nonmajor Fiduciary Funds	
Fund Descriptions	105
Statement of Changes in Assets and Liabilities	106

**TABLE OF CONTENTS**

---

	<u>Schedule</u>	<u>Page</u>
<b>STATISTICAL SECTION</b>		
Statistical Narrative		107
Net Position by Component	1	108
Expenses, Program Revenues and Net (Expense)/Revenue	2	109
General Revenues and Total Change in Net Position	3	110
Fund Balances - Governmental Funds	4	111
Governmental Funds Revenues	5	112
Governmental Funds Expenditures and Debt Service Ratio	6	113
Other Financing Sources and Uses and Net Change in Fund Balances	7	114
Assessed Value and Estimated Actual Value of Taxable Property	8	115
Direct and Overlapping Property Tax Rates	9	116
Principal Property Tax Payers	10	117
Property Tax Levies and Collections	11	118
Outstanding Debt by Type	12	119
Direct and Overlapping Governmental Activities Debt	13	120
Legal Debt Margin Information	14	121
Demographic and Economic Statistics	15	122
Major Employers	16	123
Full-Time Equivalent District Employees by Type	17	124
Operating Statistics	18	125
School Building Information	19	126

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# INTRODUCTORY SECTION



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December 16, 2020

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

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Oak Hills Local School District (District) for the fiscal year ended June 30, 2020. This report was prepared by the Treasurer's Office in conformance with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and includes an unmodified opinion from the Auditor of State. Responsibility for accurate, complete and fair representation of data, including all disclosures, rests with the District. This report will provide the taxpayers of the Oak Hills Local School District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be available upon request to taxpayers, financial rating services, banking institutions and other interested parties.

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

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

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

## **ECONOMIC CONDITION AND OUTLOOK**

The District is located in southwestern Ohio, a suburb of Cincinnati, in the southwestern part of Hamilton County. Approximately 88% of the District's tax base consists of residential and agricultural properties with the remainder composed of a wide range of commercial and other business properties. The overall economic outlook for the area remains stable with relatively low unemployment rates and low inflationary pressures.

The Oak Hills school community has high expectations for the District. We strive to provide the best educational opportunities to every student with the resources we are provided. For the 2018-19 school year, the District earned the following letter grades on the state report card: Achievement: C, Progress: B, Graduation Rate: A, Gap Closing: A and Prepared for Success: D. The District earned these high ratings while maintaining one of the lowest expenditures per pupil in Hamilton County and maintaining a cost per pupil lower than the state average.

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

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

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

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

## THE DISTRICT AND ITS FACILITIES

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

The District serves an area of 28 square miles, encompassing Delhi and Green Townships in Hamilton County. The total District population is reported at 87,880 by census data. During the 2019-20 school year, the District served 7,454 students enrolled in five elementary schools, three middle schools and the one of the largest high school's in the State of Ohio (over 2,000 students). Enrollment has remained stable over the last decade and is projected to vary only slightly over the next five years. See schedule 19 for additional information (age, capacity, etc.) on the District's school buildings.

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

## ORGANIZATION OF THE SCHOOL DISTRICT

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

The Board members represent a cross section of professions in the community. The board members on June 30, 2019, were as follows:

<u>Board Member</u>	<u>Term</u>	<u>Years on Board</u>
Mrs. Jan Hunter	01/01/16 – 12/31/23	18.5
Mr. Paul Cooper	01/01/16 – 12/31/23	4.5
Mrs. Jeannie Schoonover	01/01/18 – 12/31/21	10.5
Mrs. Julie Murphy	01/01/18 – 12/31/21	6.5
Mr. Scott Bischoff	01/01/18 – 12/31/21	6.5

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

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

## **EMPLOYEE RELATIONS**

The District has over 900 full and part-time employees. This number has decreased slightly over the past few years as part of a concentrated effort to reduce expenditures. There are two organizations representing the certificated and classified employees. The District's administrative employees are not currently represented.

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

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

## **SERVICES PROVIDED**

The District offers regular instructional programs daily to students in grades Pre-K–12. 281 students participate in specific trades offered through the vocation education program at Great Oaks Institute of Technology and Career Development. Approximately 1,194 students receive special services due to physical or mental disabilities. In grades K-12, we service 850 gifted students.

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

During the 2019-20 school year, the accounting department processed over 3,662 purchase orders and issued over 4,710 checks for good and/or services for the District. Those goods and services include utilities, instructional supplies, computers, software, textbooks, building maintenance, and tuition.

The payroll department issued 24,164 payroll checks to employees entitled to remuneration for services rendered, while 1,235 agency deduction checks were also issued for payroll-associated costs such as taxes, retirement, and insurance.

## **MAJOR CURRENT AND FUTURE INITIATIVES**

### Curriculum Initiatives

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

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

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

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

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

## **RELEVANT FINANCIAL POLICIES AND LONG-TERM FINANCIAL PLANNING**

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

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

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

In an effort to address the projected deficit spending levels and to address the concern of student safety, the District placed a 4.9 mill operating levy on the August 7, 2018 election. The operating levy was defeated. The District will evaluate all programs, including staffing levels, and make recommendations on a request from the community and/or reductions to budgets.

## **FINANCIAL INFORMATION**

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

## **INTERNAL ACCOUNTING AND BUDGETARY CONTROL**

In developing the District's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

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

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

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

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the fund level. All purchase order requests must be approved by the individual program managers and certified by the Treasurer; necessary funds are then encumbered and purchase orders are released to vendors.

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

## **INDEPENDENT AUDIT**

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. The Auditor of State performed the audit for the fiscal year ended June 30, 2020. The auditor's unmodified opinion rendered on the District's basic financial statements is included in the financial section of this Comprehensive Annual Financial Report.

## **AWARDS**

### **GFOA Certificate of Achievement**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2019. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

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

### **ASBO Certificate of Excellence**

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence on Financial Reporting for the fiscal year ended June 30, 2019, to the District. The award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2019, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials. Management believes the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2020, will again conform to ASBO's principles and standards as well, and will be submitted to ASBO for review.

## **ACKNOWLEDGEMENTS**

The preparation of the fiscal year 2020 Comprehensive Annual Financial Report of the Oak Hills Local School District was made possible by the combined efforts of the District Treasurer's Office staff and Plattenburg & Associates, Inc. Sincere appreciation is extended for the time and effort they contributed to prepare this report. Appreciation is also extended to the Board of Education, the District Administrative Team and the Oak Hills school community for their continued support.

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

Respectfully Submitted,



Steven R. Bain  
Treasurer



Jeffrey T. Brandt  
Superintendent

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**Oak Hills Local School District, Ohio  
List Of Principal Officials  
June 30, 2020**

**Board Of Education**

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<b>President</b>	<b>Janice Hunter</b>
<b>Vice President</b>	<b>Jeannie Schoonover</b>
<b>Board Member</b>	<b>Scott Bischoff</b>
<b>Board Member</b>	<b>Julie Murphy</b>
<b>Board Member</b>	<b>Paul Cooper</b>

**Administrative Officials**

---

<b>Superintendent</b>	<b>Jeffrey T. Brandt</b>
<b>Treasurer</b>	<b>Steven R. Bain</b>



### Board of Education

Paul Cooper - President  
Scott Bischoff - Vice-President  
Jan Hunter - Board Member  
Julie Murphy - Board Member  
Jeannie Schoonover - Board Member

**Superintendent**  
Jeff Brandt

**Treasurer**  
Steve Bain

**Assistant Superintendent**  
Tim Cybulski

**Assistant Treasurer**  
Jamie Behrle

**Accounts Payable**  
Student Activity  
Payroll  
Insurance/Benefits

**Director of Human Resources**  
Dan Beckenhaupt

**Director of Student Services**  
Rachel Searcy

**Associate Director Student Services**  
Lis Klotz

**Digital Innovation Administrator**  
Christian Long

**Director of Operations**  
John Beckemeyer

**Assistant Director of Operations**  
Jason Nash

**Food Service Coordinator**  
Kelly Weidele

**Director of Curriculum, Instruction, Assessment**  
Corey Kessler (K-8)

**Director of Curriculum, Instruction & Innovation**  
Bridgette Smiley (9-12)

**Associate Director Student Services**  
Candice Lessing

**Director of PR & Communications**  
Krista Ramsey

**Transportation Supervisor**  
Tracy Sprague

**EMIS Coordinator**  
Karen Zahneis

### Oak Hills High School

Principal - Travis Hunt  
AP - Janelle Schunk  
AP - Dan Boles  
AP - Will Beinkemper  
AP - Lisa Schlomer

Special Services Coordinator - Kristi Murphy

AD - Ben Hageman

### Bridgetown Middle School

Principal - Adam Taylor  
AP - Jill Wolfe

### Delhi Middle School

Principal - Scott Toon  
AP - Jen Campbell

### Rapid Run Middle School

Principal - Geoff Harold  
AP - Kristi Bashara

### CO Harrison Elementary School

Principal - Brian Conners  
AP - Amy Marquette

### Delshire Elementary School

Principal - Tara Willig

### JF Dulles Elementary School

Principal - Beth Riesenberger  
AP - Megan Spetrino

### Oakdale Elementary School

Principal - Emily Winkle  
AP - Matt Page

### Springmyer Elementary School

Principal - Mark Winters



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Oak Hills Local School District  
Ohio**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

June 30, 2019

*Christopher P. Morill*

Executive Director/CEO



ASSOCIATION OF  
SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL

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

**Oak Hills Local School District**

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

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



A handwritten signature in black ink, reading 'Claire Hertz'. The signature is written in a cursive style and is positioned above a horizontal line.

**Claire Hertz, SFO**  
President

A handwritten signature in black ink, reading 'David J. Lewis'. The signature is written in a cursive style and is positioned above a horizontal line.

**David J. Lewis**  
Executive Director

# FINANCIAL SECTION



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# OHIO AUDITOR OF STATE KEITH FABER



Corporate Centre of Blue Ash  
11117 Kenwood Road  
Blue Ash, Ohio 45242-1817  
(513) 361-8550 or (800) 368-7419  
SouthwestRegion@ohioauditor.gov

## INDEPENDENT AUDITOR'S REPORT

Oak Hills Local School District  
Hamilton County  
6325 Rapid Run Road  
Cincinnati, Ohio 45233

To the Board of Education:

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Oak Hills Local School District, Hamilton County, Ohio (the District), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

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

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider 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 to the extent needed to opine on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the Oak Hills Local School District, Hamilton County, Ohio, as of June 30, 2020, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

***Emphasis of Matter***

As discussed in Note 21 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the District. We did not modify our opinion regarding this matter.

***Other Matters***

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require this presentation to include *management's discussion and analysis, required budgetary comparison schedule*, and schedules of net pension and other post-employment benefit liabilities and pension and other post-employment benefit contributions listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

*Supplementary and Other Information*

Our audit was conducted to opine on the District's basic financial statements taken as a whole.

The introductory section, the financial section's combining statements, individual fund statements and schedules and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected this information to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 16, 2020 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine 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.



Keith Faber  
Auditor of State

Columbus, Ohio

December 16, 2020

**Oak Hills Local School District, Ohio  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2020**

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

**Financial Highlights**

Key financial highlights for 2020 are as follows:

- Net position of governmental activities decreased \$21,083,953 which represents a 189% decrease from 2019.
- General revenues accounted for \$67,942,641 in revenue or 80% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$16,915,079 or 20% of total revenues of \$84,857,720.
- The District had \$105,941,673 in expenses related to governmental activities; \$16,915,079 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$67,942,641 were also used to provide for these programs.

**Overview of the Financial Statements**

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

The *Government-wide Financial Statements* provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. *Fund financial statements* provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the District's most significant funds with all other nonmajor funds presented in total in one column. The General Fund is the major fund of the District.

**Government-Wide Financial Statements**

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

**Oak Hills Local School District, Ohio  
Management’s Discussion and Analysis  
For the Fiscal Year Ended June 30, 2020**

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These two statements report the District’s net position and changes in net position. This change in net position is important because it tells the reader that, for the District as a whole, the financial position has improved or diminished. The causes of this change may be the result of many factors, both financial and non-financial. Non-financial factors include the District’s property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the Government-wide Financial Statements, the overall financial position of the District is presented as Governmental Activities – All of the District’s programs and services are reported as Governmental Activities including instruction, support services, operation of noninstructional services, extracurricular activities, and interest and fiscal charges.

**Fund Financial Statements**

The analysis of the District’s major fund is presented in the Fund Financial Statements. Fund financial reports provide detailed information about the District’s major fund. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District’s most significant funds.

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

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

**The District as a Whole**

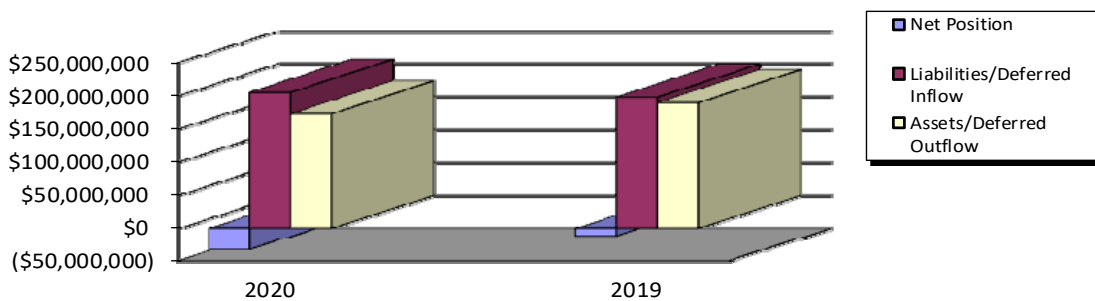
As stated previously, the Statement of Net Position looks at the District as a whole. Table 1 provides a summary of the District’s net position for 2020 compared to 2019:

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**Oak Hills Local School District, Ohio  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2020**

**Table 1  
Net Position**

	Governmental Activities	
	2020	2019
<b>Assets:</b>		
Current and Other Assets	\$93,760,429	\$92,810,890
Net OPEB Asset	5,753,299	5,489,377
Capital Assets	52,429,519	53,398,379
<b>Total Assets</b>	<b>151,943,247</b>	<b>151,698,646</b>
<b>Deferred Outflows of Resources:</b>		
Pension	19,049,330	33,953,746
OPEB	1,912,212	1,240,389
<b>Deferred Outflows of Resources</b>	<b>20,961,542</b>	<b>35,194,135</b>
<b>Liabilities:</b>		
Other Liabilities	10,140,445	9,088,415
Long-Term Liabilities	136,212,800	136,974,456
<b>Total Liabilities</b>	<b>146,353,245</b>	<b>146,062,871</b>
<b>Deferred Inflow of Resources:</b>		
Property Taxes	31,890,473	20,471,068
Deferred Gain on Refunding	619,595	722,861
Revenue in Lieu of Taxes	12,725,000	12,852,846
Pension	4,376,231	8,734,099
OPEB	9,206,175	9,231,013
<b>Deferred Inflows of Resources</b>	<b>58,817,474</b>	<b>52,011,887</b>
<b>Net Position:</b>		
Net Investment in Capital Assets	26,456,787	24,170,274
Restricted	4,622,230	4,852,833
Unrestricted	(63,344,947)	(40,205,084)
<b>Total Net Position</b>	<b>(\$32,265,930)</b>	<b>(\$11,181,977)</b>



Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2020, the District's liabilities and deferred inflows exceeded assets and deferred outflows by \$32,265,930.

At year-end, capital assets represented 35% of total assets. Capital assets include land, buildings and

**Oak Hills Local School District, Ohio**  
**Management's Discussion and Analysis**  
**For the Fiscal Year Ended June 30, 2020**

improvements, and equipment. Net investment in capital assets at June 30, 2020, was \$26,456,787. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net position, \$4,622,230 represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use.

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

Table 2 shows the changes in net position for fiscal years 2020 and 2019.

**Table 2**  
**Changes in Net Position**

	Governmental Activities	
	2020	2019
Revenues:		
Program Revenues		
Charges for Services	\$4,637,270	\$5,378,515
Operating Grants, Contributions	12,277,809	10,916,429
General Revenues:		
Property Taxes	24,991,114	34,410,759
Grants and Entitlements	28,323,268	29,887,874
Investment Earnings	1,017,081	725,159
Revenue in Lieu of Taxes	12,685,897	12,601,475
Other	925,281	1,023,316
Total Revenues	<u>84,857,720</u>	<u>94,943,527</u>
Program Expenses:		
Instruction	59,911,248	41,160,838
Support Services:		
Pupil and Instructional Staff	15,197,852	10,922,564
School Administrative, General		
Administration, Fiscal and Business	9,971,775	5,769,503
Operations and Maintenance	8,321,606	7,031,736
Pupil Transportation	4,398,774	3,116,211
Central	487,027	322,316
Operation of Non-Instructional Services	4,454,241	4,349,305
Extracurricular Activities	2,564,300	2,189,668
Interest and Fiscal Charges	634,850	729,810
Total Program Expenses	<u>105,941,673</u>	<u>75,591,951</u>
Change in Net Position	(21,083,953)	19,351,576
Net Position - Beginning of Year	<u>(11,181,977)</u>	<u>(30,533,553)</u>
Net Position - End of Year	<u>(\$32,265,930)</u>	<u>(\$11,181,977)</u>

**Oak Hills Local School District, Ohio  
Management’s Discussion and Analysis  
For the Fiscal Year Ended June 30, 2020**

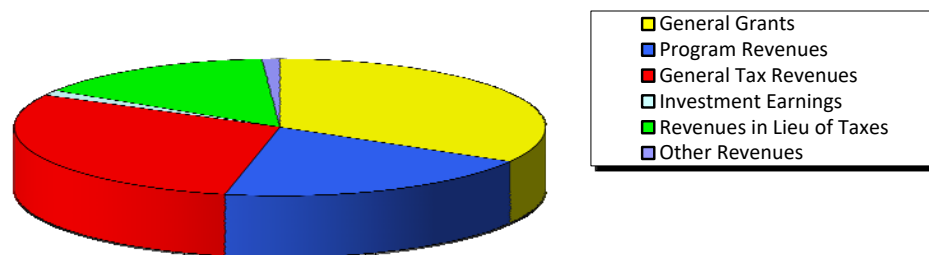
The District revenues are mainly from two sources. Property taxes levied for general, debt service and capital projects purposes and grants and entitlements comprised 63% of the District’s revenues for governmental activities.

