



OHIO AUDITOR OF STATE
KEITH FABER



OAK HILLS LOCAL SCHOOL DISTRICT
HAMILTON COUNTY
JUNE 30, 2021

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**OAK HILLS LOCAL SCHOOL DISTRICT
HAMILTON COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021**

FEDERAL GRANTOR Pass Through Grantor Program / Cluster Title	Assistance Listing Number	Pass Through Entity Identifying Number	Total Federal Expenditures
U.S. DEPARTMENT OF AGRICULTURE			
Passed Through Ohio Department of Education:			
Child Nutrition Cluster:			
Non-Cash Assistance (Food Distribution):			
National School Lunch Program	10.555	3L60	\$86,071
Cash Assistance:			
COVID - 19 School Breakfast Program	10.553	3L70	18,481
School Breakfast Program	10.553	3L70	340,078
Total - School Breakfast Program			<u>358,559</u>
COVID - 19 National School Lunch Program	10.555	3L60	67,866
National School Lunch Program	10.555	3L60	1,095,333
Total - National School Lunch Program			<u>1,163,199</u>
COVID - 19 Special Milk Program for Children	10.556	3L60	224
Special Milk Program for Children	10.556	3L60	2,374
Total Special Milk Program for Children			<u>2,598</u>
Total Child Nutrition Cluster			<u>1,610,427</u>
Total U.S. Department of Agriculture			<u>1,610,427</u>
U.S. DEPARTMENT OF EDUCATION			
Passed Through Ohio Department of Education:			
Special Education Cluster:			
Special Education-Grants to States	84.027	3M20	2,346,942
Special Education-6B IDEA Restoration	84.027A	3M20	137,946
Special Education-Preschool Grants	84.173	3C50	26,584
Special Education-Preschool Restoration	84.173A	3C50	13,730
Total Special Education Cluster			<u>2,525,202</u>
Title I Grants to Local Educational Agencies	84.010	3M00	1,344,390
English Language Acquisition State Grants	84.365	3Y70	18,160
Supporting Effective Instruction State Grants	84.367	3Y60	224,878
Student Support and Academic Enrichment Program	84.424	3H10	60,350
COVID - 19 Education Stabilization Fund	84.425D	3HS0	1,038,919
Total Department of Education			<u>5,211,899</u>
U.S. DEPARTMENT OF THE TREASURY			
Passed Through Ohio Department of Education:			
COVID - 19 Coronavirus Relief Fund	21.019	5CV1	357,337
Passed Through Hamilton County:			
COVID - 19 Coronavirus Relief Fund	21.019	N/A	369,850
Total Coronavirus Relief Fund			<u>727,187</u>
Total Department of the Treasury			<u>727,187</u>
Total Federal Assistance			<u>\$7,549,513</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, 2021**

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, 2021. 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, (the District) as of and for the year ended June 30, 2021, 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 17, 2021, wherein we noted the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. We also noted the financial impact of COVID-19 and the continuing emergency measures that 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 17, 2021

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 the Oak Hills Local School District, 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 each of the Oak Hills Local School District's major federal programs for the year ended June 30, 2021. 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 each of 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 District complied, in all material respects, with the compliance requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2021.

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 the Oak Hills Local School District (the District) as of and for the year ended June 30, 2021, 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 17, 2021, wherein we noted the District adopted Governmental Accounting Standards Board Statement No. 84 during the year and that the financial impact of COVID-19 and the 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 to the audited financial statements subsequent to December 17, 2021. 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.

Oak Hills Local School District
Hamilton County
Independent Auditor's Report on Compliance with Requirements
Applicable to Each Major Federal Program and Internal Control over
Compliance Required by the Uniform Guidance
Page 3

A handwritten signature in black ink that reads "Keith Faber". The signature is written in a cursive, flowing style.

Keith Faber
Auditor of State
Columbus, Ohio
March 8, 2022

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**OAK HILLS LOCAL SCHOOL DISTRICT
HAMILTON COUNTY**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2021**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material weaknesses in internal control reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unmodified
(d)(1)(vi)	Are there any reportable findings under 2 CFR § 200.516(a)?	No
(d)(1)(vii)	Major Programs (list):	Child Nutrition Cluster - AL #10.553, 10.555, & 10.556 COVID-19 Education Stabilization Fund – AL #84.425D
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 750,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee under 2 CFR § 200.520?	Yes

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.



Comprehensive Annual Financial Report

Fiscal Year 2021

Oak Hills Local School District
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Cincinnati, Ohio 45233
www.ohlsd.us

Auditor of State
88 East Broad Street
Columbus, Ohio 43215
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OAK HILLS LOCAL SCHOOL DISTRICT
Cincinnati, Ohio

Comprehensive Annual Financial Report
For The Fiscal Year Ended June 30, 2021

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

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INTRODUCTORY SECTION



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December 17, 2021

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

We are pleased to present the Comprehensive Annual Financial Report of the Oak Hills Local School District (District) for the fiscal year ended June 30, 2021. This report was prepared by the Treasurer's Office in conformance with generally accepted accounting principles (GAAP) as set forth by the Governmental Accounting Standards Board (GASB) and includes an unmodified opinion from the Auditor of State. Responsibility for accurate, complete and fair representation of data, including all disclosures, rests with the District. This report will provide the taxpayers of the Oak Hills Local School District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be available upon request to taxpayers, financial rating services, banking institutions and other interested parties.

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

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

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

ECONOMIC CONDITION AND OUTLOOK

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

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

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

The 2010-11 biennial budget (Am. Sub. 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 87% of the constituency. In June, 2016 Governor Kasich signed House Bill 64 (FY 2016-17). Having a large residential tax base was critical in the House Bill 64 budget as many districts with larger commercial tax bases experienced reductions in State Funding. House Bill 64 provided the District increases of 2.3% and 3% in fiscal year 2016 and 2017, respectively. For fiscal years 2018 and 2019, the District received approximately a 3% increase in gross funding under House Bill 49. House Bill 49 considers enrollment and valuation when determining allocations to each school district.

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

House Bill 110 was signed by Governor Dewine on June 30 and was a landmark bill with regards to funding K-12 public education. The fiscal year 2022 & 2023 budget will include funding students where they are being educated (this includes community school, open enrollment, Peterson Scholarship students and Autism Scholarship students). While the projected increase in state funding is nearly flatlined, HB 110 will help our

district in that no longer will we be deducted for students that do not attend an Oak Hills LSD building. The projection will net out the deductions, therefore, state aide will be much less than prior years. State funding represents 40% of the District's overall funding.

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

THE DISTRICT AND ITS FACILITIES

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

The District serves an area of 28 square miles, encompassing Delhi and Green Townships in Hamilton County. The total District population is reported at 87,880 by census data. During the 2020-21 school year, the District served 7,586 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, 2020, were as follows:

<u>Board Member</u>	<u>Term</u>	<u>Years on Board</u>
Mrs. Jan Hunter	01/01/16 – 12/31/23	19.5
Mr. Paul Cooper	01/01/16 – 12/31/23	5.5
Mrs. Jeannie Schoonover	01/01/18 – 12/31/21	11.5
Mrs. Julie Murphy	01/01/18 – 12/31/21	7.5
Mr. Scott Bischoff	01/01/18 – 12/31/21	7.5

The Superintendent is the chief executive officer of the District, responsible directly to the Board for all educational and support operations. Mr. Jeff Brandt was appointed Superintendent effective January 2, 2017. Mr. Brandt's current contract expires on July 31, 2025. Mr. Brandt received a Bachelor of Science Degree from

Northern Kentucky University and a Master of Education degree from Xavier University. Prior to being named Superintendent, Mr. Brandt served in several administrative positions in the District.

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

EMPLOYEE RELATIONS

The District has over 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 for fiscal years 2021, 2022, and 2023.

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

SERVICES PROVIDED

The District offers regular instructional programs daily to students in grades Pre-K–12. 281 students participate in specific trades offered through the vocation education program at Great Oaks Institute of Technology and Career Development. Approximately 1,354 students receive special services due to physical or mental disabilities. In grades K-12, we service 949 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 2020-21 school year, the accounting department processed over 3,337 purchase orders and issued over 3,430 checks for good and/or services for the District. Those goods and services include utilities, instructional supplies, computers, software, textbooks, building maintenance, and tuition.

The payroll department issued 23,348 payroll checks to employees entitled to remuneration for services rendered, while 915 agency deduction checks were also issued for payroll-associated costs such as taxes, retirement, and insurance.

MAJOR CURRENT AND FUTURE INITIATIVES

Curriculum Initiatives

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

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

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

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

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

RELEVANT FINANCIAL POLICIES AND LONG-TERM FINANCIAL PLANNING

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

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

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

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

The district has received over \$14m in federal stimulus funding as a result of the pandemic. Using these funds for PPE, and continuity of services will stretch the district's cash balance for 24-36 months.

FINANCIAL INFORMATION

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

INTERNAL ACCOUNTING AND BUDGETARY CONTROL

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

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

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

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

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

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

INDEPENDENT AUDIT

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. The Auditor of State performed the audit for the fiscal year ended June 30, 2021. 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, 2020. 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, 2020, to the District. The award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 2020, 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, 2021, will again conform to ASBO's principles and standards as well, and will be submitted to ASBO for review.

ACKNOWLEDGEMENTS

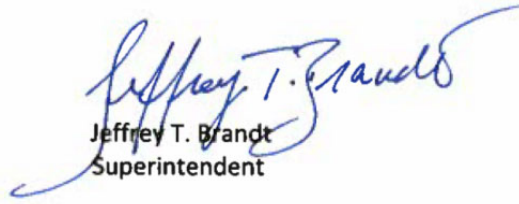
The preparation of the fiscal year 2021 Comprehensive Annual Financial Report of the Oak Hills Local School District was made possible by the combined efforts of the District Treasurer's Office staff and Plattenburg & Associates, Inc. Sincere appreciation is extended for the time and effort they contributed 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,

A handwritten signature in black ink that reads "Steven R. Bain". The signature is fluid and cursive.

Steven R. Bain
Treasurer

A handwritten signature in blue ink that reads "Jeffrey T. Brandt". The signature is fluid and cursive.

Jeffrey T. Brandt
Superintendent

**Oak Hills Local School District, Ohio
List Of Principal Officials
June 30, 2021**

Board Of Education

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

Administrative Officials

Superintendent	Jeffrey T. Brandt
Treasurer	Steven R. Bain



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

Assistant Superintendent
 Tim Cybulski

Treasurer
 Steve Bain

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 Klutz

Digital Innovation Administrator
 Christian Long

Director of Operations
 Jason Nash

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

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 Connors
 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

Food Service Coordinator
 Kelly Weldele

EMIS Coordinator
 Karen Zahneis



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, 2020

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
for the Fiscal Year Ended June 30, 2020.

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



A handwritten signature in black ink, reading 'W. Edward Chabal'.

W. Edward Chabal
President

A handwritten signature in black ink, reading 'David J. Lewis'.

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, 2021, 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 District, as of June 30, 2021, 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 20 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the District. Also, as discussed in Note 21 to the financial statements, during 2021 the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. We did not modify our opinion regarding these matters.

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 17, 2021, 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 17, 2021

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**Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021**

The discussion and analysis of Oak Hills Local School District's (the District's) financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2021. 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 2021 are as follows:

- Net position of governmental activities increased \$5,858,042 which represents a 19% increase from 2020.
- General revenues accounted for \$92,090,955 in revenue or 84% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$17,558,928 or 16% of total revenues of \$109,649,923.
- The District had \$103,791,881 in expenses related to governmental activities; \$17,558,928 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$92,090,955 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 2021?" 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, 2021**

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

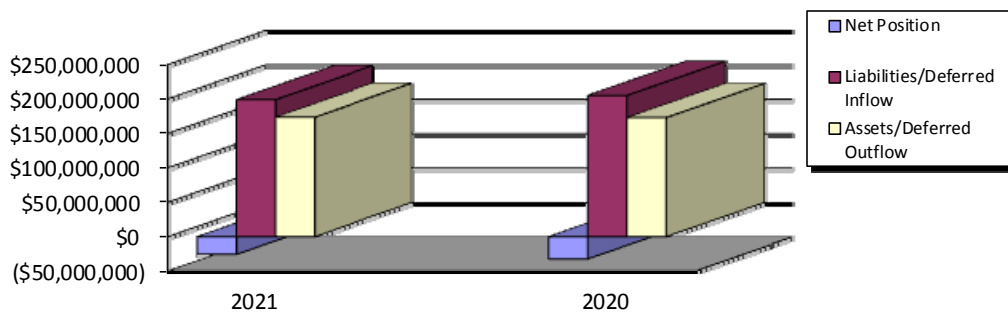
As stated previously, the Statement of Net Position looks at the District as a whole. Table 1 provides a summary of the District’s net position for 2021 compared to 2020:

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**Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021**

**Table 1
Net Position**

	Governmental Activities	
	2021	2020 - Restated
Assets:		
Current and Other Assets	\$94,514,009	\$93,760,429
Net OPEB Asset	6,110,534	5,753,299
Capital Assets	51,504,767	52,429,519
Total Assets	152,129,310	151,943,247
Deferred Outflows of Resources:		
Pension	18,737,338	19,049,330
OPEB	2,581,272	1,912,212
Deferred Outflows of Resources	21,318,610	20,961,542
Liabilities:		
Other Liabilities	9,701,215	10,140,445
Long-Term Liabilities	141,812,514	136,212,800
Total Liabilities	151,513,729	146,353,245
Deferred Inflow of Resources:		
Property Taxes	21,681,726	31,890,473
Deferred Gain on Refunding	516,329	619,595
Revenue in Lieu of Taxes	13,890,000	12,725,000
Pension	634,745	4,376,231
OPEB	10,799,723	9,206,175
Total Deferred Inflows of Resources	47,522,523	58,817,474
Net Position:		
Net Investment in Capital Assets	27,841,764	26,456,787
Restricted	5,644,358	4,622,230
Unrestricted	(59,074,454)	(63,344,947)
Total Net Position	(\$25,588,332)	(\$32,265,930)



Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2021, the District's liabilities and deferred inflows exceeded assets and deferred outflows by \$25,588,332.

**Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021**

At year-end, capital assets represented 34% of total assets. Capital assets include land, construction in progress, buildings and improvements, and equipment. Net investment in capital assets at June 30, 2021, was \$27,841,764. 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, \$5,644,358 represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use.

Total assets increased slightly from the prior year mainly due to an increase taxes receivable and accounts 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 2021 and 2020.

**Table 2
Changes in Net Position**

	Governmental Activities	
	2021	2020 - Restated
Revenues:		
Program Revenues		
Charges for Services	\$3,482,957	\$4,637,270
Operating Grants, Contributions	14,075,971	12,277,809
General Revenues:		
Property Taxes	48,042,300	24,991,114
Grants and Entitlements	29,710,585	28,323,268
Investment Earnings	109,146	1,017,081
Revenue in Lieu of Taxes	13,589,765	12,685,897
Other	639,199	925,281
Total Revenues	<u>109,649,923</u>	<u>84,857,720</u>
Program Expenses:		
Instruction	60,491,040	59,911,248
Support Services:		
Pupil and Instructional Staff	14,746,666	15,197,852
School Administrative, General Administration, Fiscal and Business	8,917,864	9,971,775
Operations and Maintenance	7,672,499	8,321,606
Pupil Transportation	3,789,763	4,398,774
Central	562,966	487,027
Operation of Non-Instructional Services	5,257,063	4,454,241
Extracurricular Activities	1,815,013	2,564,300
Interest and Fiscal Charges	539,007	634,850
Total Program Expenses	<u>103,791,881</u>	<u>105,941,673</u>
Change in Net Position	5,858,042	(21,083,953)
Net Position - Beginning of Year, Restated	<u>(31,446,374)</u>	<u>(11,181,977)</u>
Net Position - End of Year	<u><u>(\$25,588,332)</u></u>	<u><u>(\$32,265,930)</u></u>

**Oak Hills Local School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2021**

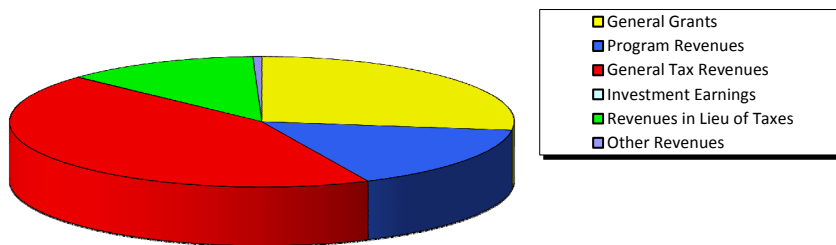
The District revenues are mainly from two sources. Property taxes levied for general, debt service and capital projects purposes and grants and entitlements comprised 71% of the District’s revenues for governmental activities.

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 44% of revenue for governmental activities for the District in fiscal year 2021.

**Governmental Activities
Revenue Sources**

	2021	Percentage
General Grants	\$29,710,585	27.1%
Program Revenues	17,558,928	16.0%
General Tax Revenues	48,042,300	43.8%
Investment Earnings	109,146	0.1%
Revenues in Lieu of Taxes	13,589,765	12.4%
Other Revenues	639,199	0.6%
Total Revenue Sources	\$109,649,923	100%



Instruction comprises 58% of governmental program expenses. Support services expenses were 34% of governmental program expenses. All other expenses including interest and fiscal charges were 8%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

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

Governmental Activities

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

**Oak Hills Local School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2021**

**Table 3
Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2021	2020 - Restated	2021	2020 - Restated
Instruction	\$60,491,040	\$59,911,248	(\$52,142,346)	(\$51,735,718)
Support Services:				
Pupil and Instructional Staff	14,746,666	15,197,852	(12,007,274)	(13,255,053)
School Administrative, General				
Administration, Fiscal and Business	8,917,864	9,971,775	(8,242,351)	(9,687,260)
Operations and Maintenance	7,672,499	8,321,606	(7,613,683)	(8,225,328)
Pupil Transportation	3,789,763	4,398,774	(3,381,498)	(3,981,289)
Central	562,966	487,027	(540,986)	(467,528)
Operation of Non-Instructional Services	5,257,063	4,454,241	(559,251)	12,378
Extracurricular Activities	1,815,013	2,564,300	(1,206,557)	(1,051,946)
Interest and Fiscal Charges	539,007	634,850	(539,007)	(634,850)
Total Expenses	<u>\$103,791,881</u>	<u>\$105,941,673</u>	<u>(\$86,232,953)</u>	<u>(\$89,026,594)</u>

The District’s Funds

The District has one major governmental fund: the General Fund. Assets of the General Fund comprised \$78,401,231 (83%), of the total \$94,530,643 governmental funds assets.

General Fund: Fund balance at June 30, 2021 was \$37,592,250 including \$30,374,322 of unassigned balance. The District had an increase in fund balance of \$7,372,314. The primary reason for the increase in fund balance was due to an increase in property tax revenues due to an increase in advances available from the county auditor.

General Fund Budgeting Highlights

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

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

For the General Fund, final budget basis revenue was \$78,103,680, compared to original budget estimates of \$75,399,775, while the actual revenue had a variance of \$14,152 from the final budget basis revenues.

The District’s unobligated cash balance for the General Fund was \$33,869,904.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2021, the District had \$51,504,767 net of depreciation invested in land, construction in progress, buildings and improvements, and equipment. Table 4 shows fiscal year 2021 balances compared to fiscal year 2020:

**Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021**

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

	Governmental Activities	
	2021	2020
Land	\$2,781,550	\$2,781,550
Construction in Progress	212,678	0
Buildings and Improvements	43,553,392	44,438,756
Furniture and Equipment	4,957,147	5,209,213
Total Net Capital Assets	<u>\$51,504,767</u>	<u>\$52,429,519</u>

Total Net Capital Assets decreased in 2021 as compared to 2020 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, 2021, the District had \$23,146,674 in debt outstanding, \$3,324,030 due within one year. Table 5 summarizes total debt outstanding.

**Table 5
Outstanding Debt at Year End**

	2021	2020
General Obligation Bonds Payable:		
HGB264 Debt	\$2,590,000	\$2,840,000
Premium on HB264 Debt	90,073	100,081
LED Zions Bank Loan	643,000	683,000
Refunding Bonds:		
Current Interest Bonds –		
School Improvement 2016	16,010,000	18,735,000
Premium on Bonds 2016	1,475,571	1,770,686
Capital Leases	<u>2,338,030</u>	<u>2,463,560</u>
Total Outstanding Debt at Year End	<u>\$23,146,674</u>	<u>\$26,592,327</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 1970's through FY 2009, with the exception of a few years, Ohio's funding formula was foundation based by means of which a per pupil amount determined by the General Assembly as the per-pupil resource for provision of a basic adequate education was multiplied by the number of

**Oak Hills Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021**

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, 2021

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$41,505,744
Restricted Cash and Investments	380,716
Receivables (Net):	
Taxes	37,979,347
Accounts	185,924
Interest	18,895
Intergovernmental	14,402,164
Inventory	41,219
Nondepreciable Capital Assets	2,994,228
Depreciable Capital Assets, Net	48,510,539
Net OPEB Asset	6,110,534
Total Assets	152,129,310
Deferred Outflows of Resources:	
Pension	18,737,338
OPEB	2,581,272
Total Deferred Outflows of Resources	21,318,610
Liabilities:	
Accounts Payable	50,807
Accrued Wages and Benefits	9,521,727
Accrued Interest Payable	77,671
Claims Payable	51,010
Long-Term Liabilities:	
Due Within One Year	3,982,806
Due In More Than One Year:	
Net Pension Liability	104,863,679
Net OPEB Liability	7,079,255
Other Amounts	25,886,774
Total Liabilities	151,513,729
Deferred Inflows of Resources:	
Property Taxes	21,681,726
Deferred Gain on Refunding	516,329
Revenue in Lieu of Taxes	13,890,000
OPEB	10,799,723
Pension	634,745
Total Deferred Inflows of Resources	47,522,523
Net Position:	
Net Investment in Capital Assets	27,841,764
Restricted for:	
Debt Service	3,936,600
Extracurricular	472,681
State Grants	37,173
Food Service	501,582
Other Purposes	696,322
Unrestricted	(59,074,454)
Total Net Position	(\$25,588,332)

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Activities
For the Fiscal Year Ended June 30, 2021

	Expenses	Program Revenues		Net (Expense) Revenue
		Charges for Services and Sales	Operating Grants and Contributions	and Changes in Net Position Governmental Activities
Governmental Activities:				
Instruction:				
Regular	\$42,897,932	\$1,432,503	\$417,900	(\$41,047,529)
Special	17,403,356	523,980	5,961,298	(10,918,078)
Vocational	1,515	0	13,013	11,498
Other	188,237	0	0	(188,237)
Support Services:				
Pupil	8,661,103	0	1,252,132	(7,408,971)
Instructional Staff	6,085,563	0	1,487,260	(4,598,303)
General Administration	89,658	0	0	(89,658)
School Administration	7,162,648	0	675,513	(6,487,135)
Fiscal	1,490,345	0	0	(1,490,345)
Business	175,213	0	0	(175,213)
Operations and Maintenance	7,672,499	54,084	4,732	(7,613,683)
Pupil Transportation	3,789,763	0	408,265	(3,381,498)
Central	562,966	0	21,980	(540,986)
Operation of Non-Instructional Services	5,257,063	863,934	3,833,878	(559,251)
Extracurricular Activities	1,815,013	608,456	0	(1,206,557)
Interest and Fiscal Charges	539,007	0	0	(539,007)
Totals	\$103,791,881	\$3,482,957	\$14,075,971	(86,232,953)

General Revenues:

Property Taxes Levied for:

General Purposes	37,485,607
Debt Service Purposes	4,463,331
Capital Projects Purposes	6,093,362
Grants and Entitlements, Not Restricted	29,710,585
Revenue in Lieu of Taxes	13,589,765
Unrestricted Contributions	124,709
Investment Earnings	109,146
Other Revenues	514,490

Total General Revenues 92,090,995

Change in Net Position 5,858,042

Net Position - Beginning of Year, Restated (31,446,374)

Net Position - End of Year (\$25,588,332)

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Balance Sheet
Governmental Funds
June 30, 2021

	General	Other Governmental Funds	Total Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	\$34,322,319	\$7,183,425	\$41,505,744
Restricted Cash and Investments	380,716	0	380,716
Receivables (Net):			
Taxes	29,555,890	8,423,457	37,979,347
Accounts	180,569	3,989	184,558
Interest	18,895	0	18,895
Intergovernmental	13,924,842	477,322	14,402,164
Interfund	18,000	0	18,000
Inventory	0	41,219	41,219
Total Assets	78,401,231	16,129,412	94,530,643
Liabilities:			
Accounts Payable	46,082	4,725	50,807
Accrued Wages and Benefits	8,830,585	691,142	9,521,727
Compensated Absences	104,020	0	104,020
Interfund Payable	0	18,000	18,000
Total Liabilities	8,980,687	713,867	9,694,554
Deferred Inflows of Resources:			
Property Taxes	17,925,890	5,038,457	22,964,347
Grants and Other Taxes	0	232,709	232,709
Revenue in Lieu of Taxes	13,890,000	0	13,890,000
Investment Earnings	12,404	0	12,404
Total Deferred Inflows of Resources	31,828,294	5,271,166	37,099,460
Fund Balances:			
Restricted	0	5,700,657	5,700,657
Committed	0	4,653,624	4,653,624
Assigned	7,217,928	0	7,217,928
Unassigned	30,374,322	(209,902)	30,164,420
Total Fund Balances	37,592,250	10,144,379	47,736,629
Total Liabilities, Deferred Inflows and Fund Balances	\$78,401,231	\$16,129,412	\$94,530,643

