

**SOUTH-WESTERN CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2022

**SOUTH-WESTERN CITY SCHOOL DISTRICT
FRANKLIN COUNTY
JUNE 30, 2022**

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**SOUTH-WESTERN CITY SCHOOL DISTRICT
FRANKLIN COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

Federal Grantor/ Pass thru Grantor/ Program Title	Pass-Through Entity Number	Federal AL Number	Cash Disbursements	Non-Cash Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
<i>Passed through Ohio Department of Education:</i>				
<i>Child Nutrition Cluster:</i>				
School Breakfast Program	N/A	10.553	\$ 2,515,746	\$ -
National School Lunch Program	N/A	10.555	7,355,284	1,114,090
COVID-19 National School Lunch Program	N/A	10.555	621,207	
<i>Total Child Nutrition Cluster:</i>			<u>10,492,237</u>	<u>1,114,090</u>
Child and Adult Food Care Program	N/A	10.558	66,456	-
COVID-19 Child and Adult Food Care Program	N/A	10.558	13,054	
Pandemic EBT Administrative Costs	N/A	10.649	5,814	-
Total U.S. Department of Agriculture			<u>10,577,561</u>	<u>1,114,090</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>				
<i>Passed through Ohio Department of Education:</i>				
Title I Grants to Local Educational Agencies	N/A	84.010A	7,961,867	-
<i>Special Education Cluster:</i>				
Special Education-Grants to States	N/A	84.027A	5,328,081	-
Special Education-Grants to States ARP	N/A	84.027X	1,033,066	-
Special Education-Preschool Grants	N/A	84.173A	123,891	-
Special Education-Preschool Grants ARP	N/A	84.173X	86,882	-
<i>Total Special Education Cluster</i>			<u>6,571,920</u>	<u>-</u>
Career and Technical Education-Basic Grants to States	N/A	84.048A	493,274	-
English Language Acquisition State Grants	N/A	84.365A	554,573	-
Improving Teacher Quality State Grants	N/A	84.367A	893,582	-
Student Support and Academic Enrichment Program	N/A	84.424A	570,765	-
COVID-19 Education Stabilization Fund				
COVID-19 Elementary and Secondary School Emergency Relief Fund	N/A	84.425D	6,620,589	-
COVID-19 American Rescue Plan Elementary and Secondary School Emergency Relief Fund	N/A	84.425U	8,435,143	-
<i>Total COVID-19 Education Stabilization Fund</i>			<u>15,055,732</u>	<u>-</u>
<i>Total Passed through Ohio Department of Education:</i>			<u>32,101,713</u>	<u>-</u>
<i>Passed through the ESC of Central Ohio</i>				
Investing In Innovation (I3) Fund	N/A	84.411	23,725	-
Total U.S. Department of Education			<u>32,125,438</u>	<u>-</u>
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>				
<i>Passed through The YMCA:</i>				
<i>Head Start Cluster:</i>				
Head Start	N/A	93.600	836,451	-
<i>Passed through Ohio Department of Jobs and Family Services:</i>				
Refugee and Entrant Assistance-Discretionary Grants	R1-S1	93.576	34,158	-
Total U.S. Department of Health and Human Services			<u>870,609</u>	<u>-</u>
<u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u>				
<i>Passed through the Ohio Department of Transportation:</i>				
Highway Planning & Construction - Diesel Emissions Reduction Grant	PID104910	20.205	202,954	-
Total U.S. Environmental Protection Agency			<u>202,954</u>	<u>-</u>
TOTAL FEDERAL ASSISTANCE			<u>\$ 43,776,562</u>	<u>\$ 1,114,090</u>

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

**SOUTH-WESTERN CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE YEAR ENDED JUNE 30, 2022**

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the South-Western City School District, Franklin County (the District) under programs of the federal government for the fiscal year ended June 30, 2022. 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 School District has elected 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 entitlement value. The District allocated donated commodities to the respective program that benefited from use of those donated food commodities.

OHIO AUDITOR OF STATE KEITH FABER



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

South-Western City School District
Franklin County
3805 Marlane Drive
Grove City, Ohio 43123

To the Board of Education:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the South-Western City School District, Franklin County, (the District) as of and for the year ended June 30, 2022, 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 23, 2022, wherein we noted the District's restatement of Fund Balance and Net Position to accurately recognize federal grant monies passed through the Ohio Department of Education in accordance with GASB Statement 33 and GASB Technical Bulletin No. 2020-1. Additionally, we noted the financial impact of COVID-19 and the continuing emergency measures which may impact subsequent periods of the District.

Report on Internal Control Over Financial Reporting

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

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

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

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Report on Compliance and Other Matters

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

Purpose of This Report

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



Keith Faber
Auditor of State
Columbus, Ohio

December 23, 2022

OHIO AUDITOR OF STATE KEITH FABER



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

South-Western City School District
Franklin County
3805 Marlane Drive
Grove City, Ohio 43123

To the Board of Education:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited South-Western City School District's, Franklin County, (District) compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of South-Western City School District's major federal programs for the year ended June 30, 2022. South-Western City School District's major federal programs are identified in the *Summary of Auditor's Results* section of the accompanying schedule of findings.

In our opinion, South-Western City School District complied, in all material respects, with the 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, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the *Auditor's Responsibilities for the Audit of Compliance* section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for (each/the) major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

The District's Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the *Auditor's Responsibilities for the Audit of Compliance* section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

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

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of South-Western City School District, Franklin County, (District) as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our unmodified report thereon dated December 23, 2022, wherein we noted the District's restatement of Fund Balance and Net Position to accurately recognize federal grant monies passed through the Ohio Department of Education in accordance with GASB Statement 33 and GASB Technical Bulletin No. 2020-1. Additionally, we noted the financial impact of COVID-19 and the continuing emergency measures which may impact subsequent periods of the District. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. We have not performed any procedures on the audited financial statements subsequent to December 23, 2022. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. The schedule is the responsibility of management and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

South-Western City School District
Franklin County
Independent Auditor's Report on Compliance with Requirements
Applicable to Each Major Federal Program and on Internal Control Over Compliance
and on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance
Page 4



Keith Faber
Auditor of State
Columbus, Ohio

February 21, 2023

**SOUTH-WESTERN CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2022**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material weaknesses in internal control reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unmodified
(d)(1)(vi)	Are there any reportable findings under 2 CFR § 200.516(a)?	No
(d)(1)(vii)	Major Programs (list):	Child Nutrition Cluster AL # 84.425 – Education Stabilization Fund
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 1,773,235 Type B: all others
(d)(1)(ix)	Low Risk Auditee under 2 CFR § 200.520?	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

**SOUTH-WESTERN CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS (CONTINUED)
2 CFR § 200.515
JUNE 30, 2022**

4. OTHER – FINDINGS FOR RECOVERY

In addition, we identified the following other issue related to a Finding for Recovery. This issue did not impact our GAGAS or Single Audit Compliance and Controls reports.

FINDING NUMBER 2022-001

Finding for Recovery Repaid Under Audit – Severance Payout

Under the Collective Bargaining Agreement between the South-Western City School District Board and the South-Western Education Association (“Agreement”), pursuant to Article XVI, Section 1603.081(D) pertaining to “Sick Leave Accrual Methods”, the Agreement states that “[m]embers retiring from positions as Tutors will be paid severance pay based on the value of one-third (1/3) of the member’s accrued and unused sick leave hours, to a maximum of 1500 accrued hours (500 maximum paid hours), times the members hourly rate of pay at the time of retirement.”

Brian Sanders was an English as a Second Language (ESL) Tutor for the School District who retired effective December 31, 2021. On February 18, 2022, the School District, by way of its Treasurer, Hugh Garside, calculated and distributed a severance payout to Mr. Sanders for 1/3 of the 1,606.917 total unused accrued sick leave, which came to 535.639 hours, rather than the maximum 500 hours as authorized by the Collective Bargaining Agreement. This resulted in an overpayment of \$1,872.47 to Mr. Sanders (35.639 hours over the maximum times \$52.54 hourly rate at the time of retirement).

In accordance with the foregoing facts and pursuant to Ohio Rev. Code § 117.28, a Finding for Recovery for public money illegally expended is hereby issued, jointly and severally, against Brian Sanders, ESL Tutor, and Hugh Garside, Treasurer, in the amount of \$1,872 and in favor of the South-Western City School District General Fund.

On December 15, 2022, Treasurer Garside paid the amount of \$1,872.47, via check, to the School District and the amount was posted to the General Fund. As a result, the overpayment amount has been repaid in full and the Finding for Recovery is now considered repaid under audit.

Officials’ Response: We did not receive a response from Officials to this finding.



*Annual Comprehensive Financial Report
For the Fiscal Year ended June 30, 2022*

South-Western City Schools
3805 Marlane Drive
Grove City, Ohio 43123
(614) 801-3047

SOUTH-WESTERN CITY SCHOOL DISTRICT

Grove City, Ohio

***ANNUAL COMPREHENSIVE
FINANCIAL REPORT***

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Issued by the Treasurer's Office

Hugh W. Garside, Jr., Treasurer
Zachary J. Niblick, Assistant Treasurer

INTRODUCTORY SECTION

South-Western City School District
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2022
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District Service Center

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December 23, 2022

CITIZENS AND BOARD OF EDUCATION OF THE SOUTH-WESTERN CITY SCHOOL DISTRICT:

The thirty-third Annual Comprehensive Financial Report from the South-Western City School District (the "School District") Treasurer's Office contains financial statements, supplemental statements, and statistical information to provide complete and full disclosure of all material aspects of the School District for the 2021-2022 fiscal year. This report, prepared by the Treasurer's office, including the unmodified opinion of the Ohio Auditor of State for the fiscal year ended June 30, 2022, is hereby submitted. Responsibility for the accuracy, completeness, and fairness of the report rests with the School District. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School District. All disclosures necessary to enable the reader to gain an understanding of the School District's financial activities have been included. This report was prepared in conformance with accounting principles generally accepted in the United States of America (GAAP) as set forth by the Governmental Accounting Standards Board (GASB).

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

Copies of this report will be widely distributed throughout the School District. A copy will be posted on the School District's website and copies will be sent to the Southwest Public Library, Moody's Investors Services, Standard and Poor's Financial Rating Services, banks, and any other interested parties.

SCHOOL DISTRICT ORGANIZATION

The School District was established in 1959 through the consolidation of existing land areas and several smaller local school districts and is organized under Sections 2 and 3, Article VI of the constitution of the State of Ohio. Under Ohio law, there is no authority for a school district to have a charter or adopt local laws. The legislative power of the School District is vested in the Board of Education, consisting of five members elected at large for staggered four year terms.

The Superintendent is the chief administrative officer of the School District, responsible for both education and support operations. The Treasurer is the chief fiscal officer of the School District, responsible for maintaining records of all financial matters, issuing warrants in payment of liabilities incurred by the School District, and investing idle funds as specified by Ohio law.

THE REPORTING ENTITY AND SERVICES PROVIDED

The School District serves an area of approximately one hundred nineteen square miles. It encompasses most of the southwest quadrant of Franklin County, including a substantial portion of the southwest quadrant of the City of Columbus and five other cities and villages and a number of townships. In addition, a very small portion of Pickaway County is included within the School District boundaries.

THE REPORTING ENTITY AND SERVICES PROVIDED – (Continued)

The School District maintains thirty-six instruction/support facilities staffed by 987 non-certificated employees, 1,628 certificated full-time teaching personnel and 104 administrative employees to provide services to 20,861 students.

This report includes all funds of the School District. The School District provides a full range of traditional and non-traditional educational programs, services and facilities. These include elementary and secondary curriculum offerings at the college preparatory and career technical levels; a broad range of co-curricular and extracurricular activities; special education programs and community recreation facilities.

The City of Grove City; Townships of Franklin, Jackson, Pleasant and Prairie; and the Southwest Public Library have not met the established criteria for inclusion in the reporting entity, and accordingly are excluded from this report.

ECONOMIC CONDITION AND OUTLOOK

The School District is an independent political subdivision characterized as a “city school district” under Ohio Law, and provides educational services as mandated by State and/or federal agencies. The School District is located primarily in Franklin County, Ohio southwest of, and included in parts of the City of Columbus, the State capital. Generally speaking, the Columbus area is noted for its attractive service-based economy, cultural and educational elements. The School District shares these demographic components with the resultant quality of life. Unemployment in Franklin County, as listed by the Ohio Department of Job and Family Services, was 3.9 percent for the period ending October of 2022. The seasonally adjusted rate of unemployment in Ohio was 4.2 percent and the national rate was 3.7 percent for the same period.

The Columbus metropolitan statistical area is characterized by its diverse economy and economic growth. A strong residential, commercial and industrial tax base, a very diverse labor force, and an unemployment rate below the State average have resulted in strong growth throughout the area. The School District’s specific economic and jurisdictional territory is comprised primarily of the City of Columbus and the City of Grove City (the “City”), both of which contain approximately 36 percent of the School District’s territory, and the townships of Franklin, Jackson, Pleasant and Prairie. The Grove City Area Community Improvement Corporation (the “Grove City CIC”) was incorporated on August 8, 1979 in order to advance, encourage, and promote the industrial, economic, commercial and civic development in the City. The Grove City CIC is the agency and instrumentality of the City for industrial, commercial, distribution and research development and works to retain, expand, and attract capital investment and jobs to the City. Strategies used to implement the Grove City CIC’s mission include the promotion of local, state, and federal financial assistance, tax incentives, and training/technical assistance programs. The Treasurer of the School District is a member of the Grove City CIC.

Economic Development Initiatives and Incentives within Grove City

In the City of Grove City (the “City”), opportunities for residential, commercial and industrial development have been enhanced by major expansions of the City’s water distribution, sanitary sewer and street systems. On August 13, 2012, the reconstructed and expanded interchange located at Interstate 71 and State Route 665 opened. The I-71/SR 665 interchange can handle 41,600 vehicles a day, more than three times the previous capacity. By using the single-point urban interchange design, this project opens up hundreds of acres for development serving as a gateway to Rickenbacker International Airport (“Rickenbacker”) located only minutes from the City. This interchange has significantly improved the safety and congestion on I-71 and SR 665 and serves as the western gateway to I-71 from Rickenbacker, thereby becoming an important expansion area for logistics companies capitalizing on the area’s access to Rickenbacker’s intermodal terminal.

Rickenbacker is a first-class cargo airport offering high-speed logistical movement of goods and serves as the area’s only U.S. Foreign Trade Zone. With improved access to major interstate highways and area airports, the new redesigned interchange is also valuable to existing companies such as FedEx and Tigerpoly Manufacturing. These infrastructure improvements are a result of a comprehensive planning process that coordinates actions of the City with area developers.

ECONOMIC CONDITION AND OUTLOOK – (Continued)

The construction of the Rickenbacker Intermodal Connector (the “Intermodal Connector”), which is within two miles of the School District but is not within the territory of the City or the School District, is a critical part of regional economic development effort. Also known as the Pickaway East West Connector, the Intermodal Connector has been designed in three phases. Phase I was completed in 2014 and was funded by various funding sources, including the Ohio Department of Development, the Ohio Department of Transportation, and other public and private funding partners. Phase II and Phase III, which include various road widening and constructing a new interchange at U.S. Route 23 and State Route 762, await additional funding. The Intermodal Connector will connect the Norfolk-Southern Rickenbacker Intermodal Terminal with U.S. Route 23 on the very northern edge of Pickaway County. The Columbus region has shaped itself as a logistics hub for the eastern United States, and the area around Rickenbacker Global Logistics Park has become the epicenter. Warehousing growth in the past ten years has been strong north of Rickenbacker. The completion of the Intermodal Connector is expected to increase activity and business growth in the I-71 Corridor of the School District significantly.

The Pinnacle Club of Grove City (“Pinnacle”), a 597-acre master planned residential community, is one example of the successful projects that have grown out of the City’s planning process and coordination. Pinnacle began development in the spring of 2004, and it is expected, when fully developed, to include approximately 1,600 homes with prices ranging from \$250,000 to \$700,000, all centered around the championship golf course designed by Lanny Watkins that opened in September 2006.

Another development that highlights the City’s commitment to furthering its public-private collaborations is the revitalization of the City’s historic Town Center (the “Town Center”). The Town Center project is being completed in various phases, and it includes a new library that was completed in fall 2016, new streetscapes, improved pedestrian circulation, and additional parking. Broadway Station Apartments opened in 2017, and it offers 120 one- and two-bedroom units in the Town Center area.

In April 2019, Mount Carmel Health System (“MCHS”) opened a new hospital, Mt. Carmel Grove City (the “Hospital”), in the City. MCHS moved inpatient services from an older facility just west of downtown Columbus to the Hospital, which included the relocation of 1,500 employees to the Hospital. The 210-bed Hospital has seven stories and 500,000 square feet of space, and it was estimated to cost \$361 million to construct. The Hospital’s 110-acre campus also includes a five-story, 120,000 square foot medical office building.

In October 2018, OhioHealth opened OhioHealth Grove City Methodist Hospital, a 79,850-square foot facility with 26 inpatient beds on a 22-acre campus. The new facility includes a full-service emergency department, cost approximately \$46.5 million to build, and added 285 jobs to the City. In April 2018, OhioHealth opened Grove City Surgery Center on the same campus. The 40,000-square foot building contains five operating rooms and two procedure rooms as well as a medical office building that houses independent physicians and multiple surgical specialties. The Grove City Surgery Center is a joint venture with 33 physician investors who own 51 percent of the venture. OhioHealth is now one of the 10 largest employers in the City with approximately 330 employees as of 2020.

To accommodate industrial and commercial growth, the City has cooperated with private investors in the development of seven business and industrial parks, including: (1) Grove City Industrial Park, a 100- acre park with thirteen major buildings near the intersection of I-71 and SR 665; (2) Southpark, a 350-acre park with eighteen major buildings near the intersection of I-71 and I-270; (3) Capital Park South, a 150- acre park with eight major buildings at I-270 and State Route 62; (4) Southpointe, a 53-acre park with seven major building at SR 665; (5) Gateway Business Park, 114- acre park with four major buildings at I-71 and SR 665; (6) Gateway to the City Office Park, a 35-acre park with twelve major buildings at I-71 and Stringtown Road; and (7) Gateway Business Park West, a 232-acre park that was platted in 1999.

Immediate access to I-71 and I-270 has resulted in the City’s development as a travel center offering over 1,200 guest rooms with gross sales exceeding \$10 million per year. A growing list of restaurants complements the variety of accommodations found in the City.

ECONOMIC CONDITION AND OUTLOOK – (Continued)

The City offers the following economic development incentive programs:

1. Community Reinvestment Area (“CRA”): The City has four CRAs, including one in the Town Center that has recently been expanded. Properties within a CRA are eligible to receive real property tax abatement for real property improvements.
2. Tax Increment Financing (“TIF”): There are five TIF Districts within the City. Payments derived from the increased assessed value of any improvement to real property are directed towards a separate fund to finance the construction of the public infrastructure defined within the legislation approving the respective TIFs A-15.
3. Enterprise Zones (“EZ”): In early 2004, the City passed Ordinance C-133-03 designating the territory as an EZ, which provides certain tax exemptions to certain businesses located in the EZ.

Major employers in the City include the following: MCHS, FedEx Ground Package Distribution Systems; Wal-Mart Distribution Center; the School District; the Kroger Company; OhioHealth; Halcore Group, Incorporated; Tigerpoly Manufacturing, Incorporated; Tosoh America, Incorporated’s headquarters for sales, marketing, and business development for North America; and Nationwide Mutual Insurance Company. Among those largest employers, Tigerpoly Manufacturing, Incorporated locates its corporate headquarters within the City, including a 32-acre manufacturing site.

The redevelopment of the former Beulah Park horse racetrack into a residential development is one of the largest current projects in the City. The project is expected to result in approximately 1,008 new residential units, including a 385-unit apartment complex, 70 townhouse condominiums, 110 ranch-style condominiums, 266 single-family houses; and a 177-bed assisted and independent senior living facility. Phase I of the new residential units has been completed with Phase II underway and expected to be completed by 2024. The I-77 bed assistant and independent living facility opened in May of 2022 and is running at full occupancy.

Fischer Homes is currently building out a new development of 535 single-family homes on a 210- acre site located within the School District. The development, which is called Farmstead, is located west of State Route 104 (Jackson Pike), and has easy access to I-71 and I-270. Plans for Farmstead call for 415 single-family detached houses and 120 single-family attached houses, and 10-11 acres is being set aside to provide land for the School District to eventually build a new elementary school. Homes ranging in price from \$363,000 to \$677,000, in Phase I of the project have completed construction and are occupied. Phase II construction and has begun and will continue through 2023.

Development Initiatives and Incentives within the School District but outside the City

Economic development and land management in the Jackson and Franklin Township portion of the School District is described in great detail in the 2009 Southwest Area Plan, a joint effort completed by the Southwest Area Commission (“SWAC”), the newest Columbus City Area Commission. The boundaries of SWAC run just west of 3C highway on the west, Mound Street on the north, I-71 South on the east, and I-270 on the south. SWAC’s goal is to identify and encourage productive land use and economic development within the territory of SWAC. SWAC worked cooperatively with the City of Columbus, Franklin County, Franklin Township, Jackson Township and groups of interested residents and stakeholders to research, develop and adopt the Southwest Area Plan in March of 2009. This comprehensive 71-page plan provides detailed plans and considerations from the point of view of land use, current and recommended, by all zoning types. It further describes existing priority development sites and action oriented recommendations.

The most significant development in the SWAC area is the Hollywood Casino Columbus (the “Casino”), which is located in Franklin Township and in the School District. The Casino opened in October 2012, with the final construction and development costs valued at approximately \$146.5 million. The project area encompasses 133 acres, and the Casino floor is 180,000 square feet. The Casino currently employs approximately 1,000 permanent workers for operations. The Casino features a steakhouse, a 10,000 square-foot banquet hall, cocktail lounge and sports bar. The School District commenced the receipt of property-tax

ECONOMIC CONDITION AND OUTLOOK – (Continued)

revenue in calendar year 2014 associated with the Casino’s final building and land value. Additionally, 33 percent of funds from the Casino’s taxes and license fees are required to go to school districts throughout the State and are distributed on a per pupil basis, in August and January each year.

The Casino is supported by a Joint Planning and Zoning Overlay Agreement (the “JPZO Agreement”) between Franklin Township, the City of Columbus and Franklin County to ensure better coordination on projects, set forth future infrastructure and public investment opportunities, jointly market economic development opportunities and pursue a seamless look along the West Broad Street corridor.

The JPZO Agreement includes the creation of a 50-year joint economic development district (“JEDD”), which splits the City of Columbus income tax rate as follows: (i) 70 percent revenues to a project fund, (ii) 15 percent of revenues to the City of Columbus, and (iii) 15 percent of revenues to Franklin Township. It also set aside 2 percent of the total income tax revenue collected from the Casino’s construction site for the first five years of operation to be used to encourage businesses to participate in the JEDD, to assist in the mobilization, creation and coordination of the business working group in their effort to enhance the economic viability of the corridor area, and to make improvements in the right-of-way and other projects to revitalize the West Broad Street corridor. The JPZO Agreement further compensates Franklin Township over the life of the agreement through additional income tax payments.

Economic Condition and Outlook of the School District

On June 30, 2021, the State biennial budget bill, Ohio House Bill 110, was signed into law. Ohio House Bill 110 included the school funding model called the “Fair School Funding Plan”. Under the Fair School Funding Plan, the State’s cost per pupil is based on actual expenses. In its simplest form, the Fair School Funding Plan calculates a base cost to educate a child and calculates the School District and State’s share of that total cost based on local property tax values and income levels. The inclusion of the Fair School Funding Plan does come fully funded at this time. The Fair School Funding Plan is planned to be phased in over a six year period, with only two years of the phase in passed into law over the 2021-22 and 2022-23 fiscal years.

The School District maintained its promise to the community to make the property tax dollars received from the passage of the November 3, 2009, 7.4 mill operating levy last through calendar year 2013. In fact, the School District’s current five-year financial forecast projects a positive cash balance through fiscal year 2026-27.

MAJOR INITIATIVES

Strategic Planning

The School District developed long-term goals through a strategic planning process. To complete the process, the School District utilized a strategic performance management tool called the Balanced Scorecard to build its framework. The School District’s balanced scorecard is a mixture of educational and financial measures that articulates the links between both human and physical inputs, processes and desired outcomes. It focuses the importance of managing these components to achieve the organization's strategic priorities through answering the questions of: 1) Who we are; 2) What we do; 3) Where education is headed; and 4) Where we want to be in the future.

Six Strategic Dimensions

With community input and the services of volunteer facilitators, six strategic dimensions were identified as follows:

1. Academic Achievement.
2. Student Development/Extracurricular Activities.
3. Innovation in Education.
4. College/Vocation Preparation.
5. Parent Engagement.
6. Diversity of the School District.

MAJOR INITIATIVES – (Continued)

Four Themes

From these six dimensions, four themes emerged as follows:

1. Access for all students to the highest quality educational opportunities.
2. Instruction created to meet the individual skills of students while advancing them toward their full potential.
3. Seamless and universal access to instructional, enhancement and remedial learning opportunities through the integration of technology and other forms of communication.
4. Engage the community to foster a fully integrated support system that feeds the development of every child.

Five Bold Goals

Through this process, we have been able to identify five long-term goals for the School District:

1. Students can enter college without remediation.
2. Parents actively receive communication.
3. Students graduate on time.
4. Students exit emotionally, socially and physically prepared.
5. Families are vested in planning their future.

Eight High Yield Strategies

1. K-12 career exploration and skills development for students.
2. Parent education activities for preparing children for the 21st century workplace.
3. Remediation and intervention for students in math, reading and writing to ensure on grade level performance.
4. K-12 character, social skills and well-being programming for students.
5. A rolling four-year plan that supports each student's post-secondary goals.
6. Student access to rigorous coursework to earn credits toward graduation and beyond.
7. Two-way communication of issues of concern and importance to families through multiple communication methods and partnerships.
8. A comprehensive menu of services supporting the continuity of care for students.

Data measurement and collection and systems alignment are significant parts of this process to fully meet the needs of the School District's students.

As part of the strategic planning process, the School District has embraced the demand for a highly educated and skilled workforce. This demand requires an innovative approach for students that accelerates and challenges their learning opportunities.

The Accelerated Learning Center ("ALC") provides students in the School District an opportunity to take tuition-free college courses, based on their future plans, while completing their high school graduation requirements. Due to the nature of the programs and capacity limitations, there may be priority considerations made for acceptance into the ALC. Students who are not accepted into the program due to capacity limitations will still have the ability to participate in the College Credit Plus program through online coursework or courses taken on a college campus.

The ALC provides a unique, half-day approach, which allows students to earn college credits without paying the cost of college and without leaving the School District. Students experience college-level coursework and gain an in-depth understanding of the skills and dedication necessary to succeed in a college environment, while also meeting their high school graduation requirements. ALC programs are located at Central Crossing High School and are being offered in cooperation with Columbus State Community College (CSCC). Transportation is provided for students who enroll in one of the three full ALC programs of study.

MAJOR INITIATIVES – (Continued)

The ALC offers three programs of study:

1. Software Development – designed for the student interested in technology and associated college majors.
2. General Liberal Arts – designed to fulfill the requirements leading to a Bachelor’s Degree for liberal arts-related fields.
3. Applied Sciences – designed to fulfill the requirements leading to a Bachelor’s Degree for mathematics, the sciences, allied health and other fields.

College credits earned through the General Liberal Arts and General Sciences programs are transcribed to CSCC and guaranteed transfer to any public college in Ohio, as well as many private colleges.

College credits earned through the Software Development program may transfer to other Ohio public and private colleges, but they are guaranteed to seamlessly align with the following four Associate’s Degree tracks at CSCC and can also count towards a related Bachelor’s Degree at other colleges and universities:

1. Software Developer.
2. Network Security.
3. Web Developer.
4. Network Administrator.

Over the past several years, the School District’s State achievement scores improved in almost every category in every grade level. The prestigious National Merit Scholarship Program has recognized numerous School District high school students for their accomplishments. The School District's graduates are receiving full or partial scholarships to some of the country's top colleges and universities, and the School District's career-technical students are finding well-paying positions in highly competitive job markets.

The School District offers a wide array of affordable community adult education programs as well as GED preparation and English as a Second Language classes. The School District has also partnered with local colleges and universities to offer the community college level courses in their own backyard. Classes are conveniently located at the South-Western Career Academy. The School District’s athletes have won numerous Ohio Capital Conference league team championships, as well as individual local, regional and State honors in a variety of sports; including football, basketball, volleyball, soccer, baseball, softball, wrestling, gymnastics, track and field, swimming, and cheerleading.

The School District also has some of the most recognized music programs in the country. More than 1,200 high school and middle school students participate in School District music programs annually. The School District’s high school bands, choirs, and orchestras compete on a national-level, winning praise wherever they perform.

Many of the School District’s students have received honors for artwork at the local, State, and national level. The School District’s student artwork is frequently on display in the Governor’s office, and Port Columbus International Airport, as well as exhibited at the Congressional Art Show in Washington D.C.

The School District’s staff members have been recognized as well. Some of the more notable awards received by the School District staff include the prestigious Milken National Teacher of the Year, Secondary Mathematics Teacher of the Year, Ohio Vocational Association New Teacher of the Year, and Ohio PTA Outstanding Educator Award.

The School District’s students and staff realize that they benefit from the support of the community, and they work hard to identify and raise funds to address the community’s needs as well. Students and staff raise tens of thousands of dollars each year for such organizations as the American Heart Association, Toys for Tots, The American Cancer Society, Children’s Hospital, homeless shelters, etc.

MAJOR INITIATIVES – (Continued)

Capital Improvements

On November 6, 2018, the School District passed a \$93,400,000 bond issue to secure its local share to participate in a classroom facilities assistance program with the Ohio Facilities Construction Commission with a total project cost of \$122,127,728. The project, co-funded by the State of Ohio, will replace four of the School District's five middle school buildings. The remaining middle school building will receive a significant addition. In addition to the middle schools, the School District will be renovating one existing elementary building.

The middle school buildings were designed and built using a prototypical design process to create a "kit of parts" that allowed various site specific orientation options maximizing the energy efficiency of each building. The prototypical designs provided an equitable and repeatable design throughout the School District while saving architectural design fees in the process. Additionally, the replacement buildings have provided instructional space designed for twenty-first century learning that will serve students for years to come.

The four replacement middle school buildings and renovations to the existing middle school building were completed and opened for the beginning of the 2021-22 school year.

FINANCIAL INFORMATION

Long-Term Financial Planning – The School District annually prepares a five-year financial forecast to ensure long-term financial success. The five-year financial forecast is prepared in November of each year and amended, if necessary, in May. The five-year financial forecast provides actual data on each major revenue and expenditure category for the past three fiscal years and forecasts these same categories for an additional five years. The five-year financial forecast is a planning tool used to certify if funds are available for future expenditures and additionally to strategize when the School District will need to return to voters for additional funds or reduce expenditures accordingly. The five-year financial forecast is published on the Ohio Department of Education website for public use.

Internal and Budgetary Controls – In developing the School District's accounting system much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding (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 School 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, ensure that the financial information generated is both accurate and reliable.

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation is first adopted, the permanent appropriation measure must be adopted by law no later than October 1 or once the County Auditor has completed the tax duplicate for the upcoming calendar year.

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

All disbursements and transfers of cash between funds require appropriation authority from the Board of Education. The Board of Education has established the legal level of control at the fund level; however, management controls budgets at the object level within a function and fund. All requisition requests must be approved by the individual program managers and be certified by the Business Manager and the Treasurer; necessary funds are then encumbered and purchase orders are created and released to vendors.

FINANCIAL INFORMATION – (Continued)

The accounting system used by the School District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. In addition to interim financial statements, each program manager is furnished daily reports showing the status of the budget account for which he or she is responsible.

As an additional safeguard, a blanket bond covers all employees involved with receiving and depositing funds, and a separate higher bond covers certain individuals in policy making roles. The basis of accounting and the various funds utilized by the School District are fully described in the notes to the basic financial statements. Additional information on the School District's budgetary accounts can also be found in the notes to the basic financial statements.

OTHER INFORMATION

Independent Audit – Provisions of State statute require an annual audit by independent accountants. Those provisions have been satisfied, and the opinion of the Ohio Auditor of State whose unmodified opinion thereon is included at the beginning of the Financial Section of this report.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all units of local education agencies in Ohio. The School District adopted and has been in conformance with that system for many years.

In addition to the financial audit, a single audit was performed as required by Office of Management and Budget's (OMB) *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (commonly called "Uniform Guidance"). The single audit report is not included in the Annual Comprehensive Financial Report.

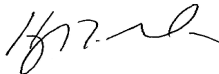
Award – The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to South-Western City School District for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2021.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, whose content conforms to program standards. Such a report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. This was the fifteenth consecutive year that the School District has received this prestigious award. We believe our current report continues to conform to the standards required by the Certificate of Achievement Program, and we are submitting it to the GFOA for review.

Acknowledgments – Appreciation is extended to Zachary Niblick, Assistant Treasurer, and the Treasurer's office staff for their dedication and support in publishing the fiscal year 2021-2022 Annual Comprehensive Financial Report on a timely basis. Sincere thanks are also extended to various administrators and employees of the School District, the Franklin County Auditor's office staff and other outside agencies whose efforts assisted us with the fair presentation of the statistical information. Additionally, appreciation is expressed to the South-Western City School District Board of Education for their support, commitment and leadership to which the preparation of this report would not be possible.