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

Thus Ohio districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service. Property taxes made up 29% of revenue for governmental activities for the District in fiscal year 2020.

**Governmental Activities  
Revenue Sources**

	2020	Percentage
General Grants	\$28,323,268	33.4%
Program Revenues	16,915,079	19.9%
General Tax Revenues	24,991,114	29.5%
Investment Earnings	1,017,081	1.2%
Revenues in Lieu of Taxes	12,685,897	14.9%
Other Revenues	925,281	1.1%
<b>Total Revenue Sources</b>	<b>\$84,857,720</b>	<b>100%</b>



Instruction comprises 57% of governmental program expenses. Support services expenses were 36% of governmental program expenses. All other expenses including interest and fiscal charges were 7%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

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

**Governmental Activities**

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

**Oak Hills Local School District, Ohio  
Management’s Discussion and Analysis  
For the Fiscal Year Ended June 30, 2020**

**Table 3  
Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2020	2019	2020	2019
Instruction	\$59,911,248	\$41,160,838	(\$51,735,718)	(\$33,513,356)
Support Services:				
Pupil and Instructional Staff	15,197,852	10,922,564	(13,255,053)	(9,849,671)
School Administrative, General				
Administration, Fiscal and Business	9,971,775	5,769,503	(9,687,260)	(5,323,096)
Operations and Maintenance	8,321,606	7,031,736	(8,225,328)	(6,922,368)
Pupil Transportation	4,398,774	3,116,211	(3,981,289)	(2,716,061)
Central	487,027	322,316	(467,528)	(280,409)
Operation of Non-Instructional Services	4,454,241	4,349,305	12,378	260,414
Extracurricular Activities	2,564,300	2,189,668	(1,051,946)	(222,650)
Interest and Fiscal Charges	634,850	729,810	(634,850)	(729,810)
Total Expenses	<u>\$105,941,673</u>	<u>\$75,591,951</u>	<u>(\$89,026,594)</u>	<u>(\$59,297,007)</u>

**The District’s Funds**

The District has one major governmental fund: the General Fund. Assets of the General Fund comprised \$78,045,258 (83%), of the total \$93,778,429 governmental funds assets.

**General Fund:** Fund balance at June 30, 2020 was \$30,219,936 including \$22,162,037 of unassigned balance. The District had a decrease in fund balance of \$9,518,987. The primary reason for the decrease in fund balance was due to a decrease in property tax revenues.

**General Fund Budgeting Highlights**

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

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

For the General Fund, final budget basis revenue was \$75,230,977, compared to original budget estimates of \$76,680,108, while the actual revenue had a variance of \$0 from the final budget basis revenues.

The District’s unobligated cash balance for the General Fund was \$35,577,554.

**Capital Assets and Debt Administration**

**Capital Assets**

At the end of fiscal year 2020, the District had \$52,429,519 net of depreciation invested in land, buildings and improvements, and equipment. Table 4 shows fiscal year 2020 balances compared to fiscal year 2019:

**Oak Hills Local School District, Ohio  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2020**

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

	Governmental Activities	
	2020	2019
Land	\$2,781,550	\$2,781,550
Buildings and Improvements	44,438,756	45,319,736
Furniture and Equipment	5,209,213	5,297,093
Total Net Capital Assets	<u>\$52,429,519</u>	<u>\$53,398,379</u>

Total Net Capital Assets decreased in 2020 as compared to 2019 because depreciation expense and disposals exceeded current year additions. See Note 6 to the Basic Financial Statements for further details on the District's capital assets.

**Debt**

At June 30, 2020, the District had \$26,592,327 in debt outstanding, \$3,140,530 due within one year. Table 5 summarizes total debt outstanding.

**Table 5  
Outstanding Debt at Year End**

	2020	2019
General Obligation Bonds Payable:		
HGB264 Debt	\$2,840,000	\$3,090,000
Premium on HB264 Debt	100,081	110,089
LED Zions Bank Loan	683,000	728,400
Refunding Bonds:		
Current Interest Bonds –		
School Improvement 2016	18,735,000	21,375,000
Premium on Bonds 2016	1,770,686	2,065,801
Capital Leases	2,463,560	2,581,676
Total Outstanding Debt at Year End	<u>\$26,592,327</u>	<u>\$29,950,966</u>

See Notes 7 and 8 to the Basic Financial Statements for further details on the District's obligations.

**Economic Outlook**

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

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



**Oak Hills Local School District, Ohio  
Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2020**

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

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

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

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

**Contacting the District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Treasurer at Oak Hills Local School District, 6325 Rapid Run Road, Cincinnati, Ohio 45233.

Oak Hills Local School District, Ohio  
Statement of Net Position  
June 30, 2020

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$42,115,410
Restricted Cash and Investments	380,716
Receivables (Net):	
Taxes	36,442,787
Accounts	49,909
Interest	30,396
Intergovernmental	14,698,597
Inventory	42,614
Nondepreciable Capital Assets	2,781,550
Depreciable Capital Assets, Net	49,647,969
Net OPEB Asset	<u>5,753,299</u>
 Total Assets	 <u>151,943,247</u>
Deferred Outflows of Resources:	
Pension	19,049,330
OPEB	<u>1,912,212</u>
 Total Deferred Outflows of Resources	 <u>20,961,542</u>
Liabilities:	
Accounts Payable	284,806
Accrued Wages and Benefits	9,713,341
Accrued Interest Payable	87,401
Claims Payable	54,897
Long-Term Liabilities:	
Due Within One Year	3,724,737
Due In More Than One Year:	
Net Pension Liability	95,736,998
Net OPEB Liability	8,139,464
Other Amounts	<u>28,611,601</u>
 Total Liabilities	 <u>146,353,245</u>
Deferred Inflows of Resources:	
Property Taxes	31,890,473
Deferred Gain on Refunding	619,595
Revenue in Lieu of Taxes	12,725,000
OPEB	9,206,175
Pension	<u>4,376,231</u>
 Total Deferred Inflows of Resources	 <u>58,817,474</u>
Net Position:	
Net Investment in Capital Assets	26,456,787
Restricted for:	
Debt Service	2,473,931
Extracurricular	392,729
State Grants	374,449
Federal Grants	39,435
Food Service	228,815
Special Education	599,564
Title I	314,432
Improving Teacher Quality	198,875
Unrestricted	<u>(63,344,947)</u>
 Total Net Position	 <u><u>(\$32,265,930)</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio  
Statement of Activities  
For the Fiscal Year Ended June 30, 2020

	Expenses	Program Revenues		Net (Expense) Revenue
		Charges for Services and Sales	Operating Grants and Contributions	and Changes in Net Position Governmental Activities
<b>Governmental Activities:</b>				
<b>Instruction:</b>				
Regular	\$42,240,914	\$1,409,922	\$16,200	(\$40,814,792)
Special	17,521,688	225,940	6,510,455	(10,785,293)
Vocational	593	0	13,013	12,420
Other	148,053	0	0	(148,053)
<b>Support Services:</b>				
Pupil	9,276,322	0	857,600	(8,418,722)
Instructional Staff	5,921,530	0	1,085,199	(4,836,331)
General Administration	103,859	0	0	(103,859)
School Administration	7,957,519	0	284,515	(7,673,004)
Fiscal	1,703,822	0	0	(1,703,822)
Business	206,575	0	0	(206,575)
Operations and Maintenance	8,321,606	53,850	42,428	(8,225,328)
Pupil Transportation	4,398,774	56,255	361,230	(3,981,289)
Central	487,027	0	19,499	(467,528)
Operation of Non-Instructional Services	4,454,241	1,378,949	3,087,670	12,378
Extracurricular Activities	2,564,300	1,512,354	0	(1,051,946)
Interest and Fiscal Charges	634,850	0	0	(634,850)
<b>Totals</b>	<b>\$105,941,673</b>	<b>\$4,637,270</b>	<b>\$12,277,809</b>	<b>(89,026,594)</b>

**General Revenues:**

Property Taxes Levied for:

General Purposes	19,630,969
Debt Service Purposes	2,271,293
Capital Projects Purposes	3,088,852
Grants and Entitlements, Not Restricted	28,323,268
Revenue in Lieu of Taxes	12,685,897
Unrestricted Contributions	341,590
Investment Earnings	1,017,081
Other Revenues	583,691

Total General Revenues 67,942,641

Change in Net Position (21,083,953)

Net Position - Beginning of Year (11,181,977)

Net Position - End of Year (\$32,265,930)

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio  
Balance Sheet  
Governmental Funds  
June 30, 2020

	General	Other Governmental Funds	Total Governmental Funds
<b>Assets:</b>			
Equity in Pooled Cash and Investments	\$36,218,914	\$5,896,496	\$42,115,410
Restricted Cash and Investments	380,716	0	380,716
<b>Receivables (Net):</b>			
Taxes	28,608,608	7,834,179	36,442,787
Accounts	49,334	575	49,909
Interest	30,396	0	30,396
Intergovernmental	12,739,290	1,959,307	14,698,597
Interfund	18,000	0	18,000
Inventory	0	42,614	42,614
<b>Total Assets</b>	<b>78,045,258</b>	<b>15,733,171</b>	<b>93,778,429</b>
<b>Liabilities:</b>			
Accounts Payable	156,133	128,673	284,806
Accrued Wages and Benefits	8,981,769	731,572	9,713,341
Compensated Absences	51,009	0	51,009
Interfund Payable	0	18,000	18,000
<b>Total Liabilities</b>	<b>9,188,911</b>	<b>878,245</b>	<b>10,067,156</b>
<b>Deferred Inflows of Resources:</b>			
Property Taxes	25,888,608	7,074,179	32,962,787
Grants and Other Taxes	0	1,599,823	1,599,823
Revenue in Lieu of Taxes	12,725,000	0	12,725,000
Investment Earnings	22,803	0	22,803
<b>Total Deferred Inflows of Resources</b>	<b>38,636,411</b>	<b>8,674,002</b>	<b>47,310,413</b>
<b>Fund Balances:</b>			
Restricted	0	3,560,423	3,560,423
Committed	0	2,846,014	2,846,014
Assigned	8,057,899	0	8,057,899
Unassigned	22,162,037	(225,513)	21,936,524
<b>Total Fund Balances</b>	<b>30,219,936</b>	<b>6,180,924</b>	<b>36,400,860</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$78,045,258</b>	<b>\$15,733,171</b>	<b>\$93,778,429</b>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio  
 Reconciliation of Total Governmental Fund Balance to  
 Net Position of Governmental Activities  
 June 30, 2020

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Total Governmental Fund Balance		\$36,400,860
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital assets used in the operation of Governmental Funds		52,429,519
Other long-term assets are not available to pay for current-period expenditures and, therefore, are unavailable in the funds.		
Property Taxes	1,072,314	
Interest	22,803	
Intergovernmental	<u>1,599,823</u>	
		2,694,940
An internal service fund is used by management to charge back costs to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		
Internal Service Net Position		(54,897)
In the statement of net position interest payable is accrued when incurred; whereas, in the governmental funds interest is reported as a liability only when it will require the use of current financial resources.		
		(87,401)
Some liabilities reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds.		
Compensated Absences		(5,693,002)
Deferred gain on refunding associated with long-term liabilities that are not reported in the funds.		
		(619,595)
Deferred outflows and inflows or resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the funds.		
Deferred outflows of resources related to pensions	19,049,330	
Deferred inflows of resources related to pensions	(4,376,231)	
Deferred outflows of resources related to OPEB	1,912,212	
Deferred inflows of resources related to OPEB	<u>(9,206,175)</u>	
		7,379,136
Long-term liabilities and net OPEB assets are not available to pay for current period expenditures and are not due and payable in the current period and, therefore, are not reported in the funds.		
Net OPEB Asset	5,753,299	
Net Pension Liability	(95,736,998)	
Net OPEB Liability	(8,139,464)	
Other Amounts	<u>(26,592,327)</u>	
		<u>(124,715,490)</u>
Net Position of Governmental Activities		<u><u>(\$32,265,930)</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio  
Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Governmental Funds  
For the Fiscal Year Ended June 30, 2020

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Property and Other Taxes	\$19,338,571	\$5,278,721	\$24,617,292
Tuition and Fees	1,713,210	0	1,713,210
Investment Earnings	1,009,856	20,986	1,030,842
Intergovernmental	31,978,264	8,256,766	40,235,030
Extracurricular Activities	488,331	1,024,183	1,512,514
Charges for Services	0	1,378,949	1,378,949
Revenue in Lieu of Taxes	12,685,897	0	12,685,897
Other Revenues	588,270	334,250	922,520
<b>Total Revenues</b>	<b>67,802,399</b>	<b>16,293,855</b>	<b>84,096,254</b>
Expenditures:			
Current:			
Instruction:			
Regular	36,503,034	135,459	36,638,493
Special	13,206,955	2,178,291	15,385,246
Vocational	593	0	593
Other	124,535	0	124,535
Support Services:			
Pupil	7,342,490	813,099	8,155,589
Instructional Staff	2,032,939	3,005,829	5,038,768
General Administration	101,272	0	101,272
School Administration	6,415,234	113,971	6,529,205
Fiscal	1,409,964	94,562	1,504,526
Business	188,036	0	188,036
Operations and Maintenance	5,291,605	839,793	6,131,398
Pupil Transportation	3,067,264	648,438	3,715,702
Central	400,744	17,863	418,607
Operation of Non-Instructional Services	36,526	4,075,670	4,112,196
Extracurricular Activities	1,112,129	1,225,402	2,337,531
Capital Outlay	70,473	1,634,365	1,704,838
Debt Service:			
Principal Retirement	0	3,053,516	3,053,516
Interest and Fiscal Charges	0	1,053,216	1,053,216
<b>Total Expenditures</b>	<b>77,303,793</b>	<b>18,889,474</b>	<b>96,193,267</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(9,501,394)</b>	<b>(2,595,619)</b>	<b>(12,097,013)</b>
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	17,407	154,852	172,259
Transfers In	0	35,000	35,000
Transfers (Out)	(35,000)	0	(35,000)
<b>Total Other Financing Sources (Uses)</b>	<b>(17,593)</b>	<b>189,852</b>	<b>172,259</b>
<b>Net Change in Fund Balance</b>	<b>(9,518,987)</b>	<b>(2,405,767)</b>	<b>(11,924,754)</b>
<b>Fund Balance - Beginning of Year</b>	<b>39,738,923</b>	<b>8,586,691</b>	<b>48,325,614</b>
<b>Fund Balance - End of Year</b>	<b>\$30,219,936</b>	<b>\$6,180,924</b>	<b>\$36,400,860</b>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio  
 Reconciliation of the Statement of Revenues, Expenditures and Changes  
 in Fund Balance of Governmental Funds to the Statement of Activities  
 For the Fiscal Year Ended June 30, 2020

Net Change in Fund Balance - Total Governmental Funds (\$11,924,754)

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

Governmental funds report capital asset additions as expenditures.

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

Capital assets used in governmental activities	2,375,276	
Depreciation Expense	<u>(3,207,235)</u>	(831,959)

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. The amount of the proceeds must be removed and the gain or loss on the disposal of capital assets must be recognized. This is the amount of the difference between the proceeds and the gain or loss. (136,901)

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

District pension contributions	7,507,953	
Cost of benefits earned net of employee contributions - Pensions	(20,742,898)	
District OPEB contributions	211,140	
Cost of benefits earned net of employee contributions - OPEB	<u>1,415,892</u>	(11,607,913)

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

Delinquent Property Taxes	373,822	
Interest	(13,761)	
Intergovernmental	<u>366,047</u>	726,108

Repayment of bond principal and capital leases are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 3,053,516

In the statement of activities interest expense is accrued when incurred; whereas, in governmental funds an interest expenditure is reported when due. 9,977

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

Compensated Absences	(768,300)	
Amortization of Bond Premium	305,123	
Amortization of Deferred Gain on Refunding	<u>103,266</u>	(359,911)

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

Change in Net Position - Internal Service Funds	<u>(12,116)</u>
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Change in Net Position of Governmental Activities (\$21,083,953)

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio  
Statement of Net Position  
Proprietary Fund  
June 30, 2020

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	<u>Governmental Activities- Internal Service Fund</u>
Current Assets:	
Equity in Pooled Cash and Investments	<u>\$0</u>
Total Assets	<u>0</u>
Liabilities:	
Current Liabilities:	
Claims Payable	<u>54,897</u>
Total Liabilities	<u>54,897</u>
Net Position:	
Unrestricted	<u>(54,897)</u>
Total Net Position	<u><u>(\$54,897)</u></u>

See accompanying notes to the basic financial statements.