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, 2021

Total Governmental Fund Balance		\$47,736,629
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Capital assets used in the operation of Governmental Funds		51,504,767
Other long-term assets are not available to pay for current-period expenditures and, therefore, are unavailable in the funds.		
Property Taxes	1,282,621	
Interest	12,404	
Intergovernmental	232,709	
		<u>1,527,734</u>
An internal service fund is used by management to charge back costs to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		
Internal Service Net Position		(49,644)
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.		
		(77,671)
Some liabilities reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds.		
Compensated Absences		(6,618,886)
Deferred gain on refunding associated with long-term liabilities that are not reported in the funds.		
		(516,329)
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	18,737,338	
Deferred inflows of resources related to pensions	(634,745)	
Deferred outflows of resources related to OPEB	2,581,272	
Deferred inflows of resources related to OPEB	(10,799,723)	
		<u>9,884,142</u>
Long-term liabilities and net OPEB assets are not available to pay for current period expenditures and are not due and payable in the current period and, therefore, are not reported in the funds.		
Net OPEB Asset	6,110,534	
Net Pension Liability	(104,863,679)	
Net OPEB Liability	(7,079,255)	
Other Amounts	(23,146,674)	
		<u>(128,979,074)</u>
Net Position of Governmental Activities		<u><u>(\$25,588,332)</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, 2021

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Property and Other Taxes	\$37,339,578	\$10,667,797	\$48,007,375
Tuition and Fees	1,972,798	0	1,972,798
Investment Earnings	114,298	5,247	119,545
Intergovernmental	33,512,548	11,465,740	44,978,288
Extracurricular Activities	367,588	241,947	609,535
Charges for Services	0	863,934	863,934
Revenue in Lieu of Taxes	13,589,765	0	13,589,765
Other Revenues	390,122	261,928	652,050
Total Revenues	87,286,697	23,506,593	110,793,290
Expenditures:			
Current:			
Instruction:			
Regular	38,787,080	785,782	39,572,862
Special	14,074,975	2,431,389	16,506,364
Vocational	1,515	0	1,515
Other	175,289	0	175,289
Support Services:			
Pupil	6,871,742	1,343,642	8,215,384
Instructional Staff	2,054,611	3,320,390	5,375,001
General Administration	88,809	0	88,809
School Administration	6,330,840	91,014	6,421,854
Fiscal	1,311,391	98,249	1,409,640
Business	161,086	0	161,086
Operations and Maintenance	5,281,763	794,905	6,076,668
Pupil Transportation	2,787,702	529,022	3,316,724
Central	518,940	16,567	535,507
Operation of Non-Instructional Services	36,917	5,051,967	5,088,884
Extracurricular Activities	1,163,990	496,478	1,660,468
Capital Outlay	46,938	1,575,273	1,622,211
Debt Service:			
Principal Retirement	0	3,140,530	3,140,530
Interest and Fiscal Charges	0	957,126	957,126
Total Expenditures	79,693,588	20,632,334	100,325,922
Excess of Revenues Over (Under) Expenditures	7,593,109	2,874,259	10,467,368
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	14,205	34,640	48,845
Transfers In	0	235,000	235,000
Transfers (Out)	(235,000)	0	(235,000)
Total Other Financing Sources (Uses)	(220,795)	269,640	48,845
Net Change in Fund Balance	7,372,314	3,143,899	10,516,213
Fund Balance - Beginning of Year, Restated	30,219,936	7,000,480	37,220,416
Fund Balance - End of Year	\$37,592,250	\$10,144,379	\$47,736,629

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, 2021

Net Change in Fund Balance - Total Governmental Funds \$10,516,213

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	2,209,185	
Depreciation Expense	<u>(3,108,931)</u>	
		(899,746)

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.

(25,006)

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	7,646,647	
Cost of benefits earned net of employee contributions - Pensions	(13,343,834)	
District OPEB contributions	211,370	
Cost of benefits earned net of employee contributions - OPEB	<u>281,586</u>	
		(5,204,231)

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

Delinquent Property Taxes	210,307	
Interest	(10,399)	
Intergovernmental	<u>(1,367,114)</u>	
		(1,167,206)

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.

3,140,530

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

9,730

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	(925,884)	
Amortization of Bond Premium	305,123	
Amortization of Deferred Gain on Refunding	<u>103,266</u>	
		(517,495)

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>5,253</u>
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Change in Net Position of Governmental Activities		<u><u>\$5,858,042</u></u>
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See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Net Position
Proprietary Fund
June 30, 2021

	<u>Governmental Activities- Internal Service Fund</u>
Current Assets:	
Receivables (Net):	
Accounts	<u>\$1,366</u>
Total Assets	<u>1,366</u>
Liabilities:	
Current Liabilities:	
Claims Payable	<u>51,010</u>
Total Liabilities	<u>51,010</u>
Net Position:	
Unrestricted	<u>(49,644)</u>
Total Net Position	<u><u>(\$49,644)</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, 2021

	<u>Governmental Activities- Internal Service Fund</u>
Operating Revenues:	
Charges for Services	\$145,125
Other Revenues	<u>1,366</u>
Total Operating Revenues	<u>146,491</u>
Operating Expenses:	
Personal Services	<u>141,238</u>
Total Operating Expenses	<u>141,238</u>
Change in Net Position	5,253
Net Position - Beginning of Year	<u>(54,897)</u>
Net Position - End of Year	<u><u>(\$49,644)</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, 2021

	<u>Governmental Activities- Internal Service Fund</u>
Cash Flows from Operating Activities:	
Cash Received from Customers	\$145,125
Cash Payments to Suppliers	<u>(145,125)</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)	5,253
Changes in Assets & Liabilities:	
(Increase) Decrease in Receivables	(1,366)
Increase (Decrease) in Claims Payables	<u>(3,887)</u>
Net Cash Provided (Used) by Operating Activities	<u><u>\$0</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Statement of Changes in Fiduciary Net Position
Fiduciary Fund
For the Fiscal Year Ended June 30, 2021

	Custodial Fund
Additions:	
Extracurricular Collections for Ohio High School Athletic Association	<u>\$1,325</u>
Total Additions	<u>1,325</u>
Deductions:	
Extracurricular Distributions to Ohio High School Athletic Association	<u>1,325</u>
Total Deductions	<u>1,325</u>
Change in Net Position	0
Net Position - Beginning of Year, Restated	<u>0</u>
Net Position - End of Year	<u><u>\$0</u></u>

See accompanying notes to the basic financial statements.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

Note 1 - Description of the District

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

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

The District is the third largest in Hamilton County with 7,586 students for the 2020-21 school year. The District currently operates five (5) elementary schools (grades K-5), three (3) middle schools (grades 6-8), and one (1) comprehensive high school (grades 9-12).

Note 2 - Summary of Significant Accounting Policies

Reporting Entity

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

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

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

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

These organizations are presented in Note 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, 2021

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, 2021

Governmental Funds

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

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

Proprietary Funds

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

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

Fiduciary Funds

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

Basis of Accounting

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

Revenues – Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

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, 2021, 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 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.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

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 2021 amounted to \$114,298 and \$5,247 in Other Governmental Funds.

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

Inventory

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

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

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

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

Capital Assets

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

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

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

Compensated Absences

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

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

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

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

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Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

<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, 2021

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 \$5,644,358 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, 2021

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.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

Note 3 - Equity in Pooled Cash and Investments

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

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

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

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

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

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States.
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities.
3. Written repurchase agreements in the securities listed above provided the 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, 2021

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, 2021, \$4,787,232 of the District's bank balance of \$6,186,158 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, 2021, 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, 2021

Investment Type	Fair Value	Fair Value Hierarchy	Weighted Average Maturity (Years)
Negotiable CDs	\$5,094,402	Level 2	1.67
Commercial Paper	6,355,754	Level 2	0.43
Federal Home Loan Bank	1,508,726	Level 2	6.56
Federal Home Loan Mortgage Corporation	2,830,832	Level 2	2.56
US Treasury Bills	349,999	Level 2	0.02
Federal National Mortgage Association	400,036	Level 2	2.05
Federal Farm Credit Bank	669,271	Level 3	3.58
US Treasury Notes	1,497,734	Level 2	2.31
STAR Ohio	17,381,506	N/A	0.11
Money Market Fund	6,150	N/A	0.00
Total Investments	\$36,094,410		
Portfolio Weighted Average Maturity			0.88

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, 2021. 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, 53% in STAR Ohio, 16% in Negotiable CDs, 1% in Federal National Mortgage Association, 9% in Federal Home Loan Mortgage Corporation, 2% in Federal Farm Credit Bank, 1% in Federal Home Loan Bank, and 19% in Commercial Paper.

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

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

Note 4 - Property Taxes

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

Tangible personal property tax revenue received during calendar year 2021 (other than public utility property tax) represents the collection of 2021 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, 2021, are available to finance fiscal year 2022 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, 2021. Delinquent property taxes collected within 60 days are included as a receivable and tax revenue as of June 30, 2021 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, 2021, was \$11,630,000 for General Fund, \$1,990,000 for Permanent Improvement Fund, and \$1,395,000 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, 2021

	Amount
Real Property	\$1,186,883,110
Public Utility Personal	65,991,100
Total	<u>\$1,252,874,210</u>

Note 5 – Receivables

Receivables at June 30, 2021, consist of taxes, accounts, interest, intergovernmental and interfund. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

Note 6 - Capital Assets

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

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital Assets, not being depreciated:				
Land	\$2,781,550	\$0	\$0	\$2,781,550
Construction in Progress	0	212,678	0	212,678
Capital Assets, being depreciated:				
Buildings and Improvements	85,676,115	1,412,538	0	87,088,653
Furniture and Equipment	<u>14,187,852</u>	<u>583,969</u>	<u>588,171</u>	<u>14,183,650</u>
Totals at Historical Cost	<u>102,645,517</u>	<u>2,209,185</u>	<u>588,171</u>	<u>104,266,531</u>
Less Accumulated Depreciation:				
Buildings and Improvements	41,237,359	2,297,902	0	43,535,261
Furniture and Equipment	<u>8,978,639</u>	<u>811,029</u>	<u>563,165</u>	<u>9,226,503</u>
Total Accumulated Depreciation	<u>50,215,998</u>	<u>3,108,931</u>	<u>563,165</u>	<u>52,761,764</u>
Governmental Activities Capital Assets, Net	<u>\$52,429,519</u>	<u>(\$899,746)</u>	<u>\$25,006</u>	<u>\$51,504,767</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$652,877
Special	9,327
Support Services:	
Instructional Staff	590,696
School Administration	3,109
Fiscal	3,109
Operations and Maintenance	1,523,376
Pupil Transportation	279,803
Operation of Non-Instructional Services	31,089
Extracurricular Activities	15,544
Total Depreciation Expense	<u>\$3,108,930</u>

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

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>
Governmental Activities:							
General Obligation Bonds:							
HB 264 Debt - Series 2015	12/1/29	1.0-3.5%	\$2,840,000	\$0	\$250,000	\$2,590,000	\$255,000
Premium on HB264 Debt			100,081	0	10,008	90,073	0
Refunding Bonds - Series 2016			18,735,000	0	2,725,000	16,010,000	2,900,000
Premium Refunding Bonds			1,770,686	0	295,115	1,475,571	0
Zions Bank Loan - Series 2019			683,000	0	40,000	643,000	41,000
Subtotal Bonds			24,128,767	0	3,320,123	20,808,644	3,196,000
Capital Lease - Fitness Equipment			143,560	0	70,530	73,030	73,030
Capital Lease - Auditorium			2,320,000	0	55,000	2,265,000	55,000
Compensated Absences			5,744,011	1,563,102	584,207	6,722,906	658,776
Subtotal Bonds & Other Amounts			32,336,338	1,563,102	4,029,860	29,869,580	3,982,806
Net Pension Liability							
STRS			76,819,047	7,307,977	0	84,127,024	0
SERS			18,917,951	1,818,704	0	20,736,655	0
Total Net Pension Liability			95,736,998	9,126,681	0	104,863,679	0
Net OPEB Liability							
STRS			0	0	0	0 (a)	0
SERS			8,139,464	0	1,060,209	7,079,255	0
Total Net OPEB Liability			8,139,464	0	1,060,209	7,079,255	0
Total Government Activities			\$136,212,800	\$10,689,783	\$5,090,069	\$141,812,514	\$3,982,806

(a) OPEB for STRS has a Net OPEB asset in the amount of \$6,110,534 as of June 30, 2021.

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>
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	3,926,000	150,913
2027-2031	1,494,000	132,202
2032-2034	170,000	7,508
Total	<u>\$19,243,000</u>	<u>\$2,586,731</u>

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

Note 8 - Capital Lease Commitments

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
2022	\$223,903
2023	146,600
2024	149,300
2025	146,900
2026	144,500
2027-2031	732,700
2032-2036	724,750
2037-2041	731,100
2042-2046	717,000
Total Minimum Lease Payments	\$3,716,753
Amount Representing Interest and Additional program cost component	(1,378,723)
Present Value of Minimum Lease Payments	<u>\$2,338,030</u>

Note 9 - Defined Benefit Pension Plans

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

Net Pension Liability/Net OPEB Liability (Asset)

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

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

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

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

Age and service requirements for retirement are as follows:

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

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

Annual retirement benefits are calculated based on final average salary multiplied by a percentage that varies based on years of service; 2.2 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
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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.

Changes in Benefits between Measurement Date and the Fiscal Year End

In September 2020, the Board of Trustees approved a 0.5 percent cost-of-living adjustment (COLA) for eligible retirees and beneficiaries in 2021. The effects of these changes are unknown.

Funding Policy

Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2021, the allocation to pension, death benefits, and Medicare B was 14.0 percent. For fiscal year 2021, the Retirement Board did not allocate any employer contribution to the Health Care Fund.

The District's contractually required contribution to SERS was \$1,550,545 for fiscal year 2021. Of this amount \$118,061 is reported as accrued wages and benefits.