Respectfully submitted,



Hugh W. Garside Jr., Treasurer



William H. Wise, Ph.D., Superintendent

South-Western City School District

Principal Officials

June 30, 2022

Board of Education

Cathy Johnson President
Anthony A. Caldwell..... Vice President
Lee C. Schreiner Member
Kelli A. Martindale..... Member
Christopher A. Boso Member

Central Office Administration

William H. Wise, Ph.D..... Superintendent
Jamie S. Lusher, Ph.D Deputy Superintendent
Hugh W. Garside, Junior Treasurer
Zachary J. Niblick Assistant Treasurer
Susan M. Hayward, Ph.D Assistant Superintendent of Human Resources
Brian R. Bowser, Ed.D Assistant Superintendent of Curriculum
Bryan J. Mulvany Executive Director of Data and Information Services
Evan M. Debo..... Executive Director of Communications
Erik D. Shuey, Ph.D Executive Director of Secondary Education
Daniel C. Girard, Ed.D Executive Director of Elementary Education
Cheryl A. Spain, Ph.D Executive Director of Middle Grades and Achievement Data
Lori A. Balough..... Director of Certified Personnel
Matthew D. Decastro Director of Classified Personnel
Monte T. Detterman Business Manager
Amy L. Schakat Coordinator of Career and Technical Programs
Amber N. Hufford Coordinator of Pupil Services

South-Western City School District

Treasurer's Staff

June 30, 2022

Treasurer's Staff

Debra L. Makarius.....Payroll Supervisor
Sue A. Mulford..... Payroll
Nanette F. Spears..... Payroll
Kathy D. AdamsAccounts Payable
Julie A. Babbert.....Accounts Payable
Lisa L. Lee.....Accounts Payable
Sue R. Zeszotek.....Accounts Payable
Lisa C. MyersAccounts Receivable
Michelle M. Damron Employee Benefits
Nancie A. Bevilacqua..... Accountant
Anita M. McCreary Accountant

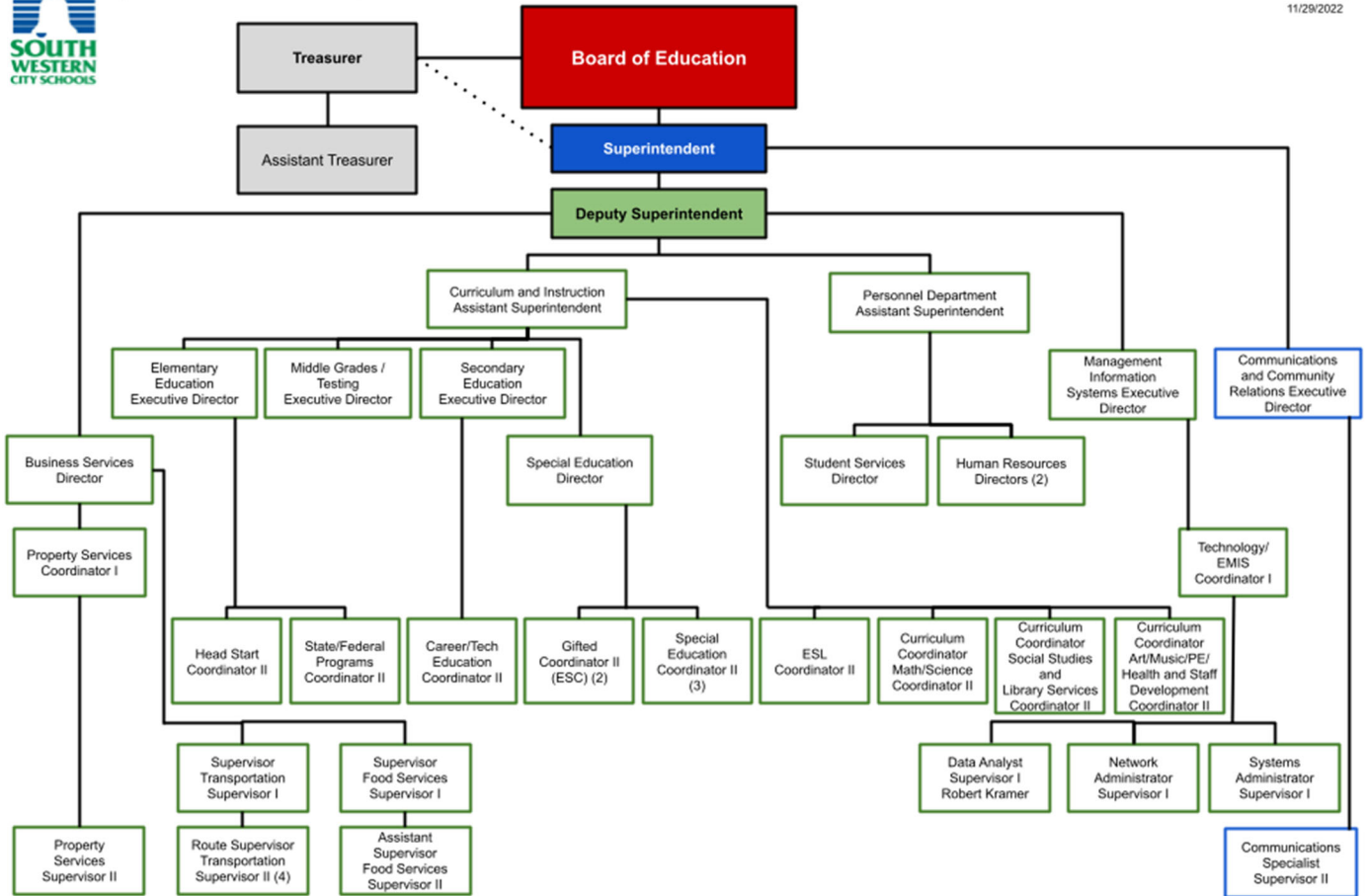
Organizational Chart

June 30, 2022



South-Western City School District

11/29/2022





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**South-Western City School District
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morill

Executive Director/CEO

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**FINANCIAL
SECTION**

OHIO AUDITOR OF STATE KEITH FABER



88 East Broad Street
Columbus, Ohio 43215
ContactUs@ohioauditor.gov
(800) 282-0370

INDEPENDENT AUDITOR'S REPORT

South-Western City School District
Franklin County
Street Address
3805 Marlane Drive
Grove City, Ohio 43123

To the Board of Education:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the South-Western City School District, Franklin County, Ohio (the District), as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the South-Western City School District, Franklin County, Ohio as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General and All Federal Grant funds for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 3 to the financial statements, during 2022, the District restated their beginning fund balance and net position to accurately recognize federal grant monies passed through the Ohio Department of Education in accordance with GASB Statement 33 *Accounting and Financial Reporting for Nonexchange Transactions*, and GASB Technical Bulletin No. 2020-1. Our opinion is not modified with respect to this matter.

Additionally, as discussed in Note 24 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the School District. We did not modify our opinion regarding this matter.

Efficient • Effective • Transparent

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

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

Supplementary information

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

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

Other Information

Management is responsible for the other information included in the annual financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we will also issue our report dated December 23, 2022, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Keith Faber
Auditor of State
Columbus, Ohio

December 23, 2022

South-Western City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
Unaudited

The discussion and analysis of South-Western City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2022. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, the basic financial statements and the notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2022 are as follows:

- ❑ While total net position increased during fiscal year 2022, the total net position increased by less than the prior fiscal year. This fact was due primarily to changes in assumptions in pension plans and the decrease in property tax revenues affected by Franklin County Auditor amount available as advance staying in line with the prior year, unlike for fiscal year 2020 that was substantially less due to the COVID-19 pandemic.
- ❑ Fiscal year 2022 expenses decreased from the prior fiscal year due to changes in assumptions of pension plans.
- ❑ The School District's governmental funds reported a decrease in combined fund balances for fiscal year 2022, due primarily to a decrease in property taxes from the Franklin County Auditor's amount available as an advance staying in line with the prior year, unlike for fiscal year 2020 that was substantially less due to the COVID-19 pandemic, as well as an increase in expenditures related to the OFCC construction project.

Using this Annual Comprehensive Financial Report

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand the School District financially as a whole. The governmental-wide financial statements provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. The fund financial statements provide the next level of detail. For governmental activities, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements look at the School District's operations in more detail than the government-wide financial statements by providing information about the School District's most significant funds – the general, all federal grants, bond retirement, capital improvements, building and classroom facilities funds, with all other funds presented in one column as non-major funds. The School District has an internal service proprietary fund, which accounts for the School District's health self insurance program.

South-Western City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
Unaudited

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While these statements contain information about the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2022?" The statement of net position and the statement of activities answer this question. These statements include all non-fiduciary assets and liabilities 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.

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

In the statement of net position and the statement of activities, all of the School District's activities are classified as governmental. All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, non-instructional services, operation of food services and extracurricular activities.

Reporting the School District's Most Significant Funds

The analysis of the School District's major funds begins on page 11. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions; however, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the general, all federal grants, bond retirement, capital improvements, building, and classroom facilities funds.

Governmental Funds Most of the School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at fiscal 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 School District's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds is reconciled in the financial statements.

Proprietary Funds The School District maintains an internal service fund, which is an accounting device used to accumulate and allocate costs internally among the School District's various functions. The School District maintains such a fund for its self-insurance program of health related employee benefits. This fund has been included within governmental activities in the government-wide financial statements.

South-Western City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
Unaudited

The School District as a Whole

Recall that the statement of net position provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net position for fiscal year 2022 compared to 2021:

Table 1
Net Position
Governmental Activities

	2022	Restated 2021	Change
Assets			
Current and Other Assets	\$505,675,715	\$568,634,723	(\$62,959,008)
Leases Receivable	1,215,800	1,250,504	(34,704)
Net OPEB Asset	23,491,123	19,193,177	4,297,946
Capital Assets, Net of Depreciation	450,563,669	363,969,257	86,594,412
Total Assets	980,946,307	953,047,661	27,898,646
Deferred Outflows of Resources			
Deferred Charge on Refunding	3,882,049	4,093,178	(211,129)
Pension	76,484,077	63,585,289	12,898,788
OPEB	8,109,897	9,736,551	(1,626,654)
Total Deferred Outflows of Resources	88,476,023	77,415,018	11,061,005
Liabilities			
Current and Other Liabilities	57,714,578	45,439,937	(12,274,641)
Long-Term Liabilities:			
Due Within One Year	13,442,454	13,465,952	23,498
Due in More Than One Year:			
Net Pension Liability	181,155,374	336,569,443	155,414,069
Net OPEB Liability	19,492,276	23,077,610	3,585,334
Other Amounts	227,909,750	240,849,048	12,939,298
Total Liabilities	499,714,432	659,401,990	159,687,558
Deferred Inflows of Resources			
Deferred Gain on Refunding	1,769,326	1,958,565	189,239
Property Taxes	66,177,466	61,376,464	(4,801,002)
Payment in Lieu of Taxes	6,215,284	2,951,026	(3,264,258)
Leases	1,215,800	1,250,504	34,704
Pension	146,378,268	2,088,179	(144,290,089)
OPEB	39,694,332	35,657,339	(4,036,993)
Total Deferred Inflows of Resources	261,450,476	105,282,077	(156,168,399)
Net Position			
Net Investment in Capital Assets	231,184,178	194,162,292	37,021,886
Restricted	73,787,836	87,599,834	(13,811,998)
Unrestricted (Deficit)	3,285,408	(15,983,514)	19,268,922
Total Net Position	\$308,257,422	\$265,778,612	\$42,478,810

South-Western City School District
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The net pension liability (NPL) is one of the largest liabilities reported by the School District at June 30, 2022. GASB notes that pension and OPEB obligations, whether funded or unfunded, are part of the “employment exchange” – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. GASB noted that the unfunded portion of this promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange; however, the School District is not responsible for certain key factors affecting the balance of these liabilities. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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

During fiscal year 2022, the School District’s assets increased. The School District continued the OFCC construction project, therefore increasing its nondepreciable capital assets. Total liabilities decreased primarily due to a decrease in the net pension liability from changes in assumptions and benefit terms of the pension and OPEB plans. Net investment in capital assets compares the original cost, less depreciation of the School District’s capital assets to long-term debt used to finance the acquisition of those assets. Most of the debt will be repaid from voter-approved property taxes collected as the debt service comes due. Restricted net positions are reported separately to show legal constraints from debt covenants and enabling legislation that limit the School District’s ability to use that net position for day-to-day operations.

In order to further understand what makes up the changes in net position for the current year, the following table gives readers further details regarding the results of activities for the current year.

South-Western City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
Unaudited

Table 2 shows total revenues, expenses and changes in net position for fiscal years 2022 and 2021.

Table 2
 Governmental Activities

	2022	2021	Change
Program Revenues			
Charges for Services and Sales	\$6,441,299	\$4,088,035	\$2,353,264
Operating Grants, Contributions, and Interest	73,722,049	72,997,243	724,806
Total Program Revenues	<u>80,163,348</u>	<u>77,085,278</u>	<u>3,078,070</u>
General Revenues			
Property Taxes	132,585,358	192,370,064	(59,784,706)
Payment in Lieu of Taxes	7,218,578	2,927,925	4,290,653
Grants and Entitlements not Restricted to Specific Programs	133,968,861	143,673,433	(9,704,572)
Unrestricted Contributions	38,987	650,727	(611,740)
Investment Earnings	(1,727,920)	459,288	(2,187,208)
Miscellaneous	1,558,163	6,207,309	(4,649,146)
Total General Revenues	<u>273,642,027</u>	<u>346,288,746</u>	<u>(72,646,719)</u>
Total Revenues	<u>353,805,375</u>	<u>423,374,024</u>	<u>(69,568,649)</u>
Program Expenses			
Instruction:			
Regular	123,916,142	161,270,355	37,354,213
Special	61,522,533	69,077,674	7,555,141
Vocational	6,816,654	7,646,160	829,506
Adult/Continuing	21,904	0	(21,904)
Student Intervention Services	33,536	9,273	(24,263)
Support Services:			
Pupils	16,736,319	16,732,605	(3,714)
Instructional Staff	11,655,589	11,325,162	(330,427)
Board of Education	75,455	73,728	(1,727)
Administration	19,067,737	21,301,589	2,233,852
Fiscal	4,130,299	5,072,322	942,023
Business	1,195,470	1,219,749	24,279
Operation and Maintenance of Plant	18,221,310	18,871,697	650,387
Pupil Transportation	17,541,735	19,098,625	1,556,890
Central	5,652,355	5,284,631	(367,724)
Operation of Non-Instructional Services	3,312,979	4,265,052	952,073
Operation of Food Services	11,181,119	9,393,438	(1,787,681)
Extracurricular Activities	4,325,190	4,711,294	386,104
Interest and Fiscal Charges	5,920,239	6,141,889	221,650
Total Program Expenses	<u>311,326,565</u>	<u>361,495,243</u>	<u>50,168,678</u>
Change in Net Position	42,478,810	61,878,781	(19,399,971)
Net Position Beginning of Year - Restated	<u>265,778,612</u>	<u>203,899,831</u>	<u>61,878,781</u>
Net Position End of Year	<u>\$308,257,422</u>	<u>\$265,778,612</u>	<u>\$42,478,810</u>

South-Western City School District
Management's Discussion and Analysis
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Unaudited

Governmental Activities

As reported in the statement of activities, the cost of all activities this fiscal year was \$311,326,565. Certain activities were partially funded from those who benefited from the programs in the amount of \$6,441,299 or by other governments and organizations that subsidized certain programs with grants and contributions in the amount of \$73,722,049. The remaining “public benefit” portion of the governmental activities was paid for with \$132,585,358 in property taxes, \$7,218,578 in payments in lieu of taxes, \$133,968,861 in grants and entitlements, and (\$130,770) with other revenues. As one can see, property taxes decreased from the prior year significantly. This was due to the Franklin County Auditor amount available as advance staying in line with the prior year, unlike for fiscal year 2020 that was substantially less due to the COVID-19 pandemic.

The School District experienced an increase in net position of \$42,478,810. This increase was experienced primarily due to changes in assumptions and benefit terms of pension and OPEB plans.

As discussed previously, the net cost shows the financial burden that was placed on the State and the School District's taxpayers by each of these functions. Since property taxes for operations and grants and entitlements constitute the vast majority of the School District's operating revenue sources, the Board of Education and administration must annually evaluate the needs of the School District and balance those needs with available unrestricted resources.

The statement of activities shows the cost of program services and the charges for services and grants offsetting those costs. Table 3 shows 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.

The deficit amounts indicated in Table 3 should not be construed as something negative; they are merely indicative of whether a particular function of government relies on general revenues for financing or is a net contributor of resources to the School District. The community, as a whole, is by far the primary support for South-Western City School District students.

South-Western City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
Unaudited

Table 3
 Total and Net Cost of Program Services - Governmental Activities

	2022		2021	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
Program Expenses				
Instruction:				
Regular	\$123,916,142	(\$108,957,393)	\$161,270,355	(\$142,338,541)
Special	61,522,533	(33,647,852)	69,077,674	(34,423,422)
Vocational	6,816,654	(3,894,451)	7,646,160	(4,594,396)
Adult/Continuing	21,904	(21,859)	0	0
Student Intervention Services	33,536	(33,467)	9,273	(9,215)
Support Services:				
Pupil	16,736,319	(15,459,180)	16,732,605	(16,601,686)
Instructional Staff	11,655,589	(4,916,389)	11,325,162	(8,186,545)
Board of Education	75,455	(75,310)	73,728	(73,278)
Administration	19,067,737	(18,122,189)	21,301,589	(20,811,956)
Fiscal	4,130,299	(4,036,077)	5,072,322	(4,725,779)
Business	1,195,470	(1,158,688)	1,219,749	(1,212,922)
Operation and Maintenance of Plant	18,221,310	(17,842,043)	18,871,697	(18,316,041)
Pupil Transportation	17,541,735	(14,367,736)	19,098,625	(14,945,954)
Central	5,652,355	(4,977,276)	5,284,631	(4,906,722)
Operation of Non-Instructional Services	3,312,979	(286,688)	4,265,052	(1,192,973)
Operation of Food Services	11,181,119	4,800,269	9,393,438	(3,068,841)
Extracurricular Activities	4,325,190	(2,246,649)	4,711,294	(2,859,805)
Interest and Fiscal Charges	5,920,239	(5,920,239)	6,141,889	(6,141,889)
Total Program Expenses	\$311,326,565	(\$231,163,217)	\$361,495,243	(\$284,409,965)

The School District's Funds

Information regarding the School District's major funds begins on page 16. These funds are accounted for using the modified accrual basis of accounting. Total governmental funds had a decrease in fund balance, primarily due to decreased property tax revenues and increase capital related expenditures mostly because of the OFCC construction prjoect. As explained previously, property taxes decreased due to Franklin County Auditor amount available as advance staying in line with the prior year, unlike for fiscal year 2020 that was substantially less due to the COVID-19 pandemic. The general fund had a decrease in fund balance for fiscal year 2022, mainly due to a decrease in property tax revenues related to the previously stated reason as all governmental activities. The all federal grants fund saw a decrease in fund balance related to the timing of grant collections. The bond retirement fund continues to make the bonded debt service requirements and had an increase in fund balance as revenues and transfers in exceeded debt service requirements. The capital improvement fund balance increased during the fiscal year due to property tax revenues covering capital purchases and improvements expended during the fiscal year. The building fund had a decrease in fund balance during fiscal year 2022 due to spending down the OFCC building project proceeds from fiscal year 2020. The classroom facilities fund balance also decreased from the prior fiscal year for the same reason. Other governmental funds had an increase in fund balance due to the timing of State grants.

South-Western City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
Unaudited

General Fund Budgeting Highlights

The School District's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant fund to be budgeted is the main operating fund of the School District, the general fund.

During the course of fiscal year 2022, the School District amended its general fund budget several times. The School District uses an operational unit budget process and has in place systems that are designed to tightly control expenses but provide flexibility for program based decisions and management.

The School District likes to take a conservative approach when budgeting. Because of this, as the fiscal year went on, the School District increased its general fund final certificate of estimated resources by approximately \$9.7 million. Due to conservative original budgeting, the School District decreased its final appropriations by \$1.9 million. Actual revenues and expenditures came in higher and lower than final budgets, respectively. This is due in large part to the School District's continued commitment to provide a quality education while still controlling costs.

Capital Assets and Debt Administration

Capital Assets

Capital assets increased during fiscal year 2022. The majority of the capital asset additions were for construction in progress. Ohio law requires school districts to set aside three percent of certain revenues for capital improvements. For fiscal year 2022, this amounted to \$3,786,337 for the set-aside. See Note 13 to the basic financial statements for additional information on the School District's capital assets and Note 23 for additional information regarding required set-asides.

Debt Administration

The School District's general obligation bond rating is periodically reviewed by two independent rating firms: Moody's Investors Service and Standard and Poor's. Moody's Investors Services affirmed the School District's Aa2 credit rating on September 30, 2020. Standard and Poor's raised the District's credit rating to AA from AA- on September 30, 2020. The State limits the amount of general obligation debt that schools can issue to nine percent of the assessed value of all taxable property within the School District's boundaries. The School District's outstanding general obligation and energy conservation debt of \$210,739,962 is below the \$304,724,297 statutorily imposed limit.

The School District's overall legal debt margin increased to approximately \$94 million. This is the additional amount of debt the School District could issue. The debt margin increased over fiscal year 2021 due to the higher assessed values within the School District. See Note 14 to the basic financial statements for detail on the School District's long-term obligations.

South-Western City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2022
Unaudited

School District Outlook

The School District has three bargaining units. The teaching and certified staffs are represented by the South-Western Education Association (SWEA). The classified staff is represented by Chapter 211 of the Ohio Association of Public School Employees (OAPSE). The administrative staff is represented by the South-Western Schools Administrators Association (SWAA).

SWEA is affiliated with the Ohio Education Association (OEA), and the National Education Association (NEA). The Board of Education (“the Board”) has bargained with the SWEA since 1968. On May 23, 2022, the Board and SWEA agreed to a three year contract effective July 1, 2022, through June 30, 2025. The agreement provides a 3.00 percent base salary increase in in 2022-2023 and 2023-2024 fiscal years and 2.80 percent base salary increase for the 2024-2025 fiscal year.

Chapter 211 of the OAPSE is affiliated with AFSCME. On April 25, 2022, the Board and OAPSE signed a three-year contract effective July 1, 2022, through June 30, 2025, with a retroactive salary adjustment back to July 1, 2021. The agreement provides a 3.00 percent retroactive base salary increase effective July 1, 2021, a 2.75 percent base salary increase in the 2022-2023 and 2023-2024 fiscal years, and a 3.25 percent base salary increase in the 2024-2025 fiscal year.

On June 13, 2022, the Board and SWAA signed a three-year contract effective July 1, 2022, through June 30, 2025. For classified administrators, the agreement provides a 3.00 percent base salary increase in the 2022-2023 and 2023-2024 fiscal years and 2.80 percent base salary increase for the 2024-2025 fiscal year. For certified administrators, the agreement provides a 1.00 percent base salary increase in the 2022-2023 and 2023-2024 fiscal years, with an increase in Board paid contributions to the State Teachers Retirement System in both years of 2.00 percent and a 2.80 percent base salary increase for the 2024-2025 fiscal year.

On June 30, 2021, the State biennial budget bill, Ohio House Bill 110, was signed into law. Ohio House Bill 110 included the school funding model called the “Fair School Funding Plan”. Under the Fair School Funding Plan, the State’s cost per pupil is based on actual expenses. In its simplest form, the Fair School Funding Plan calculates a base cost to educate a child and calculates the School District and State’s share of that total cost based on local property tax values and income levels. The inclusion of the Fair School Funding does come fully funded at this time. The Fair School Funding Plan is planned to be phased in over a six year period, with only two years of the phase in passed into law over the 2021-22 and 2022-23 fiscal years.

Contacting the School District’s Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District’s finances and to show the School District’s accountability for the money it receives. If you have questions or need additional financial information, please feel free to contact Hugh W. Garside Jr., Treasurer at South-Western City School District, 3805 Marlane Drive, Grove City, Ohio 43123 or E-Mail at hugh.garside@swcsd.us.

South-Western City School District
Statement of Net Position
June 30, 2022

	Governmental Activities
Assets	
Equity in Pooled Cash and Cash Equivalents	\$344,998,135
Cash and Cash Equivalents with Escrow Agents	2,119,716
Inventory Held for Resale	78,726
Materials and Supplies Inventory	616,537
Accrued Interest Receivable	121,393
Accounts Receivable	354,223
Intergovernmental Receivable	22,756,227
Taxes Receivable	128,415,474
Payment in Lieu of Taxes Receivable	6,215,284
Leases Receivable	1,215,800
Net OPEB Asset (See Note 22)	23,491,123
Nondepreciable Capital Assets	146,045,827
Depreciable Capital Assets, Net	304,517,842
<i>Total Assets</i>	980,946,307
Deferred Outflows of Resources	
Deferred Charge on Refunding	3,882,049
Pension	76,484,077
OPEB	8,109,897
<i>Total Deferred Outflows of Resources</i>	88,476,023
Liabilities	
Accounts Payable	2,711,266
Accrued Wages and Benefits	28,051,107
Contracts Payable	12,689,340
Retainage Payable	2,119,716
Intergovernmental Payable	7,397,879
Matured Leases Payable	16,151
Matured Interest Payable	3,583
Matured Compensated Absences Payable	817,081
Accrued Interest Payable	553,855
Claims Payable	3,354,600
Long-Term Liabilities:	
Due Within One Year	13,442,454
Due In More Than One Year:	
Net Pension Liability (See Note 21)	181,155,374
Net OPEB Liability (See Note 22)	19,492,276
Other Amounts Due in More Than One Year	227,909,750
<i>Total Liabilities</i>	499,714,432
Deferred Inflows of Resources	
Deferred Gain on Refunding	1,769,326
Property Taxes	66,177,466
Payment in Lieu of Taxes	6,215,284
Leases	1,215,800
Pension	146,378,268
OPEB	39,694,332
<i>Total Deferred Inflows of Resources</i>	261,450,476
Net Position	
Net Investment in Capital Assets	231,184,178
Restricted for:	
Debt Service	22,188,816
Capital Projects	30,295,477
Food Service	7,330,697
School Facilities Maintenance	7,276,987
Student Activities	119,357
Athletics and Music	1,107,041
Other Grants	513,730
State Grants	413,521
Federal Grants	4,542,210
Unrestricted	3,285,408
<i>Total Net Position</i>	\$308,257,422

See accompanying notes to the basic financial statements

South-Western City School District

Statement of Activities

For the Fiscal Year Ended June 30, 2022

	Expenses	Program Revenues		Net (Expense)
		Charges for Services and Sales	Operating Grants, Contributions and Interest	Revenue and Changes in Net Position
				Governmental Activities
Governmental Activities				
Instruction:				
Regular	\$123,916,142	\$1,134,981	\$13,823,768	(\$108,957,393)
Special	61,522,533	2,579,074	25,295,607	(33,647,852)
Vocational	6,816,654	88,080	2,834,123	(3,894,451)
Adult/Continuing	21,904	45	0	(21,859)
Student Intervention Services	33,536	69	0	(33,467)
Support Services:				
Pupils	16,736,319	32,569	1,244,570	(15,459,180)
Instructional Staff	11,655,589	12,645	6,726,555	(4,916,389)
Board of Education	75,455	145	0	(75,310)
Administration	19,067,737	36,880	908,668	(18,122,189)
Fiscal	4,130,299	7,177	87,045	(4,036,077)
Business	1,195,470	36,782	0	(1,158,688)
Operation and Maintenance of Plant	18,221,310	36,726	342,541	(17,842,043)
Pupil Transportation	17,541,735	35,196	3,138,803	(14,367,736)
Central	5,652,355	7,950	667,129	(4,977,276)
Operation of Non-Instructional Services	3,312,979	1,060	3,025,231	(286,688)
Operation of Food Services	11,181,119	478,216	15,503,172	4,800,269
Extracurricular Activities	4,325,190	1,953,704	124,837	(2,246,649)
Interest and Fiscal Charges	5,920,239	0	0	(5,920,239)
<i>Totals</i>	<u>\$311,326,565</u>	<u>\$6,441,299</u>	<u>\$73,722,049</u>	<u>(231,163,217)</u>

General Revenues

Property Taxes Levied for:

General Purposes	109,403,880
Debt Service	18,358,860
Capital Projects	4,360,827
Classroom Facilities Maintenance	461,791
Payment in Lieu of Taxes	7,218,578
Grants and Entitlements not Restricted to Specific Programs	133,968,861
Unrestricted Contributions	38,987
Investment Earnings	(1,727,920)
Miscellaneous	1,558,163

Total General Revenues 273,642,027

Change in Net Position 42,478,810

*Net Position Beginning of Year -
Restated (See Note 3)* 265,778,612

Net Position End of Year \$308,257,422

See accompanying notes to the basic financial statements

South-Western City School District

Balance Sheet

Governmental Funds

June 30, 2022

	General	All Federal Grants	Bond Retirement	Capital Improvements
Assets				
Equity in Pooled Cash and Cash Equivalents	\$260,042,410	\$0	\$20,818,516	\$5,753,612
Cash and Cash Equivalents with Escrow Agents	0	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	555,438	0	0	0
Accrued Interest Receivable	101,162	0	4,383	0
Accounts Receivable	115,301	0	0	0
Interfund Receivable	5,302,622	0	0	0
Intergovernmental Receivable	581,036	12,354,589	0	0
Taxes Receivable	105,982,224	0	18,019,704	3,951,755
Payment in Lieu of Taxes Receivable	6,215,284	0	0	0
Leases Receivable	1,215,800	0	0	0
<i>Total Assets</i>	<u>\$380,111,277</u>	<u>\$12,354,589</u>	<u>\$38,842,603</u>	<u>\$9,705,367</u>
Liabilities				
Accounts Payable	\$1,646,578	\$674,703	\$0	\$30,908
Accrued Wages and Benefits	25,691,287	1,661,090	0	0
Contracts Payable	0	4,542,210	0	308,486
Retainage Payable	0	0	0	0
Interfund Payable	0	5,297,318	0	0
Intergovernmental Payable	6,841,792	383,228	0	0
Matured Compensated Absences Payable	767,910	0	0	0
Matured Leases Payable	35	686	0	15,430
Matured Interest Payable	8	152	0	3,423
<i>Total Liabilities</i>	<u>34,947,610</u>	<u>12,559,387</u>	<u>0</u>	<u>358,247</u>
Deferred Inflows of Resources				
Property Taxes	54,488,222	0	9,428,284	1,799,169
Payment in Lieu of Taxes	6,215,284	0	0	0
Leases	1,215,800	0	0	0
Unavailable Revenue	4,813,944	5,149,374	803,129	201,223
<i>Total Deferred Inflows of Resources</i>	<u>66,733,250</u>	<u>5,149,374</u>	<u>10,231,413</u>	<u>2,000,392</u>
Fund Balances				
Nonspendable	555,438	0	0	0
Restricted	0	0	28,611,190	7,346,728
Committed	1,018,050	0	0	0
Assigned	13,797,771	0	0	0
Unassigned (Deficit)	263,059,158	(5,354,172)	0	0
<i>Total Fund Balances (Deficit)</i>	<u>278,430,417</u>	<u>(5,354,172)</u>	<u>28,611,190</u>	<u>7,346,728</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$380,111,277</u>	<u>\$12,354,589</u>	<u>\$38,842,603</u>	<u>\$9,705,367</u>

See accompanying notes to the basic financial statements

<u>Building</u>	<u>Classroom Facilities</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$6,157,813	\$15,581,508	\$17,932,039	\$326,285,898
321,460	1,798,256	0	2,119,716
0	0	78,726	78,726
0	0	61,099	616,537
9,066	0	6,782	121,393
0	0	17,058	132,359
0	0	0	5,302,622
0	9,811,288	9,314	22,756,227
0	0	461,791	128,415,474
0	0	0	6,215,284
0	0	0	1,215,800
<u>\$6,488,339</u>	<u>\$27,191,052</u>	<u>\$18,566,809</u>	<u>\$493,260,036</u>
\$0	\$0	\$101,512	\$2,453,701
0	0	698,730	28,051,107
1,367,890	6,470,754	0	12,689,340
321,460	1,798,256	0	2,119,716
0	0	5,304	5,302,622
0	0	172,859	7,397,879
0	0	49,171	817,081
0	0	0	16,151
0	0	0	3,583
<u>1,689,350</u>	<u>8,269,010</u>	<u>1,027,576</u>	<u>58,851,180</u>
0	0	461,791	66,177,466
0	0	0	6,215,284
0	0	0	1,215,800
0	9,811,288	0	20,778,958
<u>0</u>	<u>9,811,288</u>	<u>461,791</u>	<u>94,387,508</u>
0	0	61,099	616,537
4,798,989	9,110,754	17,016,343	66,884,004
0	0	0	1,018,050
0	0	0	13,797,771
0	0	0	257,704,986
<u>4,798,989</u>	<u>9,110,754</u>	<u>17,077,442</u>	<u>340,021,348</u>
<u>\$6,488,339</u>	<u>\$27,191,052</u>	<u>\$18,566,809</u>	<u>\$493,260,036</u>

South-Western City School District
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 June 30, 2022*

Total Governmental Fund Balances	\$340,021,348
 <i>Amounts reported for governmental activities in the statement of net position are different because:</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	450,563,669
Other long-term assets are not available to pay for current-period expenditures and therefore are unavailable in the funds:	
Delinquent Property Taxes	5,818,296
Intergovernmental	<u>14,960,662</u>
Total	20,778,958
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.	15,321,936
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(553,855)
Long-term liabilities payable are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Bonds	(218,001,320)
Energy Conservation Bonds	(6,670,000)
Leases Payable	(224,421)
Compensated Absences	<u>(16,456,463)</u>
Total	(241,352,204)
Deferred outflows of resources represent deferred charges on refundings, which are not reported in the funds.	3,882,049
Deferred inflows of resources represent deferred gains on refundings, which are not reported in the funds.	(1,769,326)
The net OPEB asset and the net pension and net OPEB liabilities are not due and payable in the current period; therefore, the asset/liabilities and related deferred inflows/outflows are not reported in the funds:	
Net OPEB Asset	23,491,123
Deferred Outflows - Pension	76,484,077
Deferred Outflows - OPEB	8,109,897
Net Pension Liability	(181,155,374)
Net OPEB Liability	(19,492,276)
Deferred Inflows - Pension	(146,378,268)
Deferred Inflows - OPEB	<u>(39,694,332)</u>
Total	<u>(278,635,153)</u>
 <i>Net Position of Governmental Activities</i>	 <u><u>\$308,257,422</u></u>

