

**CUYAHOGA FALLS
CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**



**ANNUAL
COMPREHENSIVE FINANCIAL REPORT**

**FOR THE
FISCAL YEAR ENDED JUNE 30, 2023**



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

Board of Education
Cuyahoga Falls City School District
431 Stow Avenue
Cuyahoga Falls, OH 44221

We have reviewed the *Independent Auditor's Report* of the Cuyahoga Falls City School District, Summit County, prepared by Julian & Grube, Inc., for the audit period July 1, 2022 through June 30, 2023. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them. In conjunction with the work performed by the Independent Public Accountant, the Auditor of State is issuing the following:

Severance Overpayment Finding for Recovery Repaid Under Audit

Governmental entities may not make expenditures of public monies unless they are for a valid public purpose.

Ohio Attorney General Opinion 82-006 addresses the expenditure of funds for public purposes. This opinion, citing the Ohio Supreme Court Case of State ex. rel. McClure v. Hagerman, 155 Ohio St. 320 (1951) provides guidance as to what may be construed as a public purpose. There are two criteria that demonstrate whether an expenditure is for a public purpose. First, the expenditure is required for the general good of all inhabitants. As stated in McClure, "generally, a public purpose has for its objective the promotion of the public health, safety, morals, general welfare, security, prosperity, and contentment of all the inhabitants . . ." Id. at 325. Second the primary objective of the expenditure is to further a public purpose, even if an incidental private end is advanced.

On 6/23/23, Robert Koch was overpaid severance as the result of using an incorrect daily per diem rate of \$429.97 rather than \$412.65. Therefore, the District initially calculated the total severance payment to be \$29,448 rather than \$28,322. As a result, the employee was overpaid \$1,126. Originally, the severance was paid to this employee via payroll check 1024896 where \$28,230 of the total \$29,448 was remitted to a life insurance company and the employee received a net payment of \$3 after this remittance and payroll taxes.

In accordance with the foregoing facts and pursuant to Ohio Rev. Code § 117.28, a Finding for Recovery for public monies illegally expended is hereby issued against Robert Koch, in the amount of \$1,126, and in favor of the Cuyahoga Falls City School District.

The District received a \$1,077 refund from the life insurance company. Robert Koch paid the District \$2 in 2023. The remaining \$47 was recovered through corrected payroll taxes.

Board of Education
Cuyahoga Falls City School District
431 Stow Avenue
Cuyahoga Falls, OH 44221
Page -2-

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



Keith Faber
Auditor of State
Columbus, Ohio

March 14, 2024

ANNUAL
COMPREHENSIVE FINANCIAL REPORT

OF THE

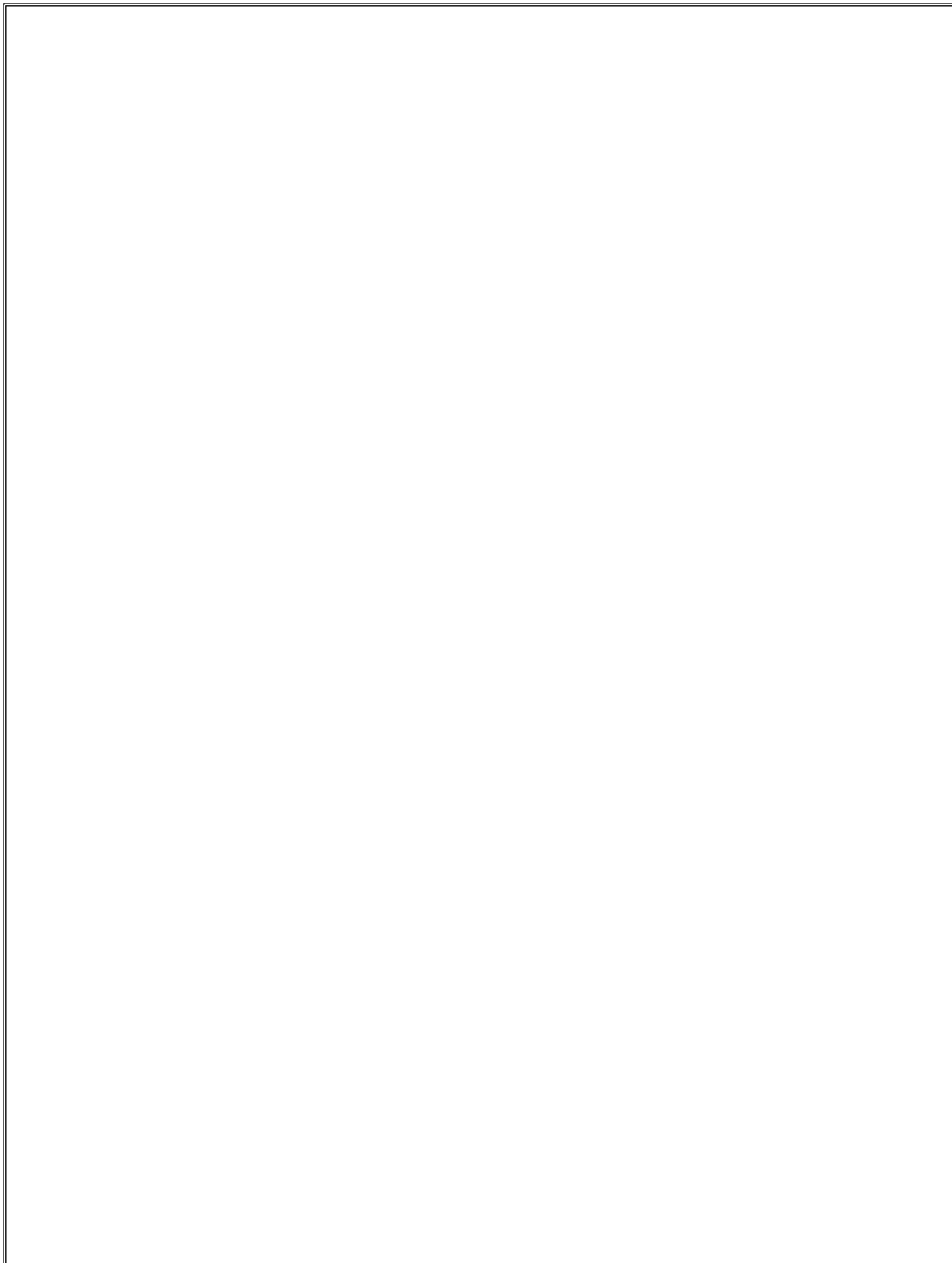
CUYAHOGA FALLS
CITY SCHOOL DISTRICT

SUMMIT COUNTY, OHIO

FOR THE

FISCAL YEAR ENDED JUNE 30, 2023

PREPARED BY
TREASURER'S DEPARTMENT
MS. KRISTY STOICOIU, TREASURER/CFO



**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

TABLE OF CONTENTS

Table of Contents	i-iii
 I. INTRODUCTORY SECTION	
Letter of Transmittal	v-xvii
List of Principal Officials.....	xviii
Organizational Chart.....	xix
GFOA Certificate of Achievement for Excellence in Financial Reporting	xx
ASBO Certificate of Excellences in Financial Reporting	xxi
 II. FINANCIAL SECTION	
INDEPENDENT AUDITOR’S REPORT	1-3
MANAGEMENT’S DISCUSSION AND ANALYSIS.....	5-17
 BASIC FINANCIAL STATEMENTS:	
Government-Wide Financial Statements:	
Statement of Net Position	19
Statement of Activities.....	20
 Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	21
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities.....	22
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	23
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	24
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) General Fund	25
Statement of Fiduciary Net Position - Custodial Fund	26
Statement of Changes in Fiduciary Net Position - Custodial Fund.....	27
Notes to the Basic Financial Statements.....	29-73
 REQUIRED SUPPLEMENTARY INFORMATION:	
Schedules of the District’s Proportionate Share of the Net Pension Liability:	
School Employees Retirement System (SERS) of Ohio	76-77
State Teachers Retirement System (STRS) of Ohio	78-79
Schedules of District Pension Contributions:	
School Employees Retirement System (SERS) of Ohio	80-81
State Teachers Retirement System (STRS) of Ohio	82-83

II. FINANCIAL SECTION- (Continued)

REQUIRED SUPPLEMENTARY INFORMATION (Continued):

Schedules of the District’s Proportionate Share of the Net OPEB Liability/Asset:	
School Employees Retirement System (SERS) of Ohio	84-85
State Teachers Retirement System (STRS) of Ohio	86-87
Schedules of District OPEB Contributions:	
School Employees Retirement System (SERS) of Ohio	88-89
State Teachers Retirement System (STRS) of Ohio	90-91
Notes to the Required Supplementary Information	92-96

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES:

Fund Descriptions - Major Funds	98
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) -	
Uniform School Supply Fund	99
Adult Education Fund	99
Rotary Fund - Special Services Fund	99
Public School Support Fund	100
Unclaimed Monies Fund	100
Building Fund	101
Classroom Facilities Fund	101
Combining Balance Sheet - Nonmajor Governmental Funds	102
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	103
Fund Descriptions - Nonmajor Special Revenue Funds	104-105
Combining Balance Sheet - Nonmajor Special Revenue Funds	106-109
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	110-113
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Nonmajor Special Revenue Funds:	
Food Service Fund	114
Special Trust Fund	114
Other Grants Fund	114
Classroom Facilities Maintenance Fund	115
Student Managed Student Activities Fund	115
District Managed Student Activities Fund	115
Auxiliary Services Fund	116
Data Communications Fund	116
Student Wellness and Success Fund	116
Miscellaneous State Grants Fund	117
Elementary and Secondary School Emergency Relief Fund	117
IDEA Part B Fund	118
Vocational Education Fund	118
School Improvement Stimulus A Fund	118
Title III Fund	119
Title I Fund	119
Title IV-A Fund	119
Title II-A Fund	120
Miscellaneous Federal Grants Fund	120
Fund Descriptions - Nonmajor Debt Service Fund	121
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) Debt Service Fund	122

III. STATISTICAL SECTION

Table of Contents	123
Net Position by Component - Last Ten Fiscal Years (Accrual Basis of Accounting)	124-125
Changes in Net Position - Last Ten Fiscal Years (Accrual Basis of Accounting)	126-129
Fund Balances, Governmental Funds - Last Ten Fiscal Years (Modified Accrual Basis of Accounting)	130-131
Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years (Modified Accrual Basis of Accounting)	132-133
Assessed and Estimated Actual Value of Taxable Property - Last Ten Collection (Fiscal) Years	134-135
Principal Property Tax Payers - Current Calendar Year and Six Years Ago	136
Property Tax Rates – Direct and Overlapping Governments – Last Ten Collection (Fiscal) Years.....	137
Property Tax Levies and Collections – Real, Personal and Public Utility Property - Last Ten Collection (Calendar) Years	138
Ratio of Outstanding Debt by Type - Last Ten Fiscal Years	139
Ratio of Net General Obligation Bonded Debt to Assessed Value And Net Bonded Debt Per Capita - Last Ten Years.....	140
Computation of Legal Debt Margin - Last Ten Fiscal Years	142-143
Computation of Direct and Overlapping Debt - June 30, 2023.....	144
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Fund Expenditures - Last Ten Fiscal Years.....	145
Demographic Statistics - Last Ten Years	146
Principal Employers - December 31, 2021 and Ten Years Ago	147
Full Time Equivalent District Employees by Type -Last Ten Fiscal Years.....	148
Capital Asset Statistics - Last Ten Fiscal Years	149-150
Operating Statistics - Last Ten Fiscal Years	151
Teacher Statistics - June 30, 2023	152

THIS PAGE IS INTENTIONALLY LEFT BLANK

INTRODUCTORY SECTION

THIS PAGE IS INTENTIONALLY LEFT BLANK



CUYAHOGA FALLS CITY SCHOOL DISTRICT
431 Stow Avenue, Cuyahoga Falls, OH 44221
330-926-3800 • cfalls.org

Dr. Andrea Celico
Superintendent/CEO

Ms. Kristy Stoicoiu
Treasurer/CFO

Mrs. Allison Bogdan
Director of
Human Resources

Mr. Ryan Huch
Director of
Instructional
Technology

Mr. Joseph Bagatti
Director of Business
and Operations

Dr. Amy Cruse
Director of Curriculum
and Instruction

December 29, 2023

Citizens of the Cuyahoga Falls City School District
and Members of the Cuyahoga Falls City District Board of Education:

We are pleased to present the 2023 Annual Comprehensive Financial Report (ACFR) for the Cuyahoga Falls City School District. This report, for the fiscal year ended June 30, 2023, contains the financial statements and other financial and statistical data that provide complete and full disclosure of all material financial aspects of the Cuyahoga Falls City School District (the "District"). The responsibility for the accuracy and completeness of all data presented, and the fairness of the presentation, rests with the District, specifically with the District Treasurer's office.

Accounting Principles Generally Accepted in the United States of America (GAAP) also 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 District's MD&A can be found immediately following the Independent Auditor's Report.

DISTRICT OVERVIEW

The District ranks as the fourth largest school district in Summit County, Ohio. As of the end of the fiscal year, the average daily membership (ADM) was 3,885 students attending nine schools.

The District has 575 full and part-time employees (not including supplemental positions). The District employs 351 certificated employees, 33 certificated and non-certificated administrators and 191 non-certificated staff members.

The District's instructional buildings range in age from 55 years to 101 years. Detailed information about the District's buildings is presented in the statistical section of the ACFR.

The District offers a wide variety of educational programs for all segments of the community. Cuyahoga Falls High School (CFHS) is part of the Six District Educational Compact which offers 25+ career programs to students in five other neighboring high schools. Six of the career programs are offered at CFHS: Automotive Technologies, Business Pathways, Cosmetology, Interactive Marketing Design, IT Academy, and Criminal Justice. The District provides extensive special education services and offers a gifted program for grades 3-8.

A full range of extracurricular programs and activities are available to students beginning in the elementary grades. A comprehensive interscholastic and intramural sports program is offered to students at select grade levels of the District.

The District cooperates with the City of Cuyahoga Falls, the Village of Silver Lake, churches and a number of community and civic organizations in making school facilities available for athletic, recreational and enrichment activities.

Classroom teachers, at all levels, are supported by specialists in media, guidance, art, instrumental and vocal music, and physical education. All District schools have libraries and special purpose rooms. In addition, each school has nurses or medical assistants for most of the school day, five days a week.

Cuyahoga Falls City School

"Every Student, Every Day, Every Opportunity."

Employees

A statewide public employee bargaining law applies generally to public employee relations and collective bargaining. The starting salary (2022-23 school year) for a teacher with a bachelor's degree is \$39,962, and the maximum salary for a teacher with a PhD/EdD and 32 years of experience is \$85,119.

The District's certificated employees, excluding administration, are members of the Cuyahoga Falls Education Association (CFEA), a labor organization affiliated with the Ohio Education Association. The most recent negotiations were approved by both parties in FY2021. As a result, Association members will receive salary increases of 1.5% in FY2021 (in addition, one frozen step from the 2011-2012 school year will be restored), 2.5% in FY2022 and 2.5% in FY2023. The contract between the Board and the Association expires on August 1, 2023.

The District's secretarial, food service, paraprofessional, and attendants, are represented for bargaining purposes by the Ohio Association of Public School Employees/AFSCME-AFL-CIO Local #111 (OAPSE), a labor organization affiliated with the Ohio Association of Public School Employees. The most recent negotiations were approved by both parties in FY2021. As a result, Association members will receive salary increases of 1.5% in FY2021 (in addition, one frozen step from the 2011-2012 school year will be restored), 2.5% in FY2022 and 2.5% in FY2023. The current contract between the Board and the Association expires on June 30, 2023.

The District's transportation, custodial, and maintenance, are represented for bargaining purposes by the Service Employees International Union Local 1, F&O Division 100 (SEIU), a labor organization affiliated with the Service Employees International Union. The most recent negotiations were approved by both parties in FY2021. As a result, Association members will receive salary increases of 1.5% in FY2021 (in addition, one frozen step from the 2011-2012 school year will be restored), 2.5% in FY2022 and 2.5% in FY2023. The current contract between the Board and the Association expires on June 30, 2023.

DISTRICT ORGANIZATION AND REPORTING ENTITY

The District operates under current standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code. Under a locally elected five-member Board form of government, the District provides educational services as authorized by its charter or further mandated by state and/or federal agencies. The Board of Education serves as the taxing authority, contracting body, and policy maker for the District. In addition, the Board adopts the annual operating budget and approves all expenditures of District monies. The Board appoints the Superintendent and Treasurer. As the chief administrative officer, the Superintendent is responsible for the development, supervision, and operation of the school programs and facilities and appoints all other personnel in the District. As the chief financial officer, the Treasurer is responsible for maintaining financial records, acting as the custodian of all District funds, and investing idle funds as specified by law.

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

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's Governing Board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise have access to the organization's resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government's financial statements incomplete or misleading. Currently, the District does not have any component units.

The District participates in certain organizations that are defined as jointly governed organizations and public entity risk pools. These organizations include the Northeast Ohio Network for Educational Technology (NEONET), the Six District Educational Compact, the Ohio Schools Council Association, and the Summit Regional Health Care Consortium (SRHCC).

ECONOMIC CONDITION AND OUTLOOK

The District, one of over 600 city, local and exempted village school districts in the State, provides education to grades K through 12, special education and pre-K students. It is located in Summit County in northeast Ohio, approximately five miles northeast of the City of Akron. The District's territory encompasses all of the Village of Silver Lake and a portion (65.18%) of the City of Cuyahoga Falls.

In the 2020 Census classifications, the District was placed in the Akron Metropolitan Statistical Area (MSA), comprised of Summit and Portage Counties. The District was also in the Cleveland-Akron-Elyria Consolidated Statistical Area (CSA). In 2020 the population was 51,114. The U.S. Census Bureau estimates that the District's 2021 population was 50,810.

The District is a mature community, substantially fully developed with residential (78.50% of assessed valuation) and commercial and industrial (21.50% of assessed valuation) land uses. The portion of the District in the Village is developed almost entirely with single family homes. The portion of the District in the City is developed with residential (single and multifamily), commercial and industrial facilities.

The District's general area is served by diversified transportation facilities, including one State highway (State Route 8) which also offers access to the Ohio Turnpike (Interstate 80) and Interstate Highways 76 and 77. It is adjacent to areas served by CSX, and is served by passenger air services at Cleveland-Hopkins International Airport and Akron-Canton Regional Airport. Public mass transit for the area is provided by the METRO Regional Transit Authority.

Two daily newspapers and one weekly newspaper serve the District. The District is within the broadcast area of ten television stations and 43 AM and FM radio stations. Multi-channel cable TV service, including educational, governmental and public access channels, is provided by Spectrum and AT&T.

Within 35 miles of the City are 21 public and private two-year and four-year colleges and universities providing a wide range of educational facilities and opportunities. The University of Akron, a part of the State university system, provides the County with a major university center. It is the tenth largest of the 14 State universities with an enrollment of approximately 14,991 students in 2022. It offers degrees up to and including the doctorate level.

Acute healthcare in the District is primarily provided by the Western Reserve Hospital (formerly known as the Cuyahoga Falls General Hospital and later Summa Western Reserve Hospital). On June 12, 2009, the Ohio Attorney General approved the transfer of assets of the non-profit hospital to a new for-profit venture; the hospital is now run by a for-profit entity, Western Reserve Hospital Partners. Four additional acute care hospitals are also within 10 miles of the City: Akron City Hospital and St. Thomas Medical Center, which comprise the Summa Hospital System, Akron General Medical Center, and Children's Hospital Medical Center of Akron. The Children's Hospital Medical Center of Akron is listed among the top ten children's hospitals in the United States.

Various recreational and cultural facilities serve the District. The Cuyahoga River, a focal point of the City center, drops 240 feet as it flows through the downtown area of the City. In 2003, the City constructed Falls River Square, a 4,000-square-foot pavilion, outdoor stage and amphitheater, and interactive water fountain, and rerouted the Riverfront Parkway beneath the site. In 2005, the City added an outdoor ice rink, the first and largest portable ice rink in northeast Ohio. Attracting more than 400,000 visitors each year, Falls River Square is a premium destination location for the region. Located adjacent to the Cuyahoga River, the City's permanent festival site is a popular area for families in the summer as the City offers free weekly events ranging from award-winning classic car shows, family movie nights, farmer's markets, three-day festivals and musical performances.

Year-round recreational programs are offered at 27 City-owned parks and recreational sites covering over 540 acres. There are many recreational activities in addition to the enterprise operations of the Natatorium Health and Fitness Center, the outdoor aquatic center, the 18-hole Brookledge Golf Course and adjacent sports center with a driving range, skatepark, batting cages and miniature golf. Some of these activities are tennis, swimming, baseball, softball, summer camps, theatre, senior adult program and music.

FUTURE ECONOMIC OUTLOOK

Long-Term Financial Planning

The District prepares a five-year financial forecast annually for use as a tool for long range planning. The five-year forecast contains projected local and state revenues, spending patterns within each area of the budget, and cash balances in the District's operating fund. The five-year forecast provides early warning signs of potential financial problems.

The District uses the five-year forecast to provide a basis for making financial decisions, including the construction of the annual budget, adjustments to staffing levels, collective bargaining, and the placement of tax levies on the ballot. Specific examples of recent decisions that have resulted in improvements in the District's financial condition include the passage of the Emergency Levy in November 2017 and a Combination Levy (4 mils operating, .5 mils permanent improvement, and 5.33 mil bond issue) in November of 2019.

The Board formulated a long-range plan with assistance from area residents which covers all areas of the operation of the District including building needs, staffing, curriculum, finances and community involvement initiatives. Community involvement is further evidenced by citizen membership on various District committees that include, among others, buildings and grounds, transportation and curriculum advisement. Board, City and Village officials meet regularly to discuss matters of mutual interest. Board members are also appointed to serve on the City's Parks and Recreation Board and Library Board.