Plan Description - State Teachers Retirement System (STRS)

Plan Description

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

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

The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation is 2.2 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. Eligibility changes will be phased in until August 1, 2026, when retirement eligibility for unreduced benefits will be five year of service credit and age 65, or 35 years of service credit and at least age 60.

Oak Hills Local School District, Ohio
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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 2021 employer and employee contribution rate of 14 percent was equal to the statutory maximum rates. For fiscal year 2021, the full employer contribution was allocated to pension.

The District's contractually required contribution to STRS was \$6,096,102 for fiscal year 2021. Of this amount \$1,023,580 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, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
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	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportionate Share of the Net Pension Liability	\$20,736,655	\$84,127,024	\$104,863,679
Proportion of the Net Pension Liability:			
Current Measurement Date	0.31351670%	0.34768345%	
Prior Measurement Date	<u>0.31618580%</u>	<u>0.34737117%</u>	
Change in Proportionate Share	-0.00266910%	0.00031228%	
Pension Expense	\$2,474,876	\$10,868,958	\$13,343,834

At June 30 2021, 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	\$40,280	\$188,760	\$229,040
Changes of assumptions	0	4,515,996	4,515,996
Net difference between projected and actual earnings on pension plan investments	1,316,357	4,091,107	5,407,464
Changes in employer proportionate share of net pension liability	32,360	905,831	938,191
Contributions subsequent to the measurement date	<u>1,550,545</u>	<u>6,096,102</u>	<u>7,646,647</u>
Total Deferred Outflows of Resources	<u>\$2,939,542</u>	<u>\$15,797,796</u>	<u>\$18,737,338</u>
<u>Deferred Inflows of Resources</u>			
Differences between expected and actual experience	\$0	\$537,935	\$537,935
Changes in employer proportionate share of net pension liability	<u>96,810</u>	<u>0</u>	<u>96,810</u>
Total Deferred Inflows of Resources	<u>\$96,810</u>	<u>\$537,935</u>	<u>\$634,745</u>

\$7,646,647 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, 2022. 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>
2022	(\$29,934)	\$3,157,697	\$3,127,763
2023	361,302	1,589,512	1,950,814
2024	548,686	2,545,891	3,094,577
2025	<u>412,132</u>	<u>1,870,659</u>	<u>2,282,791</u>
Total	<u>\$1,292,186</u>	<u>\$9,163,759</u>	<u>\$10,455,945</u>

Oak Hills Local School District, Ohio
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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, 2020, 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, 2021

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2.00%	1.85%
US Stocks	22.50%	5.75%
Non-US Stocks	22.50%	6.50%
Fixed Income	19.00%	2.85%
Private Equity	12.00%	7.60%
Real Assets	17.00%	6.60%
Multi-Asset Strategies	5.00%	6.65%
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 earnings 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	\$28,406,685	\$20,736,655	\$14,301,354

Changes in Actuarial Assumptions between Measurement Date and the Fiscal Year End

Based on a new experience study for the five years ending June 30, 2020, the SERS Board lowered the investment rate of return from 7.50 percent to 7.00 percent, lowered inflation from 3.00 percent to 2.40 percent, reduced wage inflation from 3.50 percent to 3.25 percent, reduced COLA from 2.50 percent to 2.00 percent, along with certain other changes for the actuarial valuation as of June 30, 2021. The effects of these changes are unknown.

Actuarial Assumptions - STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the July 1, 2020, actuarial valuation are presented below:

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

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%, effective July 1, 2017

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 2020, valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

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

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

*10 Year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25%, but 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, 2020. The projection of cash flows used to determine the discount rate assumes that member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Based on those 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, 2020. 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, 2020.

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

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

The following table presents the District's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.45 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.45 percent) or one-percentage-point higher (8.45 percent) than the current rate:

	1% Decrease 6.45%	Current Discount Rate 7.45%	1% Increase 8.45%
Proportionate share of the net pension liability	\$119,782,236	\$84,127,024	\$53,912,201

Changes in Actuarial Assumptions between Measurement Date and the Fiscal Year End

The STRS Board approved a change in the discount rate from 7.45 percent to 7.00 percent for the June 30, 2021 valuation. The effect on the net pension liability is unknown.

Note 10 - Defined Benefit OPEB Plans

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

Plan Description - School Employees Retirement System (SERS)

Health Care Plan Description

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

Access to health care for retirees and beneficiaries is permitted in accordance with Section 3309 of the Ohio Revised Code. The Health Care Fund was established and is administered in accordance with 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

Oak Hills Local School District, Ohio
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accordance with the funding policy. For fiscal year 2021, 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 2021, this amount was \$23,000. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer’s SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2021, the School District’s surcharge obligation was \$211,370.

The surcharge, added to the allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The District’s contractually required contribution to SERS was \$211,370 for fiscal year 2021.

Plan Description - State Teachers Retirement System (STRS)

Plan Description

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

Funding Policy

Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. All benefit recipients pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2021, 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, 2020, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability (asset) was based on the District's share of contributions to the respective retirement systems relative to the contributions of all participating entities. Following is information related to the proportionate share:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportionate Share of the Net OPEB Liability	\$7,079,255	\$0	\$7,079,255
Proportionate Share of the Net OPEB (Asset)	0	(6,110,534)	(6,110,534)
Proportion of the Net OPEB Liability/Asset:			
Current Measurement Date	0.32573350%	0.34768345%	
Prior Measurement Date	<u>0.32366380%</u>	<u>0.34737117%</u>	
Change in Proportionate Share	0.00206970%	0.00031228%	
OPEB Expense	\$53,401	(\$334,987)	(\$281,586)

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

At June 30 2021, reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	SERS	STRS	Total
<u>Deferred Outflows of Resources</u>			
Differences between expected and actual experience	\$92,978	\$391,538	\$484,516
Changes of assumptions	1,206,767	100,868	1,307,635
Net difference between projected and actual earnings on OPEB plan investments	79,767	214,153	293,920
Changes in employer proportionate share of net OPEB liability	184,224	99,607	283,831
Contributions subsequent to the measurement date	211,370	0	211,370
Total Deferred Outflows of Resources	<u>\$1,775,106</u>	<u>\$806,166</u>	<u>\$2,581,272</u>
<u>Deferred Inflows of Resources</u>			
Differences between expected and actual experience	\$3,600,296	\$1,217,132	\$4,817,428
Changes of assumptions	178,310	5,803,985	5,982,295
Changes in employer proportionate share of net OPEB liability	0	0	0
Total Deferred Inflows of Resources	<u>\$3,778,606</u>	<u>\$7,021,117</u>	<u>\$10,799,723</u>

\$211,370 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, 2022. 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
2022	(\$443,830)	(\$1,549,572)	(\$1,993,402)
2023	(438,058)	(1,404,619)	(1,842,677)
2024	(438,997)	(1,353,770)	(1,792,767)
2025	(431,873)	(1,338,672)	(1,770,545)
2026	(338,547)	(273,118)	(611,665)
Thereafter	(123,565)	(295,201)	(418,766)
Total	<u>(\$2,214,870)</u>	<u>(\$6,214,952)</u>	<u>(\$8,429,822)</u>

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, 2021

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, 2020, are presented below:

Inflation	3.00%
Wage Increases	3.50% to 18.20%
Investment Rate of Return	7.50% net of investment expense, including inflation
Municipal Bond Index Rate:	
Measurement Date	2.45%
Prior Measurement Date	3.13%
Single Equivalent Interest Rate, net of plan investment expense, including price inflation:	
Measurement Date	2.63%
Prior Measurement Date	3.22%
Medical Trend Assumption:	
Medicare	5.25% to 4.75%
Pre-Medicare	7.00% to 4.75%

Mortality rates 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, 2021

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:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	2.00%	1.85%
US Stocks	22.50%	5.75%
Non-US Stocks	22.50%	6.50%
Fixed Income	19.00%	2.85%
Private Equity	12.00%	7.60%
Real Assets	17.00%	6.60%
Multi-Asset Strategies	<u>5.00%</u>	6.65%
Total	<u><u>100.00%</u></u>	

Discount Rate

The discount rate used to measure the total OPEB liability at June 30, 2020 was 2.63 percent. The discount rate used to measure total OPEB liability at June 30, 2019, was 3.22 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 2.45 percent, as of June 30, 2020 (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 (1.63%) and higher (3.63%) than the current discount rate (2.63%). 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, 2021

	1% Decrease (1.63%)	Current Discount Rate (2.63%)	1% Increase (3.63%)
Proportionate share of the net OPEB liability	\$8,664,832	\$7,079,255	\$5,818,724
	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	\$5,574,375	\$7,079,255	\$9,091,665

Changes in Actuarial Assumptions between Measurement Date and the Fiscal Year End

Based on a new experience study for the five years ending June 30, 2020, the SERS Board reduced the wage growth assumption from 3.50 percent to 3.25 percent and increased the health care rate of return from 5.25 percent to 7.00 percent. The effects of these changes are unknown.

Actuarial Assumptions - STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2020, 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	5.00% initial, 4% ultimate
Medicare	-6.69% initial, 4% ultimate
Prescription Drug	
Pre-Medicare	6.50% initial, 4% ultimate
Medicare	11.87% initial, 4% ultimate

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

For healthy retirees the mortality rates are based on the RP-2014 Annuitant Mortality Table with 50 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, 2020, valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

Since the prior measurement date, there was no change to the claims costs process. Claim curves were updated to reflect the projected fiscal year ending June 30, 2021 premium based on June 30, 2020 enrollment distribution. The non-Medicare subsidy percentage was increased effective January 1, 2021

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

from 1.984 percent to 2.055 percent per year of service. The non-Medicare frozen subsidy base premium was increased effective January 1, 2021. The Medicare subsidy percentages were adjusted effective January 1, 2021 to 2.1 percent for the AMA Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed indefinitely.

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

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

*10 Year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25%, but 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, 2020. The projection of cash flows used to determine the discount rate assumes STRS continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2020. 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, 2020.

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, 2020, 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.

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Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

	1% Decrease <u>(6.45%)</u>	Current Discount Rate <u>(7.45%)</u>	1% Increase <u>(8.45%)</u>
Proportionate share of the net OPEB (asset)	(\$5,316,560)	(\$6,110,534)	(\$6,784,187)
	1% Decrease <u></u>	Current Trend Rate <u></u>	1% Increase <u></u>
Proportionate share of the net OPEB (asset)	(\$6,742,371)	(\$6,110,534)	(\$5,340,856)

Note 11 - Contingent Liabilities

School Foundation

District foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education (ODE) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. As of the date of this report, additional ODE adjustments for fiscal year 2021 are not finalized. As a result, the impact of future FTE adjustments on the fiscal year 2021 financial statements is not determinable, at this time. Management believes this may result in either an additional receivable to, or a liability of, the District.

Grants

The District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements, and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the District at June 30, 2021, 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.

Note 12 - Jointly Governed Organizations

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

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

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

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:

	<u>2021</u>	<u>2020</u>
Claims Liability at Beginning of Year	\$54,897	\$42,781
Claims Incurred	141,238	206,171
Claims Paid	(145,125)	(194,055)
Claims Liability at End of Year	<u>\$51,010</u>	<u>\$54,897</u>

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

Note 14 – Accountability

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

Fund	Deficit	Proprietary Fund:	Deficit
Other Governmental Funds:		Internal Service	\$49,644
Title I	\$80,806		
Special Education	101,482		
IDEA Preschool Grant	2,018		
Auxiliary Services	2,606		
ESSER	22,005		
Improving Teacher Quality	985		

The deficit fund balances were caused by GAAP Accruals.

Note 15 – Set Asides

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

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

	Capital Acquisition	Budget Stabilization
Set Aside Reserve Balance as of June 30, 2020	\$0	\$380,716
Current Year Set Aside Requirement	1,352,069	0
Qualified Disbursements	(363,627)	0
Current Year Offsets	(988,442)	0
Set Aside Reserve Balance as of June 30, 2021	\$0	\$380,716
Restricted Cash as of June 30, 2021	\$0	\$380,716

The District had offsets credits of \$40,218,884 and qualifying disbursements during the year that reduced the set-aside amounts for capital maintenance reserve to below zero-extra qualified disbursement amounts may not be used to reduce the set-aside requirements of future years.

