

**THREE RIVERS LOCAL SCHOOL DISTRICT
HAMILTON COUNTY**



SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2021

PLATTENBURG
Certified Public Accountants

OHIO AUDITOR OF STATE
KEITH FABER



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Board of Education
Three Rivers Local School District
401 North Miami Avenue
Cleves, Ohio 45002

We have reviewed the *Independent Auditor's Report* of the Three Rivers Local School District, Hamilton County, prepared by Plattenburg & Associates, Inc., for the audit period July 1, 2020 through June 30, 2021. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

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

Keith Faber
Auditor of State
Columbus, Ohio

January 10, 2022

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**THREE RIVERS LOCAL SCHOOL DISTRICT
HAMILTON COUNTY
FOR THE YEAR ENDED JUNE 30, 2021**

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

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program / Cluster Title	Assistance Listing Number	Pass Through Entity Identifying Number	Federal Expenditures
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
<i>Passed Through Ohio Department of Education:</i>			
Child Nutrition Cluster:			
Non-Cash Assistance (Food Distribution):			
National School Lunch Program	10.555	3L60	\$47,626
Cash Assistance:			
COVID - 19 School Breakfast Program	10.553	3L70	10,525
School Breakfast Program	10.553	3L70	80,604
Total - School Breakfast Program			<u>91,129</u>
COVID - 19 National School Lunch Program	10.555	3L60	46,662
National School Lunch Program	10.555	3L60	326,891
Total - National School Lunch Program			<u>373,553</u>
Total Child Nutrition Cluster			<u>512,308</u>
Total U.S. Department of Agriculture			<u>512,308</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>			
<i>Passed Through Ohio Department of Education:</i>			
Special Education Cluster:			
Special Education-Grants to States	84.027	3M20	489,929
Special Education-Preschool Grants	84.173	3C50	12,886
Total Special Education Cluster			<u>502,815</u>
Title I Grants to Local Educational Agencies	84.010	3M00	439,919
Supporting Effective Instruction State Grants	84.367	3Y60	122,806
Student Support and Academic Enrichment Program	84.424	3H10	36,405
COVID - 19 Elementary and Secondary School Emergency Relief Fund	84.425D	3HS0	450,033
Total U.S. Department of Education			<u>1,551,978</u>
<u>U.S. DEPARTMENT OF THE TREASURY</u>			
<i>Passed Through the Ohio Department of Education:</i>			
COVID - 19 Coronavirus Relief Fund	21.019	5CV1	203,670
Total U.S. Department of the Treasury			<u>203,670</u>
Total Expenditures of Federal Awards			<u><u>\$2,267,956</u></u>

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

**THREE RIVERS 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 Three Rivers 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 benefited from the use of those donated food commodities.

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Education
Three Rivers Local School District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Three Rivers 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, and have issued our report thereon dated December 15, 2021.

Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs that we consider to be a material weakness. Finding 2021-001.

Compliance and Other Matters

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

District's Response to Finding

The District's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

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

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Cincinnati, Ohio
December 15, 2021

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

Board of Education
Three Rivers Local School District

Report on Compliance for Each Major Federal Program

We have audited the Three Rivers Local School District's (the District) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2021. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

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

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

Opinion on Each Major Federal Program

In our opinion, the District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control over Compliance

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

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

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

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

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

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the District, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 15, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Cincinnati, Ohio
December 15, 2021

**THREE RIVERS LOCAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2021**

Section I – Summary of Auditor’s Results

Financial Statements

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

Internal control over financial reporting:

- Material weakness(es) identified? Yes
- Significant Deficiency(s) identified? None reported

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major federal programs:

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

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

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

Identification of major federal programs:

Special Education Cluster

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

Auditee qualified as low-risk auditee? Yes

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

2021-001-Material Weakness-Controls Related to Financial Reporting

The presentation of financial statements and related footnotes that are free of material misstatement is the responsibility of the District’s management. Thus, it is important that management develop control procedures related to preparing financial statements and footnotes that enable management to prevent and detect potential misstatements in the financial statements and footnotes in a timely manner.

During the preparation of the annual GAAP conversion, the District determined that the 2010 School Improvement Bonds were understated by \$4,510,000 which required a restatement of net position. It was also determined there was an understatement of Cash and Investments with Fiscal Agent by \$4,823,318 which required a restatement of fund balance and net position.

Recommendation:

Implement additional procedures related to the financial statement preparation and review process that will allow the District to timely identify misstatements.

Management's Response:

The District agrees but would like to point out that these adjustments were to the annual GAAP financial statements. The District maintains the daily books and records on the cash basis of accounting which is typical of Ohio school districts. The cash basis books didn't require adjustment as the amounts noted above were properly recorded and budgeted on the day to day records maintained by the Treasurer.

The GAAP financial statements are prepared as part of an annual cash to GAAP conversion. The District unknowing used an amortization schedule that included sinking payments that was provided by a financial institution. The District reduced the outstanding debt when making GAAP adjustments due to using this schedule.

The cash and debt adjustments nearly offset but did include a positive increase in cash that exceeded the debt. The adjustments have been recorded and will be properly adjusted in future years due to improvements made in procedures related to the annual GAAP conversion.

Section III – Federal Award Findings and Questioned Costs

None

**THREE RIVERS LOCAL SCHOOL DISTRICT
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
June 30, 2021**

Summary of Prior Audit Findings:

None Noted

**THREE RIVERS LOCAL SCHOOL DISTRICT
CORRECTIVE ACTION PLAN
2 CFR 200.511(c)
Year Ended June 30, 2021**

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2021-001	The District will review the financial statement preparation process and procedures. The process will be updated to avoid future adjustments.	FY2022	Alice Gundler

ANNUAL COMPREHENSIVE FINANCIAL REPORT

THREE RIVERS LOCAL SCHOOL DISTRICT

FOR THE FISCAL YEAR ENDING JUNE 30, 2021

CLEVES, OHIO



**THREE RIVERS LOCAL SCHOOL DISTRICT
CLEVES, OHIO**

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

**Prepared By:
Office Of The Treasurer
Alice Gundler, Treasurer**

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INTRODUCTORY SECTION



December 15, 2021

To the Citizens and Board of Education of the Three Rivers Local School District:

We are pleased to present the Annual Comprehensive Financial Report of the Three Rivers Local School District (District) for the fiscal year which 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 Three Rivers Local School District with comprehensive financial data in a format that 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 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, advanced placement, gifted, special education, and vocational levels. Additionally, these include a broad range of co-curricular and extracurricular activities, adult and community education offerings, as well as community recreation activities.

Copies of this report will be widely available through the District's and the Auditor of State of Ohio website. Copies will be available upon request to taxpayers, financial rating services, banking institutions and other interested parties as needed. It is located at www.ohioauditor.gov, in the Audit Search section of the website.

THE REPORTING ENTITY AND SERVICES PROVIDED

The District provides a full range of educational programs and services. These include elementary and secondary curriculum offerings at the general, college preparatory, advanced placement, college, gifted, special education and vocational levels. The District offers a broad range of co-curricular and extra-curricular activities in the areas of academics, athletics, music, and clubs.

ECONOMIC CONDITION AND OUTLOOK

The District is located in southwestern Ohio, a suburb of Cincinnati, in the southwestern part of Hamilton County. Approximately 53.7% 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 Three Rivers school community has high expectations for the District. In turn, the District strives to provide the best educational opportunities to every student with the resources provided. The 2020-2021 school year report card data will be released with no grades and limited information. The latest complete data provided is for the 2018-2019 school year. Three Rivers earned the following letter grades on the State Report Card: Achievement: C, Progress: D, Graduation Rate: A, Gap Closing: B, K-3 Literacy: C, and Prepared for Success: D. Three Rivers continues to work on improving the ratings to ensure every student can grow educationally to the best of their ability.

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 using a per-pupil amount determined by the General Assembly as the per-pupil resource for the 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.

For fiscal years 2018 and 2019, the District received approximately a 1% increase in gross funding under House Bill 49. House Bill 49 considers enrollment and valuation when determining allocations to each school district. For fiscal year 2021, the reductions of \$443,875 were partially restored in the amount of \$243,438. For FY2022, state funding will see some changes due to HB110. 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.

The major challenges of the Three Rivers Local School District are legislative changes made to its tax base and declining State support.

The phase-out of Tangible Personal Property Tax (TPPT) as legislated in House Bill 66 has reduced the District's revenue by \$3.0M annually between 2007 and 2017. When passed, House Bill 66 provided reimbursement payments to Districts to phase-in the loss of revenue. House Bill 153 accelerated the phase-out of the TPPT reimbursement scheduled through 2019.

The losses in TPPT reimbursement, along with federal stabilization dollars, total over \$3.2M for the next two fiscal years. The District has made several financial reductions, as well as successfully negotiated concessions from its bargaining unit for fiscal years 2017 through 2020. The district negotiated a one year contract with the bargaining units for fiscal year 2021. Beyond the fiscal year 2021, the loss of TPPT reimbursement payments will be equivalent to nearly 5 mills of property tax annually. The District is currently planning to address this issue through expenditure reductions or an additional tax levy.

The recently amended substitute House Bill 110 for includes significant changes to the calculation and payment of state foundation funding. One of the biggest changes is a move to fund students where they are educated, rather than where they live. As a result, this will cause significant changes in both the revenue and expense that the District should expect in FY 2022 and beyond.

THE DISTRICT AND ITS FACILITIES

The Three Rivers Local School District represents a prior consolidation of two elementary schools, one middle school, and one high school. 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 22.8 square miles, encompassing Miami Township in Hamilton County. The total District population is reported at 16,043 by census data. During the 2019-2020 school year, the District served 2,223 students enrolled in a K-12 Campus. 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 several other facilities, including a district office administration building, an athletic facility (wrestling), a bus compound, and one athletic stadium located on the campus grounds.

ORGANIZATION OF THE SCHOOL DISTRICT

The Board of Education of the Three Rivers Local School District is a five-member body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code. The Board serves as the taxing authority, contracting body, and policymaker. The Board ensures that all the general laws of the State of Ohio are followed in the expenditures of the District's tax dollars, and 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>
Dr. Stephanie Stafford	01/01/18 – 12/31/21	7
Mr. Ryan McDonald	01/01/18 – 12/31/21	2
Mr. Garyne Evans	04/27/18 – 12/31/21	7
Mrs. Susan Miller	01/01/20 – 12/31/24	.5
Mrs. Tracy Snider	01/01/20 – 12/31/24	.5

The Superintendent is the chief executive officer of the District, responsible directly to the Board for all educational and support operations. Dr. Mark Ault was appointed Superintendent effective August 1, 2020. Prior to being named Superintendent, Dr. Ault served as Assistant Superintendent at Indian Hill Exempted Village School District for the last 15 years. A native of northwest Ohio, Dr. Ault began his career in education in 1982 as a math and social studies teacher at Three Rivers Middle School. In 1987 he returned to northwest Ohio and taught in the Napoleon Ohio City Schools until 1992 when he became Principal of Otis Elementary School in Fremont, Ohio. In 1995, he returned to North Bend when he was named Principal of the Three Rivers Middle School. In 2003 he was promoted to Assistant Superintendent of Three Rivers and served successfully until 2005 when he left to go to Indian Hill in the same capacity. Dr. Ault earned his undergraduate degree in elementary education in 1982, a Master’s degree in 1989 and an Educational Specialist degree in 1992, all from Bowling Green State University. In 2006, he completed a Doctorate of Education in Curriculum and Instruction at the University of Cincinnati.

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. Mrs. Alice Gundler was appointed Treasurer on December 4, 2017. The Board of Education unanimously approved a 2-year contract to retain Mrs. Gundler through July 31, 2020. In 2019, the Board of Education unanimously approved a 4-year contract to retain Mrs. Gundler through 07/31/2023. Mrs. Gundler received her B.A. degree from Indiana Wesleyan University and has an Ohio Treasurer License. Mrs. Gundler comes to Three Rivers with 18 ½ years of school experience.

EMPLOYEE RELATIONS

The District has over 312 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 Three Rivers Employee Association (TREA), an affiliate of the Ohio Education Association (OEA), represents all certificated employees of the District. The collective bargaining agreement between the TREA and the District included a term of 3 years for fiscal years 2018, 2019, & 2020. TREA was provided a base increase of 3.0% (plus step) for 2017-2018, 2.75% (plus steps) for 2018-2019, and 2.5% (plus steps) for 2019-2020. For fiscal year 2021, the District agreed to a one-year contract with 1.0% increase (plus steps) with an additional \$1,350.00 performance pay.

The Three Rivers Association of Support Personnel (TRASP), an affiliate of the Ohio Education Association (OEA) represents classified employees of the District. TRASP represents food service employees, custodians, maintenance employees, building secretaries, mechanics, bus drivers, and educational assistants. The collective bargaining agreement between the TRASP and the District included a term of 3 years for fiscal years 2018, 2019, & 2020. TRASP was provided a base increase of 3.0% (plus step) for 2017-2018, 2.75% (plus steps) for 2018-2019, and 2.5% (plus steps) for 2019-2020. For fiscal year 2021, the District agreed to a one-year contract with 1.0% increase (plus steps) with an additional \$1,350.00 merit pay.

SERVICES PROVIDED

The District offers regular instructional programs daily to students in kindergarten through twelfth grade and preschool five days a week. 88 students participate in specific trades offered through the vocation education program at Great Oaks Institute of Technology and Career Development. Approximately 405 students receive special services due to physical or mental disabilities. In grades K-12, the District serves 463 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 two (2) registered nurses throughout the District.

During the 2020-2021 school year, the accounting department processed over 1,423 purchase orders and issued over 1,765 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 6,462 payroll checks to employees entitled to remuneration for services rendered, while 528 agency deduction checks were also issued for payroll-associated costs such as taxes, retirement, and insurance.

MAJOR CURRENT AND FUTURE INITIATIVES

Curriculum Initiatives

“Excellence, Innovation, and Inclusion: Everyone, Everywhere, Every Day” 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, College Credit Plus, gifted programs, special education services, and career-technical options. These successful programs are guided by caring, highly qualified teachers and supported by staff that understand and are committed to meeting the needs of every child. Among the best, we continue to strive for better.

The District 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 in technology being used to improve teaching and learning, including being one-to-one with devices in grades five through twelve.

Due to a competitive global economy and the growing need for a highly skilled workforce, Three Rivers 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. The 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. Three Rivers 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, the District offers a variety of educational pathways that provide students with an opportunity to focus on a concentrated academic field that could lead to potential college majors or careers.

RELEVANT FINANCIAL POLICIES AND LONG-TERM FINANCIAL PLANNING

The School District placed a 4.95 mill current operating expense levy (3-year term) before the electors of the School District at the August 2, 2005 election. The electors approved the levy and collection began in January 2006. The levy generated approximately \$1.7 M per year, which the Board of Education utilized for various operating expenses of the School District. The Board of Education placed three (3) year renewals of this levy before the electors of the School District at elections held on November 4, 2008, and November 8, 2011. The renewals were approved by the electors at each of these elections and collection began in January 2009 and 2012, respectively. In 2013, the Board of Education placed the renewal of this current operating levy before the electors, but this time for a continuous period of time, rather than for another three (3) year term. At the election held on November 5, 2013, the electors approved the renewal of the current operating levy for a continuous period of time.

The Board of Education is grateful for the community’s support of the renewal of this levy over the years. The support of the Three Rivers community allows the School District to continue to provide the excellent education that the District’s students deserve. The School District’s current 5-year forecast

projects deficit spending. The district will continue to evaluate all programs, including staffing levels, and make recommendations on a request from the community and/or reductions to budgets.

FINANCIAL INFORMATION

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

INTERNAL ACCOUNTING AND BUDGETARY CONTROL

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

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

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

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 administrators/supervisors 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. Plattenburg & Associates, Inc. performed the audit for the fiscal year which 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 Annual Comprehensive Financial Report.

AWARDS

Ohio Auditor of State Award

The Ohio State Auditor awarded to Three Rivers a Certificate for the “Auditor of State Award”. Clean and accurate record-keeping are the foundation for good government, and the taxpayers can take pride in Three River’s commitment to accountability.

The *Auditor of State Award* is given to those entities that file timely financial reports in accordance with GAAP, as well as receive a “clean” audit report. The “clean” audit report means that the financial audit did not contain findings for recovery, material citations, material weaknesses, significant deficiencies, single audit findings, or any questioned costs.

GFOA Certificate of Achievement for Excellence in Financial Reporting

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only and this is the second year the District will submit an Annual Comprehensive Financial Report for the Award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. The District believes that the Annual Comprehensive Financial Report for fiscal year June 30, 2021, which will be submitted to GFOA for review, will conform to GFOA's principles and standards.

ASBO Certificate of Excellence in Financial Reporting

The Association of School Business Officials International [ASBO] awards a Certificate of Excellence in Financial Reporting to school Districts that publish Annual Comprehensive Financial Reports which substantially conform to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. The 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. The District’s Annual Comprehensive Financial Report for fiscal year June 30, 2020 was awarded the ASBO Certificate of Excellence Award.

ACKNOWLEDGEMENTS

The preparation of the fiscal year 2021 Annual Comprehensive Financial Report of the Three Rivers 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 preparing this report. Appreciation is also extended to the Board of Education, the District Administrative Team, and the Three Rivers school community for their continued support.

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

Respectfully Submitted,



Dr. Mark Ault, Superintendent



Alice Gundler, Treasurer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Three Rivers 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**

Three Rivers Local School District

**for its Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2020.**

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



A handwritten signature in black ink that reads 'W. Edward Chabal'.

W. Edward Chabal
President

A handwritten signature in black ink that reads 'David J. Lewis'.