MAJOR INITIATIVES

Cuyahoga Falls High School

- Several CFHS support staff participated in and completed Registered Behavior Technician (RBT) training throughout the school year to better assist students with developmental behavior challenges.
- CFHS students continue to partner with our elementary schools. Examples include a pen pal program, classroom learning projects with athletic teams and the creation of gardens.
- The CFHS Social Studies department teachers worked with ESC consultants, the secondary curriculum coordinator, and a variety of textbook companies in developing rubrics to assess resources in preparation for a 2023-2024 6-12 Social Studies adoption.
- Cuyahoga Falls High School Math teachers continued their work with Dr. Kim Yoak during coaching sessions and professional development activities that focused on engagement of students and best practices in the classroom.
- Cuyahoga Falls High School hosted several community events and performances this year including several concerts by our instrumental and choral groups, a number of theatrical productions, the All City Art Walk, Career Fairs, and a number of events celebrating the accomplishments of the class of 2023 culminating in a successful commencement at Blossom Music Center.

Career Technical Education

- The final planning stages for the new Community Agriculture for Local Impact CTE program were completed, including the finalization of the lab spaces, the program curriculum, and the beginning stages of connecting with University Partners to begin identifying Career-Technical Assurance Guides (CTAGs).
- Students in the cosmetology program (level 2) had the opportunity to attend the New York Hair show and learn from some of the top professionals in the field.
- CTE faculty and staff planned and hosted the Cuyahoga Falls High School Career Night; representatives from the Cuyahoga Falls Community including a number of business partners, the Mayor of Cuyahoga Falls, representatives from the Cuyahoga Falls Emergency Services, Stark State College, among others, provided an opportunity for the Class of 2024 to learn more about a variety of career pathways, including what it takes and what to expect when entering different careers
- Students in the Modern Communication through Media Production program attended the 2023 Journalism Education Association/National Scholastic Press Association's National High School Journalism Convention in San Francisco, California. Along with over 3,500 students from 47 states, our students were able to choose from hundreds of practical and professional learning sessions from high-profile keynotes to specific, problem-solving breakout sessions and hands-on workshops. Students from the CTE program presented at two of the sessions at this convention, one of which was a discussion on Ethical Marketing strategies and the other on building a podcast room from scratch.
- Students in the Interactive Marketing Program created over 11,000 shirts for various school programs, activities, clubs, and various community associations.

Bolich Middle School

- With the support of the local state support team, Bolich Middle School Math Teachers participated in coaching sessions and professional development activities that focused on engagement of students and improving instructional practices within the classroom.
- With the support of the local educational service center, Bolich Middle School English Language Arts teachers participated in coaching sessions and professional development activities that focused on engaging students and improving their instructional practices within the classroom.
- Bolich Middle School hosted Bolich Gives Back Day, a building wide community service event at the end of the year. This event serviced local animal shelters, a VFW, the fire station, Preston Elementary, Bolich Middle School, Kennedy Park, CF high School and surrounding homes. All students participated and projects were led by students, with the guidance of adults.
- The annual Bolich MS Turkey Trot is a way to kick off our season of giving with a food drive, boxed turkey dinners for families in need and monetary donations for the local Good Neighbors who services all of Cuyahoga Falls.
- During the school year, all 6 teams participated in authentic learning opportunities as they learned and explored student led learning techniques. The 8th grade managed an entire nine weeks of working with the park system and Bryce Pulley that led to their Bolich Gives Back Day project. The students ended the year with an entire day of working in the park to assist the local arborist with tree care and appropriate management of invasive plants. Many students reported that this opportunity has excited them about possible career opportunities for their future. Additionally, the 7th and 6th grade teams found ways to take students off campus for experiences that are unable to be had in the building. Plays, Rock Fest, Gofit, Washington DC, walking field trips, weekly food bank work and other experiences contributed to the whole child learning experience.

Roberts Middle School

- With the support of the local state support team, Roberts Middle School Math Teachers participated in coaching sessions and professional development activities that focused on engagement of students and improving instructional practices within the classroom.
- With the support of the local educational service center, Roberts Middle School English Language Arts teachers participated in coaching sessions and professional development activities that focused on engaging students and improving their instructional practices within the classroom.
- Roberts Middle School hosted a building wide community support event for the annual Roberts Season of Giving Campaign. The major event is the annual Roberts school wide Turkey Trot and collecting food, canned food, and monetary donations for the local Good Neighbors who services all of Cuyahoga Falls.

DeWitt Elementary School

- Our teachers have implemented the new Fountas and Pinnell Classroom literacy program, Heggerty, and Foundations across all grade levels with support from continued professional development.
- We have partnered with the Urban Agriculture class at the high school to create gardens at the front of the building. The high school students and 5th grade classes often come together in our Life Skills room to create different recipes using vegetables grown at the high school. We have also taken the 5th graders to visit this high school class's chicken coop, gardens, greenhouse, and hydroponic systems.
- With the support of a GAR grant, DeWitt will be hosting a STEAM night where we are collaborating with numerous outside organizations to bring twenty-four, hands-on experiences to our students and families. Stations will include support from the Great Lakes Science Center, Cuyahoga Falls Library, ArtSparks, Gaga for Goats, University of Akron, Metropolis Popcorn, etc.

Lincoln Elementary School

- The Lincoln certified staff has implemented the Fountas and Pinnell literacy program, Foundations in grades K-2, and a new science curriculum in grades 2-5. Teachers participated in professional development throughout the year.
- The Lincoln support staff completed Registered Behavior Technician (RBT) training throughout the school year to better assist students with developmental behavior challenges.
- Fourth grade students completed the National Lemonade Day project and financial literacy lessons in collaboration with Peoples Bank and our Lincoln PTA. Students created and presented a loan proposal, developed marketing plans, sold lemonade, and divided their earnings. Students followed the Lemonade Day project model including paying back their loan, keeping a small percentage of their profits, and then making donations to local charities.

- Lincoln and Price received ACHIEVE grants from Kent State University that provided English learners and their families with a literacy parent night, early reading resources, interpreters, audio translations for all calls and the district website, and technology assistance to complete district forms.
- All students participated in our community service project for the American Cancer Society known as Relay Recess. Students held a lip sync assembly, change wars, relay recess, banners, and opening and closing ceremonies. Students and staff raised \$5,750 for the American Cancer Society.
- The Lincoln PTA and their volunteers help our school community in many ways throughout the year. Lincoln PTA hosted or sponsored the annual back to school bash, Trunk or Treat, Veterans Day assembly, Lincoln Cafe, dances, parties, fundraisers, 5th grade recognition, field days, two family events, and the survivors breakfast for Relay Recess.

Price Elementary School

- We were selected by The Mockingbird Foundation, a non-profit organization that was formed by fans of the band, Phish, as the recipient of a \$1,000 grant provided to a local school to support music education. As a result of this generous donation, Mr. Becker-Howell, our music teacher, was able to purchase a class set of ukuleles for the students at Price!
- Price Elementary school counselor, Miss Smith, hosted a Morning Mindfulness group that met weekly before school. During their sessions, the group focused on activities and practices that can help students focus and remain calm when they are feeling anxious. After 8 weeks of meetings, each student invited an important adult to them from our staff to attend their final session where pairs of students lead the group through a variety of mindfulness activities.
- Two fifth grade students created a presentation to advocate for an end-of-year field trip to the Cleveland Zoo. Their presentation included creating a budget for the field trip, aligning the focus of the field trip to fifth grade state standards, and developing activities students could do leading up to and at the zoo trip. In the end, the Cleveland Zoology Society granted our entire fifth grade and chaperones free admission to the zoo as a result of their hard work.
- Price and Lincoln received ACHIEVE grants from Kent State University that provided English learners and their families with a literacy parent night, early reading resources, interpreters, audio translations for all calls, and technology assistance to complete district forms.
- Price teachers implemented new district curriculums in reading and science, as well as piloted portions of various math curriculums. Classroom teachers voluntarily participated in bi-weekly PLCs with their grade-level teams, as well as service providers (IS, Title, EL), to analyze data for developing groupings and interventions and to engage in professional development and conversations with the building principal and literacy specialist.
- Price support staff members participated in and completed Registered Behavior Technician (RBT) training throughout the school year to better assist students with developmental behavior challenges. Two of our team members will be sitting for the certification exam in June.

Preston Elementary School

- We had our first meeting to re-establish a parent volunteer group. We continued through the year communicating together, then coming in for a variety of volunteer opportunities and establishing some new partnerships and funding possibilities.
- We have continued our partnership with our high school friends. We had a pen pal program with our fifth graders as well as had different sports teams come on more than one occasion to support classroom learning. We also joined the Farm Family with Steve McIntosh and established a kindergarten garden on the property.
- We began a collaboration with our Middle School Friends! They came for a day and provided an amazing event. We look forward to continuing this relationship.
- We had two new Family Events that showcased our Kindergarten - 5th grade students' artwork as well as their musical talents.
- Preston invited the Cuyahoga Falls Library in to visit with our kindergarten students and provide them all with their own application for a library card. As of today almost 60% of all of our kindergarten students have their own library card.

Richardson Elementary School

- Renewal of Purple Star Status through the Ohio Department of Education
- Hosted Richardson Art and Literacy Fest where we had the Art Show and Book Fair Family Night
- Resource leveraging, through grant writing, crowdfunding, and donations, over \$25,370.37.
- Collaboration with Kent State University to provide tutoring services in the building while promoting pre-service teachers with opportunities to build their capacity to serve English Language Learner

Silver Lake Elementary School

- Created The Silver Lake Elementary Student Council
 - ◆ The group hosted a very successful Canned Food Drive collecting over 1700 items for Good Neighbors.
 - ◆ The group held a Pencil Gram drive before Winter Break and earned enough money to donate 2 “tie blankets” to the Summit County Humane Society and 5 to Good Neighbors
 - ◆ The group collaborated with Home and School League on their Used Book Drive and Sale
 - ◆ The group planned a beautification event to coincide with Earth Day where they picked up around school grounds outside.
- Hosted Silver Lake Fine Arts Fest where we had the Book Fair Family Night from Home and School League/ Mrs. Lindy our Librarian as well as musical performances from 3rd-5th grades with Mrs. Shelby Miller and an Art Show from all grade levels with Miss Bittner
- Partnered with Silver Lake Elementary Home and School League to host a variety of events throughout the year including our Back to School Bash, 2 Book Fairs, a Parents’ Bingo Night, Trunk-or-Treat, Caroling and Cocoa, a Valentine’s Family Night, a Talent Show, Pastries with Peeps and a number of fundraisers.

Athletics/Activities

- All 22 sports programs averaged a 3.0 GPA or higher for the 22-23 school year.
- We took out the end zone bleachers that were condemned in Clifford Stadium,
- Had a track athlete qualify for the State Track Meet
- We offered summer camps for basketball, volleyball, tennis, football, baseball and softball.

Facilities

- Over 30,000 square feet of roof was removed and replaced at Roberts Middle School.
- The elevators at DeWitt and Roberts were rebuilt/refurbished.
- Richardson and Silver Lake had large areas of bad asphalt removed and replaced around each school. Other improvements throughout the district included pothole repairs, crack fill, seal and restripe.
- HVAC repair/upgrade to the rooftop units at DeWitt and Roberts.
- We repaired the roof over the weight room at the high school. We also installed new LED lights, new carpeting and painted the entire room.
- The outdoor bleachers at the football field were inspected and deficiencies found were repaired.
- We hired Wright Engineering to do a scope of work study for the installation of boilers at Richardson and the install of air conditioning at both Richardson and Lincoln.
- Site work has begun at our 6-12 construction site.

Food Service

- Schnee Learning Center has contracted with our food service department. We are providing 25 breakfasts and lunches daily.
- The food service department has been committed to replacing aging kitchen equipment. In the past year we have replaced ovens and refrigeration units in the elementary kitchens.
- We had installed water softeners in all the elementary kitchens to help the dish machines to work more efficiently.

Transportation

- Transportation has upgraded our routing software. We are learning it now and will go live in the fall of 2023
- We have also purchased a parent app called Stopfinder. We are being trained and will start one school at a time in the fall.
- We have secured Zonar and Wayfinder for tracking devices for our school busses. They are on order and will be installed over the summer.

Theater Operations

- This school year, we grew the stage crew to 25 members from 16 the previous year.
- A secondary lighting control panel was installed in the Auditorium. This now allows anyone using the space to turn on the stage, pit or house lights with a single button. Before, the light board was required to operate any lighting. This simplified solution has made it so much easier for teachers and staff to use this space and saved energy by not using the light board.
- After two years of the new LED house lights, not one has gone out or needed to be replaced.

Technology

- The technology department has made major efforts to increase its cyber security position. The district has partnered with the Ohio Cyber Reserve to work towards implementing the NIST v1.1 Cybersecurity framework.
- The technology department has implemented robust multi-factored authentication for all critical administrators, all fiscal employees, and all district servers and network switches.
- The district has adopted and deployed a comprehensive endpoint management strategy, leveraging Microsoft Intune for windows device management and Carbon Black for an EDR/MDR solution.

Teaching and Learning PK – 5

- Provided continuous professional development to supplement the adoption, introduction, and use of Fountas and Pinnell Classroom, Heggerty, and Foundations for the K-5 ELA teachers for the 2022-2023 school year.
- Continued to provide literacy coaching from literacy specialists to embed teacher support through student-centered coaching. The collaborative coaching model was continued at Price and Richardson Elementary Schools and added to DeWitt, Lincoln, Preston, and Silver Lake Elementary Schools this school year. The literacy specialists support teacher instruction, testing, and data interpretation practices.
- Title I tutors provided small group instruction for students who were identified according to teacher and family surveys and instructional need. The Title I tutors work with the classroom teachers, literacy specialists, and building principals to create a schedule and flexible student groups that will receive skill based instruction as a Tier II service.
- Title I Tutors follow federal guidelines for the services that they provide. They complete all necessary expectations outlined in Title IA. They offer literacy support for families at home, share updates with families about student progress during the grading periods, complete progress reports for each grading period, and provide additional conferences with families to share student progress.
- The Title I Tutors and English Learner teachers partnered with the Cuyahoga Falls Public Library to offer a Literacy Week for families to explore the library services and have family fun with a literacy focus.
- The K-5 assessment calendar was revised to reduce testing for students while still meeting district and state expectations. Testing results were used to make data driven decisions for instruction for Tier I, II and III. The reduction of testing allowed for more instructional time.
- The K-5 Math Committee met throughout the school year to study curriculum and instruction for the purpose of a math adoption of resources. The committee studies district past and present practices to identify strengths and areas for growth. The committee created, discussed and reviewed the results of survey data from students, families, teachers, and local school districts' math resources to enlist their feedback and to extend the voices contributing to the review process. Ohio Department of Education (ODE) Ohio Materials Matters and Ed Reports was reviewed as a part of the discussion. The committee combined rubrics recommended by ODE to create a rubric that was a best fit for the district. The rubric was used to identify the resources that will be piloted in the fall of 2023.

- Science professional development was provided over the course of the school year aligned with the science pacing guide so that teachers would receive professional development on one unit at a time before taking their learning to the classroom. This model of professional development allowed for teachers to be able to spend more time focused on individual units of study in a practical way without becoming overwhelmed by receiving all of the school year's professional development at one time. The science teachers shared that this type of professional development was beneficial to their learning process and instructional practices. It helped them to become experts in each unit of study

Teaching and Learning 6-12 and Testing

- Implemented professional development from curriculum and gifted specialists for all 6-8 ELA teachers to help improve differentiation and pedagogy.
- Continued professional development and coteaching with a math content area specialist
- Continued collaboration with the Six District Educational Compact and district administrators to prepare for the launch of a new career technical program, Community Agriculture for Local Impact, in the 2023-2024 school year.
- Provided continuous professional development to supplement the adoption of new resources for the 6-12 ELA teachers for the 2022-2023 school year.
- Social studies teachers in grades 6-12 worked with local ESC consultants and the secondary curriculum coordinator regarding a crosswalk of the 2010-2018 social studies standards, the depth of the standards and what it means to teach and assess the depth of the standard, the Informational Text Standards integrated in the 6-12 History/Social Studies Standards, and Primary Source Documents. The team then developed a rubric and assessed the presented resources to make a final recommendation for adoption to be implemented in the 2023-2024 school year.

Student Wellness and Success

- CSTAG threat assessment training for all K-12 administrators, school counselors, school social workers, and school psychologists in the district. Assisted in developing district threat assessment procedures and documentation to be used by building threat assessment teams.
- Organized Section 504 training for all K-12 administrators, school counselors, school social workers, and school psychologists in the district. Led a 504 work group focused on updating district 504 procedures and manual. The work group developed data collection documents to help inform Section 504 evaluations and plans.
- Onboarded an additional school social worker for a total of 3 district social workers focused on providing additional mental health support, assistance to community resources, and reducing barriers impacting student success.
- Supported implementation of Sources of Strength @CFHS. Sources of Strength is a nationally recognized youth led prevention program focused on harnessing the power of peer social networks to create healthy norms and culture, ultimately preventing youth suicide, violence, bullying, and substance misuse.
- Supported implementation of Ruling our Experiences (ROX) at CFHS, Roberts and Bolich Middle Schools. Secondary school counselors and social workers facilitated the 20-lesson curriculum focused on team building, healthy communication, healthy relationships, navigating social media, body image, support systems, safety and violence prevention, stress and coping, academic and career development and leadership. Eighty-five students in grades 6-12 participated in the program.
- Participated in Year 2 of the Whole Child Project, a collaborative between Summit ESC and Wright State University. Utilizing best practices for implementation and sustainability of whole child programming, the team developed the Black Tigers Beyond the Classroom campaign focused on increasing student engagement in co-curricular and extracurricular activities.
- Implemented Panorama surveys to gather student data on the following topics: social awareness, emotion regulation, self-management, positive feelings, and challenging feelings. Utilized longitudinal trends to inform tiered social/emotional and mental health student supports.
- Supported the Riverfront YMCA & Boys and Girls Club of NEO's afterschool programming. Through grant funding, the organizations provided free afterschool care to 180 families.

Special Education

- Provided 40 hours of Registered Behavior Technician training for all paraprofessionals and attendants.
- Expanded the internal monitoring initiative to include Behavior Intervention Plan (BIP) document compliance and BIP verification.
- Expanded the department to provide Board Certified Behavior Analysts support to IEP teams.
- Increased communication by creating a monthly newsletter for faculty focusing on Special Education reminders, Compliance, State/Legal/District Updates, FAQ, Resources and Support.
- Hosted numerous professional learning opportunities with building administrators focused on contents of the Special Education Newsletter and cross district comparative data.
- Coordinated, Planned, and hosted the Leadership Development Session: Supports for district representatives regarding the prevalence of Paraprofessionals/Attendants on IEPs, in conjunction with legal counsel and the special education director of the Summit County ESC.
- Created a Paraprofessional handbook to communicate standard operating procedures for the decision making, responsibilities, guidelines, protocols and support for IEP teams centered on these colleagues. The department also hosted two professional development sessions for colleagues focused on communicating the content of the handbook.
- Planned the Wilson Reading System certification for 2 cohorts of intervention specialists.
- Facilitated continued work (site visits and professional development) around Integrated Comprehensive Systems for Equity to further our district strategic goals around Diversity, Equity, Inclusion and Belonging.

English Learners

- The District adopted Ellevation, a two-part, web-based software subscription. Ellevation Platform provides district administrators, school leaders, and classroom teachers with transparent data to support English Learner (EL) students as well as digital workflow tools to enhance program management. With Ellevation Platform, the EL department can oversee the entire program in a one-stop-shop, streamline progress monitoring, efficiently monitor reclassified students, gather teacher feedback, centralize newcomer intake, target support for long term EL students, generate Title III parent letters, track services and interventions, and collaborate on student English Language Development. With Ellevation Strategies, district certified staff are provided with sustained, job-embedded professional development to help develop the capacity to support EL students in their language acquisition and content mastery.
- The EL Department participated in the curriculum adoption process for new K-12 instructional resources. The adoption committees audited current resources, practices, and data; reviewed current research and standards; explored and evaluated potential curriculum; and selected the resources best suited to fit the needs of the district's EL students.
- The EL Department strengthened partnerships within the community, especially with the Cuyahoga Falls Library, Kiwanis Club, and Asian Services in Action, Incorporated, to become a more inclusive community, celebrate diversity, and work together to increase support for families who are multilingual.
- The District completed work for the Northeast Ohio Access to Curriculum and High Quality Instruction for Educators Valuing English Learners (ACHIEVE) Grant with the University of Akron. Through the grant, several teachers obtained their Teaching English to Speakers of Other Languages (TESOL) endorsement. As part of the Learner-Centered Professional Development (LCPD) project, schools hosted EL student family nights, provided at-home family engagement kits, and created translated audio messages to improve communication with families

Gifted and Talented

- Continued professional development for teachers who have students who are identified as gifted and are intentionally placed in cluster groups in their classrooms.
- Adhered to the Gifted Operating Standards for gifted and talented identification, services, and procedures.
- Implemented professional development from curriculum and gifted specialists for all 6-8 ELA teachers to help improve differentiation and pedagogy.
- Revised program offerings for students in grades 6-8 for students who are identified as gifted.
- Revised assessment calendar to reduce testing for all students while meeting the requirements in the Gifted Operating Standards.
- Added services for students in grades 3-5 for creative thinking ability aligned with ELA goals.
- Continued to provide subject and grade level accelerations for students who qualify.

- Continued to offer teacher selected professional development opportunities for teachers who were working to meet their sixty clock hours of training on the eight gifted competencies. The elementary teachers in grades 3-5 have made tremendous progress with meeting these requirements. One popular choice for professional development was a book study by Richard Cash on differentiating instruction in the classroom.