See accompanying notes to the basic financial statements

South-Western City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2022

	General	All Federal Grants	Bond Retirement	Capital Improvements
Revenues				
Property Taxes	\$107,817,824	\$0	\$18,118,301	\$4,291,125
Intergovernmental	150,751,246	31,697,904	1,845,948	470,774
Interest	(1,805,114)	0	6,901	0
Tuition and Fees	5,109,398	0	0	0
Rent	202,884	0	0	0
Lease	34,704	0	0	0
Extracurricular Activities	470,963	0	0	0
Gifts and Donations	117,322	0	0	0
Charges for Services	50,570	0	0	0
Payment in Lieu of Taxes	7,218,578	0	0	0
Miscellaneous	1,447,445	50,000	0	0
<i>Total Revenues</i>	<u>271,415,820</u>	<u>31,747,904</u>	<u>19,971,150</u>	<u>4,761,899</u>
Expenditures				
Current:				
Instruction:				
Regular	117,355,213	6,044,545	0	1,260,983
Special	55,084,802	10,921,829	0	0
Vocational	6,197,279	621,008	0	0
Adult/Continuing	24,538	0	0	0
Student Intervention Services	37,372	0	0	0
Support Services:				
Pupils	17,530,259	519,999	0	0
Instructional Staff	7,010,531	5,372,811	0	0
Board of Education	78,372	0	0	0
Administration	19,928,050	862,352	0	0
Fiscal	3,884,339	87,096	268,109	70,005
Business	1,121,976	0	0	8,572
Operation and Maintenance of Plant	19,831,441	152,973	0	52,124
Pupil Transportation	19,009,406	206,100	0	1,218,107
Central	5,095,696	184,407	0	38,045
Operation of Non-Instructional Services	605,187	1,409,145	0	0
Operation of Food Services	0	0	0	0
Extracurricular Activities	3,746,880	0	0	5,888
Capital Outlay	174	10,151,240	0	690,278
Debt Service:				
Principal Retirement	2,045	3,966	12,295,000	89,174
Interest and Fiscal Charges	148	1,065	6,852,586	23,941
<i>Total Expenditures</i>	<u>276,543,708</u>	<u>36,538,536</u>	<u>19,415,695</u>	<u>3,457,117</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(5,127,888)</u>	<u>(4,790,632)</u>	<u>555,455</u>	<u>1,304,782</u>
Other Financing Sources (Uses)				
Transfers In	0	0	500,000	0
Transfers Out	(874,762)	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(874,762)</u>	<u>0</u>	<u>500,000</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	<u>(6,002,650)</u>	<u>(4,790,632)</u>	<u>1,055,455</u>	<u>1,304,782</u>
<i>Fund Balances (Deficit) Beginning of Year - Restated (See Note 3)</i>	<u>284,433,067</u>	<u>(563,540)</u>	<u>27,555,735</u>	<u>6,041,946</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$278,430,417</u>	<u>(\$5,354,172)</u>	<u>\$28,611,190</u>	<u>\$7,346,728</u>

See accompanying notes to the basic financial statements

(continued)

South-Western City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds (continued)
For the Fiscal Year Ended June 30, 2022

	Building	Classroom Facilities	Other Governmental Funds	Total Governmental Funds
Revenues				
Property Taxes	\$0	\$0	\$461,791	\$130,689,041
Intergovernmental	0	31,868,941	17,848,953	234,483,766
Interest	6,269	64,024	9,759	(1,718,161)
Tuition and Fees	0	0	12,967	5,122,365
Rent	0	0	0	202,884
Lease	0	0	0	34,704
Extracurricular Activities	0	0	1,272,143	1,743,106
Gifts and Donations	0	0	115,792	233,114
Charges for Services	0	0	478,216	528,786
Payment in Lieu of Taxes	0	0	0	7,218,578
Miscellaneous	0	0	35,461	1,532,906
<i>Total Revenues</i>	<u>6,269</u>	<u>31,932,965</u>	<u>20,235,082</u>	<u>380,071,089</u>
Expenditures				
Current:				
Instruction:				
Regular	0	0	70,123	124,730,864
Special	0	0	136,535	66,143,166
Vocational	0	0	587	6,818,874
Adult/Continuing	0	0	0	24,538
Student Intervention Services	0	0	0	37,372
Support Services:				
Pupils	0	0	95,580	18,145,838
Instructional Staff	0	0	154,164	12,537,506
Board of Education	0	0	0	78,372
Administration	0	0	9,303	20,799,705
Fiscal	0	0	83	4,309,632
Business	0	0	0	1,130,548
Operation and Maintenance of Plant	0	0	79,585	20,116,123
Pupil Transportation	0	0	0	20,433,613
Central	0	0	55,800	5,373,948
Operation of Non-Instructional Services	0	0	1,373,563	3,387,895
Operation of Food Services	0	0	11,857,825	11,857,825
Extracurricular Activities	0	0	1,169,423	4,922,191
Capital Outlay	14,579,999	70,694,816	81,510	96,198,017
Debt Service:				
Principal Retirement	0	0	117	12,390,302
Interest and Fiscal Charges	0	0	30	6,877,770
<i>Total Expenditures</i>	<u>14,579,999</u>	<u>70,694,816</u>	<u>15,084,228</u>	<u>436,314,099</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(14,573,730)</u>	<u>(38,761,851)</u>	<u>5,150,854</u>	<u>(56,243,010)</u>
Other Financing Sources (Uses)				
Transfers In	0	0	374,762	874,762
Transfers Out	0	0	0	(874,762)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>374,762</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	<u>(14,573,730)</u>	<u>(38,761,851)</u>	<u>5,525,616</u>	<u>(56,243,010)</u>
<i>Fund Balances (Deficit) Beginning of Year - Restated (See Note 3)</i>	<u>19,372,719</u>	<u>47,872,605</u>	<u>11,551,826</u>	<u>396,264,358</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$4,798,989</u>	<u>\$9,110,754</u>	<u>\$17,077,442</u>	<u>\$340,021,348</u>

See accompanying notes to the basic financial statements

South-Western City School District
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2022*

Net Change in Fund Balances - Total Governmental Funds (\$56,243,010)

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

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

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

Capital Outlay	101,328,796	
Depreciation/Amortization	<u>(14,596,346)</u>	
Total		86,732,450

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (138,038)

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

Delinquent Property Taxes	1,896,317	
Intergovernmental	(26,996,742)	
Tuition and Fees	<u>(1,190,546)</u>	
Total		(26,290,971)

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

Bond Principal	12,295,000	
Lease Principal	<u>95,302</u>	
Total		12,390,302

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:

Accrued Interest on Bonds	34,388	
Amortization of Premium on Bonds	1,107,117	
Amortization of Discount on Bonds	(8,495)	
Bond Accretion	(153,589)	
Amortization of Deferred Charge on Refunding	(211,129)	
Amortization of Deferred Gain on Refunding	<u>189,239</u>	
Total		957,531

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (372,539)

The internal service fund used by management to charge the costs of insurance to individual funds are not reported in the district-wide statements of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. (799,316)

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

Pension	25,632,289	
OPEB	<u>522,875</u>	
Total		26,155,164

Except for amounts reported as deferred inflows/outflows, changes in the net pension/OPEB asset and liabilities are reported as pension/OPEB expense in the statement of activities:

Pension	(1,609,521)	
OPEB	<u>1,696,758</u>	
Total		<u>87,237</u>

Change in Net Position of Governmental Activities \$42,478,810

See accompanying notes to the basic financial statements

South-Western City School District
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2022

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Revenues				
Property Taxes	\$107,145,141	\$111,106,670	\$111,045,478	(\$61,192)
Intergovernmental	146,939,051	152,371,900	151,624,617	(747,283)
Interest	675,041	700,000	733,399	33,399
Tuition and Fees	3,148,048	3,168,610	4,842,990	1,674,380
Rent	200,391	207,800	265,483	57,683
Extracurricular Activities	231,348	212,982	204,515	(8,467)
Gifts and Donations	48,989	50,800	37,112	(13,688)
Charges for Services	34,630	47,909	50,567	2,658
Payment in Lieu of Taxes	6,946,176	7,203,000	7,218,578	15,578
Miscellaneous	775,281	802,703	1,942,423	1,139,720
<i>Total Revenues</i>	<u>266,144,096</u>	<u>275,872,374</u>	<u>277,965,162</u>	<u>2,092,788</u>
Expenditures				
Current:				
Instruction:				
Regular	138,088,504	124,799,306	119,062,352	5,736,954
Special	54,953,096	59,662,264	54,446,151	5,216,113
Vocational	6,824,531	7,169,018	6,424,358	744,660
Adult/Continuing	100	34,385	24,538	9,847
Student Intervention Services	77,900	77,900	37,372	40,528
Support Services:				
Pupils	16,938,808	18,723,369	17,515,903	1,207,466
Instructional Staff	8,073,350	11,245,381	8,921,969	2,323,412
Board of Education	53,392	93,044	90,464	2,580
Administration	21,164,171	21,875,171	19,893,351	1,981,820
Fiscal	3,991,034	4,307,095	4,044,926	262,169
Business	1,279,031	1,310,949	1,153,337	157,612
Operation and Maintenance of Plant	21,359,216	20,823,379	20,675,725	147,654
Pupil Transportation	18,513,040	19,220,311	19,220,311	0
Central	6,068,681	5,962,382	5,595,524	366,858
Operation of Non-Instructional Services	645,465	615,117	613,461	1,656
Extracurricular Activities	3,594,601	3,770,676	3,761,600	9,076
Capital Outlay	166,485	160,435	160,435	0
<i>Total Expenditures</i>	<u>301,791,405</u>	<u>299,850,182</u>	<u>281,641,777</u>	<u>18,208,405</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(35,647,309)</u>	<u>(23,977,808)</u>	<u>(3,676,615)</u>	<u>20,301,193</u>
Other Financing Sources (Uses)				
Advances In	10,372,660	10,372,657	10,372,657	0
Advances Out	(1,500,000)	(5,297,318)	(5,297,318)	0
Transfers In	552,770	572,327	0	(572,327)
Transfers Out	(1,573,500)	(1,255,936)	(883,051)	372,885
<i>Total Other Financing Sources (Uses)</i>	<u>7,851,930</u>	<u>4,391,730</u>	<u>4,192,288</u>	<u>(199,442)</u>
<i>Net Change in Fund Balance</i>	<u>(27,795,379)</u>	<u>(19,586,078)</u>	<u>515,673</u>	<u>20,101,751</u>
<i>Fund Balance Beginning of Year</i>	<u>245,687,110</u>	<u>245,687,110</u>	<u>245,687,110</u>	<u>0</u>
<i>Prior Year Encumbrances Appropriated</i>	<u>5,073,631</u>	<u>5,073,631</u>	<u>5,073,631</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$222,965,362</u>	<u>\$231,174,663</u>	<u>\$251,276,414</u>	<u>\$20,101,751</u>

See accompanying notes to the basic financial statements

South-Western City School District
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
All Federal Grants Fund
For the Fiscal Year Ended June 30, 2022

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$59,087,691	\$112,597,462	\$38,224,341	(\$74,373,121)
Miscellaneous	0	0	50,000	50,000
<i>Total Revenues</i>	<u>59,087,691</u>	<u>112,597,462</u>	<u>38,274,341</u>	<u>(74,323,121)</u>
Expenditures				
Current:				
Instruction:				
Regular	6,268,045	12,688,237	8,631,055	4,057,182
Special	3,150,205	15,062,054	10,990,210	4,071,844
Vocational	100,651	710,668	612,534	98,134
Support Services:				
Pupils	1,100	5,187,321	848,096	4,339,225
Instructional Staff	7,098,801	11,181,982	5,835,525	5,346,457
Administration	218,023	1,060,191	812,077	248,114
Fiscal	2,488,123	2,714,005	87,096	2,626,909
Operation and Maintenance of Plant	957,114	850,978	161,729	689,249
Pupil Transportation	449,370	571,591	206,100	365,491
Central	45,609	185,000	184,407	593
Operation of Non-Instructional Services	1,011,056	2,296,960	1,497,113	799,847
Capital Outlay	500,000	49,226,699	40,613,352	8,613,347
<i>Total Expenditures</i>	<u>22,288,097</u>	<u>101,735,686</u>	<u>70,479,294</u>	<u>31,256,392</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>36,799,594</u>	<u>10,861,776</u>	<u>(32,204,953)</u>	<u>(43,066,729)</u>
Other Financing Sources (Uses)				
Advances In	0	0	5,297,318	5,297,318
Advances Out	0	0	(10,372,657)	(10,372,657)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>(5,075,339)</u>	<u>(5,075,339)</u>
<i>Net Change in Fund Balance</i>	36,799,594	10,861,776	(37,280,292)	(48,142,068)
<i>Fund Deficit Beginning of Year</i>	(3,667,895)	(3,667,895)	(3,667,895)	0
Prior Year Encumbrances Appropriated	3,667,895	3,667,895	3,667,895	0
<i>Fund Balance (Deficit) End of Year</i>	<u>\$36,799,594</u>	<u>\$10,861,776</u>	<u>(\$37,280,292)</u>	<u>(\$48,142,068)</u>

See accompanying notes to the basic financial statements

South-Western City School District

Statement of Fund Net Position

Internal Service Fund

June 30, 2022

	<u>Self Insurance</u>
Assets	
<i>Current Assets:</i>	
Equity in Pooled Cash and Cash Equivalents	\$18,712,237
Accounts Receivable	<u>\$221,864</u>
<i>Total Assets</i>	<u>18,934,101</u>
Liabilities	
<i>Current Liabilities:</i>	
Accounts Payable	257,565
Claims Payable	<u>3,354,600</u>
<i>Total Liabilities</i>	<u>3,612,165</u>
Net Position	
Unrestricted	<u><u>\$15,321,936</u></u>

See accompanying notes to the basic financial statements

South-Western City School District
*Statement of Revenues,
Expenses and Changes in Fund Net Position
Internal Service Fund
For the Fiscal Year Ended June 30, 2022*

	<u>Self Insurance</u>
Operating Revenues	
Charges for Services	\$44,053,764
Miscellaneous	<u>25,257</u>
<i>Total Operating Revenues</i>	<u>44,079,021</u>
Operating Expenses	
Salaries and Wages	1,073,349
Purchased Services	5,231,023
Claims	<u>38,573,965</u>
<i>Total Operating Expenses</i>	<u>44,878,337</u>
<i>Change in Net Position</i>	(799,316)
<i>Net Position Beginning of Year</i>	<u>16,121,252</u>
<i>Net Position End of Year</i>	<u><u>\$15,321,936</u></u>

See accompanying notes to the basic financial statements

South-Western City School District
Statement of Cash Flows
Internal Service Fund
For the Fiscal Year Ended June 30, 2022

	<u>Self Insurance</u>
<i>Increase (Decrease) in Cash and Cash Equivalents</i>	
Cash Flows from Operating Activities	
Cash Received from Interfund Services Provided	\$43,831,900
Other Cash Receipts	25,257
Cash Payments for Salaries and Fringe Benefits	(1,073,349)
Cash Payments for Purchased Services	(4,973,458)
Cash Payments for Claims	(38,625,565)
<i>Net Decrease in Cash and Cash Equivalents</i>	(815,215)
<i>Cash and Cash Equivalents Beginning of Year</i>	19,527,452
<i>Cash and Cash Equivalents End of Year</i>	\$18,712,237
 Reconciliation of Operating Loss to Net Cash Used For Operating Activities	
Operating Loss	(\$799,316)
Adjustment:	
Increase in Accounts Receivable	(221,864)
Increase in Accounts Payable	257,565
Decrease in Claims Payable	(51,600)
<i>Net Cash Used For Operating Activities</i>	(\$815,215)

See accompanying notes to the basic financial statements

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 1 – Description of the School District and Reporting Entity

South-Western City School District (the “School District”) is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The School District operates under a locally-elected Board form of government consisting of five members elected at-large for staggered four year terms.

The School District is located in Franklin County and encompasses approximately 119 square miles, which is most of the southwestern quadrant of Franklin County including a substantial portion of the southwestern quadrant of the City of Columbus, Ohio along with five other cities and townships. In addition, a very small portion of Pickaway County is included within the School District boundaries. The School District is staffed by 1,014 classified employees and 1,705 certified personnel who provide services to 20,861 students and other community members. The School District currently operates 16 elementary schools, 5 intermediate schools, 5 middle schools, 4 comprehensive high schools, and a career academy high school.

Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the School District consists of all funds, departments and agencies that are not legally separate from the School District. For the School District, this includes the agencies and departments that provide the following services: general operations, food service, head start, student guidance, extracurricular activities and care and upkeep of grounds and buildings of the School District.

Non-public Schools – Within the School District boundaries, there are various parochial schools operated through the Catholic Diocese and local churches. Current State legislature provides funding to these non-public schools. These monies are received and disbursed on behalf of the non-public school by the Treasurer of the School District, as directed by the non-public school. These transactions are reported in a special revenue fund and as a governmental activity of the School District.

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

The School District participates in one jointly governed organization and one public entity risk pool, which are the Metropolitan Educational Technology Association and the Ohio School Plan, respectively. These organizations are presented in Note 18 and Note 19, respectively, to the basic financial statements.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 2 – Summary of Significant Accounting Policies

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

Basis of Presentation

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

Government-wide Financial Statements The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. The School District, however, has no business-type activities.

The statement of net position presents the financial condition of the governmental activities of the School District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

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

Fund Accounting

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

South-Western City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

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

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

All Federal Grants Fund – This fund accounts for and reports restricted monies received through State agencies from the Federal government or directly from the Federal government which are not classified elsewhere. These programs include the elementary and secondary school emergency relief, coronavirus relief, IDEA B, Carl D. Perkins, project head start, title I school improvement, title III, refugee children school impact act, title I, IDEA preschool grant for the handicapped, improving teacher quality, and other Federal grants.

Bond Retirement Fund The bond retirement fund accounts for and reports property tax and intergovernmental revenues that are restricted for payment of principal and interest and fiscal charges on general obligation debt.

Capital Improvements Fund The capital improvements fund is used to account for and report restricted resources used for the acquisition or construction of major capital facilities.

Building Fund The building fund is used to account for and report restricted locally funded initiatives (LFI) used for the building, restoration, and improvement of the School District property as they relate to the Ohio Facility Construction Commission projects.

Classroom Facilities Fund The classroom facilities fund is used to account for and report restricted grants and debt proceeds used for the building, restoration, and improvement of the School District property as they relate to the Ohio Facility Construction Commission projects.

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

Proprietary Funds Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows and are classified as either enterprise or internal service; the School District has no enterprise funds.

Internal Service Fund The internal service fund accounts and reports for financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis. The School District's only internal service fund is a self insurance fund that accounts for dental, vision and health benefits of the School District's employees.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Measurement Focus

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

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

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

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements and the statements presented for proprietary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, in the recording of deferred outflows/inflows of resources, and in the presentation of expenses versus expenditures.

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, payment in lieu of taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes and payment in lieu of taxes are recognized in the fiscal year for which the taxes are levied (see Notes 7 and 9). 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 fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available as an advance, grants, interest, and tuition and fees.

Deferred Outflows/Inflows of Resources In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the School District, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on refunding and pension and OPEB plans. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 21 and 22.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized until that time. For the School District, deferred inflows of resources include deferred gains on refunding, property taxes, payment in lieu of taxes, leases, pension and OPEB plans, and unavailable revenue. Property taxes and payment in lieu of taxes represent amounts for which there is an enforceable legal claim as of June 30, 2022, but which were levied to finance fiscal year 2023 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. The deferred inflow for leases is related to the leases receivable and is being recognized as lease revenue in a systematic and rational manner over the term of the lease. Deferred gains on refunding represent the difference between the requisition price and the net carrying amount of the School District refunded debt. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the School District, unavailable revenue includes delinquent property taxes and intergovernmental revenue. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities found on page 18. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position (see Notes 21 and 22).

Expenditures/Expenses On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

Pensions/Other Postemployment Benefits (OPEB)

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

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Budgetary Process

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

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 and final budgeted amounts in the budgetary statements reflect the amounts in the amended certificate that were in effect at the time the original and final appropriations were passed by the Board of Education.

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

Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled. Monies for all funds are maintained in this pool. Interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements.

During fiscal year 2022, investments were limited to repurchase agreements, STAR Ohio, money market accounts, federal home loan bank bonds, federal home loan mortgage corporation bonds, federal national mortgage association bonds, federal farm credit bank bonds, municipal bonds, and treasury notes. Gains (or losses) to fair value are booked annually as "interest." The fair value of investments declined during fiscal year 2022, resulting in a negative interest revenue of (\$1,727,920) in governmental activities. Investments are reported at fair value except for repurchase agreements and STAR Ohio. The School District's repurchase agreements are reported at cost.

STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB) Statement No. 79, "Certain External Investment Pools and Pool Participants." The School District measures its 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.

For fiscal year 2022, 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 for deposits and withdrawals of \$100 million or more is encouraged. STAR Ohio reserves the right to limit the transaction to \$250 million per day, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2022 amounted to (\$1,805,114), which includes (\$510,647) assigned from other School District funds. The fair value of investments declined during fiscal year 2022, resulting in negative investment earnings.

Investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are presented on the financial statements as cash equivalents.

Inventory

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

Capital Assets

The School District's capital assets are classified as general capital assets. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements.

All capital assets (except for intangible right-to-use lease assets, which are discussed below) are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The School District was able to estimate the historical cost for the initial reporting of assets by backtrending (i.e., estimating the current replacement cost of the asset to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year.) Donated capital assets are recorded at their acquisition values as of the date received. The School District maintains a capitalization threshold of \$1,500 and a useful life of at least five years. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

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

<u>Description</u>	<u>Estimated Lives</u>
Land Improvements	10 - 20 years
Buildings and Improvements	5 - 45 years
Furniture and Equipment	5 - 20 years
Vehicles	8 - 13 years
Intangible Right to Use Lease - Equipment	4 - 5 years

The School District is reporting intangible right to use assets related to leased equipment. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, these intangible assets are being amortized in a systematic and rational manner over the shorter of the lease term or the useful life the underlying asset.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivables/payables.” These amounts are eliminated in the governmental activities column of the statement of net position.

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 School District will compensate the employees for the benefits through paid time off or some other means. The School 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 School 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 School District’s termination policy.

The entire compensated absence liability is reported on the government-wide financial statements.

On the governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account “Matured Compensated Absences Payable” in the fund from which the employee who has accumulated unpaid leave is paid.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from the proprietary fund are reported on the proprietary fund financial statements.

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

Net Position

Net position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

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

Fund Balances

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

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

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

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

Assigned Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance includes the remaining amount that is not restricted or committed. These assigned balances are established by the School District Board of Education. In the general fund, assigned amounts represent intended uses established by the School District Board of Education or a School District official delegated that authority by resolution or by State statute. State statute authorizes the Treasurer to assign fund balance for purchases on order, provided such amounts have been lawfully appropriated. The School District Board of Education also assigned fund balance to cover a gap between fiscal year 2023’s estimated revenue and appropriated budget and for uniform school supplies and vocational rotary.

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

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

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are charges for services for the self insurance program. Operating expenses are necessary costs that are incurred to provide the goods or services that is the primary activity of the fund. Any revenues and expenses not meeting the definitions of operating are reported as non-operating.

Bond Premiums and Discounts

On the government-wide financial statements, bond premiums and discounts are deferred and amortized over the term of the bonds using the straight line method. Bond premiums are presented as an increase of the face amount of the general obligation bonds payable. On fund financial statements, bond premiums are receipted in the year the bonds are issued. On the government-wide financial statements, bond discounts are presented as a decrease of the face amount of the general obligation bonds payable. On the fund financial statements, bond discounts are expended in the year the bonds are issued.

Under Ohio law, premiums on the original issuance of debt are to be deposited to the bond retirement fund to be used for debt retirement and are precluded from being applied to the project fund. Ohio law does allow premiums on refunding debt to be used as part of the payment to the bond escrow agent.

Deferred Charge (Gain) on Refunding

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

Internal Activity

Transfers between governmental funds are eliminated on the government-wide financial statements. Internal events that are allocations of overhead expenses from one function to another or within the same function are eliminated on the statement of activities. Interfund payments for services provided and used are not eliminated.

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

Estimates

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

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 3 – Changes in Accounting Principles and Restatement of Fund Balances and Net Position

Changes in Accounting Principles

For fiscal year 2022, the School District implemented Governmental Accounting Standards Board (GASB) Statement No. 87, Leases and related guidance from (GASB) Implementation Guide No. 2019-3, *Leases*.

GASB Statement No. 87 enhances the relevance and consistency of information of the government’s leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use and underlying asset. A lessee is required to recognize a lease liability and an intangible right to use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. These changes were incorporated in the School District’s 2022 financial statements. The School District recognized \$1,215,800 in leases receivable at July 1, 2021; however, this entire amount was offset by the deferred inflows related to leases. The School District also recognized \$224,421 in leases payable at July 1, 2021, which was offset by the intangible asset, right-to-use lease – equipment.

The School District is also implementing *Implementation Guide No. 2020-1*, GASB Statement No. 92 – *Omnibus 2020*, and GASB Statement No. 97 – *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. These changes were incorporated in the School District’s 2022 financial statements; however, there was no effect on beginning net position/fund balance.

Restatement of Fund Balance and Net Position

For fiscal year 2022, the School District modified its approach related to the eligibility requirements of certain School District grants, resulting in the following restatements to fund balance/net position at July 1, 2021:

	General	All Federal Grants	Bond Retirement	Capital Improvements	Building	Classroom Facilities	Other Governmental Funds	Total Governmental Funds
Fund Balance (Deficit) at June 30, 2021	\$284,433,067	(\$438,853)	\$27,555,735	\$6,041,946	\$19,372,719	\$47,872,605	\$11,561,779	\$396,398,998
Adjustment:								
Intergovernmental Receivable	0	(4,136,549)	0	0	0	0	(70,301)	(4,206,850)
Deferred Inflows of Resources - Unavailable Revenue	0	4,011,862	0	0	0	0	60,348	4,072,210
Restated Fund Balance (Deficit) at June 30, 2021	<u>\$284,433,067</u>	<u>(\$563,540)</u>	<u>\$27,555,735</u>	<u>\$6,041,946</u>	<u>\$19,372,719</u>	<u>\$47,872,605</u>	<u>\$11,551,826</u>	<u>\$396,264,358</u>

The change due to the eligibility requirement of certain School District grants, had the following effect on net position as of June 30, 2021:

	Governmental Activities
Net Position at June 30, 2021	\$269,985,462
Adjustment:	
Intergovernmental Receivable	<u>(4,206,850)</u>
Restated Net Position at June 30, 2021	<u>\$265,778,612</u>

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 4 – Budgetary Basis of Accounting

While the School District is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The statement of revenues, expenditures and changes in fund balance – budget (non-GAAP basis) and actual for the general fund and all federal grants major special revenue fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

The major differences between the budget basis and GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Advances In and Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).
3. Investments are reported at cost (budget) rather than fair value (GAAP).
4. Unrecorded cash represents amounts received but not reported by the School District on the operating statements (budget), but which is reported on the GAAP basis operating statements.
5. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
6. Encumbrances are treated as expenditures (budget) rather than as restricted, committed, or assigned (GAAP).
7. Budgetary revenues and expenditures of the public school support funds are classified to general fund for GAAP reporting.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund and all federal grants special revenue fund:

Net Change in Fund Balance

	General	All Federal Grants
GAAP Basis	(\$6,002,650)	(\$4,790,632)
Net Adjustment for Revenue Accruals	2,397,156	6,526,437
Advances In	10,372,657	5,297,318
Advances Out	(5,297,318)	(10,372,657)
Beginning Fair Value Adjustment for Investments	(347,950)	0
Ending Fair Value Adjustment for Investments	3,070,553	0
Beginning Unrecorded Cash	1,167,866	0
Ending Unrecorded Cash	(352,760)	0
Net Adjustment for Expenditure Accruals	6,080,386	3,339,534
Encumbrances	(10,470,701)	(37,280,292)
Perspective Difference:		
Public School Support	(101,566)	0
Budget Basis	\$515,673	(\$37,280,292)

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 5 – Deposits and Investments

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

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

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

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

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

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio, and with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio);
8. Certain bankers' acceptances (for a period not to exceed one hundred eighty days) and commercial paper notes (for a period not to exceed two hundred seventy days) in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met. The investment in commercial paper notes of a single issuer shall not exceed in the aggregate five percent of interim monies available for investment at the time of purchase.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

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

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

Deposits

Custodial Credit Risk for deposits is the risk that in the event of a bank failure, the School District will not be able to recover deposits or collateral securities that are in the possession of an outside party. At June 30, 2022, \$1,023,137 of the School District's total bank balance of \$8,273,039 was exposed to custodial credit risk because those deposits were uninsured and uncollateralized. One of the School District's financial institutions participates in the Ohio Pooled Collateral System (OPCS) and was approved for a reduced collateral floor of 50 percent resulting in the uninsured and uncollateralized balance.

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 percent of the deposits being secured; or

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

Investments

As of June 30, 2022, the School District had the following investments:

Measurement/Investment	Measurement Amount	Maturity	Standard & Poor's Rating	Percent of Total Investments
Cost:				
Repurchase Agreements	\$19,463,731	Less Than One Year	AAAm	5.78 %
Net Asset Value Per Share:				
STAR Ohio	176,019,139	Less Than One Year	AAAm	N/A
Fair Value - Level 1 Input:				
Money Market Accounts	12,958,162	Less Than One Year	AAAm	N/A
Fair Value - Level 2 Inputs:				
Federal Home Loan Bank Bonds	31,587,576	Less Than Three Years	AA+	9.37
Federal Home Loan Mortgage Corporation Bonds	7,923,920	Less Than One Year	AA+	N/A
Federal National Mortgage Association Bonds	4,855,900	Less Than Two Years	AA+	N/A
Federal Farm Credit Bank Bonds	19,237,700	Less Than Two Years	AA+	5.71
Municipal Bonds	2,909,319	Less Than Two Years	AAA	N/A
Municipal Bonds	5,255,607	Less Than One Year	AA	N/A
Municipal Bonds	11,790,990	Less Than One Year	N/A	N/A
Treasury Notes	45,009,690	Less Than Two Years	N/A	13.36
Total Investments	<u>\$337,011,734</u>			

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

The School District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The preceding chart identifies the School District's recurring fair value measurements as of June 30, 2022. The money market accounts is measured at fair value and is valued using quoted market prices (Level 1 inputs). The School District's remaining investments measured at fair value are valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data including market research publications. Market indicators and industry and economic events are also monitored, which could require the need to acquire further market data (Level 2 inputs).

The School District has adopted a formal investment policy. There are two investment objectives: safety of principal and compliance with all federal and state laws.

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

Credit Risk Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The School District has no investment policy that addresses credit risk.

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

Note 6 – Accountability and Compliance

Accountability At fiscal year-end, the School District had a fund deficit in the all federal grants fund of (\$5,354,172). This deficit is the result of the recognition of payables in accordance with generally accepted accounting principles as well as short-term interfund loans from the general fund needed for operations until the receipt of grant monies. The general fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

Compliance As of June 30, 2022, the food service fund had original appropriations in excess of estimated resources in the amount of \$2,438,247, contrary to Ohio Revised Code Section 5705.39. Management has indicated that appropriations will be closely monitored to prevent future violations.

Note 7 – Property Taxes

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

Property taxes include amounts levied against all real and public utility located in the School District's parameters. Real property tax revenue received in calendar year 2022 represents collections of calendar year 2021 taxes. Real property taxes received in calendar year 2022 were levied after April 1, 2021, on the assessed value listed as of January 1, 2021, the lien date. Assessed values for real property taxes are

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

established by State statute at thirty-five percent of appraised market 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.

Public utility property tax revenues received in calendar year 2022 represent the collections of calendar year 2021 taxes. Public utility real taxes received in calendar year 2022 became a lien December 31, 2020, were levied after April 1, 2021 and are collected in calendar year 2022 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The School District receives property taxes from Franklin and Pickaway Counties. The County Auditors periodically advance to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2022, are available to finance fiscal year 2022 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents the real property and public utility property taxes which were measurable as of June 30, 2022, and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 were levied to finance current fiscal year operations and are reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflows of resources – property taxes.

The amount available as an advance at June 30, 2022 was \$46,680,058 in the general fund, \$7,788,291 in the bond retirement debt service fund, and \$1,951,363 in the capital improvements capital projects fund. The amount available as an advance at June 30, 2021 was \$49,907,712 in the general fund, \$8,694,162 in the bond retirement debt service fund, and \$2,032,349 in the capital improvements capital projects fund. The difference was in the timing and collection by the County Auditors.

Collectible delinquent property taxes have been recorded as a receivable and revenue on a full accrual basis. On a modified accrual basis, the revenue has been reported as deferred inflows of resources – unavailable revenue.

The assessed values upon which the fiscal year 2022 taxes were collected are:

	2021 Second Half Collections		2022 First Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$3,176,465,890	94.75 %	\$3,194,272,440	94.34 %
Public Utility Personal	176,130,270	5.25	191,553,080	5.66
Total	\$3,352,596,160	100.00 %	\$3,385,825,520	100.00 %

Tax Rate per \$1,000 of Assessed Valuation	\$73.15	\$72.85
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The tax rate decreased due to the voted bond retirement levy decreasing to keep collection amounts consistent from the increase in assessed valuation for the scheduled voted debt payments.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 8 – Tax Abatements

School District property taxes were reduced under multiple Community Reinvestment Area (CRA) and Enterprise Zone agreements entered into by an overlapping government. As a result of the agreements, the School District had the following taxes abated for fiscal year 2022:

Overlapping Governments	<u>Taxes Abated</u>
Community Reinvestment Area Agreements:	
City of Grove City	\$3,704,475
Village of Urbancrest	838,618
Enterprise Zone Agreement:	
City of Columbus	693,470

The CRA abatements will last between 10 to 15 years with a 50 to 100 percent abatement of property taxes depending on the agreement. All Enterprise Zone abatements will last for 10 years with a 75 to 100 percent abatement of property taxes depending on the agreement.

Pursuant to Section 5709.82 of the Ohio Revised Code, the City of Grove City, the City of Columbus, the Village of Urbancrest, and the South-Western School District, created various CRA compensation agreements. These agreements include various reimbursement percentages (30, 15, and 10 percent), and require municipal income tax revenue sharing with the School District when new income tax collections exceed \$1 million dollars and the corresponding CRA abatement percentage on the project is greater than 50 percent. The following are the required amounts of income tax dollars received by the School District in fiscal year 2022:

Overlapping Government	<u>Amount of Taxes Abated</u>
Enterprise Zone Agreement:	
City of Columbus	\$86,280

Note 9 – Payments in Lieu of Taxes

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

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 10 – Receivables

Receivables at June 30, 2022, consisted of interest, accounts (rent and student fees), intergovernmental grants and entitlements, taxes, payment in lieu of taxes, and leases. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current fiscal year guarantee of Federal funds. All receivables, except for delinquent property taxes, the Ohio Facilities Construction Commission (OFCC) grant, and leases, are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

In November of 2019, the School District signed an agreement with the OFCC to build four new middle schools and to renovate another. Under this agreement, the State share is \$61,063,864 and the local share is \$61,063,864. This receivable will not be collected within one year. \$9,811,288 is the outstanding balance of the State share portion.