David J. Lewis
Executive Director

**Three Rivers Local School District, Ohio
List Of Principal Officials
June 30, 2021**

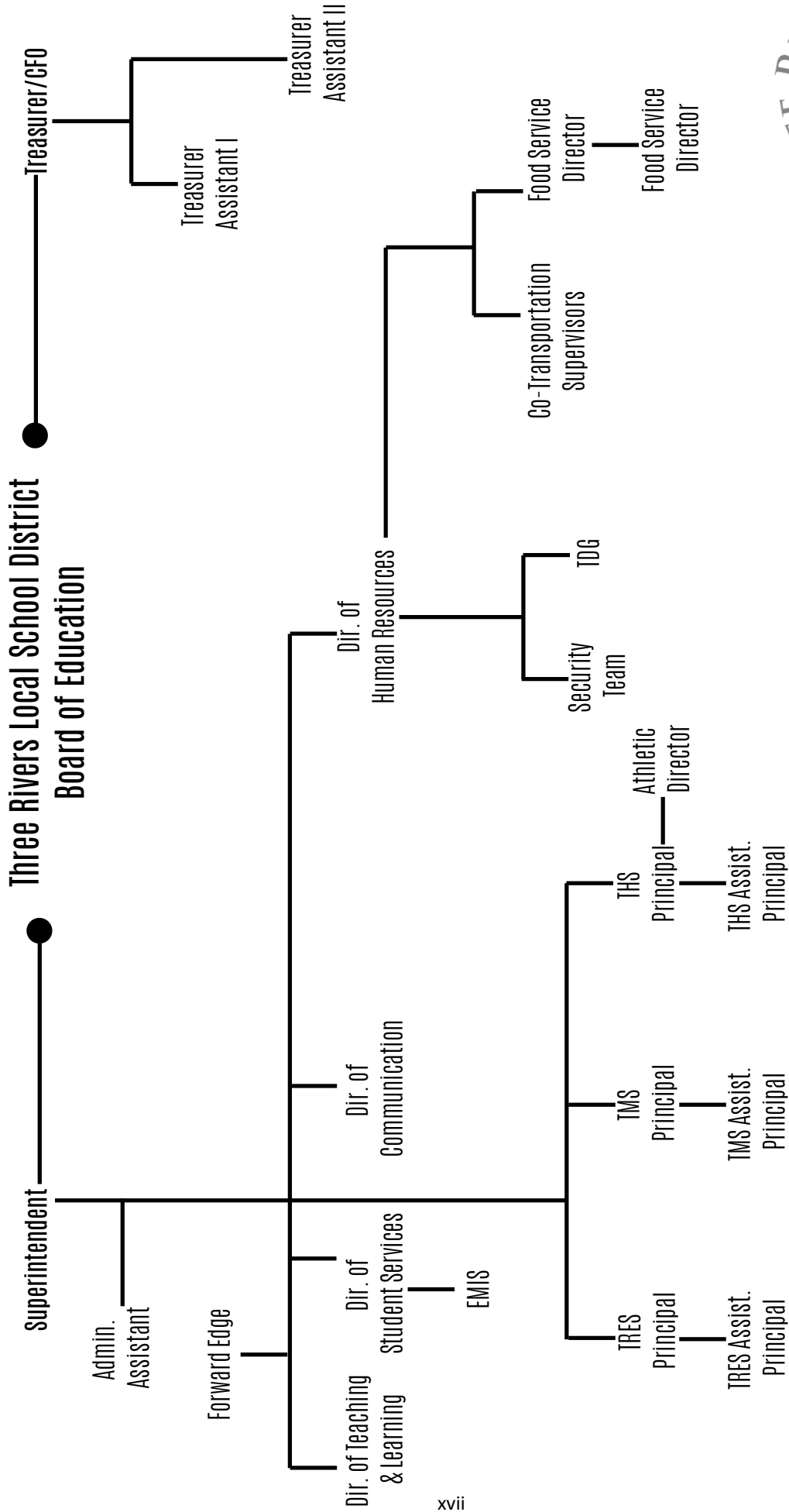
Board Of Education

President	Stephanie Stafford
Vice President	Ryan McDonald
Board Member	Garyne Evans
Board Member	Susan Miller
Board Member	Tracy Snider

Administrative Officials

Superintendent	Dr. Mark Ault
Treasurer	Alice Gundler

Three Rivers Local School District Organizational Chart



FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Board of Education
Three Rivers Local School District

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Three Rivers 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.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2021, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 15, 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. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Cincinnati, Ohio
December 15, 2021

Three Rivers Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited)

The discussion and analysis of Three Rivers Local School 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 notes to the basic financial statements and the basic 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 \$436,341 which represents a 3% increase from 2020.
- General revenues accounted for \$27,759,434 in revenue or 84% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$5,405,607 or 16% of total revenues \$33,165,041.
- The District had \$32,728,700 in expenses related to governmental activities; \$5,405,607 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$27,759,434 were also used to provide for these programs.

Overview of the Financial Statements

This annual report consists of three parts – management discussion and analysis (this section), the basic financial statements, and required supplementary information. 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 a more detailed look at financial activities.

The *Statement of Net Position* and *Statement of Activities* 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 fund with all other nonmajor funds presented in total in one column. The General Fund and the Debt Service Fund are the major funds 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 answers 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.

**Three Rivers Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited)**

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 District consists of one activity:

- **Governmental Activities** – Most of the District's programs and services are reported here including instruction, support services, operation of non-instructional services, extracurricular activities, and interest and fiscal charges.

Fund Financial Statements

The analysis of the District's major funds is presented in the Fund Financial Statements (see Table of Contents). Fund financial reports provide detailed information about the District's major funds. 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.

The District has two kinds of 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

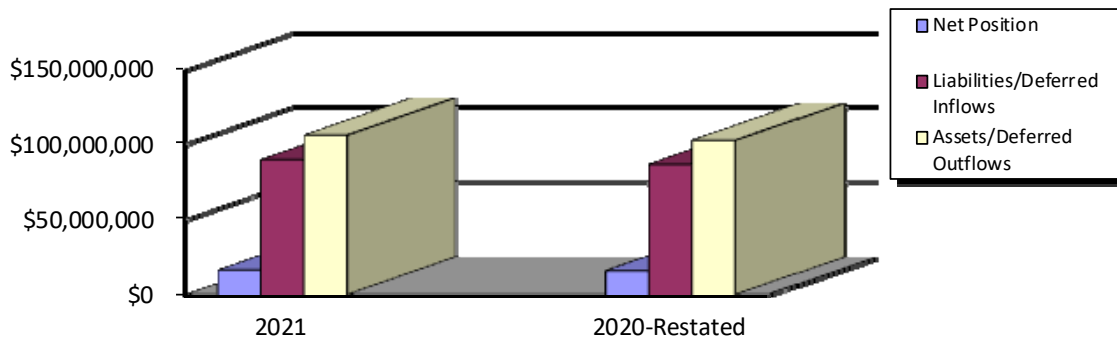
As stated previously, the Statement of Net position looks at the District as a whole. Table 1 provides a summary of the District's net position for 2021 compared to 2020:

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**Three Rivers Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited)**

**Table 1
Net position**

	Governmental Activities	
	2021	2020-Restated
Assets:		
Current and Other Assets	\$40,227,718	\$40,313,169
Net OPEB Asset	1,475,151	1,371,819
Capital Assets	56,906,581	58,602,231
Total Assets	98,609,450	100,287,219
Deferred Outflows of Resources:		
Deferred Charge on Refunding	82,361	85,469
OPEB	1,242,155	922,957
Pension	5,443,826	5,206,558
Total Deferred Outflows of Resources	6,768,342	6,214,984
Liabilities:		
Other Liabilities	2,573,668	2,575,469
Long-Term Liabilities	71,461,235	69,161,433
Total Liabilities	74,034,903	71,736,902
Deferred Inflows of Resources:		
Property Taxes	8,350,915	11,901,645
Grants and Other Taxes	3,376,000	3,290,500
OPEB	3,230,971	2,562,653
Pension	188,193	1,250,034
Total Deferred Inflows of Resources	15,146,079	19,004,832
Net Position:		
Net Investment in Capital Assets	25,830,442	26,240,400
Restricted	10,231,456	3,960,545
Unrestricted (Deficit)	(19,865,088)	(14,440,476)
Total Net Position	\$16,196,810	\$15,760,469



Three Rivers Local School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited)

Over time, net position can serve as a useful indicator of a government’s financial position. At June 30, 2021, the District’s assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$16,196,810.

At year-end, capital assets represented 58% of total assets. Capital assets include land, buildings and improvements, transportation, and equipment and fixtures. Capital assets, net of related debt to acquire the assets at June 30, 2021, were \$25,830,442. These capital assets are used to provide services to the students and are not available for future spending.

A portion of the District’s net position, \$10,231,456 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.

Capital Assets decreased due to the depreciation expense and disposals being more than additions in 2021. Long-Term Liabilities increased due to the increase in net pension liability.

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 and Sales	\$2,130,919	\$2,459,778
Operating Grants and Contributions	3,274,688	2,474,070
General Revenues:		
Property Taxes	16,880,426	9,763,643
Grants and Entitlements	6,885,876	6,488,288
Other	3,993,132	4,073,340
Total Revenues	33,165,041	25,259,119
Program Expenses:		
Instruction	18,339,672	16,202,846
Support Services:		
Pupil and Instructional Staff	2,972,701	2,558,659
School Administrative, General		
Administration, Fiscal and Business	3,314,787	3,179,515
Operations and Maintenance	1,965,290	2,183,540
Pupil Transportation	2,232,641	2,146,059
Central	253,729	220,363
Operation of Non-Instructional Services	918,141	1,107,486
Extracurricular Activities	1,037,840	1,086,327
Interest and Fiscal Charges	1,693,899	1,686,199
Total Program Expenses	32,728,700	30,370,994
Change in Net Position	436,341	(5,111,875)
Net Position Beginning of Year, restated	15,760,469	20,872,344
Net Position End of Year	\$16,196,810	\$15,760,469

**Three Rivers Local School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited)**

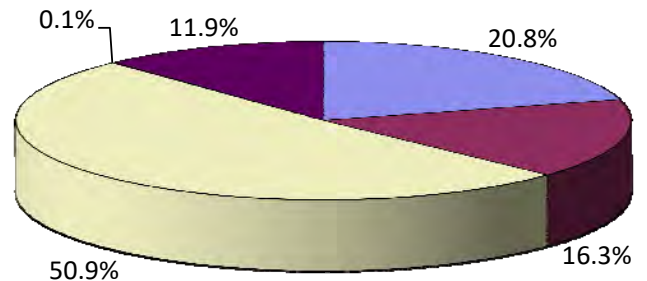
Governmental Activities

The District revenues are mainly from two sources. Property taxes levied for general, special revenue and debt service purposes and grants and entitlements comprised 72% 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 do not receive additional property tax revenue from increases in appraisal values and must regularly return to the voters to maintain a constant level of service. Property taxes made up 51% of revenue for governmental activities for the District in fiscal year 2021.

Revenue Sources	2021	Percent of Total
General Grants	\$6,885,876	20.8%
Program Revenues	5,405,607	16.3%
General Tax Revenues	16,880,426	50.9%
Investment Earnings	31,045	0.1%
Other Revenues	3,962,087	11.9%
	<u>\$33,165,041</u>	<u>100.0%</u>



Instruction comprises 56% of governmental program expenses. Support services expenses were 33% of governmental program expenses. All other expenses were 11%.

Total revenues increased slightly mainly due to an increase in property tax revenue. Total expenses increased mainly due to changes related to net pension liability and other post employment benefits liability.

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. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

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**Three Rivers Local School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited)**

**Table 3
Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2021	2020-Restated	2021	2020-Restated
Instruction	\$18,339,672	\$16,202,846	(\$14,383,955)	(\$12,488,636)
Support Services:				
Pupil and Instructional Staff	2,972,701	2,558,659	(2,428,542)	(2,314,051)
School Administrative, General				
Administration, Fiscal, and Business	3,314,787	3,179,515	(3,314,072)	(3,179,288)
Operations and Maintenance	1,965,290	2,183,540	(1,934,938)	(2,153,045)
Pupil Transportation	2,232,641	2,146,059	(2,180,421)	(2,095,561)
Central	253,729	220,363	(229,579)	(211,927)
Operation of Non-Instructional Services	918,141	1,107,486	(334,545)	(408,927)
Extracurricular Activities	1,037,840	1,086,327	(823,142)	(899,512)
Interest and Fiscal Charges	1,693,899	1,686,199	(1,693,899)	(1,686,199)
Total Expenses	<u>\$32,728,700</u>	<u>\$30,370,994</u>	<u>(\$27,323,093)</u>	<u>(\$25,437,146)</u>

The District’s Funds

The District has two major governmental funds: the General Fund and the Debt Service Fund. Assets of these funds comprise \$37,487,709 (93%) of the total \$40,522,202 governmental funds’ assets.

General Fund: Fund balance at June 30, 2021 was \$14,743,552, an increase of \$1,702,126 from 2020. The primary reason for the increase was due to an increase in property tax and intergovernmental revenue.

Debt Service Fund: Fund balance at June 30, 2021 was \$8,032,520, an increase of \$6,449,691 from 2020. The primary reason for the increase in fund balance was due to an increase in property tax revenue received in 2021 compared to 2020.

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.

During the course of fiscal year 2021, the District amended its general fund budget when needed. 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 changes in revenues and expenditures.

For the General Fund, the original budgeted revenue was \$22,296,266 and the final budgeted revenue was \$23,535,752. The \$1,239,486 difference was due primarily to initial conservative property tax collection estimates provided by the county auditor. The District’s ending unobligated actual fund balance for the General fund was \$11,814,916, which exceeded the original estimate due to actual revenue exceeding the original budget as noted above and actual expenditures that were below the original budget.

**Three Rivers Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited)**

Capital Assets and Debt Administration

Capital Assets

At fiscal year end, the District had \$56,906,581 invested in land, buildings and improvements, transportation, and equipment and fixtures. Table 4 shows fiscal year 2021 balances compared to fiscal year 2020:

**Table 4
Capital Assets at June 30
(Net of Depreciation)**

	<u>Governmental Activities</u>	
	<u>2021</u>	<u>2020</u>
Land	\$4,526,549	\$4,526,549
Buildings and Improvements	50,278,737	51,722,545
Transportation	1,074,282	1,233,602
Equipment and Fixtures	<u>1,027,013</u>	<u>1,119,535</u>
Total Net Capital Assets	<u>\$56,906,581</u>	<u>\$58,602,231</u>

The decrease in capital assets is due to depreciation expense and disposals being more than the additions in 2021.

See Note 7 to the basic financial statements for further details on the District's capital assets.

Debt

At June 30, 2021, the District had \$37,957,508 in debt outstanding, \$404,682 due within one year. Table 5 summarizes debt outstanding.

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Three Rivers Local School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited)

Table 5
Outstanding Debt, at Year End

	Governmental Activities	
	2021	2020-Restated
Bonds:		
2010 School Improvement Qualified School Construction Bonds	\$11,260,000	\$11,260,000
Discount on Qualified School Construction Bonds	(33,116)	(38,415)
2010 School Improvement Tax Exempt Bonds		
Capital Appreciation	1,110,000	1,110,000
Accretion of Interest	1,404,180	1,218,719
Premium on Bonds	438,768	477,770
2011 Certification of Participation Bonds		
Current Interest	1,310,000	1,445,000
Capital Appreciation	90,000	90,000
Accretion of Interest	162,622	137,036
Premium on Bonds	28,087	31,491
2015 Refunding Bonds	21,340,000	21,520,000
2015 Refunding Bonds Premium	657,285	682,088
Capital Lease	189,682	379,366
Total Outstanding Debt	<u>\$37,957,508</u>	<u>\$38,313,055</u>

See Notes 11 and 12 to the basic financial statements for further details on the District’s long-term obligations.

For the Future

The major challenges of the Three Rivers Local School District are legislative changes made to its tax base and declining state support.

The phase-out of Tangible Personal Property Tax (TPPT) as legislated in House Bill 66 has reduced the District’s revenue by \$3.0M dollars annually between 2007 and 2017. When passed, House Bill 66 provided reimbursement payments to District’s to phase-in the loss of revenue. House Bill 153 accelerated the phase out of the TPPT reimbursement scheduled through 2019.

The losses in TPPT reimbursement along with federal stabilization dollars total over \$3.2M for the next two fiscal years. The District has made a number of financial reductions, as well as, successfully negotiated concessions from its bargaining unit for fiscal years 2017 through 2021. Beyond fiscal year 2013 the loss of TPPT reimbursement payments will be equivalent to nearly 5 mills of property tax annually. The District is currently planning to address this issue through expenditure reductions or an additional tax levy.

The District passed a 4.95 mill operating levy renewal in November 2013. The levy generated approximately \$1.7M dollars annually.

**Three Rivers Local School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2021
(Unaudited)**

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 Three Rivers Local School District, 401 N. Miami Ave., Cleves, Ohio 45002.

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Three Rivers Local School District, Ohio
Statement of Net Position
June 30, 2021

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$17,091,140
Equity in Pooled Cash and Investments with Fiscal Agent	5,232,206
Receivables (Net):	
Taxes	13,882,393
Interest	48,065
Intergovernmental	3,920,244
Prepays	50,209
Inventory	3,461
Nondepreciable Capital Assets	4,526,549
Depreciable Capital Assets, Net	52,380,032
Net OPEB Asset	1,475,151
Total Assets	98,609,450
Deferred Outflows of Resources:	
Deferred Charge on Refunding	82,361
Pension	5,443,826
OPEB	1,242,155
Total Deferred Outflows of Resources	6,768,342
Liabilities:	
Accounts Payable	55,637
Accrued Wages and Benefits	2,351,077
Accrued Interest Payable	123,919
Deposits Held and Due to Others	43,035
Long-Term Liabilities:	
Due Within One Year	616,837
Due In More Than One Year	
Net Pension Liability	28,590,199
Net OPEB Liability	2,835,021
Other Amounts	39,419,178
Total Liabilities	74,034,903
Deferred Inflows of Resources:	
Property Taxes	8,350,915
Grants and Other Taxes	3,376,000
Pension	188,193
OPEB	3,230,971
Total Deferred Inflows of Resources	15,146,079
Net Position:	
Net Investment in Capital Assets	25,830,442
Restricted for:	
Debt Service	8,025,966
Capital Projects	6,344
Locally Funded Programs	16,559
Classroom Facilities Maintenance	1,515,192
Student Activities	223,835
State Funded Programs	1,706
Federally Funded Programs	232,041
Food Service Operations	145,874
Other Purposes	63,939
Unrestricted (Deficit)	(19,865,088)
Total Net Position	\$16,196,810

See accompanying notes to the basic financial statements.