Human Resources

- Continued Staff Shining Star award to recognize outstanding staff at each Board of Education Meeting
- Continued a building substitute program to assist with substitute needs in the buildings
- Continued monthly activities sponsored by Operation Wellness
- Updated job descriptions for administrative, classified and exempt staff
- Transitioned to electronic filing system and onboarding system
- Negotiated three bargaining unit contracts-in progress
- Screened, interviewed, onboarded several new positions to the district
- Created new evaluation tools for several job classifications
- Title IX training and investigating

Student Services

- Converted our microfiche student records to indexed electronic documentation. This conversion eliminated our most archaic and vulnerable record storage system. There were approximately 2,000,000 microfiche images scanned.
- Eliminated short term withdrawal permanent record storage. We identified an unnecessary duplication of records and reduced a waste of resources.
- Refined and documented our enrollment and withdrawal processes resulting in improved efficiency, accuracy, and accountability.
- Continued to produce HB410 Care Packages and collaborated with Wellness and Success to focus attention and resources on students who have become or are close to becoming chronically absent.
- Developed and coordinated Google G-Suite professional development for administrative assistants and building secretaries. This was a five-part series offered during professional development days.
- Processed 749 brand new student enrollments and 507 student withdrawals

Community Relations

- The ROAR newsletter, previously published in the Falls News Press, was changed to a quarterly paper publication and mailed to every household and open enrolled student in Cuyahoga Falls
- Tiger Tales is a new internal staff newsletter that was created and distributed to all staff members to provide information and resources from each department
- Updated the District Branding Guidelines
- Created new Facebook pages for each school building. Created a new District Instagram page to engage a younger demographic. Updated the District Facebook page and provided daily content to increase community outreach and engagement
- Planned and organized the following community events: Groundbreaking Ceremony for the new 6-12 campus, the CFHS 100 Birthday Celebration, the First 100 Days of Dr. Celico presentation, The State of the Schools evening
- Formed and co-chaired the DEIB and Communications committee to create goals and action steps to fulfill the strategic plan

FINANCIAL INFORMATION

The District's accounting system is organized on a fund basis. Each fund is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. Cash basis accounting differs from Accounting Principles Generally Accepted in the United States of America (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB).

INTERNAL CONTROLS

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

The District uses a fully automated accounting system as well as an automated system for payroll. These systems, coupled with the manual control procedures, ensure that the financial information generated is both accurate and reliable. The District relied on State software through NEONet for financial accounting software.

Assistance

As a recipient of Federal and State assistance, the District is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the District.

Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The legal level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level.

The District maintains an encumbrance accounting system as a technique of accomplishing budgetary control. Unencumbered appropriation balances are verified prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts at year-end are carried forward to succeeding years and are not re-appropriated.

Financial Condition

The District continues to prepare financial statements following GASB Statement No. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments." GASB 34 created basic financial statements for reports as follows:

Government-wide financial statements - These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by many businesses. The government-wide statements distinguishes between those activities of the District that are governmental and those that are considered business-type activities. The District reports no business-type activities.

Fund financial statements - These statements present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting. The District has no proprietary funds.

Statement of budgetary comparisons - These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transaction on a basis of cash receipts, disbursements, and encumbrances.

Management Discussion and Analysis for the District - This discussion is located in the financial section of this report following the audit opinion and provides an assessment of the District finances and the outlook for the future.

OTHER INFORMATION

Independent Audit

An audit team from Julian & Grube, Inc. has performed this year's audit. The results of the audit are presented in the Independent Auditor's Report.

Awards

GFOA Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Annual Comprehensive Financial Report for the fiscal year ending June 30, 2022. The Certificate of Achievement is the highest form of recognition for excellence in the state and local government financial reporting.

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 contents conform to program standards. Such reports 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. The District believes the current report continues to conform to the high standards required by the Certificate of Achievement program.

ASBO Certificate of Excellence in Financial Reporting

The Association of School Business Officials International (ASBO) awards a Certificate of Excellence in Financial Reporting to school districts that publish Annual Comprehensive Financial Reports which substantially conform to the principles and standards of financial reporting as recommended and adopted by the Association of the School Business Officials. The award is granted only after an intensive review of the financial report by an all-expert panel of certified public accountants and practicing school business officials.

The District received the Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2022. The District believes that the Annual Comprehensive Financial Report for fiscal year June 30, 2023, which will be submitted to ASBO for review, will conform to ASBO's principles and standards.

Acknowledgements

Sincere appreciation is extended to the many people who have contributed their time and effort to prepare this report. The members of the Treasurer's Office Staff are to be commended for their input and commitment. Finally, appreciation is extended to the firm of Julian and Grube, Inc. for the guidance and assistance in preparing this report.



Kristy Stoicoiu
Treasurer/CFO

Dr. Todd M. Nichols
Superintendent/CEO

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2023**

ELECTED OFFICIALS

Anthony Gomez, President, Board of Education
Patrice White, Vice President, Board of Education
Alecia Coco, Board of Education Member
A.J. Harris, Board of Education Member
Carrie Schaefer, Board of Education Member

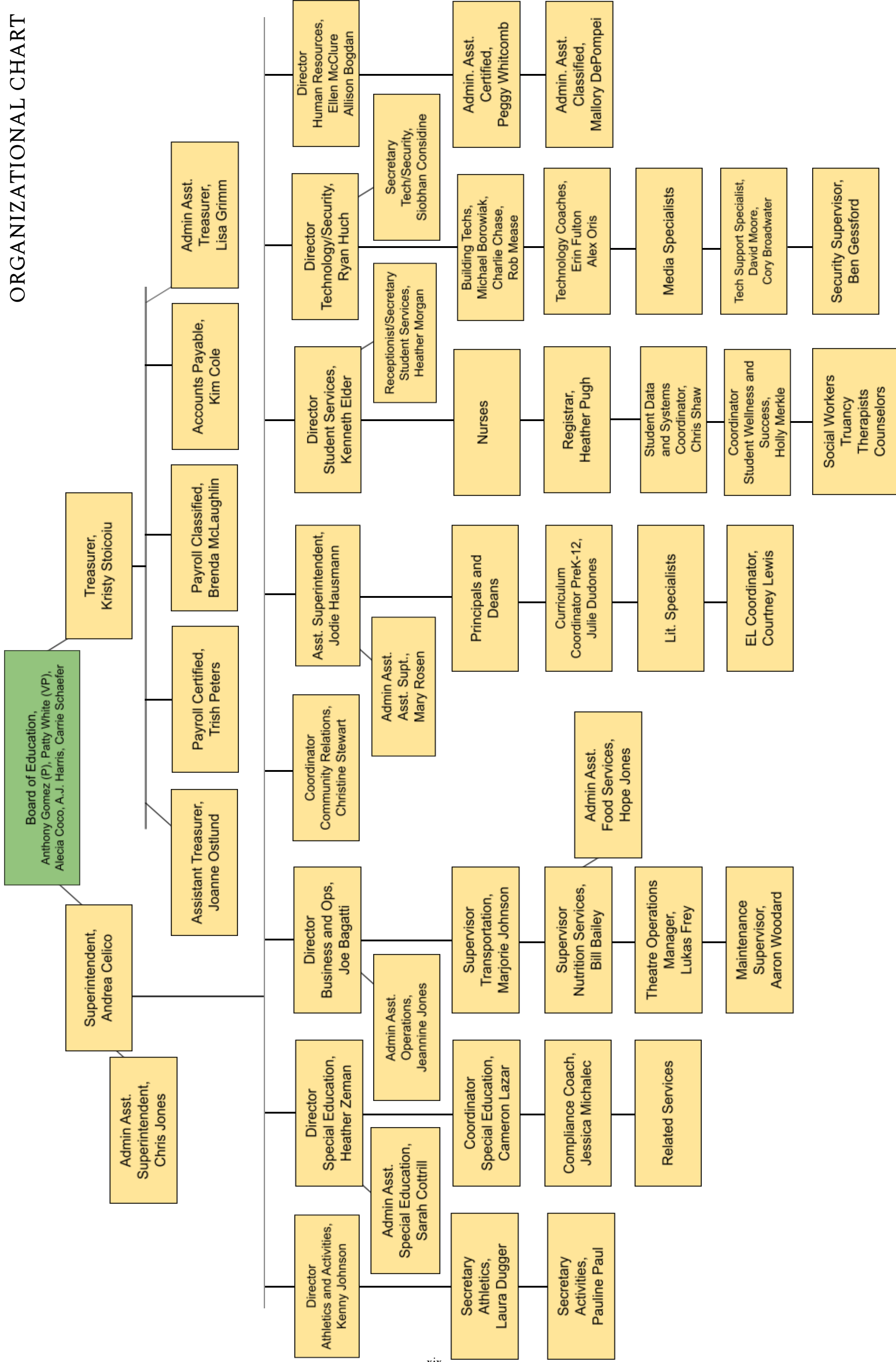
ADMINISTRATIVE OFFICIALS

Andrea Celico, Superintendent
Allison Bogdan, Director of Human Resource
Joe Bagatti, Director of Business and Operations
Ryan Huch, Director of Instructional Technology
Amy Cruse, Director of Curriculum and Instruction
Cameron Lazar, Coordinator of Exceptional Children
Rachael Seifert, Coordinator of PK-5 Curriculum
Julie Dudones, Coordinator of 6-12 Curriculum
Chris Shaw, Coordinator of Pupil Services

OFFICE OF THE TREASURER

Kristy Stoicoiu, Treasurer
Joanne Ostlund, Assistant Treasurer
Trish Peters, Payroll Specialist
Brenda McLaughlin, Payroll Specialist
Kim Cole, Accounts Payable Specialist
Lisa Grimm, Administrative Assistant to the Treasurer

ORGANIZATIONAL CHART





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Cuyahoga Falls School District
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Cuyahoga Falls City School District

for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2022.

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



A handwritten signature in black ink, reading 'John W. Hutchison'. The signature is written in a cursive style.

John W. Hutchison
President

A handwritten signature in black ink, reading 'Siobhán McMahon'. The signature is written in a cursive style.

Siobhán McMahon, CAE
Chief Operations Officer/
Interim Executive Director

THIS PAGE IS INTENTIONALLY LEFT BLANK

FINANCIAL SECTION

THIS PAGE IS INTENTIONALLY LEFT BLANK

Independent Auditor's Report

Cuyahoga Falls City School District
Summit County
431 Stow Avenue
Cuyahoga Falls, OH 44221

To the Members of the Board of Education:

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Cuyahoga Falls City School District, Summit County, Ohio, as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Cuyahoga Falls City School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Cuyahoga Falls City School District, as of June 30, 2023, and the respective changes in financial position, thereof and the budgetary comparison for the General Fund for the fiscal year then ended in accordance with 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 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 Cuyahoga Falls City School 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.

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 Cuyahoga Falls City School 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 generally accepted auditing standards 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 generally accepted auditing standards 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 Cuyahoga Falls City School 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 Cuyahoga Falls City School 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 postemployment benefit assets and liabilities and pension and other postemployment benefit contributions, listed in the table of contents, 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 Cuyahoga Falls City School District's basic financial statements. The accompanying 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 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 have also issued our report dated December 29, 2023 on our consideration of the Cuyahoga Falls City School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 Cuyahoga Falls City School 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 Cuyahoga Falls City School District's internal control over financial reporting and compliance.



Julian & Grube, Inc.
December 29, 2023

THIS PAGE INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

The management's discussion and analysis of the Cuyahoga Falls City School District's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2023. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the basic financial statements and the notes to the basic financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2023 are as follows:

- In total, net position of governmental activities increased \$13,009,990 from a net position of \$19,767,777 to \$32,777,767. This represents a 65.81% increase from the net position at June 30, 2022.
- General revenues accounted for \$66,645,880 in revenue or 83.82% of all revenues. Program specific revenues in the form of charges for services and sales and operating grants and contributions accounted for \$12,863,861 or 16.18% of total revenues of \$79,509,741.
- The District had \$66,499,751 in expenses related to governmental activities; only \$12,863,861 of these expenses were offset by program specific charges for services and sales, operating grants and contributions, or capital grants and contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$66,645,880 were adequate to provide for these programs.
- The District's major governmental funds are the general fund, the building fund and the classroom facilities fund. The general fund had \$64,056,670 in revenues and other financing sources and \$59,078,852 in expenditures. The general fund increased \$4,977,818 from \$17,212,127 to \$22,239,945.
- The building fund had \$19,374,601 in revenues and other financing sources and \$12,397,470 in expenditures and other financing uses. The building fund increased from \$23,380,164 to \$30,357,295.
- The classroom facilities fund had \$19,546,683 in revenues and other financing sources and \$13,247,059 in expenditures. The classroom facilities fund increased from \$53,681,233 to \$59,980,857.

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 District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Reporting the District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2023?" The statement of net position and the statement of activities answer this question. These statements include *all assets, deferred outflows or resources, liabilities, deferred inflows of resources, revenues and expenses* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's *net position* and changes in that net position. This change in net position is important because it tells the reader that, for the District as a whole, the *financial position* of the 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 District's 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, the Governmental Activities include the District's programs and services, including instruction, pupil, instructional staff, administration, operation and maintenance of plant, pupil transportation, extracurricular activities, and food service operations.

The District's statement of net position and statement of activities can be found on pages 19-20 of this report.

Reporting the District's Most Significant Funds

Fund Financial Statements

The analysis of the District's major governmental fund begins on page 14. Fund financial reports provide detailed information about the District's major fund. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the general fund, building fund and classroom facilities fund.

Governmental Funds

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial assets* that can readily be converted to cash. The governmental fund financial statements provide a detailed *short-term* view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental *activities* (reported in the statement of net position and the statement of activities) and governmental *funds* is reconciled in the basic financial statements. The basic governmental fund financial statements can be found on pages 21-25 of this report.

Reporting the District's Fiduciary Responsibilities

The District acts in a trustee capacity as an agent for various programs. These activities are reported in custodial funds. The District's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position on pages 26 and 27. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 29-73 of this report.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's net pension liability and net other postemployment benefits (OPEB) liability/asset. The required supplementary information can be found on pages 76-96 of this report.

The District as a Whole

The statement of net position provides the perspective of the District as a whole.

THIS SPACE INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

The table below provides a summary of the District's net position at June 30, 2023 and June 30, 2022.

	Net Position	
	Governmental Activities <u>2023</u>	Governmental Activities <u>2022</u>
<u>Assets</u>		
Current and other assets	\$ 188,969,822	\$ 176,698,299
Net OPEB asset	5,232,077	4,263,111
Capital assets, net	<u>35,353,644</u>	<u>19,202,786</u>
Total assets	<u>229,555,543</u>	<u>200,164,196</u>
<u>Deferred Outflows of Resources</u>		
Pension	13,677,389	14,093,730
OPEB	<u>1,434,171</u>	<u>1,759,722</u>
Total deferred outflows of resources	<u>15,111,560</u>	<u>15,853,452</u>
<u>Liabilities</u>		
Current liabilities	11,473,396	8,293,666
Long-term liabilities:		
Due within one year	3,063,793	4,107,806
Due in more than one year:		
Net pension liability	54,999,427	33,265,781
Net OPEB liability	2,680,337	3,908,295
Other amounts	<u>94,915,348</u>	<u>77,653,867</u>
Total liabilities	<u>167,132,301</u>	<u>127,229,415</u>
<u>Deferred Inflows of Resources</u>		
Other amounts	30,300,848	32,931,245
Pension	6,355,666	28,488,036
OPEB	<u>8,100,521</u>	<u>7,601,175</u>
Total deferred inflows of resources	<u>44,757,035</u>	<u>69,020,456</u>
<u>Net Position</u>		
Net investment in capital assets	29,830,242	17,234,096
Restricted	32,806,000	35,088,383
Unrestricted	<u>(29,858,475)</u>	<u>(32,554,702)</u>
Total net position	<u>\$ 32,777,767</u>	<u>\$ 19,767,777</u>

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

GASB standards are national and apply to all government financial reports prepared in accordance with accounting principles generally accepted in the United States of America. Prior accounting for pensions (GASB 27) and postemployment benefits (GASB 45) focused on a funding approach. This approach limited pension and OPEB costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension liability or net OPEB liability. GASB 68 and GASB 75 take an earnings approach to pension and OPEB accounting; however, the nature of Ohio's statewide pension/OPEB plans and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

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

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

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

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

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

In accordance with GASB 68 and GASB 75, the District's statements prepared on an accrual basis of accounting include an annual pension expense and an annual OPEB expense for their proportionate share of each plan's *change* in net pension liability and net OPEB liability/asset, respectively, not accounted for as deferred inflows/outflows.

Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2023, the District's assets plus deferred outflows of resources exceeded liabilities plus deferred inflows or resources by \$32,777,767.

Deferred outflows related to pension decreased primarily due to changes in assumptions by the State Teachers Retirement System (STRS). See Note 13 for more detail.

Total current and other assets increased due to an increase in equity and pooled cash and cash equivalents and capital assets.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

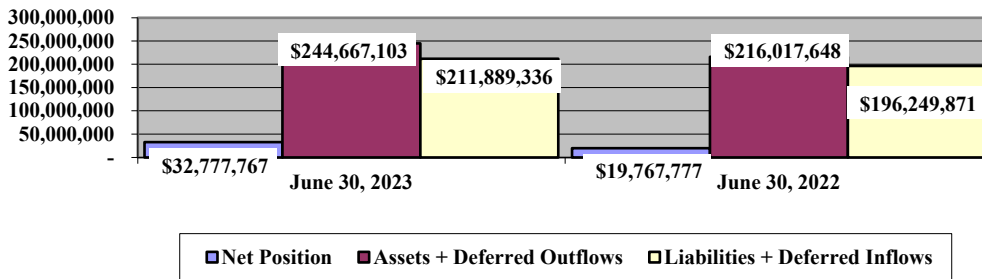
At year-end, capital assets represented 15.40% of total assets. Capital assets include land, construction in progress, land improvements, buildings and improvements, improvements other than buildings, furniture and equipment, vehicles and intangible right-to-use assets. Net investment in capital assets was \$29,830,242. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

The net pension liability increased \$21,733,646 or 65.33% and deferred inflows of resources related to pension decreased \$22,132,370 or 77.69%. These changes were the result of changes at the pension system level for the State Teachers Retirement System (STRS) and the School Employees Retirement System (SERS). Primarily, net investment income on investments at both pension systems were negative for the fiscal year 2022 measurement date that are used for the fiscal year 2023 reporting. This caused a large decrease in their respective fiduciary net positions which was a drastic change from the previous fiscal year's large positive investment returns.

A portion of the District's net position, \$32,806,000, represents resources that are subject to external restriction on how they may be used. The most significant amount is \$28,047,360 that is restricted for capital projects. This amount is primarily composed of a grant received from the State of Ohio to assist in constructing District buildings that will be spent down over the next several years. This restricted net position is net of unspent bond proceeds. The remaining unrestricted net position balance is (\$29,858,475).

The table below illustrates the District's assets, deferred outflows of resources, liabilities, deferred inflows of resources and net position at June 30, 2023 and 2022.

Governmental Activities



**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

The table below shows the change in net position for fiscal years 2023 and 2022.

	Change in Net Position	
	Governmental	Governmental
	Activities	Activities
	<u>2023</u>	<u>2022</u>
<u>Revenues</u>		
Program revenues:		
Charges for services and sales	\$ 3,182,699	\$ 2,595,696
Operating grants and contributions	9,165,079	10,020,318
Capital grants and contributions	516,083	-
General revenues:		
Property taxes	45,912,994	39,034,599
Payment in lieu of taxes	248,165	219,952
Grants and entitlements	17,262,967	18,147,383
Investment earnings	3,051,000	(1,535,443)
Miscellaneous	<u>170,754</u>	<u>214,960</u>
Total revenues	<u>79,509,741</u>	<u>68,697,465</u>

(Continued)

THIS SPACE IS INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Change in Net Position (Continued)

	Governmental Activities <u>2023</u>	Governmental Activities <u>2022</u>
<u>Expenses</u>		
Program expenses:		
Instruction:		
Regular	\$ 28,440,519	\$ 23,618,930
Special	9,989,661	8,123,786
Vocational	1,490,540	1,398,539
Other	728,514	532,442
Support services:		
Pupil	4,247,065	3,380,297
Instructional staff	2,351,877	1,605,534
Board of education	284,595	338,970
Administration	3,920,612	3,722,599
Fiscal	1,489,665	1,435,829
Business	225,288	153,820
Operations and maintenance	3,805,319	3,056,675
Pupil transportation	1,878,227	1,453,317
Central	1,020,621	591,999
Operations of non-instructional services:		
Food service operations	2,077,449	1,764,020
Other non-instructional services	478,734	604,866
Extracurricular activities	1,358,556	1,229,488
Interest and fiscal charges	<u>2,712,509</u>	<u>2,226,319</u>
Total expenses	<u>66,499,751</u>	<u>55,237,430</u>
Change in net position	<u>13,009,990</u>	<u>13,460,035</u>
Net position at beginning of year	<u>19,767,777</u>	<u>6,307,742</u>
Net position at end of year	<u>\$ 32,777,767</u>	<u>\$ 19,767,777</u>

Governmental Activities

Net position of the District's governmental activities increased \$13,009,990. Total governmental expenses of \$66,499,751 were offset by program revenues of \$12,863,861 and general revenues of \$66,645,880. Program revenues supported 19.34% of the total governmental expenses.