At June 30, 2022, the School District had the following intergovernmental receivables:

	Amount
<i>Governmental Activities:</i>	
Ohio Facilities Construction Commission	\$9,811,288
American Rescue Plan Elementary and Secondary School Emergency Relief Funding	5,507,166
Elementary and Secondary School Emergency Relief II Funding	3,150,660
Title I-A Improving Basic Programs Grant	1,606,678
IDEA B Special Education Grant	1,215,950
E-Rate Reimbursements	376,623
American Rescue Plan IDEA Part B Special Education Grant	245,578
Title II-A Supporting Effective Instruction Grant	180,078
Title III Language Instruction for English Learners Grant	170,512
Foundation Funding	142,220
Carl D. Perkins Secondary Grant	122,252
Title IV-A Student Support and Academic Enrichment Grant	92,664
Motor Fuel Tax Refunds	62,193
Title I-D Neglected Grant	35,048
Expanding Opportunities for Each Child Non-Competitive Grant	25,116
Early Childhood Education Grant	9,314
Title I Non-Competitive Supplemental School Improvement Grant	2,887
	\$22,756,227
Total Intergovernmental Receivable	

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Leases Receivable

The School District is reporting a lease receivable of \$1,215,800 in the general fund at June 30, 2022. This amount represents the discounted future lease payments. This discount is being amortized using the interest method. For fiscal year 2022, the School District recognized lease revenue of \$34,704 and interest revenue of \$38,855 in the general fund related to lease payments received. A description of the School District's leasing arrangement is as follows:

Cell Tower Lease – The School District has entered into a lease agreement for a cell tower as follows:

Company	Lease Commencement Date	Years	Lease Ending Date	Payment Method
Voicestream Columbus, Incorporated	2005	33	2038	Annually

A summary of future lease revenue is as follows:

Year	General Fund	
	Principal	Interest
2023	\$38,357	\$37,776
2024	42,214	36,585
2025	46,283	35,273
2026	50,576	33,835
2027	55,102	32,263
2028-2032	352,338	132,551
2033-2037	507,223	68,674
2038	123,707	3,844
	<u>\$1,215,800</u>	<u>\$380,801</u>

Note 11 – Interfund Transactions

Interfund Transfers

The general fund made transfers of \$500,000 and \$374,762 to the bond retirement debt service fund and other governmental funds, respectively. The transfer to the bond retirement was made to provide funding for debt service payments and the transfer to other governmental funds was to provide funding for various programs.

Interfund Balances

The advance of \$5,297,318 from the general fund to the all federal grants fund and \$5,304 to other governmental funds were made to support the activities of those funds due to the timing of grant collections. The balances are anticipated to be repaid within one year.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 12 – 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 governmental funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented as follows:

Fund Balances	General	All Federal Grants	Bond Retirement	Capital Improvements	Building	Classroom Facilities	Other Governmental Funds	Total
<i>Nonspendable:</i>								
Inventory	\$555,438	\$0	\$0	\$0	\$0	\$0	\$61,099	\$616,537
<i>Restricted for:</i>								
Debt Service	0	0	28,611,190	0	0	0	0	28,611,190
Capital Projects	0	0	0	7,346,728	4,798,989	9,110,754	0	21,256,471
Food Service Operations	0	0	0	0	0	0	7,578,874	7,578,874
School Facilities Maintenance	0	0	0	0	0	0	7,276,987	7,276,987
Student Activities	0	0	0	0	0	0	119,357	119,357
Athletics and Music	0	0	0	0	0	0	1,100,271	1,100,271
Other Grant Programs	0	0	0	0	0	0	513,730	513,730
State Grant Programs	0	0	0	0	0	0	427,124	427,124
<i>Total Restricted</i>	<u>0</u>	<u>0</u>	<u>28,611,190</u>	<u>7,346,728</u>	<u>4,798,989</u>	<u>9,110,754</u>	<u>17,016,343</u>	<u>66,884,004</u>
<i>Committed to:</i>								
Public School Support	1,018,050	0	0	0	0	0	0	1,018,050
<i>Assigned to:</i>								
<i>Purchases on Order:</i>								
Instruction	2,609,403	0	0	0	0	0	0	2,609,403
Support Services	4,167,858	0	0	0	0	0	0	4,167,858
Extracurricular Activities	50,186	0	0	0	0	0	0	50,186
Capital Projects	134,807	0	0	0	0	0	0	134,807
Fiscal Year 2023 Appropriations	6,713,390	0	0	0	0	0	0	6,713,390
Uniform School Supplies	120,768	0	0	0	0	0	0	120,768
Vocational Rotary	1,359	0	0	0	0	0	0	1,359
<i>Total Assigned</i>	<u>13,797,771</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>13,797,771</u>
<i>Unassigned (Deficit)</i>	<u>263,059,158</u>	<u>(5,354,172)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>257,704,986</u>
Total Fund Balances (Deficit)	<u><u>\$278,430,417</u></u>	<u><u>(\$5,354,172)</u></u>	<u><u>\$28,611,190</u></u>	<u><u>\$7,346,728</u></u>	<u><u>\$4,798,989</u></u>	<u><u>\$9,110,754</u></u>	<u><u>\$17,077,442</u></u>	<u><u>\$340,021,348</u></u>

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 13 – Capital Assets

Capital asset activity for the fiscal year ended June 30, 2022, was as follows:

	Balance 06/30/21	Additions	Deductions	Balance 06/30/22
<i>Capital Assets not being Depreciated:</i>				
Land	\$8,678,711	\$162,357	\$0	\$8,841,068
Construction in Progress	45,671,115	98,207,643	(6,673,999)	137,204,759
<i>Total Capital Assets not being Depreciated</i>	<u>54,349,826</u>	<u>98,370,000</u>	<u>(6,673,999)</u>	<u>146,045,827</u>
<i>Capital Assets being Depreciated:</i>				
Land Improvements	37,933,806	1,477,923	0	39,411,729
Buildings and Improvements	423,669,924	5,788,018	0	429,457,942
Furniture and Equipment	13,326,860	833,338	(684,126)	13,476,072
Vehicles	18,890,649	1,533,516	(809,065)	19,615,100
Intangible Right to Use Lease - Equipment **	319,723	0	0	319,723
<i>Total Capital Assets being Depreciated</i>	<u>494,140,962</u>	<u>9,632,795</u>	<u>(1,493,191)</u>	<u>502,280,566</u>
<i>Less Accumulated Depreciation:</i>				
Land Improvements	(12,785,483)	(1,966,604)	0	(14,752,087)
Buildings and Improvements	(152,383,784)	(10,435,031)	0	(162,818,815)
Furniture and Equipment	(8,463,138)	(918,507)	546,088	(8,835,557)
Vehicles	(10,889,126)	(1,180,902)	809,065	(11,260,963)
Intangible Right to Use Lease - Equipment **	0	(95,302)	0	(95,302)
<i>Total Accumulated Depreciation</i>	<u>(184,521,531)</u>	<u>(14,596,346) *</u>	<u>1,355,153</u>	<u>(197,762,724)</u>
<i>Total Assets being Depreciated, Net</i>	<u>309,619,431</u>	<u>(4,963,551)</u>	<u>(138,038)</u>	<u>304,517,842</u>
<i>Governmental Activities Capital Assets, Net</i>	<u>\$363,969,257</u>	<u>\$93,406,449</u>	<u>(\$6,812,037)</u>	<u>\$450,563,669</u>

* Depreciation expense was charged to governmental activities as follows:

<i>Instruction:</i>	
Regular	\$10,559,175
Special	15,083
Vocational	597,350
<i>Support Services:</i>	
Pupils	687
Instructional Staff	257,787
Administration	208,424
Business	100,845
Operation and Maintenance of Plant	289,181
Pupil Transportation	1,098,125
Central	783,150
Operation of Non-Instructional Services	128,038
Operation of Food Service	216,355
Extracurricular Activities	342,146
Total Depreciation Expense	<u>\$14,596,346</u>

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

** Of the current year depreciation total of \$14,596,346, \$95,302 is presented as support services business expense on the Statement of Activities related to the School District's intangible asset of a postage meter and district-wide copiers, which are included as an Intangible Right to Use Lease. With the implementation of Governmental Accounting Standards Board Statement No. 87, *Leases*, a lease meeting the criteria of this statement requires the lessee to recognize the lease liability and an intangible right to use asset.

Note 14 – Long-Term Obligations

Changes in long-term obligations of the School District during fiscal year 2022 were as follows:

	Principal Outstanding 6/30/21	Additions	Deductions	Principal Outstanding 6/30/22	Amounts Due in One Year
Governmental Activities					
General Obligation Bonds:					
2012 School Facilities Bonds:					
Current Interest Serial Bonds	\$2,405,000	\$0	\$2,405,000	\$0	\$0
2016 Refunding Bonds:					
Current Interest Serial Bonds	21,245,000	0	3,125,000	18,120,000	3,280,000
Unamortized Premium	3,452,165	0	668,161	2,784,004	0
Total 2016 Refunding Bonds	<u>24,697,165</u>	<u>0</u>	<u>3,793,161</u>	<u>20,904,004</u>	<u>3,280,000</u>
2017 Refunding Bonds:					
Current Interest Term Bonds	8,250,000	0	0	8,250,000	0
Unamortized Discount	(135,917)	0	(8,495)	(127,422)	0
Total 2017 Refunding Bonds	<u>8,114,083</u>	<u>0</u>	<u>(8,495)</u>	<u>8,122,578</u>	<u>0</u>
2019A School Facilities Bonds:					
Current Interest Serial Bonds	32,475,000	0	3,270,000	29,205,000	3,255,000
Current Interest Term Bonds	46,650,000	0	0	46,650,000	0
Unamortized Premium	6,204,970	0	192,901	6,012,069	0
Total 2019A School Facilities Bonds	<u>85,329,970</u>	<u>0</u>	<u>3,462,901</u>	<u>81,867,069</u>	<u>3,255,000</u>
2019B School Facilities Bonds:					
Current Interest Serial Bonds	7,010,000	0	0	7,010,000	0
Current Interest Term Bonds	1,810,000	0	0	1,810,000	0
Unamortized Premium	692,285	0	32,706	659,579	0
Total 2019B School Facilities Bonds	<u>9,512,285</u>	<u>0</u>	<u>32,706</u>	<u>9,479,579</u>	<u>0</u>
2019C Refunding Bonds:					
Current Interest Serial Bonds	47,990,000	0	1,025,000	46,965,000	1,045,000
Current Interest Term Bonds	22,075,000	0	0	22,075,000	0
Capital Appreciation Bonds	134,962	0	0	134,962	0
Accretion on Bonds	146,995	153,589	0	300,584	0
Unamortized Premium	4,515,893	0	213,349	4,302,544	0
Total 2019C Refunding Bonds	<u>74,862,850</u>	<u>153,589</u>	<u>1,238,349</u>	<u>73,778,090</u>	<u>1,045,000</u>
2020 Refunding Bonds					
Current Interest Serial Bonds	26,320,000	0	2,470,000	23,850,000	4,730,000
Total General Obligation Bonds	<u>231,241,353</u>	<u>153,589</u>	<u>13,393,622</u>	<u>218,001,320</u>	<u>12,310,000</u>
2011 Energy Conservation Bonds:					
Current Interest Serial Bonds	6,670,000	0	0	6,670,000	0
Leases Payable	<u>319,723</u>	<u>0</u>	<u>95,302</u>	<u>224,421</u>	<u>102,718</u>
Compensated Absences Payable	<u>\$16,083,924</u>	<u>\$1,448,189</u>	<u>\$1,075,650</u>	<u>\$16,456,463</u>	<u>\$1,029,736</u>

(continued)

South-Western City School District
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For the Fiscal Year Ended June 30, 2022

	Principal Outstanding 6/30/21	Additions	Deductions	Principal Outstanding 6/30/22	Amounts Due in One Year
Governmental Activities (continued)					
Net Pension Liability:					
SERS	\$72,326,420	\$0	\$33,626,251	\$38,700,169	\$0
STRS	264,243,023	0	121,787,818	142,455,205	0
Total Net Pension Liability	<u>336,569,443</u>	<u>0</u>	<u>155,414,069</u>	<u>181,155,374</u>	<u>0</u>
Net OPEB Liability:					
SERS	23,077,610	0	3,585,334	19,492,276	0
<i>Total Governmental Activities Long-Term Liabilities</i>	<u>\$613,962,053</u>	<u>\$1,601,778</u>	<u>\$173,563,977</u>	<u>\$441,999,854</u>	<u>\$13,442,454</u>

On August 14, 2012, the School District issued \$140,250,000 in school facilities bonds, which included serial and term bonds in the amounts of \$73,210,000 and \$67,040,000, respectively. The bonds were issued for the purpose of constructing, furnishing, equipping, and constructing additions to existing school facilities. The serial bonds have interest rates ranging from 3.00 to 4.50 percent and a maturity date of December 1, 2032. The term bonds have interest rates ranging from 3.50 to 5.00 percent and a final maturity date of December 1, 2042. These bonds were partially refunded during fiscal year 2021 with the issuance of 2020 refunding bonds.

On August 3, 2016, the School District issued \$35,800,000 in refunding general obligation bonds. The bonds were issued for the purpose of partially refunding the 2006 refunding school facilities bonds. The serial bonds have interest rates ranging from 3.00 to 5.00 percent and a maturity date of December 1, 2026. The proceeds of the new bonds were placed in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the School District's financial statements. On June 30, 2022, \$22,915,000 of the defeased bonds are still outstanding.

On December 5, 2017, the School District issued \$10,000,000 in refunding general obligation bonds, which included serial and term bonds in the amounts of \$1,750,000 and \$8,250,000, respectively. The bonds were issued for the purpose of partially refunding the 2012 school facilities bonds. The serial bonds had an interest rate of 2.00 percent and matured on December 1, 2018. The term bonds have an interest rate of 3.00 percent and a maturity date of December 1, 2036. The proceeds of the new bonds were placed in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the School District's financial statements. On June 30, 2022, \$10,000,000 of the defeased bonds are still outstanding.

Optional Redemption The term bonds maturing on or after December 1, 2027 are subject to redemption at the option of the School District, either in whole, or in part, in such order of maturity as the School District shall determine, on any date on or after December 1, 2027, at a redemption price equal to 100 percent of the principal amount redeemed plus, in each case, accrued interest to the date fixed for redemption.

Mandatory Sinking Fund Redemption The term bonds maturing on December 1, 2036 are subject to mandatory redemption, pursuant to mandatory sinking fund requirements at a redemption price of 100 percent of the principal amount redeemed plus interest accrued to the redemption date, on December 1 in each of the years and in the principal amounts set forth as follows:

Year	Issue
	<u>\$8,250,000</u>
2035	<u>\$2,780,000</u>
<i>Stated Maturity</i>	<i>12/1/2036</i>

South-Western City School District
Notes to the Basic Financial Statements
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The remaining principal amount of the term bonds (\$5,470,000) will mature at the stated maturity.

On September 17, 2019, the School District issued \$83,900,000 in 2019A school facilities bonds, which included serial and term bonds in the amounts of \$37,250,000 and \$46,650,000, respectively. The bonds were issued for the purpose of constructing, furnishing, and equipping new school facilities and renovating, repairing, improving, furnishing, equipping, and constructing additions to existing school facilities, buildings, and infrastructure. The serial bonds have interest rates ranging from 2.00 to 4.00 percent and a maturity date of December 1, 2042. The term bonds have interest rates ranging from 3.00 to 4.00 percent and a final maturity date of December 1, 2053. As of June 30, 2022, \$17,064,206 of the proceeds was unspent. Unspent proceeds is further decreased by contracts payable and retainage payable recorded in the amounts of \$4,603,267 and \$1,220,588, respectively.

Optional Redemption The term bonds maturing on or after December 1, 2029 are subject to redemption at the option of the School District, either in whole, or in part, in such order of maturity as the School District shall determine, on any date on or after December 1, 2029, at a redemption price equal to 100 percent of the principal amount redeemed plus, in each case, accrued interest to the date fixed for redemption.

Mandatory Sinking Fund Redemption The term bonds maturing on December 1, 2044, 2048 and 2053, respectively, are subject to mandatory redemption, pursuant to mandatory sinking fund requirements at a redemption price of 100 percent of the principal amount redeemed plus interest accrued to the redemption date, on December 1 in each of the years and in the principal amounts set forth as follows:

Year	Issue		
	\$6,140,000	\$16,450,000	\$24,060,000
2043	\$3,025,000	\$0	\$0
2045	0	3,875,000	0
2046	0	4,030,000	0
2047	0	4,190,000	0
2049	0	0	4,535,000
2050	0	0	4,665,000
2051	0	0	4,810,000
2052	0	0	4,950,000
	\$3,025,000	\$12,095,000	\$18,960,000
<i>Stated Maturity</i>	<i>12/1/2044</i>	<i>12/1/2048</i>	<i>12/1/2053</i>

The remaining principal amount of the term bonds (\$3,115,000, \$4,355,000, and \$5,100,000) will mature at the stated maturity.

On October 3, 2019, the School District issued \$8,870,000 in 2019B school facilities bonds, which included serial and term bonds in the amounts of \$7,060,000 and \$1,810,000, respectively. The bonds were issued for the purpose of constructing, furnishing, and equipping new school facilities and renovating, repairing, improving, furnishing, equipping, and constructing additions to existing school facilities, buildings, and infrastructure. The serial bonds have interest rates ranging from 3.00 to 4.00 percent and a maturity date of December 1, 2041. The term bonds have an interest rate of 3.00 percent and a final maturity date of December 1, 2044.

Optional Redemption The term bonds maturing on or after December 1, 2029 are subject to redemption at the option of the School District, either in whole, or in part, in such order of maturity as the School District shall determine, on any date on or after December 1, 2029, at a redemption price equal to 100 percent of the principal amount redeemed plus, in each case, accrued interest to the date fixed for redemption.

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Mandatory Sinking Fund Redemption The term bonds maturing on December 1, 2044 are subject to mandatory redemption, pursuant to mandatory sinking fund requirements at a redemption price of 100 percent of the principal amount redeemed plus interest accrued to the redemption date, on December 1 in each of the years and in the principal amounts set forth as follows:

Year	Issue
	\$1,810,000
2042	\$585,000
2043	605,000
	\$1,190,000
<i>Stated Maturity</i>	<i>12/1/2044</i>

The remaining principal amount of the term bonds (\$620,000) will mature at the stated maturity.

On October 3, 2019, the School District issued \$71,204,962 in 2019C school facilities bonds, which included serial, term, and capital appreciation bonds in the amounts of \$48,995,000, \$22,075,000, and \$134,962, respectively. The bonds were issued for the purpose of partially refunding the 2012 school facilities bonds. The serial bonds have interest rates ranging from 1.919 to 3.032 percent and a maturity date of December 1, 2035. The term bonds have an interest rate of 3.316 percent and a final maturity date of December 1, 2042. On June 30, 2022, \$71,205,000 of the defeased bonds are still outstanding.

The capital appreciation bonds were originally sold at a discount of \$6,405,038, which is being accreted annually until the point of maturity of the capital appreciation bonds, which is 2028 through 2029. The maturity amount of outstanding capital appreciation bonds at June 30, 2022 is \$6,540,000. The accretion recorded for 2022 was \$153,589, for a total outstanding bond liability of \$435,546 at June 30, 2022.

Optional Redemption The term bonds maturing on or after December 1, 2029 are subject to redemption at the option of the School District, either in whole, or in part, in such order of maturity as the School District shall determine, on any date on or after December 1, 2029, at a redemption price equal to 100 percent of the principal amount redeemed plus, in each case, accrued interest to the date fixed for redemption.

Mandatory Sinking Fund Redemption The term bonds maturing on December 1, 2042 are subject to mandatory redemption, pursuant to mandatory sinking fund requirements at a redemption price of 100 percent of the principal amount redeemed plus interest accrued to the redemption date, on December 1 in each of the years and in the principal amounts set forth as follows:

Year	Issue
	\$22,075,000
2036	\$445,000
2037	460,000
2038	475,000
2039	7,685,000
2040	7,940,000
2041	3,015,000
	\$20,020,000
<i>Stated Maturity</i>	<i>12/1/2042</i>

The remaining principal amount of the term bonds (\$2,055,000) will mature at the stated maturity.

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On October 20, 2020, the School District issued \$26,320,000 in refunding general obligation bonds, which included serial bonds only. The bonds were issued for the purpose of partially refunding the 2012 school facilities bonds. The serial bonds had an interest rate of 3.375 to 4.250 percent and matured on December 1, 2032. The term bonds have an interest rate of 3.50 percent and a maturity date of December 1, 2038. The proceeds of the new bonds were placed in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the School District's financial statements. On June 30, 2022, \$28,575,000 of the defeased bonds are still outstanding.

Optional Redemption The serial bonds maturing on or after December 1, 2030 are subject to redemption at the option of the School District, either in whole, or in part, in such order of maturity as the School District shall determine, on any date on or after December 1, 2030, at a redemption price equal to 100 percent of the principal amount redeemed plus, in each case, accrued interest to the date fixed for redemption.

On May 3, 2011, the School District issued \$6,670,000 in energy conservation bonds with an interest rate of 5.60 percent and a maturity date of December 1, 2025. The bonds were issued for the purpose of purchasing and installing energy conservation measures and were issued under House Bill 164 Energy Conservation Bond legislation.

The School District's overall debt margin was \$93,984,335 with an unvoted debt margin of \$3,385,826 at June 30, 2022. Principal and interest requirements to retire the general obligation and energy conservation bonds follows:

Fiscal Year	General Obligation Bonds						Energy Conservation Bonds	
	Serial		Term		Capital Appreciation		Principal	Interest
	Principal	Interest	Principal	Interest	Principal	Interest		
2023	\$12,310,000	\$5,858,096	\$0	\$247,500	\$0	\$0	\$0	\$373,520
2024	12,650,000	5,513,193	0	247,500	0	0	0	373,520
2025	13,005,000	5,126,886	0	247,500	0	0	0	373,520
2026	13,420,000	4,697,589	0	247,500	0	0	6,670,000	186,760
2027	13,860,000	4,243,436	0	247,500	0	0	0	0
2028-2032	26,185,000	18,759,081	0	1,237,500	134,962	6,405,038	0	0
2033-2037	26,850,000	13,803,064	8,695,000	1,754,979	0	0	0	0
2038-2042	5,245,000	8,737,925	19,575,000	2,380,473	0	0	0	0
2043-2047	1,625,000	1,588,375	17,910,000	5,508,222	0	0	0	0
2048-2052	0	0	22,555,000	3,331,900	0	0	0	0
2053-2054	0	0	10,050,000	303,750	0	0	0	0
Total	<u>\$125,150,000</u>	<u>\$68,327,645</u>	<u>\$78,785,000</u>	<u>\$15,754,324</u>	<u>\$134,962</u>	<u>\$6,405,038</u>	<u>\$6,670,000</u>	<u>\$1,307,320</u>

The School District has outstanding agreement to lease a postage meter and district-wide copiers. Due to the implementation of GASB Statement 87, these leases have met the criteria of leases thus requiring them to be recorded by the School District. The future lease payments were discounted based on the interest rate implicit in the leases. This discount is being amortized using the interest method over the life of the lease. A summary of the principal and interest amounts for the remaining leases is as follows:

Year	Principal	Interest
2023	\$102,718	\$16,203
2024	111,911	6,489
2025	9,792	75
	<u>\$224,421</u>	<u>\$22,767</u>

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

The general obligation bonds and energy conservation bonds will be paid from the bond retirement fund. Leases payable will be paid from the general fund, all federal grants special revenue funds, and the capital improvements capital projects fund. Compensated absences payable will be paid from the general fund and the food service, all state grants, and all federal grants special revenue funds. There is no repayment schedule for the net pension liability and the net OPEB liability; however, employer pension and OPEB contributions are made from the general fund and the food service, all state grants, and all federal grants special revenue funds. For additional information related to the net pension liability and the net OPEB liability, see Notes 21 and 22.

Note 15 – Risk Management

Property and Liability

The School District is exposed to various risks of loss related to property loss, torts, errors and omissions, workers’ compensation as well as medical benefits provided to employees, and the School District has purchased commercial insurance for property loss, torts, errors and omissions, workers’ compensation, health, life, dental and vision insurance claims. During fiscal year 2022, the School District contracted with various insurance companies through the Ohio School Plan insurance program. The following is a summary of the School District’s insurance coverage as of June 30, 2022:

Company	Coverage	Amount
Hylant Insurance	Buildings and Contents - Replacement Costs	\$674,861,314
	General Liability:	
	Per occurrence	1,000,000
	Total per year	2,000,000
	Crime Insurance	100,000
	Automobile Liability	2,000,000
	Uninsured Motorists	Not Covered
Ohio School Plan	Cyber:	
	Per occurrence	1,000,000
	Total per year	1,000,000

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

Self Insurance

The School District provides health, dental, and vision benefits for its employees and their covered dependents through its self insurance fund. Aetna, Delta Dental, and Vision Service Plan (VSP) administer the plans, respectively, and review all claims paid by the School District. A specific excess loss coverage (stop-loss) insurance policy covers health claims in excess of \$225,000 per employee, per year.

The claims liability of \$3,354,600 reported in the internal service fund at June 30, 2022, is based on an estimate provided by the third party administrators and the requirements of GASB Statement No. 30 “Risk Financing Omnibus”, which requires that a liability for unpaid claims cost, including estimates of cost relating to incurred but not reported claims, be reported. The estimate was not affected by incremental

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

claims adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Management’s expectation is the claims liabilities will be paid within one year. Changes in the fund’s claims liability amount in 2021 and 2022 were as follows:

Fiscal Year	Beginning Balance	Current Year Claims	Claim Payments	Ending Balance
2021	\$3,208,706	\$35,567,876	\$35,370,382	\$3,406,200
2022	3,406,200	38,573,965	38,625,565	3,354,600

Workers’ Compensation

The School District pays the Workers’ Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

Note 16 – Other Employee Benefits

Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Twelve month classified employees and administrators earn ten to twenty days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to employees at the end of each contract year, depending upon negotiated agreements, or upon termination of employment. Teachers do not earn vacation time.

Teachers, administrators, and classified employees earn sick leave at the rate of one and one fourth days per month. A percentage of unused sick time is paid at retirement. All employees who are eligible to retire receive a severance benefit upon retirement limited to what is specified in the respective employment agreements.

Life Insurance

The School District provides life insurance and accidental death and dismemberment insurance to most employees from ReliaStar Life Insurance Company.

Note 17 – Contingencies

Grants

The School District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds; however, in the opinion of management, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2022, if applicable, cannot be determined at this time.

South-Western City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022*

School Foundation

School District foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education (ODE) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. On October 25, 2022, ODE's adjustment to the School District's foundation funding resulted in the School District receiving \$128,213, which was posted to the financial statements.

Litigation

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

Note 18 – Jointly Governed Organization

Metropolitan Educational Technology Association (META)

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

The governing board of META consists of a president, vice president and six board members who represent the members of META. The Board works with META's Chief Executive Officer, and Chief Financial Officer to manage operations and ensure the continued progress of the organization's mission, vision and values. The Board exercises total control over the operations of the Association including budgeting, appropriating, contracting and designating management. Each School District's degree of control is limited to its representation on the Board. In fiscal year 2022, the School District paid \$263,850 to META. Financial information can be obtained from META Solutions, Treasurer, 100 Executive Drive, Marion, Ohio 43302.

Note 19 – Public Entity Risk Pool

Ohio School Plan

The Ohio School Plan (Plan) is a shared liability, property and fleet insurance risk pool which is governed by a board of thirteen school superintendents, business managers and treasurers. OSBA, BASA and OASBO executive directors serve as ex-officio members. Approximately 303 educational entities are members of the Plan. The Plan's board elects officers for two year terms to serve as the Board of Directors. The assembly exercises control over the operation of the Plan. All Plan revenues are generated from charges for services. For more information write to the Ohio School Plan, Hylant Administrative Services, 811 Madison Avenue, Toledo, Ohio 43604.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 20 – Significant Commitments

Encumbrances

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At fiscal year-end, the amount of encumbrances expected to be honored upon performance by the vendor in the next fiscal year were as follows:

<i>Governmental:</i>	
General	\$10,470,701
All Federal Grants	37,280,292
Capital Improvements	930,271
Building	4,886,816
Classroom Facilities	22,559,465
Other Governmental Funds	<u>2,176,739</u>
Total	<u><u>\$78,304,284</u></u>

Contractual Commitments

At June 30, 3022, the various projects within the School District had contractual commitments consisting of the following:

Project	Contract Amount	Amount Paid	Remaining on Contract
OFCC Segment II Project	\$142,715,180	\$116,320,440	\$26,394,740
Recreation Center Improvements	10,800,315	1,675,693	9,124,622
Central Crossing and Career Academy HVAC	8,673,898	2,220,076	6,453,822
Career Academy Addition	6,104,873	249,357	5,855,516
Hayes Intermediate Classroom Addition	5,113,232	311,419	4,801,813
Chiller Replacements to Various Buildings	4,606,809	120,319	4,486,490
High Schools Sound and Lighting	4,010,084	948,698	3,061,386
Transportation Lot Improvements	1,071,911	469,736	602,175
Central Crossing Tennis Courts	34,720	31,382	3,338
Hayes Intermediate HVAC Improvement	<u>3,014,900</u>	<u>48,584</u>	<u>2,966,316</u>
Total	<u><u>\$186,145,922</u></u>	<u><u>\$122,395,704</u></u>	<u><u>\$63,750,218</u></u>

The amounts remaining on these contracts were encumbered at year end. The amounts of \$12,689,340 and \$2,119,716 in contracts payable and retainage payable, respectively, have been capitalized.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 21 – Defined Benefit Pension Plans

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

Net Pension Liability/Net OPEB Liability (Asset)

The net pension liability and the net OPEB liability (asset) reported on the statement of net position represent liabilities (asset) to employees for pensions and OPEB, respectively. Pensions/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 obligation to sacrifice resources for pension/OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

The net pension/OPEB liability (asset) represents 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.

The 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 health care to eligible benefit recipients.

The proportionate share of each plan’s unfunded benefits is presented as a *net OPEB asset* or long-term *net pension/OPEB liability* on the accrual basis of accounting. Any liability for the contractually-required pension/OPEB contribution outstanding at the end of the year is included in *intergovernmental payable* on both the accrual and modified accrual bases of accounting. The remainder of this note includes the required pension disclosures. See Note 22 for the required OPEB disclosures.

South-Western City School District
Notes to the Basic Financial Statements
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School Employees Retirement System (SERS)

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

Age and service requirements for retirement are as follows:

	Eligible to Retire on or before August 1, 2017 *	Eligible to Retire on or after August 1, 2017
Full Benefits	Age 65 with 5 years of service credit; or Any age with 30 years of service credit	Age 67 with 10 years of service credit; or Age 57 with 30 years of service credit
Actuarially Reduced Benefits	Age 60 with 5 years of service credit 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 30 years of service and 2.5 percent for years of service credit over 30. Final average salary is the average of the highest three years of salary.

An individual whose benefit effective date is before April 1, 2018, is eligible for a cost of living adjustment (COLA) on the first anniversary date of the benefit. New benefit recipients must wait until the fourth anniversary of their benefit for COLA eligibility. The COLA is added each year to the base benefit amount on the anniversary date of the benefit. The COLA is indexed to the percentage increase in the CPI-W, not to exceed 2.5 percent and with a floor of 0 percent. A three-year COLA suspension was in effect for all benefit recipients for the years 2018, 2019, and 2020. The Retirement Board approved a 0.5 percent COLA for calendar year 2021.

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, 2022, the allocation to pension, death benefits, and Medicare B was 14.0 percent. For fiscal year 2022, the Retirement Board did not allocate any employer contribution to the Health Care Fund.

The School District’s contractually required contribution to SERS was \$5,382,758 for fiscal year 2022. Of this amount, \$490,981 is reported as an intergovernmental payable.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

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 retirement system administered by STRS. STRS provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS issues a stand-alone financial report that includes financial statements, required supplementary information, and detailed information about STRS' fiduciary net position. That report can be obtained by writing to STRS, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS website 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 5 years 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, 2026, when retirement eligibility will be 5 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 50 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.

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

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. The fiscal year 2022 employer and employee contribution rate of 14 percent was equal to the statutory maximum rates. For fiscal year 2022, the full employer contribution was allocated to pension.

The School District's contractually required contribution to STRS was \$20,249,531 for fiscal year 2022. Of this amount, \$3,203,599 is reported as an intergovernmental payable.

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, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on the School District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	SERS	STRS	Total
Proportion of the Net Pension Liability:			
Current Measurement Date	1.04886750%	1.11415871%	
Prior Measurement Date	1.09350038%	1.09207389%	
Change in Proportionate Share	-0.04463288%	0.02208482%	
Proportionate Share of the Net Pension Liability	\$38,700,169	\$142,455,205	\$181,155,374
Pension Expense	(\$555,926)	\$2,165,447	\$1,609,521

At June 30, 2022, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	SERS	STRS	Total
Deferred Outflows of Resources			
Differences between expected and actual experience	\$3,735	\$4,401,179	\$4,404,914
Changes of assumptions	814,911	39,519,627	40,334,538
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	1,032,651	5,079,685	6,112,336
School District contributions subsequent to the measurement date	5,382,758	20,249,531	25,632,289
Total Deferred Outflows of Resources	\$7,234,055	\$69,250,022	\$76,484,077

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

	SERS	STRS	Total
Deferred Inflows of Resources			
Differences between expected and actual experience	\$1,003,653	\$892,903	\$1,896,556
Net difference between projected and actual earnings on pension plan investments	19,931,717	122,769,120	142,700,837
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	1,698,894	81,981	1,780,875
Total Deferred Inflows of Resources	<u>\$22,634,264</u>	<u>\$123,744,004</u>	<u>\$146,378,268</u>

\$25,632,289 reported as deferred outflows of resources related to pension resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2023. 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
2023	(\$4,943,453)	(\$17,994,761)	(\$22,938,214)
2024	(4,982,646)	(15,637,615)	(20,620,261)
2025	(4,739,042)	(17,592,476)	(22,331,518)
2026	(6,117,826)	(23,518,661)	(29,636,487)
Total	<u>(\$20,782,967)</u>	<u>(\$74,743,513)</u>	<u>(\$95,526,480)</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.

South-Western City School District
Notes to the Basic Financial Statements
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Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2021, compared with June 30, 2020, are presented as follows:

	June 30, 2021	June 30, 2020
Inflation	2.4 percent	3.00 percent
Future Salary Increases, including inflation COLA or Ad Hoc COLA	3.25 percent to 13.58 percent 2.0 percent, on or after April 1, 2018, COLAs for future retirees will be delayed for three years following commencement	3.50 percent to 18.20 percent 2.5 percent
Investment Rate of Return	7.00 percent net of System expenses	7.50 percent net of investment expense, including inflation
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)	Entry Age Normal (Level Percent of Payroll)

Mortality rates for 2021 were based on the PUB-2010 General Employee Amount Weight Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20 percent for males and set forward 2 years and adjusted 81.35 percent for females. Mortality among disabled members were based upon the PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3 percent for males and set forward 3 years and adjusted 106.8 percent for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

Mortality rates for 2020 were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females. Mortality among service retired members, and beneficiaries were based upon the RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120 percent of male rates, and 110 percent of female rates. Mortality among disabled members were based upon the RP-2000 Disabled Mortality Table, 90 percent for male rates and 100 percent for female rates, set back five years is used for the period after disability retirement.

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

The long-term return expectation for the Pension Plan Investments has been determined by using a building-block approach and assumes a time horizon, as defined in SERS' *Statement of Investment Policy*. 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 rebalancing uncorrelated asset classes.