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

	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
Governmental Activities:				
Instruction:				
Regular	\$12,158,935	\$1,521,067	\$603,581	(\$10,034,287)
Special	4,824,239	337,423	1,279,626	(3,207,190)
Vocational	18,508	0	1,001	(17,507)
Other	1,337,990	0	213,019	(1,124,971)
Support Services:				
Pupil	2,082,140	0	305,401	(1,776,739)
Instructional Staff	890,561	0	238,758	(651,803)
General Administration	32,153	0	0	(32,153)
School Administration	2,340,594	0	0	(2,340,594)
Fiscal	750,903	0	715	(750,188)
Business	191,137	0	0	(191,137)
Operations and Maintenance	1,965,290	2,640	27,712	(1,934,938)
Pupil Transportation	2,232,641	0	52,220	(2,180,421)
Central	253,729	40	24,110	(229,579)
Operation of Non-Instructional Services	918,141	55,051	528,545	(334,545)
Extracurricular Activities	1,037,840	214,698	0	(823,142)
Interest and Fiscal Charges	1,693,899	0	0	(1,693,899)
Totals	\$32,728,700	\$2,130,919	\$3,274,688	(27,323,093)

General Revenues:

Property Taxes Levied for:	
General Purposes	14,561,239
Special Revenue Purposes	210,429
Debt Service Purposes	2,108,758
Grants and Entitlements, Not Restricted	6,885,876
Revenue in Lieu of Taxes	3,382,488
Unrestricted Contributions	15,128
Investment Earnings	31,045
Other Revenues	564,471
Total General Revenues	27,759,434
Change in Net Position	436,341
Net Position - Beginning of Year, Restated	15,760,469
Net Position - End of Year	\$16,196,810

See accompanying notes to the basic financial statements.

Three Rivers Local School District, Ohio
Balance Sheet
Governmental Funds
June 30, 2021

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$12,617,511	\$2,160,314	\$2,313,315	\$17,091,140
Equity in Pooled Cash and Investments with Fiscal Agent	0	5,232,206	0	5,232,206
Receivables (Net):				
Taxes	12,045,201	1,664,825	172,367	13,882,393
Interest	20,652	27,413	0	48,065
Intergovernmental	2,875,000	501,000	544,244	3,920,244
Interfund	294,484	0	0	294,484
Prepays	49,103	0	1,106	50,209
Inventory	0	0	3,461	3,461
Total Assets	27,901,951	9,585,758	3,034,493	40,522,202
Liabilities:				
Accounts Payable	48,876	0	6,761	55,637
Accrued Wages and Benefits	2,282,657	0	68,420	2,351,077
Compensated Absences	53,211	0	0	53,211
Interfund Payable	0	0	294,484	294,484
Deposits Held and Due to Others	43,035	0	0	43,035
Total Liabilities	2,427,779	0	369,665	2,797,444
Deferred Inflows of Resources:				
Property Taxes	7,845,201	1,024,825	112,367	8,982,393
Grants and Other Taxes	2,875,000	501,000	500,779	3,876,779
Investment Earnings	10,419	27,413	0	37,832
Total Deferred Inflows of Resources	10,730,620	1,553,238	613,146	12,897,004
Fund Balances:				
Nonspendable	49,103	0	1,106	50,209
Restricted	0	8,032,520	2,004,088	10,036,608
Assigned	1,197,174	0	314,739	1,511,913
Unassigned	13,497,275	0	(268,251)	13,229,024
Total Fund Balances	14,743,552	8,032,520	2,051,682	24,827,754
Total Liabilities, Deferred Inflows and Fund Balances	\$27,901,951	\$9,585,758	\$3,034,493	\$40,522,202

See accompanying notes to the basic financial statements.

Three Rivers Local School District, Ohio
 Reconciliation of Total Governmental Fund Balance to
 Net Position of Governmental Activities
 June 30, 2021

Total Governmental Fund Balance		\$24,827,754
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		56,906,581
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.		
Delinquent Property Tax	631,478	
Interest	37,832	
Intergovernmental	<u>500,779</u>	
		1,170,089
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.		
		(123,919)
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		(2,025,296)
Deferred charge on refunding associated with long-term liabilities that are not reported in the funds.		
		82,361
Deferred outflows and inflows or resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.		
Deferred outflows of resources related to pensions	5,443,826	
Deferred inflows of resources related to pensions	(188,193)	
Deferred outflows of resources related to OPEB	1,242,155	
Deferred inflows of resources related to OPEB	<u>(3,230,971)</u>	
		3,266,817
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	1,475,151	
Net Pension Liability	(28,590,199)	
Net OPEB Liability	(2,835,021)	
Other Amounts	<u>(37,957,508)</u>	
		(67,907,577)
Net Position of Governmental Activities		<u>\$16,196,810</u>

See accompanying notes to the basic financial statements.

Three Rivers Local School District, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2021

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues:				
Property and Other Taxes	\$14,558,946	\$2,100,464	\$210,432	\$16,869,842
Tuition and Fees	1,853,881	0	4,609	1,858,490
Investment Earnings	34,962	(23,087)	139	12,014
Intergovernmental	6,916,466	724,025	2,353,725	9,994,216
Extracurricular Activities	0	0	214,698	214,698
Charges for Services	0	0	55,091	55,091
Revenue in Lieu of Taxes	2,875,177	507,311	0	3,382,488
Other Revenues	549,488	0	32,005	581,493
Total Revenues	26,788,920	3,308,713	2,870,699	32,968,332
Expenditures:				
Current:				
Instruction:				
Regular	9,968,070	0	558,028	10,526,098
Special	3,897,898	0	593,101	4,490,999
Vocational	18,508	0	0	18,508
Other	1,080,840	0	223,789	1,304,629
Support Services:				
Pupil	1,601,821	0	308,455	1,910,276
Instructional Staff	578,120	0	274,398	852,518
General Administration	30,064	0	0	30,064
School Administration	2,246,403	0	0	2,246,403
Fiscal	682,256	21,407	2,175	705,838
Business	191,137	0	0	191,137
Operations and Maintenance	1,823,262	0	67,733	1,890,995
Pupil Transportation	1,870,016	0	1,877	1,871,893
Central	177,480	0	23,728	201,208
Operation of Non-Instructional Services	49,035	0	694,019	743,054
Extracurricular Activities	575,752	0	219,403	795,155
Capital Outlay	2,600	0	0	2,600
Debt Service:				
Principal Retirement	229,842	180,000	94,842	504,684
Interest and Fiscal Charges	61,364	1,480,933	0	1,542,297
Total Expenditures	25,084,468	1,682,340	3,061,548	29,828,356
Excess of Revenues Over (Under) Expenditures	1,704,452	1,626,373	(190,849)	3,139,976
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	15,460	0	0	15,460
Transfers In	2,214	0	20,000	22,214
Transfers (Out)	(20,000)	0	(2,214)	(22,214)
Total Other Financing Sources (Uses)	(2,326)	0	17,786	15,460
Net Change in Fund Balance	1,702,126	1,626,373	(173,063)	3,155,436
Fund Balance - Beginning of Year, Restated	13,041,426	6,406,147	2,224,745	21,672,318
Fund Balance - End of Year	\$14,743,552	\$8,032,520	\$2,051,682	\$24,827,754

See accompanying notes to the basic financial statements.

Three Rivers 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		\$3,155,436
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>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.</p>		
Capital assets used in governmental activities	303,967	
Depreciation Expense	<u>(1,984,491)</u>	(1,680,524)
<p>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.</p>		
		(15,126)
<p>Governmental funds report district pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employer contributions are reported as pension and OPEB expense.</p>		
Pension Contributions	2,164,285	
Pension Expense	(3,797,323)	
OPEB Contributions	83,123	
OPEB Expense	<u>(395)</u>	(1,550,310)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.</p>		
Delinquent Property Taxes	10,584	
Interest	19,031	
Intergovernmental	<u>166,760</u>	196,375
<p>Repayment of bond principal and current bonds refunded are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.</p>		
		504,684
<p>In the statement of activities interest expense is accrued when incurred; whereas, in governmental funds an interest expenditure is reported when due.</p>		
		643
<p>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.</p>		
Compensated Absences	(22,592)	
Amortization of Bond Premium	67,209	
Amortization of Bond Discount	(5,299)	
Amortization of Deferred Charge on Refunding	(3,108)	
Bond Accretion	<u>(211,047)</u>	(174,837)
Change in Net Position of Governmental Activities		<u>\$436,341</u>
<p>See accompanying notes to the basic financial statements.</p>		

Three Rivers 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 OHSAA	<u>\$7,063</u>
Total Additions	<u>7,063</u>
Deductions:	
Extracurricular Distributions to OHSAA	<u>7,063</u>
Total Deductions	<u>7,063</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.

**Three Rivers 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 Three Rivers Local School District, Ohio (the "District") was originally chartered by the Ohio State Legislature. In 1853, state laws were enacted to create local Boards of Education. Today, the District operates under current standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code. The District operates under a locally elected five-member Board of Education (the Board) and is responsible for the education of the residents of the District. This Board controls the District's instructional and support facilities staffed by 135 non-certificated personnel and 135 certified teaching and administrative personnel to provide services to students and other community members.

Note 2 - Summary of Significant Accounting Policies

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 more significant of the District's accounting policies are described below.

Reporting Entity

The reporting entity is comprised of the primary government, which consists of all funds, departments, boards, and agencies that are not legally separate from the District. For the District, this includes general operations, food service, and student related activities. Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes. The District has no component units.

The District is associated with two jointly governed organizations. These organizations are:

Jointly Governed Organizations:

Hamilton Clermont Cooperative Information Technology Center
Great Oaks Career Campuses

These organizations are presented in Note 13.

Measurement Focus

Government-wide Financial Statements

The government-wide statements are prepared using the economic resources measurement focus. All assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of the District are included on the statement of net position. Fiduciary Funds are not included in entity-wide statements.

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

The government-wide statement of activities presents a comparison between direct expenses and program revenues 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, deferred outflows of resources, current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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 and fiduciary.

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

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.

Debt Service Fund – The debt service fund is used for the accumulation of resources for the payment of general long term debt principal and interest.

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

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's only custodial fund accounts for monies held and remitted to the Ohio High School Athletic Association (OHSAA).

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. Differences in the actual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows of resources, and in the presentation of expenses versus expenditures.

Revenues – Exchange and Non-exchange Transactions

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

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 include deferred charge on refunding, pension, and other post employment benefits. These amounts are reported on the government-wide statement of net positions. The deferred outflows of resources related to a deferred charge on refunding and pension, and OPEB plans are explained in Notes 9 and 10.

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

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, grants and other taxes (which includes tax incremental financing 'TIF'), investment earnings, OPEB, 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 2022 operations. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Other taxes (TIFs) have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Grants and investment earnings have been 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 financial statement of net position. For more pension and OPEB related information, see Notes 9 and 10.

Expenses/Expenditures

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

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. 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.

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 \$100 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.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposits and repurchase agreements are reported at cost.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue during fiscal year 2021 credited to the General Fund amounted to \$34,962, Debt Service (\$23,087) and \$139 in Other Governmental Funds.

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2021, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and expenditure/expense is reported in the year in which the services are consumed.

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.

On the fund financial statements, reported material and supplies inventory is equally offset by a fund balance reserve 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

Capital assets, which include property, plant and equipment, are reported in the government-wide financial statements. The District defines capital assets as those with an individual cost of more than \$1,000 and an estimated useful life in excess of three years. All capital assets are capitalized at cost or estimated historical cost where no historical records exist. Donated capital assets are recorded at their acquisition values as of the date received. 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 capitalized.

When capital assets are purchased, they are capitalized and depreciated in the government wide statements. Capital assets are reported as expenditures of the current period in the governmental fund financial statements.

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

Buildings and Improvements	20-80 years
Transportation	10 years
Equipment and Fixtures	5-20 years

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 loan receivables/payables". These amounts are eliminated in the governmental activities column on the Statement of Net position.

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

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.

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 liability includes the employees who are currently eligible to receive termination benefits and those the District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the District's termination policy. The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, a liability is recorded for the compensated absences only if they have matured, for example, as a result of employee resignations and retirements.

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.

Fund Balance

In accordance with Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting*, 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 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.

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

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.

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 cash 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 Assets

Restricted assets in the classroom facility construction, building and permanent improvement funds represent equity in pooled cash and investments set aside for retainage payable.

Net Position

Net position represents the difference between assets, deferred outflows of resources, 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 are 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.

The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position are available. Of the \$10,231,456 in restricted net position, none were restricted by enabling legislation.

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.

Note 3 – Accountability

The following funds had a deficit in fund balance:

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Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

<u>Fund</u>	<u>Deficit</u>
Other Governmental Funds:	
ESSER	\$169,899
Title I	67,347
Coronavirus Relief	2,749
Classroom Size Reduction	27,886

The deficit in fund balance was primarily due to accruals in GAAP. The general fund is liable for any deficit in these funds and will provide transfers when cash is required not when accruals occur.

Note 4 – 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 – Those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Ohio law permits interim monies to be invested or deposited 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.

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

- (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).
- (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 School 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 District, and must be purchased with the expectation that it will be held to maturity.

Deposits

Custodial credit risk for deposits is the risk that in the event of bank failure, the School 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, \$6,794,893 of the District's bank balance of \$7,087,928 was exposed to custodial credit risk because it was uninsured and collateralized.

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

Eligible securities pledged to the School District and deposited with a qualified trustee by the financial institution as security for repayment whose 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.

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

Investments

As of June 30, 2021, the District had the following investments:

	<u>Fair Value</u>	<u>Fair Value Hierarchy</u>	<u>Weighted Average Maturity (Years)</u>
Commercial Paper	\$2,597,935	Level 2	0.50
Federal Farm Credit Bank	299,552	Level 2	2.44
Negotiable CDs	5,579,173	Level 2	1.99
Federal Home Loan Mortgage Corporation	306,712	Level 2	4.24
Federal National Mortgage Association	3,309,332	Level 2	5.24
Federal Home Loan Bank	1,972,906	Level 2	5.64
Money Market Funds	85,249	N/A	0.00
STAR Ohio	1,126,099	N/A	0.15
Total Fair Value	<u>\$15,276,958</u>		
Portfolio Weighted Average Maturity			2.85

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. Level 3 inputs are significant unobservable inputs. The above table identifies the District's recurring fair value measurements as of June 30, 2021. All investments of the District are valued using quoted market prices.

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 five 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 the highest credit quality rating issued by nationally recognized statistical rating organizations. Investments in Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Federal National Mortgage Association, and Federal Home Loan Bank were rated AAA by Standard & Poor's and Aaa by Moody's Investors Service. Investments in STAR Ohio were rated AAAM by Standard & Poor's. Commercial Paper was rated A-1+ by Standard & Poor's. Negotiable CDs, and Money Market Funds were not rated.

Concentration of Credit Risk – The District's investment policy allows investments in U.S. Agencies or Instrumentalities. The District has less than 1% invested in Money Market Funds, 17% in Commercial Paper, 2% in Federal Farm Credit Bank, 2% in Federal Home Loan Mortgage Corporation, 22% in Federal National Mortgage Association, 13% in Federal Home Loan Bank, 7% in STAR Ohio, and 37% in Negotiable CDs.

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.

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

Note 5 - 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 and public utility 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 real property at 35 percent of true value.

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. 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 Hamilton 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 2021 operations. The amount available for advance can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property and public utility taxes that became measurable as of June 30, 2021. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The amount available for advance was \$4,200,000 in the General Fund, \$640,000 in the Debt Service Fund and \$60,000 in Other Governmental Funds.

The assessed value, by property classification, upon which taxes collected in 2021 were based as follows:

	<u>Amount</u>
Public Utility Personal	\$65,563,830
Real Estate	<u>340,194,120</u>
Total	<u><u>\$405,757,950</u></u>

Note 6 – Receivables

Receivables at June 30, 2021, consisted of taxes, interest, intergovernmental grants, and interfund. All receivables are considered collectible in full and will be received within one year with the exception of the property taxes. Property taxes, although ultimately collectible, include some portion of delinquents that will not be collected within one year.

Note 7 – Capital Assets

Capital assets activity for the year ended June 30, 2021 was as follows:

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$4,526,549	\$0	\$0	\$4,526,549
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	63,699,863	58,250	0	63,758,113
Transportation	3,801,726	48,711	0	3,850,437
Equipment and Fixtures	3,682,113	197,006	142,675	3,736,444
Totals at Historical Cost	<u>75,710,251</u>	<u>303,967</u>	<u>142,675</u>	<u>75,871,543</u>
Less Accumulated Depreciation:				
Buildings and Improvements	11,977,318	1,502,058	0	13,479,376
Transportation	2,568,124	208,031	0	2,776,155
Equipment and Fixtures	2,562,578	274,402	127,549	2,709,431
Total Accumulated Depreciation	<u>17,108,020</u>	<u>1,984,491</u>	<u>127,549</u>	<u>18,964,962</u>
Governmental Activities Capital Assets, Net	<u>\$58,602,231</u>	<u>(\$1,680,524)</u>	<u>\$15,126</u>	<u>\$56,906,581</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$912,496
Special	67,062
Other Instruction	7,697
Support Services:	
Pupil	11,682
Instructional Staff	10,858
School Administration	854
Fiscal	6,425
Operations and Maintenance	107,104
Pupil Transportation	449,472
Central	48,369
Operation of Non-Instructional Services	156,439
Extracurricular Activities	206,033
Total Depreciation Expense	<u>\$1,984,491</u>

Note 8 – Risk Management

The District is exposed to various risks of loss related to torts; theft or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2021, commercial insurance carriers provided insurance coverage for property, liability, and vehicles. There has been no significant reduction in the coverage in the current fiscal year and settlements have not exceeded insurance coverage in any of the past three fiscal years.