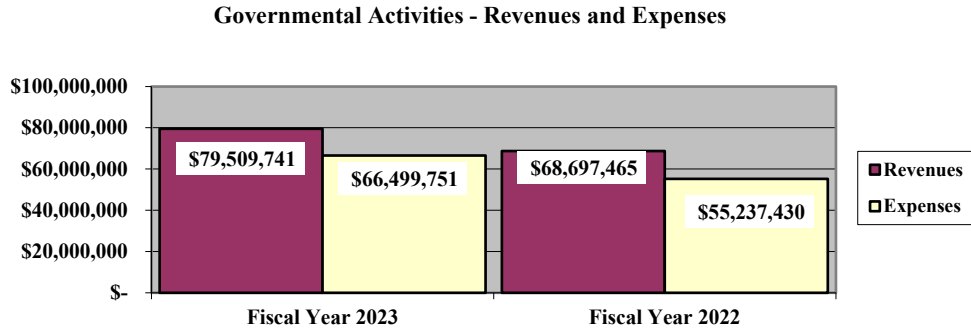
Overall, expenses of the governmental activities increased \$11,262,321 or 20.39%. This increase is primarily the result of an increase in pension expense. Pension expense increase approximately \$5,714,096. This increase was the result of an increase in expenses incurred at the pension system level for the State Teachers Retirement System (STRS) and the School Employees Retirement System (SERS) due to a decrease in net investment income on investments compared to previous years.

The primary sources of revenue for governmental activities are derived from property taxes and unrestricted grants and entitlements. These revenue sources represent 79.77% of the total governmental revenue. Real estate property is reappraised every six years. Earnings on investments had a large increase due to more favorable interest rates on investments of the District.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

The graph below presents the District's governmental activities revenue and expenses for fiscal years 2023 and 2022.



The statement of activities shows the cost of program services and the charges for services and grants and contributions offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

Governmental Activities

	Total Cost of Services <u>2023</u>	Net Cost of Services <u>2023</u>	Total Cost of Services <u>2022</u>	Net Cost of Services <u>2022</u>
Program expenses				
Instruction:				
Regular	\$ 28,440,519	\$ 25,360,826	\$ 23,618,930	\$ 20,957,410
Special	9,989,661	6,155,968	8,123,786	4,352,952
Vocational	1,490,540	1,091,370	1,398,539	1,046,211
Other	728,514	548,840	532,442	323,052
Support services:				
Pupil	4,247,065	3,044,568	3,380,297	2,414,192
Instructional staff	2,351,877	2,085,012	1,605,534	1,333,843
Board of education	284,595	284,595	338,970	338,970
Administration	3,920,612	3,768,773	3,722,599	3,601,395
Fiscal	1,489,665	1,458,448	1,435,829	1,435,829
Business	225,288	225,288	153,820	153,820
Operations and maintenance	3,805,319	3,176,941	3,056,675	2,800,979
Pupil transportation	1,878,227	1,714,153	1,453,317	1,326,987
Central	1,020,621	1,004,421	591,999	575,799
Operations of non-instructional services:				
Food service operations	2,077,449	115,711	1,764,020	(872,230)
Other non-instructional services	478,734	18,380	604,866	47,850
Extracurricular activities	1,358,556	870,087	1,229,488	558,038
Interest and fiscal charges	2,712,509	2,712,509	2,226,319	2,226,319
Total expenses	<u>\$ 66,499,751</u>	<u>\$ 53,635,890</u>	<u>\$ 55,237,430</u>	<u>\$ 42,621,416</u>

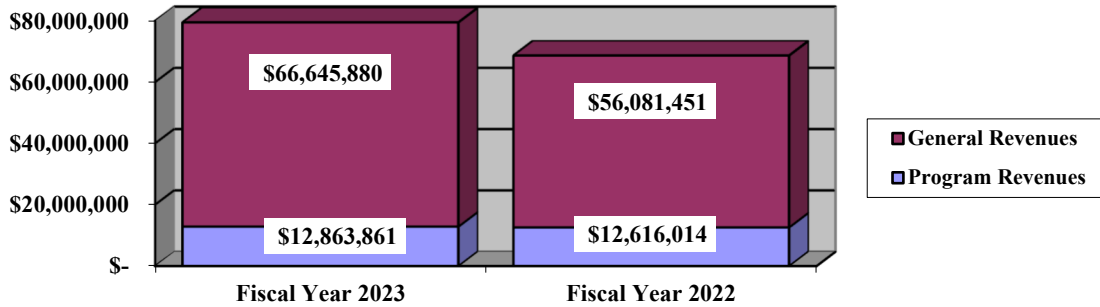
The dependence upon tax and other general revenues for governmental activities is apparent, as 81.57% of instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 80.66%. The District's taxpayers and unrestricted grants and entitlements are the primary support for the District's students.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

The graph below presents the District’s governmental activities revenue for fiscal years 2023 and 2022.

Governmental Activities - General and Program Revenues



The District’s Funds

The District’s governmental funds reported a combined fund balance of \$122,204,271, which is higher than last year’s balance of \$102,837,620. The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2023 and 2022.

	Fund Balance <u>June 30, 2023</u>	Fund Balance <u>June 30, 2022</u>	<u>Change</u>
General	\$ 22,239,945	\$ 17,262,127	\$ 4,977,818
Building	30,357,295	23,380,164	6,977,131
Classroom facilities	59,980,857	53,681,233	6,299,624
Other Governmental	<u>9,626,174</u>	<u>8,514,096</u>	<u>1,112,078</u>
Total	<u>\$ 122,204,271</u>	<u>\$ 102,837,620</u>	<u>\$ 19,366,651</u>

General Fund

During fiscal year 2023, the District’s general fund balance increased \$4,977,818 to a fund balance of \$22,239,945.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

The table that follows assists in illustrating the financial activities of the general fund.

	<u>2023</u> <u>Amount</u>	<u>2022</u> <u>Amount</u>	<u>Change</u>	<u>Percentage</u> <u>Change</u>
<u>Revenues</u>				
Property taxes	\$ 40,971,167	\$ 34,892,097	\$ 6,079,070	17.42 %
Tuition	1,963,960	1,774,965	188,995	10.65 %
Earnings on investments	792,379	(49,461)	841,840	1,702.03 %
Intergovernmental	19,757,484	20,618,134	(860,650)	(4.17) %
Other revenues	<u>524,517</u>	<u>599,378</u>	<u>(74,861)</u>	(12.49) %
Total	<u>\$ 64,009,507</u>	<u>\$ 57,835,113</u>	<u>\$ 6,174,394</u>	10.68 %
<u>Expenditures</u>				
Instruction	\$ 37,679,324	\$ 34,503,642	\$ 3,175,682	9.20 %
Support services	18,975,009	17,440,101	1,534,908	8.80 %
Non-instructional	-	78,300	(78,300)	(100.00) %
Extracurricular activities	970,971	979,036	(8,065)	(0.82) %
Facilities acquisition and construction	1,342,736	1,627,751	(285,015)	(17.51) %
Debt service	<u>110,812</u>	<u>184,619</u>	<u>(73,807)</u>	(39.98) %
Total	<u>\$ 59,078,852</u>	<u>\$ 54,813,449</u>	<u>\$ 4,265,403</u>	7.78 %

Revenues of the general fund increased \$6,174,394 or 10.68%. The most significant decrease was in the area of property taxes and earnings on investments. This increase was due to an increase in the amount of property tax available for advance and more favorable interest rates on investments that the District has.

Expenditures of the general fund increased \$4,265,403 or 7.78%. The most significant increases were in the area of instruction and support services. Instruction increased due to a change in how open enrollment students who have left the District are accounted for.

Building Fund

The building fund had \$19,374,601 in revenues and other financing sources and \$12,397,470 in expenditures and other financing uses during fiscal year 2023. The building fund balance at June 30, 2023 was \$30,357,295. The fund balance increased during the year due to the issuance of certificates of participation (COPs) to assist in funding of the building project.

Classroom Facilities Fund

The classroom facilities fund had \$19,546,683 in revenues and other financing sources and \$13,247,059 in expenditures during fiscal year 2023. The classroom facilities fund balance at June 30, 2023 was \$59,980,857. The fund balance increased during the year due to an increase in funding from the Ohio Facilities Construction Commission (OFCC).

General Fund Budgeting Highlights

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

During the course of fiscal year 2023, the District amended its general fund budgeted revenues several times. For the general fund, original budgeted revenues and other financing sources of \$54,065,344 were increased to \$58,591,897 in the final budget. Actual revenues and other financing sources for fiscal year 2023 were \$61,195,153 which was \$2,603,256 more than final budgeted amounts.

General fund original appropriations (appropriated expenditures plus other financing uses) of \$59,667,194 were decreased to \$58,904,158 in the final budget. The actual budget basis expenditures and other financing uses for fiscal year 2023 totaled \$59,331,508. This amount was the \$427,350 more than the final budgeted amounts.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2023, the District had \$35,353,644 invested in land, construction in progress, land improvements, buildings and improvements, improvements other than buildings, furniture and equipment, vehicles, and intangible right-to-use assets. This entire amount is reported in governmental activities.

The following table shows June 30, 2023 balances compared to June 30, 2022.

**Capital Assets at June 30
(Net of Depreciation/Amortization)**

	<u>Governmental Activities</u>	
	<u>2023</u>	<u>2022</u>
Land	\$ 3,663,085	\$ 3,663,085
Construction in progress	18,199,487	3,314,650
Land improvements	1,198,726	1,150,388
Building and improvements	9,142,797	8,748,260
Improvements other than buildings	99,083	99,083
Furniture and equipment	955,707	1,024,026
Vehicles	1,003,969	1,038,450
Intangible right-to-use assets	<u>1,090,790</u>	<u>164,844</u>
Total	<u>\$ 35,353,644</u>	<u>\$ 19,202,786</u>

The overall increase in capital assets of \$16,150,858 is due to additions of \$17,548,679 and depreciation expense of \$1,397,821.

See Note 9 to the basic financial statements for additional information on the District's capital assets.

Debt Administration

At June 30, 2023, the District had \$144,451 in leases outstanding, \$47,163 in Subscription Based Information Technology Arrangements (SBITAs), \$20,060,000 in certificates of participation and \$69,250,000 in general obligation bonds. Of this total, \$2,940,170 is due within one year and \$86,561,444 is due in more than one year.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

The following table summarizes the bonds, leases, COPS, and SBITAs outstanding.

	Governmental Activities <u>2023</u>	Governmental Activities <u>2022</u>
General obligation bonds:		
GO Bonds Series 2021	\$ 69,250,000	\$ 73,150,000
Certificates of participation	20,060,000	-
Notes payable	-	52,915
SBITAs payable	47,163	-
Leases payable	<u>144,451</u>	<u>189,332</u>
Total	<u>\$ 89,501,614</u>	<u>\$ 73,392,247</u>

At June 30, 2023, the District had a voted debt margin of \$16,266,372 and an unvoted debt margin of \$881,079.

See Note 11 to the basic financial statements for detail on the District’s debt administration.

Current Related Financial Activities

While increased inflation impacting District costs are expected to continue over the next few years, the economy is also expected to continue to grow as the recovery from the pandemic continues. Many supply chain concerns have lessened as manufacturing has caught up. However, persistently high inflation continues to impact our state, country, and broader globalized economy.

The District will need to remain diligent in assessing the need for any more additional expenditures. Each addition raises expenses with no offsetting revenue. This hastens the decline of each fiscal year’s cash balance. A worsening cash balance can erode the District's financial stability over time. The district’s leadership team is always looking at ways to improve the education of the students, whether it be with changes in staffing, curriculum, or new technology needs. As the administration of the district reviews expenditures, the education of the students is always the main focus for resource utilization.

The District’s system of budgeting and internal controls is well regarded. All of the District’s financial abilities will be needed to meet the financial challenges of the future.

Contacting the District’s Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District’s finances and to show the District’s accountability for the money it receives. If you have questions about this report or need additional financial information contact Ms. Kristy Stoicoiu, Treasurer/CFO, Cuyahoga Falls City School District, 431 Stow Avenue, Cuyahoga Falls, Ohio 44221.

THIS PAGE IS INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATEMENT OF NET POSITION
JUNE 30, 2023

	Governmental Activities
Assets:	
Equity in pooled cash and cash equivalents	\$ 120,986,381
Receivables:	
Property taxes	40,040,156
Payment in lieu of taxes	174,124
Accounts	8,697
Accrued interest	69,607
Intergovernmental	27,347,343
Leases	162,517
Prepayments	146,856
Materials and supplies inventory	12,689
Inventory held for resale	21,452
Net OPEB asset	5,232,077
Capital assets:	
Nondepreciable/amortized capital assets	21,862,572
Depreciable/amortized capital assets, net	13,491,072
Capital assets, net	35,353,644
Total assets	229,555,543
 Deferred outflows of resources:	
Pension	13,677,389
OPEB	1,434,171
Total deferred outflows of resources	15,111,560
 Liabilities:	
Accounts payable	297,327
Contracts payable	3,428,737
Retainage payable	361,486
Accrued wages and benefits payable	5,511,647
Intergovernmental payable	593,207
Pension and postemployment benefits payable	1,014,608
Accrued interest payable	266,384
Long-term liabilities:	
Due within one year	3,063,793
Due in more than one year:	
Net pension liability	54,999,427
Net OPEB liability	2,680,337
Other amounts due in more than one year	94,915,348
Total liabilities	167,132,301
 Deferred inflows of resources:	
Property taxes levied for the next fiscal year	29,972,767
Payment in lieu of taxes levied for the next fiscal year	174,124
Leases	153,957
Pension	6,355,666
OPEB	8,100,521
Total deferred inflows of resources	44,757,035
 Net position:	
Net investment in capital assets	29,830,242
Restricted for:	
Capital projects	28,047,360
OPEB	1,070,307
Classroom facilities maintenance	1,433,418
State funded programs	545,434
Federally funded programs	530,254
Food service operations	647,473
Extracurricular programs	320,222
Other purposes	211,532
Unrestricted (deficit)	(29,858,475)
Total net position	\$ 32,777,767

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Expenses	Program Revenues			Net (Expense)
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Governmental Activities
Governmental activities:					
Instruction:					
Regular	\$ 28,440,519	\$ 942,530	\$ 2,137,163	\$ -	\$ (25,360,826)
Special	9,989,661	1,092,459	2,741,234	-	(6,155,968)
Vocational	1,490,540	164,634	234,536	-	(1,091,370)
Other	728,514	-	179,674	-	(548,840)
Support services:					
Pupil	4,247,065	-	1,202,497	-	(3,044,568)
Instructional staff	2,351,877	-	266,865	-	(2,085,012)
Board of education	284,595	-	-	-	(284,595)
Administration	3,920,612	-	151,839	-	(3,768,773)
Fiscal	1,489,665	-	31,217	-	(1,458,448)
Business	225,288	-	-	-	(225,288)
Operations and maintenance	3,805,319	83,521	28,774	516,083	(3,176,941)
Pupil transportation	1,878,227	5,763	158,311	-	(1,714,153)
Central	1,020,621	-	16,200	-	(1,004,421)
Operation of non-instructional services:					
Food service operations	2,077,449	421,370	1,540,368	-	(115,711)
Other non-instructional services	478,734	-	460,354	-	(18,380)
Extracurricular activities	1,358,556	472,422	16,047	-	(870,087)
Interest and fiscal charges	2,712,509	-	-	-	(2,712,509)
Totals	\$ 66,499,751	\$ 3,182,699	\$ 9,165,079	\$ 516,083	(53,635,890)
General revenues:					
Property taxes levied for:					
					40,715,905
					4,757,249
					439,840
					248,165
					17,262,967
					3,051,000
					170,754
					<u>66,645,880</u>
					13,009,990
					<u>19,767,777</u>
					<u>\$ 32,777,767</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

	General	Building	Classroom Facilities	Nonmajor Governmental Funds	Total Governmental Funds
Assets:					
Equity in pooled cash and cash equivalents	\$ 20,258,359	\$ 30,495,733	\$ 60,962,175	\$ 9,270,114	\$ 120,986,381
Receivables:					
Property taxes	35,467,104	-	-	4,573,052	40,040,156
Payment in lieu of taxes	174,124	-	-	-	174,124
Accounts	6,293	-	-	2,404	8,697
Accrued interest	15,519	577	46,103	7,408	69,607
Interfund loans	422,014	-	-	-	422,014
Intergovernmental	682,819	-	26,221,334	443,190	27,347,343
Leases	76,528	-	-	85,989	162,517
Prepayments	122,864	-	-	23,992	146,856
Materials and supplies inventory	-	-	-	12,689	12,689
Inventory held for resale	-	-	-	21,452	21,452
Total assets	<u>\$ 57,225,624</u>	<u>\$ 30,496,310</u>	<u>\$ 87,229,612</u>	<u>\$ 14,440,290</u>	<u>\$ 189,391,836</u>
Liabilities:					
Accounts payable	\$ 80,440	\$ -	\$ -	\$ 216,887	\$ 297,327
Contracts payable	238,633	131,059	3,059,045	-	3,428,737
Retainage payable	11,062	7,956	342,468	-	361,486
Accrued wages and benefits payable	5,364,142	-	-	147,505	5,511,647
Compensated absences payable	7,680	-	-	-	7,680
Intergovernmental payable	525,954	-	-	67,253	593,207
Pension and postemployment benefits payable	930,425	-	-	84,183	1,014,608
Interfund loans payable	-	-	-	422,014	422,014
Total liabilities	<u>7,158,336</u>	<u>139,015</u>	<u>3,401,513</u>	<u>937,842</u>	<u>11,636,706</u>
Deferred inflows of resources:					
Property taxes levied for the next fiscal year	26,499,605	-	-	3,473,162	29,972,767
Payment in lieu of taxes levied for the next fiscal year	174,124	-	-	-	174,124
Delinquent property tax revenue not available	384,185	-	-	46,098	430,283
Intergovernmental revenue not available	-	-	23,822,554	269,174	24,091,728
Accrued interest not available	14,442	-	24,688	7,050	46,180
Miscellaneous revenue not available	681,820	-	-	-	681,820
Leases	73,167	-	-	80,790	153,957
Total deferred inflows of resources	<u>27,827,343</u>	<u>-</u>	<u>23,847,242</u>	<u>3,876,274</u>	<u>55,550,859</u>
Fund balances:					
Nonspendable:					
Materials and supplies inventory	-	-	-	12,689	12,689
Prepays	122,864	-	-	23,992	146,856
Unclaimed monies	61,975	-	-	-	61,975
Restricted:					
Debt service	-	-	-	6,219,290	6,219,290
Capital projects	-	30,357,295	59,980,857	-	90,338,152
Classroom facilities maintenance	-	-	-	1,429,536	1,429,536
Food service operations	-	-	-	683,187	683,187
Non-public schools	-	-	-	31,083	31,083
State funded programs	-	-	-	499,391	499,391
Federally funded programs	-	-	-	520,231	520,231
Extracurricular	-	-	-	318,684	318,684
Other purposes	-	-	-	149,557	149,557
Assigned:					
Student instruction	151,239	-	-	-	151,239
Student and staff support	78,578	-	-	-	78,578
Facilities acquisition and construction	531,537	-	-	-	531,537
Subsequent year's appropriations	7,702,152	-	-	-	7,702,152
Adult education	6,089	-	-	-	6,089
Unassigned (deficit)	13,585,511	-	-	(261,466)	13,324,045
Total fund balances	<u>22,239,945</u>	<u>30,357,295</u>	<u>59,980,857</u>	<u>9,626,174</u>	<u>122,204,271</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 57,225,624</u>	<u>\$ 30,496,310</u>	<u>\$ 87,229,612</u>	<u>\$ 14,440,290</u>	<u>\$ 189,391,836</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2023

Total governmental fund balances		\$ 122,204,271
<i>Amounts reported for governmental activities on 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.		35,353,644
Other long-term assets are not available to pay for current period expenditures and therefore are deferred inflows in the funds.		
Property taxes receivable	\$ 430,283	
Accounts receivable	681,820	
Accrued interest receivable	46,180	
Intergovernmental receivable	24,091,728	
Total	24,091,728	25,250,011
Unamortized premiums on bonds and certificates of participation issued are not recognized in the funds.		(6,019,818)
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.		(266,384)
The net pension/OPEB assets & liabilities are not available nor are they due and payable in the current period; therefore, the assets, liabilities and related deferred inflows/outflows are not reported in governmental funds.		
Deferred outflows - pension	13,677,389	
Deferred inflows - pension	(6,355,666)	
Net pension liability	(54,999,427)	
Deferred outflows - OPEB	1,434,171	
Deferred inflows - OPEB	(8,100,521)	
Net OPEB asset	5,232,077	
Net OPEB liability	(2,680,337)	
Total	(2,680,337)	(51,792,314)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
General obligation bonds	(69,250,000)	
Certificates of participation	(20,060,000)	
Lease payable	(144,451)	
SBITAs payable	(47,163)	
Compensated absences	(2,450,029)	
Total	(91,951,643)	(91,951,643)
Net position of governmental activities		\$ 32,777,767