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2.00 %	(0.33) %
US Equity	24.75	5.72
Non-US Equity Developed	13.50	6.55
Non-US Equity Emerging	6.75	8.54
Fixed Income/Global Bonds	19.00	1.14
Private Equity	11.00	10.03
Real Estate/Real Assets	16.00	5.41
Multi-Asset Strategy	4.00	3.47
Private Debt/Private Credit	3.00	5.28
Total	<u>100.00 %</u>	

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Discount Rate The total pension liability for 2021 was calculated using the discount rate of 7.00 percent. The discount rate for 2020 was 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 (7.00 percent). Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the School District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the School District's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent), or one percentage point higher (8.00 percent) than the current rate.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net pension liability	\$64,387,577	\$38,700,169	\$17,036,856

Actuarial Assumptions – STRS

Key methods and assumptions used in the June 30, 2021, actuarial valuation compared to those used in the June 30, 2020, actuarial valuation are presented as follows:

	June 30, 2021	June 30, 2020
Inflation	2.50 percent	2.50 percent
Projected Salary Increases	12.50 percent at age 20 to 2.50 percent at age 65	12.50 percent at age 20 to 2.50 percent at age 65
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation	7.45 percent, net of investment expenses, including inflation
Discount Rate of Return	7.00 percent	7.45 percent
Payroll Increases	3.00 percent	3.00 percent
Cost of Living Adjustments (COLA)	0.0 percent	0.0 percent

Post-retirement 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. 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 June 30, 2021, valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

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 percent, and are net of investment expenses. Over a 30-year period, STRS' investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

Discount Rate The discount rate used to measure the total pension liability was 7.00 percent as of June 30, 2021, and 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 previously. 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, 2021. Therefore, the long-term expected rate of return on pension plan investments of 7.00 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2021.

Sensitivity of the School District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the School District's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.00 percent, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent) or one percentage point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net pension liability	\$266,765,284	\$142,455,205	\$37,413,457

Changes Between the Measurement Date and the Reporting Date In February 2022, the Board approved changes to demographic measures that will impact the June 30, 2022, actuarial valuation. These demographic measures include retirement, salary increase, disability/termination and mortality assumptions. In March 2022, the STRS Board approved benefit plan changes to take effect on July 1, 2022. These changes include a one-time 3 percent cost of living increase (COLA) to be paid to eligible benefit recipients and the elimination of the age 60 requirement for retirement age and service eligibility that was set to take effect in 2026. The effect on the net pension liability is unknown.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Note 22 – Defined Benefit OPEB Plans

See Note 21 for a description of the net OPEB liability (asset).

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 health care benefits to eligible individuals receiving retirement, disability, and survivor benefits, and to their eligible dependents. Members who retire after June 1, 1986, need 10 years of service credit, exclusive of most types of purchased credit, to qualify to participate in SERS' health care coverage. The following types of credit purchased after January 29, 1981, do not count toward health care coverage eligibility: military, federal, out-of-state, municipal, private school, exempted, and early retirement incentive credit. In addition to age and service retirees, disability benefit recipients and beneficiaries who are receiving monthly benefits due to the death of a member or retiree, are eligible for SERS' health care coverage. Most retirees and dependents choosing SERS' health care coverage are over the age of 65 and therefore enrolled in a fully insured Medicare Advantage plan; however, SERS maintains a traditional, self-insured preferred provider organization for its non-Medicare retiree population. For both groups, SERS offers a self-insured prescription drug program. Health care is a benefit that is permitted, not mandated, by statute. The financial report of the Plan is included in the SERS Annual Comprehensive Financial Report, which can be obtained on SERS' website at www.ohsers.org under Employers/Audit Resources.

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

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2022, 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 2022, this amount was \$25,000. 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 2022, the School District's surcharge obligation was \$522,875.

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 \$522,875 for fiscal year 2022, which is reported as an intergovernmental payable.

South-Western City School District
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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 postemployment health care may be deducted from employer contributions, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2022, STRS did not allocate any employer contributions to postemployment health care.

OPEB Liabilities (Asset), OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB liability (asset) was measured as of June 30, 2021, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of that date. The School District's proportion of the net OPEB liability (asset) was based on the School District's share of contributions to the respective retirement systems relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the Net OPEB Liability/Asset:			
Current Measurement Date	1.02993040%	1.11415871%	
Prior Measurement Date	<u>1.06185616%</u>	<u>1.09207389%</u>	
Change in Proportionate Share	<u>-0.03192576%</u>	<u>0.02208482%</u>	
Proportionate Share of the:			
Net OPEB Liability	\$19,492,276	\$0	\$19,492,276
Net OPEB (Asset)	\$0	(\$23,491,123)	(\$23,491,123)
OPEB Expense	(\$318,622)	(\$1,378,136)	(\$1,696,758)

At June 30, 2022, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between expected and actual experience	\$207,773	\$836,443	\$1,044,216
Changes of assumptions	3,057,877	1,500,516	4,558,393
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	1,255,097	729,316	1,984,413
School District contributions subsequent to the measurement date	<u>522,875</u>	<u>0</u>	<u>522,875</u>
Total Deferred Outflows of Resources	<u>\$5,043,622</u>	<u>\$3,066,275</u>	<u>\$8,109,897</u>

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$9,708,033	\$4,303,995	\$14,012,028
Changes of assumptions	2,669,305	14,014,167	16,683,472
Net difference between projected and actual earnings on OPEB plan investments	423,477	6,511,333	6,934,810
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	<u>2,064,022</u>	<u>0</u>	<u>2,064,022</u>
Total Deferred Inflows of Resources	<u>\$14,864,837</u>	<u>\$24,829,495</u>	<u>\$39,694,332</u>

\$522,875 reported as deferred outflows of resources related to OPEB resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability or an increase to the net OPEB asset in the fiscal year ending June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Fiscal Year Ending June 30:			
2023	(\$2,307,827)	(\$6,153,766)	(\$8,461,593)
2024	(2,310,796)	(5,990,810)	(8,301,606)
2025	(2,378,216)	(6,004,970)	(8,383,186)
2026	(1,949,046)	(2,714,328)	(4,663,374)
2027	(1,015,871)	(922,592)	(1,938,463)
Thereafter	<u>(382,334)</u>	<u>23,246</u>	<u>(359,088)</u>
Total	<u>(\$10,344,090)</u>	<u>(\$21,763,220)</u>	<u>(\$32,107,310)</u>

Actuarial Assumptions – SERS

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

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.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Key methods and assumptions used in calculating the total OPEB liability in the latest actuarial valuation date of June 30, 2021, compared with June 30, 2020, are presented as follows:

	<u>June 30, 2021</u>	<u>June 30, 2020</u>
Inflation	2.40 percent	3.00 percent
Future Salary Increases, including inflation		
Wage Increases	3.25 percent to 13.58 percent	3.50 percent to 18.20 percent
Investment Rate of Return	7.00 percent net of investment expense, including inflation	7.50 percent net of investment expense, including inflation
Municipal Bond Index Rate:		
Measurement Date	1.92 percent	2.45 percent
Prior Measurement Date	2.45 percent	3.13 percent
Single Equivalent Interest Rate, net of plan investment expense, including price inflation:		
Measurement Date	2.27 percent	2.63 percent
Prior Measurement Date	2.63 percent	3.22 percent
Medical Trend Assumption:		
Medicare	5.125 to 4.40 percent	5.25 to 4.75 percent
Pre-Medicare	6.75 to 4.40 percent	7.00 to 4.75 percent

For 2021, mortality rates among healthy retirees were based on the PUB-2010 General Employee Amount Weighted Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20 percent for males and set forward 2 years and adjusted 81.35 percent for females. Mortality among disabled members were based upon the PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3 percent for males and set forward 3 years and adjusted 106.8 percent for females. Mortality rates for contingent survivors were based on PUB-2010 General Amount Weighted Below Median Contingent Survivor mortality table projected to 2017 with ages set forward 1 year and adjusted 105.5 percent for males and adjusted 122.5 percent for females. Mortality rates for actives is based on PUB-2010 General Amount Weighted Below Median Employee mortality table.

For 2020, 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, 2020.

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 2015 through 2020, and was adopted by the Board in 2021. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and a 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, 7.00 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 SERS health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as the pension plan, see Note 21.

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Discount Rate The discount rate used to measure the total OPEB liability at June 30, 2021, was 2.27 percent. The discount rate used to measure total OPEB liability prior to June 30, 2021, was 2.63 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the contribution rate of 1.50 percent of projected covered payroll each year, which includes a 1.50 percent payroll surcharge and no contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to become insufficient to make all projected future benefit payments of current System members by SERS actuaries. The Municipal Bond Index Rate is used in the determination of the SEIR for both the June 30, 2020, and the June 30, 2021, total OPEB liability. The Municipal Bond Index rate is the single rate that will generate a present value of benefit payments equal to the sum of the present value determined by the long-term expected rate of return, and the present value determined by discounting those benefits after the date of depletion. The Municipal Bond Index Rate is 1.92 percent at June 30, 2021, and 2.45 percent at June 30, 2020.

Sensitivity of the School District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and Changes in the Health Care Cost Trend Rates The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability for SERS, what SERS' net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.27 percent) and higher (3.27 percent) than the current discount rate (2.27 percent). Also shown is what SERS' net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (5.75 percent decreasing to 3.40 percent) and higher (7.75 percent decreasing to 5.40 percent) than the current rate.

	1% Decrease (1.27%)	Current Discount Rate (2.27%)	1% Increase (3.27%)
School District's proportionate share of the net OPEB liability	\$24,153,290	\$19,492,276	\$15,768,727
	1% Decrease (5.75% decreasing to 3.40%)	Current Trend Rate (6.75% decreasing to 4.40%)	1% Increase (7.75% decreasing to 5.40%)
School District's proportionate share of the net OPEB liability	\$15,007,456	\$19,492,276	\$25,482,621

Actuarial Assumptions – STRS

Key methods and assumptions used in the June 30, 2021, actuarial valuation and the June 30, 2020, actuarial valuation are presented as follows:

	June 30, 2021	June 30, 2020
Projected Salary Increases	12.50 percent at age 20 to 2.50 percent at age 65	12.50 percent at age 20 to 2.50 percent at age 65
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation	7.45 percent, net of investment expenses, including inflation
Payroll Increases	3 percent	3 percent
Discount Rate of Return	7.00 percent	7.45 percent
Health Care Cost Trends:		
Medical:		
Pre-Medicare	5.00 percent initial, 4 percent ultimate	5.00 percent initial, 4 percent ultimate
Medicare	-16.18 percent initial, 4 percent ultimate	-6.69 percent initial, 4 percent ultimate
Prescription Drug:		
Pre-Medicare	6.50 percent initial, 4 percent ultimate	6.50 percent initial, 4 percent ultimate
Medicare	29.98 initial, 4 percent ultimate	11.87 initial, 4 percent ultimate

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

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, 2021, valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

The non-Medicare subsidy percentage was increased effective January 1, 2022, from 2.055 percent to 2.1 percent per year of service. The non-Medicare frozen subsidy base premium was increased effective January 1, 2022. The Medicare Part D Subsidy was updated to reflect it is expected to be negative in calendar year 2022. The Part B monthly reimbursement elimination date was postponed indefinitely.

The STRS health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as the pension plan, see Note 21.

Discount Rate The discount rate used to measure the total OPEB liability was 7.00 percent as of June 30, 2021, and 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, 2021. Therefore, the long-term expected rate of return on health care plan investments of 7.00 percent was used to measure the total OPEB liability as of June 30, 2021.

Sensitivity of the School District's Proportionate Share of the Net OPEB Asset to Changes in the Discount and Health Care Cost Trend Rate The following table represents the net OPEB asset as of June 30, 2021, calculated using the current period discount rate assumption of 7.00 percent, as well as what the STRS' net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent) or one percentage point higher (8.00 percent) than the current assumption. Also shown is the STRS' 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 (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net OPEB asset	(\$19,822,878)	(\$23,491,123)	(\$26,555,393)
School District's proportionate share of the net OPEB asset	(\$26,431,232)	(\$23,491,123)	(\$19,855,411)

South-Western City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2022

Changes Between the Measurement Date and the Reporting Date In February 2022, the Board approved changes to demographic measures that will impact the June 30, 2022, actuarial valuation. The effect on the net OPEB liability (asset) is unknown.

Note 23 – Set-Aside Calculation

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

The following cash basis information describes the changes in the fiscal year-end set-aside amounts for capital acquisitions. Disclosure of this information is required by the State statute.

	Capital Acquisition
Set-aside Balance as of June 30, 2021	\$0
Current Year Set-aside Requirement	3,786,337
Current Year Offsets - Capital Improvements Fund	(4,372,111)
Current Year Offsets - Classroom Facilities Maintenance Fund	(836,327)
Qualifying Disbursements	(3,000,212)
Totals	(\$4,422,313)
Set-aside Balance Carried Forward to Future Fiscal Years	\$0
Set-aside Balance as of June 30, 2022	\$0

Although the School District had qualifying disbursements during the fiscal year that reduced the capital acquisition set-aside amounts below zero, these amounts will not be used to reduce the set-aside requirements of future years.

Note 24 – 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 2022, the School District received COVID-19 funding. The School District’s investment portfolio fluctuates with market conditions, and due to market volatility, the amount of gains or losses that will be realized in subsequent periods, if any, cannot be determined. The financial impact of COVID-19 and the continuing recovery measures will impact subsequent periods of the School District. The impact on the School District’s future operating costs, revenues, and additional recovery from funding, either federal or state, cannot be estimated. The School District has strategically leveraged COVID-19 funding primarily to combat learning loss and upgrade HVAC systems district-wide to enhance building ventilation in an effort to lower the risk of exposure to airborne pathogens.

South-Western City School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net Pension Liability
School Employees Retirement System of Ohio
*Last Nine Fiscal Years (1) **

	2022	2021	2020	2019
School District's Proportion of the Net Pension Liability	1.04886750%	1.09350038%	1.01685361%	1.04434530%
School District's Proportionate Share of the Net Pension Liability	\$38,700,169	\$72,326,420	\$60,840,134	\$59,811,591
School District's Covered Payroll	\$36,156,543	\$37,031,657	\$36,512,259	\$34,991,052
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	107.04%	195.31%	166.63%	170.93%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	82.86%	68.55%	70.85%	71.36%

(1) Although this schedule is intended to reflect information for ten years, information prior to fiscal year 2014 is not available. An additional column will be added each year.

*Amounts presented for each fiscal year were determined as of the School District's measurement date, which is the prior fiscal year end.

See accompanying notes to the required supplementary information

2018	2017	2016	2015	2014
1.00766520%	1.04363540%	1.02475160%	1.04451600%	1.04451600%
\$60,205,769	\$76,384,483	\$58,473,320	\$52,862,360	\$62,114,014
\$33,366,193	\$34,401,300	\$30,850,372	\$28,682,886	\$27,922,298
180.44%	222.04%	189.54%	184.30%	222.45%
69.50%	62.98%	69.16%	71.70%	65.52%

South-Western City School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net Pension Liability
State Teachers Retirement System of Ohio
*Last Nine Fiscal Years (1) **

	2022	2021	2020	2019
School District's Proportion of the Net Pension Liability	1.11415871%	1.09207389%	1.09036745%	1.07464663%
School District's Proportionate Share of the Net Pension Liability	\$142,455,205	\$264,243,023	\$241,128,209	\$236,290,666
School District's Covered Payroll	\$138,273,850	\$132,740,357	\$128,824,786	\$122,949,150
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	103.02%	199.07%	187.18%	192.19%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	87.80%	75.50%	77.40%	77.30%

(1) Although this schedule is intended to reflect information for ten years, information prior to fiscal year 2014 is not available. An additional column will be added each year.

*Amounts presented for each fiscal year were determined as of the School District's measurement date, which is the prior fiscal year end.

See accompanying notes to the required supplementary information

2018	2017	2016	2015	2014
1.05073355%	1.03569670%	1.02000656%	1.00403592%	1.00403592%
\$249,604,006	\$346,678,905	\$281,899,938	\$244,216,283	\$290,908,839
\$116,956,129	\$134,056,157	\$106,420,593	\$103,595,331	\$102,000,677
213.42%	258.61%	264.89%	235.74%	285.20%
75.30%	66.80%	72.10%	74.70%	69.30%

South-Western City School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net OPEB Liability
School Employees Retirement System of Ohio
*Last Six Fiscal Years (1) **

	2022	2021	2020
School District's Proportion of the Net OPEB Liability	1.02993040%	1.06185616%	1.00182896%
School District's Proportionate Share of the Net OPEB Liability	\$19,492,276	\$23,077,610	\$25,193,892
School District's Covered Payroll	\$36,156,543	\$37,031,657	\$36,512,259
School District's Proportionate Share of the Net OPEB Liability as a Percentage OPEB of its Covered Payroll	53.91%	62.32%	69.00%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	24.08%	18.17%	15.57%

(1) Although this schedule is intended to reflect information for ten years, information prior to fiscal year 2017 is not available. An additional column will be added each year.

*Amounts presented for each fiscal year were determined as of the School District's measurement date, which is the prior fiscal year end.

See accompanying notes to the required supplementary information

2019	2018	2017
1.05676150%	1.01195710%	1.04426580%
\$29,317,418	\$27,158,270	\$29,765,438
\$34,991,052	\$33,366,193	\$34,401,300
83.79%	81.39%	86.52%
13.57%	12.46%	11.49%

South-Western City School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net OPEB Liability (Asset)
State Teachers Retirement System of Ohio
*Last Six Fiscal Years (1) **

	2022	2021	2020
School District's Proportion of the Net OPEB Liability (Asset)	1.11415871%	1.09207389%	1.09036745%
School District's Proportionate Share of the Net OPEB Liability (Asset)	(\$23,491,123)	(\$19,193,177)	(\$18,059,102)
School District's Covered Payroll	\$138,273,850	\$132,740,357	\$128,824,786
School District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage OPEB of its Covered Payroll	-16.99%	-14.46%	-14.02%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	174.70%	182.10%	174.70%

(1) Although this schedule is intended to reflect information for ten years, information prior to fiscal year 2017 is not available. An additional column will be added each year.

*Amounts presented for each fiscal year were determined as of the School District's measurement date, which is the prior fiscal year end.

See accompanying notes to the required supplementary information

2019	2018	2017
1.07464663%	1.05073355%	1.03569670%
(\$17,268,474)	\$40,995,745	\$55,389,329
\$122,949,150	\$116,956,129	\$134,056,157
-14.05%	35.05%	41.32%
176.00%	47.10%	37.30%

South-Western City School District
Required Supplementary Information
Schedule of the School District's Contributions
School Employees Retirement System of Ohio
Last Ten Fiscal Years

	2022	2021	2020	2019
Net Pension Liability				
Contractually Required Contribution	\$5,382,758	\$5,061,916	\$5,184,432	\$4,930,370
Contributions in Relation to the Contractually Required Contribution	<u>(5,382,758)</u>	<u>(5,061,916)</u>	<u>(5,184,432)</u>	<u>(4,930,370)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School District Covered Payroll (1)	\$38,448,271	\$36,156,543	\$37,031,657	\$36,512,259
Pension Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>13.50%</u>
Net OPEB Liability				
Contractually Required Contribution (2)	\$522,875	\$423,440	\$337,514	\$605,476
Contributions in Relation to the Contractually Required Contribution	<u>(522,875)</u>	<u>(423,440)</u>	<u>(337,514)</u>	<u>(605,476)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
OPEB Contributions as a Percentage of Covered Payroll	<u>1.36%</u>	<u>1.17%</u>	<u>0.91%</u>	<u>1.66%</u>
Total Contributions as a Percentage of Covered Payroll (2)	<u>15.36%</u>	<u>15.17%</u>	<u>14.91%</u>	<u>15.16%</u>

(1) The School District's covered payroll is the same for Pension and OPEB.

(2) Includes Surcharge

See accompanying notes to the required supplementary information

2018	2017	2016	2015	2014	2013
\$4,723,792	\$4,671,267	\$4,816,182	\$4,066,079	\$3,975,448	\$3,864,446
(4,723,792)	(4,671,267)	(4,816,182)	(4,066,079)	(3,975,448)	(3,864,446)
\$0	\$0	\$0	\$0	\$0	\$0
\$34,991,052	\$33,366,193	\$34,401,300	\$30,850,372	\$28,682,886	\$27,922,298
13.50%	14.00%	14.00%	13.18%	13.86%	13.84%
\$733,752	\$502,556	\$471,151	\$655,612	\$441,962	\$465,346
(733,752)	(502,556)	(471,151)	(655,612)	(441,962)	(465,346)
\$0	\$0	\$0	\$0	\$0	\$0
2.10%	1.51%	1.37%	2.13%	1.54%	1.67%
15.60%	15.51%	15.37%	15.31%	15.40%	15.51%

South-Western City School District
Required Supplementary Information
Schedule of the School District's Contributions
State Teachers Retirement System of Ohio
Last Ten Fiscal Years

	2022	2021	2020	2019
Net Pension Liability				
Contractually Required Contribution	\$20,249,531	\$19,358,339	\$18,583,650	\$18,035,470
Contributions in Relation to the Contractually Required Contribution	<u>(20,249,531)</u>	<u>(19,358,339)</u>	<u>(18,583,650)</u>	<u>(18,035,470)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School District Covered Payroll (1)	\$144,639,507	\$138,273,850	\$132,740,357	\$128,824,786
Pension Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>
Net OPEB Liability (Asset)				
Contractually Required Contribution	\$0	\$0	\$0	\$0
Contributions in Relation to the Contractually Required Contribution	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
OPEB Contributions as a Percentage of Covered Payroll	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>
Total Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>

(1) The School District's covered payroll is the same for Pension and OPEB.

See accompanying notes to the required supplementary information

2018	2017	2016	2015	2014	2013
\$17,212,881	\$16,373,858	\$18,767,862	\$14,898,883	\$13,467,393	\$13,260,088
(17,212,881)	(16,373,858)	(18,767,862)	(14,898,883)	(13,467,393)	(13,260,088)
\$0	\$0	\$0	\$0	\$0	\$0
\$122,949,150	\$116,956,129	\$134,056,157	\$106,420,593	\$103,595,331	\$102,000,677
14.00%	14.00%	14.00%	14.00%	13.00%	13.00%
\$0	\$0	\$0	\$0	\$1,035,953	\$1,020,007
0	0	0	0	(1,035,953)	(1,020,007)
\$0	\$0	\$0	\$0	\$0	\$0
0.00%	0.00%	0.00%	0.00%	1.00%	1.00%
14.00%	14.00%	14.00%	14.00%	14.00%	14.00%

South-Western City School District
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2022

Net Pension Liability

Changes in Assumptions – SERS

Beginning in fiscal year 2022, an assumption of 2.0 percent was used for COLA or Ad Hoc Cola. For fiscal years 2018 through 2021, an assumption of 2.5 percent was used. Prior to 2018, an assumption of 3 percent was used.

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

	Fiscal Year 2022	Fiscal Years 2021-2017	Fiscal Year 2016 and Prior
Wage Inflation	2.4 percent	3.00 percent	3.25 percent
Future Salary Increases, including inflation	3.25 percent to 13.58 percent	3.50 percent to 18.20 percent	4.00 percent to 22.00 percent
Investment Rate of Return	7.0 percent net of system expenses	7.50 percent net of investments expense, including inflation	7.75 percent net of investments expense, including inflation

Amounts reported for 2022 use mortality rates based on the PUB-2010 General Employee Amount Weight Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20 percent for males and set forward 2 years and adjusted 81.35 percent for females. Mortality among disabled members were based upon the PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3 percent for males and set forward 3 years and adjusted 106.8 percent for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

Amounts report for 2017 through 2021 use mortality rates that are based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females. Amounts reported for fiscal year 2016 and prior, use mortality assumptions that are based on the 1994 Group Annuity Mortality Table set back one year for both men and women. Special mortality tables were used for the period after disability retirement.

Changes in Assumptions – STRS

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

	Fiscal Year 2022	Fiscal Years 2021-2018	Fiscal Year 2017 and Prior
Inflation	2.50 percent	2.50 percent	2.75 percent
Projected Salary Increases	12.50 percent at age 20 to 2.50 percent at age 65	12.50 percent at age 20 to 2.50 percent at age 65	12.25 percent at age 20 to 2.75 percent at age 70
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation	7.45 percent, net of investment expenses, including inflation	7.75 percent, net of investment expenses, including inflation
Payroll Increases	3 percent	3 percent	3.5 percent
Cost of Living Adjustments (COLA)	0.0 percent, effective July 1, 2017	0.0 percent, effective July 1, 2017	2 percent simple applied as follows: for members retiring before August 1, 2013, 2 percent per year; for members retiring August 1, 2013, or later, 2 percent COLA commences on fifth anniversary of retirement date.

South-Western City School District
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2022

Beginning with fiscal year 2018, 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. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Table with 90 percent of rates for males and 100 percent of rates for females, projected forward generationally using mortality improvement scale MP-2016. Pre-retirement mortality rates are based on RP-2014 Employee Mortality Table, projected forward generationally using mortality improvement scale MP-2016.

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

Net OPEB Liability (Asset)

Changes in Assumptions – SERS

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

	2022	2021 and Prior
Inflation	2.40 percent	3.00 percent
Future Salary Increases, including inflation		
Wage Increases	3.25 percent to 13.58 percent	3.50 percent to 18.20 percent
Investment Rate of Return	7.00 percent net of investment expense, including inflation	7.50 percent net of investment expense, including inflation

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

Municipal Bond Index Rate:	
Fiscal year 2022	1.92 percent
Fiscal year 2021	2.45 percent
Fiscal year 2020	3.13 percent
Fiscal year 2019	3.62 percent
Fiscal year 2018	3.56 percent
Fiscal year 2017	2.92 percent
Single Equivalent Interest Rate, net of plan investment expense, including price inflation:	
Fiscal year 2022	2.27 percent
Fiscal year 2021	2.63 percent
Fiscal year 2020	3.22 percent
Fiscal year 2019	3.70 percent
Fiscal year 2018	3.63 percent
Fiscal year 2017	2.98 percent

South-Western City School District
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2022

Changes in Assumptions – STRS

For fiscal year 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.

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

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

Changes in Benefit Terms – STRS

For fiscal year 2018, the subsidy multiplier for non-Medicare benefit recipients was reduced from 2.1 percent to 1.9 percent per year of service. Medicare Part B premium reimbursements were discontinued for certain survivors and beneficiaries, and all remaining Medicare Part B premium reimbursements were scheduled to be discontinued beginning January 2020.

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

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

For fiscal year 2021, 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 premium was increased effective January 1, 2021. The Medicare subsidy percentages were adjusted effective January 1, 2021, to 2.1 percent for the AMA Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed indefinitely.

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

Combining and Individual Fund Statements and Schedules

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Following is a description of the School District's nonmajor special revenue funds:

Food Service Fund – To account for and report restricted grants and charges for services related to the food service operations of the School District.

Other Grants Fund – To account for and report restricted funds for specified purposes other than state and federal grants.

Classroom Facilities Maintenance Fund – To account for and report restricted property taxes for the maintenance and upkeep of classroom facilities.

Student Activities Fund – To account for and report restricted funds that belong to the student bodies of the various schools, related to sales and other revenue generating activities to support extracurricular activities.

Athletics and Music Fund – To account for and report restricted funds that belong to the student bodies of the various schools, related to sales and other revenue generating activities to support extracurricular activities.

All State Grants Fund – To account for and report restricted grant monies from the State appropriated for miscellaneous purposes, which include auxiliary services, early childhood education, data connectivity student wellness and success, and other State grants.

Public School Support Fund – To account for and report specific local revenue sources, other than taxes or expendable trusts, (i.e. profits from vending machines, sale of pictures, etc.), that are committed to expenditures of specified purposes approved by board resolution. Such expenditures may include curricular and extra-curricular related purchases. These funds have been established at each school and at certain administrative centers for the purposes described above. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

South-Western City School District

Combining Balance Sheet

Nonmajor Special Revenue Funds

June 30, 2022

	Food Service	Other Grants	Classroom Facilities Maintenance	Student Activities	Athletics and Music	All State Grants	Total Nonmajor Special Revenue Funds
Assets							
Equity in Pooled Cash and Cash Equivalents	\$8,359,682	\$538,884	\$7,276,987	\$119,357	\$1,134,571	\$502,558	\$17,932,039
Inventory Held for Resale	78,726	0	0	0	0	0	78,726
Materials and Supplies Inventory	54,329	0	0	0	6,770	0	61,099
Accrued Interest Receivable	6,416	0	0	0	0	366	6,782
Accounts Receivable	3,656	0	0	0	13,402	0	17,058
Intergovernmental Receivable	0	0	0	0	0	9,314	9,314
Taxes Receivable	0	0	461,791	0	0	0	461,791
<i>Total Assets</i>	<u>\$8,502,809</u>	<u>\$538,884</u>	<u>\$7,738,778</u>	<u>\$119,357</u>	<u>\$1,154,743</u>	<u>\$512,238</u>	<u>\$18,566,809</u>
Liabilities							
Accounts Payable	\$41,553	\$5,042	\$0	\$0	\$46,523	\$8,394	\$101,512
Accrued Wages and Benefits	621,113	16,351	0	0	0	61,266	698,730
Interfund Payable	0	0	0	0	0	5,304	5,304
Intergovernmental Payable	157,769	3,761	0	0	1,179	10,150	172,859
Matured Compensated Absences Payable	49,171	0	0	0	0	0	49,171
<i>Total Liabilities</i>	<u>869,606</u>	<u>25,154</u>	<u>0</u>	<u>0</u>	<u>47,702</u>	<u>85,114</u>	<u>1,027,576</u>
Deferred Inflows of Resources							
Property Taxes	0	0	461,791	0	0	0	461,791
Fund Balances							
Nonspendable	54,329	0	0	0	6,770	0	61,099
Restricted	7,578,874	513,730	7,276,987	119,357	1,100,271	427,124	17,016,343
<i>Total Fund Balances</i>	<u>7,633,203</u>	<u>513,730</u>	<u>7,276,987</u>	<u>119,357</u>	<u>1,107,041</u>	<u>427,124</u>	<u>17,077,442</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$8,502,809</u>	<u>\$538,884</u>	<u>\$7,738,778</u>	<u>\$119,357</u>	<u>\$1,154,743</u>	<u>\$512,238</u>	<u>\$18,566,809</u>

South-Western City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2022

	Food Service	Other Grants	Classroom Facilities Maintenance	Student Activities	Athletics and Music	All State Grants	Total Nonmajor Special Revenue Funds
Revenues							
Property Taxes	\$0	\$0	\$461,791	\$0	\$0	\$0	\$461,791
Intergovernmental	15,494,012	159,500	374,536	0	0	1,820,905	17,848,953
Interest	9,160	0	0	0	0	599	9,759
Tuition and Fees	0	9,665	0	0	3,302	0	12,967
Extracurricular Activities	0	0	0	117,015	1,155,128	0	1,272,143
Gifts and Donations	0	0	0	15,554	100,238	0	115,792
Charges for Services	478,216	0	0	0	0	0	478,216
Miscellaneous	35,386	0	0	0	75	0	35,461
<i>Total Revenues</i>	<u>16,016,774</u>	<u>169,165</u>	<u>836,327</u>	<u>132,569</u>	<u>1,258,743</u>	<u>1,821,504</u>	<u>20,235,082</u>
Expenditures							
Current:							
Instruction:							
Regular	0	70,123	0	0	0	0	70,123
Special	0	20,726	0	0	0	115,809	136,535
Vocational	0	0	0	0	587	0	587
Support Services:							
Pupils	0	91,944	0	0	0	3,636	95,580
Instructional Staff	0	125,128	0	0	0	29,036	154,164
Administration	0	293	0	0	0	9,010	9,303
Fiscal	0	0	0	0	0	83	83
Operation and Maintenance of Plant	0	0	0	0	0	79,585	79,585
Central	0	0	0	0	0	55,800	55,800
Operation of Non-Instructional Services	0	0	0	0	0	1,373,563	1,373,563
Operation of Food Services	11,857,825	0	0	0	0	0	11,857,825
Extracurricular Activities	0	8,970	0	107,751	1,052,702	0	1,169,423
Capital Outlay	0	0	0	0	81,510	0	81,510
Debt Service:							
Principal Retirement	0	0	0	0	0	117	117
Interest and Fiscal Charges	0	0	0	0	0	30	30
<i>Total Expenditures</i>	<u>11,857,825</u>	<u>317,184</u>	<u>0</u>	<u>107,751</u>	<u>1,134,799</u>	<u>1,666,669</u>	<u>15,084,228</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	4,158,949	(148,019)	836,327	24,818	123,944	154,835	5,150,854
Other Financing Sources (Uses)							
Transfers In	9,762	365,000	0	0	0	0	374,762
<i>Net Change in Fund Balances</i>	4,168,711	216,981	836,327	24,818	123,944	154,835	5,525,616
<i>Fund Balances Beginning of Year - Restated (See Note 3)</i>	<u>3,464,492</u>	<u>296,749</u>	<u>6,440,660</u>	<u>94,539</u>	<u>983,097</u>	<u>272,289</u>	<u>11,551,826</u>
<i>Fund Balances End of Year</i>	<u>\$7,633,203</u>	<u>\$513,730</u>	<u>\$7,276,987</u>	<u>\$119,357</u>	<u>\$1,107,041</u>	<u>\$427,124</u>	<u>\$17,077,442</u>

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

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property Taxes	\$107,145,141	\$111,106,670	\$111,045,478	(\$61,192)
Intergovernmental	146,939,051	152,371,900	151,624,617	(747,283)
Interest	675,041	700,000	733,399	33,399
Tuition and Fees	3,148,048	3,168,610	4,842,990	1,674,380
Rent	200,391	207,800	265,483	57,683
Extracurricular Activities	231,348	212,982	204,515	(8,467)
Gifts and Donations	48,989	50,800	37,112	(13,688)
Charges for Services	34,630	47,909	50,567	2,658
Payment in Lieu of Taxes	6,946,176	7,203,000	7,218,578	15,578
Miscellaneous	775,281	802,703	1,942,423	1,139,720
<i>Total Revenues</i>	<u>266,144,096</u>	<u>275,872,374</u>	<u>277,965,162</u>	<u>2,092,788</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	87,585,200	86,974,722	84,583,266	2,391,456
Fringe Benefits	30,689,900	30,345,822	28,568,142	1,777,680
Purchased Services	15,135,671	2,497,976	2,252,073	245,903
Materials and Supplies	4,106,433	4,480,786	3,658,871	821,915
Capital Outlay	571,300	500,000	0	500,000
Total Regular	<u>138,088,504</u>	<u>124,799,306</u>	<u>119,062,352</u>	<u>5,736,954</u>
Special:				
Salaries and Wages	27,134,300	30,613,861	27,269,801	3,344,060
Fringe Benefits	10,197,700	11,110,353	9,811,878	1,298,475
Purchased Services	17,277,047	17,593,978	17,226,321	367,657
Materials and Supplies	336,049	336,072	138,151	197,921
Capital Outlay	8,000	8,000	0	8,000
Total Special	<u>54,953,096</u>	<u>59,662,264</u>	<u>54,446,151</u>	<u>5,216,113</u>
Vocational:				
Salaries and Wages	3,845,900	4,178,547	3,745,360	433,187
Fringe Benefits	1,347,400	1,442,009	1,236,463	205,546
Purchased Services	464,206	502,847	488,579	14,268
Materials and Supplies	829,750	734,396	644,765	89,631
Capital Outlay	335,975	306,019	304,319	1,700
Other	1,300	5,200	4,872	328
Total Vocational	<u>6,824,531</u>	<u>7,169,018</u>	<u>6,424,358</u>	<u>744,660</u>
Adult/Continuing:				
Salaries and Wages	100	21,046	20,946	100
Fringe Benefits	0	3,339	3,232	107
Materials and Supplies	0	10,000	360	9,640
Total Adult/Continuing	<u>\$100</u>	<u>\$34,385</u>	<u>\$24,538</u>	<u>\$9,847</u>