The District also provides life insurance and accidental death and dismemberment coverage to all employees. The amount of coverage per employee varies by bargaining unit. Commercial Life also provides the life insurance coverage for the District. The District pays the State Workers' Compensation System a premium based on a rate per \$1,000 of salaries. This rate is calculated based on accident history and administrative costs.

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

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

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

The 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.

**Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021**

Age and service requirements for retirement are as follows:

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

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

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

An individual whose benefit effective date is before April 1, 2018, is eligible for a cost of living adjustment (COLA) on the first anniversary date of the benefit. 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 School District's contractually required contribution to SERS was \$619,772 for fiscal year 2021. Of this amount \$0 is reported as accrued wages and benefits.

Plan Description - State Teachers Retirement System (STRS)

Plan Description

School 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-

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

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.

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.

Three Rivers Local School District, Ohio
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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 School District's contractually required contribution to STRS was \$1,544,513 for fiscal year 2021. Of this amount \$0 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 School District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportionate Share of the Net Pension Liability	\$8,281,005	\$20,309,194	\$28,590,199
Proportion of the Net Pension Liability:			
Current Measurement Date	0.12520020%	0.08393463%	
Prior Measurement Date	<u>0.12269880%</u>	<u>0.08282733%</u>	
Change in Proportionate Share	0.00250140%	0.00110730%	
Pension Expense	\$1,245,976	\$2,551,347	\$3,797,323

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	\$16,085	\$45,570	\$61,655
Changes of assumptions	0	1,090,211	1,090,211
Net difference between projected and actual earnings on pension plan investments	525,676	987,638	1,513,314
Changes in employer proportionate share of net pension liability	183,650	430,711	614,361
Contributions subsequent to the measurement date	<u>619,772</u>	<u>1,544,513</u>	<u>2,164,285</u>
Total Deferred Outflows of Resources	<u>\$1,345,183</u>	<u>\$4,098,643</u>	<u>\$5,443,826</u>
<u>Deferred Inflows of Resources</u>			
Differences between expected and actual experience	\$0	\$129,863	\$129,863
Changes in employer proportionate share of net pension liability	<u>0</u>	<u>58,330</u>	<u>58,330</u>
Total Deferred Inflows of Resources	<u>\$0</u>	<u>\$188,193</u>	<u>\$188,193</u>

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\$2,164,285 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:	SERS	STRS	Total
2022	\$149,422	\$767,249	\$916,671
2023	192,295	477,258	669,553
2024	219,113	627,496	846,609
2025	164,581	493,934	658,515
Total	<u>\$725,411</u>	<u>\$2,365,937</u>	<u>\$3,091,348</u>

Actuarial Assumptions - SERS

SERS' total pension liability was determined by their actuaries in accordance with GASB Statement No. 67, as part of their annual actuarial valuation for each defined benefit retirement plan. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts (e.g., salaries, credited 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

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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.

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	\$11,343,966	\$8,281,005	\$5,711,123

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

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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:

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>100.00%</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

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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.

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

The following table presents the County'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 <u>6.45%</u>	Current Discount Rate <u>7.45%</u>	1% Increase <u>8.45%</u>
Proportionate share of the net pension liability	\$28,916,756	\$20,309,194	\$13,015,002

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 School District contributes to the SERS Health Care Fund, administered by SERS for non-certificated retirees and their beneficiaries. For GASB 75 purposes, this plan is considered a cost-sharing other postemployment benefit (OPEB) plan. SERS' Health Care Plan provides healthcare benefits to eligible individuals receiving retirement, disability, and survivor benefits, and to their eligible dependents. Members who retire after June 1, 1986, need 10 years of service credit, exclusive of most types of purchased credit, to qualify to participate in SERS' health care coverage. 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

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

Funding Policy

State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 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 \$83,123.

The surcharge, added to the allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The School District's contractually required contribution to SERS was \$83,123 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 School District's proportion of the net OPEB liability (asset) was based on the School District's share of contributions to the respective retirement systems relative to the contributions of all participating entities. Following is information related to the proportionate share:

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	SERS	STRS	Total
Proportionate Share of the Net OPEB Liability	\$2,835,021	\$0	\$2,835,021
Proportionate Share of the Net OPEB (Asset)	0	(1,475,151)	(1,475,151)
Proportion of the Net OPEB Liability/Asset:			
Current Measurement Date	0.13044610%	0.08393463%	
Prior Measurement Date	0.12579730%	0.08282733%	
Change in Proportionate Share	0.00464880%	0.00110730%	
OPEB Expense	\$80,437	(\$80,042)	\$395

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	\$37,236	\$94,521	\$131,757
Changes of assumptions	483,272	24,351	507,623
Net difference between projected and actual earnings on OPEB plan investments	31,944	51,699	83,643
Changes in employer proportionate share of net OPEB liability	374,596	61,413	436,009
Contributions subsequent to the measurement date	83,123	0	83,123
Total Deferred Outflows of Resources	<u>\$1,010,171</u>	<u>\$231,984</u>	<u>\$1,242,155</u>
<u>Deferred Inflows of Resources</u>			
Differences between expected and actual experience	\$1,441,806	\$293,829	\$1,735,635
Changes of assumptions	71,407	1,401,147	1,472,554
Changes in employer proportionate share of net OPEB liability	0	22,782	22,782
Total Deferred Inflows of Resources	<u>\$1,513,213</u>	<u>\$1,717,758</u>	<u>\$3,230,971</u>

\$83,123 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	(\$110,980)	(\$373,256)	(\$484,236)
2023	(108,669)	(338,262)	(446,931)
2024	(109,044)	(325,987)	(435,031)
2025	(115,090)	(310,809)	(425,899)
2026	(101,660)	(66,435)	(168,095)
Thereafter	(40,722)	(71,025)	(111,747)
Total	<u>(\$586,165)</u>	<u>(\$1,485,774)</u>	<u>(\$2,071,939)</u>

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Actuarial Assumptions - SERS

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

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

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

Key methods and assumptions used in calculating the total OPEB liability in the latest actuarial valuation date of June 30, 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

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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.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	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 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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	1% Decrease (1.63%)	Current Discount Rate (2.63%)	1% Increase (3.63%)
Proportionate share of the net OPEB liability	\$3,469,995	\$2,835,021	\$2,330,217
	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	\$2,232,363	\$2,835,021	\$3,640,928

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 from 1.984 percent to 2.055 percent per year of service. The non-Medicare frozen subsidy base

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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.

	1% Decrease (6.45%)	Current Discount Rate (7.45%)	1% Increase (8.45%)
Proportionate share of the net OPEB (asset)	(\$1,283,476)	(\$1,475,151)	(\$1,637,778)
	1% Decrease	Current Trend Rate	1% Increase
Proportionate share of the net OPEB (asset)	(\$1,627,683)	(\$1,475,151)	(\$1,289,342)

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

Note 11 - Long-Term Liabilities

The changes in the District's long-term obligations during fiscal year 2021 were as follows:

	Rate	Maturity Dates	Restated Beginning Balance	Additions	Deletions	Ending Balance	Due In One Year
Governmental Activities:							
2010 School Improvement Qualified School Construction Bonds	5.21%	09/15/27	\$11,260,000	\$0	\$0	\$11,260,000	\$0
Discount on Qualified School Construction Bonds			(38,415)	0	5,299	(33,116)	0
2010 School Improvement Tax Exempt Capital Appreciation			1,110,000	0	0	1,110,000	0
2010 School Improvement Tax Exempt Accretion of Interest			1,218,719	185,461	0	1,404,180	0
Premium on Tax Exempt Current Interest Bonds			477,770	0	(39,002)	438,768	0
2011 Certificate of Participation Current Interest Bonds	2.00-3.25%	12/01/30	1,445,000	0	(135,000)	1,310,000	45,000
2011 Certificate of Participation Capital Appreciation Bonds			90,000	0	0	90,000	0
2011 Certificate of Participation Accretion of Interest			137,036	25,586	0	162,622	0
Premium on Certificate of Participation Current Interest Bonds			31,491	0	(3,404)	28,087	0
2015 Refunding Bonds			21,520,000	0	(180,000)	21,340,000	170,000
2015 Refunding Bonds Premium			682,088	0	(24,803)	657,285	0
Total Bonds			37,933,689	211,047	(376,910)	37,767,826	215,000
Capital Lease - 10 Busses			379,366	0	(189,684)	189,682	189,682
Compensated Absences			2,026,789	234,255	(182,537)	2,078,507	212,155
Subtotal Bonds and Other Amounts			40,339,844	445,302	(749,131)	40,036,015	616,837
Net Pension Liability:							
STRS			18,316,766	1,992,428	0	20,309,194	0
SERS			7,341,285	939,720	0	8,281,005	0
Subtotal Net Pension Liability			25,658,051	2,932,148	0	28,590,199	0
Net OPEB Liability:							
SERS			3,163,538	0	(328,517)	2,835,021	0
Subtotal Net OPEB Liability			3,163,538	0	(328,517)	2,835,021	0
Total Long-Term Obligations			\$69,161,433	\$3,377,450	(\$1,077,648)	\$71,461,235	\$616,837

On September 30, 2010, the District issued \$21,890,000 in School Improvement Build America Bonds for a discount of \$175,120 at an interest rate between 5.11% and 6.37% throughout the life of the bonds. The bonds will mature on 12/1/2047.

On September 30, 2010, the District issued \$11,260,000 in School Improvement Qualified School Construction Bonds for a discount of \$90,020 at an interest rate of 5.21% throughout the life of the bonds. The bonds will mature on 9/15/2027.

On September 30, 2010, the District issued \$2,885,000 in Tax Exempt Current Interest Bonds and \$1,110,000 in Tax Exempt Capital Appreciation Bonds for a net premium of \$858,039 at an interest rate between 2.00% and 2.75% throughout the life of the bonds. The bonds will mature on 12/1/32.

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

On September 28, 2011, the District issued \$2,310,000 in Certificate of Participation Current Interest Bonds and \$90,000 in Certificate of Participation Capital Appreciation Bonds for a net premium of \$61,276 at an interest rate between 2.00% and 3.25% throughout the life of bonds. The bonds will mature on 12/1/30.

As a result of participating in these programs, the District will receive interest rebates resulting in a significantly lower coupon rate.

All long term debt payments will be made out of the Debt Service Fund except the 2011 Certificate of Participation Bonds which is paid out of the General Fund. Compensated Absences will be paid out of the General Fund. There is no repayment schedule for the net pension liability and net OPEB liability; however, employer pension and OPEB contributions are made from the fund benefitting from their service.

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

Fiscal Year Ending June 30,	General Obligation Bonds / Certificate of Participation-Current Interest			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2022	\$170,000	\$1,536,603	\$1,706,603	\$45,000	\$95,000	\$140,000
2023	170,000	1,532,991	1,702,991	45,000	95,000	140,000
2024	310,000	1,526,156	1,836,156	0	0	0
2025	290,000	1,516,303	1,806,303	0	0	0
2026	285,000	1,506,092	1,791,092	0	0	0
2027-2031	12,265,000	5,213,311	17,478,311	715,000	2,390,000	3,105,000
2032-2036	3,075,000	4,178,990	7,253,990	395,000	1,675,000	2,070,000
2037-2041	6,180,000	2,974,300	9,154,300	0	0	0
2042-2046	7,655,000	1,491,100	9,146,100	0	0	0
2047-2048	3,510,000	141,800	3,651,800	0	0	0
	<u>\$33,910,000</u>	<u>\$21,617,646</u>	<u>\$55,527,646</u>	<u>\$1,200,000</u>	<u>\$4,255,000</u>	<u>\$5,455,000</u>

Note 12 – Capitalized Leases – Lessee Disclosure

Lease purchase, 10 buses – In 2018 the District issued \$948,415 in lease purchase financing for the purpose of ten new school buses. The lease was issued for a five year period with a final maturity of December 1, 2022. Lease payments will be made from the General Fund and the Permanent Improvement Fund.

The District made \$189,684 in principal payments for fiscal year 2021. The principal amount owed on the leases at year end is \$189,682.

<u>Ending June 30</u>	<u>Amount</u>
2022	<u>\$189,622</u> *
Present Value of Minimum Lease Payments	<u>\$189,622</u>

*-Interest Free

**Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021**

Capital assets acquired under capital leases are as follows:

Equipment	\$948,415
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Note 13 - Jointly Governed Organizations

Hamilton Clermont Cooperative Information Technology Center

The Hamilton Clermont County Cooperative Information Technology Center (HCC) is a jointly governed organization. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and institutional functions among districts. Each of the Districts supports HCC and share in a percentage of equity based on the resources provided. HCC is governed by the board of directors consisting of superintendents of the member school boards. The degree of control exercised by any participating district is limited to its representation on the board. The operating budget of HCC is funded by state funds, contributions from each member district based upon a per pupil fee and fees charged for various services.

The individual HCC members are not considered participants having an equity interest as defined by GASB Statement 14 since members have no right to any assets of HCC. Separate financial statements for HCC can be obtained from the HCC administrative offices at 1007 Cottonwood Drive, Loveland, Ohio 45140.

Great Oaks Career Campuses

The Great Oaks Career Campuses (Great Oaks), 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 as a separate body politic and corporate, established under the Ohio Revised Code. Great Oaks was formed for the purpose of providing vocational education opportunities to the students of member districts, which includes the students of the District. The District has no ongoing financial interest in or responsibility for Great Oaks. To obtain financial information, write to Great Oaks, 3254 East Kemper Road, Cincinnati, Ohio 45241.

Note 14 – Contingencies

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 is not party to any legal proceedings that would have a material effect, if any, on the financial condition of the District.

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

Note 15 - Required Set-Asides

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

For the fiscal year ended June 30, 2021, the District was not required to set aside funds in the budget reserve set-aside.

	Capital Acquisition
	<u> </u>
Set Aside Reserve Balance as of June 30, 2020	\$0
Current Year Set Aside Requirements	403,464
Qualified Disbursements	(33,289)
Current Year Offsets	(370,175)
Set Aside Reserve Balance as of June 30, 2021	<u> </u> <u> </u> \$0

The excess qualifying disbursements of the capital improvement set-aside may not be used to reduce the capital improvement set aside requirements of future years.

Note 16 - Interfund Transactions

Interfund transactions at June 30, 2021, consisted of the following interfund receivables and interfund payables and transfers in and out:

	Interfund		Transfers	
	Receivable	Payable	In	Out
General Fund	\$294,484	\$0	\$2,214	\$20,000
Other Governmental Funds	<u> 0</u>	<u> 294,484</u>	<u> 20,000</u>	<u> 2,214</u>
Total All Funds	<u> \$294,484</u>	<u> \$294,484</u>	<u> \$22,214</u>	<u> \$22,214</u>

Interfund balance/transfers 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 budget authorizations; to segregate and to return money to the fund from which it was originally provided once a project is completed.

\$2,214 was transferred from the Other Governmental Funds to the General Fund for the repurpose of an unexpended fund balance of the PBIS grant. This transfer is allowed under Ohio Revised Code 5705.14(D) as it is the unexpended balance of the grant after the termination of the activity related to it.

Note 17 – Commitments

Listed below are the District’s outstanding encumbrances at year end:

General Fund	\$459,358
Other Governmental	<u> 353,707</u>
Total	<u> \$813,065</u>

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

Note 18 – Fund Balances

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

Fund Balances	General	Debt Service	Other Governmental Funds	Total
Nonspendable:				
Prepays	\$49,103	\$0	\$1,106	\$50,209
Total Nonspendable	49,103	0	1,106	50,209
Restricted for:				
Building	0	0	6,344	6,344
Spring Recognition	0	0	16,559	16,559
Classroom Facilities Maintenance	0	0	1,506,919	1,506,919
Extracurricular Student Activities	0	0	140,564	140,564
Vocational Education	0	0	410	410
Food Service Operations	0	0	181,632	181,632
Early Childhood Special Education	0	0	1,002	1,002
Assistive Technology Grant	0	0	2,149	2,149
Private Purpose Trust	0	0	63,939	63,939
Title III	0	0	1,299	1,299
Student Activity	0	0	83,271	83,271
Debt Service Payments	0	8,032,520	0	8,032,520
Total Restricted	0	8,032,520	2,004,088	10,036,608
Assigned to:				
Permanent Improvements	0	0	314,739	314,739
Budgetary Resource	661,993	0	0	661,993
Public School Support	124,699	0	0	124,699
Encumbrances	410,482	0	0	410,482
Total Assigned	1,197,174	0	314,739	1,511,913
Unassigned (Deficit)	13,497,275	0	(268,251)	13,229,024
Total Fund Balance	\$14,743,552	\$8,032,520	\$2,051,682	\$24,827,754

Note 19 – Implementation of New Accounting Principles and Restatement of Net Position/Fund Balance

New Accounting Principles

For fiscal year 2021, the School District implemented GASB Statement No. 84, Fiduciary Activities and related guidance from (GASB) Implementation Guide No. 2019-2, Fiduciary Activities, and GASB Statement No. 90, Majority Equity Interests – An Amendment of GASB Statements No. 14, GASB Statements No. 61 and GASB Statement No. 98, “The Annual Comprehensive Financial Report”.

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

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 activities. Due to the implementation of GASB Statement No. 84, the School District will no longer be reporting agency funds. The School 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 School 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.

GASB Statement No. 98 establishes the term annual comprehensive financial report and its acronym ACFR. The new term and acronym replace instances of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments.

The District also restated amounts related to a Debt Sinking fund and Long-Term Liabilities, which should have been included in prior years.