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>General</u>	<u>Building</u>	<u>Classroom Facilities</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:					
Property taxes	\$ 40,727,403	\$ -	\$ -	\$ 5,197,933	\$ 45,925,336
Intergovernmental	19,757,484	-	7,615,458	7,057,102	34,430,044
Investment earnings	792,379	943,866	1,263,527	74,462	3,074,234
Tuition and fees	1,963,960	-	-	-	1,963,960
Extracurricular	126,058	-	-	386,396	512,454
Rental income	182,663	-	-	-	182,663
Charges for services	32,345	-	-	421,370	453,715
Contributions and donations	140	-	-	89,629	89,769
Payment in lieu of taxes	243,764	-	-	4,401	248,165
Miscellaneous	183,311	1,136	-	11,936	196,383
Total revenues	<u>64,009,507</u>	<u>945,002</u>	<u>8,878,985</u>	<u>13,243,229</u>	<u>87,076,723</u>
Expenditures:					
Current:					
Instruction:					
Regular	26,653,200	-	-	2,085,080	28,738,280
Special	9,063,923	-	-	1,000,357	10,064,280
Vocational	1,401,106	-	-	66,349	1,467,455
Other	561,095	-	-	179,853	740,948
Support services:					
Pupil	3,847,743	-	-	817,989	4,665,732
Instructional staff	2,091,340	-	-	259,049	2,350,389
Board of education	285,125	-	-	-	285,125
Administration	3,850,202	-	-	151,132	4,001,334
Fiscal	1,337,199	16,137	37,565	108,879	1,499,780
Business	220,090	-	-	-	220,090
Operations and maintenance	4,480,389	-	-	37,643	4,518,032
Pupil transportation	1,860,292	-	-	1,000	1,861,292
Central	1,002,629	-	-	16,200	1,018,829
Operation of non-instructional services:					
Food service operations	-	-	-	2,080,524	2,080,524
Other non-instructional services	-	-	-	482,443	482,443
Extracurricular activities	970,971	-	-	398,762	1,369,733
Facilities acquisition and construction	1,342,736	1,234,036	13,209,494	95,123	15,881,389
Debt service:					
Principal retirement	97,796	-	-	3,900,000	3,997,796
Interest and fiscal charges	13,016	-	-	2,322,275	2,335,291
Issuance costs	-	479,599	-	-	479,599
Total expenditures	<u>59,078,852</u>	<u>1,729,772</u>	<u>13,247,059</u>	<u>14,002,658</u>	<u>88,058,341</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,930,655</u>	<u>(784,770)</u>	<u>(4,368,074)</u>	<u>(759,429)</u>	<u>(981,618)</u>
Other financing sources (uses):					
Premium on COPs	-	-	-	241,106	241,106
Issuance of COPs	-	18,429,599	-	1,630,401	20,060,000
Transfers in	-	-	10,667,698	-	10,667,698
Transfers (out)	-	(10,667,698)	-	-	(10,667,698)
SBITA transaction	47,163	-	-	-	47,163
Total other financing sources (uses)	<u>47,163</u>	<u>7,761,901</u>	<u>10,667,698</u>	<u>1,871,507</u>	<u>20,348,269</u>
Net change in fund balances	4,977,818	6,977,131	6,299,624	1,112,078	19,366,651
Fund balances at beginning of year	<u>17,262,127</u>	<u>23,380,164</u>	<u>53,681,233</u>	<u>8,514,096</u>	<u>102,837,620</u>
Fund balances at end of year	<u>\$ 22,239,945</u>	<u>\$ 30,357,295</u>	<u>\$ 59,980,857</u>	<u>\$ 9,626,174</u>	<u>\$ 122,204,271</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

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, 2023

Net change in fund balances - total governmental funds	\$	19,366,651
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
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/amortization expense.		
Capital asset additions	\$ 17,548,679	
Current year depreciation/amortization	<u>(1,397,821)</u>	
Total		16,150,858
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Property taxes	(12,342)	
Accounts receivable	56,074	
Earnings on investments	12,172	
Intergovernmental	<u>(7,622,886)</u>	
Total		(7,566,982)
Repayment of bond, lease, and note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position.		
		3,997,796
Issuance of COPs and SBITAs are recorded as other financing sources in the funds; however, in the statement of activities, they are not reported as other financing sources as they increase liabilities on the statement of net position.		
		(20,107,163)
Premiums on bonds are recorded as other financing sources in the funds; however, they are amortized over the life of the issuance in the statement of activities		
		(241,106)
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in less interest being reported in the statement of activities:		
Change in accrued interest payable	(76,483)	
Amortization of bond and COPs premiums	<u>178,864</u>	
Total		102,381
Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.		
Pension		5,048,606
OPEB		144,022
Except for amounts reported as deferred inflows/outflows, changes in the net pension/OPEB liability/asset are reported as pension/OPEB expense in the statement of activities.		
Pension		(5,066,223)
OPEB		1,228,005
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.		
		<u>(46,855)</u>
Change in net position of governmental activities	\$	<u>13,009,990</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property taxes	\$ 31,001,197	\$ 33,470,061	\$ 35,044,671	\$ 1,574,610
Intergovernmental	18,147,948	18,894,675	19,795,049	900,374
Investment earnings	103,601	781,743	818,520	36,777
Tuition and fees	1,360,912	1,629,445	1,706,103	76,658
Extracurricular	148,697	82,160	86,025	3,865
Rental income	114,491	180,364	188,849	8,485
Contributions and donations	-	134	140	6
Payment in lieu of taxes	243,764	243,764	243,764	-
Miscellaneous	97,109	52,744	55,225	2,481
Total revenues	<u>51,217,719</u>	<u>55,335,090</u>	<u>57,938,346</u>	<u>2,603,256</u>
Expenditures:				
Current:				
Instruction:				
Regular	27,542,488	26,386,206	26,386,209	(3)
Special	8,418,941	8,999,704	8,999,704	-
Vocational	1,508,941	1,361,451	1,361,451	-
Other	433,231	474,602	474,602	-
Support services:				
Pupil	3,671,760	3,887,333	3,887,333	-
Instructional staff	2,185,034	2,033,626	2,033,626	-
Board of education	342,030	299,945	299,945	-
Administration	4,093,559	3,837,155	3,836,968	187
Fiscal	1,314,220	1,202,572	1,202,572	-
Business	178,868	222,537	222,537	-
Operations and maintenance	4,633,437	4,531,846	4,531,846	-
Pupil transportation	1,871,615	1,910,383	1,910,383	-
Central	790,455	1,041,225	1,041,225	-
Extracurricular activities	998,782	996,862	996,862	-
Facilities acquisition and construction	750,521	1,577,415	1,577,415	-
Total expenditures	<u>58,733,882</u>	<u>58,762,862</u>	<u>58,762,678</u>	<u>184</u>
Excess of expenditures over revenues	<u>(7,516,163)</u>	<u>(3,427,772)</u>	<u>(824,332)</u>	<u>2,603,440</u>
Other financing sources (uses):				
Refund of prior year's expenditures	241,903	645,087	645,087	-
Refund of prior year's receipts	(183,312)	(141,296)	(141,296)	-
Advances in	2,603,254	2,603,254	2,603,254	-
Advances (out)	(750,000)	-	(427,534)	(427,534)
Sale of capital assets	2,468	8,466	8,466	-
Total other financing sources (uses)	<u>1,914,313</u>	<u>3,115,511</u>	<u>2,687,977</u>	<u>(427,534)</u>
Net change in fund balance	(5,601,850)	(312,261)	1,863,645	2,175,906
Fund balance at beginning of year	15,554,559	15,554,559	15,554,559	-
Prior year encumbrances appropriated	1,588,110	1,588,110	1,588,110	-
Fund balance at end of year	<u>\$ 11,540,819</u>	<u>\$ 16,830,408</u>	<u>\$ 19,006,314</u>	<u>\$ 2,175,906</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUND
JUNE 30, 2023

	<u>Custodial</u>
Assets:	
Property taxes receivable	\$ 1,271,462
Total assets	<u>1,271,462</u>
Deferred inflows of resources:	
Property taxes levied for next fiscal year	<u>1,271,462</u>
Total deferred inflows of resources	<u>1,271,462</u>
Net position:	
Restricted for individuals, organizations and other governments	<u>-</u>
Total net position	<u>\$ -</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Custodial
Additions:	
Property tax collection for other governments	\$ 1,211,786
Intergovernmental	158,823
Total additions	1,370,609
Deductions:	
Property tax distributions to other governments	1,211,786
Distributions of state funds to other governments	158,823
Total deductions	1,370,609
Change in net position	-
Net position at beginning of year	-
Net position at end of year	\$ -

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

THIS PAGE IS INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT

The Cuyahoga Falls City School District (the “District”) is located in the greater metropolitan Akron area of Summit County in northeastern Ohio. The first official body designated as the Cuyahoga Falls Board of Education was formed on April 18, 1853. Both the township of Cuyahoga Falls and Cuyahoga Falls School District were formalized at that time with a school enrollment of 482.

The District is organized under Sections 2 and 3, Article VI of the Constitution of the State of Ohio. Under such laws, there is no authority for a school district to have a charter or adopt local laws. The legislative power of the District is vested in the Board of Education, consisting of five members elected at large for staggered four-year terms.

The District currently operates 6 elementary schools, 2 middle schools, and 1 comprehensive high school. The District employs 191 non-certified and 384 certified full-time and part-time employees to provide services to 3,885 students in grades K through 12 and various community groups.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

A. Reporting Entity

The reporting entity has been defined in accordance with GASB Statement No. 14, “The Financial Reporting Entity” as amended by GASB Statement No. 39, “Determining Whether Certain Organizations Are Component Units” and GASB Statement No. 61, “The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34”. The reporting entity is composed of the primary government and component units. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For the District, this includes general operations, food service, and student related activities of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization’s Governing Board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization’s resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government’s financial statements incomplete or misleading. Based upon the application of these criteria, the District has no component units. The basic financial statements of the reporting entity include only those of the District (the primary government).

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The following organizations are described due to their relationship to the District:

JOINTLY GOVERNED ORGANIZATIONS

Northeast Ohio Network for Educational Technology (NEOnet)

NEOnet was established as a jointly governed organization among sixteen school districts and the Summit County Educational Service Center that was formed July 1, 1995. NEOnet was formed for the purpose of applying modern technology (with the aid of computers and other electronic equipment) to improve administrative and instructional functions of member districts. NEOnet has since been restructured and organized as a council of governments (COG) under Ohio Revised Code 3301.075 and Chapter 167. The new COG is called the Metropolitan Regional Service Council (Council). The Council serves several program functions for the 30 school district members, such as NEOnet ITC functions and as a collaborative purchasing agent. The Council is self-supporting and conducts its fiscal services in house with a licensed treasurer.

The Council employs an Executive Director who works cooperatively with a nine-member Board of Directors consisting of four superintendents, the Portage Lakes Career Center superintendent, three members of the treasurers' committee and one member of the technology committee. The degree of control exercised by any participating school district is limited to its representation on the assembly, which elects the board of directors, who exercises total control over the operation of NEOnet including budgeting, appropriating, contracting and designating management. All revenues are generated from State funding and an annual fee per student to participating districts. The Metropolitan Regional Services Council and NEOnet are located at 700 Graham Road, Cuyahoga Falls, Ohio 44221. During fiscal year 2023, the District contributed \$332,769 to NEOnet.

Six District Educational Compact (Compact)

The Six District Educational Compact is a jointly governed organization consisting of six participating school districts, to provide for the vocational and special education needs of their students. The six-member Board consists of the superintendent from each of the participating school districts. Students may attend any vocational or special education class offered by any of the six school districts. If a student elects to attend a class offered by a school district other than the school district in which the student resides, the school district of residence pays an instructional fee to the school district, which offers the class. The committee exercises total control over the operation of the Compact, including budgeting, appropriating, contracting and designating management. All financial inquiries should be addressed to the Treasurer of the Hudson City School District, 76 N. Hayden Parkway, Hudson, Ohio 44236.

Ohio Schools Council Association

The Ohio Schools Council Association (Council) is a Council of Governments comprised of over 200 member school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The council's Board consists of nine superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2023, the District paid \$101,540 to the Council for natural gas and life insurance. Financial information can be obtained by contacting the Treasurer of the Greater Cleveland School Superintendents' Association, 6393 Oak Tree Boulevard, Suite 377, Independence, Ohio 44131.

The District participates in the Council's natural gas program. This program allows school districts to purchase natural gas at reduced rates if the school districts will commit to participating for a twelve year period. The participants make monthly payments based on estimated usage. Each month these estimated payments are compared to their actual usage and any necessary adjustments are made at the end of the fiscal year.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The City of Hamilton, a municipal corporation and political subdivision duly organized and existing under the laws of the State of Ohio, issued \$89,450,000 in debt to purchase twelve years of natural gas from CMS Energy Corporation for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates its agreement, the district is entitled to recover that amount, if any, of its contributions to the operating fund which are not encumbered for its share of program administrative costs.

The District also participates in the Council's life insurance program which was implemented during a previous fiscal year. This program allows school districts to purchase life insurance at reduced rates. Grady Enterprises began providing coverage for this program beginning January 1, 2012.

PUBLIC ENTITY RISK POOL

Summit Regional Health Care Consortium

In July 2014, the District joined together with Wadsworth City School District, Barberton City School District, Copley-Fairlawn City School District, Norton City School District and Revere Local School District to establish a regional council of governments, organized under Chapter 167 of the Ohio Revised Code, known as the Summit Regional Health Care Consortium (SRHCC) for the purpose of promoting cooperative agreements and activities among its members in purchasing supplies and services and dealing with problems of mutual concern. The members of the SRHCC have undertaken a Health Benefits Program on a cooperative basis for the provision of certain medical, hospitalization, dental, prescription drug, vision, life, and disability income benefits for their employees and the eligible dependents of those employees, and any other health care benefits which the members may determine. As part of this agreement, each member is required to share in the program costs by making monthly payments to cover the program costs. The Treasurer of the fiscal agent (Copley-Fairlawn City School District) serves as the Treasurer of the SRHCC and is responsible for coordinating and administering the Health Benefits Program.

The Health Benefits Program is governed by the Board of Directors of the SRHCC (Board), which consists of one designee by each member school district (with at least one Superintendent designee), and the representative of the fiscal agent or designee. The fiscal agent Treasurer and program consultant shall serve as non-voting members. The SRHCC representatives and the fiscal agent Treasurer's representative shall serve a two-year term of office. The officers consist of a Chairperson and Vice-Chairperson who are elected for one year terms by the Board. The fiscal agent Treasurer shall be a permanent member of the Board and shall serve as the Recording Secretary.

In the event of withdrawal, members are entitled to recover its contributions to the SRHCC, if any, along with the proportionate share of interest earned on these contributions which are not encumbered for payment of its share of program costs. Claims submitted by covered persons of a withdrawing member after the recovery of funds will be exclusively the liability of the withdrawing member. Financial information for the SRHCC can be obtained from the Treasurer of the Copley-Fairlawn City School District at 3797 Ridgewood Road, Copley, Ohio 44321-1665.

B. Fund Accounting

The District uses funds to report its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain school district activities or functions. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category is divided into separate fund types.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

GOVERNMENTAL FUNDS

Governmental funds focus on the sources, uses and balances of current financial resources. Governmental funds are those through which most governmental functions typically are financed. 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 plus deferred outflows of resources and liabilities plus deferred inflows of resources is reported as fund balance.

The following are the District's major governmental funds:

General fund - The general fund is used to account for and report all financial resources not accounted for and reported in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio.

Building fund - The building fund is used to account for the receipt and expenditures related to all special bond funds in the District. All proceeds from the sale of bonds, notes or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here are restricted to the costs of acquiring capital facilities including real property.

Classroom facilities fund - The classroom facilities fund is used to account for monies received from bond proceeds and intergovernmental revenues that are restricted to be expended in connection with contracts entered into by the District and the Ohio Facilities Construction Commission (OFCC) for the building and equipping of classroom facilities.

Other governmental funds of the District are used to account for (a) specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects, and (b) financial resources that are restricted, committed, or assigned to expenditures for principal and interest.

PROPRIETARY FUND

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector. The District has no proprietary funds.

FIDUCIARY FUNDS

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangements for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. During fiscal year 2023, the District had a custodial fund that accounts for Cuyahoga Falls Library property taxes.

C. Basis of Presentation and Measurement Focus

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

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

The government-wide financial statements are prepared using the economic resources measurement focus. All assets, all deferred outflows of resources, all liabilities and all deferred inflows of resources associated with the operation of the District are included on the statement of net position.

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

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets, current deferred outflows of resources, current liabilities and current 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 a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Fiduciary funds are reported using the economic resources measurement focus. All assets and liabilities associated with the operation of fiduciary funds are included on the statement of fiduciary net position. Fiduciary funds present a statement of changes in fiduciary net position which reports additions to and deductions from custodial funds. In fiduciary funds, a liability to the beneficiaries of fiduciary activity is recognized when an event has occurred that compels the government to disburse fiduciary resources. Fiduciary fund liabilities other than those to beneficiaries are recognized using the economic resources measurement focus.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Fiduciary funds also use the accrual basis of accounting.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the fiscal year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Deferred Outflows of Resources and Deferred Inflows of Resources - In addition to assets, the government-wide statement of net position will report a separate section for deferred outflows of resources. Deferred outflows of resources represent 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. See Notes 13 and 14 for deferred outflows of resources related to net pension liability and net OPEB liability/asset, respectively.

In addition to liabilities, both the government-wide statement of net position and the governmental fund financial statements 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 as an inflow of resources (revenue) until that time. Deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2023, but which were levied to finance fiscal year 2024 operations. These amounts have been recorded as a deferred inflow of resources on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. Unavailable revenue includes, but is not limited to, delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The deferred inflow of resources for leases is related to the lease receivable and is being amortized to lease revenue in a systematic and rational manner over the term of the lease.

See Notes 13 and 14 for deferred inflows of resources related to net pension liability and net OPEB liability/asset, respectively. These deferred inflows of resources are only reported on the government-wide statement of net position.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The entitlement value of donated commodities used during the year is reported in the statement of revenues, expenditures and changes in fund balances as an expenditure with a like amount reported as intergovernmental revenue. Unused donated commodities are reported as intergovernmental revenue.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

E. Budgets

The District is required by State statute to adopt an annual appropriated cash basis budget for all funds (except custodial funds). The specific timetable for fiscal year 2023 is as follows.

1. Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The purpose of this budget document is to reflect the need for existing (or increased) tax rates.
2. By no later than January 20, the Board-adopted budget is filed with the Summit County Budget Commission for tax rate determination.
3. Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's certificate of estimated resources which states the projected revenue of each fund. Prior to July 1, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as a basis for the appropriation measure. On or about July 1, the certificate of estimated resources is amended to include any unencumbered balances from the preceding year as reported by the District Treasurer. The certificate of estimated resources may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original and final budgeted amount in the budgetary statement reflect the amounts set forth in the original and final certificate of estimated resources issued for fiscal year 2023.
4. By July 1, the annual appropriation resolution is legally enacted by the Board of Education at the fund level for all funds, which is the legal level of budgetary control. Although the legal level of control has been established at the fund level, the District has elected to present the budgetary statement for the general fund at the fund and function level of expenditures in the basic financial statements. (State statute permits a temporary appropriation to be effective until no later than October 1 of each year). Resolution appropriations by fund must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed appropriations totals.
5. Any revisions that alter the total of any fund appropriation at the legal level of control must be approved by the Board of Education.
6. Formal budgetary integration is employed as a management control device during the year for all funds consistent with statutory provisions.
7. Appropriation amounts are as originally adopted, or as amended by the Board of Education throughout the year by supplemental appropriations, which either reallocated or increased the original, appropriated amounts. The original budget figures, which appear in the statements of budgetary comparisons, represent the permanent appropriation amounts. The final budget figures, which appear in the statements of budgetary comparisons, represent the permanent appropriation amounts plus all supplemental appropriations legally enacted during the year.
8. At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the succeeding fiscal year.

F. Cash and Investments

To improve cash management, cash received by the District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the basic financial statements.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Investments were limited to commercial paper, Federal Farm Credit Bank (FFCB) securities, Federal National Mortgage Association (FNMA) securities, Federal Home Loan Mortgage Corporation (FHLMC) securities, Federal Home Loan Bank (FHLB) securities, various municipal bonds, negotiable certificates of deposit, U.S. Treasury notes, U.S. Government money market funds and the State Treasury Asset Reserve of Ohio (STAR Ohio). Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices.

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

For the fiscal year 2023, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, 24 hours notice in advance of all deposits and withdrawals exceeding \$100 million is encouraged. STAR Ohio reserves the right to limit the transaction to \$250 million, 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.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenues credited to the general fund during fiscal year 2023 amounted to \$792,379 which includes \$122,287 assigned from other District funds.

For presentation on the financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

An analysis of the District's investments at year end is provided in Note 4.

G. Prepayments

Certain payments to vendors reflect the costs applicable to future accounting periods and are recorded as prepayments in both government-wide and fund financial statements. These items are reported as assets on the balance sheet using the consumption method. A current asset for the prepaid amounts is recorded at the time of the purchase and the expenditure/expense is reported in the year in which services are consumed. At fiscal year-end, because prepayments are not available to finance future governmental fund expenditures, a nonspendable fund balance is recorded by an amount equal to the carrying value of the asset on the fund financial statements.

H. Inventory

On governmental fund financial statements and government-wide financial statements, purchased inventories are presented at the lower of cost or market and donated commodities are presented at their entitlement value. Inventories are recorded on a first-in, first-out basis and are expensed/expended when used. Inventories are accounted for using the consumption method.

Inventory consists of expendable supplies held for consumption, donated food and purchased food. On the fund financial statements, reported material and supplies inventory is equally offset by a nonspendable fund balance in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

I. Capital Assets

Capital assets are those assets not specifically related to governmental activities. 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 are capitalized at cost (or estimated historical cost) and updated for additions and disposals during the year. Donated assets are recorded at their acquisition values as of the date received. The District maintains a capitalization threshold of \$5,000. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset life are not.

All reported capital assets except land and construction in progress are depreciated/amortized. Improvements are depreciated/amortized over the remaining useful lives of the related capital assets.

Depreciation/amortization is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Land improvements	20 years
Buildings and improvements	20 - 50 years
Improvements other than buildings	20 years
Furniture and equipment	5 - 20 years
Vehicles	8 years
Intangible right-to-use assets	
Equipment	3 - 10 years
SBITAs	5 years

The District is reporting intangible right-to-use assets related to leased equipment and Subscription Based Information Technology Arrangements (SBITAs). The intangible assets are being amortized in a systematic and rational manner of the shorter of the lease/subscription term or the useful life of the underlying asset.