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Student Intervention Services:				
Salaries and Wages	\$59,300	\$59,300	\$30,500	\$28,800
Fringe Benefits	8,600	8,600	4,854	3,746
Purchased Services	500	500	0	500
Materials and Supplies	9,500	9,500	2,018	7,482
Total Student Intervention Services	77,900	77,900	37,372	40,528
Total Instruction	199,944,131	191,742,873	179,994,771	11,748,102
Support Services:				
Pupils:				
Salaries and Wages	10,356,100	11,793,335	11,430,152	363,183
Fringe Benefits	3,420,000	3,866,356	3,629,386	236,970
Purchased Services	2,652,423	2,540,088	2,283,006	257,082
Materials and Supplies	500,285	513,590	173,359	340,231
Capital Outlay	10,000	10,000	0	10,000
Total Pupils	16,938,808	18,723,369	17,515,903	1,207,466
Instructional Staff:				
Salaries and Wages	3,377,797	3,804,416	3,045,210	759,206
Fringe Benefits	1,344,233	1,486,852	1,279,860	206,992
Purchased Services	914,094	1,702,650	1,165,067	537,583
Materials and Supplies	1,161,034	3,053,949	2,571,458	482,491
Capital Outlay	1,239,685	1,130,880	829,547	301,333
Other	36,507	66,634	30,827	35,807
Total Instructional Staff	8,073,350	11,245,381	8,921,969	2,323,412
Board of Education:				
Salaries and Wages	15,800	18,175	18,175	0
Fringe Benefits	2,500	2,973	2,936	37
Purchased Services	7,092	7,000	6,379	621
Materials and Supplies	2,000	2,000	78	1,922
Other	26,000	62,896	62,896	0
Total Board of Education	53,392	93,044	90,464	2,580
Administration:				
Salaries and Wages	13,327,000	13,940,033	13,155,410	784,623
Fringe Benefits	5,956,200	6,223,784	5,605,458	618,326
Purchased Services	1,141,583	1,129,954	947,927	182,027
Materials and Supplies	123,603	128,590	82,823	45,767
Capital Outlay	14,600	2,100	0	2,100
Other	601,185	450,710	101,733	348,977
Total Administration	\$21,164,171	\$21,875,171	\$19,893,351	\$1,981,820

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Fiscal:				
Salaries and Wages	\$995,500	\$997,303	\$945,364	\$51,939
Fringe Benefits	477,000	479,814	441,803	38,011
Purchased Services	415,929	641,086	594,753	46,333
Materials and Supplies	14,220	14,170	3,819	10,351
Other	2,088,385	2,174,722	2,059,187	115,535
Total Fiscal	3,991,034	4,307,095	4,044,926	262,169
Business:				
Salaries and Wages	199,400	199,400	197,497	1,903
Fringe Benefits	91,100	114,533	111,527	3,006
Purchased Services	785,235	792,673	652,929	139,744
Materials and Supplies	99,152	100,199	89,816	10,383
Capital Outlay	1,000	1,000	0	1,000
Other	103,144	103,144	101,568	1,576
Total Business	1,279,031	1,310,949	1,153,337	157,612
Operation and Maintenance of Plant:				
Salaries and Wages	8,864,500	8,790,224	8,642,572	147,652
Fringe Benefits	3,785,200	3,620,493	3,620,491	2
Purchased Services	6,654,745	6,357,938	6,357,938	0
Materials and Supplies	1,502,763	1,589,779	1,589,779	0
Capital Outlay	548,931	456,121	456,121	0
Other	3,077	8,824	8,824	0
Total Operation and Maintenance of Plant	21,359,216	20,823,379	20,675,725	147,654
Pupil Transportation:				
Salaries and Wages	9,557,900	9,341,185	9,341,185	0
Fringe Benefits	4,486,100	4,229,548	4,229,548	0
Purchased Services	2,440,158	2,990,380	2,990,380	0
Materials and Supplies	1,969,491	2,639,807	2,639,807	0
Capital Outlay	59,391	19,391	19,391	0
Total Pupil Transportation	18,513,040	19,220,311	19,220,311	0
Central:				
Salaries and Wages	1,791,100	1,790,932	1,790,932	0
Fringe Benefits	857,500	811,990	810,527	1,463
Purchased Services	3,328,932	3,225,283	2,860,088	365,195
Materials and Supplies	42,679	49,620	49,420	200
Capital Outlay	38,070	76,538	76,538	0
Other	10,400	8,019	8,019	0
Total Central	6,068,681	5,962,382	5,595,524	366,858
Total Support Services	\$97,440,723	\$103,561,081	\$97,111,510	\$6,449,571

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	\$181,300	\$169,238	\$169,238	\$0
Fringe Benefits	40,200	40,769	40,644	125
Purchased Services	4,265	1,565	1,565	0
Materials and Supplies	2,670	228	228	0
Capital Outlay	630	0	0	0
Total Community Services	229,065	211,800	211,675	125
Shared Services:				
Salaries and Wages	305,600	299,124	299,124	0
Fringe Benefits	110,800	104,193	102,662	1,531
Total Shared Services	416,400	403,317	401,786	1,531
Total Operation of Non-Instructional Services	645,465	615,117	613,461	1,656
Extracurricular Activities:				
Academic Oriented Activities:				
Salaries and Wages	367,800	391,019	391,019	0
Fringe Benefits	62,500	62,651	60,913	1,738
Purchased Services	58,860	50,637	49,577	1,060
Total Academic Oriented Activities	489,160	504,307	501,509	2,798
Occupation Oriented Activities:				
Salaries and Wages	3,000	2,850	2,850	0
Fringe Benefits	300	454	439	15
Total Occupation Oriented Activities	3,300	3,304	3,289	15
Sport Oriented Activities:				
Salaries and Wages	1,623,378	1,666,047	1,666,047	0
Fringe Benefits	367,120	364,218	359,235	4,983
Purchased Services	630,408	614,598	614,598	0
Materials and Supplies	59,283	104,649	104,649	0
Capital Outlay	125,000	186,162	186,162	0
Other	152	4,372	4,372	0
Total Sport Oriented Activities	2,805,341	2,940,046	2,935,063	4,983
Co-Curricular Activities:				
Salaries and Wages	241,700	255,344	255,344	0
Fringe Benefits	41,900	40,662	39,382	1,280
Purchased Services	13,200	27,013	27,013	0
Total Co-Curricular Activities	296,800	323,019	321,739	1,280
Total Extracurricular Activities	\$3,594,601	\$3,770,676	\$3,761,600	\$9,076

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Capital Outlay:				
Site Improvement Services:				
Capital Outlay	\$6,485	\$435	\$435	\$0
Building Acquisition and Construction Services:				
Capital Outlay	<u>160,000</u>	<u>160,000</u>	<u>160,000</u>	<u>0</u>
Total Capital Outlay	<u>166,485</u>	<u>160,435</u>	<u>160,435</u>	<u>0</u>
<i>Total Expenditures</i>	<u>301,791,405</u>	<u>299,850,182</u>	<u>281,641,777</u>	<u>18,208,405</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(35,647,309)</u>	<u>(23,977,808)</u>	<u>(3,676,615)</u>	<u>20,301,193</u>
Other Financing Sources (Uses)				
Advances In	10,372,660	10,372,657	10,372,657	0
Advances Out	(1,500,000)	(5,297,318)	(5,297,318)	0
Transfers In	552,770	572,327	0	(572,327)
Transfers Out	<u>(1,573,500)</u>	<u>(1,255,936)</u>	<u>(883,051)</u>	<u>372,885</u>
<i>Total Other Financing Sources (Uses)</i>	<u>7,851,930</u>	<u>4,391,730</u>	<u>4,192,288</u>	<u>(199,442)</u>
<i>Net Change in Fund Balance</i>	<u>(27,795,379)</u>	<u>(19,586,078)</u>	<u>515,673</u>	<u>20,101,751</u>
<i>Fund Balance Beginning of Year</i>	245,687,110	245,687,110	245,687,110	0
Prior Year Encumbrances Appropriated	<u>5,073,631</u>	<u>5,073,631</u>	<u>5,073,631</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$222,965,362</u>	<u>\$231,174,663</u>	<u>\$251,276,414</u>	<u>\$20,101,751</u>

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
All Federal Grants Fund
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$59,087,691	\$112,597,462	\$38,224,341	(\$74,373,121)
Miscellaneous	0	0	50,000	50,000
<i>Total Revenues</i>	<u>59,087,691</u>	<u>112,597,462</u>	<u>38,274,341</u>	<u>(74,323,121)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	1,536,995	2,226,698	1,370,212	856,486
Fringe Benefits	469,656	569,790	437,574	132,216
Purchased Services	273,597	2,335,597	855,362	1,480,235
Materials and Supplies	3,736,539	7,306,152	5,749,045	1,557,107
Capital Outlay	251,258	250,000	218,862	31,138
Total Regular	<u>6,268,045</u>	<u>12,688,237</u>	<u>8,631,055</u>	<u>4,057,182</u>
Special:				
Salaries and Wages	1,262,056	8,789,201	6,326,065	2,463,136
Fringe Benefits	659,066	3,437,544	2,556,856	880,688
Purchased Services	790,189	1,933,287	1,338,286	595,001
Materials and Supplies	392,887	892,022	769,003	123,019
Capital Outlay	46,007	10,000	0	10,000
Total Special	<u>3,150,205</u>	<u>15,062,054</u>	<u>10,990,210</u>	<u>4,071,844</u>
Vocational:				
Salaries and Wages	74,430	510,114	441,289	68,825
Fringe Benefits	24,621	170,736	146,588	24,148
Purchased Services	1,600	29,818	24,657	5,161
Total Vocational	<u>100,651</u>	<u>710,668</u>	<u>612,534</u>	<u>98,134</u>
Total Instruction	<u>9,518,901</u>	<u>28,460,959</u>	<u>20,233,799</u>	<u>8,227,160</u>
Support Services:				
Pupils:				
Salaries and Wages	0	954,888	0	954,888
Fringe Benefits	0	231,530	0	231,530
Purchased Services	200	4,000,358	847,851	3,152,507
Materials and Supplies	900	545	245	300
Total Pupils	<u>\$1,100</u>	<u>\$5,187,321</u>	<u>\$848,096</u>	<u>\$4,339,225</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
All Federal Grants Fund (continued)
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Instructional Staff:				
Salaries and Wages	\$1,026,563	\$4,018,873	\$2,762,506	\$1,256,367
Fringe Benefits	261,561	1,209,262	926,811	282,451
Purchased Services	1,543,612	2,418,637	1,532,193	886,444
Materials and Supplies	2,606,903	2,586,927	399,048	2,187,879
Capital Outlay	1,657,252	945,283	214,877	730,406
Other	2,910	3,000	90	2,910
Total Instructional Staff	7,098,801	11,181,982	5,835,525	5,346,457
Administration:				
Salaries and Wages	136,806	724,457	551,112	173,345
Fringe Benefits	44,874	297,354	234,248	63,106
Purchased Services	9,320	26,176	19,819	6,357
Materials and Supplies	26,277	12,204	6,898	5,306
Capital Outlay	746	0	0	0
Total Administration	218,023	1,060,191	812,077	248,114
Fiscal:				
Other	2,488,123	2,714,005	87,096	2,626,909
Operation and Maintenance of Plant:				
Salaries and Wages	11,233	29,649	16,339	13,310
Fringe Benefits	2,256	5,932	3,165	2,767
Purchased Services	850	850	0	850
Materials and Supplies	876,535	748,307	75,985	672,322
Capital Outlay	66,240	66,240	66,240	0
Total Operation and Maintenance of Plant	957,114	850,978	161,729	689,249
Pupil Transportation:				
Purchased Services	30,559	152,780	3,146	149,634
Capital Outlay	418,811	418,811	202,954	215,857
Total Pupil Transportation	449,370	571,591	206,100	365,491
Central:				
Purchased Services	45,609	185,000	184,407	593
Total Support Services	\$11,258,140	\$21,751,068	\$8,135,030	\$13,616,038

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
All Federal Grants Fund (continued)
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	\$72,328	\$352,228	\$201,043	\$151,185
Fringe Benefits	12,761	79,037	53,732	25,305
Purchased Services	752,491	1,400,650	958,567	442,083
Materials and Supplies	166,476	465,045	283,771	181,274
Capital Outlay	7,000	0	0	0
Total Operation of Non-Instructional Services	<u>1,011,056</u>	<u>2,296,960</u>	<u>1,497,113</u>	<u>799,847</u>
Capital Outlay:				
Building Improvement Services:				
Purchased Services	0	2,855,990	2,841,848	14,142
Capital Outlay	500,000	46,370,709	37,771,504	8,599,205
Total Capital Outlay	<u>500,000</u>	<u>49,226,699</u>	<u>40,613,352</u>	<u>8,613,347</u>
<i>Total Expenditures</i>	<u>22,288,097</u>	<u>101,735,686</u>	<u>70,479,294</u>	<u>31,256,392</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>36,799,594</u>	<u>10,861,776</u>	<u>(32,204,953)</u>	<u>(43,066,729)</u>
Other Financing Sources (Uses)				
Advances In	0	0	5,297,318	5,297,318
Advances Out	0	0	(10,372,657)	(10,372,657)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>(5,075,339)</u>	<u>(5,075,339)</u>
<i>Net Change in Fund Balance</i>	36,799,594	10,861,776	(37,280,292)	(48,142,068)
<i>Fund Deficit Beginning of Year</i>	(3,667,895)	(3,667,895)	(3,667,895)	0
Prior Year Encumbrances Appropriated	<u>3,667,895</u>	<u>3,667,895</u>	<u>3,667,895</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>\$36,799,594</u>	<u>\$10,861,776</u>	<u>(\$37,280,292)</u>	<u>(\$48,142,068)</u>

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$44,280,007	\$19,013,600	\$19,024,172	\$10,572
Intergovernmental	2,034,844	2,034,844	1,845,948	(188,896)
Interest	700	700	2,518	1,818
<i>Total Revenues</i>	<u>46,315,551</u>	<u>21,049,144</u>	<u>20,872,638</u>	<u>(176,506)</u>
Expenditures				
Current:				
Support Services:				
Fiscal:				
Other	250,000	268,158	268,109	49
Debt Service:				
Principal Retirement	12,295,000	12,295,000	12,295,000	0
Interest and Fiscal Charges	6,852,620	6,852,620	6,852,586	34
<i>Total Debt Service</i>	<u>19,147,620</u>	<u>19,147,620</u>	<u>19,147,586</u>	<u>34</u>
<i>Total Expenditures</i>	<u>19,397,620</u>	<u>19,415,778</u>	<u>19,415,695</u>	<u>83</u>
<i>Excess of Revenues Over Expenditures</i>	26,917,931	1,633,366	1,456,943	(176,423)
Other Financing Sources				
Transfers In	0	500,000	500,000	0
<i>Net Change in Fund Balance</i>	26,917,931	2,133,366	1,956,943	(176,423)
<i>Fund Balance Beginning of Year</i>	<u>18,861,573</u>	<u>18,861,573</u>	<u>18,861,573</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$45,779,504</u>	<u>\$20,994,939</u>	<u>\$20,818,516</u>	<u>(\$176,423)</u>

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Capital Improvements Fund
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$4,164,428	\$4,341,500	\$4,372,111	\$30,611
Intergovernmental	476,000	476,000	470,774	(5,226)
Miscellaneous	265,100	265,100	0	(265,100)
<i>Total Revenues</i>	<i>4,905,528</i>	<i>5,082,600</i>	<i>4,842,885</i>	<i>(239,715)</i>
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	174,011	1,174,223	1,000,399	173,824
Capital Outlay	5,953	436,454	8,252	428,202
Total Instruction	179,964	1,610,677	1,008,651	602,026
Support Services:				
Administration:				
Materials and Supplies	342	342	0	342
Fiscal:				
Other	0	70,005	70,005	0
Business:				
Purchased Services	45,230	106,142	106,141	1
Capital Outlay	89,486	189,486	0	189,486
Total Business	134,716	295,628	106,141	189,487
Operation and Maintenance of Plant:				
Capital Outlay	0	124,141	52,124	72,017
Pupil Transportation:				
Materials and Supplies	3,372	3,372	0	3,372
Capital Outlay	10,668	2,541,039	1,218,107	1,322,932
Total Pupil Transportation	14,040	2,544,411	1,218,107	1,326,304
Central:				
Materials and Supplies	340	68,340	7,735	60,605
Capital Outlay	52,134	119,131	89,241	29,890
Total Central	52,474	187,471	96,976	90,495
Total Support Services	201,572	3,221,998	1,543,353	1,678,645
Extracurricular Activities:				
Sport Oriented Activities:				
Capital Outlay	\$0	\$5,888	\$5,888	\$0

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Capital Improvements Fund (continued)
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Capital Outlay:				
Site Acquisition Services:				
Capital Outlay	\$653	\$653	\$0	\$653
Building Acquisition and Construction Services:				
Purchased Services	50,468	283,960	255,762	28,198
Capital Outlay	1,282,736	2,582,209	1,706,943	875,266
Total Building Acquisition and Construction Services	1,333,204	2,866,169	1,962,705	903,464
Total Capital Outlay	1,333,857	2,866,822	1,962,705	904,117
<i>Total Expenditures</i>	1,715,393	7,705,385	4,520,597	3,184,788
<i>Net Change in Fund Balance</i>	3,190,135	(2,622,785)	322,288	2,945,073
<i>Fund Balance Beginning of Year</i>	3,646,049	3,646,049	3,646,049	0
Prior Year Encumbrances Appropriated	855,004	855,004	855,004	0
<i>Fund Balance End of Year</i>	\$7,691,188	\$1,878,268	\$4,823,341	\$2,945,073

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Building Fund
For the Fiscal Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$300,000	\$324,700	\$300,914	(\$23,786)
Expenditures				
Capital Outlay:				
Building Acquisition and Construction Services:				
Purchased Services	203,941	233,971	233,971	0
Capital Outlay	18,840,871	18,810,841	18,810,841	0
<i>Total Expenditures</i>	<u>19,044,812</u>	<u>19,044,812</u>	<u>19,044,812</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(18,744,812)	(18,720,112)	(18,743,898)	(23,786)
<i>Fund Balance Beginning of Year</i>	995,627	995,627	995,627	0
Prior Year Encumbrances Appropriated	<u>19,014,782</u>	<u>19,014,782</u>	<u>19,014,782</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$1,265,597</u>	<u>\$1,290,297</u>	<u>\$1,266,511</u>	<u>(\$23,786)</u>

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Classroom Facilities Fund
For the Fiscal Year Ended June 30, 2022

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$59,916,624	\$41,680,229	\$31,868,941	(\$9,811,288)
Interest	330,000	330,000	244,167	(85,833)
<i>Total Revenues</i>	<u>60,246,624</u>	<u>42,010,229</u>	<u>32,113,108</u>	<u>(9,897,121)</u>
Expenditures				
Capital Outlay:				
Building Acquisition and Construction Services:				
Purchased Services	2,891,878	2,947,508	2,935,508	12,000
Capital Outlay	85,995,437	86,388,742	86,388,742	0
Other	300,000	300,000	300,000	0
Total Building Acquisition and Construction Services	89,187,315	89,636,250	89,624,250	12,000
Other Facilities Acquisition and Construction:				
Capital Outlay	18,210	1,728,102	1,728,102	0
<i>Total Expenditures</i>	<u>89,205,525</u>	<u>91,364,352</u>	<u>91,352,352</u>	<u>12,000</u>
<i>Net Change in Fund Balance</i>	(28,958,901)	(49,354,123)	(59,239,244)	(9,885,121)
<i>Fund Deficit Beginning of Year</i>	(36,948,635)	(36,948,635)	(36,948,635)	0
Prior Year Encumbrances Appropriated	89,193,404	89,193,404	89,193,404	0
<i>Fund Balance (Deficit) End of Year</i>	<u>\$23,285,868</u>	<u>\$2,890,646</u>	<u>(\$6,994,475)</u>	<u>(\$9,885,121)</u>

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$9,443,242	\$14,677,100	\$15,536,177	\$859,077
Interest	386	600	2,744	2,144
Gifts and Donations	1,351	2,100	0	(2,100)
Charges for Services	274,633	426,847	476,975	50,128
Miscellaneous	2,188	3,400	35,386	31,986
<i>Total Revenues</i>	<u>9,721,800</u>	<u>15,110,047</u>	<u>16,051,282</u>	<u>941,235</u>
Expenditures				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Purchased Services	212,500	0	0	0
Operation of Food Services:				
Salaries and Wages	4,076,400	4,180,191	3,875,422	304,769
Fringe Benefits	1,830,700	1,924,366	1,791,831	132,535
Purchased Services	319,769	351,820	213,111	138,709
Materials and Supplies	7,749,411	7,732,143	6,152,453	1,579,690
Capital Outlay	800,990	800,990	300,846	500,144
Other	45,842	45,842	39,706	6,136
Total Operation of Food Services	<u>14,823,112</u>	<u>15,035,352</u>	<u>12,373,369</u>	<u>2,661,983</u>
<i>Total Expenditures</i>	<u>15,035,612</u>	<u>15,035,352</u>	<u>12,373,369</u>	<u>2,661,983</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(5,313,812)	74,695	3,677,913	3,603,218
Other Financing Sources				
Transfers In	0	50,000	9,762	(40,238)
<i>Net Change in Fund Balance</i>	(5,313,812)	124,695	3,687,675	3,562,980
<i>Fund Balance Beginning of Year</i>	114,953	114,953	114,953	0
Prior Year Encumbrances Appropriated	<u>2,760,612</u>	<u>2,760,612</u>	<u>2,760,612</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>(\$2,438,247)</u>	<u>\$3,000,260</u>	<u>\$6,563,240</u>	<u>\$3,562,980</u>

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Grants Fund
For the Fiscal Year Ended June 30, 2022

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$159,500	\$174,500	\$159,500	(\$15,000)
Tuition and Fees	3,436	5,236	9,665	4,429
Gifts and Donations	0	7,500	0	(7,500)
<i>Total Revenues</i>	<u>162,936</u>	<u>187,236</u>	<u>169,165</u>	<u>(18,071)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	50	9,650	3,452	6,198
Fringe Benefits	11	1,527	550	977
Purchased Services	2,785	16,727	14,081	2,646
Materials and Supplies	215,200	271,647	86,684	184,963
Capital Outlay	7,851	13,741	0	13,741
Total Regular	<u>225,897</u>	<u>313,292</u>	<u>104,767</u>	<u>208,525</u>
Special:				
Materials and Supplies	929	1,520	614	906
Total Instruction	<u>226,826</u>	<u>314,812</u>	<u>105,381</u>	<u>209,431</u>
Support Services:				
Pupils:				
Salaries and Wages	3,611	42,495	36,128	6,367
Fringe Benefits	982	6,749	5,731	1,018
Purchased Services	15,800	16,568	576	15,992
Materials and Supplies	34,742	108,846	49,669	59,177
Total Pupils	<u>55,135</u>	<u>174,658</u>	<u>92,104</u>	<u>82,554</u>
Instructional Staff:				
Salaries and Wages	157,967	283,579	98,814	184,765
Fringe Benefits	5,944	22,660	15,385	7,275
Purchased Services	8,401	11,337	8,963	2,374
Materials and Supplies	3,785	9,914	4,901	5,013
Capital Outlay	3,064	3,000	2,880	120
Total Instructional Staff	<u>179,161</u>	<u>330,490</u>	<u>130,943</u>	<u>199,547</u>
Administration:				
Materials and Supplies	1,573	585	293	292
Other	515	515	0	515
Total Administration	<u>2,088</u>	<u>1,100</u>	<u>293</u>	<u>807</u>
Total Support Services	<u>\$236,384</u>	<u>\$506,248</u>	<u>\$223,340</u>	<u>\$282,908</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Grants Fund (continued)
For the Fiscal Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Extracurricular Activities:				
Academic Oriented Activities:				
Salaries and Wages	\$1,518	\$7,090	\$6,840	\$250
Fringe Benefits	246	1,149	1,087	62
Total Academic Oriented Activities	<u>1,764</u>	<u>8,239</u>	<u>7,927</u>	<u>312</u>
Occupation Oriented Activities:				
Salaries and Wages	0	400	400	0
Fringe Benefits	0	65	64	1
Total Occupation Oriented Activities	<u>0</u>	<u>465</u>	<u>464</u>	<u>1</u>
School and Public Service Co-Curricular Activities:				
Salaries and Wages	0	500	500	0
Fringe Benefits	0	89	79	10
Total School and Public Service Co-Curricular Activities	<u>0</u>	<u>589</u>	<u>579</u>	<u>10</u>
Total Extracurricular Activities	<u>1,764</u>	<u>9,293</u>	<u>8,970</u>	<u>323</u>
Capital Outlay:				
Building Acquisition and Construction Services:				
Capital Outlay	34	0	0	0
Total Expenditures	<u>465,008</u>	<u>830,353</u>	<u>337,691</u>	<u>492,662</u>
Excess of Revenues Under Expenditures	(302,072)	(643,117)	(168,526)	474,591
Other Financing Sources				
Transfers In	<u>354,464</u>	<u>365,000</u>	<u>365,000</u>	<u>0</u>
Net Change in Fund Balance	52,392	(278,117)	196,474	474,591
Fund Balance Beginning of Year	288,836	288,836	288,836	0
Prior Year Encumbrances Appropriated	<u>16,671</u>	<u>16,671</u>	<u>16,671</u>	<u>0</u>
Fund Balance End of Year	<u>\$357,899</u>	<u>\$27,390</u>	<u>\$501,981</u>	<u>\$474,591</u>

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Classroom Facilities Maintenance Fund
For the Fiscal Year Ended June 30, 2022

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Property Taxes	\$448,300	\$461,800	\$461,791	(\$9)
Intergovernmental	374,600	374,600	374,536	(64)
<i>Total Revenues</i>	822,900	836,400	836,327	(73)
Expenditures	0	0	0	0
<i>Net Change in Fund Balance</i>	822,900	836,400	836,327	(73)
<i>Fund Balance Beginning of Year</i>	6,440,660	6,440,660	6,440,660	0
<i>Fund Balance End of Year</i>	<u>\$7,263,560</u>	<u>\$7,277,060</u>	<u>\$7,276,987</u>	<u>(\$73)</u>

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Student Activities Fund
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Extracurricular Activities	\$104,188	\$106,075	\$117,562	\$11,487
Gifts and Donations	0	26,702	16,054	(10,648)
<i>Total Revenues</i>	<u>104,188</u>	<u>132,777</u>	<u>133,616</u>	<u>839</u>
Expenditures				
Current:				
Extracurricular Activities:				
School and Public Service Co-Curricular Activities:				
Purchased Services	3,700	3,959	3,806	153
Materials and Supplies	1,100	7,200	1,056	6,144
Other	186,604	209,838	119,931	89,907
<i>Total Expenditures</i>	<u>191,404</u>	<u>220,997</u>	<u>124,793</u>	<u>96,204</u>
<i>Net Change in Fund Balance</i>	(87,216)	(88,220)	8,823	97,043
<i>Fund Balance Beginning of Year</i>	74,917	74,917	74,917	0
Prior Year Encumbrances Appropriated	<u>18,654</u>	<u>18,654</u>	<u>18,654</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$6,355</u>	<u>\$5,351</u>	<u>\$102,394</u>	<u>\$97,043</u>

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Athletics and Music Fund
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Tuition and Fees	\$700	\$700	\$3,302	\$2,602
Extracurricular Activities	1,374,382	889,885	1,148,815	258,930
Gifts and Donations	849,200	849,200	94,115	(755,085)
Miscellaneous	0	0	75	75
<i>Total Revenues</i>	<u>2,224,282</u>	<u>1,739,785</u>	<u>1,246,307</u>	<u>(493,478)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	100	100	0	100
Vocational:				
Materials and Supplies	109,260	108,804	587	108,217
Capital Outlay	50,460	50,371	0	50,371
Total Vocational	<u>159,720</u>	<u>159,175</u>	<u>587</u>	<u>158,588</u>
Total Instruction	<u>159,820</u>	<u>159,275</u>	<u>587</u>	<u>158,688</u>
Support Services:				
Pupils:				
Materials and Supplies	220	220	0	220
Extracurricular Activities:				
Academic Oriented Activities:				
Salaries and Wages	1,300	234	234	0
Fringe Benefits	330	37	37	0
Purchased Services	43,680	46,253	24,899	21,354
Materials and Supplies	129,825	136,006	57,910	78,096
Capital Outlay	3,170	3,821	3,077	744
Other	3,000	0	0	0
Total Academic Oriented Activities	<u>181,305</u>	<u>186,351</u>	<u>86,157</u>	<u>100,194</u>
Occupation Oriented Activities:				
Purchased Services	44,450	23,921	2,777	21,144
Materials and Supplies	225,174	243,997	155,904	88,093
Other	41,690	98,776	57,218	41,558
Total Occupation Oriented Activities	<u>311,314</u>	<u>366,694</u>	<u>215,899</u>	<u>150,795</u>
Sport Oriented Activities:				
Salaries and Wages	75,700	76,060	51,185	24,875
Fringe Benefits	18,470	16,876	8,049	8,827
Purchased Services	207,843	215,993	179,311	36,682
Materials and Supplies	366,020	555,972	360,000	195,972
Capital Outlay	500	15,210	15,206	4
Other	36,730	73,371	67,290	6,081
Total Sport Oriented Activities	<u>\$705,263</u>	<u>\$953,482</u>	<u>\$681,041</u>	<u>\$272,441</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Athletics and Music Fund (continued)
For the Fiscal Year Ended June 30, 2022

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
School and Public Service Co-Curricular Activities:				
Salaries and Wages	\$2,030	\$837	\$770	\$67
Fringe Benefits	730	223	123	100
Purchased Services	132,595	175,574	119,669	55,905
Materials and Supplies	200,266	226,624	122,085	104,539
Other	8,510	7,515	1,279	6,236
Total School and Public Service Co-Curricular Activities	<u>344,131</u>	<u>410,773</u>	<u>243,926</u>	<u>166,847</u>
Total Extracurricular Activities	<u>1,542,013</u>	<u>1,917,300</u>	<u>1,227,023</u>	<u>690,277</u>
Capital Outlay:				
Site Improvement Services:				
Capital Outlay	491,023	497,633	484,045	13,588
Building Acquisition and Construction Services:				
Capital Outlay	9,780	9,780	0	9,780
Total Capital Outlay	<u>500,803</u>	<u>507,413</u>	<u>484,045</u>	<u>23,368</u>
<i>Total Expenditures</i>	<u>2,202,856</u>	<u>2,584,208</u>	<u>1,711,655</u>	<u>872,553</u>
<i>Net Change in Fund Balance</i>	21,426	(844,423)	(465,348)	379,075
<i>Fund Balance Beginning of Year</i>	844,497	844,497	844,497	0
Prior Year Encumbrances Appropriated	<u>580,266</u>	<u>580,266</u>	<u>580,266</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$1,446,189</u>	<u>\$580,340</u>	<u>\$959,415</u>	<u>\$379,075</u>

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
All State Grants Fund
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$9,418,830	\$3,105,255	\$1,811,591	(\$1,293,664)
Interest	0	233	233	0
<i>Total Revenues</i>	<u>9,418,830</u>	<u>3,105,488</u>	<u>1,811,824</u>	<u>(1,293,664)</u>
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	89,356	89,356	85,883	3,473
Fringe Benefits	24,322	24,322	23,785	537
Materials and Supplies	2,131	2,131	2,131	0
Total Instruction	<u>115,809</u>	<u>115,809</u>	<u>111,799</u>	<u>4,010</u>
Support Services:				
Pupils:				
Salaries and Wages	5,587	5,587	0	5,587
Fringe Benefits	1,647	947	0	947
Purchased Services	3,336	3,198	2,821	377
Materials and Supplies	28	865	815	50
Total Pupils	<u>10,598</u>	<u>10,597</u>	<u>3,636</u>	<u>6,961</u>
Instructional Staff:				
Salaries and Wages	9,163	16,263	16,263	0
Fringe Benefits	1,788	2,918	2,918	0
Purchased Services	8,242	9,855	9,855	0
Total Instructional Staff	<u>19,193</u>	<u>29,036</u>	<u>29,036</u>	<u>0</u>
Administration:				
Salaries and Wages	5,913	5,913	5,913	0
Fringe Benefits	2,820	2,820	2,820	0
Purchased Services	405	405	405	0
Materials and Supplies	19	19	19	0
Total Administration	<u>9,157</u>	<u>9,157</u>	<u>9,157</u>	<u>0</u>
Fiscal:				
Other	<u>\$3,383</u>	<u>\$64,359</u>	<u>\$83</u>	<u>\$64,276</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
All State Grants Fund (continued)
For the Fiscal Year Ended June 30, 2022

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operation and Maintenance of Plant:				
Purchased Services	\$12,960	\$12,960	\$12,960	\$0
Materials and Supplies	79,585	79,585	79,585	0
Total Operation and Maintenance of Plant	<u>92,545</u>	<u>92,545</u>	<u>92,545</u>	<u>0</u>
Central:				
Purchased Services	55,800	55,800	55,800	0
Total Support Services	<u>190,676</u>	<u>261,494</u>	<u>190,257</u>	<u>71,237</u>
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	90,128	668,075	574,562	93,513
Fringe Benefits	27,998	179,681	153,091	26,590
Purchased Services	15,139	448,080	418,479	29,601
Materials and Supplies	133,619	504,631	355,170	149,461
Capital Outlay	12,846	21,186	11,186	10,000
Total Operation of Non-Instructional Services	<u>279,730</u>	<u>1,821,653</u>	<u>1,512,488</u>	<u>309,165</u>
Total Expenditures	<u>586,215</u>	<u>2,198,956</u>	<u>1,814,544</u>	<u>384,412</u>
Net Change in Fund Balance	8,832,615	906,532	(2,720)	(909,252)
Fund Balance Beginning of Year	242,600	242,600	242,600	0
Prior Year Encumbrances Appropriated	135,694	135,694	135,694	0
Fund Balance End of Year	<u>\$9,210,909</u>	<u>\$1,284,826</u>	<u>\$375,574</u>	<u>(\$909,252)</u>