Restatement of Fund Balance/Net Position

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

	Debt Service Fund	Other Governmental Funds
	<u> </u>	<u> </u>
Fund Balance, June 30, 2020	\$1,582,829	\$2,072,707
Adjustments-		
Presentation Changes:		
GASB Statement No. 84	0	152,038
Debt Sinking Fund:		
Cash with Fiscal Agent	<u>4,823,318</u>	<u>0</u>
Restated Fund Balance, June 30, 2020	<u><u>\$6,406,147</u></u>	<u><u>\$2,224,745</u></u>

The implementation of GASB 84, the inclusion of a Debt Sinking fund and adjustment of Due in More Than One Year had the following effect on the net position as reported at June 30, 2020:

	Governmental Activities
	<u> </u>
Net Position, June 30, 2020	\$15,295,113
Adjustments-	
Presentation Changes:	
GASB Statement No. 84	152,038
Debt Sinking Fund/Due in More Than One Year:	
Cash with Fiscal Agent	4,823,318
Due in More Than One Year-Other Amounts	<u>(4,510,000)</u>
Restated Net Position, June 30, 2020	<u><u>\$15,760,469</u></u>

Three Rivers Local School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2021

Note 20 – COVID-19

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. Ohio's state of emergency ended in June of 2021 while the national state of emergency continues. During fiscal year 2021, the District received Coronavirus Aid, Relief, and Economic Security (CARES) Act funding. Additional funding has been made available through the Consolidated Appropriations Act, 2021, passed by Congress on December 21, 2020 and/or the American Rescue Plan Act, passed by Congress on March 11, 2021.

Note 21 – Subsequent Events

For fiscal year 2022, School 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 School District were funded to the School District who, in turn, made the payment to the respective school.

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REQUIRED SUPPLEMENTARY INFORMATION

Three Rivers 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	0.12520020%	\$8,281,005	\$4,389,243	188.67%	68.55%
2020	0.12269880%	7,341,285	4,209,267	174.41%	70.85%
2019	0.11402260%	6,530,285	3,812,867	171.27%	71.36%
2018	0.11074470%	6,616,751	3,569,643	185.36%	69.50%
2017	0.11031240%	8,073,850	3,425,893	235.67%	62.98%
2016	0.11979600%	6,835,676	4,419,970	154.65%	71.70%
2015	0.11121300%	5,628,427	3,264,286	172.42%	71.70%
2014	0.11121300%	6,615,464	4,090,751	161.72%	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.

Three Rivers 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	\$619,772	(\$619,772)	\$0	\$4,426,943	14.00%
2020	614,494	(614,494)	0	4,389,243	14.00%
2019	568,251	(568,251)	0	4,209,267	13.50%
2018	514,737	(514,737)	0	3,812,867	13.50%
2017	499,750	(499,750)	0	3,569,643	14.00%
2016	479,625	(479,625)	0	3,425,893	14.00%
2015	582,552	(582,552)	0	4,419,970	13.18%
2014	452,430	(452,430)	0	3,264,286	13.86%
2013	566,160	(566,160)	0	4,090,751	13.84%
2012	494,880	(494,880)	0	3,679,405	13.45%

See accompanying notes to the required supplementary information.

Three Rivers 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	0.08393463%	\$20,309,194	\$10,129,600	200.49%	75.50%
2020	0.08282733%	18,316,766	9,723,886	188.37%	77.40%
2019	0.08220975%	18,076,079	10,107,693	178.83%	77.30%
2018	0.07981460%	18,960,129	8,999,036	210.69%	75.30%
2017	0.08080859%	27,049,071	8,957,329	301.98%	66.80%
2016	0.08194777%	22,647,697	8,639,964	262.13%	72.10%
2015	0.08316502%	20,228,611	9,150,800	221.06%	74.70%
2014	0.08316502%	24,031,298	9,961,215	241.25%	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.

Three Rivers 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	\$1,544,513	(\$1,544,513)	\$0	\$11,032,236	14.00%
2020	1,418,144	(1,418,144)	0	10,129,600	14.00%
2019	1,361,344	(1,361,344)	0	9,723,886	14.00%
2018	1,415,077	(1,415,077)	0	10,107,693	14.00%
2017	1,259,865	(1,259,865)	0	8,999,036	14.00%
2016	1,254,026	(1,254,026)	0	8,957,329	14.00%
2015	1,209,595	(1,209,595)	0	8,639,964	14.00%
2014	1,189,604	(1,189,604)	0	9,150,800	13.00%
2013	1,294,958	(1,294,958)	0	9,961,215	13.00%
2012	1,276,804	(1,276,804)	0	9,821,569	13.00%

See accompanying notes to the required supplementary information.

Three Rivers 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	0.13044610%	\$2,835,021	\$4,389,243	64.59%	18.17%
2020	0.12579730%	3,163,538	4,209,267	75.16%	15.57%
2019	0.11587300%	3,214,630	3,812,867	84.31%	13.57%
2018	0.11251080%	3,019,494	3,569,643	84.59%	12.46%
2017	0.11159955%	3,181,000	3,425,893	92.85%	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.

Three Rivers 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	\$83,123	(83,123)	\$0	\$4,426,943	1.88%
2020	86,290	(86,290)	0	4,389,243	1.97%
2019	98,087	(98,087)	0	4,209,267	2.33%
2018	82,539	(82,539)	0	3,812,867	2.16%
2017	61,925	(61,925)	0	3,569,643	1.73%
2016	82,918	(82,918)	0	3,425,893	2.42%

(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.

Three Rivers 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	0.08393463%	(\$1,475,151)	\$10,129,600	(14.56%)	182.13%
2020	0.08282733%	(1,371,819)	9,723,886	(14.11%)	174.74%
2019	0.08220975%	(1,321,027)	10,107,693	(13.07%)	176.00%
2018	0.07981460%	3,114,071	8,999,036	34.60%	47.10%
2017	0.08080859%	4,321,664	8,957,329	48.25%	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.

Three Rivers 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	\$11,032,236	0.00%
2020	0	0	0	10,129,600	0.00%
2019	0	0	0	9,723,886	0.00%
2018	0	0	0	10,107,693	0.00%
2017	0	0	0	8,999,036	0.00%
2016	0	0	0	8,957,329	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.

Three Rivers 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	\$10,689,301	\$11,283,537	\$11,268,946	(\$14,591)
Tuition and Fees	1,647,151	1,738,718	1,736,470	(2,248)
Investment Earnings	145,180	153,251	153,053	(198)
Intergovernmental	6,601,304	6,968,282	6,959,271	(9,011)
Other Revenues	3,213,330	3,391,964	3,387,578	(4,386)
Total Revenues	22,296,266	23,535,752	23,505,318	(30,434)
Expenditures:				
Current:				
Instruction:				
Regular	10,180,962	10,179,060	9,837,021	342,039
Special	4,045,665	4,044,909	3,908,991	135,918
Vocational	19,155	19,152	18,508	644
Other	1,109,847	1,109,639	1,072,353	37,286
Support Services:				
Pupil	1,628,679	1,628,375	1,573,658	54,717
Instructional Staff	606,999	606,886	586,493	20,393
General Administration	31,270	31,265	30,214	1,051
School Administration	2,261,472	2,261,049	2,185,073	75,976
Fiscal	702,547	702,416	678,813	23,603
Business	197,820	197,783	191,137	6,646
Operations and Maintenance	1,936,760	1,936,398	1,871,331	65,067
Pupil Transportation	2,014,269	2,013,892	1,946,221	67,671
Central	184,025	183,990	177,808	6,182
Operation of Non-Instructional Services	616	616	595	21
Extracurricular Activities	602,685	602,573	582,325	20,248
Capital Outlay	2,691	2,690	2,600	90
Debt Service:				
Principal Retirement	139,720	139,694	135,000	4,694
Interest and Fiscal Charges	63,510	63,498	61,364	2,134
Total Expenditures	25,728,692	25,723,885	24,859,505	864,380
Excess of Revenues Over (Under) Expenditures	(3,432,426)	(2,188,133)	(1,354,187)	833,946
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	14,665	15,480	15,460	(20)
Transfers In	2,100	2,217	2,214	(3)
Transfers (Out)	(20,699)	(20,695)	(20,000)	695
Total Other Financing Sources (Uses)	(3,934)	(2,998)	(2,326)	672
Net Change in Fund Balance	(3,436,360)	(2,191,131)	(1,356,513)	834,618
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	13,171,429	13,171,429	13,171,429	0
Fund Balance End of Year	\$9,735,069	\$10,980,298	\$11,814,916	\$834,618

See accompanying notes to the required supplementary information.

Three Rivers Local School District, Ohio
Notes to the Required Supplementary Information
For The Fiscal 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 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 Board at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

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

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 Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Basis) 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 an assignment of 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.

Three Rivers Local School District, Ohio
Notes to the Required Supplementary Information
For The Fiscal Year Ended June 30, 2021

Net Change in Fund Balance

	<u>General</u>
GAAP Basis	\$1,702,126
Revenue Accruals	(3,283,602)
Expenditure Accruals	683,571
Encumbrances	<u>(458,608)</u>
Budget Basis	<u><u>(\$1,356,513)</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 (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.

Three Rivers Local School District, Ohio
Notes to the Required Supplementary Information
For The Fiscal 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%

Three Rivers Local School District, Ohio
Notes to the Required Supplementary Information
For The Fiscal 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,

Three Rivers Local School District, Ohio
Notes to the Required Supplementary Information
For The Fiscal 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.

Three Rivers Local School District, Ohio
Notes to the Required Supplementary Information
For The Fiscal 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

MAJOR GOVERNMENTAL FUNDS

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 2021.

Three Rivers 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	\$1,598,693	\$1,596,464	(\$2,229)
Investment Earnings	362	361	(1)
Intergovernmental	725,036	724,025	(1,011)
Other Revenues	508,019	507,311	(708)
Total Revenues	2,832,110	2,828,161	(3,949)
Expenditures:			
Current:			
Support Services:			
Fiscal	25,153	21,407	3,746
Debt Service:			
Principal Retirement	612,336	612,336	0
Interest and Fiscal Charges	1,847,256	1,480,933	366,323
Total Expenditures	2,484,745	2,114,676	370,069
Net Change in Fund Balance	347,365	713,485	366,120
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	1,446,832	1,446,832	0
Fund Balance End of Year	\$1,794,197	\$2,160,317	\$366,120

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 Funds

The Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects 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.

Three Rivers Local School District, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2021

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	\$1,992,232	\$321,083	\$2,313,315
Receivables (Net):			
Taxes	172,367	0	172,367
Intergovernmental	544,244	0	544,244
Prepays	1,106	0	1,106
Inventory	3,461	0	3,461
Total Assets	2,713,410	321,083	3,034,493
Liabilities:			
Accounts Payable	6,761	0	6,761
Accrued Wages and Benefits	68,420	0	68,420
Interfund Payable	294,484	0	294,484
Total Liabilities	369,665	0	369,665
Deferred Inflows of Resources:			
Property Taxes	112,367	0	112,367
Grants and Other Taxes	500,779	0	500,779
Total Deferred Inflows of Resources	613,146	0	613,146
Fund Balances:			
Nonspendable	1,106	0	1,106
Restricted	1,997,744	6,344	2,004,088
Assigned	0	314,739	314,739
Unassigned	(268,251)	0	(268,251)
Total Fund Balances	1,730,599	321,083	2,051,682
Total Liabilities, Deferred Inflows and Fund Balances	\$2,713,410	\$321,083	\$3,034,493

Three Rivers 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 Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:			
Property and Other Taxes	\$210,432	\$0	\$210,432
Tuition and Fees	0	4,609	4,609
Investment Earnings	62	77	139
Intergovernmental	2,353,725	0	2,353,725
Extracurricular Activities	214,698	0	214,698
Charges for Services	55,091	0	55,091
Other Revenues	32,005	0	32,005
Total Revenues	2,866,013	4,686	2,870,699
Expenditures:			
Current:			
Instruction:			
Regular	546,779	11,249	558,028
Special	593,101	0	593,101
Other	223,789	0	223,789
Pupil	308,455	0	308,455
Instructional Staff	274,398	0	274,398
Fiscal	2,175	0	2,175
Operations and Maintenance	67,325	408	67,733
Pupil Transportation	1,877	0	1,877
Central	23,728	0	23,728
Operation of Non-Instructional Services	694,019	0	694,019
Extracurricular Activities	219,403	0	219,403
Debt Service:			
Principal Retirement	0	94,842	94,842
Total Expenditures	2,955,049	106,499	3,061,548
Excess of Revenues Over (Under) Expenditures	(89,036)	(101,813)	(190,849)
Other Financing Sources (Uses):			
Transfers In	10,000	10,000	20,000
Transfers (Out)	(2,214)	0	(2,214)
Total Other Financing Sources (Uses)	7,786	10,000	17,786
Net Change in Fund Balance	(81,250)	(91,813)	(173,063)
Fund Balance - Beginning of Year	1,811,849	412,896	2,224,745
Fund Balance - End of Year	\$1,730,599	\$321,083	\$2,051,682

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

Spring Recognition – This fund accounts for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

Classroom Maintenance – Used to account for the proceeds of a levy for the maintenance of facilities.

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

SchoolNet OneNet - To account for State funds appropriated for Ohio Educational Computer Network Connections.

School Reading Incentive Award – Fund used to account for state funds that are legally restricted to expenditures for specified purposes.

Title VI-B Pre School – This fund accounts for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels and to assist in the training of teachers, supervisors and other specialists in providing educational services to the handicapped.

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.

Early Childhood Special Education – Fund used to account for the improvement and expansion of services for handicapped children ages three through five years.

Classroom Size Reduction – This fund accounts for federal funds to be used to support the teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

Assistive Technology Grant – This fund accounts for various federal monies received from State agencies that are not classified elsewhere. A separate special cost center must be used for each grant and be approved by the Auditor of State.

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 - A fund used to account for student mental health services, mentoring programs, or child welfare involved youth, etc.

Title I Non-Competitive Grant – This fund accounts for federal funds expended for services provided to meet special educational needs of educationally deprived children.

ESSER – A fund used to provide emergency relief grants to school districts related to the COVID-19 pandemic. Restrictions include, but are not limited to, providing for coordination of preparedness and response efforts, training and professional development of staff, planning and coordination during long-term closure, and purchasing technology for students.

Coronavirus Relief – A fund used to cover costs that are necessary expenditures incurred due to the public health emergency with respect to the Coronavirus Disease 2019 (COVID–19).

Student Activity – To account for those student activity programs which have student participation in the activity and have students involved in the management of the program. This fund includes activities which consist of a student body, student president, student treasurer, and faculty advisor.

Special Trust – To account for scholarship programs, not administered through a trust agreement, where the District has administrative involvement in the selection of the scholarship recipient.

Three Rivers Local School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2021

	Spring Recognition	Classroom Maintenance	Extracurricular Student Activities	SchoolNet OneNet
Assets:				
Equity in Pooled Cash and Investments	\$16,559	\$1,446,919	\$149,436	\$0
Receivables (Net):				
Taxes	0	172,367	0	0
Intergovernmental	0	0	0	0
Prepays	0	0	0	0
Inventory	0	0	0	0
Total Assets	16,559	1,619,286	149,436	0
Liabilities:				
Accounts Payable	0	0	872	0
Accrued Wages and Benefits	0	0	0	0
Interfund Payable	0	0	8,000	0
Total Liabilities	0	0	8,872	0
Deferred Inflows of Resources:				
Property Taxes	0	112,367	0	0
Grants and Other Taxes	0	0	0	0
Total Deferred Inflows of Resources	0	112,367	0	0
Fund Balances:				
Nonspendable	0	0	0	0
Restricted	16,559	1,506,919	140,564	0
Unassigned	0	0	0	0
Total Fund Balances	16,559	1,506,919	140,564	0
Total Liabilities, Deferred Inflows and Fund Balances	\$16,559	\$1,619,286	\$149,436	\$0

School Reading Incentive Award	Title VI B Pre School	Vocational Education	Title I	Early Childhood Special Education	Classroom Size Reduction	Assistive Technology Grant
\$0	\$0	\$410	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0
36,496	6,756	0	196,876	2,389	40,920	6,789
0	0	0	370	0	0	0
0	0	0	0	0	0	0
<u>36,496</u>	<u>6,756</u>	<u>410</u>	<u>197,246</u>	<u>2,389</u>	<u>40,920</u>	<u>6,789</u>
400	0	0	99	0	0	0
0	0	0	17,205	0	0	0
34,390	0	0	50,413	998	27,886	4,526
<u>34,790</u>	<u>0</u>	<u>0</u>	<u>67,717</u>	<u>998</u>	<u>27,886</u>	<u>4,526</u>
0	0	0	0	0	0	0
1,706	6,756	0	196,876	389	40,920	114
<u>1,706</u>	<u>6,756</u>	<u>0</u>	<u>196,876</u>	<u>389</u>	<u>40,920</u>	<u>114</u>
0	0	0	370	0	0	0
0	0	410	0	1,002	0	2,149
0	0	0	(67,717)	0	(27,886)	0
<u>0</u>	<u>0</u>	<u>410</u>	<u>(67,347)</u>	<u>1,002</u>	<u>(27,886)</u>	<u>2,149</u>
<u>\$36,496</u>	<u>\$6,756</u>	<u>\$410</u>	<u>\$197,246</u>	<u>\$2,389</u>	<u>\$40,920</u>	<u>\$6,789</u>

Continued

Three Rivers Local School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2021

	Food Service	Title III	Student Wellness and Success	Title 1 Non - Competitive Grant
Assets:				
Equity in Pooled Cash and Investments	\$230,014	\$1,299	\$0	\$0
Receivables (Net):				
Taxes	0	0	0	0
Intergovernmental	0	0	0	13,000
Prepays	736	0	0	0
Inventory	3,461	0	0	0
Total Assets	234,211	1,299	0	13,000
Liabilities:				
Accounts Payable	628	0	0	0
Accrued Wages and Benefits	51,215	0	0	0
Interfund Payable	0	0	0	0
Total Liabilities	51,843	0	0	0
Deferred Inflows of Resources:				
Property Taxes	0	0	0	0
Grants and Other Taxes	0	0	0	13,000
Total Deferred Inflows of Resources	0	0	0	13,000
Fund Balances:				
Nonspendable	736	0	0	0
Restricted	181,632	1,299	0	0
Unassigned	0	0	0	0
Total Fund Balances	182,368	1,299	0	0
Total Liabilities, Deferred Inflows and Fund Balances	\$234,211	\$1,299	\$0	\$13,000