Oak Hills Local School District, Ohio  
Statement of Revenues, Expenses  
and Changes in Fund Net Position  
Proprietary Fund  
For the Fiscal Year Ended June 30, 2020

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	<u>Governmental Activities- Internal Service Fund</u>
Operating Revenues:	
Charges for Services	<u>\$194,055</u>
Total Operating Revenues	<u>194,055</u>
Operating Expenses:	
Personal Services	<u>206,171</u>
Total Operating Expenses	<u>206,171</u>
Change in Net Position	(12,116)
Net Position - Beginning of Year	<u>(42,781)</u>
Net Position - End of Year	<u><u>(\$54,897)</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio  
Statement of Cash Flows  
Proprietary Fund  
For the Fiscal Year Ended June 30, 2020

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	<u>Governmental Activities- Internal Service Fund</u>
Cash Flows from Operating Activities:	
Cash Received from Customers	\$194,055
Cash Payments to Suppliers	<u>(194,055)</u>
Net Cash Provided (Used) by Operating Activities	<u>0</u>
Net Increase (Decrease) in Cash and Cash Equivalents	0
Cash and Cash Equivalents - Beginning of Year	<u>0</u>
Cash and Cash Equivalents - End of Year	<u><u>0</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	(12,116)
Changes in Assets & Liabilities:	
Increase (Decrease) in Claims Payables	<u>12,116</u>
Net Cash Provided (Used) by Operating Activities	<u><u>\$0</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio  
Statement of Fiduciary Net Position  
Fiduciary Funds  
June 30, 2020

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	Private Purpose Trust	Agency
	<u>          </u>	<u>          </u>
Assets:		
Equity in Pooled Cash and Investments	<u>\$740,297</u>	<u>\$79,259</u>
Total Assets	<u>740,297</u>	<u>79,259</u>
Liabilities:		
Other Liabilities	<u>0</u>	<u>79,259</u>
Total Liabilities	<u>0</u>	<u>\$79,259</u>
Net Position:		
Held in Trust	<u>740,297</u>	
Total Net Position	<u>\$740,297</u>	

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio  
Statement of Changes in Fiduciary Net Position  
Fiduciary Fund  
For the Fiscal Year Ended June 30, 2020

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	Private Purpose Trust
Additions:	
Donations	\$5,866
Investment Earnings	11,197
Other	250
Total Additions	<u>17,313</u>
Deductions:	
Scholarships	<u>116,315</u>
Total Deductions	<u>116,315</u>
Change in Net Position	(99,002)
Net Position - Beginning of Year	<u>839,299</u>
Net Position - End of Year	<u><u>\$740,297</u></u>

See accompanying notes to the basic financial statements.

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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**Note 1 - Description of the District**

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

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

The District is the third largest in Hamilton County with 7,454 students for the 2019-20 school year. The District currently operates five (5) elementary schools (grades K-5), three (3) middle schools (grades 6-8), and one (1) comprehensive high school (grades 9-12).

**Note 2 - Summary of Significant Accounting Policies**

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**Reporting Entity**

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

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

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

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

These organizations are presented in Note 12.

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The most significant of the District’s accounting policies are described below.

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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**Measurement Focus**

Government-wide Financial Statements

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

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

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

Fund Financial Statements

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

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

Private Purpose Trust Funds are reported using the economic resources measurement focus.

**Fund Accounting**

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories governmental, proprietary, and fiduciary. The focus of government fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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Governmental Funds

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

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

Proprietary Funds

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

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

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's only fiduciary funds are a private purpose trust which accounts for scholarship programs for students, and a student managed activity, and athletic tournament which are agency funds which accounts for assets and liabilities generated by student managed activities and athletic tournaments.

**Basis of Accounting**

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

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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Revenues – Exchange and Non-exchange Transactions

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

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

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year end: property taxes available for advance, grants, and other taxes.

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net 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 includes pension and other post employment benefits. These amounts are reported on the government-wide statement of net position. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 9 and 10.

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 (revenue) until that time. For the District, deferred inflows of resources include property taxes, OPEB, revenue in lieu of taxes (tax incremental financing), deferred gain on refunding, investment earnings, grants and other taxes, and pension. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2020, but which were levied to finance year 2021 operations. These property tax amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements, and are deferred and recognized as inflows of resources in the period the amounts become available. Revenue in lieu of taxes ('TIF') has been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Deferred gain on refunding has been recorded as deferred inflow on the government-wide statement of net position. Grants and investment earnings are recorded as



**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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deferred inflows on the governmental fund financial statements. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position. For more pension and OPEB related information, see Notes 9 and 10.

Expenses/Expenditures

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

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. However, debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

Equity in Pooled Cash and Investments

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

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

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

There were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, 24 hours advance notice is appreciated for deposits and withdrawals of \$25 million or more. STAR Ohio reserves the right to limit the transaction to \$100 million per day, requiring the excess amount to be transacted the following business day(s), but only to the \$100 million limit. All accounts of the participant will be combined for these purposes.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2020 amounted to \$1,009,856 and \$20,986 in Other Governmental Funds.

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

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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Inventory

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

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

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

Capital Assets

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value rather than fair value. The District maintains a capitalization threshold of five thousand dollars (\$5,000). The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized.

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

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

Compensated Absences

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. The District records a liability for accumulated unused vacation time, when earned, for all employees with more than one year of service.

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

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

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

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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

Pensions/Other Postemployment Benefits (OPEB)

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

Net Position

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

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available. Of the District's \$4,622,230 in restricted net position, none was restricted by enabling legislation.

Interfund Activity

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

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

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

Fund Balance

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

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

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

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

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

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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

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

Restricted Resources

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

Accrued Liabilities and Long-Term Obligations

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

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

Operating Revenues and Expenses

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

Estimates

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

Restricted Assets

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

**Note 3 - Equity in Pooled Cash and Investments**

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

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

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

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

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

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States.
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities.
3. Written repurchase agreements in the securities listed above provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed thirty days.
4. Bonds and other obligations of the State of Ohio, and with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met.
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts.
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions.
7. The State Treasurer's investment pool (STAR Ohio).

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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8. Certain bankers' acceptances for a period not to exceed one hundred eighty days) and commercial paper notes (for a period not to exceed two hundred seventy days) in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met.

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

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. Except as noted above, an investment must mature within five years from the date of purchase, unless matched to a specific obligation or debt of the School District, and must be purchased with the expectation that it will be held to maturity.

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

### **Deposits**

Custodial credit risk for deposits is the risk that in the event of bank failure, the District will not be able to recover deposits or collateral securities that are in the possession of an outside party. As of June 30, 2020, \$5,055,875 of the District's bank balance of \$6,471,317 was exposed to custodial credit risk because it was uninsured and collateralized.

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

Eligible securities pledged to the District and deposited with a qualified trustee by the financial institution as security for repayment whose market value at all times shall be at least 105% of the deposits being secured; or

Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total market value of the securities pledged to be 102% of the deposits being secured or a rate set by the Treasurer of State.

### **Investments**

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

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**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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Investment Type	Fair Value	Fair Value Hierachy	Weighted Average Maturity (Years)
Negotiable CDs	\$6,935,258	Level 2	2.14
Commercial Paper	5,655,043	Level 2	0.30
Federal Home Loan Bank	400,379	Level 2	4.62
Federal Home Loan Mortgage Corporation	4,811,050	Level 2	2.46
Federal National Mortgage Association	771,011	Level 2	2.59
Federal Farm Credit Bank	602,358	Level 2	2.73
STAR Ohio	18,056,494	N/A	0.11
Money Market Fund	25,536	N/A	0.00
Total Investments	\$37,257,129		
Portfolio Weighted Average Maturity			0.96

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Inputs to the valuation techniques used in fair the measurement for Level 2 include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in inactive markets, inputs other than quoted prices that are observable for the asset or liability, or inputs that are derived principally from or corroborated by observable market data by correlation or other means. Level 3 inputs are significant unobservable inputs. The above table identifies the District’s recurring fair value measurements as of June 30, 2020. STAR Ohio is reported at its share price (Net Asset Value per share).

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

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

Concentration of Credit Risk – The District’s investment policy allows investments in Federal Agencies or Instrumentalities. The District has invested less than 1% of the District’s investments in Money Market Funds, 48% in STAR Ohio, 19% in Negotiable CDs, 2% in Federal National Mortgage Association, 13% in Federal Home Loan Mortgage Corporation, 2% in Federal Farm Credit Bank, 1% in Federal Home Loan Bank, and 15% in Commercial Paper.

Custodial Credit Risk is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All of the District’s securities are either insured and registered in the name of the District or at least registered in the name of the District.



**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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**Note 4 - Property Taxes**

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

Tangible personal property tax revenue received during calendar year 2020 (other than public utility property tax) represents the collection of 2020 taxes levied against local and interexchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, and furniture and fixtures is no longer levied and collected. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. The District receives property taxes from the County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2020, are available to finance fiscal year 2021 operations. The amount available for advance can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable at June 30, 2020. Delinquent property taxes collected within 60 days are included as a receivable and tax revenue as of June 30, 2020 on the fund financial statements. The entire amount of delinquent taxes receivable is recognized as revenue in the government-wide financial statements. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is available to finance current year operations. The receivable is, therefore, offset by a credit to deferred inflows of resources for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2020, was \$2,720,000 for General Fund, \$435,000 for Permanent Improvement Fund, and \$325,000 for Debt Service Fund, and is recognized as revenue.

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

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

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

	<u>Amount</u>
Real Property	\$1,050,432,900
Public Utility Personal	<u>56,535,760</u>
Total	<u><u>\$1,106,968,660</u></u>

**Note 5 – Receivables**

Receivables at June 30, 2020, consisted of taxes, accounts, interest, intergovernmental and interfund. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

**Note 6 - Capital Assets**

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>Governmental Activities</b>				
<b><i>Capital Assets, not being depreciated:</i></b>				
Land	\$2,781,550	\$0	\$0	\$2,781,550
<b><i>Capital Assets, being depreciated:</i></b>				
Buildings and Improvements	84,356,926	1,487,689	168,500	85,676,115
Furniture and Equipment	<u>13,402,397</u>	<u>887,587</u>	<u>102,132</u>	<u>14,187,852</u>
Totals at Historical Cost	<u><u>100,540,873</u></u>	<u><u>2,375,276</u></u>	<u><u>270,632</u></u>	<u><u>102,645,517</u></u>
Less Accumulated Depreciation:				
Buildings and Improvements	39,037,190	2,233,870	33,701	41,237,359
Furniture and Equipment	<u>8,105,304</u>	<u>973,365</u>	<u>100,030</u>	<u>8,978,639</u>
Total Accumulated Depreciation	<u><u>47,142,494</u></u>	<u><u>3,207,235</u></u>	<u><u>133,731</u></u>	<u><u>50,215,998</u></u>
Governmental Activities Capital Assets, Net	<u><u>\$53,398,379</u></u>	<u><u>(\$831,959)</u></u>	<u><u>\$136,901</u></u>	<u><u>\$52,429,519</u></u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$673,521
Special	9,622
Support Services:	
Instructional Staff	609,374
School Administration	3,207
Fiscal	3,207
Operations and Maintenance	1,571,545
Pupil Transportation	288,651
Operation of Non-Instructional Services	32,072
Extracurricular Activities	<u>16,036</u>
Total Depreciation Expense	<u><u>\$3,207,235</u></u>

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

**Note 7 - Long-Term Liabilities**

Long-Term Liabilities

	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>	<u>Due In One Year</u>
<b>Governmental Activities:</b>							
General Obligation Bonds:							
HB 264 Debt - Series 2015	12/1/29	1.0-3.5%	\$3,090,000	\$0	\$250,000	\$2,840,000	\$250,000
Premium on HB264 Debt			110,089	0	10,008	100,081	0
Refunding Bonds - Series 2016			21,375,000	0	2,640,000	18,735,000	2,725,000
Premium Refunding Bonds			2,065,801	0	295,115	1,770,686	0
Zions Bank Loan - Series 2019			728,400	0	45,400	683,000	40,000
Subtotal Bonds			27,369,290	0	3,240,523	24,128,767	3,015,000
Capital Lease - Fitness Equipment			211,676	0	68,116	143,560	70,530
Capital Lease - Auditorium			2,370,000	0	50,000	2,320,000	55,000
Compensated Absences			5,168,976	1,287,351	712,316	5,744,011	584,207
Subtotal Bonds & Other Amounts			35,119,942	1,287,351	4,070,955	32,336,338	3,724,737
Net Pension Liability							
STRS			75,113,102	1,705,945	0	76,819,047	0
SERS			17,935,499	982,452	0	18,917,951	0
Total Net Pension Liability			93,048,601	2,688,397	0	95,736,998	0
Net OPEB Liability							
STRS			0	0	0	0 (a)	0
SERS			8,805,913	0	666,449	8,139,464	0
Total Net OPEB Liability			8,805,913	0	666,449	8,139,464	0
Total Government Activities			\$136,974,456	\$3,975,748	\$4,737,404	\$136,212,800	\$3,724,737

(a) OPEB for STRS has a Net OPEB asset in the amount of \$5,753,299 as of June 30, 2020.

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

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

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

<u>Fiscal Year Ending June 30</u>	<u>General Obligation Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2021	\$3,015,000	\$857,619
2022	3,196,000	780,140
2023	3,278,000	670,137
2024	3,439,000	509,463
2025	3,740,000	336,368
2026-2030	5,366,000	277,383
2031-2034	224,000	13,240
Total	\$22,258,000	\$3,444,350

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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**Note 8 - Capital Lease Commitments**

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The District is obligated under six leases accounted for as capital leases. The cost of the leased assets (copiers, computers, administration building and high school project) are accounted for in the Governmental Activities Capital Assets and the related liability in the Governmental Activities Long-Term Liabilities. The original cost of the assets under capital lease was \$2,872,326 amortized annually.

In 2018, the District entered into a capital lease for fitness equipment with Life Fitness under a 5 year contract with total rental payment of \$378,094.

The following is a schedule of the future minimum lease payments under the capital leases together with the present value of the net minimum lease payments as of June 30, 2020:

Fiscal Year Ending June 30	Capital Leases
2021	\$225,037
2022	223,903
2023	146,600
2024	149,300
2025	146,900
2026-2030	731,400
2031-2035	725,375
2036-2040	732,975
2041-2045	717,500
2046	142,800
Total Minimum Lease Payments	\$3,941,790
Amount Representing Interest and Additional program cost component	(1,478,230)
Present Value of Minimum Lease Payments	<u>\$2,463,560</u>

**Note 9 - Defined Benefit Pension Plans**

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

**Net Pension Liability/Net OPEB Liability (Asset)**

Pensions and OPEB are a component of exchange transactions between an employer and its employees of salaries and benefits for employee services. Pensions/OPEB are provided to an employee on a deferred payment basis as part of the total compensation package offered by an employer for employee services each financial period.

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

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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

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

The remainder of this note includes the required pension disclosures. See Note 10 for the required OPEB disclosures.

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

**Plan Description**

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

Age and service requirements for retirement are as follows:

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

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

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

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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An individual whose benefit effective date is before April 1, 2018, is eligible for a cost of living adjustment (COLA) on the first anniversary date of the benefit. Beginning April 1, 2018, new benefit recipients must wait until the fourth anniversary of their benefit for COLA eligibility. The COLA is added each year to the base benefit amount on the anniversary date of the benefit. A three-year COLA suspension is in effect for all benefit recipients for the years 2018, 2019, and 2020. Upon resumption of the COLA, it will be indexed to the percentage increase in the CPI-W, not to exceed 2.5 percent and with a floor of 0 percent.

**Funding Policy**

Plan members are required to contribute 10 percent of their annual covered salary and the employer is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2020, the allocation to pension, death benefits, and Medicare B was 14.0 percent. For fiscal year 2020, the Retirement Board did not allocate any employer contribution to the Health Care Fund.

The contractually required contribution to SERS was \$1,538,769 for fiscal year 2020. Of this amount \$155,792 is reported as accrued wages and benefits.

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

**Plan Description**

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

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

The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation is 2.2 percent of final average salary for the five highest years of earnings multiplied by all years of service. In April 2017, the Retirement Board made the decision to reduce COLA granted on or after July 1, 2017, to 0 percent to preserve the fiscal integrity of the retirement system. Benefit recipients' base benefit and past cost-of living increases are not affected by this change. Effective Aug. 1, 2017 through July 1, 2019, any member could retire with reduced benefits who had (1) five years of service credit and age 60; (2) 27 years of service credit and age 55; or (3) 30 years of service credit regardless of age. Effective Aug. 1, 2019–July 1, 2021, any member may retire with reduced benefits who has (1) five years of service credit and age 60; (2) 28 years of service credit and age 55; or (3) 30 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.