J. Interfund Balances

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

K. Compensated Absences

Compensated absences of the District consist of vacation leave and sick leave to the extent that payments to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the District and the employee.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The District reports compensated absences in accordance with the provisions of GASB No. 16, “Accounting for Compensated Absences”. Vacation benefits are accrued as a liability as the benefits are earned if the employee’s rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination (severance) payments. Sick leave benefits are accrued as a liability using the termination payment method. The liability is an estimate based on the District’s past experience of making termination payments.

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

For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account “compensated absences payable” in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

L. Accrued Liabilities and Long-Term Obligations

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

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

M. Bond Issuance Costs/Unamortized Bond Premium and Discount

On government-wide and fund financial statements, bond issuance costs are expensed in the year they occur.

Bond premiums are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds.

On the governmental fund financial statements, bond issuance costs and bond premiums are recognized in the current period. A reconciliation between the bonds face value and the amount reported on the statement of net position is presented in Note 11.A.

N. Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the District 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 classification includes amounts that cannot be spent because they are not in spendable form or legally required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the District Board of Education (the highest level of decision making authority). Those committed amounts cannot be used for any other purpose unless the 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 District for specific purposes, but do not meet the criteria to be classified as restricted nor committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the District Board of Education, which includes giving the Treasurer the authority to constrain monies for intended purposes.

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 only used to report a deficit fund balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The District applies restricted resources first when expenditures are incurred for purposes for which restricted and unrestricted (committed, assigned, and unassigned) fund balance is 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.

O. Estimates

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

P. Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. The net position component “net investment in capital assets,” consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. The amount restricted for other purposes consists of amounts for unclaimed funds, special trusts, and other grant funds.

Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Q. Interfund Activity

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

R. Pensions/Other Postemployment Benefits (OPEB)

For purposes of measuring the net pension/OPEB liability, net OPEB 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.

S. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type occurred during the fiscal year.

T. Fair Value

The District categorizes its fair value measurements within the fair value hierarchy established by accounting principles generally accepted in the United States of America. The hierarchy is based on the valuation inputs used to measure fair value of the assets. Level 1 inputs are quoted market prices in the active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For fiscal year 2023, the District has implemented GASB Statement No. 91, "Conduit Debt Obligations", GASB Statement No. 94, "Public-Private and Public-Public Partnerships and Availability Payment Arrangements", GASB Statement No. 96, "Subscription Based Information Technology Arrangements", certain questions and answers of GASB Implementation Guide 2021-1 and certain paragraphs of GASB Statement No. 99, "Omnibus 2022".

GASB Statement No. 91 provides a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. The implementation of GASB Statement No. 91 did not have an effect on the financial statements of the District.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

GASB Statement No. 94 is to improve financial reporting by addressing issues related to public-private and public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. The implementation of GASB Statement No. 94 did not have an effect on the financial statements of the District.

GASB Statement No. 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended. The implementation of GASB Statement No. 96 had an effect on the financial statements of the District.

GASB Implementation Guide 2021-1 provides clarification on issues related to previously established GASB guidance. The implementation of GASB Implementation Guide 2021-1 did not have an effect on the financial statements of the District.

GASB Statement No. 99 to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The implementation of GASB Statement No. 99 did not have an effect on the financial statements of the District.

B. Deficit Fund Balances

Fund balances at June 30, 2023 included the following individual fund deficits:

<u>Nonmajor funds</u>	<u>Deficit</u>
Elementary and Secondary School Emergency Relief	\$ 256,856
IDEA Part B	45
Title I	2,272

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

NOTE 4 - DEPOSITS AND INVESTMENTS

State statutes classify monies held by the District into three categories.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Inactive deposits are public deposits that the Board of Education 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 may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation 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 that the fair 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 that 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 items (1) and (2) above 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, the State Treasury Asset Reserve of Ohio (STAR Ohio); and,
8. Certain bankers' acceptances (for a period not to exceed one hundred eighty days) and commercial paper notes (for a period not to exceed two hundred seventy days) in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

A. Cash on Hand

At fiscal year end, the District had \$500 in undeposited cash on hand which is included on the financial statements of the District as part of “equity in pooled cash and cash equivalents”.

B. Deposits with Financial Institutions

At June 30, 2023, the carrying amount of all District deposits was \$2,648,357 and the bank balance of all District deposits was \$2,847,290. Of the bank balance, \$250,000 was covered by the FDIC, \$1,624,533 was covered by the Ohio Pooled Collateral System and \$972,757 was exposed to custodial credit risk because this amount was uninsured and uncollateralized.

Custodial credit risk is the risk that, in the event of bank failure, the District will not be able to recover deposits or collateral securities that are in the possession of an outside party. The District has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits either be insured or protected by (1) eligible securities pledged to the District and deposited with a qualified trustee by the financial institution as security for repayment whose fair value at all times shall be at least 105 percent of the deposits being secured, or (2) 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 fair value of the securities pledged to be 102 percent of the deposits being secured or a reduced rate set by the Treasurer of State. For fiscal year 2023, the District’s financial institutions were approved for a reduced collateral rate of 50% through the OPCS but had 62.55% collateralized. Although all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the District to a successful claim by the FDIC.

THIS SPACE IS INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

C. Investments

As of June 30, 2023, the District had the following investments and maturities:

<u>Measurement/Investment Type:</u>	<u>Measurement Value</u>	<u>Investment Maturities</u>				
		<u>6 months or less</u>	<u>7 to 12 months</u>	<u>13 to 18 months</u>	<u>19 to 24 months</u>	<u>Greater than 24 months</u>
<i>Fair value:</i>						
Commercial paper	\$ 49,210,250	\$ 36,588,438	\$ 12,621,812	\$ -	\$ -	\$ -
FFCB	5,137,299	4,170,228	-	-	201,163	765,908
FHLB	14,835,530	3,136,213	5,398,439	4,069,786	1,983,954	247,138
FHLMC	4,187,733	3,746,636	-	-	198,735	242,362
FNMA	8,484,338	8,484,338	-	-	-	-
Municipal bonds	1,948,452	1,628,197	-	154,207	-	166,048
Negotiable CDs	3,472,225	491,464	481,298	1,189,866	1,210,258	99,339
U.S. Treasury notes	12,214,907	10,902,905	624,914	440,220	246,868	-
U.S. Government money market	4,264,367	4,264,367	-	-	-	-
<i>Amortized Cost:</i>						
STAR Ohio	14,582,423	14,582,423	-	-	-	-
Total	\$ 118,337,524	\$ 87,995,209	\$ 19,126,463	\$ 5,854,079	\$ 3,840,978	\$ 1,520,795

The weighted average of maturity of investments is 0.39 years.

The District's investments in U.S. Government money market mutual funds are valued using quoted market prices in active markets (Level 1 inputs). The District's investments in commercial paper, federal agency securities (FFCB, FNMA, FHLMC, FHLB), municipal bonds, negotiable CD's, and U.S. Treasury notes are valued using quoted prices in markets that are not considered to be active, dealer quotations or alternative pricing sources for similar assets or liabilities for which all significant inputs are observable, either directly or indirectly (Level 2 inputs).

Interest Rate Risk: As a means of limiting its exposure to fair value losses arising from rising interest rates and according to State law, the District's investment policy limits investment portfolio maturities to five years or less. State statute limits investments in commercial paper to a maximum maturity of 270 days from the date of the purchase.

Credit Risk: The District's investments in commercial paper were rated P-1 by Moody's Investor Services. The District's investments in federal agency securities and U.S. Treasury notes were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The District's investments in municipal bonds were rated AAA and Aaa by Standard & Poor's and Moody's Investor Services, respectively. Standard & Poor's has assigned STAR Ohio and the U.S. Government money market an AAAM money market rating. The negotiable CDs are not rated but are fully insured by the FDIC. Ohio Law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The District's investment policy does not specifically address credit risk beyond the adherence to all relevant sections of the Ohio Revised Code.

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The federal agency securities are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent, but not in the District's name. The District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Treasurer or qualified trustee.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Concentration of Credit Risk: The District places no limit on the amount that may be invested in any one issuer, however State statute limits investments in commercial paper to 40 percent of the interim monies available for investment at any one time. The following table includes the percentage of each investment type held by the District at June 30, 2023:

<u>Measurement/Investment type</u>	<u>Measurement Value</u>	<u>% of Total</u>
<i>Fair value:</i>		
Commercial paper	\$ 49,210,250	41.58
FFCB	5,137,299	4.34
FHLB	14,835,530	12.54
FHLMC	4,187,733	3.54
FNMA	8,484,338	7.17
Municipal bonds	1,948,452	1.65
Negotiable CDs	3,472,225	2.93
U.S. Treasury notes	12,214,907	10.32
U.S. Government money market	4,264,367	3.60
<i>Amortized Cost:</i>		
STAR Ohio	<u>14,582,423</u>	<u>12.33</u>
Total	<u>\$ 118,337,524</u>	<u>100.00</u>

D. Reconciliation of Cash and Investments to the Statement of Net Position

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net position as of June 30, 2023:

Cash and investments per note disclosure

Carrying amount of deposits	\$ 2,648,357
Investments	118,337,524
Cash on hand	<u>500</u>
Total	<u>\$ 120,986,381</u>

Cash and investments per statement of net position

Governmental activities	<u>\$ 120,986,381</u>
-------------------------	-----------------------

NOTE 5 - INTERFUND TRANSACTIONS

A. Interfund loans receivable/payable consisted of the following at June 30, 2023, as reported on the fund statements:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General fund	Nonmajor governmental funds	\$ <u>422,014</u>
Total		\$ <u>422,014</u>

The primary purpose of the interfund balances is to cover costs in specific funds where revenues were not received by June 30. These interfund balances will be repaid once the anticipated revenues are received. Interfund loans between governmental funds are eliminated on the statement of net position thus there are no internal balances.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

NOTE 5 - INTERFUND TRANSACTIONS - (Continued)

- B. Interfund transfers for the year ended June 30, 2023, consisted of the following, as reported on the fund financial statements:

<u>Transfers from the building fund to:</u>	<u>Amount</u>
Classroom facilities fund	\$ 10,667,698

Transfers are used to move revenues from the fund that statute or budget required to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. The transfer of \$10,667,698 from the building fund to the classroom facilities fund was for costs related to construction of new buildings in the District.

Interfund transfers between governmental funds are eliminated for reporting in the statement of activities. All transfers were made in compliance with Ohio Revised Code Sections 5705.14, 5705.15 and 5705.16.

NOTE 6 - PROPERTY TAXES

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

Property taxes include amounts levied against all real property and public utility property. Real property tax revenues received in calendar year 2023 represent the collection of calendar year 2022 taxes. Real property taxes received in calendar year 2023 were levied after April 1, 2022, on the assessed values as of January 1, 2022, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised fair value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, 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 2023 represent the collection of calendar year 2022 taxes. Public utility real and personal property taxes received in calendar year 2023 became a lien on December 31, 2021, were levied after April 1, 2022, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

The District receives property taxes from Summit County. The County Fiscal Officer periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2023, are available to finance fiscal year 2023 operations. The amount available as an advance at June 30, 2023 was \$8,583,314 in the general fund, \$965,065 in the bond retirement fund (a nonmajor governmental fund) and \$88,727 in the classroom facilities maintenance fund (a nonmajor governmental fund). These amounts are recorded as revenue. The amount available for advance at June 30, 2022 was \$2,900,582 in the general fund, \$314,958 in the bond retirement fund (a nonmajor governmental fund) and \$29,348 in the classroom facilities maintenance fund (a nonmajor governmental fund). The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 6 - PROPERTY TAXES - (Continued)

Accrued property taxes receivable includes real property, public utility property and delinquent tangible personal property taxes which are measurable as of June 30, 2023 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 was levied to finance current fiscal year operations and is 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 inflow of resources.

On the accrual basis of accounting, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis of accounting the revenue has been reported as a deferred inflow of resources.

The assessed values upon which the fiscal year 2023 taxes were collected are:

	2022 Second Half Collections		2023 First Half Collections	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/residential and other real estate	\$ 871,032,580	99.23	\$ 873,169,720	99.10
Public utility personal	<u>6,726,570</u>	<u>0.77</u>	<u>7,908,970</u>	<u>0.90</u>
Total	<u>\$ 877,759,150</u>	<u>100.00</u>	<u>\$ 881,078,690</u>	<u>100.00</u>
Tax rate per \$1,000 of assessed valuation				
General	\$ 77.30		\$ 77.29	
Bond retirement	4.75		4.82	
Classroom facilities maintenance	0.50		0.50	

NOTE 7 - PAYMENT IN LIEU OF TAXES

The 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 school districts and other governments to help offset the property taxes these governments would have received had the improvements to real property not been exempted. The service payments the District receives as part of TIF agreements are presented on the financial statements as Payments in Lieu of Taxes.

NOTE 8 - RECEIVABLES

A. Other Receivables

Receivables at June 30, 2023 consisted of property taxes, payment in lieu of taxes, accounts, accrued interest and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of federal funds with the exception of \$460,695 that is due from Schnee Learning Center which has a going concern. These amounts include previously billed salaries, benefits, utilities, and rent and are included in intergovernmental receivables.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 8 - RECEIVABLES - (Continued)

A summary of the principal items of receivables reported on the statement of net position follows:

Governmental activities:

Property taxes	\$ 40,040,156
Payment in lieu of taxes	174,124
Accounts	8,697
Accrued interest	69,607
Intergovernmental	<u>27,347,343</u>
Total	<u>\$ 67,639,927</u>

Receivables have been disaggregated on the face of the financial statements. All receivables are expected to be collected within one year with the exception of the OFCC receivable which will be collected over the course of the project.

B. Leases receivable

The District is reporting leases receivable of \$76,528 in the general fund and \$85,989 in the district managed student activity fund (a nonmajor governmental fund). For fiscal year 2023, the District recognized lease revenue in the amount of \$365 for the general fund, which is reported as rental income, and \$2,597 for the district managed student activity fund (a nonmajor governmental fund), which is reported as miscellaneous revenue. The District also recognized interest revenue in the amount of \$5,510 in the general fund and \$4,506 in the district managed student activity fund (a nonmajor governmental fund).

The District has entered into a lease agreement for building space and equipment as follows:

<u>Lease</u>	<u>Lease Commencement Date (fiscal year)</u>	<u>Years</u>	<u>Lease End Date (fiscal year)</u>	<u>Payment Method</u>
Sprint/CBA Cell Tower	2021	10	2030	Monthly
Schnee Building Lease	2021	3	2024	Monthly

Lease payments will be paid into the general fund and the district managed student activity fund (a nonmajor governmental fund). The following is a schedule of future lease payments under the lease agreements:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 85,929	\$ 6,174	\$ 92,103
2025	9,882	3,605	13,487
2026	12,044	3,062	15,106
2027	12,660	2,445	15,105
2028	13,309	1,798	15,107
2029 - 2030	<u>28,693</u>	<u>1,518</u>	<u>30,211</u>
Total	<u>\$ 162,517</u>	<u>\$ 18,602</u>	<u>\$ 181,119</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 9 – CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2023, was as follows:

	Balance			Balance
	<u>June 30, 2022</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 2023</u>
Governmental activities:				
<i>Capital assets, not being depreciated/amortized:</i>				
Land	\$ 3,663,085	\$ -	\$ -	\$ 3,663,085
Construction in progress	3,314,650	14,884,837	-	18,199,487
Total capital assets, not being depreciated/amortized	<u>6,977,735</u>	<u>14,884,837</u>	<u>-</u>	<u>21,862,572</u>
<i>Capital assets, being depreciated/amortized:</i>				
Land improvements	3,628,445	140,734	-	3,769,179
Buildings and improvements	27,972,565	934,327	-	28,906,892
Improvements other than buildings	158,533	-	-	158,533
Furniture and equipment	2,539,630	148,265	-	2,687,895
Vehicles	2,491,163	242,215	-	2,733,378
Intangible right-to-use assets:				
Equipment	235,491	-	-	235,491
SBITAs	-	1,198,301	-	1,198,301
Total capital assets, being depreciated/amortized	<u>37,025,827</u>	<u>2,663,842</u>	<u>-</u>	<u>39,689,669</u>
<i>Less: accumulated depreciation/amortization:</i>				
Land improvements	(2,478,057)	(92,396)	-	(2,570,453)
Buildings and improvements	(19,224,305)	(539,790)	-	(19,764,095)
Improvements other than buildings	(59,450)	-	-	(59,450)
Furniture and equipment	(1,515,604)	(216,584)	-	(1,732,188)
Vehicles	(1,452,713)	(276,696)	-	(1,729,409)
Intangible right-to-use assets:				
Equipment	(70,647)	(47,098)	-	(117,745)
SBITAs	-	(225,257)	-	(225,257)
Total accumulated depreciation/amortization	<u>(24,800,776)</u>	<u>(1,397,821)</u>	<u>-</u>	<u>(26,198,597)</u>
Governmental activities capital assets, net	<u>\$ 19,202,786</u>	<u>\$ 16,150,858</u>	<u>\$ -</u>	<u>\$ 35,353,644</u>

THIS SPACE IS INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 9 - CAPITAL ASSETS - (Continued)

Depreciation/amortization expense was charged to governmental functions as follows:

<u>Instruction:</u>	
Regular	\$ 331,475
Special	1,750
Vocational	8,114
<u>Support services:</u>	
Pupil	2,827
Instructional staff	60,007
Administration	1,747
Business	10,113
Operations and maintenance	697,158
Pupil transportation	236,988
Central	969
<u>Operation of non-instructional services:</u>	
Food service operations	13,266
Other non-instructional services	19,189
Extracurricular activities	<u>14,218</u>
Total depreciation/amortization expense	<u>\$ 1,397,821</u>

NOTE 10 – NOTES PAYABLE – FINANCE PURCHASE AGREEMENT

During prior fiscal years, the District entered into finance purchase agreements for buses. These finance purchase agreements meet the criteria of finance purchase which defines a finance purchase generally as one which transfers benefits and risks of ownership to the purchaser. Finance purchase payments have been reclassified and are reflected as debt service expenditures in the financial statements for the governmental funds. These expenditures are reported as function expenditures on the budgetary statements.

Capital assets consisting of vehicles have been capitalized in the amount of \$588,634. This amount represents the present value of the minimum lease payments at the time of acquisition. Accumulated depreciation as of June 30, 2023 for equipment and vehicles was \$372,856, leaving a current book value of \$215,778. A corresponding liability is recorded in the government-wide financial statements. Principal payments in fiscal year 2023 totaled \$52,915 paid by the general fund. The finance purchase had no further obligations outstanding as of June 30, 2023.

THIS SPACE INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 11 - LONG-TERM OBLIGATIONS

A. During the fiscal year 2023, the following activity occurred in governmental activities long-term obligations.

	Balance			Balance	Amounts
	<u>June 30, 2022</u>	<u>Increase</u>	<u>Deductions</u>	<u>June 30, 2023</u>	<u>Due in</u>
					<u>One Year</u>
General obligation bonds, Series 2021	\$ 73,150,000	\$ -	\$ (3,900,000)	\$ 69,250,000	\$ 2,870,000
Certificates of participation, Series 2023	-	20,060,000	-	20,060,000	-
Other Long-term Obligations:					
Notes payable - finance purchase	52,915	-	(52,915)	-	-
Lease payable	189,332	-	(44,881)	144,451	47,177
SBITAs payable	-	47,163	-	47,163	22,993
Net pension liability	33,265,781	21,733,646	-	54,999,427	-
Net OPEB liability	3,908,295	-	(1,227,958)	2,680,337	-
Compensated absences	<u>2,411,850</u>	<u>330,599</u>	<u>(284,740)</u>	<u>2,457,709</u>	<u>123,623</u>
Total	<u>\$ 112,978,173</u>	<u>\$ 42,171,408</u>	<u>\$ (5,510,494)</u>	149,639,087	<u>\$ 3,063,793</u>
Uamortized premium				<u>6,019,818</u>	
Total per statement of net position				<u>\$ 155,658,905</u>	

General Obligation Bonds, Series 2021 - On May 18, 2021, the District issued general obligation bonds in the amount of \$80,610,000 for the purpose of construction, enlarging and other improvement, furnishing and equipping of the Districts buildings and facilities. Interest rates on the current interest bonds range from 2.50-4.00% with interest payments due on June 1 and December 1 of each year until final maturity at December 1, 2055. The debt will be retired through the bond retirement fund (a nonmajor governmental fund).

Certificates of Participation (COPs), Series 2023 - On April 4, 2023, the District issued certificates of participation in the amount of \$20,060,000 for the purpose of construction, enlarging and other improvement, furnishing and equipping of the Districts buildings and facilities. Interest rates range from 4.00-5.00% with interest payments due on June 1 and December 1 of each year until final maturity at December 1, 2052. The debt will be retired through the general fund with the exception of \$1,630,401 being used to pay off capitalized interest. This capitalized interest portion will be paid from the bond retirement fund (a nonmajor governmental fund).

At June 30, 2023, there were \$86,138,034 in unspent bond and certificates of participation proceeds. At June 30, 2023, \$1,630,401 of the certificates of participation were not capital related as they are being used to pay off capitalized interest.

THIS SPACE INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

Principal and interest requirements to retire general obligation bonds and certificates of participation outstanding at June 30, 2023 are as follows:

<u>Fiscal Year Ending,</u>	<u>General Obligation Bonds and COPs</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 2,870,000	\$ 3,199,464	\$ 6,069,464
2025	1,170,000	3,049,887	4,219,887
2026	1,565,000	3,005,262	4,570,262
2027	1,615,000	2,944,011	4,559,011
2028	1,685,000	2,874,161	4,559,161
2029 - 2033	9,555,000	13,213,933	22,768,933
2034 - 2038	11,660,000	11,103,760	22,763,760
2039 - 2043	13,825,000	8,914,136	22,739,136
2044 - 2048	16,260,000	6,432,996	22,692,996
2049 - 2053	19,550,000	3,042,017	22,592,017
2054 - 2056	<u>9,555,000</u>	<u>362,312</u>	<u>9,917,312</u>
Total	<u>\$ 89,310,000</u>	<u>\$ 58,141,939</u>	<u>\$ 147,451,939</u>

Notes payable - finance purchase: See Note 10.