ESSER	Coronavirus Relief	Student Activity	Special Trust	Total Nonmajor Special Revenue Funds
\$0	\$0	\$83,656	\$63,939	\$1,992,232
0	0	0	0	172,367
178,882	62,136	0	0	544,244
0	0	0	0	1,106
0	0	0	0	3,461
<u>178,882</u>	<u>62,136</u>	<u>83,656</u>	<u>63,939</u>	<u>2,713,410</u>
1,628	2,749	385	0	6,761
0	0	0	0	68,420
168,271	0	0	0	294,484
<u>169,899</u>	<u>2,749</u>	<u>385</u>	<u>0</u>	<u>369,665</u>
0	0	0	0	112,367
178,882	62,136	0	0	500,779
<u>178,882</u>	<u>62,136</u>	<u>0</u>	<u>0</u>	<u>613,146</u>
0	0	0	0	1,106
0	0	83,271	63,939	1,997,744
(169,899)	(2,749)	0	0	(268,251)
<u>(169,899)</u>	<u>(2,749)</u>	<u>83,271</u>	<u>63,939</u>	<u>1,730,599</u>
<u>\$178,882</u>	<u>\$62,136</u>	<u>\$83,656</u>	<u>\$63,939</u>	<u>\$2,713,410</u>

Three Rivers 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

	Spring Recognition	Classroom Maintenance	Extracurricular Student Activities	SchoolNet OneNet
Revenues:				
Property and Other Taxes	\$0	\$210,432	\$0	\$0
Investment Earnings	0	0	0	0
Intergovernmental	0	19,853	0	5,400
Extracurricular Activities	0	0	189,882	0
Charges for Services	0	0	0	0
Other Revenues	10,220	0	8,488	0
Total Revenues	10,220	230,285	198,370	5,400
Expenditures:				
Current:				
Instruction:				
Regular	1,782	0	0	0
Special	0	0	0	0
Other	0	0	0	0
Pupil	361	0	0	0
Instructional Staff	0	0	0	0
Fiscal	0	2,175	0	0
Operations and Maintenance	0	58,250	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	5,400
Operation of Non-Instructional Services	8,048	0	0	0
Extracurricular Activities	0	0	180,893	0
Total Expenditures	10,191	60,425	180,893	5,400
Excess of Revenues Over (Under) Expenditures	29	169,860	17,477	0
Other Financing Sources (Uses):				
Transfers In	0	0	10,000	0
Transfers (Out)	(2,214)	0	0	0
Total Other Financing Sources (Uses)	(2,214)	0	10,000	0
Net Change in Fund Balance	(2,185)	169,860	27,477	0
Fund Balance - Beginning of Year, Restated	18,744	1,337,059	113,087	0
Fund Balance - End of Year	\$16,559	\$1,506,919	\$140,564	\$0

School Reading Incentive Award	Title VI B Pre School	Vocational Education	Title I	Early Childhood Special Education	Classroom Size Reduction	Assistive Technology Grant
\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0
117,933	495,694	0	417,309	14,686	100,560	41,282
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>117,933</u>	<u>495,694</u>	<u>0</u>	<u>417,309</u>	<u>14,686</u>	<u>100,560</u>	<u>41,282</u>
39,209	0	0	73,570	0	0	34,916
0	487,536	0	92,680	12,885	0	0
0	0	0	223,789	0	0	0
0	0	0	0	0	0	0
37,655	0	0	13,266	0	116,988	0
0	0	0	0	0	0	0
9,075	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	10,636	0	0	0
0	0	0	0	0	0	0
<u>85,939</u>	<u>487,536</u>	<u>0</u>	<u>413,941</u>	<u>12,885</u>	<u>116,988</u>	<u>34,916</u>
<u>31,994</u>	<u>8,158</u>	<u>0</u>	<u>3,368</u>	<u>1,801</u>	<u>(16,428)</u>	<u>6,366</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
31,994	8,158	0	3,368	1,801	(16,428)	6,366
(31,994)	(8,158)	410	(70,715)	(799)	(11,458)	(4,217)
<u>\$0</u>	<u>\$0</u>	<u>\$410</u>	<u>(\$67,347)</u>	<u>\$1,002</u>	<u>(\$27,886)</u>	<u>\$2,149</u>

Continued

Three Rivers 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

	Food Service	Title III	Student Wellness and Success	Title 1 Non - Competitive Grant
Revenues:				
Property and Other Taxes	\$0	\$0	\$0	\$0
Investment Earnings	52	0	0	0
Intergovernmental	512,791	0	142,784	0
Extracurricular Activities	0	0	0	0
Charges for Services	55,091	0	0	0
Other Revenues	1,188	0	0	0
Total Revenues	569,122	0	142,784	0
Expenditures:				
Current:				
Instruction:				
Regular	0	0	0	0
Special	0	0	0	0
Other	0	0	0	0
Pupil	0	0	174,918	0
Instructional Staff	0	0	0	0
Fiscal	0	0	0	0
Operations and Maintenance	0	0	0	0
Pupil Transportation	0	0	0	0
Central	465	0	0	0
Operation of Non-Instructional Services	671,414	0	0	0
Extracurricular Activities	0	0	0	0
Total Expenditures	671,879	0	174,918	0
Excess of Revenues Over (Under) Expenditures	(102,757)	0	(32,134)	0
Other Financing Sources (Uses):				
Transfers In	0	0	0	0
Transfers (Out)	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balance	(102,757)	0	(32,134)	0
Fund Balance - Beginning of Year, Restated	285,125	1,299	32,134	0
Fund Balance - End of Year	\$182,368	\$1,299	\$0	\$0

ESSER	Coronavirus Relief	Student Activity	Special Trust	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$210,432
0	0	0	10	62
281,763	203,670	0	0	2,353,725
0	0	24,816	0	214,698
0	0	0	0	55,091
0	0	1,573	10,536	32,005
<u>281,763</u>	<u>203,670</u>	<u>26,389</u>	<u>10,546</u>	<u>2,866,013</u>
296,693	100,609	0	0	546,779
0	0	0	0	593,101
0	0	0	0	223,789
27,366	105,810	0	0	308,455
106,489	0	0	0	274,398
0	0	0	0	2,175
0	0	0	0	67,325
1,877	0	0	0	1,877
17,863	0	0	0	23,728
1,374	0	0	2,547	694,019
0	0	38,510	0	219,403
<u>451,662</u>	<u>206,419</u>	<u>38,510</u>	<u>2,547</u>	<u>2,955,049</u>
<u>(169,899)</u>	<u>(2,749)</u>	<u>(12,121)</u>	<u>7,999</u>	<u>(89,036)</u>
0	0	0	0	10,000
0	0	0	0	(2,214)
0	0	0	0	7,786
<u>(169,899)</u>	<u>(2,749)</u>	<u>(12,121)</u>	<u>7,999</u>	<u>(81,250)</u>
0	0	95,392	55,940	1,811,849
<u>(\$169,899)</u>	<u>(\$2,749)</u>	<u>\$83,271</u>	<u>\$63,939</u>	<u>\$1,730,599</u>

Three Rivers 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

	Spring Recognition Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$12,138	\$10,220	(\$1,918)
Total Revenues	12,138	10,220	(1,918)
Expenditures:			
Current:			
Instruction:			
Regular	4,216	1,808	2,408
Support Services:			
Pupil	842	361	481
Operation of Non-Instructional Services	18,765	8,048	10,717
Total Expenditures	23,823	10,217	13,606
Excess of Revenues Over (Under) Expenditures	(11,685)	3	11,688
Other Financing Sources (Uses):			
Transfers (Out)	(5,162)	(2,214)	2,948
Total Other Financing Sources (Uses)	(5,162)	(2,214)	2,948
Net Change in Fund Balance	(16,847)	(2,211)	14,636
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	18,744	18,744	0
Fund Balance End of Year	\$1,897	\$16,533	\$14,636

Three Rivers 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

	Classroom Maintenance Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$164,947	\$164,432	(\$515)
Intergovernmental	19,915	19,853	(62)
Total Revenues	184,862	184,285	(577)
Expenditures:			
Current:			
Support Services:			
Fiscal	2,887	2,175	712
Operations and Maintenance	224,245	168,950	55,295
Total Expenditures	227,132	171,125	56,007
Net Change in Fund Balance	(42,270)	13,160	55,430
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	1,323,057	1,323,057	0
Fund Balance End of Year	\$1,280,787	\$1,336,217	\$55,430

Three Rivers 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

	Extracurricular Student Activities Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$237,756	\$185,083	(\$52,673)
Other Revenues	10,904	8,488	(2,416)
Total Revenues	<u>248,660</u>	<u>193,571</u>	<u>(55,089)</u>
Expenditures:			
Support Services:			
Extracurricular Activities	<u>325,638</u>	<u>192,398</u>	<u>133,240</u>
Total Expenditures	<u>325,638</u>	<u>192,398</u>	<u>133,240</u>
Excess of Revenues Over (Under) Expenditures	<u>(76,978)</u>	<u>1,173</u>	<u>78,151</u>
Other Financing Sources (Uses):			
Transfers In	<u>22,826</u>	<u>17,769</u>	<u>(5,057)</u>
Total Other Financing Sources (Uses)	<u>22,826</u>	<u>17,769</u>	<u>(5,057)</u>
Net Change in Fund Balance	(54,152)	18,942	73,094
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>120,381</u>	<u>120,381</u>	<u>0</u>
Fund Balance End of Year	<u>\$66,229</u>	<u>\$139,323</u>	<u>\$73,094</u>

Three Rivers 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

	SchoolNet OneNet Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$5,400	\$5,400	\$0
Total Revenues	5,400	5,400	0
Expenditures:			
Current:			
Support Services:			
Central	5,400	5,400	0
Total Expenditures	5,400	5,400	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

Three Rivers 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

	School Reading Incentive Award Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$129,582	\$83,143	(\$46,439)
Total Revenues	<u>129,582</u>	<u>83,143</u>	<u>(46,439)</u>
Expenditures:			
Current:			
Instruction:			
Regular	40,422	39,209	1,213
Support Services:			
Instructional Staff	38,820	37,655	1,165
Operations and Maintenance	9,356	9,075	281
Total Expenditures	<u>88,598</u>	<u>85,939</u>	<u>2,659</u>
Net Change in Fund Balance	40,984	(2,796)	(43,780)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>(31,994)</u>	<u>(31,994)</u>	<u>0</u>
Fund Balance End of Year	<u>\$8,990</u>	<u>(\$34,790)</u>	<u>(\$43,780)</u>

Three Rivers 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 VI B Pre-School Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$502,450	\$495,695	(\$6,755)
Total Revenues	502,450	495,695	(6,755)
Expenditures:			
Current:			
Instruction:			
Special	496,685	489,930	6,755
Total Expenditures	496,685	489,930	6,755
Net Change in Fund Balance	5,765	5,765	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	(5,765)	(5,765)	0
Fund Balance End of Year	\$0	\$0	\$0

Three Rivers 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:			
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)	412	412	0
Fund Balance End of Year	\$412	\$412	\$0

Three Rivers 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	\$619,684	\$417,309	(\$202,375)
Total Revenues	619,684	417,309	(202,375)
Expenditures:			
Current:			
Instruction:			
Regular	98,305	73,768	24,537
Special	118,256	88,739	29,517
Other	338,701	254,161	84,540
Support Services:			
Instructional Staff	18,070	13,560	4,510
Operation of Non-Instructional Services	18,551	13,921	4,630
Total Expenditures	591,883	444,149	147,734
Net Change in Fund Balance	27,801	(26,840)	(54,641)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	(27,801)	(27,801)	0
Fund Balance End of Year	\$0	(\$54,641)	(\$54,641)

Three Rivers 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

	Early Childhood Special Ed Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$15,075	\$12,686	(\$2,389)
Total Revenues	15,075	12,686	(2,389)
Expenditures:			
Current:			
Instruction:			
Special	14,275	12,885	1,390
Total Expenditures	14,275	12,885	1,390
Net Change in Fund Balance	800	(199)	(999)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	(800)	(800)	0
Fund Balance End of Year	\$0	(\$999)	(\$999)

Three Rivers 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

	Classroom Size Reduction Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$141,480	\$100,560	(\$40,920)
Total Revenues	141,480	100,560	(40,920)
Expenditures:			
Current:			
Support Services:			
Instructional Staff	135,841	124,612	11,229
Total Expenditures	135,841	124,612	11,229
Net Change in Fund Balance	5,639	(24,052)	(29,691)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	(5,639)	(5,639)	0
Fund Balance End of Year	\$0	(\$29,691)	(\$29,691)

Three Rivers 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

	Assistive Technology Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$41,396	\$34,607	(\$6,789)
Total Revenues	41,396	34,607	(6,789)
Expenditures:			
Current:			
Instruction:			
Regular	38,669	36,405	2,264
Total Expenditures	38,669	36,405	2,264
Net Change in Fund Balance	2,727	(1,798)	(4,525)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	(2,727)	(2,727)	0
Fund Balance End of Year	\$0	(\$4,525)	(\$4,525)

Three Rivers 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	\$68	\$52	(\$16)
Intergovernmental	620,384	472,512	(147,872)
Charges for Services	72,332	55,091	(17,241)
Other Revenues	1,560	1,188	(372)
Total Revenues	<u>694,344</u>	<u>528,843</u>	<u>(165,501)</u>
Expenditures:			
Support Services:			
Central	649	465	184
Operation of Non-Instructional Services	<u>975,125</u>	<u>698,358</u>	<u>276,767</u>
Total Expenditures	<u>975,774</u>	<u>698,823</u>	<u>276,951</u>
Net Change in Fund Balance	(281,430)	(169,980)	111,450
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>343,574</u>	<u>343,574</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$62,144</u></u>	<u><u>\$173,594</u></u>	<u><u>\$111,450</u></u>

Three Rivers 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	\$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)	1,299	1,299	0
Fund Balance End of Year	\$1,299	\$1,299	\$0

Three Rivers 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 & Success Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$190,784	\$142,784	(\$48,000)
Total Revenues	190,784	142,784	(48,000)
Expenditures:			
Current:			
Support Services:			
Pupil	191,190	191,190	0
Total Expenditures	191,190	191,190	(0)
Net Change in Fund Balance	(406)	(48,406)	(48,000)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	48,406	48,406	0
Fund Balance End of Year	\$48,000	\$0	(\$48,000)

Three Rivers 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 Non-Competitive Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$13,000	\$0	(\$13,000)
Total Revenues	13,000	0	(13,000)
Expenditures:			
Current:			
Support Services:			
Instructional Staff	13,000	13,000	0
Total Expenditures	13,000	13,000	(0)
Net Change in Fund Balance	0	(13,000)	(13,000)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	(\$13,000)	(\$13,000)

Three Rivers 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	\$1,758,382	\$281,763	(\$1,476,619)
Total Revenues	1,758,382	281,763	(1,476,619)
Expenditures:			
Current:			
Instruction:			
Regular	1,159,162	387,563	771,599
Support Services:			
Pupil	85,958	28,740	57,218
Instructional Staff	328,667	109,889	218,778
Operations and Maintenance	116,917	39,091	77,826
Pupil Transportation	5,614	1,877	3,737
Central	53,426	17,863	35,563
Operation of Non-Instructional Services	8,638	2,888	5,750
Total Expenditures	1,758,382	587,911	1,170,471
Net Change in Fund Balance	0	(306,148)	(306,148)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	(\$306,148)	(\$306,148)

Three Rivers 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	\$265,806	\$203,670	(\$62,136)
Total Revenues	265,806	203,670	(62,136)
Expenditures:			
Current:			
Instruction:			
Regular	124,413	100,609	23,804
Support Services:			
Pupil	141,393	114,340	27,053
Total Expenditures	265,806	214,949	50,857
Net Change in Fund Balance	0	(11,279)	(11,279)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	(\$11,279)	(\$11,279)

Three Rivers 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	\$115,008	\$25,192	(\$89,816)
Other Revenues	7,181	1,573	(5,608)
Total Revenues	<u>122,189</u>	<u>26,765</u>	<u>(95,424)</u>
Expenditures:			
Current:			
Extracurricular Activities	<u>122,082</u>	<u>38,125</u>	<u>83,957</u>
Total Expenditures	<u>122,082</u>	<u>38,125</u>	<u>83,957</u>
Net Change in Fund Balance	107	(11,360)	(11,467)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>95,015</u>	<u>95,015</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$95,122</u></u>	<u><u>\$83,655</u></u>	<u><u>(\$11,467)</u></u>

Three Rivers 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 Trust Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$77	\$10	(\$67)
Other Revenues	81,344	10,536	(70,808)
Total Revenues	81,421	10,546	(70,875)
Expenditures:			
Current:			
Operation of Non-Instructional Services	85,120	21,183	63,937
Total Expenditures	85,120	21,183	63,937
Net Change in Fund Balance	(3,699)	(10,637)	(6,938)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	74,575	74,575	0
Fund Balance End of Year	\$70,876	\$63,938	(\$6,938)

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.

Building - A fund used to account for the receipts and expenditures related to all specific bond funds in the district. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here represent the costs of acquiring capital facilities including real property.