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Positive (Negative)
Revenues				
Intergovernmental	\$13,812	\$8,600	\$8,251	(\$349)
Tuition and Fees	380,000	236,600	245,547	8,947
Extracurricular Activities	321,217	200,000	249,601	49,601
Gifts and Donations	49,406	30,762	75,833	45,071
Miscellaneous	131,056	81,600	18,667	(62,933)
<i>Total Revenues</i>	<u>895,491</u>	<u>557,562</u>	<u>597,899</u>	<u>40,337</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	67,730	88,472	47,862	40,610
Materials and Supplies	564,672	561,967	193,705	368,262
Total Regular	<u>632,402</u>	<u>650,439</u>	<u>241,567</u>	<u>408,872</u>
Special:				
Salaries and Wages	8,930	31,369	31,369	0
Fringe Benefits	1,490	7,362	7,362	0
Purchased Services	1,200	500	0	500
Materials and Supplies	349,643	322,823	115,403	207,420
Capital Outlay	5,500	0	0	0
Total Special	<u>366,763</u>	<u>362,054</u>	<u>154,134</u>	<u>207,920</u>
Vocational:				
Purchased Services	6,800	7,460	1,504	5,956
Materials and Supplies	20,890	19,734	4,162	15,572
Total Vocational	<u>27,690</u>	<u>27,194</u>	<u>5,666</u>	<u>21,528</u>
Total Instruction	<u>1,026,855</u>	<u>1,039,687</u>	<u>401,367</u>	<u>638,320</u>
Support Services:				
Pupils:				
Purchased Services	17,700	15,499	13,007	2,492
Materials and Supplies	198,137	195,878	99,547	96,331
Other	600	100	100	0
Total Pupils	<u>216,437</u>	<u>211,477</u>	<u>112,654</u>	<u>98,823</u>
Instructional Staff:				
Salaries and Wages	34,520	23,231	12,415	10,816
Fringe Benefits	8,770	5,434	2,086	3,348
Purchased Services	58,625	53,592	14,657	38,935
Materials and Supplies	90,694	112,798	48,197	64,601
Other	0	80	80	0
Total Instructional Staff	<u>\$192,609</u>	<u>\$195,135</u>	<u>\$77,435</u>	<u>\$117,700</u>

(continued)

South-Western City School District
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Fund (continued)
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Administration:				
Salaries and Wages	\$0	\$2,200	\$2,200	\$0
Fringe Benefits	100	760	760	0
Purchased Services	41,620	37,734	19,366	18,368
Materials and Supplies	71,252	92,345	57,738	34,607
Capital Outlay	1,861	8,761	1,861	6,900
Other	800	1,135	785	350
Total Administration	115,633	142,935	82,710	60,225
Operation and Maintenance of Plant:				
Materials and Supplies	1,400	1,400	0	1,400
Total Support Services	526,079	550,947	272,799	278,148
Extracurricular Activities:				
Academic Oriented Activities:				
Salaries and Wages	16,200	13,950	13,450	500
Fringe Benefits	2,890	2,256	2,139	117
Purchased Services	23,340	23,340	16,029	7,311
Materials and Supplies	2,020	2,020	0	2,020
Other	390	473	0	473
Total Academic Oriented Activities	44,840	42,039	31,618	10,421
Occupation Oriented Activities:				
Other	3,700	3,700	900	2,800
Sport Oriented Activities:				
Purchased Services	11,800	0	0	0
Capital Outlay	0	4,570	671	3,899
Total Occupation Oriented Activities	11,800	4,570	671	3,899
School and Public Service Co-Curricular Activities:				
Salaries and Wages	300	300	0	300
Fringe Benefits	200	200	0	200
Materials and Supplies	0	790	149	641
Other	0	250	250	0
Total School and Public Service Co-Curricular Activities	500	1,540	399	1,141
Total Extracurricular Activities	60,840	51,849	33,588	18,261
Total Expenditures	1,613,774	1,642,483	707,754	934,729
<i>Excess of Revenues Under Expenditures</i>	(718,283)	(1,084,921)	(109,855)	975,066
Other Financing Sources				
Transfers In	161,750	161,750	8,289	(153,461)
<i>Net Change in Fund Balance</i>	(556,533)	(923,171)	(101,566)	821,605
<i>Fund Balance Beginning of Year</i>	1,065,664	1,065,664	1,065,664	0
Prior Year Encumbrances Appropriated	17,765	17,765	17,765	0
Fund Balance End of Year	\$526,896	\$160,258	\$981,863	\$821,605

South-Western City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Self Insurance Fund
For the Fiscal Year Ended June 30, 2022

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for Services	\$39,565,600	\$41,709,600	\$43,646,942	\$1,937,342
Miscellaneous	0	0	25,257	25,257
<i>Total Revenues</i>	<u>39,565,600</u>	<u>41,709,600</u>	<u>43,672,199</u>	<u>1,962,599</u>
Expenses				
Salaries and Wages	540,000	1,140,000	1,073,349	66,651
Fringe Benefits	8,000	8,000	0	8,000
Purchased Services	274,202	6,489,746	5,344,500	1,145,246
Claims	38,898,115	38,898,115	38,898,115	0
<i>Total Expenses</i>	<u>39,720,317</u>	<u>46,535,861</u>	<u>45,315,964</u>	<u>1,219,897</u>
<i>Net Change in Fund Equity</i>	(154,717)	(4,826,261)	(1,643,765)	3,182,496
<i>Fund Equity Beginning of Year</i>	19,847,508	19,847,508	19,847,508	0
Prior Year Encumbrances Appropriated	<u>567,517</u>	<u>567,517</u>	<u>567,517</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$20,260,308</u></u>	<u><u>\$15,588,764</u></u>	<u><u>\$18,771,260</u></u>	<u><u>\$3,182,496</u></u>

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**STATISTICAL
SECTION**

Statistical Section

This part of the South-Western City School District's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the School District's overall financial health.

Contents	Pages(s)
<i>Financial Trends</i>	<i>S2 – S9</i>
These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	
<i>Revenue Capacity</i>	<i>S10 – S17</i>
These schedules contain information to help the reader assess the School District's most significant local revenue, the property tax.	
<i>Debt Capacity</i>	<i>S18 – S23</i>
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.	
<i>Demographic and Economic Information</i>	<i>S25 – S29</i>
These schedules offer demographic and economic indicators to help the reader understand the environment within which the School District's financial activities take place.	
<i>Operating Information</i>	<i>S30 – S40</i>
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.

South-Western City School District

Net Position by Component

Last Ten Fiscal Years

(Accrual Basis of Accounting)

	<u>2022</u>	<u>2021 (3)</u>	<u>2020</u>	<u>2019</u>
Net Investment in Capital Assets	\$231,184,178	\$194,162,292	\$176,674,297	\$171,159,103
Restricted	73,787,836	87,599,834	96,864,963	40,797,201
Unrestricted (Deficit)	<u>3,285,408</u>	<u>(15,983,514)</u>	<u>(69,639,429)</u>	<u>(29,333,354)</u>
Total Net Position	<u>\$308,257,422</u>	<u>\$265,778,612</u>	<u>\$203,899,831</u>	<u>\$182,622,950</u>

Source: School District's Annual Comprehensive Financial Report.

- (1) The School District reported the impact of GASB Statement No. 75 beginning in fiscal year 2017.
- (2) The School District reported the impact of GASB Statement No. 68 beginning in fiscal year 2014.
- (3) Restated for presentation purposes.

2018	2017 (1)	2016	2015	2014 (2)	2013
\$176,449,342	\$177,047,796	\$174,341,029	\$143,338,358	\$101,583,123	\$73,224,817
30,224,043	27,928,840	43,195,665	67,798,514	115,914,055	144,401,093
(83,251,632)	(237,017,912)	(160,628,253)	(183,851,632)	(204,621,889)	104,511,925
<u>\$123,421,753</u>	<u>(\$32,041,276)</u>	<u>\$56,908,441</u>	<u>\$27,285,240</u>	<u>\$12,875,289</u>	<u>\$322,137,835</u>

South-Western City School District
Changes in Net Position of Governmental Activities
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	2022	2021	2020 (3)	2019	2018 (1)
Expenses					
Regular Instruction	\$123,916,142	\$161,270,355	\$149,462,553	\$112,176,046	\$52,330,452
Special Instruction	61,522,533	69,077,674	64,137,277	49,754,028	23,934,963
Vocational Instruction	6,816,654	7,646,160	7,230,064	6,400,039	3,044,812
Adult/Continuing	21,904	0	103	0	0
Student Intervention Services	33,536	9,273	130,373	0	0
Other Instruction	0	0	0	2,384,029	851,870
Pupils Support	16,736,319	16,732,605	16,022,353	12,440,548	4,857,584
Instructional Staff Support	11,655,589	11,325,162	10,768,156	8,590,407	4,091,298
Board of Education	75,455	73,728	41,016	42,837	42,885
Administration	19,067,737	21,301,589	20,985,252	18,272,584	14,641,127
Fiscal	4,130,299	5,072,322	4,180,592	3,934,764	3,303,297
Business	1,195,470	1,219,749	1,042,249	1,180,760	1,138,922
Operation and Maintenance of Plant	18,221,310	18,871,697	19,594,370	19,123,225	17,865,160
Pupil Transportation	17,541,735	19,098,625	18,310,676	18,084,866	14,063,857
Central	5,652,355	5,284,631	6,499,126	5,302,440	5,516,593
Operation of Non-Instructional Services	3,312,979	4,265,052	3,319,916	2,643,633	1,508,763
Operation of Food Services	11,181,119	9,393,438	10,886,149	11,112,728	10,024,536
Extracurricular Activities	4,325,190	4,711,294	4,782,209	4,603,237	4,642,218
Interest and Fiscal Charges	5,920,239	6,141,889	6,052,544	5,663,563	6,150,732
Total Expenses	311,326,565	361,495,243	343,444,978	281,709,734	168,009,069
Program Revenues					
Charges for Services and Sales:					
Regular Instruction	1,134,981	1,630,378	2,091,454	1,824,195	2,503,879
Special Instruction	2,579,074	688,857	784,765	848,254	1,261,257
Vocational Instruction	88,080	82,496	135,849	88,290	78,747
Adult/Continuing	45	0	1	0	0
Student Intervention Services	69	58	1,895	0	0
Other Instruction	0	0	0	0	54,492
Pupils Support	32,569	106,898	256,412	115,266	99
Instructional Staff Support	12,645	50,179	107,985	56,116	98,329
Board of Education	145	450	572	0	0
Administration	36,880	127,424	292,131	40,757	699
Fiscal	7,177	25,079	50,919	0	0
Business	36,782	6,827	14,592	0	0
Operation and Maintenance of Plant	36,726	110,802	270,114	331,505	530,186
Pupil Transportation	35,196	93,652	237,382	513,130	521,441
Central	7,950	24,371	69,004	0	788,148
Operation of Non-Instructional Services	1,060	3,724	8,004	414,914	379,797
Operation of Food Services	478,216	129,197	1,861,203	2,394,087	2,201,359
Extracurricular Activities	1,953,704	1,007,643	1,986,328	1,473,758	1,647,852
Operating Grants and Contributions	73,722,049	72,997,243	54,035,939	54,493,383	48,930,144
Total Program Revenues	80,163,348	77,085,278	62,204,549	62,593,655	58,996,429
Net Expense	(231,163,217)	(284,409,965)	(281,240,429)	(219,116,079)	(109,012,640)
General Revenues					
Property Taxes Levied for:					
General Purposes	109,403,880	160,502,957	77,938,541	107,451,180	107,745,696
Debt Service	18,358,860	25,410,815	10,501,411	15,630,259	15,026,577
Capital Improvement	4,360,827	6,038,645	2,463,209	4,005,257	4,103,758
Classroom Facilities	461,791	417,647	505,935	461,791	461,791
Payment in Lieu of Taxes	7,218,578	2,927,925	1,392,636	4,910,914	2,722,586
Grants and Entitlements not					
Restricted to Specific Programs	133,968,861	143,673,433	200,203,277	138,174,334	130,656,259
Unrestricted Contributions	38,987	650,727	28,950	0	0
Investment Earnings	(1,727,920)	459,288	7,164,615	6,771,960	2,408,307
Miscellaneous	1,558,163	6,207,309	2,088,222	911,581	1,350,695
Total General Revenues	273,642,027	346,288,746	302,286,796	278,317,276	264,475,669
Change in Net Position	\$42,478,810	\$61,878,781	\$21,046,367	\$59,201,197	\$155,463,029

Source: School District's Annual Comprehensive Financial Report.

(1) Expenses are first impacted by the implementation of GASB Statement No. 75 beginning in fiscal year 2018.

(2) Expenses are first impacted by the implementation of GASB Statement No. 68 beginning in fiscal year 2015.

(3) Property taxes declined in fiscal year 2020 due to the property tax due date being moved from June 20th to August 5th due to the COVID-19 pandemic. This caused the amount available as advance to be significantly lower for the current fiscal year.

2017	2016	2015 (2)	2014	2013
\$132,190,385	\$115,895,871	\$116,295,000	\$107,731,469	\$102,766,386
50,293,456	41,941,289	43,404,819	38,522,065	32,721,653
6,991,329	5,735,500	3,750,926	5,803,760	6,268,512
0	0	0	0	0
0	0	0	0	0
1,672,845	1,037,207	446,347	988,572	983,567
13,719,435	10,812,041	10,425,013	10,214,045	10,582,567
8,779,168	6,991,382	7,245,057	7,541,449	14,851,375
43,090	38,893	39,662	42,800	38,433
20,568,977	18,051,038	18,266,211	17,395,756	15,025,637
4,150,471	3,638,125	3,743,700	3,959,922	3,970,157
1,089,877	965,164	1,216,693	947,722	820,483
18,890,587	16,252,265	17,579,641	15,507,439	16,488,459
16,547,727	13,287,082	12,758,549	12,790,060	12,706,181
5,145,218	3,605,582	7,269,139	8,751,099	7,983,879
2,504,473	1,882,314	2,561,233	1,767,068	1,722,452
11,040,608	9,514,753	9,019,672	8,595,582	8,404,080
4,711,775	4,473,772	4,350,089	4,216,439	4,604,650
6,103,205	7,804,277	7,717,741	7,895,232	8,241,288
<u>304,442,626</u>	<u>261,926,555</u>	<u>266,089,492</u>	<u>252,670,479</u>	<u>248,179,759</u>
1,312,075	113,092	174,543	119,849	127,137
425,485	0	0	0	0
87,054	60,098	100,919	62,016	77,472
0	0	0	0	0
0	0	0	0	0
23,817	0	17,125	16,642	19,098
66,118	0	0	0	0
33,059	0	0	0	0
0	0	0	0	0
38,568	0	0	0	953
0	0	0	0	0
0	0	0	0	0
432,594	0	0	0	157,119
743,634	521,926	493,670	533,664	566,411
15,273	0	0	0	0
373,095	345,268	310,142	317,612	16,907
2,403,283	2,087,119	2,442,209	2,140,284	2,160,948
1,512,355	799,612	1,023,969	1,050,317	939,040
44,695,754	38,975,908	40,157,084	36,623,684	32,737,457
<u>52,162,164</u>	<u>42,903,023</u>	<u>44,719,661</u>	<u>40,864,068</u>	<u>36,802,542</u>
<u>(252,280,462)</u>	<u>(219,023,532)</u>	<u>(221,369,831)</u>	<u>(211,806,411)</u>	<u>(211,377,217)</u>
99,628,315	97,244,559	98,141,046	100,918,408	81,312,729
12,955,510	12,723,819	13,270,413	13,915,812	11,717,816
3,801,482	3,707,805	3,816,149	3,797,717	3,155,717
461,791	461,791	461,791	683,079	461,791
2,481,467	2,559,549	2,268,035	2,571,069	2,039,592
125,869,877	124,624,428	116,135,086	107,655,463	226,338,145
0	0	0	0	0
1,121,821	769,495	640,471	904,617	266,483
1,662,693	6,555,287	1,046,791	8,689,146	10,206,218
<u>247,982,956</u>	<u>248,646,733</u>	<u>235,779,782</u>	<u>239,135,311</u>	<u>335,498,491</u>
<u>(\$4,297,506)</u>	<u>\$29,623,201</u>	<u>\$14,409,951</u>	<u>\$27,328,900</u>	<u>\$124,121,274</u>

South-Western City School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2022	2021(1)	2020	2019	2018
General Fund					
Nonspendable	\$555,438	\$472,868	\$390,687	\$376,851	\$346,530
Committed	1,018,050	1,059,466	1,187,950	1,242,140	1,352,169
Assigned	13,797,771	12,608,753	11,152,681	1,232,741	2,493,061
Unassigned	263,059,158	270,291,980	196,954,684	227,858,653	203,200,027
<i>Total General Fund</i>	<u>278,430,417</u>	<u>284,433,067</u>	<u>209,686,002</u>	<u>230,710,385</u>	<u>207,391,787</u>
All Other Governmental Funds					
Nonspendable	61,099	53,760	64,161	139,154	87,134
Restricted	66,884,004	112,341,071	131,132,119	39,790,302	41,454,766
Unassigned (Deficit)	(5,354,172)	(563,540)	(200,499)	(4,197,374)	(611,851)
<i>Total All Other Governmental Funds</i>	<u>61,590,931</u>	<u>111,831,291</u>	<u>130,995,781</u>	<u>35,732,082</u>	<u>40,930,049</u>
<i>Total Governmental Funds</i>	<u>\$340,021,348</u>	<u>\$396,264,358</u>	<u>\$340,681,783</u>	<u>\$266,442,467</u>	<u>\$248,321,836</u>

Source: School District's Annual Comprehensive Financial Report.

(1) Restated for Presentation Purposes.

2017	2016	2015	2014	2013
\$339,822	\$328,509	\$341,812	\$361,926	\$309,149
1,241,761	1,230,994	1,168,748	1,223,619	1,121,869
1,555,702	2,275,025	1,013,339	1,533,580	1,045,417
181,962,835	164,021,064	139,248,211	118,095,935	98,265,212
185,100,120	167,855,592	141,772,110	121,215,060	100,741,647
85,922	81,201	86,313	191,264	132,074
40,808,798	51,471,991	96,799,354	157,782,334	174,866,472
(624,589)	(3,457,838)	(6,280)	(147,475)	(211,500)
40,270,131	48,095,354	96,879,387	157,826,123	174,787,046
\$225,370,251	\$215,950,946	\$238,651,497	\$279,041,183	\$275,528,693

South-Western City School District
Changes in Fund Balances
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2022	2021	2020 (1)	2019	2018
Revenues					
Property Taxes	\$130,689,041	\$192,013,024	\$92,703,068	\$128,707,819	\$126,367,982
Intergovernmental	234,483,766	235,829,283	195,383,420	191,775,160	178,912,563
Interest	(1,718,161)	459,877	7,234,491	6,880,177	2,460,301
Tuition and Fees	5,122,365	2,914,874	3,164,971	3,024,402	4,148,739
Rent	202,884	133,299	241,093	0	0
Lease	34,704	0	0	0	0
Extracurricular Activities	1,743,106	845,639	1,683,066	0	0
Gifts and Donations	233,114	1,517,871	448,787	0	0
Charges for Services	528,786	153,970	1,929,187	0	0
Payments in Lieu of Taxes	7,218,578	2,927,925	4,260,100	6,027,007	7,273,492
Miscellaneous	1,532,906	6,207,309	2,088,222	4,067,549	2,501,618
<i>Total Revenues</i>	<u>380,071,089</u>	<u>443,003,071</u>	<u>309,136,405</u>	<u>340,482,114</u>	<u>321,664,695</u>
Expenditures					
Current:					
Instruction:					
Regular	124,730,864	140,109,076	129,980,495	119,955,918	117,346,225
Special	66,143,166	65,051,510	61,401,945	56,024,697	50,905,365
Vocational	6,818,874	6,691,942	6,305,732	6,861,081	6,302,211
Adult/Continuing	24,538	0	103	0	0
Student Intervention Services	37,372	9,273	130,373	0	0
Other	0	0	0	2,856,127	2,573,152
Support Services:					
Pupils	18,145,838	15,503,728	15,006,529	14,588,144	13,443,488
Instructional Staff	12,537,506	11,350,187	10,206,829	9,614,017	8,651,882
Board of Education	78,372	72,030	39,379	42,837	42,885
Administration	20,799,705	19,604,142	19,531,713	18,988,360	18,951,990
Fiscal	4,309,632	4,662,191	4,124,730	3,944,345	3,343,124
Business	1,130,548	1,188,918	1,012,997	1,193,214	1,141,852
Operation and Maintenance of Plant	20,116,123	18,309,306	18,786,173	19,021,482	18,584,262
Pupil Transportation	20,433,613	18,270,898	17,681,237	18,808,681	15,823,408
Central	5,373,948	4,349,411	4,985,048	5,286,242	4,901,094
Operation of Non-Instructional Services	3,387,895	3,997,883	3,057,594	2,234,040	1,654,933
Operation of Food Services	11,857,825	9,021,259	10,526,263	10,820,478	10,929,318
Shared Services	0	0	0	360,526	353,053
Extracurricular Activities	4,922,191	4,074,152	4,168,397	4,374,467	4,523,813
Capital Outlay	96,198,017	43,493,435	9,408,729	10,805,005	2,989,449
Debt Service:					
Principal Retirement	12,390,302	9,875,000	9,735,000	9,910,000	7,655,000
Interest and Fiscal Charges	6,877,770	7,163,361	6,914,286	6,671,822	6,989,039
Issuance Costs for Bonds and Notes	0	294,205	1,204,359	0	182,246
Advance Refunding Escrow	0	0	0	0	1,607,797
Underwriter's Discount on Bonds	0	0	0	0	0
<i>Total Expenditures</i>	<u>436,314,099</u>	<u>383,091,907</u>	<u>334,207,911</u>	<u>322,361,483</u>	<u>298,895,586</u>
<i>Excess of Revenue Over (Under) Expenditures</i>	<u>(56,243,010)</u>	<u>59,911,164</u>	<u>(25,071,506)</u>	<u>18,120,631</u>	<u>22,769,109</u>
Other Financing Sources (Uses):					
Sale of Capital Assets	0	0	17,146	0	0
Insurance Recoveries	0	0	19,576	0	0
General Obligation Bonds Issued	0	0	92,770,000	0	0
Premium on General Obligation Bonds Issued	0	0	7,310,868	0	0
Refunding Bonds Issued	0	26,320,000	71,204,962	0	10,000,000
Premium on Refunding Bonds Issued	0	0	4,907,033	0	0
Discount on Refunding Bonds Issued	0	0	0	0	(165,540)
Payment to Refunded Bond Escrow Agent	0	(30,513,949)	(77,149,277)	0	(9,651,984)
Transfers In	874,762	1,099,497	10,409,027	1,001,068	839,141
Transfers Out	(874,762)	(1,099,497)	(10,409,027)	(1,001,068)	(839,141)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>(4,193,949)</u>	<u>99,080,308</u>	<u>0</u>	<u>182,476</u>
<i>Net Change in Fund Balances</i>	<u>(\$56,243,010)</u>	<u>\$55,717,215</u>	<u>\$74,008,802</u>	<u>\$18,120,631</u>	<u>\$22,951,585</u>
<i>Debt Service as a Percentage of Noncapital Expenditures</i>	5.75%	5.06%	5.16%	5.36%	4.97%

Source: School District's Annual Comprehensive Financial Report.

(1) Property taxes declined in fiscal year 2020 due to the property tax due date being moved from June 20th to August 5th due to the COVID-19 pandemic. This caused the amount available as advance to be significantly lower for the current fiscal year.

2017	2016	2015	2014	2013
\$118,698,172	\$116,326,913	\$116,602,034	\$119,400,543	\$100,740,561
171,914,525	181,679,656	205,599,265	185,692,892	150,010,434
1,136,521	769,495	640,471	904,617	266,483
2,188,468	1,910,843	1,594,170	1,553,110	1,603,675
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
6,993,246	9,345,190	7,649,236	7,136,565	7,854,701
2,698,289	2,583,596	2,374,411	2,294,221	655,252
303,629,221	312,615,693	334,459,587	316,981,948	261,131,106
114,850,399	108,032,000	110,605,915	102,693,606	98,271,137
47,574,576	42,883,900	41,452,129	38,262,981	32,808,231
6,075,765	5,058,690	5,545,565	5,090,568	5,372,204
0	0	0	0	0
0	0	0	0	0
1,520,029	1,007,640	1,016,338	990,848	988,051
12,870,866	11,076,667	10,675,992	10,064,950	10,595,108
8,211,240	7,140,821	7,357,771	7,649,659	14,990,657
41,295	39,832	39,662	42,800	38,433
19,290,782	18,209,970	18,431,619	17,076,332	14,968,530
4,072,908	3,668,683	3,779,585	3,940,769	3,969,374
1,077,770	936,470	1,002,805	943,096	865,860
17,614,710	16,188,585	16,610,540	15,296,454	14,877,670
15,171,030	12,893,338	12,333,623	12,078,155	11,733,590
4,093,795	2,834,941	3,533,353	3,538,546	3,583,087
1,852,147	1,382,407	1,481,187	1,233,929	1,298,989
10,323,686	9,355,865	8,973,023	8,569,909	8,365,996
343,272	328,850	322,229	273,182	68,734
4,259,417	4,028,982	4,015,852	4,009,264	4,394,019
10,122,067	75,397,824	112,327,385	67,044,316	18,589,048
5,826,655	7,201,666	7,426,666	6,511,666	12,256,667
9,017,507	7,665,251	7,918,034	8,183,116	7,205,069
297,703	0	0	0	367,123
0	0	0	0	0
0	0	0	0	593,899
294,507,619	335,332,382	374,849,273	313,494,146	266,201,476
9,121,602	(22,716,689)	(40,389,686)	3,487,802	(5,070,370)
0	16,138	0	24,688	64,965
0	0	0	0	0
0	0	0	0	140,250,000
0	0	0	0	8,711,022
35,800,000	0	0	0	0
6,681,610	0	0	0	0
0	0	0	0	0
(42,183,907)	0	0	0	0
13,285,540	1,059,176	1,291,078	1,291,140	1,290,220
(13,285,540)	(1,059,176)	(1,291,078)	(1,291,140)	(1,290,220)
297,703	16,138	0	24,688	149,025,987
\$9,419,305	(\$22,700,551)	(\$40,389,686)	\$3,512,490	\$143,955,617
5.20%	5.65%	5.73%	5.94%	7.77%

South-Western City School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Collection Year	Real Property		Tangible Personal Property	
	Residential/ Agricultural	Estimated Actual Value	Assessed Value	Estimated Actual Value
2022	\$3,194,272,440	\$9,126,492,686	\$191,553,080	\$547,294,514
2021	3,176,465,890	9,075,616,829	176,130,270	503,229,343
2020	2,662,063,460	7,605,895,600	164,695,690	470,559,114
2019	2,614,172,240	7,469,063,543	151,805,130	433,728,943
2018	2,624,071,540	7,497,347,257	118,063,690	337,324,829
2017	2,340,809,230	6,688,026,371	113,591,020	324,545,771
2016	2,323,930,240	6,639,800,686	111,151,060	317,574,457
2015	2,324,059,180	6,640,169,086	109,471,420	312,775,486
2014	2,343,813,690	6,696,610,543	93,711,540	267,747,257
2013	2,291,139,940	6,546,114,114	89,546,940	255,848,400

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. 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.

The tangible personal property values associated with each year were the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by a 10 percent and a 2 1/2 percent rollback, and homestead exemptions before being billed.

Source: Office of the County Auditor, Franklin County, Ohio

Total

Assessed Value	Estimated Actual Value	Weighted Average Tax Rate
\$3,385,825,520	\$9,673,787,200	\$42.78
3,352,596,160	9,578,846,172	42.99
2,826,759,150	8,076,454,714	48.38
2,765,977,370	7,902,792,487	48.39
2,742,135,230	7,834,672,087	48.17
2,454,400,250	7,012,572,142	52.02
2,435,081,300	6,957,375,143	51.94
2,433,530,600	6,952,944,570	51.87
2,437,525,230	6,964,357,800	51.10
2,380,686,880	6,801,962,514	50.66

South-Western City School District
Property Tax Levies and Collections (1)
Last Ten Years

Tax Year/ Collection Year	Current Tax Levy	Delinquent Levy	Total Levy	Current Collection	Percent of Current Levy Collected
2021/2022	\$144,572,838	\$5,869,042	\$150,441,880	\$141,006,133	97.53%
2020/2021	143,901,091	3,984,765	147,885,856	130,882,597	90.95
2019/2020	136,509,176	3,721,699	140,230,875	133,859,992	98.06
2018/2019	133,626,065	3,922,068	137,548,133	130,584,846	97.72
2017/2018	131,868,740	4,828,587	136,697,327	128,113,970	97.15
2016/2017	127,452,904	5,992,234	133,445,138	123,392,135	96.81
2015/2016	126,242,654	6,885,316	133,127,970	120,345,514	95.33
2014/2015	125,767,041	8,809,718	134,576,759	120,112,657	95.50
2013/2014	125,454,562	10,187,660	135,642,222	119,160,676	94.98
2012/2013	127,062,231	11,872,872	138,935,103	114,648,769	90.23

Source: Office of the County Auditor, Franklin County, Ohio. Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Auditor.

(1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.

(2) The County's current system does not track delinquent tax collections by tax year. Outstanding delinquencies are tracked in total by the date the parcel is first certified delinquent. Penalties and interest are applied to the total outstanding delinquent balance. This presentation will be updated as new information becomes available.

(3) Tax information cannot be broken out for real property, public utility, and personal tangible.

Delinquent Collections (2)(3)	Total Collection	Total Collection as a Percentage of Total Levy	Delinquent Taxes Receivable
\$4,771,070	\$145,777,203	96.90%	\$4,116,466
2,077,183	132,959,780	89.91	5,816,423
2,902,830	136,762,822	97.53	3,904,264
2,945,357	133,530,203	97.08	3,205,686
2,761,598	130,875,568	95.74	3,529,196
3,566,936	126,959,071	95.14	4,120,746
3,402,290	123,747,804	92.95	5,149,574
3,709,510	123,822,167	92.01	6,453,803
4,689,183	123,849,859	91.31	6,899,477
5,979,574	120,628,343	86.82	9,088,417

South-Western City School District
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Value)
Last Ten Years

Tax Year/ Collection Year	CITIES			SOUTH-WESTERN CITY SCHOOL DISTRICT				Total Direct Rate
	Franklin County	City of Columbus	City of Grove City	Voted		Unvoted		
				General Fund	Bond Retirement Fund	Permanent Improvement Fund	General Fund	
2021/2022	\$13.77 (15.12) (16.94)	\$3.14 (3.14) (3.14)	\$3.50 (3.50) (3.50)	\$61.20 (25.65) (39.58)	\$5.80 (5.80) (5.80)	\$2.00 (1.47) (1.64)	\$3.85 (3.85) (3.85)	\$72.85 (36.77) (50.87)
2020/2021	19.12	3.14	3.50	61.20	6.10	2.00	3.85	73.15
2019/2020	19.12	3.14	3.50	61.20	6.10	2.00	3.85	73.15
2018/2019	18.92	3.14	3.50	61.20	6.10	2.00	3.85	73.15
2017/2018	18.92	3.14	3.50	61.20	6.10	2.00	3.85	73.15
2016/2017	18.47	3.14	3.50	61.20	6.10	2.00	3.85	73.15
2015/2016	18.47	3.14	3.50	61.20	6.10	2.00	3.85	73.15
2014/2015	18.47	3.14	3.50	61.20	6.20	2.00	3.85	73.25
2013/2014	18.47	3.14	3.50	61.20	6.20	2.00	3.85	73.25
2012/2013	18.47	3.14	3.50	61.20	6.20	2.00	3.85	73.25

Source: Office of the County Auditor, Franklin County, Ohio. Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Auditor.

Notes:

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

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

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

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

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

Figures in parenthesis reflect "effective" millage for residential/agricultural (upper) and commercial/industrial (lower) for the current collection year only.

All other figures reflect voted millage.