Lease Payable: The District has entered into lease agreements for the right to use equipment. Due to the implementation of GASB Statement No. 87, the District will report an intangible capital asset and corresponding liability for the future scheduled payments under the lease. The lease payments will be paid from the general fund.

The District has entered into a lease agreement for copier equipment as follows:

<u>Lease</u>	<u>Lease Commencement Date (fiscal year)</u>	<u>Years</u>	<u>Lease End Date (fiscal year)</u>	<u>Payment Method</u>
Copier machine	2021	5	2026	Monthly

The following is a schedule of future lease payments under the lease agreement:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 47,177	\$ 6,151	\$ 53,328
2025	49,591	3,738	53,329
2026	<u>47,683</u>	<u>1,200</u>	<u>48,883</u>
Total	<u>\$ 144,451</u>	<u>\$ 11,089</u>	<u>\$ 155,540</u>

SBITA Payable - The District has entered into an agreement for the right to use subscription to software. Due to the implementation of GASB Statement No. 96, the District will report an intangible capital asset and corresponding liability for the future scheduled payments under the subscription. The subscription payments will be paid from the general fund.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

The District has entered into an agreement for a subscription as follows:

<u>SBITA</u>	<u>Commencement Date (fiscal year)</u>	<u>Years</u>	<u>End Date (fiscal year)</u>	<u>Payment Method</u>
CDW Microsoft/Adobe	2023	3	2025	Annual

The following is a schedule of future payments under the agreement:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 22,993	\$ 2,413	\$ 25,406
2025	24,170	1,236	25,406
Total	<u>\$ 47,163</u>	<u>\$ 3,649</u>	<u>\$ 50,812</u>

Net Pension Liability and Net OPEB Liability/Asset: See Notes 13 and 14 for details. The District pays obligations related to employee compensation from the fund benefitting from their services which is primarily the general fund.

Compensated Absences: Compensated absences included severance and vacation for retirees. Compensated absences will be paid from the fund from which the employee’s salaries are paid. For the District, these are primarily the general fund and the food service fund (a nonmajor governmental fund).

B. Legal Debt Margin

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The assessed valuation used in determining the District’s legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the District’s legal debt margin calculation excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The effects of these debt limitations at June 30, 2023, are a voted debt margin of \$16,266,372 (including available funds of \$6,219,290) and an unvoted debt margin of \$881,079.

NOTE 12 - RISK MANAGEMENT

A. General Risk

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. The District has addressed these various types of risk by purchasing a comprehensive insurance policy through a commercial carrier. Settled claims have not exceeded this commercial coverage in any of the past three years. The District purchases liability, property and fleet insurance through Netherlands Insurance through Liberty Mutual.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 12 - RISK MANAGEMENT - (Continued)

There has been no significant reduction of coverage from the prior years. Limits of coverage and deductibles are as follows:

	<u>Coverage</u>	<u>Deductible</u>
Property Insurance - District	\$160,746,629	\$ 5,000
Liability Insurance	1,000,000/2,000,000	0/0
Fleet Insurance	1,000,000	0
Collision	A.C.V.	1,000

B. Health Insurance

On July 1, 2014, the District joined the Summit Regional Health Care Consortium (SRHCC) Health Benefits Program, a public entity risk pool, to provide employee hospitalization, dental, prescription drug and life. Premium rates are set or determined by the Board of Directors of the SRHCC. To the extent and in the manner permitted by any applicable agreements, policies, rules, regulations and laws, each member of the SRHCC may require contributions from its employees toward the cost of any benefit program being offered by the District and such contributions shall be included in the payments from the District to the fiscal agent of the SRHCC. The District pays a monthly premium to the SRHCC. Because the District is a member of the SRHCC and the SRHCC holds the reserves for Incurred But Not Reported (IBNR) claims, not the individual districts, IBNR information is not available on a district-by-district basis.

NOTE 13 - 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 represents a liability or asset to employees for pensions and OPEB, respectively.

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

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

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

The remainder of this note includes the required pension disclosures. See Note 14 for the required OPEB disclosures.

The proportionate share of each plan’s unfunded benefits is presented as a long-term *net pension/OPEB liability (asset)* on the accrual basis of accounting. Any liability for the contractually required pension contribution outstanding at the end of the year is included in pension and postemployment benefits payable on both the accrual and modified accrual bases of accounting.

Plan Description - School Employees Retirement System (SERS)

Plan Description - The District’s non-teaching employees participate in SERS, a cost-sharing multiple-employer defined benefit pension plan administered by SERS. SERS provides retirement, disability and survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Ohio Revised Code Chapter 3309. SERS issues a publicly available, stand-alone financial report that includes financial statements, required supplementary information and detailed information about SERS’ fiduciary net position. That report can be obtained by visiting the SERS website at www.ohsers.org 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 after August 1, 2017
Full benefits	Any age with 30 years of service credit	Age 67 with 10 years of service credit; or Age 57 with 30 years of service credit
Actuarially reduced benefits	Age 60 with 5 years of service credit; or Age 55 with 25 years of service credit	Age 62 with 10 years of service credit; or Age 60 with 25 years of service credit

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

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

An individual whose benefit effective date is before April 1, 2018, is eligible for a cost-of-living adjustment (COLA) on the first anniversary date of the benefit. Beginning April 1, 2018, new benefit recipients must wait until the fourth anniversary of their benefit for COLA eligibility. The COLA is added each year to the base benefit amount on the anniversary date of the benefit. A three-year COLA suspension was in effect for all benefit recipients for the years 2018, 2019, and 2020. Upon resumption of the COLA, it will be indexed to the percentage increase in the CPI-W, not to exceed 2.5% and with a floor of 0%. In 2022, the Board of Trustees approved a 2.5% cost-of-living adjustment (COLA) for eligible retirees and beneficiaries in 2023.

Funding Policy - Plan members are required to contribute 10.00% of their annual covered salary and the District is required to contribute 14.00% 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 10.00% for plan members and 14.00% 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, 2023, the allocation to pension, death benefits, and Medicare B was 14.00%. For fiscal year 2023, the Retirement Board did not allocate any employer contribution to the Health Care Fund.

The District's contractually required contribution to SERS was \$1,130,551 for fiscal year 2023. Of this amount, \$187,006 is reported as pension and postemployment benefits payable.

Plan Description - State Teachers Retirement System (STRS)

Plan Description - Licensed teachers participate in STRS, 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 (CO) 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 2.20% of final average salary for the five highest years of earnings multiplied by all years of service. Eligibility changes will be phased in until August 1, 2023, when retirement eligibility for unreduced benefits will be five years of service credit and age 65, or 35 years of service credit and at least age 60.

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

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

The Combined Plan offers features of both the DB Plan and the DC Plan. In the Combined Plan, 12% of the 14% member rate goes to the DC Plan and the remaining 2% 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 after termination of employment 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.

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 to 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 2023 employer and employee contribution rate of 14% was equal to the statutory maximum rates. For fiscal year 2023, the full employer contribution was allocated to pension.

The District's contractually required contribution to STRS was \$3,918,055 for fiscal year 2023. Of this amount, \$683,580 is reported as pension and postemployment benefits 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, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating entities.

Following is information related to the proportionate share and pension expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the net pension liability prior measurement date	0.200920000%	0.202194750%	
Proportion of the net pension liability current measurement date	<u>0.186375200%</u>	<u>0.202062770%</u>	
Change in proportionate share	<u>-0.014544800%</u>	<u>-0.000131980%</u>	
Proportionate share of the net pension liability	\$ 10,080,620	\$ 44,918,807	\$ 54,999,427
Pension expense	\$ 616,735	\$ 4,449,488	\$ 5,066,223

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

At June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ 408,274	\$ 575,019	\$ 983,293
Net difference between projected and actual earnings on pension plan investments	-	1,563,077	1,563,077
Changes of assumptions	99,467	5,375,431	5,474,898
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	314,425	293,090	607,515
Contributions subsequent to the measurement date	<u>1,130,551</u>	<u>3,918,055</u>	<u>5,048,606</u>
Total deferred outflows of resources	<u>\$ 1,952,717</u>	<u>\$ 11,724,672</u>	<u>\$ 13,677,389</u>
	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred inflows of resources			
Differences between expected and actual experience	\$ 66,177	\$ 171,827	\$ 238,004
Net difference between projected and actual earnings on pension plan investments	351,768	-	351,768
Changes of assumptions	-	4,046,155	4,046,155
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	<u>517,494</u>	<u>1,202,245</u>	<u>1,719,739</u>
Total deferred inflows of resources	<u>\$ 935,439</u>	<u>\$ 5,420,227</u>	<u>\$ 6,355,666</u>

\$5,048,606 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2024.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Fiscal Year Ending June 30:			
2024	\$ 93,422	\$ (471,259)	\$ (377,837)
2025	(288,769)	(513,583)	(802,352)
2026	(502,508)	(1,184,265)	(1,686,773)
2027	<u>584,582</u>	<u>4,555,497</u>	<u>5,140,079</u>
Total	<u>\$ (113,273)</u>	<u>\$ 2,386,390</u>	<u>\$ 2,273,117</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

Actuarial Assumptions - SERS

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

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

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

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2022, are presented below:

Wage inflation:	
Current measurement date	2.40%
Prior measurement date	2.40%
Future salary increases, including inflation:	
Current measurement date	3.25% to 13.58%
Prior measurement date	3.25% to 13.58%
COLA or ad hoc COLA:	
Current measurement date	2.00%
Prior measurement date	2.00%
Investment rate of return:	
Current measurement date	7.00% net of system expenses
Prior measurement date	7.00% net of system expenses
Discount rate:	
Current measurement date	7.00%
Prior measurement date	7.00%
Actuarial cost method	Entry age normal (level percent of payroll)

In 2022, mortality rates 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% for males and set forward 2 years and adjusted 81.35% 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% for males and set forward 3 years and adjusted 106.8% for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

In the prior measurement date, mortality rates 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% for males and set forward 2 years and adjusted 81.35% 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% for males and set forward 3 years and adjusted 106.8% for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

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 using a building-block approach and assumes a time horizon, as defined in SERS' *Statement of Investment Policy*. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted 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.

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2.00 %	(0.45) %
US Equity	24.75	5.37
Non-US Equity Developed	13.50	6.22
Non-US Equity Emerging	6.75	8.22
Fixed Income/Global Bonds	19.00	1.20
Private Equity	11.00	10.05
Real Estate/Real Assets	16.00	4.87
Multi-Asset Strategy	4.00	3.39
Private Debt/Private Credit	3.00	5.38
Total	<u>100.00 %</u>	

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

	Current		
	1% Decrease	Discount Rate	1% Increase
District's proportionate share of the net pension liability	\$ 14,838,192	\$ 10,080,620	\$ 6,072,431

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

Actuarial Assumptions - STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2022, actuarial valuation are presented below:

	June 30, 2022	June 30, 2021
Inflation	2.50%	2.50%
Projected salary increases	Varies by service from 2.50% to 8.50%	12.50% at age 20 to 2.50% at age 65
Investment rate of return	7.00%, net of investment expenses, including inflation	7.00%, net of investment expenses, including inflation
Discount rate of return	7.00%	7.00%
Payroll increases	3.00%	3.00%
Cost-of-living adjustments (COLA)	0.00%	0.00%

For the June 30, 2022 actuarial valuation, post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110% for males, projected forward generationally using mortality improvement scale MP-2020. Pre-retirement mortality rates are based on Pub-2010 Teachers Employee Table adjusted 95% for females, projected forward generationally using mortality improvement scale MP-2020. Post-retirement disabled mortality rates are based on Pub-2010 Teachers Disable Annuitant Table projected forward generationally using mortality improvement scale MP-2020.

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

Actuarial assumptions used in the June 30, 2022 valuation are based on the results of an actuarial experience study for the period July 1, 2015 through June 30, 2021. An actuarial experience study is done on a quinquennial basis.

STRS Ohio’s 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 Real Rate of Return **
Domestic Equity	26.00 %	6.60 %
International Equity	22.00	6.80
Alternatives	19.00	7.38
Fixed Income	22.00	1.75
Real Estate	10.00	5.75
Liquidity Reserves	1.00	1.00
Total	100.00 %	

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

* Target allocation percentage is effective as of July 1, 2022. Target weights were phased in over a 3-month period concluding on October 1, 2022.

**10-Year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25% and is net of investment expenses. Over a 30-year period, STRS Ohio’s 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% as of June 30, 2022. 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 the rates 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 Ohio’s fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2022. Therefore, the long-term expected rate of return on pension plan investments of 7.00% was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2022.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following table represents the net pension liability as of June 30, 2022, calculated using the current period discount rate assumption of 7.00%, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current assumption:

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net pension liability	\$ 67,855,967	\$ 44,918,807	\$ 25,521,074

Changes Between Measurement Date and Reporting Date - STRS approved a one-time 1.00% cost-of-living adjustment to eligible benefit recipients effective July 1, 2023. It is unknown what effect this change will have on the net pension liability.

NOTE 14 - DEFINED BENEFIT OPEB PLANS

Net OPEB Liability/Asset

See Note 13 for a description of the net OPEB liability (asset).

Plan Description - School Employees Retirement System (SERS)

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14% of covered payroll to the Health Care Fund in accordance with the funding policy. For the fiscal year ended June 30, 2023, SERS did not allocate any employer contributions to post-employment 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 2023, this amount was \$25,000. Statutes provide that no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2023, the District's surcharge obligation was \$144,022.

The surcharge added to the allocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District's contractually required contribution to SERS was \$144,022 for fiscal year 2023. Of this amount, \$144,022 is reported as pension and postemployment benefits payable.

Plan Description - State Teachers Retirement System (STRS)

Plan Description - The State Teachers Retirement System of Ohio (STRS) administers a cost-sharing Health Plan administered for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. The Medicare Part B monthly reimbursement elimination date was postponed indefinitely. 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. Nearly all health care plan enrollees, for the most recent year, pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14% of covered payroll. For the fiscal year ended June 30, 2023, STRS did not allocate any employer contributions to post-employment health care.

OPEB Liabilities/Assets, 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, 2022, and the total OPEB liability/asset used to calculate the net OPEB liability/asset was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability/asset was based on the District's share of contributions to the respective retirement systems relative to the contributions of all participating entities.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

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 prior measurement date	0.206506000%	0.202194750%	
Proportion of the net OPEB liability/asset current measurement date	<u>0.190905800%</u>	<u>0.202062770%</u>	
Change in proportionate share	<u>-0.015600200%</u>	<u>-0.000131980%</u>	
Proportionate share of the net OPEB liability	\$ 2,680,337	\$ -	\$ 2,680,337
Proportionate share of the net OPEB asset	\$ -	\$ (5,232,077)	\$ (5,232,077)
OPEB expense	\$ (272,693)	\$ (955,312)	\$ (1,228,005)

At June 30, 2023, the 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	\$ 22,534	\$ 75,848	\$ 98,382
Net difference between projected and actual earnings on OPEB plan investments	13,935	91,081	105,016
Changes of assumptions	426,341	222,868	649,209
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	409,702	27,840	437,542
Contributions subsequent to the measurement date	<u>144,022</u>	<u>-</u>	<u>144,022</u>
Total deferred outflows of resources	<u>\$ 1,016,534</u>	<u>\$ 417,637</u>	<u>\$ 1,434,171</u>
Deferred inflows of resources			
Differences between expected and actual experience	\$ 1,714,541	\$ 785,759	\$ 2,500,300
Changes of assumptions	1,100,299	3,710,054	4,810,353
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	<u>706,274</u>	<u>83,594</u>	<u>789,868</u>
Total deferred inflows of resources	<u>\$ 3,521,114</u>	<u>\$ 4,579,407</u>	<u>\$ 8,100,521</u>

\$144,022 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability/asset in the fiscal year ending June 30, 2024.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30:	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2024	\$ (628,666)	\$ (1,212,472)	\$ (1,841,138)
2025	(583,340)	(1,220,735)	(1,804,075)
2026	(488,883)	(568,216)	(1,057,099)
2027	(296,110)	(235,561)	(531,671)
2028	(212,835)	(305,514)	(518,349)
Thereafter	<u>(438,768)</u>	<u>(619,272)</u>	<u>(1,058,040)</u>
Total	<u>\$ (2,648,602)</u>	<u>\$ (4,161,770)</u>	<u>\$ (6,810,372)</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.

THIS SPACE INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

Key methods and assumptions used in calculating the total OPEB liability in the latest actuarial valuation date of June 30, 2022 are presented below:

Wage inflation:

Current measurement date	2.40%
Prior measurement date	2.40%

Future salary increases, including inflation:

Current measurement date	3.25% to 13.58%
Prior measurement date	3.25% to 13.58%

Investment rate of return:

Current measurement date	7.00% net of investment expense, including inflation
Prior measurement date	7.00% net of investment expense, including inflation

Municipal bond index rate:

Current measurement date	3.69%
Prior measurement date	1.92%

Single equivalent interest rate, net of plan investment expense,
including price inflation:

Current measurement date	4.08%
Prior measurement date	2.27%

Medical trend assumption:

Current measurement date	7.00 to 4.40%
Prior measurement date	
Medicare	5.125 to 4.400%
Pre-Medicare	6.750 to 4.400%

In 2022, mortality rates 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% for males and set forward 2 years and adjusted 81.35% 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% for males and set forward 3 years and adjusted 106.8% for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

In the prior measurement date, mortality rates 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% for males and set forward 2 years and adjusted 81.35% 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% for males and set forward 3 years and adjusted 106.8% for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

The long-term expected rate of return on plan assets is reviewed as part of the actuarial 5-year experience study. The most recent study covers fiscal years 2016 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 long-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%, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The capital market assumptions developed by the investment consultant are intended for use over a 10-year horizon and may not be useful in setting the long-term rate of return for funding pension plans which covers a longer timeframe. The assumption is intended to be a long-term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized as follows:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2.00 %	(0.45) %
US Equity	24.75	5.37
Non-US Equity Developed	13.50	6.22
Non-US Equity Emerging	6.75	8.22
Fixed Income/Global Bonds	19.00	1.20
Private Equity	11.00	10.05
Real Estate/Real Assets	16.00	4.87
Multi-Asset Strategy	4.00	3.39
Private Debt/Private Credit	3.00	5.38
Total	<u>100.00 %</u>	

Discount Rate - The discount rate used to measure the total OPEB liability at June 30, 2022, was 4.08%. The discount rate used to measure total OPEB liability prior to June 30, 2022, was 2.27%. 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% of projected covered payroll each year, which includes a 1.50% 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, 2022 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 3.69% at June 30, 2022 and 1.92% at June 30, 2021.

Sensitivity of the 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, what the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.08%) and higher (5.08%) than the current discount rate (4.08%). Also shown is what the net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (6.00% decreasing to 3.40%) and higher (8.00% decreasing to 5.40%) than the current rate (7.00% decreasing to 4.40%).

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net OPEB liability	\$ 3,329,019	\$ 2,680,337	\$ 2,156,675

	1% Decrease	Current Trend Rate	1% Increase
District's proportionate share of the net OPEB liability	\$ 2,067,021	\$ 2,680,337	\$ 3,481,428

Actuarial Assumptions - STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2022 actuarial valuation, compared with June 30, 2021 actuarial valuation, are presented below:

	June 30, 2022		June 30, 2021	
Inflation	2.50%		2.50%	
Projected salary increases	Varies by service from 2.50% to 8.50%		12.50% at age 20 to 2.50% at age 65	
Investment rate of return	7.00%, net of investment expenses, including inflation		7.00%, net of investment expenses, including inflation	
Payroll increases	3.00%		3.00%	
Cost-of-living adjustments (COLA)	0.00%		0.00%	
Discount rate of return	7.00%		7.00%	
Blended discount rate of return	N/A		N/A	
Health care cost trends				
	Initial	Ultimate	Initial	Ultimate
Medical				
Pre-Medicare	7.50%	3.94%	5.00%	4.00%
Medicare	-68.78%	3.94%	-16.18%	4.00%
Prescription Drug				
Pre-Medicare	9.00%	3.94%	6.50%	4.00%
Medicare	-5.47%	3.94%	29.98%	4.00%

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

For the June 30, 2022 actuarial valuation, for healthy retirees the post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110% for males, projected forward generationally using mortality improvement scale MP-2020; pre-retirement mortality rates are based on Pub-2010 Teachers Employee Table adjusted 95% for females, projected forward generationally using mortality improvement scale MP-2020. For disabled retirees, mortality rates are based on the Pub-2010 Teachers Disabled Annuitant Table projected forward generationally using mortality improvement scale MP-2020.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

Actuarial assumptions used in the June 30, 2022 valuation are based on the results of an actuarial experience study for the period July 1, 2015 through June 30, 2021. An actuarial experience study is done on a quinquennial basis.

Assumption Changes Since the Prior Measurement Date - The discount rate remained unchanged at 7.00% for the June 30, 2022 valuation.

Benefit Term Changes Since the Prior Measurement Date - Salary increase rates were updated based on the actuarial experience study for the period July 1, 2015 through June 30, 2021 and were changed from age based to service based.

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

<u>Asset Class</u>	<u>Target Allocation*</u>	<u>Long-Term Expected Real Rate of Return **</u>
Domestic Equity	26.00 %	6.60 %
International Equity	22.00	6.80
Alternatives	19.00	7.38
Fixed Income	22.00	1.75
Real Estate	10.00	5.75
Liquidity Reserves	1.00	1.00
Total	<u>100.00 %</u>	

* Target allocation percentage is effective as of July 1, 2022. Target weights were phased in over a 3-month period concluding on October 1, 2022.