Note 16 - Interfund Balances

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

	Interfund Receivable	Interfund Payable	Transfers In	Transfers Out
General Fund	\$18,000	\$0	\$0	\$235,000
Other Governmental Funds	0	18,000	235,000	0
Total all funds	\$18,000	\$18,000	\$235,000	\$235,000

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

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

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

Fund Balances	General	Other Governmental Funds	Total
Restricted for:			
Extracurricular Activity	\$0	\$409,508	\$409,508
Miscellaneous State Grants	0	37,173	37,173
Food Service	0	621,498	621,498
Student Activity	0	63,173	63,173
Scholarships	0	696,322	696,322
Debt Service	0	3,872,983	3,872,983
Total Restricted	<u>0</u>	<u>5,700,657</u>	<u>5,700,657</u>
Committed to:			
Capital Improvements	0	4,653,624	4,653,624
Total Committed	<u>0</u>	<u>4,653,624</u>	<u>4,653,624</u>
Assigned to:			
Public Schools	521,767	0	521,767
Budgetary Resources	6,696,161	0	6,696,161
Total Assigned	<u>7,217,928</u>	<u>0</u>	<u>7,217,928</u>
Unassigned (Deficit)	<u>30,374,322</u>	<u>(209,902)</u>	<u>30,164,420</u>
Total Fund Balance	<u>\$37,592,250</u>	<u>\$10,144,379</u>	<u>\$47,736,629</u>

Note 18 – Construction and Other Commitments

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

<u>Description</u>	<u>Remaining Commitment</u>
General	\$40,011
Other Governmental	18,000

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

Note 19 – Tax Abatements entered Into By Other Governments

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

Note 20 – COVID-19

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

Note 21 – Implementation of New Accounting Principles and Restatement of Net Position

New Accounting Principles

For fiscal year 2021, the District implemented GASB Statement No. 84, Fiduciary Activities and related guidance from (GASB) Implementation Guide No. 2019-2, Fiduciary Activities, GASB Statement No. 88, Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements, and GASB Statement No. 90, Majority Equity Interests – An Amendment of GASB Statements No. 14 and GASB Statements No. 61.

GASB Statement No. 88 sets out to improve the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. The Statement defines debt for purposes of disclosure in notes to financial statements as a liability that arises from a contractual obligation to pay cash (or other assets that may be used in lieu of cash) in one or more payments to settle an amount that is fixed at the date the contractual obligation is established. This Statement requires that additional essential information related to debt be disclosed in notes to financial statements, including unused lines of credit; assets pledged as collateral for the debt; and terms specified in debt agreements related to significant events of default with finance-related consequences, significant termination events with finance-related consequences, and significant subjective acceleration clauses. For notes to financial statements related to debt, this Statement also requires that existing and additional information be provided for direct borrowings and direct placements of debt separately from other debt. If applicable, GASB Statement No. 88 has been implemented in the notes to financial statements.

GASB Statement No. 84 established specific criteria for identifying activities that should be reported as fiduciary activities and clarifies whether and how business type activities should report their fiduciary

Oak Hills Local School District, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2021

activities. Due to the implementation of GASB Statement No. 84, the District will no longer be reporting agency funds. The District reviewed its agency funds and certain funds will be reported in the new fiduciary fund classification of custodial funds, while other funds have been reclassified as governmental funds. If applicable, fund reclassifications resulted in the restatement of the District's financial statements.

GASB Statement No. 90 improves consistency in the measurement and comparability of the financial statement presentation of majority equity interests in legally separate organizations. This Statement also provides guidance for reporting a component unit if a government acquires a 100 percent equity interest in that component unit. The implementation of GASB Statement No. 90 did not have an effect on the financial statements of the District.

Restatement of Fund Balance/Net Position

The implementation of GASB 84 had the following effect on fund balance as reported at June 30, 2020:

	Other Governmental Funds
	<u> </u>
Fund Balance, June 30, 2020	\$6,180,924
Adjustments-Presentation Changes:	
GASB Statement No. 84	<u>819,556</u>
Restated Fund Balance, June 30, 2020	<u><u>\$7,000,480</u></u>

The implementation of the GASB 84 pronouncement had the following effect on the net position as reported at June 30, 2020:

	Governmental Activities
	<u> </u>
Net Position, June 30, 2020	(\$32,265,930)
Adjustments-Presentation Changes:	
GASB Statement No. 84	<u>819,556</u>
Restated Net Position, June 30, 2020	<u><u>(\$31,446,374)</u></u>

Note 22 – Subsequent Event

For fiscal year 2022, District foundation funding received from the state of Ohio will be funded using a direct funding model. Under this new model, community school, STEM school and scholarship funding will be directly funded by the State of Ohio to the respective schools. For fiscal year 2021 and prior, the amounts related to students who were residents of the District were funded to the District who, in turn, made the payment to the respective school.

REQUIRED SUPPLEMENTARY INFORMATION

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

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

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

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

See accompanying notes to the required supplementary information.

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

Year	District's Contractually Required Contribution	District's Contributions in Relation to the Contractually Required Contributions	District's Contribution Deficiency (Excess)	District's Covered Payroll	District's Contributions as a Percentage of Covered Payroll
2021	\$1,550,545	(1,550,545)	\$0	11,075,321	14.00%
2020	1,538,769	(1,538,769)	0	10,991,207	14.00%
2019	1,464,340	(1,464,340)	0	10,846,963	13.50%
2018	1,407,999	(1,407,999)	0	10,429,622	13.50%
2017	1,422,765	(1,422,765)	0	10,162,607	14.00%
2016	1,675,584	(1,675,584)	0	11,968,457	14.00%
2015	1,636,584	(1,636,584)	0	12,417,178	13.18%
2014	1,289,951	(1,289,951)	0	9,307,006	13.86%
2013	1,701,480	(1,701,480)	0	12,293,931	13.84%
2012	1,649,352	(1,649,352)	0	12,262,840	13.45%

See accompanying notes to the required supplementary information.

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

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

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

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

See accompanying notes to the required supplementary information.

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

Year	District's Contractually Required Contribution	District's Contributions in Relation to the Contractually Required Contributions	District's Contribution Deficiency (Excess)	District's Covered Payroll	District's Contributions as a Percentage of Covered Payroll
2021	\$6,096,102	(6,096,102)	\$0	43,543,586	14.00%
2020	5,969,184	(5,969,184)	0	42,637,029	14.00%
2019	5,827,176	(5,827,176)	0	41,622,686	14.00%
2018	5,555,364	(5,555,364)	0	39,681,171	14.00%
2017	5,169,504	(5,169,504)	0	36,925,029	14.00%
2016	5,085,600	(5,085,600)	0	36,325,714	14.00%
2015	4,846,128	(4,846,128)	0	34,615,200	14.00%
2014	4,746,089	(4,746,089)	0	36,508,377	13.00%
2013	4,911,612	(4,911,612)	0	37,781,631	13.00%
2012	5,087,280	(5,087,280)	0	39,132,923	13.00%

See accompanying notes to the required supplementary information.

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

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

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

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

See accompanying notes to the required supplementary information.

Oak Hills Local School District
 Required Supplementary Information
 Schedule of the District's Contributions for Net OPEB Liability
 School Employees Retirement System of Ohio
 Last Six 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
2021	\$211,370	(211,370)	\$0	\$11,075,321	1.91%
2020	211,140	(211,140)	0	10,991,207	1.92%
2019	250,081	(250,081)	0	10,846,963	2.31%
2018	222,335	(222,335)	0	10,429,622	2.13%
2017	168,230	(168,230)	0	10,162,607	1.66%
2016	155,275	(155,275)	0	11,968,457	1.30%

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

(2) Includes surcharge.

See accompanying notes to the required supplementary information.

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

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

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

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

See accompanying notes to the required supplementary information.

Oak Hills Local School District
 Required Supplementary Information
 Schedule of the District's Contributions for Net OPEB (Asset)/Liability
 State Teachers Retirement System of Ohio
 Last Six 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
2021	\$0	\$0	\$0	\$43,543,586	0.00%
2020	0	0	0	42,637,029	0.00%
2019	0	0	0	41,622,686	0.00%
2018	0	0	0	39,681,171	0.00%
2017	0	0	0	36,925,029	0.00%
2016	0	0	0	36,325,714	0.00%

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

See accompanying notes to the required supplementary information.

Oak Hills Local School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2021

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$27,445,362	\$28,424,427	\$28,429,578	\$5,151
Revenue in Lieu of Taxes	13,119,295	13,587,303	13,589,765	2,462
Tuition and Fees	1,853,904	1,920,039	1,920,387	348
Investment Earnings	301,232	311,977	312,034	57
Intergovernmental	32,332,522	33,485,927	33,491,996	6,069
Extracurricular Activities	191,771	198,612	198,648	36
Other Revenues	155,689	161,243	161,272	29
Total Revenues	75,399,775	78,089,528	78,103,680	14,152
Expenditures:				
Current:				
Instruction:				
Regular	40,148,763	38,660,152	38,614,944	45,208
Special	14,610,789	14,069,059	14,052,607	16,452
Vocational	1,575	1,517	1,515	2
Other	182,252	175,494	175,289	205
Support Services:				
Pupil	6,901,249	6,645,369	6,637,598	7,771
Instructional Staff	2,165,700	2,085,402	2,082,963	2,439
General Administration	92,337	88,913	88,809	104
School Administration	6,763,713	6,512,932	6,505,316	7,616
Fiscal	1,404,583	1,352,505	1,350,923	1,582
Business	236,368	227,604	227,338	266
Operations and Maintenance	5,582,138	5,375,167	5,368,881	6,286
Pupil Transportation	2,929,967	2,821,331	2,818,032	3,299
Central	528,602	509,003	508,408	595
Operation of Non-Instructional Services	36,094	34,756	34,715	41
Extracurricular Activities	1,216,241	1,171,145	1,169,776	1,369
Capital Outlay	48,873	47,061	47,006	55
Total Expenditures	82,849,244	79,777,410	79,684,120	93,290
Excess of Revenues Over (Under) Expenditures	(7,449,469)	(1,687,882)	(1,580,440)	107,442
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	13,713	14,202	14,205	3
Transfers (Out)	(244,334)	(235,275)	(235,000)	275
Total Other Financing Sources (Uses)	(230,621)	(221,073)	(220,795)	278
Net Change in Fund Balance	(7,680,090)	(1,908,955)	(1,801,235)	107,720
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	35,671,139	35,671,139	35,671,139	0
Fund Balance - End of Year	\$27,991,049	\$33,762,184	\$33,869,904	\$107,720

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, 2021

Note 1 – Budgetary Process

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

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the fiscal year 2021.

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, 2021

Net Change in Fund Balance

	<u>General</u>
GAAP Basis	\$7,372,314
Revenue Accruals	(9,183,017)
Expenditure Accruals	49,479
Encumbrances	<u>(40,011)</u>
Budget Basis	<u><u>(\$1,801,235)</u></u>

Note 2 - Net Pension Liability

School Employees Retirement System (SERS)

Changes in Benefit Terms:

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

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

2018: SERS changed from a fixed 3% annual increase to a Cost of Living Adjustment (COLA) based on the change 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:

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

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

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

Oak Hills Local School District, Ohio
Notes to the Required Supplementary Information
For The Year Ended June 30, 2021

State Teachers Retirement System (STRS)

Changes in Benefit Terms:

2019-2021: 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:

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

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

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

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

Note 3 - Net OPEB (Asset)/Liability

School Employees Retirement System (SERS)

Changes in Benefit Terms:

2017-2021: There were no changes in benefit terms from the amounts reported for these fiscal years.

Changes in Assumptions:

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

- (1) Discount Rate:

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

Prior Measurement Date	3.13%
Measurement Date	2.45%
- (3) Single Equivalent Interest Rate, net of plan investment expense, including price inflation:

Prior Measurement Date	3.22%
Measurement Date	2.63%

Oak Hills Local School District, Ohio
Notes to the Required Supplementary Information
For The Year Ended June 30, 2021

2020: 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	3.70%
Measurement Date	3.22%
- (5) Municipal Bond Index Rate:

Prior Measurement Date	3.62%
Measurement Date	3.13%
- (6) 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:

- (7) Discount Rate:

Prior Measurement Date	3.63%
Measurement Date	3.70%
- (8) Municipal Bond Index Rate:

Prior Measurement Date	3.56%
Measurement Date	3.62%
- (9) 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,

Oak Hills Local School District, Ohio
Notes to the Required Supplementary Information
For The Year Ended June 30, 2021

- (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:

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

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

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

2018: The subsidy multiplier for non-Medicare benefit recipients was reduced from 2.1 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:

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

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

Oak Hills Local School District, Ohio
Notes to the Required Supplementary Information
For The Year Ended June 30, 2021

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

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, 2021

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$2,036,056	\$2,477,983	\$2,669,386	\$7,183,425
Receivables (Net):				
Taxes	0	3,523,075	4,900,382	8,423,457
Accounts	3,989	0	0	3,989
Intergovernmental	477,322	0	0	477,322
Inventory	41,219	0	0	41,219
Total Assets	2,558,586	6,001,058	7,569,768	16,129,412
Liabilities:				
Accounts Payable	4,725	0	0	4,725
Accrued Wages and Benefits	685,380	0	5,762	691,142
Interfund Payable	18,000	0	0	18,000
Total Liabilities	708,105	0	5,762	713,867
Deferred Inflows of Resources:				
Property Taxes	0	2,128,075	2,910,382	5,038,457
Grants and Other Taxes	232,709	0	0	232,709
Total Deferred Inflows of Resources	232,709	2,128,075	2,910,382	5,271,166
Fund Balances:				
Restricted	1,827,674	3,872,983	0	5,700,657
Committed	0	0	4,653,624	4,653,624
Unassigned	(209,902)	0	0	(209,902)
Total Fund Balances	1,617,772	3,872,983	4,653,624	10,144,379
Total Liabilities, Deferred Inflows and Fund Balances	\$2,558,586	\$6,001,058	\$7,569,768	\$16,129,412

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, 2021

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Property and Other Taxes	\$0	\$4,440,282	\$6,227,515	\$10,667,797
Investment Earnings	5,247	0	0	5,247
Intergovernmental	10,240,113	514,160	711,467	11,465,740
Extracurricular Activities	241,947	0	0	241,947
Charges for Services	863,934	0	0	863,934
Other Revenues	128,020	0	133,908	261,928
Total Revenues	11,479,261	4,954,442	7,072,890	23,506,593
Expenditures:				
Current:				
Instruction:				
Regular	447,444	0	338,338	785,782
Special	2,420,459	0	10,930	2,431,389
Support Services:				
Pupil	1,336,270	0	7,372	1,343,642
Instructional Staff	1,873,073	0	1,447,317	3,320,390
School Administration	91,014	0	0	91,014
Fiscal	0	41,114	57,135	98,249
Operations and Maintenance	478	0	794,427	794,905
Pupil Transportation	41,800	0	487,222	529,022
Central	16,567	0	0	16,567
Operation of Non-Instructional Services	5,051,967	0	0	5,051,967
Extracurricular Activities	496,478	0	0	496,478
Capital Outlay	0	0	1,575,273	1,575,273
Debt Service:				
Principal Retirement	0	2,725,000	415,530	3,140,530
Interest and Fiscal Charges	0	755,750	201,376	957,126
Total Expenditures	11,775,550	3,521,864	5,334,920	20,632,334
Excess of Revenues Over (Under) Expenditures	(296,289)	1,432,578	1,737,970	2,874,259
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	0	0	34,640	34,640
Transfers In	200,000	0	35,000	235,000
Total Other Financing Sources (Uses)	200,000	0	69,640	269,640
Net Change in Fund Balance	(96,289)	1,432,578	1,807,610	3,143,899
Fund Balance - Beginning of Year, Restated	1,714,061	2,440,405	2,846,014	7,000,480
Fund Balance - End of Year	\$1,617,772	\$3,872,983	\$4,653,624	\$10,144,379

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

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

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

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

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

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

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.