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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

The DC Plan allows members to place all their member contributions and 9.53 percent of the 14 percent employer contributions into an investment account. The member determines how to allocate the member and employer money among various investment choices offered by STRS. The remaining 4.47 percent of the 14 percent employer rate is allocated to the defined benefit unfunded liability. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

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

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

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

**Funding Policy**

Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. The fiscal year 2020 employer and employee contribution rate of 14 percent was equal to the statutory maximum rates. For fiscal year 2020, the full employer contribution was allocated to pension.

The contractually required contribution to STRS was \$5,969,184 for fiscal year 2020. Of this amount \$1,028,428 is reported as accrued wages and benefits.

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

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportionate Share of the Net Pension Liability	\$18,917,951	\$76,819,047	\$95,736,998
Proportion of the Net Pension Liability:			
Current Measurement Date	0.31618580%	0.34737117%	
Prior Measurement Date	<u>0.31316430%</u>	<u>0.34161333%</u>	
Change in Proportionate Share	0.00302150%	0.00575784%	
Pension Expense	\$9,104,261	\$11,638,637	\$20,742,898

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
<u>Deferred Outflows of Resources</u>			
Differences between expected and actual experience	\$479,718	\$625,436	\$1,105,154
Changes of assumptions	0	9,023,880	9,023,880
Changes in employer proportionate share of net pension liability	177,549	1,234,794	1,412,343
Contributions subsequent to the measurement date	<u>1,538,769</u>	<u>5,969,184</u>	<u>7,507,953</u>
Total Deferred Outflows of Resources	<u>\$2,196,036</u>	<u>\$16,853,294</u>	<u>\$19,049,330</u>
<u>Deferred Inflows of Resources</u>			
Differences between expected and actual experience	\$0	\$332,534	\$332,534
Net difference between projected and actual earnings on pension plan investments	242,835	3,754,499	3,997,334
Changes in employer proportionate share of net pension liability	<u>4,842</u>	<u>41,521</u>	<u>46,363</u>
Total Deferred Inflows of Resources	<u>\$247,677</u>	<u>\$4,128,554</u>	<u>\$4,376,231</u>

\$7,507,953 reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Fiscal Year			
Ending June 30:	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2021	\$674,640	\$5,075,177	\$5,749,817
2022	(386,608)	1,286,223	899,615
2023	(16,159)	(280,666)	(296,825)
2024	<u>137,717</u>	<u>674,822</u>	<u>812,539</u>
Total	<u>\$409,590</u>	<u>\$6,755,556</u>	<u>\$7,165,146</u>



**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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**Actuarial Assumptions - SERS**

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

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

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

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

Inflation	3.00%
Future Salary Increases, including inflation	3.50% - 18.20%
COLA or Ad Hoc COLA	2.50%
Investment Rate of Return	7.50% net of investments expense, including inflation
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)

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 percent of male rates, and 110 percent of female rates. Mortality among disabled members were based upon the RP-2000 Disabled Mortality Table, 90 percent for male rates and 100 percent for female rates, set back five years is used for the period after disability retirement. The most recent experience study was completed for the five year period ended June 30, 2015.

The long-term return expectation for the Pension Plan Investments has been determined by 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 an arithmetic weighted average of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalanced uncorrelated asset classes.

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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

**Discount Rate**

The total pension liability was calculated using the discount rate of 7.50 percent. 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 percent). Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

**Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.50 percent, as well as what each plan's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.50 percent), or one percentage point higher (8.50 percent) than the current rate.

	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
Proportionate share of the net pension liability	\$26,510,812	\$18,917,951	\$12,550,386

**Actuarial Assumptions - STRS**

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

Inflation	2.50%
Projected salary increases	12.50% at age 20 to 2.50% at age 65
Investment Rate of Return	7.45%, net of investment expenses, including inflation
Discount Rate of Return	7.45%
Payroll Increases	3.00%
Cost-of-Living Adjustments (COLA)	0%

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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

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

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

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

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

\*\*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 percent as of June 30, 2019. The projection of cash flows used to determine the discount rate assumes that member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2019. Therefore, the long-term expected rate of return on pension plan investments of 7.45 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2019.

**Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate**

The following table presents the proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.45 percent, as well as what the 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 percent) or one-percentage-point higher (8.45 percent) than the current rate:

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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	1% Decrease	Current Discount Rate	1% Increase
	6.45%	7.45%	8.45%
Proportionate share of the net pension liability	\$112,262,479	\$76,819,047	\$46,814,366

**Note 10 - Defined Benefit OPEB Plans**

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See Note 9 for a description of the net OPEB liability (asset).

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

**Health Care Plan Description**

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

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

**Funding Policy**

State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2020, no allocation was made to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2020, this amount was \$19,600. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2020, the employer's surcharge obligation was \$211,140.

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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The surcharge, added to any allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The contractually required contribution to SERS was \$211,140 for fiscal year 2020. Of this amount \$155,792 is reported as accrued wages and benefits.

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

**Plan Description**

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

**Funding Policy**

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

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

The net OPEB liability (asset) was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of that date. The employer's proportion of the net OPEB liability (asset) was based on the employer'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:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportionate Share of the Net OPEB Liability	\$8,139,464	\$0	\$8,139,464
Proportionate Share of the Net OPEB (Asset)	0	(5,753,299)	(5,753,299)
Proportion of the Net OPEB Liability/Asset:			
Current Measurement Date	0.32366380%	0.34737117%	
Prior Measurement Date	<u>0.31741370%</u>	<u>0.34161333%</u>	
Change in Proportionate Share	0.00625010%	0.00575784%	
OPEB Expense	\$325,363	(\$1,741,255)	(\$1,415,892)

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

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**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

	SERS	STRS	Total
<u>Deferred Outflows of Resources</u>			
Differences between expected and actual experience	\$119,480	\$521,581	\$641,061
Changes of assumptions	594,495	120,933	715,428
Net difference between projected and actual earnings on OPEB plan investments	19,538	0	19,538
Changes in employer proportionate share of net OPEB liability	198,385	126,660	325,045
Contributions subsequent to the measurement date	211,140	0	211,140
<b>Total Deferred Outflows of Resources</b>	<b><u>\$1,143,038</u></b>	<b><u>\$769,174</u></b>	<b><u>\$1,912,212</u></b>
<u>Deferred Inflows of Resources</u>			
Differences between expected and actual experience	\$1,788,185	\$292,707	\$2,080,892
Changes of assumptions	456,111	6,307,826	6,763,937
Net difference between projected and actual earnings on OPEB plan investments	0	361,345	361,345
<b>Total Deferred Inflows of Resources</b>	<b><u>\$2,244,296</u></b>	<b><u>\$6,961,878</u></b>	<b><u>\$9,206,174</u></b>

\$211,140 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability (adjustment to net OPEB asset) in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year			
Ending June 30:	SERS	STRS	Total
2021	(\$401,041)	(\$1,353,184)	(\$1,754,225)
2022	(210,755)	(1,353,184)	(1,563,939)
2023	(205,021)	(1,208,360)	(1,413,381)
2024	(205,954)	(1,157,558)	(1,363,512)
2025	(198,878)	(1,142,488)	(1,341,366)
Thereafter	(90,749)	22,069	(68,680)
<b>Total</b>	<b><u>(\$1,312,398)</u></b>	<b><u>(\$6,192,705)</u></b>	<b><u>(\$7,505,103)</u></b>

**Actuarial Assumptions - SERS**

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

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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

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

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

Inflation	3.00%
Future Salary Increases, including inflation	3.50% to 18.20%
Investment Rate of Return	7.50% net of investment expense, including inflation
Municipal Bond Index Rate:	
Measurement Date	3.13%
Prior Measurement Date	3.62%
Single Equivalent Interest Rate, net of plan investment expense, including price inflation:	
Measurement Date	3.22%
Prior Measurement Date	3.70%
Medical Trend Assumption:	
Medicare	5.25% to 4.75%
Pre-Medicare	7.00% to 4.75%

Mortality rates among active members were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and Scale BB, 120 percent of male rates and 110 percent of female rates. RP-2000 Disabled Mortality Table with 90 percent for male rates and 100 percent for female rates set back five years. The most recent experience study was completed for the five year period ended June 30, 2015.

The long-term expected rate of return on plan assets is reviewed as part of the actuarial five-year experience study. The most recent study covers fiscal years 2010 through 2015, and was adopted by the Board on April 21, 2016. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return, 7.50 percent, 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.

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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

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

**Discount Rate**

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

The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability of SERS, what SERS' net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.22%) and higher (4.22%) than the current discount rate (3.22%). Also shown is what SERS' net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (6.00% decreasing to 3.75%) and higher (8.00% decreasing to 5.75%) than the current rate.

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**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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	1% Decrease (2.22%)	Current Discount Rate (3.22%)	1% Increase (4.22%)
Proportionate share of the net OPEB liability	\$9,879,765	\$8,139,464	\$6,755,720
	1% Decrease (6.00% decreasing to 3.75%)	Current Trend Rate (7.00% decreasing to 4.75%)	1% Increase (8.00% decreasing to 5.75%)
Proportionate share of the net OPEB liability	\$6,521,359	\$8,139,464	\$10,286,297

**Assumption and Benefit Changes since the Prior Measurement Date**

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

(1) Discount Rate:

Prior Measurement Date	3.70%
Measurement Date	3.22%

(2) Municipal Bond Index Rate:

Prior Measurement Date	3.62%
Measurement Date	3.13%

(3) Single Equivalent Interest Rate, net of plan investment expense, including price inflation:

Prior Measurement Date	3.70%
Measurement Date	3.22%

**Actuarial Assumptions - STRS**

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2019, actuarial valuation are presented below:

Inflation	2.50%
Projected salary increases	12.50% at age 20 to 2.50% at age 65
Investment Rate of Return	7.45%, net of investment expenses, including inflation
Payroll Increases	3.00%
Discount Rate of Return	7.45%
Health Care Cost Trends:	
Medical	
Pre-Medicare	5.87% initial, 4% ultimate
Medicare	4.93% initial, 4% ultimate
Prescription Drug	
Pre-Medicare	7.73% initial, 4% ultimate
Medicare	9.62% initial, 4% ultimate

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

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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

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

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

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

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

\*\*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 percent as of June 30, 2019 and June 30, 2018. The projection of cash flows used to determine the discount rate assumed STRS continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2019. Therefore, the long-term expected rate of return on health care plan investments of 7.45 percent was used to measure the total OPEB liability as of June 30, 2019 and June 30, 2018.

**Sensitivity of the Proportionate Share of the Net OPEB (Asset) to Changes in the Discount and Health Care Cost Trend Rate**

The following table represents the net OPEB asset as of June 30, 2019, calculated using the current period discount rate assumption of 7.45 percent, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.45 percent) or one percentage point higher (8.45 percent) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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	1% Decrease (6.45%)	Current Discount Rate (7.45%)	1% Increase (8.45%)
Proportionate share of the net OPEB (asset)	(\$4,909,296)	(\$5,753,299)	(\$6,462,910)

	1% Decrease	Current Trend Rate	1% Increase
Proportionate share of the net OPEB (asset)	(\$6,523,978)	(\$5,753,299)	(\$4,809,406)

**Assumption and Benefit Changes since the Prior Measurement Date**

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

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

**Note 11 - Contingent Liabilities**

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School Foundation

School District foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education (ODE) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. As of the date of this report, additional ODE adjustments for fiscal year 2020 are not finalized. As a result, the impact of future FTE adjustments on the fiscal year 2020 financial statements is not determinable, at this time. Management believes this may result in either an additional receivable to, or a liability of, the School District.

Grants

The District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements, and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the District at June 30, 2020, if applicable, cannot be determined at this time.

Litigation

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

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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**Note 12 - Jointly Governed Organizations**

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

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

**Note 13 - Risk Management**

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The District is exposed to various risks of loss related to: torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees, and natural disasters. The District carries insurance coverage with the following companies.

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

Limits and deductible amounts for the above policies vary accordingly.

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

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

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

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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	<u>2020</u>	<u>2019</u>
Claims Liability at Beginning of Year	\$42,781	\$41,893
Claims Incurred	206,171	148,201
Claims Paid	<u>(194,055)</u>	<u>(147,313)</u>
Claims Liability at End of Year	<u><u>\$54,897</u></u>	<u><u>\$42,781</u></u>

**Note 14 – Accountability**

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

<u>Fund</u>	<u>Deficit</u>	<u>Proprietary Fund:</u>	<u>Deficit</u>
Other Governmental Funds:		Internal Service	\$54,897
Miscellaneous Federal Grants	\$3,801		
Title I	95,869		
Special Education	122,379		
IDEA Preschool Grant	3,464		

The deficit fund balances were caused by GAAP Accruals.

**Note 15 – Set Asides**

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

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

	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>
Set Aside Reserve Balance as of June 30, 2019	\$0	\$380,716
Current Year Set Aside Requirement	1,349,645	0
Qualified Disbursements	(314,714)	0
Current Year Offsets	<u>(1,034,931)</u>	<u>0</u>
Set Aside Reserve Balance as of June 30, 2020	<u><u>\$0</u></u>	<u><u>\$380,716</u></u>
Restricted Cash as of June 30, 2020	<u><u>\$0</u></u>	<u><u>\$380,716</u></u>

The District had offsets credits of \$41,207,326 and qualifying disbursements during the year that reduced the set-aside amounts for capital maintenance reserve to below zero-extra qualified disbursement amounts may not be used to reduce the set-aside requirements of future years.

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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**Note 16 - Interfund Balances**

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

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$18,000	\$0	\$0	\$35,000
Other Governmental Funds	<u>0</u>	<u>18,000</u>	<u>35,000</u>	<u>0</u>
Total all funds	<u>\$18,000</u>	<u>\$18,000</u>	<u>\$35,000</u>	<u>\$35,000</u>

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

**Note 17 – Fund Balances**

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

<u>Fund Balances</u>	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Restricted for:			
Student Activity	\$0	\$392,729	\$392,729
Auxiliary Services	0	359,029	359,029
Miscellaneous State Grants	0	15,349	15,349
Food Service	0	352,840	352,840
Student Wellness and Success	0	71	71
Debt Service	<u>0</u>	<u>2,440,405</u>	<u>2,440,405</u>
Total Restricted	<u>0</u>	<u>3,560,423</u>	<u>3,560,423</u>
Committed to:			
Capital Improvements	<u>0</u>	<u>2,846,014</u>	<u>2,846,014</u>
Total Committed	<u>0</u>	<u>2,846,014</u>	<u>2,846,014</u>
Assigned to:			
Public Schools	471,386	0	471,386
Budgetary Resources	<u>7,586,513</u>	<u>0</u>	<u>7,586,513</u>
Total Assigned	<u>8,057,899</u>	<u>0</u>	<u>8,057,899</u>
Unassigned (Deficit)	<u>22,162,037</u>	<u>(225,513)</u>	<u>21,936,524</u>
Total Fund Balance	<u>\$30,219,936</u>	<u>\$6,180,924</u>	<u>\$36,400,860</u>

**Oak Hills Local School District, Ohio**  
**Notes to the Basic Financial Statements**  
**For the Fiscal Year Ended June 30, 2020**

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**Note 18 – Construction and Other Commitments**

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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 Districts' commitments for encumbrances in the governmental funds were as follows:

<u>Description</u>	<u>Remaining Commitment</u>
General	\$93,577
Other Governmental	137,396

**Note 19 – Tax Abatements entered Into By Other Governments**

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Other governments entered into property tax abatement agreements with property owners under the solar abatement programs with the taxing districts of the District. The program is a directive incentive tax exemption program benefiting property owners who renovated or constructed solar power improvements. Under this program, the other governments designated areas to encourage these solar power improvements that are 100% abated with no expiration, unless physically removed or the owner does not comply with provisions. Within the taxing districts of the District, other municipalities have entered into solar agreements. Under these agreements the District's property taxes were abated by \$131,270. The District is not receiving any amounts from this government in association with the forgone property tax revenue.

**Note 20 – Implementation of New Accounting Principles**

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For fiscal year 2020, the District has postponed implementation of Governmental Accounting Standards Board (GASB) Statement No. 84, Fiduciary Activities and GASB No. 90, Majority Equity Interests – An Amendment of GASB Statements No. 14 and No. 61. The District did not implement these statements due to the GASB postponing the implementation by 12 months because of the COVID-19 pandemic.

**Note 21 – COVID-19**

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

# **REQUIRED SUPPLEMENTARY INFORMATION**

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

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

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

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

See accompanying notes to the required supplementary information.

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

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

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

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

See accompanying notes to the required supplementary information.