Three Rivers Local School District, Ohio
 Combining Balance Sheet
 Nonmajor Capital Projects Funds
 June 30, 2021

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Assets:			
Equity in Pooled Cash and Investments	\$314,739	\$6,344	\$321,083
Total Assets	314,739	6,344	321,083
Liabilities:			
Accounts Payable	0	0	0
Total Liabilities	0	0	0
Fund Balances:			
Restricted	0	6,344	6,344
Assigned	314,739	0	314,739
Total Fund Balances	314,739	6,344	321,083
Total Liabilities, Deferred Inflows and Fund Balances	\$314,739	\$6,344	\$321,083

Three Rivers Local School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2021

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Revenues:			
Tuition and Fees	\$4,609	\$0	\$4,609
Investment Earnings	73	4	77
Total Revenues	<u>4,682</u>	<u>4</u>	<u>4,686</u>
Expenditures:			
Current:			
Regular	11,249	0	11,249
Operations and Maintenance	408	0	408
Debt Service:			
Principal Retirement	94,842	0	94,842
Total Expenditures	<u>106,499</u>	<u>0</u>	<u>106,499</u>
Excess of Revenues Over (Under) Expenditures	<u>(101,817)</u>	<u>4</u>	<u>(101,813)</u>
Other Financing Sources (Uses):			
Transfers In	10,000	0	10,000
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>0</u>	<u>10,000</u>
Net Change in Fund Balance	(91,817)	4	(91,813)
Fund Balance - Beginning of Year	<u>406,556</u>	<u>6,340</u>	<u>412,896</u>
Fund Balance - End of Year	<u><u>\$314,739</u></u>	<u><u>\$6,344</u></u>	<u><u>\$321,083</u></u>

Three Rivers 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:			
Tuition and Fees	\$9,886	\$5,184	(\$4,702)
Investment Earnings	139	73	(66)
Total Revenues	<u>10,025</u>	<u>5,257</u>	<u>(4,768)</u>
Expenditures:			
Current:			
Instruction:			
Regular	16,497	11,249	5,248
Support Services:			
Operations and Maintenance	8,799	6,000	2,799
Pupil Transportation	139,090	94,842	44,248
Total Expenditures	<u>164,386</u>	<u>112,091</u>	<u>52,295</u>
Excess of Revenues Over (Under) Expenditures	<u>(154,361)</u>	<u>(106,834)</u>	<u>47,527</u>
Other Financing Sources (Uses):			
Transfers In	19,069	10,000	(9,069)
Total Other Financing Sources (Uses)	<u>19,069</u>	<u>10,000</u>	<u>(9,069)</u>
Net Change in Fund Balance	(135,292)	(96,834)	38,458
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>405,981</u>	<u>405,981</u>	<u>0</u>
Fund Balance End of Year	<u>\$270,689</u>	<u>\$309,147</u>	<u>\$38,458</u>

Three Rivers 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

	Building Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$1,200	\$4	(\$1,196)
Total Revenues	1,200	4	(1,196)
Expenditures:			
Current:			
Capital Outlay	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	1,200	4	(1,196)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	6,340	6,340	0
Fund Balance End of Year	\$7,540	\$6,344	(\$1,196)

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

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.

Public School Support – 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.

Three Rivers 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	\$167,101	\$100,463	(\$66,638)
Total Revenues	167,101	100,463	(66,638)
Expenditures:			
Current:			
Instruction:			
Regular	162,920	115,592	47,328
Total Expenditures	162,920	115,592	47,328
Net Change in Fund Balance	4,181	(15,129)	(19,310)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	284,569	284,569	0
Fund Balance End of Year	\$288,750	\$269,440	(\$19,310)

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

Three Rivers 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 Support Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$51,471	\$18,872	(\$32,599)
Other Revenues	101,198	37,105	(64,093)
Total Revenues	<u>152,669</u>	<u>55,977</u>	<u>(96,692)</u>
Expenditures:			
Operation of Non-Instructional Services	161,084	49,190	111,894
Total Expenditures	<u>161,084</u>	<u>49,190</u>	<u>111,894</u>
Net Change in Fund Balance	(8,415)	6,787	15,202
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>117,162</u>	<u>117,162</u>	<u>0</u>
Fund Balance End of Year	<u>\$108,747</u>	<u>\$123,949</u>	<u>\$15,202</u>

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

STATISTICAL SECTION

STATISTICAL SECTION

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

CONTENTS

FINANCIAL TRENDS: These schedules contain trend information to help the reader understand how the District's financial position has changed over time.

REVENUE CAPACITY: These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source(s), the property tax.

DEBT CAPACITY: These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.

ECONOMIC AND DEMOGRAPHIC INFORMATION: These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

OPERATING INFORMATION: These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.

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

Three Rivers Local School District, Ohio
 Net Position by Component
 Last Ten Fiscal Years
 (accrual basis of accounting)
 Schedule 1

	Fiscal Year									
	2012	2013	2014	2015 (1)	2016	2017	2018 (2)	2019	2020 (3)	2021
Governmental Activities										
Net Investment in Capital Assets	\$8,456,467	\$25,655,634	\$27,302,033	\$27,417,082	\$27,006,780	\$27,055,709	\$26,487,925	\$26,431,981	\$26,240,400	\$25,830,442
Restricted	23,001,753	8,012,808	6,679,657	5,721,711	3,703,773	3,032,272	3,396,811	3,635,612	3,960,545	10,231,456
Unrestricted	11,583,786	12,144,574	12,134,725	(16,734,644)	(16,382,776)	(14,058,140)	(10,765,778)	(9,508,567)	(14,440,476)	(19,865,088)
Total Net Position	\$43,042,006	\$45,813,016	\$46,116,415	\$16,404,149	\$14,327,777	\$16,029,841	\$19,118,958	\$20,559,026	\$15,760,469	\$16,196,810

Source: District Records

- (1) - GASB 68 was implemented
- (2) - GASB 75 was implemented
- (3) - GASB 84 was implemented

Three Rivers Local School District, Ohio
 Expenses, Program Revenues and Net (Expense)/Revenue
 Last Ten Fiscal Years
 (accrual basis of accounting)
 Schedule 2

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020 (1)	2021
Expenses										
Governmental Activities:										
Instruction	\$12,693,711	\$13,129,560	\$14,499,967	\$13,802,933	\$13,904,588	\$14,473,779	\$8,700,361	\$13,409,986	\$16,202,846	\$18,339,672
Pupil	1,249,898	1,249,545	1,569,962	1,299,514	1,320,384	1,368,597	715,425	1,500,936	1,811,061	2,082,140
Instructional staff	511,539	690,945	705,062	778,557	662,417	768,420	510,794	766,587	747,598	890,561
General Administration	48,024	49,047	51,719	72,620	60,888	54,896	15,938	31,913	20,597	32,153
School Administration	1,552,559	1,675,136	1,748,377	1,484,924	1,906,088	1,874,398	312,543	1,566,220	2,344,787	2,340,594
Fiscal	559,457	627,807	801,934	625,121	600,671	680,992	357,092	523,719	674,182	750,903
Business	0	0	0	0	0	1,266	146,669	466,139	139,949	191,137
Operation and Maintenance	1,437,744	1,384,174	1,853,940	1,742,848	1,795,011	1,706,898	1,501,746	1,873,898	2,183,540	1,965,290
Pupil Transportation	1,421,946	1,550,469	1,511,169	1,931,873	2,360,800	1,894,657	1,328,557	1,883,808	2,146,059	2,232,641
Central	601,319	127,706	170,022	185,125	206,046	201,769	200,055	206,631	220,363	253,729
Operation of Non-Instructional Services	943,735	961,932	882,098	938,995	903,780	982,151	783,233	1,019,991	1,107,486	918,141
Extracurricular Activities	594,818	589,563	614,358	721,283	890,178	893,892	601,360	867,849	1,086,327	1,037,840
Interest and Fiscal Charges	2,134,323	2,152,735	2,130,734	2,066,058	1,661,601	1,652,273	1,682,897	1,680,254	1,686,199	1,693,899
Payment to Ohio Facilities Commission	0	0	0	921,148	0	0	0	0	0	0
Bond Issuance Cost	0	0	0	300,114	0	0	0	0	0	0
Total Government Expenses	23,749,073	24,188,619	26,539,342	26,871,113	26,272,452	26,553,988	16,856,670	25,797,931	30,370,994	32,728,700
Program Revenues										
Governmental Activities:										
Charges for Services										
Instruction	423,001	492,782	1,000,236	795,791	793,461	1,090,479	1,673,599	1,662,101	1,977,958	3,955,717
Pupil	4	0	21,095	0	0	0	0	0	0	305,401
Instructional Staff	0	0	0	0	0	0	0	0	0	238,758
Fiscal	0	6,361	5,771	0	0	0	0	0	0	715
Operation and Maintenance	18,693	41,458	9,013	1,465	2,040	250	3,370	6,710	5,305	30,352
Pupil Transportation	33,438	45,170	0	24,860	2,228	5,353	0	0	0	52,220
Central	42	0	0	0	0	54	78	2,808	1,266	24,150
Operation of Non-Instructional	457,881	307,921	325,480	309,017	0	333,289	348,800	360,501	288,434	583,596
Extracurricular Activities	171,024	158,135	197,918	178,242	206,736	204,136	223,789	215,605	186,815	214,698
Operating Grants and Contributions	1,302,408	1,340,777	1,943,772	2,378,026	1,403,305	2,196,818	2,067,540	2,210,039	2,474,070	0
Capital Grants and Contributions	0	0	176,180	0	0	0	0	0	0	0
Total Government Revenues	2,406,491	2,392,604	3,679,465	3,687,401	2,407,770	3,830,379	4,317,176	4,457,764	4,933,848	5,405,607
Net (Expense)/Revenue	(\$21,342,582)	(\$21,796,015)	(\$22,859,877)	(\$23,183,712)	(\$23,864,682)	(\$22,723,609)	(\$12,539,494)	(\$21,340,167)	(\$25,437,146)	(\$27,323,093)
Total Government Net Expense										

Source: District Records

(1) - GASB 84 was implemented

Three Rivers Local School District, Ohio
 General Revenues and Total Change in Net Position
 Last Ten Fiscal Years
 (accrual basis of accounting)
 Schedule 3

	Fiscal Year											
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020 (1)	2021	
Net (Expense)/Revenue												
Total Government Net Expense	(\$21,234,948)	(\$21,347,582)	(\$21,796,015)	(\$22,859,877)	(\$23,183,712)	(\$23,864,682)	(\$22,723,609)	(\$12,539,494)	(\$21,340,167)	(\$25,437,146)	(\$27,323,093)	
General Revenues and Other Changes in Net Position												
Governmental Activities:												
Property Taxes												
Property Taxes Levied for General Purposes	11,092,633	10,691,177	10,977,532	11,736,711	11,503,108	9,941,634	12,287,797	10,851,959	10,399,921	8,518,036	14,561,239	
Property Taxes Levied for Special Revenue Purposes	176,787	252,452	73,511	230,648	184,064	147,122	155,293	161,199	153,840	124,674	210,429	
Property Taxes Levied for Debt Service Purposes	1,582,813	1,334,893	1,575,832	1,488,346	1,518,408	1,157,974	1,400,939	1,463,881	1,466,261	1,120,933	2,108,758	
Grants and Entitlements Not Restricted	7,145,286	7,635,587	7,166,918	6,978,936	7,361,164	7,553,694	7,097,841	7,423,775	7,191,647	6,488,288	6,885,876	
Grants and Entitlements for Capital Construction	26,786,599	0	0	0	0	0	0	0	0	0	0	
Payment in Lieu of Taxes	2,357,423	2,504,808	2,476,254	2,586,244	2,587,412	2,628,348	2,746,577	2,887,535	2,853,248	3,255,982	3,382,488	
Unrestricted Contributions	0	57,475	221,756	295,637	103,279	13,319	4,378	1,865	19,390	11,218	15,128	
Investment Earnings	351,686	108,314	24,179	32,227	8,822	34,188	23,917	61,835	355,304	561,280	31,045	
Other Revenues	1,002,810	233,680	2,051,043	174,279	120,659	489,152	139,950	217,301	340,624	244,860	564,471	
Total Governmental Activities	50,496,037	22,818,386	24,567,025	23,523,028	23,386,916	21,965,431	23,856,692	23,069,350	22,780,235	20,325,271	27,759,434	
Change in Net Position - Total Government	29,261,089	1,475,804	2,771,010	663,151	203,204	(1,899,251)	1,133,083	10,529,856	1,440,068	(5,111,875)	436,341	

Source: District Records

(1) - GASB 84 was implemented

Three Rivers Local School District, Ohio
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Schedule 4

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020 (1)	2021
General Fund										
Nonspendable	\$0	\$0	\$0	\$0	\$37,119	\$35,487	\$38,131	\$44,782	\$55,487	\$49,103
Assigned	454,654	2,226,875	630,237	215,771	276,885	914,260	2,157,269	5,125,335	3,465,471	1,197,174
Unassigned	11,261,110	10,160,789	12,015,012	12,890,714	13,493,577	15,973,823	15,038,953	11,121,589	9,520,468	13,497,275
Total General Fund	11,715,764	12,387,664	12,645,249	13,106,485	13,807,581	16,923,570	17,234,353	16,291,706	13,041,426	14,743,552
All Other Governmental Funds										
Nonspendable	0	1,745,000	427,000	366,725	2,996	6,626	1,549	3,528	2,485	1,106
Restricted	45,148,289	10,776,268	4,511,230	4,807,086	3,733,085	3,094,332	3,456,872	3,707,923	8,349,705	10,036,608
Committed	845,718	987,904	1,148,379	308,413	13,283	0	0	0	0	0
Assigned	0	0	0	0	0	669,004	579,483	493,866	406,556	314,739
Unassigned	(39,514)	(10,122)	(25,353)	(5,791)	(99,444)	(171,191)	(85,142)	(121,720)	(127,854)	(268,251)
Total all Other Governmental Funds	\$45,954,493	\$13,499,050	\$6,061,256	\$5,476,433	\$3,649,920	\$3,598,771	\$3,952,762	\$4,083,597	\$8,630,892	\$10,084,202

Source: District Records

(1) - GASB 84 was implemented and restatement for debt sinking fund

Three Rivers Local School District, Ohio
 Governmental Funds Revenues
 Last Ten Fiscal Years
 (Modified accrual basis of accounting)
 Schedule 5

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues:										
Taxes	\$12,334,801	\$13,008,681	\$13,466,330	\$13,100,544	\$11,246,731	\$14,029,435	\$12,376,983	\$12,027,581	\$9,692,065	\$16,869,842
Tuition and Fees	416,740	498,422	1,000,715	795,791	793,461	1,090,479	1,673,599	1,662,102	1,977,957	1,858,490
Investment Earnings	158,452	72,414	36,453	10,296	33,252	23,245	49,490	357,282	557,329	12,014
Intergovernmental	27,954,042	9,750,645	8,782,926	10,037,409	9,459,176	9,265,481	9,569,400	9,452,656	8,701,762	9,994,216
Extracurricular Activities	216,934	218,496	219,013	203,102	208,964	209,489	223,789	215,605	186,815	214,698
Charges for Services	496,718	351,595	336,141	309,017	0	333,343	348,878	363,309	289,700	55,091
Revenue in Lieu of Taxes	2,504,808	2,476,254	2,586,244	2,587,412	2,628,348	2,746,577	2,887,535	2,425,552	3,255,982	3,382,488
Other Revenues	264,847	2,256,113	473,558	225,405	494,705	144,013	209,541	794,389	261,083	581,493
Total Revenues	\$44,347,342	\$28,632,620	\$26,901,380	\$27,268,976	\$24,864,637	\$27,842,062	\$27,339,215	\$27,298,476	\$24,922,693	\$32,968,332

Source: District Records

Three Rivers Local School District, Ohio
 Governmental Funds Expenditures and Debt Service Ratio
 Last Ten Fiscal Years
 (Modified accrual basis of accounting)
 Schedule 6

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020 (1)	2021
Regular Instruction	\$8,246,057	\$8,706,738	\$9,438,214	\$9,114,893	\$8,149,078	\$8,037,275	\$8,942,535	\$8,997,962	\$9,240,087	\$10,526,098
Special Instruction	3,753,528	3,558,232	3,354,581	3,256,686	3,282,698	3,667,426	3,839,959	4,181,003	4,294,879	4,490,999
Vocational Instruction	2,390	3,735	36,608	34,096	34,760	3,394	382	0	18,447	18,508
Other Instruction	535,277	528,493	715,201	1,091,416	935,141	1,081,396	1,239,787	1,103,452	1,300,373	1,304,629
Pupil	1,239,252	1,243,958	1,525,872	1,309,808	1,316,419	1,298,500	1,427,228	1,666,130	1,682,271	1,910,276
Instructional Staff	507,776	682,003	785,532	783,095	656,782	737,318	742,168	800,704	719,191	852,518
General Administration	48,024	49,047	51,719	73,529	60,772	53,824	30,419	35,469	19,361	30,064
School Administration	1,602,453	1,667,566	1,799,431	1,492,900	1,835,173	1,691,840	1,648,253	1,778,832	2,153,550	2,246,403
Fiscal	559,011	634,600	776,942	626,419	637,061	665,164	676,688	624,338	623,026	705,838
Business	0	0	0	0	0	1,266	251,371	485,511	178,102	191,137
Operations and Maintenance	1,466,706	1,302,924	1,668,920	1,718,196	1,599,965	1,604,414	1,726,425	1,913,096	2,040,149	1,890,995
Pupil Transportation	1,411,657	1,482,850	1,455,957	1,705,044	1,549,495	1,971,865	2,588,047	1,804,599	1,675,861	1,871,893
Central	580,709	120,587	161,470	157,283	164,668	151,269	198,220	173,743	164,154	201,208
Operation of Non-Instructional Services	911,673	939,846	874,425	854,013	750,147	820,485	823,726	934,971	936,950	743,054
Extracurricular Activities	554,171	557,949	588,384	602,746	679,181	702,376	726,706	765,218	835,820	795,155
Payment to Ohio Facilities Commission	0	0	0	921,148	0	0	0	0	0	0
Capital Outlay	14,998,863	36,176,707	7,930,331	1,005,640	1,709,353	291,586	1,700	7,770	31,889	2,600
Debt Service:										
Principal Retirement	540,000	740,000	880,000	22,800,000	1,060,000	1,000,000	1,204,683	1,284,683	1,289,683	504,684
Interest and Fiscal Charges	2,046,431	2,060,162	2,043,962	1,964,917	1,579,166	1,567,368	1,567,559	1,559,978	1,550,991	1,542,297
Bond Issuance Costs	60,135	0	0	300,114	0	0	0	0	0	0
Total Expenditures	\$39,064,113	\$60,455,397	\$34,087,549	\$49,811,943	\$25,999,859	\$25,346,766	\$27,635,856	\$28,117,459	\$28,754,784	\$29,828,356
Debt Service as a Percentage of Noncapital Expenditures	11.03%	11.50%	11.18%	51.37%	10.36%	10.51%	10.45%	10.32%	10.03%	6.93%