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

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

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

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

Oak Hills Local School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2021

	Student Managed Activity	Auxiliary Services	Data Communications	Miscellaneous State Grants	Special Education	Vocational Education
Assets:						
Equity in Pooled Cash and Investments	\$411,551	\$52,082	\$0	\$37,173	\$0	\$0
Receivables (Net):						
Accounts	285	0	0	0	0	0
Intergovernmental	0	0	0	0	289,766	0
Inventory	0	0	0	0	0	0
Total Assets	411,836	52,082	0	37,173	289,766	0
Liabilities:						
Accounts Payable	2,328	639	0	0	0	0
Accrued Wages and Benefits	0	54,049	0	0	235,852	0
Interfund Payable	0	0	0	0	18,000	0
Total Liabilities	2,328	54,688	0	0	253,852	0
Deferred Inflows of Resources:						
Grants and Other Taxes	0	0	0	0	137,396	0
Total Deferred Inflows of Resources	0	0	0	0	137,396	0
Fund Balances:						
Restricted	409,508	0	0	37,173	0	0
Unassigned	0	(2,606)	0	0	(101,482)	0
Total Fund Balances	409,508	(2,606)	0	37,173	(101,482)	0
Total Liabilities, Deferred Inflows and Fund Balances	\$411,836	\$52,082	\$0	\$37,173	\$289,766	\$0

Title I	IDEA Preschool Grant	Improving Teacher Quality	Miscellaneous Federal Grants	Food Service	Title III	Student Wellness and Success	Student Activity
\$0	\$0	\$0	\$0	\$775,755	\$0	\$0	\$63,173
0	0	0	0	3,704	0	0	0
166,417	3,427	0	0	0	0	0	0
0	0	0	0	41,219	0	0	0
<u>166,417</u>	<u>3,427</u>	<u>0</u>	<u>0</u>	<u>820,678</u>	<u>0</u>	<u>0</u>	<u>63,173</u>
0	0	985	0	773	0	0	0
157,663	3,524	0	0	198,407	0	0	0
0	0	0	0	0	0	0	0
<u>157,663</u>	<u>3,524</u>	<u>985</u>	<u>0</u>	<u>199,180</u>	<u>0</u>	<u>0</u>	<u>0</u>
89,560	1,921	0	0	0	0	0	0
<u>89,560</u>	<u>1,921</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	621,498	0	0	63,173
(80,806)	(2,018)	(985)	0	0	0	0	0
<u>(80,806)</u>	<u>(2,018)</u>	<u>(985)</u>	<u>0</u>	<u>621,498</u>	<u>0</u>	<u>0</u>	<u>63,173</u>
<u>\$166,417</u>	<u>\$3,427</u>	<u>\$0</u>	<u>\$0</u>	<u>\$820,678</u>	<u>\$0</u>	<u>\$0</u>	<u>\$63,173</u>

Continued

Oak Hills Local School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2021

	ESSER	Coronavirus Relief	Scholarships	Total Nonmajor Special Revenue Funds
Assets:				
Equity in Pooled Cash and Investments	\$0	\$0	\$696,322	\$2,036,056
Receivables (Net):				
Accounts	0	0	0	3,989
Intergovernmental	17,712	0	0	477,322
Inventory	0	0	0	41,219
Total Assets	17,712	0	696,322	2,558,586
Liabilities:				
Accounts Payable	0	0	0	4,725
Accrued Wages and Benefits	35,885	0	0	685,380
Interfund Payable	0	0	0	18,000
Total Liabilities	35,885	0	0	708,105
Deferred Inflows of Resources:				
Grants and Other Taxes	3,832	0	0	232,709
Total Deferred Inflows of Resources	3,832	0	0	232,709
Fund Balances:				
Restricted	0	0	696,322	1,827,674
Unassigned	(22,005)	0	0	(209,902)
Total Fund Balances	(22,005)	0	696,322	1,617,772
Total Liabilities, Deferred Inflows and Fund Balances	\$17,712	\$0	\$696,322	\$2,558,586

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Oak Hills Local School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2021

	Student Managed Activity	Auxiliary Services	Data Communications	Miscellaneous State Grants	Special Education	Vocational Education
Revenues:						
Investment Earnings	\$0	\$1,217	\$0	\$0	\$0	\$0
Intergovernmental	0	1,932,702	16,200	105,191	2,497,163	0
Extracurricular Activities	209,315	0	0	0	0	0
Charges for Services	0	0	0	0	0	0
Other Revenues	52,340	0	0	0	0	0
Total Revenues	261,655	1,933,919	16,200	105,191	2,497,163	0
Expenditures:						
Current:						
Instruction:						
Regular	0	0	16,200	0	0	0
Special	0	0	0	0	1,352,340	0
Support Services:						
Pupil	0	0	0	0	279,814	0
Instructional Staff	0	0	0	25,000	567,232	0
School Administration	0	0	0	0	91,014	0
Operations and Maintenance	0	0	0	0	0	0
Pupil Transportation	0	0	0	41,800	0	0
Central	0	0	0	16,567	0	0
Operation of Non-Instructional Services	0	2,295,554	0	0	185,866	0
Extracurricular Activities	444,876	0	0	0	0	0
Total Expenditures	444,876	2,295,554	16,200	83,367	2,476,266	0
Excess of Revenues Over (Under) Expenditures	(183,221)	(361,635)	0	21,824	20,897	0
Other Financing Sources (Uses):						
Transfers In	200,000	0	0	0	0	0
Total Other Financing Sources (Uses)	200,000	0	0	0	0	0
Net Change in Fund Balance	16,779	(361,635)	0	21,824	20,897	0
Fund Balance - Beginning of Year, Restated	392,729	359,029	0	15,349	(122,379)	0
Fund Balance - End of Year	\$409,508	(\$2,606)	\$0	\$37,173	(\$101,482)	\$0

Title I	IDEA Preschool Grant	Improving Teacher Quality	Miscellaneous Federal Grants	Food Service	Title III	Student Wellness and Success	Student Activity
\$0	\$0	\$0	\$0	\$738	\$0	\$0	\$0
1,337,031	39,174	224,878	56,856	1,623,387	18,160	609,385	0
0	0	0	0	0	0	0	32,632
0	0	0	0	863,934	0	0	0
0	0	0	0	5,479	0	0	2,884
<u>1,337,031</u>	<u>39,174</u>	<u>224,878</u>	<u>56,856</u>	<u>2,493,538</u>	<u>18,160</u>	<u>609,385</u>	<u>35,516</u>
25,183	0	0	0	0	0	0	0
1,051,542	6,598	0	0	0	9,979	0	0
80,708	10,720	0	0	0	0	609,456	0
113,659	20,410	192,497	35,479	0	8,181	0	0
0	0	0	0	0	0	0	0
0	0	0	478	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
50,876	0	33,366	17,098	2,224,880	0	0	0
0	0	0	0	0	0	0	51,602
<u>1,321,968</u>	<u>37,728</u>	<u>225,863</u>	<u>53,055</u>	<u>2,224,880</u>	<u>18,160</u>	<u>609,456</u>	<u>51,602</u>
<u>15,063</u>	<u>1,446</u>	<u>(985)</u>	<u>3,801</u>	<u>268,658</u>	<u>0</u>	<u>(71)</u>	<u>(16,086)</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
15,063	1,446	(985)	3,801	268,658	0	(71)	(16,086)
(95,869)	(3,464)	0	(3,801)	352,840	0	71	79,259
<u>(\$80,806)</u>	<u>(\$2,018)</u>	<u>(\$985)</u>	<u>\$0</u>	<u>\$621,498</u>	<u>\$0</u>	<u>\$0</u>	<u>\$63,173</u>

Continued

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, 2021

	ESSER	Coronavirus Relief	Scholarships	Total Nonmajor Special Revenue Funds
Revenues:				
Investment Earnings	\$0	\$0	\$3,292	\$5,247
Intergovernmental	1,052,799	727,187	0	10,240,113
Extracurricular Activities	0	0	0	241,947
Charges for Services	0	0	0	863,934
Other Revenues	0	0	67,317	128,020
Total Revenues	1,052,799	727,187	70,609	11,479,261
Expenditures:				
Current:				
Instruction:				
Regular	406,061	0	0	447,444
Special	0	0	0	2,420,459
Support Services:				
Pupil	10,065	345,507	0	1,336,270
Instructional Staff	528,935	381,680	0	1,873,073
School Administration	0	0	0	91,014
Operations and Maintenance	0	0	0	478
Pupil Transportation	0	0	0	41,800
Central	0	0	0	16,567
Operation of Non-Instructional Services	129,743	0	114,584	5,051,967
Extracurricular Activities	0	0	0	496,478
Total Expenditures	1,074,804	727,187	114,584	11,775,550
Excess of Revenues Over (Under) Expenditures	(22,005)	0	(43,975)	(296,289)
Other Financing Sources (Uses):				
Transfers In	0	0	0	200,000
Total Other Financing Sources (Uses)	0	0	0	200,000
Net Change in Fund Balance	(22,005)	0	(43,975)	(96,289)
Fund Balance - Beginning of Year, Restated	0	0	740,297	1,714,061
Fund Balance - End of Year	(\$22,005)	\$0	\$696,322	\$1,617,772

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, 2021

	Student Managed Activity Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$209,596	\$209,596	\$0
Other Revenues	52,340	52,340	0
Total Revenues	<u>261,936</u>	<u>261,936</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Extracurricular Activities	486,601	473,927	12,674
Total Expenditures	<u>486,601</u>	<u>473,927</u>	<u>12,674</u>
Excess of Revenues Over (Under) Expenditures	<u>(224,665)</u>	<u>(211,991)</u>	<u>12,674</u>
Other Financing Sources (Uses):			
Transfers In	200,000	200,000	0
Total Other Financing Sources (Uses)	<u>200,000</u>	<u>200,000</u>	<u>0</u>
Net Change in Fund Balance	(24,665)	(11,991)	12,674
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>423,544</u>	<u>423,544</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$398,879</u></u>	<u><u>\$411,553</u></u>	<u><u>\$12,674</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, 2021

	Auxiliary Services Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$1,217	\$1,217	\$0
Intergovernmental	1,932,702	1,932,702	0
Total Revenues	1,933,919	1,933,919	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	2,309,529	2,296,858	12,671
Total Expenditures	2,309,529	2,296,858	12,671
Net Change in Fund Balance	(375,610)	(362,939)	12,671
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	415,021	415,021	0
Fund Balance - End of Year	\$39,411	\$52,082	\$12,671

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, 2021

	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, 2021

	Miscellaneous State Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$105,191	\$105,191	\$0
Total Revenues	105,191	105,191	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	28,038	25,000	3,038
Pupil Transportation	46,880	41,800	5,080
Central	19,789	17,645	2,144
Total Expenditures	94,707	84,445	10,262
Net Change in Fund Balance	10,484	20,746	10,262
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	16,427	16,427	0
Fund Balance - End of Year	\$26,911	\$37,173	\$10,262

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, 2021

	Special Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,484,888	\$2,484,888	\$0
Total Revenues	<u>2,484,888</u>	<u>2,484,888</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Special	1,336,516	1,336,516	0
Support Services:			
Pupil	276,913	276,913	0
Instructional Staff	588,631	588,631	0
School Administration	96,962	96,962	0
Operation of Non-Instructional Services	<u>185,866</u>	<u>185,866</u>	<u>0</u>
Total Expenditures	<u>2,484,888</u>	<u>2,484,888</u>	<u>0</u>
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2021