LIBRARY	VILLAGES		TOWNSHIPS				
Southwest Public Library	Village of Harrisburg	Village of Urbancrest	Franklin Township	Jackson Township	Pleasant Township	Harrisburg- Pleasant Township	Prairie Township
\$1.00 (0.74) (0.81)	\$1.00 (1.00) (1.00)	\$0.60 (0.60) (0.60)	\$37.34 (25.25) (30.93)	\$27.95 (12.93) (14.30)	\$21.20 (10.08) (12.32)	\$20.80 (9.68) (11.92)	\$21.81 (16.77) (18.14)
1.00	1.00	0.60	37.53	27.95	21.20	20.80	21.81
1.00	1.00	0.60	35.19	27.95	21.20	20.80	21.81
1.00	1.00	0.60	35.19	23.95	21.20	20.80	21.81
1.00	1.00	0.60	35.19	23.95	21.20	20.80	18.20
1.00	1.00	0.60	31.09	23.95	21.20	20.80	18.20
1.00	1.00	0.60	25.20	23.95	21.20	20.80	18.20
1.00	1.00	0.60	25.20	23.95	21.20	20.80	18.20
1.00	1.00	0.60	25.20	20.20	21.20	20.80	18.20
1.00	1.00	0.60	25.20	20.20	21.20	20.80	18.20

South-Western City School District

Principal Taxpayers

Real Estate Tax

2022 and 2013

Name of Taxpayer	2022	
	Assessed Value	Percent of Real Property Assessed Value
GLP Capital LP	\$53,959,580	1.69 %
Wal Mart Stores, Incorporated	13,031,620	0.41
BIGCOOH002, LLC	11,882,330	0.37
BCORE Denali OH Owner, LLC	11,816,010	0.37
Stag Industrial Holdings LLC	10,672,040	0.34
Security Capital Industrial Trust	10,348,820	0.32
RG Townhomes, LLC	9,675,460	0.30
PROLOGIS NA2 US, LLC	9,282,000	0.29
Parkway Centre East Retail, LLC	8,549,070	0.27
Glenchester Galloway Apartments	7,707,180	0.24
Total	\$146,924,110	4.60 %

Total Real Estate Assessed Valuation \$3,194,272,440

Name of Taxpayer	2013	
	Assessed Value	Percent of Real Property Assessed Value
Industrial Southpark	\$13,531,470	0.59 %
Security Capital	11,110,540	0.48
Wal Mart Stores, Incorporated	10,964,350	0.48
Big Lots Stores, Incorporated	9,861,370	0.43
Distribution Funding III	8,444,600	0.37
Parkway Centre East, LLC	8,431,160	0.37
Columbus Business Park	7,700,010	0.34
CD Gaming Ventures	6,975,720	0.30
Showgates, LLC	6,739,830	0.29
Crossroads Ohio, LLC	5,947,210	0.26
Total	\$89,706,260	3.91 %

Total Real Estate Assessed Valuation \$2,291,139,940

Source: Office of the County Auditor, Franklin County, Ohio

South-Western City School District

Principal Taxpayers

Public Utilities Tax

2022 and 2013

Name of Taxpayer	2022	
	Assessed Value	Percent of Public Utility Assessed Value
Ohio Power Company	\$123,022,590	64.22 %
AEP Ohio Transmission	50,947,100	26.60
Columbia Gas of Ohio, Incorporated	14,776,940	7.71
Total	\$188,746,630	98.53 %
Total Public Utility Valuation	\$191,553,080	

Name of Taxpayer	2013	
	Assessed Value	Percent of Public Utility Assessed Value
Ohio Power Company	\$77,170,950	86.18 %
Columbia Gas of Ohio, Incorporated	8,261,580	9.23
Total	\$85,432,530	95.41 %
Total Public Utility Valuation	\$89,546,940	

Source: Office of the County Auditor, Franklin County, Ohio

South-Western City School District

Ratios of Outstanding Debt by Type

Last Ten Fiscal Years

Year	(1) Net General Obligation Bonds	(1) Energy Conservation Bonds	(1) Technical Equipment Loan	(1) (5) Leases
2022	\$218,001,320	\$6,670,000	\$0	\$224,421
2021	231,241,353	6,670,000	0	0
2020	248,192,222	6,670,000	0	0
2019	156,822,427	6,670,000	0	0
2018	167,682,460	6,670,000	0	0
2017	176,457,390	6,670,000	0	0
2016	185,081,271	6,670,000	66,666	0
2015	192,400,545	6,670,000	133,332	0
2014	199,480,067	7,140,000	199,998	0
2013	205,731,014	7,590,000	266,664	0

(1) Per District Records.

(2) Personal Income provided by the Ohio Department of Taxation and can be found on S25.

(3) Population estimates provided by the Ohio Municipal Advisory Council and Mid-Ohio Regional Planning Commission and can be found on S25.

(4) ADM per District Records and can be found on S25.

(5) Other Governmental Activities Debt for Leases increased due to the implementation of GASB 87.

	(2)	(3)	(4)
Total Outstanding Debt	Percentage of Personal Income	Per Capita	Per ADM
\$224,895,741	N/A	\$1,499	\$10,781
237,911,353	N/A	1,612	11,290
254,862,222	N/A	1,817	11,648
163,492,427	N/A	1,122	7,450
174,352,460	N/A	1,228	7,896
183,127,390	5.50 %	1,332	8,460
191,817,937	6.04	1,408	9,028
199,203,877	6.46	1,468	9,630
206,820,065	7.01	1,536	10,121
213,587,678	7.36	1,599	10,566

South-Western City School District
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years

Year	(1) Assessed Value	(2) (5) Gross Bonded Debt	Percentage of Bonded Debt to Assessed Value	(3) Net Bonded Debt Per Capita	(4) Net Bonded Debt Per ADM
2022	\$3,385,825,520	\$224,671,320	6.64%	\$1,497	\$10,770
2021	3,352,596,160	237,911,353	7.10	1,612	11,290
2020	2,826,759,150	254,862,222	9.02	1,817	11,648
2019	2,765,977,370	163,492,427	5.91	1,122	7,450
2018	2,742,135,230	174,352,460	6.36	1,228	7,896
2017	2,454,400,250	183,127,390	7.46	1,332	8,460
2016	2,435,081,300	191,751,271	7.87	1,408	9,025
2015	2,433,530,600	199,070,545	8.18	1,467	9,624
2014	2,437,525,230	206,620,067	8.48	1,535	10,111
2013	2,380,686,880	213,321,014	8.96	1,597	10,553

(1) Franklin County Auditor.

(2) Per District Records - Includes Energy Conservation Bonds.

(3) Population estimates provided by the Ohio Municipal Advisory Council and the Mid-Ohio Regional Planning Commission.

(4) ADM per District Records.

(5) Although the Debt Service Fund is restricted for debt service, it is not specifically restricted to the payment of principal; therefore, these resources are not shown as a deduction from general obligation bonded debt.

South-Western City School District
Computation of Direct and Overlapping
Governmental Activities Debt
June 30, 2022

	<u>Governmental Activities Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount of Direct and Overlapping Debt</u>
Direct:			
South-Western City School District	<u>\$224,671,320</u>	100.00%	<u>\$224,671,320</u>
Overlapping:			
Franklin County	486,979,000	9.05	44,071,600
City of Columbus	1,746,147,000	36.46	636,645,196
City of Grove City	72,012,436	100.00	72,012,436
Prairie Township	<u>9,580,000</u>	8.25	<u>790,350</u>
Total Overlapping	<u>2,314,718,436</u>		<u>753,519,582</u>
Total	<u><u>\$2,539,389,756</u></u>		<u><u>\$978,190,902</u></u>

Source: Office of the County Auditor, Franklin County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2021 collection year.

South-Western City School District
Computation of Legal Debt Margin
Last Ten Fiscal Years

	2022	2021	2020	2019
Assessed Valuation	<u>\$3,385,825,520</u>	<u>\$3,352,596,160</u>	<u>\$2,826,759,150</u>	<u>\$2,765,977,370</u>
Debt Limit - 9% of Assessed Value (2)	304,724,297	301,733,654	254,408,324	248,937,963
Amount of Debt Applicable to 9% Debt Limit	<u>(210,739,962)</u>	<u>(223,034,962)</u>	<u>(235,164,962)</u>	<u>(152,130,000)</u>
Legal Debt Margin	<u>\$93,984,335</u>	<u>\$78,698,692</u>	<u>\$19,243,362</u>	<u>\$96,807,963</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	69.16%	73.92%	92.44%	61.11%

Source: Franklin County Auditor and School District Financial Records.

Note: Voted debt margins are determined without reference to applicable monies in the School District's Bond Retirement Fund.

2018	2017	2016	2015	2014	2013
<u>\$2,742,135,230</u>	<u>\$2,454,400,250</u>	<u>\$2,435,081,300</u>	<u>\$2,433,530,600</u>	<u>\$2,437,525,230</u>	<u>\$2,380,686,880</u>
246,792,171 (162,040,000)	220,896,023 (169,695,000)	219,157,317 (180,959,989)	219,017,754 (188,094,989)	219,377,271 (195,454,989)	214,261,819 (201,899,989)
<u>\$84,752,171</u>	<u>\$51,201,023</u>	<u>\$38,197,328</u>	<u>\$30,922,765</u>	<u>\$23,922,282</u>	<u>\$12,361,830</u>
65.66%	76.82%	82.57%	85.88%	89.10%	94.23%

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South-Western City School District

Demographics

Last Ten Fiscal Years

<u>Year</u>	<u>(1) Estimated Population</u>	<u>(2) Average Daily Membership</u>	<u>(3) Average Federal Adjusted Gross Income</u>	<u>(3) Total Federal Adjusted Gross Income</u>	<u>(4) Unemployment Rate</u>
2022	150,052	20,861	N/A	N/A	3.90%
2021	147,619	21,073	N/A	N/A	4.50
2020	140,268	21,880	N/A	N/A	9.10
2019	145,747	21,945	N/A	N/A	3.70
2018	141,947	22,082	N/A	N/A	3.80
2017	137,488	21,647	\$51,573	\$3,329,782,419	3.80
2016	136,231	21,246	50,080	3,176,967,282	3.90
2015	135,715	20,685	49,736	3,085,188,297	3.60
2014	134,627	20,435	48,340	2,951,516,885	4.30
2013	133,539	20,215	47,076	2,901,095,182	6.10

Sources:

- (1) Mid-Ohio Regional Planning Commission.
- (2) Per District Records - October Count.
- (3) Ohio Department of Taxation.
- (4) September or October Data of Ohio Bureau of Employment Services or Ohio Department of Jobs and Family Services. Specific employment figures for the School District are not available. Unemployment percentages presented are for Franklin County and are not seasonally adjusted.

South-Western City School District
Principal Employers - City of Grove City
Calendar Years 2021 and 2012

Employer	2021		Percentage of Total Employment
	Number of Employees	Rank	
FedEx Ground Package Systems, Incorporated	2,296	1	7.94%
Walmart Distribution Center	2,015	2	6.96%
Mount Carmel Health	1,667	3	5.76%
South-Western City School District	1,433	4	4.95%
The Kroger Company	437	5	1.51%
Tigerpoly Manufacturing, Incorporated	426	6	1.47%
Halcore Group	410	7	1.42%
Tosoh Manufacturing	333	8	1.15%
OhioHealth Corporation	282	9	0.97%
Nationwide Mutual Insurance Company	<u>124</u>	10	<u>0.43%</u>
Total Employees from Top Ten Employers	9,423		32.56%
All Other Employers	<u>19,507</u>		<u>67.44%</u>
Total Employees	<u><u>28,930</u></u>		<u><u>100.00%</u></u>

Source: City of Grove City's Annual Comprehensive Financial Report.

Note: South-Western City School District is located in the southwest quadrant of Franklin County which encompasses the City of Grove City, portions of the City of Columbus, and multiple townships.

Employer	2012		Percentage of Total Employment
	Number of Employees	Rank	
South-Western City School District	1,905	1	8.25%
Wal-Mart Associates, Incorporated	1,195	2	5.18%
FedEx Ground Package Systems, Incorporated	997	3	4.32%
The Gap, Incorporated	574	4	2.49%
FedEx Smart Post	513	5	2.22%
Wal-mart Super Center	329	6	1.42%
Manheim Remarketing, Incorporated	310	7	1.34%
Tigerpoly Manufacturing, Incorporated	303	8	1.31%
Tosoh SMD, Incorporated	283	9	1.23%
Halcore Group, Incorporated	<u>258</u>	10	<u>1.12%</u>
Total Employees from Top Ten Employers	6,667		28.88%
All Other Employers	<u>16,422</u>		<u>71.12%</u>
Total Employees	<u><u>23,089</u></u>		<u><u>100.00%</u></u>

South-Western City School District
Principal Employers - Greater Columbus Area
Calendar Years 2021 and 2012

Employer	2021		Percentage of Total Employment
	Number of Employees	Rank	
Ohio State University	35,210	1	3.33%
State of Ohio	24,897	2	2.36%
Ohio Health	24,512	3	2.32%
JP Morgan Chase & Company	17,480	4	1.66%
Nationwide Mutual Insurance Company	16,000	5	1.52%
Nationwide Children's Hospital	13,161	6	1.25%
Kroger Company	12,018	7	1.14%
Amazon	9,200	8	0.87%
City of Columbus	8,705	9	0.82%
Mount Carmel Health System	8,182	10	0.77%
L Brands, Incorporated	7,600	11	0.72%
Honda North America, Incorporated	6,612	12	0.63%
Huntington Bancshares, Incorporated	5,741	13	0.54%
Cardinal Health, Incorporated	4,596	14	0.44%
American Electric Power Company, Incorporated	4,500	15	0.43%
Giant Eagle, Incorporated	3,651	16	0.35%
Alliance Data Systems Corporation	3,086	17	0.29%
Abercrombie & Fitch Company	3,081	18	0.29%
South-Western City School District	2,804	19	0.27%
DLA Land and Maritime	2,500	20	0.24%
Columbus State Community College	2,377	21	0.23%
Abbott Nutrition/Abbott Laboratories	2,350	22	0.22%
Cameron Mitchell Restaurants LLC	2,347	23	0.22%
XPO Logistics	2,273	24	0.22%
Dublin City School District	2,200	25	0.21%

Source: City of Columbus' Annual Comprehensive Financial Report.

Note: South-Western City School District is located in the southwest quadrant of Franklin County, which encompasses the City of Grove City, portions of the City of Columbus and multiple townships.

Employer	2012		
	Number of Employees	Rank	Percentage of Total Employment
Ohio State University	27,404	1	2.90%
State of Ohio	24,748	2	2.62%
JPMorgan Chase & Company	19,200	3	2.03%
Ohio Health	14,025	4	1.49%
Nationwide Mutual Insurance Company	11,316	5	1.20%
Kroger Company	10,031	6	1.06%
Columbus City Schools	9,753	7	1.03%
City of Columbus	8,455	8	0.90%
Mount Carmel Health System	7,961	9	0.84%
Limited Brands, Incorporated	7,800	10	0.83%
McDonald's Corporation	7,622	11	0.81%
Nationwide Children's Hospital	7,472	12	0.79%
Honda of America Manufacturing, Incorporated	7,000	13	0.74%
Franklin County	6,689	14	0.71%
Huntington Bancshares, Incorporated	5,094	15	0.54%
Cardinal Health, Incorporated	4,468	16	0.47%
Giant Eagle, Incorporated	4,260	17	0.45%
American Electric Power Company, Incorporated	3,361	18	0.36%
DLA Land and Maritime	3,200	19	0.34%
Columbus State Community College	2,843	20	0.30%
Abercrombie & Fitch Company	2,725	21	0.29%
South-Western City Schools	2,477	22	0.26%
Alliance Data Systems Corporation	2,434	23	0.26%
Battelle	2,417	24	0.26%
State Farm Insurance	2,000	25	0.21%

South-Western City School District
School District Employees by Full-Time Equivalent (FTE) by Type and Function
Last Ten Fiscal Years

Function/Program	2022	2021	2020	2019	2018
Regular Instruction					
Regular Education	1,015	1,037	1,020	1,020	997
Special Education	367	371	362	359	347
Vocational Education	48	50	48	47	52
Tutors	58	52	57	59	56
Administrators					
Buildings/Departments	104	103	103	104	99
Other Positions					
Psychologists	19	17	17	17	15
Nurses	10	10	10	9	9
Speech	33	31	29	27	27
OT/PT	30	28	27	24	20
Adapted Physical Education Therapist	4	4	4	4	4
Sign Interpreter	1	2	3	3	3
Social Worker	0	0	0	0	0
Counselors	31	26	26	25	25
Library Media Specialists	3	4	2	4	4
Other Professionals	9	9	9	9	10
Support Staff					
Technology	9	10	10	9	9
Aides	345	338	345	341	318
Accounting	10	10	10	9	9
Clerical	109	111	110	109	108
Custodial	111	112	107	109	107
Printer	1	1	1	1	1
Maintenance	29	31	32	31	27
Mechanics	8	7	8	7	8
Bus Drivers	182	179	177	181	168
Food Service Transporters	0	0	0	0	0
Cooks	137	140	146	138	142
Hall Monitors	36	36	35	35	34
Recreation Center	9	13	13	11	10
Athletic Trainer	0	0	0	0	0
Cultural Diversity	1	1	1	1	0
Total by Type	2,719	2,733	2,712	2,693	2,609
Function					
Instructional:					
Regular and Special	1,713	1,726	1,713	1,709	1,659
Support Services:					
Pupil	160	148	145	138	129
Instructional Staff	70	73	71	73	70
Administration	171	174	173	173	168
Fiscal	13	13	13	13	13
Business	2	2	2	2	2
Operation and Maintenance of Plant	163	168	163	160	156
Pupil Transportation	247	242	240	243	225
Central	21	22	21	21	22
Food Service	141	144	150	143	147
Community Services	14	17	17	14	14
Extracurricular Activities	4	4	4	4	4
Total by Function	2,719	2,733	2,712	2,693	2,609

Source: South-Western City School District Records.

2017	2016	2015	2014	2013
986	972	925	922	914
335	324	309	305	294
53	51	53	56	55
56	59	58	56	57
99	99	100	100	100
15	14	13	13	12
9	9	9	9	9
22	18	19	19	18
18	11	13	13	12
4	4	3	3	3
3	3	3	1	2
0	0	1	1	1
25	25	25	25	25
4	4	3	4	4
11	12	13	11	11
9	9	8	10	10
302	297	290	275	281
9	9	9	9	9
108	108	109	108	108
105	102	104	102	105
1	1	1	1	1
30	30	27	29	29
7	8	8	7	8
165	164	158	150	155
0	0	3	3	3
137	128	129	130	128
33	34	34	35	33
9	9	11	11	13
0	0	0	1	1
0	0	0	0	0
<u>2,555</u>	<u>2,504</u>	<u>2,438</u>	<u>2,409</u>	<u>2,401</u>

1,620	1,595	1,529	1,506	1,318
123	114	116	117	114
71	65	71	84	260
167	168	169	154	154
13	13	13	13	13
2	2	2	2	2
158	155	154	154	157
221	222	210	201	206
20	20	19	20	20
143	133	136	137	135
13	13	15	16	17
4	4	4	5	5
<u>2,555</u>	<u>2,504</u>	<u>2,438</u>	<u>2,409</u>	<u>2,401</u>

South-Western City School District

*Operating Expenditures Necessary to Educate a School District Student for Graduation
Last Ten Fiscal Years*

<u>Fiscal Year</u>	<u>South-Western City School District</u>	<u>State Average for All School Districts</u>	<u>Franklin County Average</u>
2022	\$10,220	\$11,246	\$11,944
2021	9,431	10,334	11,019
2020	8,712	9,883	10,563
2019	11,284	12,256	12,955
2018	10,559	11,953	12,491
2017	10,502	11,605	12,194
2016	10,274	11,164	11,901
2015	10,451	10,984	11,993
2014	10,386	10,913	11,854
2013	10,388	10,526	11,684

Source: School District Financial Records and the Ohio Department of Education.

South-Western City School District

Attendance Data Last Ten Fiscal Years

Year	Number Of Graduates	Elementary Schools Enrollment	Intermediate Schools Enrollment	Middle Schools Enrollment	High Schools Enrollment	Total Enrollment
2022	1,400	7,636	3,226	3,365	6,634	20,861
2021	1,486	7,624	3,318	3,419	6,712	21,073
2020	1,560	8,308	3,419	3,407	6,746	21,880
2019	1,487	8,322	3,465	3,381	6,777	21,945
2018	1,472	8,573	3,350	3,315	6,844	22,082
2017	1,390	8,301	3,305	3,292	6,749	21,647
2016	1,401	8,155	3,159	3,330	6,602	21,246
2015	1,522	7,807	3,085	3,289	6,504	20,685
2014	1,281	7,709	3,131	3,270	6,325	20,435
2013	1,250	7,480	3,155	3,212	6,368	20,215

Source: Education Management Information System and School District Student Data Base.

South-Western City School District

Educational Statistics

Last Ten Fiscal Years

Percentage of Students Passing:	2022	2021	2020	2019
<u>3rd Grade:</u>				
Mathematics	46.5%	36.2%	N/C	60.1%
Reading	47.9%	43.3%	N/C	59.3%
<u>4th Grade:</u>				
Mathematics	60.3%	51.3%	N/C	72.4%
Reading	57.9%	48.5%	N/C	60.8%
Social Studies	N/C	N/C	N/C	0.0%
<u>5th Grade:</u>				
Mathematics	49.4%	35.4%	N/C	61.5%
Reading	58.0%	56.1%	N/C	67.4%
Science	53.9%	47.0%	N/C	60.9%
<u>6th Grade:</u>				
Mathematics	42.0%	39.5%	N/C	61.8%
Reading	50.0%	45.1%	N/C	48.3%
Social Studies	N/C	N/C	N/C	0.0%
<u>7th Grade:</u>				
Mathematics	41.3%	38.6%	N/C	53.7%
Reading	52.5%	51.6%	N/C	62.9%
<u>8th Grade:</u>				
Mathematics	42.6%	40.5%	N/C	57.6%
Reading	47.1%	47.3%	N/C	52.6%
Science	62.0%	57.8%	N/C	73.1%
<u>High School End of Course:</u>				
Government	71.4%	69.9%	N/C	75.1%
History	66.4%	64.9%	N/C	76.9%
English I	N/C	18.2%	N/C	65.6%
English II	60.5%	58.9%	N/C	63.8%
Algebra I	52.2%	44.9%	N/C	52.7%
Geometry	37.0%	31.5%	N/C	46.2%
Biology	61.8%	59.5%	N/C	72.5%
<u>Student Attendance Rate</u>	88.1%	83.0%	94.1%	92.5%

Source: State of Ohio School District Report Card.

N/C - Scores not counted

Note: Test scores were not counted for fiscal year 2020 due to the COVID-19 pandemic.

2018	2017	2016	2015	2014	2013
57.6%	61.8%	60.5%	59.2%	79.7%	74.1%
52.0%	53.6%	47.0%	68.9%	78.2%	72.6%
67.6%	74.7%	65.7%	66.1%	75.1%	78.7%
60.1%	57.5%	52.8%	78.4%	80.7%	85.0%
0.0%	72.5%	68.7%	69.7%	N/A	N/A
62.5%	63.0%	62.2%	66.3%	68.1%	64.9%
66.0%	69.0%	57.6%	76.1%	66.5%	69.2%
66.2%	68.6%	61.9%	57.6%	58.3%	60.5%
62.7%	61.7%	58.5%	68.7%	79.7%	76.1%
58.4%	62.2%	52.4%	77.4%	83.3%	81.8%
0.0%	58.0%	54.9%	51.1%	N/A	N/A
58.6%	51.8%	50.3%	64.0%	73.5%	74.5%
59.8%	55.8%	48.3%	72.2%	83.0%	77.0%
44.9%	48.4%	54.6%	61.9%	81.3%	78.4%
51.2%	43.2%	41.2%	70.6%	87.5%	85.7%
64.2%	65.1%	63.5%	70.7%	66.3%	65.1%
73.3%	63.6%	63.3%	48.5%	N/A	N/A
76.9%	63.6%	70.0%	58.1%	N/A	N/A
68.1%	51.8%	46.0%	75.7%	N/A	N/A
65.4%	48.7%	39.0%	N/C	N/A	N/A
57.1%	38.3%	40.8%	57.7%	N/A	N/A
48.1%	35.3%	35.4%	96.3%	N/A	N/A
73.7%	49.6%	59.1%	N/A	N/A	N/A
92.5%	93.3%	93.6%	93.4%	94.3%	94.1%

South-Western City School District
Operating Indicators by Function
Last Ten Fiscal Years

	2022	2021	2020	2019
Function-Governmental Activities				
Instruction and Support Services - Pupils:				
Graduates	1,400	1,486	1,560	1,487
Percentage of Students with IEP	18.3%	18.3%	17.7%	17.2%
Percentage of Limited English Proficient Students	15.0%	14.5%	14.4%	12.7%
Student Attendance	88.1%	83.0%	94.1%	92.5%
Fiscal:				
Purchase Orders Processed	13,234	12,190	13,178	14,802
Non-Payroll Checks Issued	9,138	9,595	7,451	9,139
Operation and Maintenance of Plant:				
Work Orders Completed	6,465	5,607	6,442	7,790
District Square Footage Maintained by Staff (in thousands)	3,125	3,125	3,125	3,125
District Acreage Maintained by Staff	689	689	689	669
Pupil Transportation:				
Average Number of Students Transported Each Day	12,702	6,760	15,386	15,500
Average Daily Miles Driven Each Day	15,838	11,831	17,642	17,479
Food Service:				
Meals Served to Students:				
Breakfast	1,187,336	597,437	1,032,142	1,162,798
Lunch	2,284,680	1,059,129	1,895,357	2,315,732
Number of Free and Reduced Lunch Students	10,222	10,541	13,226	13,037
Extracurricular Activities:				
High School Varsity Teams	66	66	66	66

Source: School District Records and the Ohio Department of Education Report Card Data.

2018	2017	2016	2015	2014	2013
1,472	1,390	1,401	1,522	1,281	1,250
15.8%	14.9%	16.0%	15.5%	14.6%	14.5%
13.3%	11.1%	14.0%	13.1%	15.6%	16.0%
92.5%	93.3%	93.6%	93.6%	94.3%	94.1%
15,031	15,802	15,448	15,439	15,703	16,708
9,410	10,156	11,509	11,329	11,815	12,661
10,206	7,850	8,137	7,150	9,850	10,349
3,103	3,103	2,890	2,890	2,800	2,800
669	669	669	669	669	669
14,500	14,154	14,302	13,756	13,568	13,231
17,201	15,637	15,210	14,745	14,745	13,756
1,189,164	1,025,365	918,050	763,187	729,398	716,094
2,311,550	2,310,063	2,272,435	2,100,808	2,086,810	2,128,765
13,600	12,903	12,438	12,527	11,638	11,405
66	66	66	66	66	65

South-Western City School District

Capital Assets by Function/Program

Last Ten Fiscal Years

	2022	2021	2020	2019	2018
Governmental Activities					
Instruction:					
Regular:					
Land	\$6,720,965	\$6,720,965	\$6,883,323	\$6,720,965	\$6,720,965
Buildings	360,395,141	354,823,913	352,845,033	344,624,351	338,588,706
Improvements to Land	33,027,198	32,914,167	32,851,287	32,754,364	31,977,540
Furniture and Equipment	1,482,471	1,708,447	1,722,660	1,703,659	1,781,682
Special:					
Buildings	923,340	923,340	923,340	923,340	923,340
Improvements to Land	9,688	9,688	9,688	9,688	9,688
Furniture and Equipment	145,261	145,261	145,261	145,261	181,535
Vehicle	40,796	40,796	40,796	40,796	40,796
Vocational:					
Land	994,583	994,583	994,583	994,583	994,583
Buildings	18,615,283	18,590,538	18,590,538	18,590,538	18,376,748
Improvements to Land	20,555	20,555	20,555	20,555	20,555
Furniture and Equipment	1,497,678	1,577,530	1,464,582	1,433,958	1,390,877
Vehicle	30,322	30,322	30,322	25,151	17,151
Other:					
Furniture and Equipment	32,230	37,990	37,990	37,990	37,990
Support Services:					
Pupil:					
Furniture and Equipment	12,906	12,906	12,906	12,906	12,906
Instructional Staff:					
Buildings	42,442	0	0	0	0
Improvements to Land	169,114	0	0	0	0
Furniture and Equipment	1,617,442	1,658,525	472,402	468,466	474,288
Administration:					
Land	570,242	570,242	570,242	570,242	570,242
Buildings	5,197,521	5,182,521	5,182,521	5,182,521	5,182,521
Improvements to Land	491,320	491,320	491,320	491,320	491,320
Furniture and Equipment	470,579	497,782	523,932	523,932	515,044
Fiscal:					
Furniture and Equipment	0	0	0	0	0
Business:					
Furniture and Equipment	55,429	55,429	55,429	55,429	16,929
Operations and Maintenance:					
Land	182,732	20,375	20,375	20,375	20,375
Buildings	758,335	678,983	305,039	280,873	280,873
Improvements to Land	34,258	34,258	34,258	34,258	34,258
Furniture and Equipment	1,476,324	1,303,322	1,226,792	1,128,256	1,094,290
Vehicle	2,044,185	1,921,077	1,897,643	1,843,789	1,693,981
Transportation:					
Land	172,546	172,546	172,546	172,546	172,546
Buildings	1,169,891	1,169,891	1,169,891	1,169,891	1,169,891
Improvements to Land	702,185	702,185	702,185	702,185	702,185
Furniture and Equipment	116,306	100,163	120,013	120,013	120,013
Vehicle	69,306	69,306	69,306	97,300	97,300
Buses	17,353,364	16,746,838	16,895,052	16,743,351	16,117,705
Central:					
Buildings	31,063,766	31,055,262	31,055,262	30,846,641	30,846,641
Improvements to Land	263,455	263,455	263,455	263,455	263,455
Furniture and Equipment	899,860	802,738	802,738	808,914	878,137
Vehicle	0	0	0	0	0
Food Service:					
Buildings	103,229	103,229	103,229	22,213	22,213
Improvements to Land	0	0	0	0	0
Furniture and Equipment	4,068,065	3,994,107	3,827,666	3,791,434	3,747,374
Vehicle	64,442	69,625	69,625	69,625	69,625
Community Services:					
Land	200,000	200,000	200,000	200,000	200,000
Buildings	7,604,535	7,589,035	7,589,035	7,589,035	7,555,325
Improvements to Land	210,304	210,304	210,304	210,304	210,304
Furniture and Equipment	241,818	269,251	263,768	263,768	279,587
Extracurricular Activities:					
Buildings	3,584,458	3,553,213	3,553,213	3,525,426	3,473,883
Improvements to Land	4,483,652	3,287,874	3,273,999	3,245,571	3,234,571
Furniture and Equipment	1,359,705	1,163,408	1,163,193	1,136,960	951,147
Vehicle	12,685	12,685	5,626	5,626	5,626
Total	\$510,801,912	\$502,499,950	\$498,862,923	\$489,621,824	\$481,566,711

Source: District Capital Asset Records

2017	2016	2015	2014	2013
\$6,720,965	\$6,720,965	\$6,720,965	\$6,720,965	\$6,720,965
338,280,643	280,278,779	182,061,641	139,654,408	141,389,904
31,469,418	23,920,981	6,768,432	1,115,928	1,044,772
1,798,361	1,824,662	1,468,616	1,315,351	1,323,658
947,974	942,086	942,086	942,086	942,086
9,688	9,688	43,595	43,595	43,595
209,000	218,902	218,902	236,434	225,110
40,796	40,796	40,796	40,796	40,796
994,583	994,583	994,583	994,583	994,583
18,361,528	18,305,935	18,305,935	18,305,935	18,305,935
20,555	20,555	20,555	20,555	20,555
1,260,758	1,240,079	1,231,929	1,246,452	1,146,172
17,151	17,151	17,151	17,151	17,151
32,230	0	0	0	0
7,410	7,410	7,410	7,410	7,410
0	0	0	0	0
0	0	0	0	0
474,288	474,288	497,691	495,351	501,410
570,242	570,242	570,242	570,242	570,242
5,182,521	5,182,521	5,193,143	5,180,148	5,180,148
491,320	491,320	491,320	491,320	491,320
530,793	585,624	602,632	602,632	614,947
0	0	10,592	10,592	10,592
16,929	16,929	0	0	0
20,375	20,375	20,375	20,375	20,375
280,873	270,565	96,598	96,598	96,598
34,259	34,259	13,759	13,759	13,759
1,027,529	933,116	815,003	944,510	867,563
1,531,936	1,454,859	1,493,009	1,345,598	1,243,976
172,546	172,546	172,546	172,546	172,546
1,169,891	1,169,891	1,135,561	1,135,561	1,135,561
712,469	712,469	712,469	712,469	661,648
120,013	120,013	120,013	120,013	134,476
97,300	97,300	97,300	97,300	150,967
15,400,243	15,785,195	14,815,993	13,804,273	12,950,298
30,832,060	31,263,325	31,272,775	31,305,242	31,315,742
295,560	402,881	1,582,224	2,941,846	3,096,369
745,047	661,247	697,256	677,573	666,865
19,860	68,173	68,173	68,173	68,173
22,213	22,213	22,213	22,213	22,213
8,200	8,200	8,200	8,200	8,200
3,715,084	3,789,365	2,394,959	1,978,218	1,971,016
87,065	104,498	104,498	104,498	104,498
200,000	200,000	200,000	200,000	200,000
7,488,836	7,445,294	7,236,635	7,502,648	7,502,648
210,304	210,304	240,666	235,066	235,066
279,587	267,923	267,923	267,923	267,923
3,463,190	3,445,520	3,041,671	3,046,988	3,046,988
3,265,101	3,200,707	2,293,100	943,847	943,847
727,449	720,906	348,590	341,380	341,380
5,626	5,626	5,626	0	0
<u>\$479,369,769</u>	<u>\$414,450,266</u>	<u>\$295,485,351</u>	<u>\$246,118,751</u>	<u>\$246,830,046</u>

South-Western City School District
Facility Inventory

	Original Construction	Addition (s) Date (s)	Building Area (Square Feet)	Acreage	Student Capacity
<u>Elementary Schools</u>					
Alton Hall	2014		69,984	9.09	600
Bolton Crossing	2015	2019	83,615	43.38	814
Buckeye Woods	1995		68,000	19.11	725
Darbydale	2015		49,875	7.12	400
Darby Woods	1995		68,000	8.80	725
East Franklin	1956	1963, 1997	36,638	6.28	450
Finland	2015		61,615	8.60	520
Harmon	2014		69,984	16.26	600
Highland Park	2016		69,984	14.59	600
Monterey	2014		61,615	5.60	600
Prairie Lincoln	2016		69,984	19.41	600
Prairie Norton	2014		69,984	5.45	600
Richard Ave.	2016		61,615	10.44	520
J. C. Sommer	2015		69,984	8.70	600
Stiles	2015		69,984	10.77	600
West Franklin	2016		69,984	9.70	600
<u>Intermediate Schools</u>					
Franklin Woods	2000		87,981	21.45	800
Galloway Ridge	2000		87,981	6.51	800
Holt Crossing	2000		87,981	20.70	800
Park Street	2000		87,981	12.71	800
Hayes	1966	1981, 1982, 1986, 2003	58,677	10.85	520
<u>Middle Schools</u>					
Brookpark	1953	1997	82,422	14.93	725
Finland	1964	1975, 1995	91,098	17.30	786
Jackson	2001		99,597	28.14	800
Norton	1953	1995	87,204	15.00	680
Pleasant View	1958	1963	138,702	39.88	924
<u>High Schools</u>					
Central Crossing	2002		260,716	63.81	1,880
Franklin Heights	2015		171,310	37.02	930
Grove City	1970	1976, 1983, 1985, 2000	198,348	52.30	1,843
Westland	1970	1976, 1982, 1985, 2000	197,154	51.79	1,861
<u>Additional Schools</u>					
Kingston	1949		13,180	2.00	70
Preschool Center	1950	2004	10,000	0.75	60
South-Western Career Academy	2002		130,156	22.10	750
<u>Recreation Centers</u>					
Falcons Nest	1986		37,507		
Grove City	1986		37,507		
Cougar Community	1986		37,507		
<u>Miscellaneous</u>					
District Service Center	1981	1989, 1995, 2002	70,000	3.30	<u>Occupancy</u> 350
Transportation	1986		16,594	13.00	109
2 Houses - offices	1960		5,000	1.00	8
Norton Road Head Start	1975		4,300	0.70	46
Stiles Family Center	1994		4,510	1.20	206
Tech Services - Garage	1960		2,000	0.50	3
Bostic Center - Head Start	1973	2003	13,105	1.61	115
Future New Brookpark Site	N/A	2020	N/A	20.19	N/A

OHIO AUDITOR OF STATE KEITH FABER



SOUTH-WESTERN CITY SCHOOL DISTRICT

FRANKLIN COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 3/14/2023

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