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

Year	District's Contractually Required Contribution	District's Contributions in Relation to the Contractually Required Contributions	District's Contribution Deficiency (Excess)	District's Covered Payroll	District's Contributions as a Percentage of Covered Payroll
2020	\$5,969,184	(\$5,969,184)	\$0	\$42,637,029	14.00%
2019	5,827,176	(5,827,176)	0	41,622,686	14.00%
2018	5,555,364	(5,555,364)	0	39,681,171	14.00%
2017	5,169,504	(5,169,504)	0	36,925,029	14.00%
2016	5,085,600	(5,085,600)	0	36,325,714	14.00%
2015	4,846,128	(4,846,128)	0	34,615,200	14.00%
2014	4,746,089	(4,746,089)	0	36,508,377	13.00%
2013	4,911,612	(4,911,612)	0	37,781,631	13.00%
2012	5,087,280	(5,087,280)	0	39,132,923	13.00%
2011	5,273,952	(5,273,952)	0	40,568,862	13.00%

See accompanying notes to the required supplementary information.

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

Year	District's Contractually Required Contribution	District's Contributions in Relation to the Contractually Required Contributions	District's Contribution Deficiency (Excess)	District's Covered Payroll	District's Contributions as a Percentage of Covered Payroll
2020	\$1,538,769	(\$1,538,769)	\$0	\$10,991,207	14.00%
2019	1,464,340	(1,464,340)	0	10,846,963	13.50%
2018	1,407,999	(1,407,999)	0	10,429,622	13.50%
2017	1,422,765	(1,422,765)	0	10,162,607	14.00%
2016	1,675,584	(1,675,584)	0	11,968,457	14.00%
2015	1,636,584	(1,636,584)	0	12,417,178	13.18%
2014	1,289,951	(1,289,951)	0	9,307,006	13.86%
2013	1,701,480	(1,701,480)	0	12,293,931	13.84%
2012	1,649,352	(1,649,352)	0	12,262,840	13.45%
2011	1,796,352	(1,796,352)	0	14,290,788	12.57%

See accompanying notes to the required supplementary information.

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

Year	District's Proportion of the Net OPEB (Asset)/Liability	District's Proportionate Share of the Net OPEB (Asset)/Liability	District's Covered Payroll	District's Proportionate Share of the Net OPEB (Asset)/Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position Percentage as a of the Total OPEB (Asset)/Liability
2020	0.34737117%	(\$5,753,299)	\$41,622,686	13.82%	174.74%
2019	0.34161333%	(5,489,377)	39,681,171	13.83%	176.00%
2018	0.34066295%	13,291,411	36,925,029	36.00%	47.10%
2017	0.33852729%	18,104,528	36,325,714	49.84%	37.30%

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

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

See accompanying notes to the required supplementary information.

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

Year	District's Proportion of the Net OPEB Liability	District's Proportionate Share of the Net OPEB Liability	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position Percentage as a of the Total OPEB Liability
2020	0.32366380%	\$8,139,464	\$10,846,963	75.04%	15.57%
2019	0.31741370%	8,805,913	10,429,622	84.43%	13.57%
2018	0.31721350%	8,513,177	10,162,607	83.77%	12.46%
2017	0.31084507%	8,860,234	11,968,457	74.03%	11.49%

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

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

See accompanying notes to the required supplementary information.

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

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

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

See accompanying notes to the required supplementary information.

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

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

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

(2) Includes surcharge.

See accompanying notes to the required supplementary information.



Oak Hills Local School District, Ohio  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2020

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
<b>Revenues:</b>				
Taxes	\$28,150,572	\$27,618,571	\$27,618,571	\$0
Revenue in Lieu of Taxes	12,930,258	12,685,897	12,685,897	0
Tuition and Fees	1,692,543	1,660,557	1,660,557	0
Investment Earnings	765,096	750,637	750,637	0
Intergovernmental	32,594,138	31,978,161	31,978,161	0
Extracurricular Activities	162,062	158,999	158,999	0
Other Revenues	385,439	378,155	378,155	0
<b>Total Revenues</b>	<b>76,680,108</b>	<b>75,230,977</b>	<b>75,230,977</b>	<b>0</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	38,079,277	36,393,730	36,362,780	30,950
Special	13,789,572	13,179,188	13,167,980	11,208
Vocational	621	593	593	0
Other	130,414	124,641	124,535	106
<b>Support Services:</b>				
Pupil	7,227,046	6,907,147	6,901,273	5,874
Instructional Staff	2,119,341	2,025,531	2,023,808	1,723
General Administration	113,038	108,035	107,943	92
School Administration	6,538,305	6,248,892	6,243,578	5,314
Fiscal	1,447,961	1,383,868	1,382,691	1,177
Business	130,205	124,442	124,336	106
Operations and Maintenance	5,502,644	5,259,074	5,254,602	4,472
Pupil Transportation	3,183,939	3,043,005	3,040,417	2,588
Central	394,237	376,786	376,466	320
Operation of Non-Instructional Services	36,745	35,119	35,089	30
Extracurricular Activities	1,161,274	1,109,871	1,108,927	944
Capital Outlay	73,728	70,465	70,405	60
<b>Total Expenditures</b>	<b>79,928,347</b>	<b>76,390,387</b>	<b>76,325,423</b>	<b>64,964</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(3,248,239)</b>	<b>(1,159,410)</b>	<b>(1,094,446)</b>	<b>64,964</b>
<b>Other Financing Sources (Uses):</b>				
Proceeds from Sale of Capital Assets	17,742	17,407	17,407	0
Transfers (Out)	(36,652)	(35,030)	(35,000)	30
<b>Total Other Financing Sources (Uses)</b>	<b>(18,910)</b>	<b>(17,623)</b>	<b>(17,593)</b>	<b>30</b>
<b>Net Change in Fund Balance</b>	<b>(3,267,149)</b>	<b>(1,177,033)</b>	<b>(1,112,039)</b>	<b>64,994</b>
<b>Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)</b>	<b>36,689,593</b>	<b>36,689,593</b>	<b>36,689,593</b>	<b>0</b>
<b>Fund Balance - End of Year</b>	<b>\$33,422,444</b>	<b>\$35,512,560</b>	<b>\$35,577,554</b>	<b>\$64,994</b>

See accompanying notes to the required supplementary information.

**Oak Hills Local School District, Ohio**  
**Notes to the Required Supplementary Information**  
**For The Year Ended June 30, 2020**

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**Note 1 – Budgetary Process**

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

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the fiscal year 2020.

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

While the District is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Combined Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:

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

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

**Oak Hills Local School District, Ohio**  
**Notes to the Required Supplementary Information**  
**For The Year Ended June 30, 2020**

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Net Change in Fund Balance

	<u>General</u>
GAAP Basis	(\$9,518,987)
Revenue Accruals	7,428,578
Expenditure Accruals	1,071,947
Encumbrances	<u>(93,577)</u>
Budget Basis	<u><u>(\$1,112,039)</u></u>

**Note 2 - Net Pension Liability**

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**School Employees Retirement System (SERS)**

**Changes in Benefit Terms:**

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

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

2018: SERS changed from a fixed 3% annual increase to a Cost of Living Adjustment (COLA) based on the changed in the Consumer Price Index Index (CPI-W), with a cap of 2.5% and a floor of 0%.

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

**Changes in Assumptions:**

2018-2020: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for these fiscal years.

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

- (1) The assumed rate of inflation was reduced from 3.25% to 3.00%,
- (2) Payroll growth assumption was reduced from 4.00% to 3.50%,
- (3) Assumed real wage growth was reduced from 0.75% to 0.50%,
- (4) Rates of withdrawal, retirement and disability were updated to reflect recent experience,
- (5) Mortality among active members was updated to RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females,
- (6) Mortality among service retired members, and beneficiaries was updated to the following RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates,
- (7) Mortality among disabled members was updated to RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement, and
- (8) The discount rate was reduced from 7.75% to 7.50%.

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

**State Teachers Retirement System (STRS)**

**Changes in Benefit Terms:**

**Oak Hills Local School District, Ohio**  
**Notes to the Required Supplementary Information**  
**For The Year Ended June 30, 2020**

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2019-2020: There were no changes in benefit terms from the amounts reported for these fiscal years.

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

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

**Changes in Assumptions:**

2019-2020: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for these fiscal years.

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

- (1) The long term expected rate of return was reduced from 7.75% to 7.45%,
- (2) The inflation assumption was lowered from 2.75% to 2.50%,
- (3) The payroll growth assumption was lowered to 3.00%,
- (4) Total salary increases rate was lowered by decreasing the merit component of the individual salary increases, in addition to a decrease of 0.25% due to lower inflation,
- (5) The healthy and disabled mortality assumptions were updated to the RP-2014 mortality tables with generational improvement scale MP-2016, and
- (6) Rates of retirement, termination and disability were modified to better reflect anticipated future experience.

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

**Note 3 - Net OPEB (Asset)/Liability**

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**School Employees Retirement System (SERS)**

**Changes in Benefit Terms:**

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

**Changes in Assumptions:**

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

- (1) Discount Rate:

Prior Measurement Date	3.70%
Measurement Date	3.22%
- (2) Municipal Bond Index Rate:

Prior Measurement Date	3.62%
Measurement Date	3.13%
- (3) Single Equivalent Interest Rate, net of plan investment expense, including price inflation:

Prior Measurement Date	3.70%
Measurement Date	3.22%

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

- (4) Discount Rate:

Prior Measurement Date	3.63%
Measurement Date	3.70%

**Oak Hills Local School District, Ohio**  
**Notes to the Required Supplementary Information**  
**For The Year Ended June 30, 2020**

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- (5) Municipal Bond Index Rate:
- |                        |       |
|------------------------|-------|
| Prior Measurement Date | 3.56% |
| Measurement Date       | 3.62% |
- (6) Single Equivalent Interest Rate, net of plan investment expense, including price inflation:
- |                        |       |
|------------------------|-------|
| Prior Measurement Date | 3.63% |
| Measurement Date       | 3.70% |

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

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

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

- (1) The assumed rate of inflation was reduced from 3.25% to 3.00%,
- (2) Payroll growth assumption was reduced from 4.00% to 3.50%,
- (3) Assumed real wage growth was reduced from 0.75% to 0.50%,
- (4) Rates of withdrawal, retirement and disability were updated to reflect recent experience,
- (5) Mortality among active members was updated to RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females,
- (6) Mortality among service retired members, and beneficiaries was updated to the following RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates, and
- (7) Mortality among disabled members was updated to RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement.

**State Teachers Retirement System (STRS)**

**Changes in Benefit Terms:**

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

2019: The subsidy multiplier for non-Medicare benefit recipients was increased from 1.900% to 1.944% per year of service effective January 1, 2019. The non-Medicare frozen subsidy base premium was increased effective January 1, 2019 and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 1, 2020. The Board is extending the current Medicare Part B partial

**Oak Hills Local School District, Ohio**  
**Notes to the Required Supplementary Information**  
**For The Year Ended June 30, 2020**

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reimbursement program for one year. Under this program, benefit recipients currently enrolled in the STRS Ohio Health Care Program and Medicare Part B receive \$29.90 per month to reimburse a portion of the Medicare Part B premium. The reimbursement was set to be reduced to \$0 beginning January 1, 2020. This impacts about 85,000 benefit recipients.

2018: The subsidy multiplier for non-Medicare benefit recipients was reduced from 2.1 percent to 1.9 percent per year of service. Medicare Part B premium reimbursements were discontinued for certain survivors and beneficiaries and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 1, 2019.

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

**Changes in Assumptions:**

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

2019: The discount rate was increased from the blended rate of 4.13% to the long-term expected rate of return of 7.45% based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB). Valuation year per capita health care costs were updated.

2018: The discount rate was increased from 3.26 percent to 4.13 percent 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 percent to 7.45 percent. Valuation year per capita health care costs were updated, and the salary scale was modified. The percentage of future retirees electing each option was updated based on current data and the percentage of future disabled retirees and terminated vested participants electing health coverage were decreased. The assumed mortality, disability, retirement, withdrawal and future health care cost trend rates were modified along with the portion of rebated prescription drug costs.

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

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**COMBINING STATEMENTS AND  
INDIVIDUAL FUND SCHEDULES**

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## **NONMAJOR GOVERNMENTAL FUNDS**

### **Special Revenue Funds**

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

### **Capital Project Fund**

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

### **Debt Service Fund**

The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated (i.e. debt payable from property taxes). Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. The District has only one Debt Service fund for fiscal year 2020.

Oak Hills Local School District, Ohio  
Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2020

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets:</b>				
Equity in Pooled Cash and Investments	\$1,256,085	\$2,115,405	\$2,525,006	\$5,896,496
Receivables (Net):				
Taxes	0	3,350,026	4,484,153	7,834,179
Accounts	575	0	0	575
Intergovernmental	1,959,307	0	0	1,959,307
Inventory	42,614	0	0	42,614
<b>Total Assets</b>	<b>3,258,581</b>	<b>5,465,431</b>	<b>7,009,159</b>	<b>15,733,171</b>
<b>Liabilities:</b>				
Accounts Payable	45,343	0	83,330	128,673
Accrued Wages and Benefits	700,910	0	30,662	731,572
Interfund Payable	18,000	0	0	18,000
<b>Total Liabilities</b>	<b>764,253</b>	<b>0</b>	<b>113,992</b>	<b>878,245</b>
<b>Deferred Inflows of Resources:</b>				
Property Taxes	0	3,025,026	4,049,153	7,074,179
Grants and Other Taxes	1,599,823	0	0	1,599,823
<b>Total Deferred Inflows of Resources</b>	<b>1,599,823</b>	<b>3,025,026</b>	<b>4,049,153</b>	<b>8,674,002</b>
<b>Fund Balances:</b>				
Restricted	1,120,018	2,440,405	0	3,560,423
Committed	0	0	2,846,014	2,846,014
Unassigned	(225,513)	0	0	(225,513)
<b>Total Fund Balances</b>	<b>894,505</b>	<b>2,440,405</b>	<b>2,846,014</b>	<b>6,180,924</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$3,258,581</b>	<b>\$5,465,431</b>	<b>\$7,009,159</b>	<b>\$15,733,171</b>

Oak Hills Local School District, Ohio  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2020

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues:</b>				
Property and Other Taxes	\$0	\$2,236,514	\$3,042,207	\$5,278,721
Investment Earnings	20,986	0	0	20,986
Intergovernmental	7,076,909	503,959	675,898	8,256,766
Extracurricular Activities	1,024,183	0	0	1,024,183
Charges for Services	1,378,949	0	0	1,378,949
Other Revenues	95,123	0	239,127	334,250
<b>Total Revenues</b>	<b>9,596,150</b>	<b>2,740,473</b>	<b>3,957,232</b>	<b>16,293,855</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	16,200	0	119,259	135,459
Special	2,166,441	0	11,850	2,178,291
<b>Support Services:</b>				
Pupil	807,384	0	5,715	813,099
Instructional Staff	1,053,164	0	1,952,665	3,005,829
School Administration	113,971	0	0	113,971
Fiscal	0	40,389	54,173	94,562
Operations and Maintenance	50,034	0	789,759	839,793
Pupil Transportation	0	0	648,438	648,438
Central	17,863	0	0	17,863
Operation of Non-Instructional Services	4,075,670	0	0	4,075,670
Extracurricular Activities	1,225,402	0	0	1,225,402
Capital Outlay	0	0	1,634,365	1,634,365
<b>Debt Service:</b>				
Principal Retirement	0	2,640,000	413,516	3,053,516
Interest and Fiscal Charges	0	837,600	215,616	1,053,216
<b>Total Expenditures</b>	<b>9,526,129</b>	<b>3,517,989</b>	<b>5,845,356</b>	<b>18,889,474</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>70,021</b>	<b>(777,516)</b>	<b>(1,888,124)</b>	<b>(2,595,619)</b>
<b>Other Financing Sources (Uses):</b>				
Proceeds from Sale of Capital Assets	0	0	154,852	154,852
Transfers In	0	0	35,000	35,000
<b>Total Other Financing Sources (Uses)</b>	<b>0</b>	<b>0</b>	<b>189,852</b>	<b>189,852</b>
<b>Net Change in Fund Balance</b>	<b>70,021</b>	<b>(777,516)</b>	<b>(1,698,272)</b>	<b>(2,405,767)</b>
<b>Fund Balance - Beginning of Year</b>	<b>824,484</b>	<b>3,217,921</b>	<b>4,544,286</b>	<b>8,586,691</b>
<b>Fund Balance - End of Year</b>	<b>\$894,505</b>	<b>\$2,440,405</b>	<b>\$2,846,014</b>	<b>\$6,180,924</b>

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## **NONMAJOR SPECIAL REVENUE FUNDS**

### **Fund Descriptions**

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

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

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

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

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

**Vocational Education** – Funds to boards of education, teacher training institutions, and the state administering agency for cooperating in development of vocational educational programs.

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

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

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

**Miscellaneous Federal Grants** – Fund used to account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere.

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

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

**Student Wellness and Success** - Fund used to account for student mental health services, mentoring programs, or child welfare involved youth, etc.