	Vocational Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Support Services:			
Pupil	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)	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, 2021

	Title I Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,344,390	\$1,344,390	\$0
Total Revenues	1,344,390	1,344,390	0
Expenditures:			
Current:			
Instruction:			
Regular	25,183	25,183	0
Special	1,075,859	1,075,859	0
Support Services:			
Pupil	79,962	79,962	0
Instructional Staff	113,370	113,370	0
Operation of Non-Instructional Services	50,016	50,016	0
Total Expenditures	1,344,390	1,344,390	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, 2021

	IDEA Preschool Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$40,314	\$40,314	\$0
Total Revenues	40,314	40,314	0
Expenditures:			
Current:			
Instruction:			
Special	6,597	6,597	0
Support Services:			
Pupil	13,732	13,732	0
Instructional Staff	19,985	19,985	0
Total Expenditures	40,314	40,314	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, 2021

	Improving Teacher Quality Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$224,878	\$224,878	\$0
Total Revenues	224,878	224,878	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	192,497	192,497	0
Operation of Non-Instructional Services	32,381	32,381	0
Total Expenditures	224,878	224,878	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, 2021

	Miscellaneous Federal Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$60,350	\$60,350	\$0
Total Revenues	<u>60,350</u>	<u>60,350</u>	<u>0</u>
Expenditures:			
Current:			
Support Services:			
Instructional Staff	35,479	35,479	0
Operations and Maintenance	7,773	7,773	0
Operation of Non-Instructional Services	<u>17,098</u>	<u>17,098</u>	<u>0</u>
Total Expenditures	<u>60,350</u>	<u>60,350</u>	<u>(0)</u>
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2021

	Food Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$738	\$738	\$0
Intergovernmental	1,666,565	1,666,600	35
Charges for Services	863,916	863,934	18
Other Revenues	1,785	1,785	0
Total Revenues	2,533,004	2,533,057	53
Expenditures:			
Current:			
Operation of Non-Instructional Services	2,180,262	2,158,324	21,938
Total Expenditures	2,180,262	2,158,324	21,938
Net Change in Fund Balance	352,742	374,733	21,991
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	401,022	401,022	0
Fund Balance - End of Year	\$753,764	\$775,755	\$21,991

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, 2021

	Title III Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$18,160	\$18,160	0
Total Revenues	<u>18,160</u>	<u>18,160</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Special	9,979	9,979	0
Support Services:			
Instructional Staff	<u>8,181</u>	<u>8,181</u>	<u>0</u>
Total Expenditures	<u>18,160</u>	<u>18,160</u>	<u>(0)</u>
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Oak Hills Local School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2021

	Student Wellness and Success Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$609,385	\$609,385	\$0
Total Revenues	609,385	609,385	0
Expenditures:			
Current:			
Instruction:			
Support Services:			
Pupil	609,456	609,456	0
Total Expenditures	609,456	609,456	(0)
Net Change in Fund Balance	(71)	(71)	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	71	71	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, 2021

	Student Activity Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	32,632	32,632	0
Other Revenues	2,884	2,884	0
Total Revenues	35,516	35,516	0
Expenditures:			
Current:			
Instruction:			
Support Services:			
Extracurricular Activities	51,602	51,602	0
Total Expenditures	51,602	51,602	(0)
Net Change in Fund Balance	(16,086)	(16,086)	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	79,260	79,260	0
Fund Balance - End of Year	\$63,174	\$63,174	\$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, 2021

	ESSER Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	1,038,919	1,038,919	0
Total Revenues	1,038,919	1,038,919	0
Expenditures:			
Current:			
Instruction:			
Regular	370,174	370,174	0
Support Services:			
Pupil	10,065	10,065	0
Instructional Staff	528,937	528,937	0
Operation of Non-Instructional Services	129,743	129,743	0
Total Expenditures	1,038,919	1,038,919	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, 2021

	Coronavirus Relief Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	727,187	727,187	0
Total Revenues	727,187	727,187	0
Expenditures:			
Current:			
Instruction:			
Support Services:			
Pupil	345,507	345,507	0
Instructional Staff	381,680	381,680	0
Total Expenditures	727,187	727,187	(0)
Excess of Revenues Over (Under) Expenditures	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, 2021

	Scholarships Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$20,828	\$1,126	(\$19,702)
Other Revenues	50,719	2,742	(47,977)
Total Revenues	71,547	3,868	(67,679)
Expenditures:			
Current:			
Operation of Non-Instructional Services	71,547	2,863	68,684
Total Expenditures	71,547	2,863	68,684
Net Change in Fund Balance	0	1,005	1,005
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	18,879	18,879	0
Fund Balance - End of Year	\$18,879	\$19,884	\$1,005

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, 2021

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$3,370,282	\$3,370,282	\$0
Intergovernmental	514,160	514,160	0
Total Revenues	<u>3,884,442</u>	<u>3,884,442</u>	<u>0</u>
Expenditures:			
Current:			
Support Services:			
Fiscal	41,114	41,114	0
Debt Service:			
Principal Retirement	2,725,000	2,725,000	0
Interest and Fiscal Charges	755,750	755,750	0
Total Expenditures	<u>3,521,864</u>	<u>3,521,864</u>	<u>0</u>
Net Change in Fund Balance	362,578	362,578	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>2,115,405</u>	<u>2,115,405</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$2,477,983</u></u>	<u><u>\$2,477,983</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, 2021

	Permanent Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$4,672,515	\$4,672,515	\$0
Intergovernmental	711,467	711,467	0
Other Revenues	133,908	133,908	0
Total Revenues	5,517,890	5,517,890	0
Expenditures:			
Current:			
Instruction:			
Regular	359,301	353,338	5,963
Special	14,165	13,930	235
Support Services:			
Pupil	7,496	7,372	124
Instructional Staff	1,472,378	1,447,941	24,437
Fiscal	58,099	57,135	964
Operations and Maintenance	853,512	839,346	14,166
Pupil Transportation	503,262	494,909	8,353
Extracurricular Activities	76,895	75,619	1,276
Capital Outlay	1,657,787	1,630,273	27,514
Debt Service:			
Principal Retirement	345,000	345,000	0
Interest and Fiscal Charges	205,422	196,287	9,135
Total Expenditures	5,553,317	5,461,150	92,167
Excess of Revenues Over (Under) Expenditures	(35,427)	56,740	92,167
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	34,640	34,640	0
Transfers In	35,000	35,000	0
Total Other Financing Sources (Uses)	69,640	69,640	0
Net Change in Fund Balance	34,213	126,380	92,167
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	2,525,006	2,525,006	0
Fund Balance - End of Year	\$2,559,219	\$2,651,386	\$92,167

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, 2021

	Public School Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$166,216	\$166,736	\$520
Other Revenues	124,677	125,067	390
Total Revenues	<u>290,893</u>	<u>291,803</u>	<u>910</u>
Expenditures:			
Current:			
Support Services:			
Pupil	213,825	213,825	0
Central	23,740	23,740	0
Total Expenditures	<u>237,565</u>	<u>237,565</u>	<u>0</u>
Net Change in Fund Balance	53,328	54,238	910
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>513,942</u>	<u>513,942</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$567,270</u></u>	<u><u>\$568,180</u></u>	<u><u>\$910</u></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, 2021

	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, 2021

	Uniform School Supply Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$21,022	\$21,022	\$0
Other Revenues	2,272	2,272	0
Total Revenues	<u>23,294</u>	<u>23,294</u>	<u>0</u>
Expenditures:			
Current:			
Instruction:			
Regular	17,668	17,273	395
Total Expenditures	<u>17,668</u>	<u>17,273</u>	<u>395</u>
Net Change in Fund Balance	5,626	6,021	395
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>28,471</u>	<u>28,471</u>	<u>0</u>
Fund Balance - End of Year	<u><u>\$34,097</u></u>	<u><u>\$34,492</u></u>	<u><u>\$395</u></u>

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

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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									
	2012	2013	2014	2015 (1)	2016	2017	2018 (2)	2019	2020	2021
Governmental Activities										
Net Investment in Capital Assets	\$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	\$27,841,764
Restricted	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	5,644,358
Unrestricted	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)	(59,074,454)
Total Net Position	\$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)	(\$25,588,332)

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									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental Activities:										
Instruction	\$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	\$60,491,040
Pupil	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	8,661,103
Instructional staff	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	6,085,563
General Administration	730,144	126,079	160,001	134,554	136,227	150,762	84,836	118,613	103,859	89,658
School Administration	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	7,162,648
Fiscal	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	1,490,345
Business	299,053	113,062	107,136	106,694	121,695	121,054	60,082	90,463	206,575	175,213
Operation and Maintenance	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	7,672,499
Pupil Transportation	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	3,789,763
Central	483,088	554,851	333,268	299,724	371,715	387,815	145,796	322,316	487,027	562,966
Operation of Non-Instructional Services	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	5,257,063
Extracurricular Activities	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	1,815,013
Interest and Fiscal Charges	1,799,761	1,711,279	1,601,184	1,600,480	1,667,316	850,288	802,558	729,810	634,850	539,007
Total Government Expenses	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	103,791,881
Program Revenues										
Governmental Activities:										
Charges for Services										
Instruction	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	1,956,483
Operation and Maintenance	23,330	34,830	375,903	414,529	430,366	439,841	446,240	61,808	53,850	54,084
Pupil Transportation	61,423	15,510	104,969	53,122	51,178	53,561	58,351	85,159	56,255	0
Operation of Non-Instructional	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	863,934
Extracurricular Activities	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	608,456
Operating Grants and Contributions	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	14,075,971
Total Government Revenues	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	17,558,928
Net (Expense)/Revenue										
Total Government Net Expense	(\$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)	(\$86,232,953)

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									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Net (Expense)/Revenue										
Total Government Net Expense	(\$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)	(\$86,232,953)
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Property Taxes										
Property Taxes Levied for General Purposes	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	37,485,607
Property Taxes Levied for Debt Service Purposes	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	4,463,331
Property Taxes Levied for Capital Projects Purposes	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	6,093,362
Grants and Entitlements Not Restricted	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	29,710,585
Payment in Lieu of Taxes	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	13,589,765
Unrestricted Contributions	155,153	123,009	151,374	176,668	273,028	180,218	100,457	362,805	341,590	124,709
Investment Earnings	28,397	8,590	59,083	63,991	114,401	126,172	335,681	725,159	1,017,081	109,146
Other Revenues	293,441	752,693	442,594	451,811	396,816	473,900	389,539	660,511	583,691	514,490
Total Governmental Activities	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	92,090,995
Change in Net Position - Total Government	(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)	5,858,042

Source: District Records

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Assigned	\$5,456,159	\$3,988,644	\$359,310	\$246,955	\$270,832	\$1,960,550	\$457,153	\$3,604,769	\$8,057,899	\$7,217,928
Unassigned	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	30,374,322
Total General Fund	18,764,866	16,390,244	22,724,918	28,379,849	29,346,245	35,201,323	38,618,927	39,738,923	30,219,936	37,592,250
All Other Governmental Funds										
Restricted	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	5,700,657
Committed	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	4,653,624
Unassigned	(573,841)	(160,738)	(125,114)	(5,864)	(12,919)	(56,285)	(153,724)	(8,347)	(225,513)	(209,902)
Total all Other Governmental Funds	\$9,466,479	\$12,107,505	\$13,525,745	\$12,632,754	\$10,439,576	\$8,716,452	\$8,248,149	\$8,586,691	\$6,180,924	\$10,144,379

Source: District Records

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues:										
Taxes	\$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	\$48,007,375
Tuition and Fees	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	1,972,798
Investment Earnings	51,480	8,215	63,958	62,127	114,270	124,957	335,749	692,112	1,030,842	119,545
Intergovernmental	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	44,978,288
Extracurricular Activities	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	609,535
Charges for Services	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	863,934
Revenue in Lieu of Taxes	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	13,589,765
Other Revenues	484,497	952,394	570,115	619,034	700,167	685,013	473,967	1,064,252	922,520	652,050
Total Revenues	\$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	\$110,793,290

Source: District Records

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Regular Instruction	\$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	39,572,862
Special Instruction	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	16,506,364
Vocational Instruction	149	447	370	293	1,069	1,161	576	415	593	1,515
Other Instruction	232,155	239,570	253,570	231,013	229,551	145,606	140,965	149,742	124,535	175,289
Pupil	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	8,215,384
Instructional Staff	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	5,375,001
General Administration	730,144	126,079	160,001	135,845	135,667	149,656	97,496	123,025	101,272	88,809
School Administration	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	6,421,854
Fiscal	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	1,409,640
Business	353,546	116,976	102,600	110,871	118,331	117,220	116,641	111,772	188,036	161,086
Operations and Maintenance	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	6,076,668
Pupil Transportation	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	3,316,724
Central	489,965	548,724	331,538	329,214	358,717	368,739	347,954	402,654	418,607	535,507
Operation of Non-Instructional Services	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	5,088,884
Extracurricular Activities	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	1,660,468
Capital Outlay	436,704	343,496	991,007	3,643,038	5,092,867	3,982,682	1,921,756	3,368,203	1,704,838	1,622,211
Debt Service:										
Principal Retirement	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	3,140,530
Interest and Fiscal Charges	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	957,126
Bond Issuance Costs	0	0	0	61,459	364,946	0	0	0	0	0
Total Expenditures	\$78,386,438	\$77,485,985	\$78,218,528	\$86,892,592	\$119,900,884	\$89,014,321	\$90,660,411	\$94,822,435	\$96,193,267	\$100,325,922

Debt Service as a Percentage of Noncapital Expenditures 4.43% 4.10% 4.19% 4.26% 32.11% (1) 4.63% 4.45% 4.42% 4.38% 4.18%

Source: District Records

(1) - Principal retirement includes a current refunding.