Source: District Records

(1) - GASB 84 was implemented and restatement for debt sinking fund

Three Rivers Local School District, Ohio
 Other Financing Sources and Uses and Net Change in Fund Balances - Governmental Funds
 Last Ten Fiscal Years
 (Modified accrual basis of accounting)
 Schedule 7

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020 (1)	2021
Other Financing Sources (Uses):										
Proceeds from Sale of Capital Assets	\$3,152	\$39,234	\$5,960	\$875	\$9,805	\$563	\$13,000	\$7,171	\$1,712	\$15,460
Proceeds of Capital Leases	0	0	0	0	0	0	948,415	0	0	0
Issuance of Long Term Debt	2,400,000	0	0	0	0	0	0	0	0	0
Issuance of Refunding Bonds	0	0	0	21,600,000	0	0	0	0	0	0
Premium on Bonds Sold	0	0	0	818,505	0	0	0	0	0	0
Premium on Issuance of Debt	61,276	0	0	0	0	0	0	0	0	0
Transfers In	29,663	253,327	600,923	10,000	20,000	1,166,408	0	25,328	24,116	22,214
Transfers (Out)	(29,663)	(253,327)	(600,923)	(10,000)	(20,000)	(1,166,408)	0	(25,328)	(24,116)	(22,214)
Total Other Financing Sources (Uses)	2,464,428	39,234	5,960	22,419,380	9,805	563	961,415	7,171	1,712	15,460
Net Change in Fund Balances	\$7,747,657	(\$31,783,543)	(\$7,180,209)	(\$123,587)	(\$1,125,417)	\$2,495,859	\$664,774	(\$811,812)	(\$3,830,379)	\$3,155,436

Source: District Records

(1) - GASB 84 was implemented and restatement for debt sinking fund

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

Collection Year	Real Property	Public Utilities Personal	Total		Total Direct Rate
	Assessed Value	Assessed Value	Assessed Value	Estimated Actual Value	
2011	\$307,679,850	\$63,227,640	\$370,907,490	\$942,312,926	49.87
2012	307,509,570	68,382,920	375,892,490	946,981,691	49.87
2013	308,750,670	71,498,310	380,248,980	953,643,081	49.87
2014	311,707,730	71,120,110	382,827,840	961,713,624	49.87
2015	312,393,280	70,601,430	382,994,710	963,153,659	49.22
2016	314,390,690	59,385,910	373,776,600	957,645,024	49.22
2017	304,956,430	51,289,040	356,245,470	922,593,126	50.00
2018	305,265,100	48,170,600	353,435,700	920,356,600	50.00
2019	305,627,350	62,275,890	367,903,240	935,496,890	50.00
2020	340,194,120	65,563,830	405,757,950	1,037,547,030	50.00

Source: County Auditor

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

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

Three Rivers 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	Total		City of Addyston	Hamilton County	Miami Township	City of Cleves	City of North Bend	Great Parks of Hamilton County	Hamilton County Library	Joint Vocational School
2011	45.40	4.47	49.87		7.59	19.03	9.91	24.74	18.24	1.03	1.00	2.70
2012	45.40	4.47	49.87		7.59	19.03	10.91	25.24	18.24	1.03	1.00	2.70
2013	45.40	4.47	49.87		7.59	19.03	11.91	36.94	20.82	1.03	1.00	2.70
2014	45.40	4.47	49.87		8.09	18.85	13.41	36.94	20.82	1.03	1.00	2.70
2015	45.40	3.82	49.22		8.09	18.85	13.41	36.94	20.82	1.03	1.00	2.70
2016	45.40	3.82	49.22		8.09	18.85	13.41	36.94	20.82	1.03	1.00	2.70
2017	45.40	4.60	50.00		8.09	19.16	13.41	47.44	20.82	1.03	1.00	2.70
2018	45.40	4.60	50.00		8.09	21.14	13.41	47.44	16.24	1.03	2.00	2.70
2019	45.40	4.60	50.00		8.09	21.14	15.91	54.94	25.82	1.03	2.00	2.70
2020	45.40	4.60	50.00		8.09	21.14	15.91	54.94	29.82	1.03	2.00	2.70

Source: County Auditor

Three Rivers 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 Miami Fort LLC	\$37,339,850	9.20%
Duke Energy Ohio Inc	36,092,640	8.90%
Dynegy Miami Fort LLC	6,099,410	1.50%
3R Re Holdings LLC	4,021,890	0.99%
Dayton Power and Light Co	3,457,010	0.85%
INEOS ABS Corporation	2,698,620	0.67%
Tisch Properties LLC	1,503,250	0.37%
Helkin LLC	1,005,130	0.25%
Kitchen Matthew	909,600	0.22%
Trammo Nitrogen Products Inc	692,640	0.17%
Total Principal Taxpayers	93,820,040	23.12%
All Other Taxpayers	311,937,910	76.88%
Total Taxpayers	\$405,757,950	100.00%

Taxpayer	2011	
	Tangible Personal & Real Property	Percentage of Total Taxable Value
Duke Energy	\$39,630,650	10.68%
Dayton Power and Light Co	23,353,950	6.30%
Duke Energy - Tax Department	10,670,940	2.88%
Duke Energy Kentucky Inc	5,775,000	1.56%
INEOS ABS	2,595,000	0.70%
TISCH Properties LLC	1,174,020	0.32%
City of Cincinnati	1,163,420	0.31%
Liberty Nursing Properties	1,083,840	0.29%
RBDB Investments LLC	965,180	0.26%
Roettker Donald	663,850	0.18%
Total Principal Taxpayers	87,075,850	23.48%
All Other Taxpayers	283,831,640	76.52%
Total Taxpayers	\$370,907,490	100.00%

Source: County Auditor

Three Rivers 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	n/a	n/a	n/a	n/a	n/a	n/a	n/a
2012	n/a	n/a	n/a	n/a	n/a	n/a	n/a
2013	n/a	n/a	n/a	n/a	n/a	n/a	n/a
2014	n/a	n/a	n/a	n/a	n/a	n/a	n/a
2015	n/a	n/a	n/a	n/a	n/a	n/a	n/a
2016	n/a	n/a	n/a	n/a	n/a	n/a	n/a
2017	n/a	n/a	n/a	n/a	n/a	n/a	n/a
2018	n/a	n/a	n/a	n/a	n/a	n/a	n/a
2019	\$14,227,271	\$13,960,626	98.13%	\$311,749	\$7,345	\$14,265,030	100.27%
2020	70,610,813	68,765,483	97.39%	1,743,385	340,081	70,168,787	99.37%

Source: County Auditor

- (1) - Taxes levied and collected are presented on a cash basis
 - (2) - State reimbursements of rollback and homestead exemptions are included
- n/a = not available

Three Rivers Local School District, Ohio
 Outstanding Debt by Type
 Last Ten Fiscal Years
 Schedule 12

Fiscal Year	General Bonded Debt Outstanding		Less:		Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt Per Capita	Other Debt Obligations		Total Outstanding Debt Obligations	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Total	Debt Service Balance (1)	Capital Lease							
2012	\$39,764,054	\$38,260,960	\$1,503,094	\$0	4.06%	\$2,015			\$39,764,054	0.10%	\$2,094
2013	39,103,026	37,394,987	1,708,039	0	3.95%	1,969			39,103,026	0.10%	2,059
2014	38,311,224	36,395,710	1,915,514	0	3.82%	1,916			38,311,224	0.09%	2,017
2015	38,168,169	35,881,828	2,286,341	0	3.73%	1,889			38,168,169	0.09%	2,010
2016	37,187,673	35,509,008	1,678,665	0	3.69%	1,870			37,187,673	0.09%	1,958
2017	36,269,841	34,913,547	1,356,294	0	3.65%	1,838			36,269,841	0.08%	1,910
2018	35,367,973	33,817,124	1,550,849	758,732	3.67%	1,781			36,126,705	0.08%	1,862
2019	34,390,831	32,703,951	1,686,880	569,049	3.55%	1,722			34,959,880	0.07%	1,811
2020	33,423,689	31,883,410	1,540,279	379,366	3.41%	1,679			33,803,055	0.07%	1,760
2021	37,767,826	29,741,860	8,025,966	189,682	2.87%	1,566			37,957,508	0.07%	1,989

Source: District Records

(1) Restricted Balance on Statement of Net Position

Three Rivers 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	1.87%	\$2,802,289
Cleves Village	<u>39,000</u>	99.99%	<u>38,996</u>
Subtotal, Overlapping Debt	<u>149,894,000</u>		<u>2,841,285</u>
District Direct Debt	<u>37,957,508</u>	100.00%	<u>37,957,508</u>
Total Direct and Overlapping Debt	<u><u>\$187,851,508</u></u>		<u><u>\$40,798,793</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)	\$405,757,950
Debt limit (9% of assessed value)	36,518,216
Debt applicable to limit	37,957,508
Legal debt margin	<u>(\$1,439,293)</u>

	Fiscal Year									
	2012 (2)	2013 (2)	2014 (2)	2015 (2)	2016 (2)	2017 (2)	2018 (2)	2019 (2)	2020	2021
Debt Limit	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$33,111,292	\$36,518,216
Total Net Debt Applicable to Limit	0	0	0	0	0	0	0	0	33,803,055	37,957,508
Legal Debt Margin	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$691,763)	(\$1,439,293)
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	102.09%	103.94%

Source: District Records

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

(2) - information is not available prior to fiscal year 2020

Three Rivers 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	18,991	\$39,631,501	\$49,413	6.8%
2012	18,991	40,415,100	50,235	7.3%
2013	18,991	41,322,507	51,229	7.1%
2014	18,991	42,060,595	52,081	4.4%
2015	18,991	42,669,035	52,081	4.4%
2016	18,991	43,251,503	53,456	4.7%
2017	18,991	46,331,959	56,931	4.5%
2018	18,991	48,584,204	59,550	4.0%
2019	18,991	50,312,875	61,458	9.1%
2020	18,991	53,197,441	65,035	4.9%

- Sources:
- (1) - Population estimates by United States Census Bureau for City of Cleves and Miami Township.
 - (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

Three Rivers 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
Kroger Co	Trade	(4)	(5)
Cincinnati Children's Hospital	Serv	(4)	(5)
UC Health	Serv	(4)	(5)
TriHealth Inc	Serv	(4)	(5)
Cincinnati/NKY International Airpoty	Travel	(4)	(5)
Procter & Gamble Co	Mfg	(4)	(5)
University of Cincinnati	Govt	(4)	(5)
Mercy Health Partners	Serv	(4)	(5)
St. Elizabeth Healthcare	Serv	(4)	(5)
GE Aviation	Mfg	(4)	(5)
Fifth Third Bancorp	Fin	(4)	(5)
Sheakley	Serv	(4)	(5)

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

Source: Ohio Department of Development

(1) - For all of Hamilton County

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

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

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

Three Rivers 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	81.0	80.0	83.0	78.0	85.0	87.0	83.0	80.0	87.0	81.0
Special Education Teachers	11.0	14.0	15.0	17.0	18.0	19.0	20.0	20.0	20.0	22.0
Educational Aides-BIC/Study Hall	2.0	1.0	7.0	2.0	1.0	1.0	1.0	0.0	2.0	2.0
Special Education Aides and Attendants	47.0	50.0	48.0	32.0	27.0	28.0	28.0	26.0	22.0	27.0
Certified-(Specials PE/Music ect)	18.0	19.0	19.0	19.0	17.0	17.0	17.0	18.0	18.0	18.0
Instructional Aides-Title I	0.0	0.0	4.0	2.0	2.0	2.0	2.0	2.0	4.0	3.0
Media Center Aides	3.0	4.0	4.0	3.0	2.0	2.0	2.0	2.0	2.0	1.0
Related Service-Psych/SLP/OT/PT	7.0	7.0	7.0	7.0	7.0	8.0	8.0	8.0	8.0	8.0
Teacher-Title I	3.0	3.0	3.0	3.0	4.0	3.0	3.0	3.0	2.0	1.0
Total Instruction	172.0	178.0	190.0	163.0	163.0	167.0	164.0	159.0	165.0	163.0
Support and Administration										
Support Personnel-AD/Comm/Event	2.0	2.0	3.0	3.0	3.0	3.0	3.0	3.0	2.0	4.0
Librarians, Counselors	4.0	4.0	5.0	4.0	4.0	4.0	4.0	5.0	6.0	6.0
Principals	6.0	5.0	5.0	5.0	5.0	3.0	5.0	6.0	6.0	6.0
Certified Administration-Supt/Treas ect	2.5	3.0	5.0	6.0	5.0	5.0	5.0	5.0	3.0	4.0
Classified Administration-Transp, Food Serv	1.0	1.0	1.0	1.0	2.0	1.0	1.0	2.0	2.0	3.0
Secretaries and Clerical	11.0	10.0	11.0	12.0	11.0	10.0	11.0	11.0	11.0	11.0
Technology Support	0.0	0.0	1.0	1.0	0.0	0.0	0.0	0.0	0.0	0.0
Auxiliary Serv-Soc Serv/Truancy/Secretary	1.0	1.0	1.0	2.0	2.0	2.0	2.0	4.0	4.0	2.0
Transportation	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Bus Drivers	22.0	31.0	34.0	33.0	37.0	35.0	28.0	30.0	34.0	32.0
Bus Aides	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Food Service	15.0	16.0	15.0	15.0	17.0	16.0	17.0	17.0	9.0	10.0
Custodial	8.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0	6.0
Maintenance and Mechanics	3.0	3.0	2.0	2.0	2.0	2.0	3.0	2.0	2.0	2.0
Healthroom Aides	2.0	1.0	1.0	1.0	1.0	2.0	2.0	2.0	2.0	2.0
Nurse	1.0	1.0	1.0	1.0	1.0	1.0	2.0	2.0	2.0	2.0
Total Support and Administration	78.5	84.0	91.0	92.0	96.0	90.0	89.0	95.0	89.0	90.0
Total Employees	250.5	262.0	281.0	255.0	259.0	257.0	253.0	254.0	254.0	253.0

Source: District Records

Three Rivers Local School District, Ohio
 Operating Statistics
 Last Ten Fiscal Years
 Schedule 18

Fiscal Year	Enrollment	Operating Expenditure (1)	Cost Per Pupil	Percentage Change	Expenses (2)	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2012	1,849	\$21,418,684	\$11,584	(5.18%)	\$23,749,073	\$12,844	(3.20%)	114.0	16.2	36.68%
2013	1,841	21,478,528	11,667	0.72%	24,188,619	13,139	2.30%	117.0	15.7	40.18%
2014	1,924	23,233,256	12,075	3.50%	26,539,342	13,794	5.00%	121.0	15.9	40.32%
2015	1,883	23,741,272	12,608	4.41%	26,871,113	14,270	3.46%	118.0	16.0	38.64%
2016	1,857	21,651,340	11,659	(7.53%)	26,272,452	14,148	(0.85%)	125.0	14.9	36.97%
2017	2,023	22,487,812	11,116	(4.66%)	26,553,988	13,126	(7.21%)	127.0	15.9	37.78%
2018	2,077	24,861,914	11,970	7.68%	16,856,670	8,116	(38.16%)	124.0	16.8	35.48%
2019	2,117	25,265,028	11,934	(0.30%)	25,797,931	12,186	50.16%	122.0	17.4	34.92%
2020	2,184	25,730,183	11,781	(1.28%)	30,523,032	13,976	14.70%	128.0	17.1	31.99%
2021	2,094	27,778,775	13,269	12.63%	32,728,700	15,633	11.87%	129.0	16.2	29.00%

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

Three Rivers 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
Three Rivers K-12 Campus Elementary 2013										
Square Feet	83,061	83,061	83,061	83,061	83,061	83,061	83,061	83,061	83,061	83,061
Capacity	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Enrollment, Incl. JVS students	n/a	n/a	1,053	1,099	1,035	1,175	1,167	1,166	861	823
Three Rivers K-12 Campus Middle School 2013										
Square Feet	89,746	89,746	89,746	89,746	89,746	89,746	89,746	89,746	89,746	89,746
Capacity	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Enrollment, Incl. JVS students	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	703	674
Three Rivers K-12 Campus High School 2013										
Square Feet	113,044	113,044	113,044	113,044	113,044	113,044	113,044	113,044	113,044	113,044
Capacity	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Enrollment, Incl. JVS students	n/a	n/a	872	784	822	848	911	952	620	730
Meredith Hitchens Elementary 1937 (1)										
Square Feet	24,648	24,648	24,648	24,648	24,648	24,648	24,648	24,648	24,648	24,648
Capacity	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Enrollment	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Charles T. Young Elementary 1929 (2)										
Square Feet	44,900	44,900	44,900	44,900	44,900	44,900	44,900	44,900	44,900	44,900
Capacity	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Enrollment	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Miami Heights Elementary 1925 (1)										
Square Feet	19,906	19,906	19,906	19,906	19,906	19,906	19,906	19,906	19,906	19,906
Capacity	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Enrollment	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Three Rivers Middle School 1964 (3)										
Square Feet	100,508	100,508	100,508	100,508	100,508	100,508	100,508	100,508	100,508	100,508
Capacity	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Enrollment	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Taylor High School 1926 (3)										
Square Feet	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Capacity	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Enrollment	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a

Source: District Records

- (1) - Closed 2015
- (2) - Currently used as District Offices
- (3) - Closed 2014
- n/a = not available

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OHIO AUDITOR OF STATE KEITH FABER



THREE RIVERS 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 1/20/2022

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

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