Oak Hills Local School District, Ohio  
 Combining Balance Sheet  
 Nonmajor Special Revenue Funds  
 June 30, 2020

	Student Activity	Auxiliary Services	Data Communications	Miscellaneous State Grants	Special Education	Vocational Education
<b>Assets:</b>						
Equity in Pooled Cash and Investments	\$423,544	\$415,021	\$0	\$16,427	\$0	\$0
<b>Receivables (Net):</b>						
Accounts	565	0	0	0	0	0
Intergovernmental	0	0	0	0	992,061	0
Inventory	0	0	0	0	0	0
<b>Total Assets</b>	<b>424,109</b>	<b>415,021</b>	<b>0</b>	<b>16,427</b>	<b>992,061</b>	<b>0</b>
<b>Liabilities:</b>						
Accounts Payable	31,380	2,291	0	1,078	0	0
Accrued Wages and Benefits	0	53,701	0	0	244,474	0
Interfund Payable	0	0	0	0	18,000	0
<b>Total Liabilities</b>	<b>31,380</b>	<b>55,992</b>	<b>0</b>	<b>1,078</b>	<b>262,474</b>	<b>0</b>
<b>Deferred Inflows of Resources:</b>						
Grants and Other Taxes	0	0	0	0	851,966	0
<b>Total Deferred Inflows of Resources</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>851,966</b>	<b>0</b>
<b>Fund Balances:</b>						
Restricted	392,729	359,029	0	15,349	0	0
Unassigned	0	0	0	0	(122,379)	0
<b>Total Fund Balances</b>	<b>392,729</b>	<b>359,029</b>	<b>0</b>	<b>15,349</b>	<b>(122,379)</b>	<b>0</b>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<b>\$424,109</b>	<b>\$415,021</b>	<b>\$0</b>	<b>\$16,427</b>	<b>\$992,061</b>	<b>\$0</b>

Title I	IDEA Preschool Grant	Improving Teacher Quality	Miscellaneous Federal Grants	Food Service	Title III	Student Wellness and Success	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$401,022	\$0	\$71	\$1,256,085
0	0	0	0	10	0	0	575
586,498	28,709	198,875	8,781	129,033	15,350	0	1,959,307
0	0	0	0	42,614	0	0	42,614
<u>586,498</u>	<u>28,709</u>	<u>198,875</u>	<u>8,781</u>	<u>572,679</u>	<u>15,350</u>	<u>71</u>	<u>3,258,581</u>
0	0	0	0	10,594	0	0	45,343
180,085	6,110	0	7,295	209,245	0	0	700,910
0	0	0	0	0	0	0	18,000
<u>180,085</u>	<u>6,110</u>	<u>0</u>	<u>7,295</u>	<u>219,839</u>	<u>0</u>	<u>0</u>	<u>764,253</u>
<u>502,282</u>	<u>26,063</u>	<u>198,875</u>	<u>5,287</u>	<u>0</u>	<u>15,350</u>	<u>0</u>	<u>1,599,823</u>
<u>502,282</u>	<u>26,063</u>	<u>198,875</u>	<u>5,287</u>	<u>0</u>	<u>15,350</u>	<u>0</u>	<u>1,599,823</u>
0	0	0	0	352,840	0	71	1,120,018
(95,869)	(3,464)	0	(3,801)	0	0	0	(225,513)
<u>(95,869)</u>	<u>(3,464)</u>	<u>0</u>	<u>(3,801)</u>	<u>352,840</u>	<u>0</u>	<u>71</u>	<u>894,505</u>
<u>\$586,498</u>	<u>\$28,709</u>	<u>\$198,875</u>	<u>\$8,781</u>	<u>\$572,679</u>	<u>\$15,350</u>	<u>\$71</u>	<u>\$3,258,581</u>

Oak Hills Local School District, Ohio  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2020

	Student Activity	Auxiliary Services	Data Communications	Miscellaneous State Grants	Special Education	Vocational Education
<b>Revenues:</b>						
Investment Earnings	\$0	\$13,357	\$0	\$0	\$0	\$0
Intergovernmental	0	1,946,531	16,200	118,012	2,230,028	2,000
Extracurricular Activities	1,024,183	0	0	0	0	0
Charges for Services	0	0	0	0	0	0
Other Revenues	95,102	0	0	0	0	0
<b>Total Revenues</b>	<b>1,119,285</b>	<b>1,959,888</b>	<b>16,200</b>	<b>118,012</b>	<b>2,230,028</b>	<b>2,000</b>
<b>Expenditures:</b>						
<b>Current:</b>						
<b>Instruction:</b>						
Regular	0	0	16,200	0	0	0
Special	0	0	0	0	1,245,849	0
<b>Support Services:</b>						
Pupil	0	0	0	59,801	190,546	2,000
Instructional Staff	0	0	0	24,999	645,882	0
School Administration	0	0	0	0	113,971	0
Operations and Maintenance	0	0	0	0	0	0
Central	0	0	0	17,863	0	0
Operation of Non-Instructional Services	0	1,598,347	0	0	188,857	0
Extracurricular Activities	1,225,402	0	0	0	0	0
<b>Total Expenditures</b>	<b>1,225,402</b>	<b>1,598,347</b>	<b>16,200</b>	<b>102,663</b>	<b>2,385,105</b>	<b>2,000</b>
<b>Net Change in Fund Balance</b>	<b>(106,117)</b>	<b>361,541</b>	<b>0</b>	<b>15,349</b>	<b>(155,077)</b>	<b>0</b>
<b>Fund Balance - Beginning of Year</b>	<b>498,846</b>	<b>(2,512)</b>	<b>0</b>	<b>0</b>	<b>32,698</b>	<b>0</b>
<b>Fund Balance - End of Year</b>	<b>\$392,729</b>	<b>\$359,029</b>	<b>\$0</b>	<b>\$15,349</b>	<b>(\$122,379)</b>	<b>\$0</b>



Title I	IDEA Preschool Grant	Improving Teacher Quality	Miscellaneous Federal Grants	Food Service	Title III	Student Wellness and Success	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$7,629	\$0	\$0	\$20,986
1,095,320	51,463	203,659	98,894	833,450	16,676	464,676	7,076,909
0	0	0	0	0	0	0	1,024,183
0	0	0	0	1,378,949	0	0	1,378,949
0	0	0	0	21	0	0	95,123
<u>1,095,320</u>	<u>51,463</u>	<u>203,659</u>	<u>98,894</u>	<u>2,220,049</u>	<u>16,676</u>	<u>464,676</u>	<u>9,596,150</u>
0	0	0	0	0	0	0	16,200
905,744	6,960	0	0	0	7,888	0	2,166,441
75,427	15,005	0	0	0	0	464,605	807,384
138,127	33,479	161,879	40,010	0	8,788	0	1,053,164
0	0	0	0	0	0	0	113,971
0	0	0	50,034	0	0	0	50,034
0	0	0	0	0	0	0	17,863
66,766	0	41,610	12,111	2,167,979	0	0	4,075,670
0	0	0	0	0	0	0	1,225,402
<u>1,186,064</u>	<u>55,444</u>	<u>203,489</u>	<u>102,155</u>	<u>2,167,979</u>	<u>16,676</u>	<u>464,605</u>	<u>9,526,129</u>
(90,744)	(3,981)	170	(3,261)	52,070	0	71	70,021
(5,125)	517	(170)	(540)	300,770	0	0	824,484
<u>(\$95,869)</u>	<u>(\$3,464)</u>	<u>\$0</u>	<u>(\$3,801)</u>	<u>\$352,840</u>	<u>\$0</u>	<u>\$71</u>	<u>\$894,505</u>

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Student Activity Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$1,023,786	\$1,023,786	\$0
Other Revenues	101,809	101,809	0
Total Revenues	<u>1,125,595</u>	<u>1,125,595</u>	<u>0</u>
Expenditures:			
Current:			
Extracurricular Activities	1,215,909	1,197,926	17,983
Total Expenditures	<u>1,215,909</u>	<u>1,197,926</u>	<u>17,983</u>
Net Change in Fund Balance	(90,314)	(72,331)	17,983
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>495,869</u>	<u>495,869</u>	<u>0</u>
Fund Balance - End of Year	<u>\$405,555</u>	<u>\$423,538</u>	<u>\$17,983</u>

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Auxiliary Services Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$13,357	\$13,357	\$0
Intergovernmental	1,946,531	1,946,531	0
Total Revenues	1,959,888	1,959,888	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	1,609,142	1,609,140	2
Total Expenditures	1,609,142	1,609,140	2
Net Change in Fund Balance	350,746	350,748	2
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	51,602	51,602	0
Fund Balance - End of Year	\$402,348	\$402,350	\$2

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

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

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Miscellaneous State Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$25,000	\$118,012	\$93,012
Total Revenues	25,000	118,012	93,012
Expenditures:			
Current:			
Support Services:			
Pupil	57,610	59,799	(2,189)
Instructional Staff	24,084	24,999	(915)
Central	26,057	27,047	(990)
Total Expenditures	107,751	111,845	(4,094)
Net Change in Fund Balance	(82,751)	6,167	88,918
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	(\$82,751)	\$6,167	\$88,918

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Special Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,990,524	\$2,302,348	\$311,824
Total Revenues	<u>1,990,524</u>	<u>2,302,348</u>	<u>311,824</u>
Expenditures:			
Current:			
Instruction:			
Special	1,190,328	1,190,328	0
Support Services:			
Pupil	204,196	204,196	0
Instructional Staff	610,943	610,943	0
School Administration	108,033	108,033	0
Operation of Non-Instructional Services	<u>188,857</u>	<u>188,857</u>	<u>0</u>
Total Expenditures	<u>2,302,357</u>	<u>2,302,357</u>	<u>0</u>
Net Change in Fund Balance	(311,833)	(9)	311,824
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of Year	<u>(\$311,833)</u>	<u>(\$9)</u>	<u>\$311,824</u>

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Vocational Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,000	\$2,000	\$0
Total Revenues	2,000	2,000	0
Expenditures:			
Current:			
Support Services:			
Pupil	2,000	2,000	0
Total Expenditures	2,000	2,000	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Title I Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,521,358	\$1,176,322	(\$345,036)
Total Revenues	<u>1,521,358</u>	<u>1,176,322</u>	<u>(345,036)</u>
Expenditures:			
Current:			
Instruction:			
Special	898,586	898,586	0
Support Services:			
Pupil	74,929	74,929	0
Instructional Staff	137,917	137,917	0
Operation of Non-Instructional Services	<u>64,892</u>	<u>64,892</u>	<u>0</u>
Total Expenditures	<u>1,176,324</u>	<u>1,176,324</u>	<u>0</u>
Net Change in Fund Balance	345,034	(2)	(345,036)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of Year	<u>\$345,034</u>	<u>(\$2)</u>	<u>(\$345,036)</u>



Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	IDEA Preschool Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$53,513	\$53,513	\$0
Total Revenues	53,513	53,513	0
Expenditures:			
Current:			
Instruction:			
Special	6,960	6,960	0
Support Services:			
Pupil	11,993	11,993	0
Instructional Staff	34,562	34,562	0
Total Expenditures	53,515	53,515	0
Net Change in Fund Balance	(2)	(2)	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	(\$2)	(\$2)	\$0

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Improving Teacher Quality Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$203,659	\$203,659	\$0
Total Revenues	203,659	203,659	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	162,049	162,049	0
Operation of Non-Instructional Services	41,610	41,610	0
Total Expenditures	203,659	203,659	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$0	\$0	\$0

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Miscellaneous Federal Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$101,421	\$101,421	\$0
<b>Total Revenues</b>	<b>101,421</b>	<b>101,421</b>	<b>0</b>
Expenditures:			
Current:			
Support Services:			
Instructional Staff	40,010	40,010	0
Operations and Maintenance	49,300	49,300	0
Operation of Non-Instructional Services	12,111	12,111	0
<b>Total Expenditures</b>	<b>101,421</b>	<b>101,421</b>	<b>0</b>
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
<b>Fund Balance - End of Year</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Food Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$7,629	\$7,629	\$0
Intergovernmental	606,609	606,609	0
Charges for Services	1,378,949	1,378,949	0
Other Revenues	13	13	0
Total Revenues	<u>1,993,200</u>	<u>1,993,200</u>	<u>0</u>
Expenditures:			
Current:			
Operation of Non-Instructional Services	<u>2,070,390</u>	<u>2,070,390</u>	<u>0</u>
Total Expenditures	<u>2,070,390</u>	<u>2,070,390</u>	<u>0</u>
Net Change in Fund Balance	(77,190)	(77,190)	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>456,274</u>	<u>456,274</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$379,084</u></u>	<u><u>\$379,084</u></u>	<u><u>\$0</u></u>

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Title III Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$16,676	\$16,676	0
Total Revenues	<u>16,676</u>	<u>16,676</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Special	7,887	7,887	0
Support Services:			
Instructional Staff	<u>8,788</u>	<u>8,788</u>	<u>0</u>
Total Expenditures	<u>16,675</u>	<u>16,675</u>	<u>0</u>
Net Change in Fund Balance	1	1	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$1</u></u>	<u><u>\$1</u></u>	<u><u>\$0</u></u>

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Student Wellness and Success Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$464,676	\$464,676	\$0
Total Revenues	464,676	464,676	0
Expenditures:			
Current:			
Instruction:			
Support Services:			
Pupil	464,604	464,604	0
Total Expenditures	464,604	464,604	0
Net Change in Fund Balance	72	72	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$72	\$72	\$0

## **NONMAJOR DEBT SERVICE FUND**

### **Fund Description**

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

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$3,211,514	\$3,211,514	\$0
Intergovernmental	503,959	503,959	0
Total Revenues	<u>3,715,473</u>	<u>3,715,473</u>	<u>0</u>
Expenditures:			
Current:			
Support Services:			
Fiscal	40,392	40,392	0
Debt Service:			
Principal Retirement	2,640,000	2,640,000	0
Interest and Fiscal Charges	837,600	837,600	0
Total Expenditures	<u>3,517,992</u>	<u>3,517,992</u>	<u>0</u>
Net Change in Fund Balance	197,481	197,481	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>1,917,924</u>	<u>1,917,924</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$2,115,405</u></u>	<u><u>\$2,115,405</u></u>	<u><u>\$0</u></u>



## **NONMAJOR CAPITAL PROJECTS FUNDS**

### **Fund Description**

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

Oak Hills Local School District, Ohio  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2020

	Permanent Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$4,307,207	\$4,307,207	\$0
Intergovernmental	675,898	675,898	0
Other Revenues	<u>244,127</u>	<u>244,127</u>	<u>0</u>
Total Revenues	<u>5,227,232</u>	<u>5,227,232</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	129,142	129,142	0
Special	11,850	11,850	0
Support Services:			
Pupil	5,715	5,715	0
Instructional Staff	1,952,044	1,952,044	0
Fiscal	54,173	54,173	0
Operations and Maintenance	770,783	770,783	0
Pupil Transportation	641,433	641,433	0
Extracurricular Activities	75,619	75,619	0
Capital Outlay	1,634,365	1,634,365	0
Debt Service:			
Principal Retirement	345,400	345,400	0
Interest and Fiscal Charges	<u>208,113</u>	<u>208,113</u>	<u>0</u>
Total Expenditures	<u>5,828,637</u>	<u>5,828,637</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(601,405)</u>	<u>(601,405)</u>	<u>0</u>
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	154,852	154,852	0
Transfers In	<u>35,000</u>	<u>35,000</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>189,852</u>	<u>189,852</u>	<u>0</u>
Net Change in Fund Balance	(411,553)	(411,553)	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>2,844,430</u>	<u>2,844,430</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$2,432,877</u></u>	<u><u>\$2,432,877</u></u>	<u><u>\$0</u></u>

## **OTHER GENERAL FUNDS**

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

### **Fund Descriptions**

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

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

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

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Public School Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$329,172	\$329,172	\$0
Other Revenues	204,190	204,190	0
Total Revenues	<u>533,362</u>	<u>533,362</u>	<u>0</u>
Expenditures:			
Current:			
Support Services:			
Pupil	442,294	427,793	14,501
Central	28,321	27,392	929
Total Expenditures	<u>470,615</u>	<u>455,185</u>	<u>15,430</u>
Net Change in Fund Balance	62,747	78,177	15,430
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>435,763</u>	<u>435,763</u>	<u>0</u>
Fund Balance - End of Year	<u>\$498,510</u>	<u>\$513,940</u>	<u>\$15,430</u>

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

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

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

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

Oak Hills Local School District, Ohio  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget and Actual (Non-GAAP Budgetary Basis)  
 For the Fiscal Year Ended June 30, 2020

	Uniform School Supply Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$25,009	\$25,009	\$0
Total Revenues	25,009	25,009	0
Expenditures:			
Current:			
Instruction:			
Regular	21,524	21,524	0
Total Expenditures	21,524	21,524	0
Net Change in Fund Balance	3,485	3,485	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	24,591	24,591	0
Fund Balance - End of Year	\$28,076	\$28,076	\$0

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

## **NONMAJOR FUNDS**

### **Fiduciary funds**

Fiduciary fund types are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental unites and/or other funds.

**Student Activity (Agency Fund)** – Fund used to account for resources that belong to various student groups in the District. Students are involved in the management of the program.