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Other Financing Sources (Uses):										
Proceeds from Sale of Capital Assets	\$0	\$329	\$0	\$44,346	\$16,703	\$11,059	\$51,510	\$124,148	\$172,259	\$48,845
Issuance of Capital Leases	0	0	0	0	2,520,000	0	352,326	0	0	0
Issuance of Long Term Debt	0	0	0	3,965,000	0	0	0	728,400	0	0
Issuance of Refunding Bonds	0	0	0	0	29,005,000	0	0	0	0	0
Premium on Issuance of Debt	0	0	0	150,121	3,246,261	0	0	0	0	0
Transfers In	371,484	246,270	40,000	0	130,000	0	0	35,000	35,000	235,000
Transfers (Out)	(371,484)	(246,270)	(40,000)	0	(130,000)	0	0	(35,000)	(35,000)	(235,000)
Total Other Financing Sources (Uses)	0	329	0	4,159,467	34,787,964	11,059	403,836	852,548	172,259	48,845
Net Change in Fund Balances	(\$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)	\$10,516,213

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	
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
2020	1,186,883,110	0	65,991,100	1,252,874,210	3,457,085,700	50.56

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
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
2020	42.60	3.40	4.56	50.56	10.15	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	2020	
	Tangible Personal & Real Property	Percentage of Total Assessed Value
Duke Energy	\$66,030,800	5.27%
Sisters of Charity Cincinnati	3,480,740	0.28%
CSG Enterprises LLC	3,112,900	0.25%
BRE Retail Residual Owner LLC	2,789,060	0.22%
Delhi Property LLC	2,365,170	0.19%
Jets Properties LLC	1,942,230	0.16%
Western Woods Mall	1,885,110	0.15%
CTR Partnership LP	1,874,600	0.15%
EDA RAE Corp	1,727,540	0.14%
West Hills Owners LLC & MSG West Hills LLC	1,653,420	0.13%
Total Principal Taxpayers	86,861,570	6.93%
All Other Taxpayers	1,166,012,640	93.07%
Total Taxpayers	\$1,252,874,210	100.00%

Taxpayer	2011	
	Tangible Personal & Real Property	Percentage of Total Taxable Value
Duke Energy	\$34,108,220	3.11%
Sisters of Charity of Cincinnati	2,805,060	0.26%
Dillard's	2,397,500	0.22%
BKS Investors	2,364,480	0.22%
CSG Enterprises LLC	2,201,340	0.20%
Barrett Capital LTD	1,901,950	0.17%
Western Woods Mall Inc.	1,885,100	0.17%
CMPC LLC	1,849,300	0.17%
Hamilton County Commrs	1,712,570	0.16%
West Hills Apt Ltd	1,633,590	0.15%
Total Principal Taxpayers	52,859,110	4.82%
All Other Taxpayers	1,043,779,060	95.18%
Total Taxpayers	\$1,096,638,170	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
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%
2020	42,066,143	41,366,804	98.34%	569,455	(50,380)	41,986,639	99.81%

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					
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	
2021	20,808,644	2,338,030	3,936,600	16,872,044	0.49%	0.04%	190	261	

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, 2021
 Schedule 13

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Overlapping Debt:			
Hamilton County	\$149,855,000	5.62%	\$8,421,851
City of Cincinnati	441,240,000	0.00%	0
Delhi Township	<u>600,000</u>	98.40%	<u>590,400</u>
Subtotal, Overlapping Debt	<u>591,695,000</u>		<u>9,012,251</u>
District Direct Debt	<u>23,146,674</u>	100.00%	<u>23,146,674</u>
Total Direct and Overlapping Debt	<u><u>\$614,841,674</u></u>		<u><u>\$32,158,925</u></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 2021

Assessed value (1)	\$1,252,874,210
Debt limit (9% of assessed value)	112,758,679
Debt applicable to limit	23,146,674
Legal debt margin	<u>\$89,612,005</u>

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt Limit	\$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	\$112,758,679
Total Net Debt Applicable to Limit	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	23,146,674
Legal Debt Margin	<u>\$70,867,724</u>	<u>\$59,618,975</u>	<u>\$62,703,614</u>	<u>\$60,396,200</u>	<u>\$63,001,237</u>	<u>\$60,508,198</u>	<u>\$65,749,884</u>	<u>\$68,712,557</u>	<u>\$73,034,852</u>	<u>\$89,612,005</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	34.97%	39.59%	36.46%	36.73%	34.12%	36.70%	33.02%	30.36%	26.69%	20.53%

Source: District Records

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2021 is calendar year 2020)

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)
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%
2020	88,728	53,197,441	65,035	4.9%

- 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

2021			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
American Financial Group Inc	Ins	(4)	(5)
Cincinnati Children's Hospital	Serv	(4)	(5)
Fifth Third Bancorp	Fin	(4)	(5)
Ford Motor Co	Mfg	(4)	(5)
General Electric Co	Mfg	(4)	(5)
Johnson & Johnson/Ethicon	Mfg	(4)	(5)
Kroger Co	Trade	(4)	(5)
Macy's Inc	Trade	(4)	(5)
Mercy Health Partners	Serv	(4)	(5)
Procter & Gamble Co	Mfg	(4)	(5)
TriHealth Inc	Serv	(4)	(5)
University of Cincinnati	Govt	(4)	(5)

2012			
Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
American Financial Group Inc	Ins	(4)	(5)
Cincinnati Children's Hospital	Serv	(4)	(5)
Fifth Third Bancorp	Fin	(4)	(5)
Ford Motor Co	Mfg	(4)	(5)
General Electric Co	Mfg	(4)	(5)
Johnson & Johnson/Ethicon	Mfg	(4)	(5)
Kroger Co	Trade	(4)	(5)
Macy's Inc	Trade	(4)	(5)
Mercy Health Partners	Serv	(4)	(5)
Procter & Gamble Co	Mfg	(4)	(5)
TriHealth Inc	Serv	(4)	(5)
University of Cincinnati	Govt	(4)	(5)

Source: Ohio Department of Development

(1) - For all of Hamilton County

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

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

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

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

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Instruction										
Classroom Teachers	381.0	375.0	377.0	381.0	381.0	394.0	0.0	0.0	0.0	0.0
Special Education Teachers and Tutors	77.0	73.0	81.5	81.0	81.0	82.0	0.0	0.0	0.0	0.0
Educational Aides	34.0	31.0	36.0	35.0	35.0	36.0	0.0	0.0	0.0	0.0
Special Education Aides and Attendants	77.0	74.0	78.0	79.0	79.0	88.0	0.0	0.0	0.0	0.0
Certified	0.0	0.0	0.0	0.0	0.0	0.0	445.5	445.1	444.1	446.0
Instructional Aides	0.0	0.0	0.0	0.0	0.0	0.0	94.7	100.0	97.0	101.0
Media Center Aides	0.0	0.0	0.0	0.0	0.0	0.0	6.5	7.0	6.5	6.5
Related Service	0.0	0.0	0.0	0.0	0.0	0.0	53.2	46.8	46.2	46.2
Tutors	0.0	0.0	0.0	0.0	0.0	0.0	10.0	12.0	12.0	12.0
Total Instruction	569.0	553.0	572.5	576.0	576.0	600.0	609.9	610.9	605.8	611.7
Support and Administration										
Support Personnel										
Librarians, Nurses, Counselors	24.0	24.0	23.0	22.0	22.0	10.8	0.0	0.0	0.0	0.0
Principals	19.0	19.0	19.0	19.0	19.0	20.0	0.0	0.0	0.0	0.0
Certified Administration	19.0	19.0	17.0	21.0	21.0	19.0	28.0	29.0	29.0	29.0
Classified Administration	0.0	0.0	0.0	0.0	0.0	0.0	13.0	12.0	12.0	11.0
Secretaries and Clerical	36.0	35.0	45.0	38.0	38.0	40.0	21.9	21.9	41.0	41.0
Technology Support	1.0	1.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Auxiliary Services	3.0	3.0	3.0	3.0	3.0	3.0	0.0	3.0	3.0	3.0
Transportation	52.0	51.0	64.0	63.0	63.0	62.0	0.0	0.0	0.0	0.0
Bus Drivers	0.0	0.0	0.0	0.0	0.0	0.0	31.9	40.0	39.0	39.0
Bus Aides	0.0	0.0	0.0	0.0	0.0	0.0	12.6	13.0	13.0	12.0
Food Service	54.0	52.0	55.0	52.0	52.0	44.0	30.1	30.0	30.0	30.0
Custodial	52.0	50.0	53.0	53.0	53.0	52.0	45.8	46.0	47.0	46.5
Maintenance and Mechanics	11.0	11.0	11.0	10.0	10.0	11.0	12.0	11.0	12.0	11.0
Healthroom Aides	0.0	0.0	0.0	0.0	0.0	0.0	2.7	3.0	3.0	3.0
Nurse Attendant	0.0	0.0	0.0	0.0	0.0	0.0	10.9	12.0	12.0	12.0
Total Support and Administration	271.0	265.0	290.0	281.0	281.0	261.8	208.9	220.9	241.0	237.5
Total Employees	840.0	818.0	862.5	857.0	857.0	861.8	818.8	831.8	846.8	849.2

Source: District Records

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

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

Fiscal Year	Enrollment	Operating Expenditure (1)	Cost		Expenses (2)	Cost Per Pupil	Percentage Change	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
			Per Pupil	Per Pupil							
2012	8,085	\$74,503,670	\$9,215	\$9,589	\$77,527,675	\$9,589	(5.88%)	(5.76%)	473.0	17.1	0.07%
2013	8,179	73,988,314	9,046	9,411	76,974,589	9,411	(1.83%)	(1.84%)	485.0	16.9	10.60%
2014	7,889	73,981,421	9,378	9,827	77,521,897	9,827	3.67%	4.42%	458.5	17.2	17.00%
2015	7,767	79,825,465	10,278	10,136	78,723,290	10,136	9.59%	3.15%	462.0	16.8	18.00%
2016	7,834	79,084,565	10,095	10,551	82,659,593	10,551	(1.78%)	4.11%	450.0	17.4	21.00%
2017	7,936	81,179,095	10,229	11,228	89,105,129	11,228	1.33%	6.42%	479.0	16.6	20.09%
2018	7,841	84,809,667	10,816	5,987	46,944,554	5,987	5.74%	(46.67%)	453.6	17.3	18.45%
2019	7,784	87,421,919	11,231	9,711	75,591,951	9,711	3.83%	62.21%	445.1	17.5	18.73%
2020	7,454	90,381,697	12,125	14,213	105,941,673	14,213	7.96%	46.36%	464.0	16.1	19.64%
2021	7,586	94,606,055	12,471	13,682	103,791,881	13,682	2.85%	(3.72%)	464.0	16.3	*

Source: District Records

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

(2) - Expenses is Total Expenses from Schedule 2

* not applicable due to covid

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

School	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Oak Hills High School - 1959										
Square Feet	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074	347,074
Capacity	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200
Enrollment, Incl. JVS students	2,610	2,687	2,617	2,466	2,424	2,424	2,433	2,433	2,220	2,419
Bridgetown Middle School - 1939										
Square Feet	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962	94,962
Capacity	850	850	850	850	850	850	850	850	850	850
Enrollment	604	614	602	602	577	577	643	643	682	656
Delhi Middle School - 1926										
Square Feet	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367	86,367
Capacity	825	825	825	825	825	825	825	825	825	825
Enrollment	610	592	570	570	589	589	546	546	590	612
Rapid Run Middle School - 1999										
Square Feet	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733	126,733
Capacity	950	950	950	950	950	950	950	950	950	950
Enrollment	626	647	665	621	642	642	665	665	633	641
C.O. Harrison Elementary - 1961										
Square Feet	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302	77,302
Capacity	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100	1,100
Enrollment	1,018	1,012	918	991	960	960	911	911	837	943
Delshire Elementary - 1970										
Square Feet	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042	50,042
Capacity	600	600	600	600	600	600	600	600	600	600
Enrollment	592	589	536	536	562	562	549	549	493	486
John Foster Dulles Elementary - 1961										
Square Feet	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700	75,700
Capacity	900	900	900	900	900	900	900	900	900	900
Enrollment	823	825	796	796	830	830	826	826	823	845

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

School	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Oakdale Elementary - 1969										
Square Feet	63,273	63,273	63,273	63,273	65,273	65,273	65,273	65,273	65,273	65,273
Capacity	750	750	750	750	750	750	750	750	750	750
Enrollment	681	713	679	679	725	725	775	775	720	748
Springmyer Elementary - 1939										
Square Feet	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366	41,366
Capacity	480	480	480	480	480	480	480	480	480	480
Enrollment	521	500	506	506	525	525	493	493	458	486
	8,085	8,179	7,889	7,767	7,834	7,834	7,841	7,841	7,454	7,836

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 3/22/2022

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

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