**Athletic Tournament S-Agency Fund** - Fund used to account for resources to be used for athletic tournaments.

Oak Hills Local School District, Ohio  
Statement of Changes In Assets and Liabilities  
Agency Funds  
For the Fiscal Year Ended June 30, 2020

	Student Activity			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$92,520	\$114,154	\$127,415	\$79,259
Total Assets	<u>92,520</u>	<u>114,154</u>	<u>127,415</u>	<u>79,259</u>
Liabilities:				
Other Liabilities	92,520	114,154	127,415	79,259
Total Liabilities	<u>\$92,520</u>	<u>\$114,154</u>	<u>\$127,415</u>	<u>\$79,259</u>

	Athletic Tournament S-Agency Fund			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$0	\$1,998	\$1,998	\$0
Total Assets	<u>0</u>	<u>1,998</u>	<u>1,998</u>	<u>0</u>
Liabilities:				
Other Liabilities	0	1,998	1,998	0
Total Liabilities	<u>\$0</u>	<u>\$1,998</u>	<u>\$1,998</u>	<u>\$0</u>

	Total All Agency Funds			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$92,520	\$116,152	\$129,413	\$79,259
Total Assets	<u>92,520</u>	<u>116,152</u>	<u>129,413</u>	<u>79,259</u>
Liabilities:				
Other Liabilities	92,520	116,152	129,413	79,259
Total Liabilities	<u>\$92,520</u>	<u>\$116,152</u>	<u>\$129,413</u>	<u>\$79,259</u>



# STATISTICAL SECTION



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## **STATISTICAL SECTION**

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.

### **CONTENTS**

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

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

**Debt Capacity** - These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

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

**Operation Information** - These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

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

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

	Fiscal Year									
	2011	2012	2013	2014	2015 (1)	2016	2017	2018 (2)	2019	2020
Governmental Activities										
Net investment in Capital Assets	\$8,896,621	\$9,492,221	\$9,782,816	\$10,281,225	\$14,112,024	\$17,720,253	\$20,053,468	\$21,711,939	\$24,170,274	\$26,456,787
Restricted	4,153,714	4,378,079	4,048,421	4,760,786	5,546,195	5,339,785	4,147,982	4,665,303	4,852,833	4,622,230
Unrestricted	21,570,363	20,653,086	20,870,979	29,158,085	(76,441,186)	(77,740,981)	(74,749,383)	(56,910,795)	(40,205,084)	(63,344,947)
Total Net Position	\$34,620,698	\$34,523,386	\$34,702,216	\$44,200,096	(\$56,782,967)	(\$54,680,943)	(\$50,547,933)	(\$30,533,553)	(\$11,181,977)	(\$32,265,930)

Source: District Records

(1) - GASB 68 was implemented

(2) - GASB 75 was implemented

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

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Expenses</b>										
Governmental Activities:										
Instruction	\$44,447,001	\$42,082,843	\$41,099,941	\$43,441,355	\$45,588,622	\$45,802,259	\$50,189,130	\$22,560,323	\$41,160,838	\$59,911,248
Pupil	4,968,916	5,337,790	5,035,797	5,534,470	5,941,913	6,037,513	6,724,307	4,027,123	6,346,655	9,276,322
Instructional staff	7,291,063	5,312,361	5,685,892	4,117,596	3,400,455	4,432,445	4,572,224	3,552,250	4,575,909	5,921,530
General Administration	128,139	730,144	126,079	160,001	134,554	136,227	150,762	84,836	118,613	103,859
School Administration	5,419,652	5,009,998	5,455,185	5,361,576	5,000,652	5,332,399	5,686,259	2,003,837	4,221,677	7,957,519
Fiscal	1,313,411	1,245,878	1,259,348	1,169,771	1,469,355	1,563,102	1,414,164	963,071	1,338,750	1,703,822
Business	277,321	299,053	113,062	107,136	106,694	121,695	121,054	60,082	90,463	206,575
Operation and Maintenance	6,846,285	6,047,467	6,233,071	6,235,743	6,032,693	7,417,029	8,206,231	5,938,972	7,031,736	8,321,606
Pupil Transportation	3,004,197	3,045,054	3,016,409	3,259,887	2,905,561	3,383,465	3,590,423	1,957,663	3,116,211	4,398,774
Central	580,400	483,088	554,851	333,268	299,724	371,715	387,815	145,796	322,316	487,027
Operation of Non-Instructional Services	4,827,525	4,075,877	4,498,202	4,125,883	4,078,086	4,253,444	5,035,000	3,055,537	4,349,305	4,454,241
Extracurricular Activities	2,025,274	2,058,361	2,185,473	2,074,027	2,164,501	2,140,984	2,177,472	1,792,506	2,189,668	2,564,300
Interest and Fiscal Charges	1,867,715	1,799,761	1,711,279	1,601,184	1,600,480	1,667,316	850,288	802,558	729,810	634,850
Total Government Expenses	82,996,899	77,527,675	76,974,589	77,521,897	78,723,290	82,659,593	89,105,129	46,944,554	75,591,951	105,941,673
Program Revenues										
Governmental Activities:										
Charges for Services										
Instruction	1,297,724	1,329,534	1,277,929	1,110,772	1,244,038	1,057,447	1,367,652	1,676,252	1,553,204	1,635,862
Operation and Maintenance	22,950	23,330	34,830	375,903	414,529	430,366	439,841	446,240	61,808	53,850
Pupil Transportation	68,099	61,423	15,510	104,969	53,122	51,178	53,561	58,351	85,159	56,255
Operation of Non-Instructional	1,976,544	2,019,973	1,889,472	1,710,383	1,651,891	1,647,916	1,685,481	1,652,587	1,711,326	1,378,949
Extracurricular Activities	1,421,483	1,390,466	1,642,081	1,209,731	1,251,303	1,201,280	1,284,191	1,404,030	1,967,018	1,512,354
Operating Grants and Contributions	8,656,757	8,032,996	6,542,478	9,682,006	8,091,953	10,487,244	10,135,670	10,310,429	10,916,429	12,277,809
Capital Grants and Contributions	0	0	0	0	0	0	0	0	0	0
Total Government Revenues	13,443,557	12,857,722	11,402,300	14,193,764	12,706,836	14,875,431	14,966,396	15,547,889	16,294,944	16,915,079
Net (Expense)/Revenue										
Total Government Net Expense	(\$69,553,342)	(\$64,669,953)	(\$65,572,289)	(\$63,328,133)	(\$66,016,454)	(\$67,784,162)	(\$74,138,733)	(\$31,396,665)	(\$59,297,007)	(\$89,026,594)

Source: District Records

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

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Net (Expense)/Revenue										
Total Government Net Expense	(\$69,553,342)	(\$64,669,953)	(\$65,572,289)	(\$63,328,133)	(\$66,016,454)	(\$67,784,162)	(\$74,138,733)	(\$31,396,665)	(\$59,297,007)	(\$89,026,594)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes										
Property Taxes Levied for General Purposes	22,185,957	21,255,588	20,671,331	27,042,320	27,312,721	24,096,973	30,179,334	28,344,582	26,963,655	19,630,969
Property Taxes Levied for Debt Service Purposes	2,749,573	2,574,878	2,767,198	2,806,705	2,654,719	2,413,153	2,937,057	3,124,671	3,199,495	2,271,293
Property Taxes Levied for Capital Projects Purposes	4,820,177	4,174,592	4,158,680	4,481,251	4,089,264	3,732,973	4,548,104	4,326,496	4,247,609	3,088,852
Grants and Entitlements Not Restricted	26,449,129	26,470,882	27,809,237	27,350,047	27,875,377	27,893,138	28,301,873	29,027,300	29,887,874	28,323,268
Payment in Lieu of Taxes	9,577,067	9,619,710	9,694,573	10,492,639	11,110,870	10,965,704	11,525,085	12,558,851	12,601,475	12,685,897
Unrestricted Contributions	174,606	155,153	123,009	151,374	176,668	273,028	180,218	100,457	362,805	341,590
Investment Earnings	352,248	28,397	8,590	59,083	63,991	114,401	126,172	335,681	725,159	1,017,081
Other Revenues	303,828	293,441	752,693	442,594	451,811	396,816	473,900	389,539	660,511	583,691
Total Governmental Activities	66,612,585	64,572,641	65,985,311	72,826,013	73,735,421	69,886,186	78,271,743	78,207,577	78,648,583	67,942,641
Change in Net Position - Total Government	(2,940,757)	(97,312)	413,022	9,497,880	7,718,967	2,102,024	4,133,010	46,810,912	19,351,576	(21,083,953)

Source: District Records

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

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>General Fund</b>										
Assigned	99,794	\$5,456,159	\$3,988,644	\$359,310	\$246,955	\$270,832	\$1,960,550	\$457,153	\$3,604,769	\$8,057,899
Unassigned	20,683,669	13,308,707	12,401,600	22,365,608	28,132,894	29,075,413	33,240,773	38,161,774	36,134,154	22,162,037
<b>Total General Fund</b>	<b>20,783,463</b>	<b>18,764,866</b>	<b>16,390,244</b>	<b>22,724,918</b>	<b>28,379,849</b>	<b>29,346,245</b>	<b>35,201,323</b>	<b>38,618,927</b>	<b>39,738,923</b>	<b>30,219,936</b>
<b>All Other Governmental Funds</b>										
Restricted	3,841,895	4,001,717	3,791,678	4,075,973	5,735,254	4,806,871	3,447,786	3,725,730	4,050,752	3,560,423
Committed	4,598,621	6,038,603	8,476,565	9,574,886	6,903,364	5,645,624	5,324,951	4,676,143	4,544,286	2,846,014
Unassigned	(348,019)	(573,841)	(160,738)	(125,114)	(5,864)	(12,919)	(56,285)	(153,724)	(8,347)	(225,513)
<b>Total all Other Governmental Funds</b>	<b>\$8,092,497</b>	<b>\$9,466,479</b>	<b>\$12,107,505</b>	<b>\$13,525,745</b>	<b>\$12,632,754</b>	<b>\$10,439,576</b>	<b>\$8,716,452</b>	<b>\$8,248,149</b>	<b>\$8,586,691</b>	<b>\$6,180,924</b>

Source: District Records

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

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues:										
Taxes	\$29,696,733	\$28,235,311	\$27,802,403	\$34,237,484	\$34,118,374	\$30,243,099	\$37,834,522	\$35,622,243	\$34,718,516	\$24,617,292
Tuition and Fees	1,303,814	1,241,469	1,216,417	1,267,018	1,317,500	1,129,709	1,439,046	1,763,711	1,659,282	1,713,210
Investment Earnings	352,248	51,480	8,215	63,958	62,127	114,270	124,957	335,749	692,112	1,030,842
Intergovernmental	35,433,886	34,562,003	34,511,674	35,994,293	37,004,677	37,521,736	38,176,871	39,013,087	41,014,493	40,235,030
Extracurricular Activities	1,465,931	1,527,380	1,641,466	1,561,553	1,610,592	1,563,537	1,664,241	1,785,681	1,966,969	1,512,514
Charges for Services	1,976,544	2,019,973	1,924,918	1,784,372	1,651,891	1,647,916	1,685,481	1,652,587	1,711,326	1,378,949
Revenue in Lieu of Taxes	9,577,067	9,619,710	9,694,573	10,492,639	11,110,870	10,965,704	11,525,085	12,558,851	12,601,475	12,685,897
Other Revenues	518,947	484,497	952,394	570,115	619,034	700,167	685,013	473,967	1,064,252	922,520
Total Revenues	\$80,325,170	\$77,741,823	\$77,752,060	\$85,971,432	\$87,495,065	\$83,886,138	\$93,135,216	\$93,205,876	\$95,428,425	\$84,096,254

Source: District Records



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

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Regular Instruction	\$34,711,759	\$32,494,697	\$31,136,770	\$31,605,906	\$34,057,824	\$32,982,876	\$34,228,639	\$35,443,389	\$36,488,065	\$36,638,493
Special Instruction	8,551,494	8,303,352	8,622,566	10,377,927	11,196,871	11,478,828	12,681,862	13,452,103	14,308,405	15,385,246
Vocational Instruction	189	149	447	370	293	1,069	1,161	576	415	593
Other Instruction	264,077	232,155	239,570	253,570	231,013	229,551	145,606	140,965	149,742	124,535
Pupil	5,018,056	5,310,530	5,070,589	5,530,670	6,001,930	5,905,770	6,539,847	7,003,298	7,498,968	8,155,589
Instructional Staff	7,274,389	5,482,111	5,651,256	4,116,220	4,989,420	5,294,202	3,733,486	4,445,969	4,487,668	5,038,768
General Administration	128,139	730,144	126,079	160,001	135,845	135,667	149,656	97,496	123,025	101,272
School Administration	5,253,965	4,967,698	5,456,558	5,258,504	5,171,762	5,304,121	5,339,442	5,565,501	5,432,240	6,529,205
Fiscal	1,324,012	1,230,560	1,258,301	1,175,339	1,513,497	1,536,056	1,390,832	1,483,130	1,511,200	1,504,526
Business	280,145	353,546	116,976	102,600	110,871	118,331	117,220	116,641	111,772	188,036
Operations and Maintenance	6,820,243	5,972,480	6,167,959	5,995,767	6,201,669	6,229,696	6,363,924	6,585,793	6,240,064	6,131,398
Pupil Transportation	2,855,087	2,891,707	2,882,636	3,002,995	3,258,813	3,236,990	3,118,984	3,471,371	3,505,667	3,715,702
Central	570,008	489,965	548,724	331,538	329,214	358,717	368,739	347,954	402,654	418,607
Operation of Non-Instructional Services	4,797,893	4,006,914	4,548,106	4,005,365	4,453,621	4,156,817	4,897,434	4,342,368	4,779,994	4,112,196
Extracurricular Activities	2,004,249	2,037,662	2,161,777	2,064,649	2,172,822	2,115,874	2,102,263	2,313,113	2,382,040	2,337,531
Capital Outlay	791,450	436,704	343,496	991,007	3,643,038	5,092,867	3,982,682	1,921,756	3,368,203	1,704,838
Debt Service:										
Principal Retirement	1,526,000	1,689,000	1,490,000	1,539,137	1,306,984	33,073,865	2,570,000	2,719,866	2,885,784	3,053,516
Interest and Fiscal Charges	1,843,706	1,757,064	1,664,175	1,706,963	2,055,646	2,284,641	1,282,544	1,209,122	1,146,529	1,053,216
Bond Issuance Costs	0	0	0	0	61,459	364,946	0	0	0	0
<b>Total Expenditures</b>	<b>\$84,014,861</b>	<b>\$78,386,438</b>	<b>\$77,485,985</b>	<b>\$78,218,528</b>	<b>\$86,892,592</b>	<b>\$119,900,884</b>	<b>\$89,014,321</b>	<b>\$90,660,411</b>	<b>\$94,822,435</b>	<b>\$96,193,267</b>

Debt Service as a Percentage of Noncapital Expenditures 4.08% 4.43% 4.10% 4.19% 4.26% 32.11% (1) 4.63% 4.45% 4.42% 4.38%

Source: District Records

(1) - Principal retirement includes a current refunding

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

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Other Financing Sources (Uses):										
Proceeds from Sale of Capital Assets	\$10,387	\$0	\$329	\$0	\$44,346	\$16,703	\$11,059	\$51,510	\$124,148	\$172,259
Issuance of Capital Leases	0	0	0	0	0	2,520,000	0	352,326	0	0
Issuance of Long Term Debt	0	0	0	0	3,965,000	0	0	0	728,400	0
Issuance of Refunding Bonds	0	0	0	0	0	29,005,000	0	0	0	0
Premium on Issuance of Debt	0	0	0	0	150,121	3,246,261	0	0	0	0
Transfers In	671,663	371,484	246,270	40,000	0	130,000	0	0	35,000	35,000
Transfers (Out)	(671,663)	(371,484)	(246,270)	(40,000)	0	(130,000)	0	0	(35,000)	(35,000)
Total Other Financing Sources (Uses)	10,387	0	329	0	4,159,467	34,787,964	11,059	403,836	852,548	172,259
Net Change in Fund Balances	(\$3,679,304)	(\$644,615)	\$266,404	\$7,752,904	\$4,761,940	(\$1,226,782)	\$4,131,954	\$2,949,301	\$1,458,538	(\$11,924,754)

Source: District Records

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

Collection Year	Real Property	Tangible Personal Property	Public Utilities Personal	Total		Total Direct Rate
	Assessed Value	Assessed Value	Assessed Value	Assessed Value	Estimated Actual Value	
2010	1,176,118,440	911,750	33,888,810	1,210,919,000	3,397,874,210	45.83
2011	1,061,520,280	0	35,117,890	1,096,638,170	3,068,032,976	46.02
2012	1,058,878,380	0	36,658,060	1,095,536,440	3,062,024,860	46.15
2013	1,056,409,240	0	40,156,600	1,096,565,840	3,058,468,714	50.97
2014	1,017,952,600	0	42,717,560	1,060,670,160	2,951,153,560	51.15
2015	1,017,997,280	0	44,599,470	1,062,596,750	2,953,163,127	51.15
2016	1,016,833,270	0	45,326,000	1,062,159,270	2,950,563,914	51.15
2017	1,040,645,510	0	50,058,460	1,090,703,970	3,023,331,346	51.51
2018	1,042,918,730	0	53,342,640	1,096,261,370	3,033,110,440	51.29
2019	1,050,432,900	0	56,535,760	1,106,968,660	3,057,772,617	51.28

Source: County Auditor

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

Note: The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue to be received in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed. House Bill 66 phased out tangible personal property with the last collection during 2010. Telephone personal property was assessed at 10% for 2009, 5% for 2010, and eliminated in 2011.

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

Calendar Year	District Direct Rates				Overlapping Rates				
	General	Debt Service	Permanent Improvement	Total	City of Cincinnati	Hamilton County	Delhi Township	Green Township	Great Oaks Joint Vocational School
2010	38.64	2.63	4.56	45.83	7.45	20.48	26.34	11.71	2.70
2011	38.83	2.63	4.56	46.02	8.13	19.03	26.34	11.71	2.70
2012	38.96	2.63	4.56	46.15	8.48	19.03	26.34	11.71	2.70
2013	43.03	2.90	5.04	50.97	9.83	19.03	28.09	11.71	2.70
2014	43.21	2.90	5.04	51.15	9.73	18.85	30.58	14.66	2.70
2015	43.21	2.90	5.04	51.15	9.73	18.85	30.58	14.66	2.70
2016	43.21	2.90	5.04	51.15	9.67	18.85	31.12	14.66	2.70
2017	43.57	2.90	5.04	51.51	9.67	19.16	31.12	14.66	2.70
2018	43.33	3.40	4.56	51.29	10.05	21.14	34.57	14.66	2.70
2019	43.32	3.40	4.56	51.28	10.08	21.14	34.57	14.66	2.70

Source: County Auditor

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

Taxpayer	2019	
	Tangible Personal & Real Property	Percentage of Total Assessed Value
Duke Energy	\$56,428,440	5.31%
CSG Enterprises LLC	2,936,700	0.28%
BRE Retail Residual Owner LLC	2,782,610	0.26%
Sisters of Charity Cincinnati	2,651,980	0.25%
Delhi Property LLC	2,296,290	0.22%
Jets Properties LLC	1,939,240	0.18%
Western Woods Mall	1,885,100	0.18%
CTR Partnership LP	1,820,000	0.17%
EDA RAE Corp	1,677,230	0.16%
SSC/Larkspur Cincinnati LLC	1,562,750	0.15%
Total Principal Taxpayers	75,980,340	6.86%
All Other Taxpayers	1,030,988,320	93.14%
Total Taxpayers	\$1,106,968,660	100.00%

Taxpayer	2010	
	Tangible Personal & Real Property	Percentage of Total Taxable Value
Duke Energy	\$32,890,650	2.72%
Centro NP Residual Pool	2,984,190	0.25%
Sisters of Charity of Cincinnati	2,875,520	0.24%
BKS Investors	2,458,750	0.20%
Dillard's	2,397,510	0.20%
Western Hills Country Club	2,337,400	0.19%
CSG Enterprises LLC	2,143,620	0.18%
Barrett Capital LLC	2,074,170	0.17%
CMPC LLC	2,065,000	0.17%
Hamilton County Commrs	1,928,930	0.16%
Total Principal Taxpayers	54,155,740	4.47%
All Other Taxpayers	1,156,763,260	95.53%
Total Taxpayers	\$1,210,919,000	100.00%

Source: County Auditor

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

Calendar Year	Taxes Levied for the Calendar Year (1)	Collected within the Calendar Year of the Levy		Delinquent Collections	Refunds	Total Collections to Date	
		Amount (2)	Percentage of Levy			Amount	Percentage of Levy
2010	35,473,030	33,080,634	93.26%	981,610	63,545	33,998,699	95.84%
2011	34,243,763	32,149,132	93.88%	908,785	477,119	32,580,798	95.14%
2012	33,513,479	32,857,677	98.04%	782,352	127,804	33,512,225	100.00%
2013	38,785,744	38,072,480	98.16%	771,163	62,979	38,780,664	99.99%
2014	38,798,917	38,040,000	98.04%	685,918	75,122	38,650,796	99.62%
2015	38,837,954	38,235,939	98.45%	749,951	147,936	38,837,954	100.00%
2016	38,874,673	38,306,872	98.54%	655,742	87,941	38,874,673	100.00%
2017	39,911,610	39,348,917	98.59%	606,067	43,374	39,911,610	100.00%
2018	39,858,343	39,338,904	98.70%	591,364	381,177	39,549,091	99.22%
2019	40,339,148	39,820,212	98.71%	1,194,742	25,875	40,989,079	101.61%

Source: County Auditor

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

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

Fiscal Year	General Bonded Debt Outstanding			General Bonded Debt Outstanding		Percentage of Estimated Actual Value of Taxable Property	Percentage of Personal Income	Per Capita Net General Obligation Bonds	Per Capita Gross Outstanding Debt
	Total General Obligation Bonds	Capital Lease	Debt Service Balance (1)	Net General Obligation Bonds					
2011	40,735,978	0	3,772,998	36,962,980	1.24%	0.11%	421	464	
2012	39,078,460	0	3,660,545	35,417,915	1.33%	0.10%	403	445	
2013	37,624,983	0	3,708,128	33,916,855	1.27%	0.09%	386	428	
2014	35,987,312	0	3,461,721	32,525,591	1.06%	0.09%	370	410	
2015	38,267,256	0	3,144,679	35,122,577	1.19%	0.09%	400	435	
2016	35,441,259	2,520,000	2,761,861	32,679,398	1.11%	0.09%	372	432	
2017	32,616,136	2,470,000	2,755,964	29,860,172	1.01%	0.08%	340	399	
2018	29,716,013	2,697,460	2,962,474	26,753,539	0.88%	0.07%	302	365	
2019	27,369,290	2,581,676	3,210,068	24,159,222	0.80%	0.06%	272	338	
2020	24,128,767	2,463,560	2,473,931	21,654,836	0.71%	0.05%	244	300	

Source: District Records

(1) Restricted Balance on Statement of Net Position

Oak Hills Local School District, Ohio  
 Direct and Overlapping Governmental Activities Debt  
 As of June 30, 2020  
 Schedule 13

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Overlapping Debt:			
Hamilton County	\$120,015,000	5.64%	\$6,768,846
City of Cincinnati	515,915,000	0.00%	0
Delhi Township	<u>1,175,000</u>	98.41%	1,156,318
Subtotal, Overlapping Debt	<u>637,105,000</u>		<u>7,925,164</u>
District Direct Debt	<u>26,592,327</u>	100.00%	<u>26,592,327</u>
Total Direct and Overlapping Debt	<u>\$663,697,327</u>		<u>\$34,517,491</u>

Source: Ohio Municipal Advisory Council

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



Legal Debt Margin Calculation for Fiscal Year 2019

Assessed value (1)	\$1,106,968,660
Debt limit (9% of assessed value)	99,627,179
Debt applicable to limit	26,592,327
Legal debt margin	<u>\$73,034,852</u>

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Debt Limit	\$108,982,710	\$98,697,435	\$98,598,280	\$98,690,926	\$95,460,314	\$95,633,708	\$95,594,334	\$98,163,357	\$98,663,523	\$99,627,179
Total Net Debt Applicable to Limit	38,114,986	39,078,460	37,624,983	35,987,312	35,064,114	32,632,471	35,086,136	32,413,473	29,950,966	26,592,327
Legal Debt Margin	\$69,885,622	\$70,867,724	\$59,618,975	\$62,703,614	\$60,396,200	\$63,001,237	\$60,508,198	\$65,749,884	\$68,712,557	\$73,034,852
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	35.99%	34.97%	39.59%	36.46%	36.73%	34.12%	36.70%	33.02%	30.36%	26.69%

Source: District Records

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2018 is calendar year 2017)

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

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2010	87,880	35,888,024	44,751	9.4%
2011	87,880	37,522,065	46,881	8.0%
2012	87,880	39,631,501	49,413	7.0%
2013	87,880	40,415,100	50,235	7.1%
2014	87,880	41,382,133	51,312	5.3%
2015	87,880	42,669,035	52,825	4.4%
2016	87,880	43,251,503	53,456	4.9%
2017	88,728	46,331,959	56,931	4.7%
2018	88,728	48,642,736	59,561	4.1%
2019	88,728	50,464,793	61,732	3.8%

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

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

2020			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
Kroger Co	Trade	(4)	(5)
Cincinnati Children's Hospital	Serv	(4)	(5)
UC Health	Serv	(4)	(5)
TriHealth Inc	Serv	(4)	(5)
Cincinnati/NKY International Airpoty	Travel	(4)	(5)
Procter & Gamble Co	Mfg	(4)	(5)
University of Cincinnati	Govt	(4)	(5)
Mercy Health Partners	Serv	(4)	(5)
St. Elizabeth Healthcare	Serv	(4)	(5)
GE Aviation	Mfg	(4)	(5)
Fifth Third Bancorp	Fin	(4)	(5)
Sheakley	Serv	(4)	(5)

2011			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
American Financial Group Inc	Ins	(4)	(5)
Chiquita Brands International Inc	Trade	(4)	(5)
Cincinnati Childrens Hospital	Serv	(4)	(5)
Duke Energy Corp	Utility	(4)	(5)
Fifth Third Bancorp	Fin	(4)	(5)
Ford Motor Co	Mfg	(4)	(5)
General Electric Co	Mfg	(4)	(5)
Health Alliance of Greater Cincinnati	Serv	(4)	(5)
Johnson & Johnson/Ethicon	Mfg	(4)	(5)
Kroger Co	Trade	(4)	(5)
Macy's Inc	Trade	(4)	(5)
Mercy Health Partners	Serv	(4)	(5)
Procter & Gamble Co	Mfg	(4)	(5)
TriHealth Inc	Serv	(4)	(5)
University of Cincinnati	Govt	(4)	(5)

Source: Ohio Department of Development

(1) - For all of Hamilton County

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

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

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

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

	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Instruction</b>										
Classroom Teachers	388.5	381.0	375.0	377.0	381.0	381.0	394.0	0.0	0.0	0.0
Special Education Teachers and Tutors	75.0	77.0	73.0	81.5	81.0	81.0	82.0	0.0	0.0	0.0
Educational Aides	45.0	34.0	31.0	36.0	35.0	35.0	36.0	0.0	0.0	0.0
Special Education Aides and Attendants	75.0	77.0	74.0	78.0	79.0	79.0	88.0	0.0	0.0	0.0
Certified	0.0	0.0	0.0	0.0	0.0	0.0	0.0	445.5	445.1	444.1
Instructional Aides	0.0	0.0	0.0	0.0	0.0	0.0	0.0	94.7	100.0	97.0
Media Center Aides	0.0	0.0	0.0	0.0	0.0	0.0	0.0	6.5	7.0	6.5
Related Service	0.0	0.0	0.0	0.0	0.0	0.0	0.0	53.2	46.8	46.2
Tutors	0.0	0.0	0.0	0.0	0.0	0.0	0.0	10.0	12.0	12.0
Total Instruction	<u>583.5</u>	<u>569.0</u>	<u>553.0</u>	<u>572.5</u>	<u>576.0</u>	<u>576.0</u>	<u>600.0</u>	<u>609.9</u>	<u>610.9</u>	<u>605.8</u>
<b>Support and Administration</b>										
<b>Support Personnel</b>										
Librarians, Nurses, Counselors	25.0	24.0	24.0	23.0	22.0	22.0	10.8	0.0	0.0	0.0
Principals	19.0	19.0	19.0	19.0	19.0	19.0	20.0	0.0	0.0	0.0
Certified Administration	19.0	19.0	19.0	17.0	21.0	21.0	19.0	28.0	29.0	29.0
Classified Administration	0.0	0.0	0.0	0.0	0.0	0.0	0.0	13.0	12.0	12.0
Secretaries and Clerical	37.0	36.0	35.0	45.0	38.0	38.0	40.0	21.9	21.9	41.0
Technology Support	1.0	1.0	1.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Auxiliary Services	3.0	3.0	3.0	3.0	3.0	3.0	3.0	0.0	3.0	3.0
Transportation	47.0	52.0	51.0	64.0	63.0	63.0	62.0	0.0	0.0	0.0
Bus Drivers	0.0	0.0	0.0	0.0	0.0	0.0	0.0	31.9	40.0	39.0
Bus Aides	0.0	0.0	0.0	0.0	0.0	0.0	0.0	12.6	13.0	13.0
Food Service	54.0	54.0	52.0	55.0	52.0	52.0	44.0	30.1	30.0	30.0
Custodial	58.0	52.0	50.0	53.0	53.0	53.0	52.0	45.8	46.0	47.0
Maintenance and Mechanics	11.0	11.0	11.0	11.0	10.0	10.0	11.0	12.0	11.0	12.0
Healthroom Aides	0.0	0.0	0.0	0.0	0.0	0.0	0.0	2.7	3.0	3.0
Nurse Attendant	0.0	0.0	0.0	0.0	0.0	0.0	0.0	10.9	12.0	12.0
Total Support and Administration	<u>274.0</u>	<u>271.0</u>	<u>265.0</u>	<u>290.0</u>	<u>281.0</u>	<u>281.0</u>	<u>261.8</u>	<u>208.9</u>	<u>220.9</u>	<u>241.0</u>
<b>Total Employees</b>	<u><u>857.5</u></u>	<u><u>840.0</u></u>	<u><u>818.0</u></u>	<u><u>862.5</u></u>	<u><u>857.0</u></u>	<u><u>857.0</u></u>	<u><u>861.8</u></u>	<u><u>818.8</u></u>	<u><u>831.8</u></u>	<u><u>846.8</u></u>

Source: District Records

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

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

Fiscal Year	Enrollment	Operating Expenditure (1)	Cost Per Pupil	Percentage Change	Expenses (2)	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2011	8,156	79,853,705	9,791	0.79%	82,996,899	10,176	1.14%	480.0	17.0	0.05%
2012	8,085	74,503,670	9,215	(5.88%)	77,527,675	9,589	(5.76%)	473.0	17.1	0.07%
2013	8,179	73,988,314	9,046	(1.83%)	76,974,589	9,411	(1.84%)	485.0	16.9	10.60%
2014	7,889	73,981,421	9,378	3.67%	77,521,897	9,827	4.42%	458.5	17.2	17.00%
2015	7,767	79,825,465	10,278	9.59%	78,723,290	10,136	3.15%	462.0	16.8	18.00%
2016	7,834	79,084,565	10,095	(1.78%)	82,659,593	10,551	4.11%	450.0	17.4	21.00%
2017	7,936	81,179,095	10,229	1.33%	89,105,129	11,228	6.42%	479.0	16.6	20.09%
2018	7,841	84,809,667	10,816	5.74%	46,944,554	5,987	(46.67%)	453.6	17.3	18.45%
2019	7,784	87,421,919	11,231	3.83%	75,591,951	9,711	62.21%	445.1	17.5	18.73%
2020	7,454	90,381,697	12,125	7.96%	105,941,673	14,213	46.36%	464.0	16.1	19.64%

Source: District Records

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

(2) - Expenses is Total Expenses from Schedule 2

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

School	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Oak Hills High School - 1959</b>										
Square Feet	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074
Capacity	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200
Enrollment, Incl. JVS students	2,705	2,610	2,687	2,617	2,466	2,424	2,424	2,433	2,433	2,220
<b>Bridgetown Middle School - 1939</b>										
Square Feet	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962
Capacity	850	850	850	850	850	850	850	850	850	850
Enrollment	601	604	614	602	602	577	577	643	643	682
<b>Delhi Middle School - 1926</b>										
Square Feet	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367
Capacity	825	825	825	825	825	825	825	825	825	825
Enrollment	593	610	592	570	570	589	589	546	546	590
<b>Rapid Run Middle School - 1999</b>										
Square Feet	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733
Capacity	950	950	950	950	950	950	950	950	950	950
Enrollment	615	626	647	665	621	642	642	665	665	633
<b>C.O. Harrison Elementary - 1961</b>										
Square Feet	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302
Capacity	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Enrollment	1,005	1,018	1,012	918	991	960	960	911	911	837
<b>Delshire Elementary - 1970</b>										
Square Feet	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042
Capacity	600	600	600	600	600	600	600	600	600	600
Enrollment	562	592	589	536	536	562	562	549	549	493
<b>John Foster Dulles Elementary - 1961</b>										
Square Feet	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700
Capacity	900	900	900	900	900	900	900	900	900	900
Enrollment	849	823	825	796	796	830	830	826	826	823

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

School	Fiscal Year									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Oakdale Elementary - 1969</b>										
Square Feet	63,273	63,273	63,273	63,273	63,273	65,273	65,273	65,273	65,273	65,273
Capacity	750	750	750	750	750	750	750	750	750	750
Enrollment	697	681	713	679	679	725	725	775	775	720
<b>Springmyer Elementary - 1939</b>										
Square Feet	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366
Capacity	480	480	480	480	480	480	480	480	480	480
Enrollment	529	521	500	506	506	525	525	493	493	458

Source: District Records

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# OHIO AUDITOR OF STATE KEITH FABER



**OAK HILLS LOCAL SCHOOL DISTRICT**

**HAMILTON COUNTY**

**AUDITOR OF STATE OF OHIO CERTIFICATION**

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



**Certified for Release 3/15/2022**

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

This report is a matter of public record and is available online at  
[www.ohioauditor.gov](http://www.ohioauditor.gov)