**10-Year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25% and is net of investment expenses. Over a 30-year period, STRS Ohio's investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

Discount Rate - The discount rate used to measure the total OPEB liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed STRS Ohio continues to allocate no employer contributions to the health care fund. Based on those 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, 2022. Therefore, the long-term expected rate of return on health care fund investments of 7.00% was applied to all periods of projected health care costs to determine the total OPEB liability as of June 30, 2022.

Sensitivity of the 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, 2022, calculated using the current period discount rate assumption of 7.00%, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net OPEB asset	\$ 4,845,000	\$ 5,232,077	\$ 5,570,565
	1% Decrease	Current Trend Rate	1% Increase
District's proportionate share of the net OPEB asset	\$ 5,426,937	\$ 5,232,077	\$ 4,986,115

NOTE 15 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance on the basis of accounting principles generally accepted in the United States of America (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

The statement of revenues, expenditures and changes in fund balance – budget and actual (non-GAAP budgetary basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis);
- (d) Advances-in and advances-out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis);
- (e) Investments are reported at cost (budget basis) as opposed to fair value (GAAP basis): and,
- (f) Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

THIS SPACE INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 15 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

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

Net Change in Fund Balance

	<u>General fund</u>
Budget basis	\$ 1,863,645
Net adjustment for revenue accruals	5,954,839
Net adjustment for expenditure accruals	(1,433,739)
Net adjustment for other sources/uses	(2,629,067)
Funds budgeted elsewhere	(30,690)
Adjustment for encumbrances	1,252,830
GAAP basis	\$ 4,977,818

Certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. This includes the uniform school supplies fund, the rotary services fund, the adult education fund, the rotary fund - special services fund, the public school support fund, and the unclaimed monies fund.

NOTE 16 - CONTINGENCIES

A. Grants

The District receives significant financial assistance from numerous federal, State and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the District. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial position of the District.

B. Litigation

The District is involved in no material litigation as either plaintiff or defendant.

NOTE 17 - SET-ASIDES

The District is required by State law to annually set-aside certain general fund revenue amounts, as defined by 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. This amount must be carried forward to be used for the same purpose in future years. Expenditures exceeding the set-aside requirement may not be carried forward to the next fiscal year.

THIS SPACE INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 17 - SET-ASIDES - (Continued)

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

	<u>Capital Improvements</u>
Set-aside balance June 30, 2022	\$ -
Current year set-aside requirement	886,080
Current year offsets	(389,312)
Prior year offset from debt proceeds	<u>(496,768)</u>
Total	<u>\$ -</u>
Balance carried forward to fiscal year 2024	<u>\$ -</u>
Set-aside balance June 30, 2023	<u>\$ -</u>

The District had current year offsets that reduced the capital improvements set-aside amount to zero. During fiscal year 1999, 2021 and 2023, the District issued \$8,000,000, \$80,610,000 and \$18,429,599, respectively, in capital related school improvement bonds and certificates of participation. These proceeds may be used to reduce capital acquisition below zero for future years. The amount presented for Prior Year Offset from Bond Proceeds is limited to an amount needed to reduce the reserve for capital improvement to zero. The District is responsible for tracking the amount of the bond proceeds that may be used as an offset in future periods, which was \$105,385,337 at June 30, 2023.

NOTE 18 - COMMITMENTS

A. Other Commitments

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

<u>Fund</u>	<u>Year-End Encumbrances</u>
General fund	\$ 756,650
Building fund	354,730
Classroom facilities fund	2,784,088
Other governmental	<u>116,076</u>
Total	<u>\$ 4,011,544</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 18 - COMMITMENTS - (Continued)

B. Contractual Commitments

As of June 30, 2023, the District had the following contractual commitments outstanding:

<u>Vendor</u>	<u>Total Contract</u>	<u>Amount Paid</u>	<u>Remaining Commitment June 30, 2023</u>
Neonet	\$ 330,543	\$ (330,543)	\$ -
Thendesign Architecture LTD	<u>7,554,182</u>	<u>(5,591,752)</u>	<u>1,962,430</u>
Total	<u>\$ 7,884,725</u>	<u>\$ (5,922,295)</u>	<u>\$ 1,962,430</u>

NOTE 19 - TAX ABATEMENT AGREEMENTS ENTERED INTO BY OTHER GOVERNMENTS

The City of Cuyahoga Falls (the “City”) has established Community Reinvestment Areas (CRAs) that give the City the ability to attract, retain and expand businesses located in the City. Residential abatements are provided to encourage investment in certain areas of the City where repair of existing structures or construction of new structures has been discouraged. Pursuant to the Ohio Revised Code Chapter 5709, the City established three (3) Community Reinvestment Areas. The areas were created after 1994. The City provides both commercial and residential abatements under certain circumstances outlined in the legislation. Under the agreements, the property owners’ property taxes assessed to the District have been abated. During fiscal year 2023, the District’s property taxes were reduced by \$682,452.

NOTE 20 - COVID-19

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. Ohio’s state of emergency ended in June 2021 while the national state of emergency ended in April 2023. During fiscal year 2023, the District received COVID-19 funding. The District will continue to spend available COVID-19 funding consistent with the applicable program guidelines.

THIS PAGE IS INTENTIONALLY LEFT BLANK

REQUIRED SUPPLEMENTARY INFORMATION

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY
SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

LAST TEN FISCAL YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
District's proportion of the net pension liability	0.18637520%	0.20092000%	0.17816620%	0.19089690%
District's proportionate share of the net pension liability	\$ 10,080,620	\$ 7,413,365	\$ 11,784,288	\$ 11,421,696
District's covered payroll	\$ 7,233,650	\$ 6,756,443	\$ 6,287,936	\$ 6,548,341
District's proportionate share of the net pension liability as a percentage of its covered payroll	139.36%	109.72%	187.41%	174.42%
Plan fiduciary net position as a percentage of the total pension liability	75.82%	82.86%	68.55%	70.85%

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

2019	2018	2017	2016	2015	2014
0.19345430%	0.20660750%	0.21377390%	0.21802600%	0.21605000%	0.21605000%
\$ 11,079,486	\$ 12,344,342	\$ 15,646,277	\$ 12,440,775	\$ 10,934,167	\$ 12,847,800
\$ 6,416,704	\$ 6,733,943	\$ 6,594,507	\$ 6,563,718	\$ 6,278,001	\$ 6,235,773
172.67%	183.32%	237.26%	189.54%	174.17%	206.03%
71.36%	69.50%	62.98%	69.16%	71.70%	65.52%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY
STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

	LAST TEN FISCAL YEARS			
	2023	2022	2021	2020
District's proportion of the net pension liability	0.202062770%	0.202194745%	0.19930912%	0.20871318%
District's proportionate share of the net pension liability	\$ 44,918,807	\$ 25,852,416	\$ 48,225,715	\$ 46,155,665
District's covered payroll	\$ 26,538,736	\$ 25,033,821	\$ 24,030,636	\$ 24,464,893
District's proportionate share of the net pension liability as a percentage of its covered payroll	169.26%	103.27%	200.68%	188.66%
Plan fiduciary net position as a percentage of the total pension liability	78.88%	87.78%	75.48%	77.40%

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

2019	2018	2017	2016	2015	2014
0.21388162%	0.21892850%	0.21545655%	0.21446996%	0.21134485%	0.21134485%
\$ 47,027,766	\$ 52,006,934	\$ 72,119,802	\$ 59,273,224	\$ 51,406,382	\$ 61,234,946
\$ 24,771,793	\$ 23,973,650	\$ 22,694,914	\$ 22,376,343	\$ 21,593,608	\$ 21,636,977
189.84%	216.93%	317.78%	264.89%	238.06%	283.01%
77.31%	75.30%	66.80%	72.10%	74.70%	69.30%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF DISTRICT PENSION CONTRIBUTIONS
SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

	LAST TEN FISCAL YEARS			
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 1,130,551	\$ 1,012,711	\$ 945,902	\$ 880,311
Contributions in relation to the contractually required contribution	<u>(1,130,551)</u>	<u>(1,012,711)</u>	<u>(945,902)</u>	<u>(880,311)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 8,075,364	\$ 7,233,650	\$ 6,756,443	\$ 6,287,936
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 884,026	\$ 866,255	\$ 942,752	\$ 923,231	\$ 865,098	\$ 870,131
<u>(884,026)</u>	<u>(866,255)</u>	<u>(942,752)</u>	<u>(923,231)</u>	<u>(865,098)</u>	<u>(870,131)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 6,548,341	\$ 6,416,704	\$ 6,733,943	\$ 6,594,507	\$ 6,563,718	\$ 6,278,001
13.50%	13.50%	14.00%	14.00%	13.18%	13.86%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF DISTRICT PENSION CONTRIBUTIONS
STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

	LAST TEN FISCAL YEARS			
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 3,918,055	\$ 3,715,423	\$ 3,504,735	\$ 3,364,289
Contributions in relation to the contractually required contribution	<u>(3,918,055)</u>	<u>(3,715,423)</u>	<u>(3,504,735)</u>	<u>(3,364,289)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 27,986,107	\$ 26,538,736	\$ 25,033,821	\$ 24,030,636
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 3,425,085	\$ 3,468,051	\$ 3,356,311	\$ 3,177,288	\$ 3,132,688	\$ 2,807,169
<u>(3,425,085)</u>	<u>(3,468,051)</u>	<u>(3,356,311)</u>	<u>(3,177,288)</u>	<u>(3,132,688)</u>	<u>(2,807,169)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 24,464,893	\$ 24,771,793	\$ 23,973,650	\$ 22,694,914	\$ 22,376,343	\$ 21,593,608
14.00%	14.00%	14.00%	14.00%	14.00%	13.00%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF
THE NET OPEB LIABILITY
SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

LAST SEVEN FISCAL YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
District's proportion of the net OPEB liability	0.19090580%	0.20650600%	0.18545380%	0.19543000%
District's proportionate share of the net OPEB liability	\$ 2,680,337	\$ 3,908,295	\$ 4,030,518	\$ 4,914,653
District's covered payroll	\$ 7,233,650	\$ 6,756,443	\$ 6,287,936	\$ 6,548,341
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	37.05%	57.85%	64.10%	75.05%
Plan fiduciary net position as a percentage of the total OPEB liability	30.34%	24.08%	18.17%	15.57%

Note: Information prior to 2017 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>
0.19616590%	0.20923530%	0.21621522%
\$ 5,442,172	\$ 5,615,326	\$ 6,162,934
\$ 6,416,704	\$ 6,733,943	\$ 6,594,507
84.81%	83.39%	93.46%
13.57%	12.46%	11.49%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF
THE NET OPEB LIABILITY/ASSET
STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

LAST SEVEN FISCAL YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
District's proportion of the net OPEB liability/asset	0.202062770%	0.202194745%	0.19930912%	0.20871318%
District's proportionate share of the net OPEB liability/(asset)	\$ (5,232,077)	\$ (4,263,111)	\$ (3,502,856)	\$ (3,456,790)
District's covered payroll	\$ 26,538,736	\$ 25,033,821	\$ 24,030,636	\$ 24,464,893
District's proportionate share of the net OPEB liability/asset as a percentage of its covered payroll	(19.71%)	(17.03%)	(14.58%)	(14.13%)
Plan fiduciary net position as a percentage of the total OPEB liability/asset	230.73%	174.73%	182.10%	174.70%

Note: Information prior to 2017 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>
0.21388162%	0.21892850%	0.21545655%
\$ (3,436,859)	\$ 8,541,782	\$ 11,522,672
\$ 24,771,793	\$ 23,973,650	\$ 22,694,914
(13.87%)	35.63%	50.77%
176.00%	47.10%	37.30%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF DISTRICT OPEB CONTRIBUTIONS
SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

	LAST TEN FISCAL YEARS			
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 144,022	\$ 126,388	\$ 129,574	\$ 121,841
Contributions in relation to the contractually required contribution	<u>(144,022)</u>	<u>(126,388)</u>	<u>(129,574)</u>	<u>(121,841)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 8,075,364	\$ 7,233,650	\$ 6,756,443	\$ 6,287,936
Contributions as a percentage of covered payroll	1.78%	1.75%	1.92%	1.94%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 152,166	\$ 137,645	\$ 112,079	\$ 107,597	\$ 161,686	\$ 117,611
<u>(152,166)</u>	<u>(137,645)</u>	<u>(112,079)</u>	<u>(107,597)</u>	<u>(161,686)</u>	<u>(117,611)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 6,548,341	\$ 6,416,704	\$ 6,733,943	\$ 6,594,507	\$ 6,563,718	\$ 6,278,001
2.32%	2.15%	1.66%	1.63%	2.46%	1.87%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF DISTRICT OPEB CONTRIBUTIONS
STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

	LAST TEN FISCAL YEARS			
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually required contribution	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 27,986,107	\$ 26,538,736	\$ 25,033,821	\$ 24,030,636
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 220,918
-	-	-	-	-	(220,918)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 24,464,893	\$ 24,771,793	\$ 23,973,650	\$ 22,694,914	\$ 22,376,343	\$ 21,593,608
0.00%	0.00%	0.00%	0.00%	0.00%	1.02%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

PENSION

SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

Changes in benefit terms :

- There were no changes in benefit terms from the amounts reported for fiscal year 2014.
- There were no changes in benefit terms from the amounts reported for fiscal year 2015.
- There were no changes in benefit terms from the amounts reported for fiscal year 2016.
- There were no changes in benefit terms from the amounts reported for fiscal year 2017.
- For fiscal year 2018, SERS changed from a fixed 3% annual increase to a Cost of Living Adjustment (COLA) based on the changes in the Consumer Price Index (CPI-W), with a cap of 2.5% and a floor of 0%.
- For fiscal year 2019, with the authority granted the Board under Senate Bill 8, the Board has enacted a three year COLA delay for future benefit recipients commencing benefits on or after April 1, 2018
- There were no changes in benefit terms from the amounts previously reported for fiscal year 2020.
- There were no changes in benefit terms from the amounts previously reported for fiscal year 2021.
- For fiscal year 2022, SERS changed from a Cost of Living Adjustment (COLA) of 2.5% to 2.0%.
- There were no changes in benefit terms from the amounts reported for fiscal year 2023.

Changes in assumptions :

- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2014.
- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2015.
- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2016.
- For fiscal year 2017, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the assumed rate of inflation was reduced from 3.25% to 3.00%, (b) payroll growth assumption was reduced from 4.00% to 3.50%, (c) assumed real wage growth was reduced from 0.75% to 0.50%, (d) rates of withdrawal, retirement and disability were updated to reflect recent experience, (e) mortality among active members was updated to RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females, (f) mortality among service retired members and beneficiaries was updated to the following RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates and 110% of female rates, (g) mortality among disabled members was updated to RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement and (h) the discount rate was reduced from 7.75% to 7.50%.
- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2018.
- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2019.
- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2020.
- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2021.
- For fiscal year 2022, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) wage inflation decreased from 3.00% to 2.40%, (b) future salary increases changed from 3.50%-18.20% to 3.25%-13.58%, (c) investment rate of return decreased from 7.50% to 7.00%, (d) discount rate decreased from 7.50% to 7.00% and (e) mortality tables changed from the RP-2014 Blue Collar mortality table to the PUB-2010 General Employee Amount Weighted Below Median Healthy Retiree mortality table.
- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2023.

(Continued)

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

PENSION (CONTINUED)

STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

Changes in benefit terms :

- There were no changes in benefit terms from the amounts reported for fiscal year 2014.
- There were no changes in benefit terms from the amounts reported for fiscal year 2015.
- There were no changes in benefit terms from the amounts reported for fiscal year 2016.
- There were no changes in benefit terms from the amounts reported for fiscal year 2017.
- For fiscal year 2018, STRS decreased the Cost of Living Adjustment (COLA) to zero.
- There were no changes in benefit terms from amounts previously reported for fiscal year 2019.
- There were no changes in benefit terms from amounts previously reported for fiscal year 2020.
- There were no changes in benefit terms from amounts previously reported for fiscal year 2021.
- There were no changes in benefit terms from amounts previously reported for fiscal year 2022.
- There were no changes in benefit terms from amounts previously reported for fiscal year 2023.

Changes in assumptions :

- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2014.
- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2015.
- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2016.
- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2017.
- For fiscal year 2018, the following changes of assumption affected the total pension liability since the prior measurement date: (a) the long-term expected rate of return was reduced from 7.75% to 7.45%, (b) the inflation assumption was lowered from 2.75% to 2.50%, (c) the payroll growth assumption was lowered to 3.00%, (d) total salary increases rate was lowered by decreasing the merit component of the individual salary increases, in addition to a decrease of 0.25% due to lower inflation, (e) the healthy and disabled mortality assumptions were updated to the RP-2014 mortality tables with generational improvement scale MP-2016 and (f) rates of retirement, termination and disability were modified to better reflect anticipated future experience.
- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2019.
- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2020.
- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2021.
- For fiscal year 2022, the following changes of assumption affected the total pension liability since the prior measurement date: (a) the long-term expected rate of return was reduced from 7.45% to 7.00% and (b) the discount rate of return was reduced from 7.45% to 7.00%.
- For fiscal year 2023, the following changes of assumption affected the total pension liability since the prior measurement date: (a) the projected salary increases went from 12.50% at age 20 to 2.50% at age 65 to varies by service from 2.50% to 8.50%

OTHER POSTEMPLOYMENT BENEFITS (OPEB)

SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

Changes in benefit terms :

- There were no changes in benefit terms from the amounts reported for fiscal year 2017.
- There were no changes in benefit terms from the amounts reported for fiscal year 2018.
- There were no changes in benefit terms from the amounts reported for fiscal year 2019.
- There were no changes in benefit terms from the amounts reported for fiscal year 2020.
- There were no changes in benefit terms from the amounts reported for fiscal year 2021.
- There were no changes in benefit terms from the amounts reported for fiscal year 2022.
- There were no changes in benefit terms from the amounts reported for fiscal year 2023.

(Continued)

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO (CONTINUED)

Changes in assumptions :

- For fiscal year 2017, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) assumed rate of inflation was reduced from 3.25% to 3.00%, (b) payroll growth assumption was reduced from 4.00% to 3.50%, (c) assumed real wage growth was reduced from 0.75% to 0.50%, (d) rates of withdrawal, retirement, and disability were updated to reflect recent experience, (e) mortality among active members was updated to the following: RP-2014 Blue Collar Mortality Table with fully generational projection and a five-year age set-back for both males and females, (f) mortality among service retired members and beneficiaries was updated to the following: RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates, (g) mortality among disabled members was updated to the following: RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement
- For fiscal year 2018, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) assumed rate of inflation was reduced from 3.25% to 3.00%, (b) payroll growth assumption was reduced from 4.00% to 3.50%, (c) assumed real wage growth was reduced from 0.75% to 0.50%, (d) rates of withdrawal, retirement, and disability were updated to reflect recent experience, (e) mortality among active members was updated to the following: RP-2014 Blue Collar Mortality Table with fully generational projection and a five-year age set-back for both males and females, (f) mortality among service retired members and beneficiaries was updated to the following: RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates, (g) mortality among disabled members was updated to the following: RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement, (h) the municipal bond index rate increased from 2.92% to 3.56% and (i) the single equivalent interest rate, net of plan investment expense, including price inflation increased from 2.98% to 3.63%.
- For fiscal year 2019, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the discount rate increased from 3.63% to 3.70%, (b) the health care cost trend rates for Medicare were changed from a range of 5.50%-5.00% to a range of 5.375%-4.75% and Pre-Medicare were changed from a range of 7.50%-5.00% to a range of 7.25%-4.75%, (c) the municipal bond index rate increased from 3.56% to 3.62% and (d) the single equivalent interest rate, net of plan investment expense, including price inflation increased from 3.63% to 3.70%.
- For fiscal year 2020, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the discount rate decreased from 3.70% to 3.22%, (b) the health care cost trend rates for Medicare were changed from a range of 5.375%-4.75% to a range of 5.25%-4.75% and Pre-Medicare were changed from a range of 7.25%-4.75% to a range of 7.00%-4.75%, (c) the municipal bond index rate decreased from 3.62% to 3.13% and (d) the single equivalent interest rate, net of plan investment expense, including price inflation decreased from 3.70% to 3.22%.
- For fiscal year 2021, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the discount rate decreased from 3.22% to 2.63% and (b) the municipal bond index rate decreased from 3.13% to 2.45%, and (c) the single equivalent interest rate, net of plan investment expense, including price inflation decreased from 3.22% to 2.63%.
- For fiscal year 2022, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) wage inflation decreased from 3.00% to 2.40%, (b) future salary increases changed from 3.50%-18.20% to 3.25%-13.58%, (c) investment rate of return decreased from 7.50% to 7.00%, (d) discount rate decreased from 7.50% to 7.00% and (e) mortality tables changed from the RP-2014 Blue Collar mortality table to the PUB-2010 General Employee Amount Weighted Below Median Healthy Retiree mortality table.
- For fiscal year 2023, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) municipal bond index rate went from 1.92% to 3.69%, (b) single equivalent interest rate when from 2.27% to 4.08% and (c) medical trend assumptions went from 5.125% to 4.40% Medicare and 6.75% to 4.40% Pre-Medicare to 7.00% to 4.40%.

(Continued)

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

Changes in benefit terms :

- There were no changes in benefit terms from the amounts previously reported for fiscal year 2017.
- For fiscal year 2018, STRS reduced the subsidy multiplier for non-Medicare benefit recipients from 2.1% to 1.9% per year of service. Medicare Part B premium reimbursements were discontinued for certain survivors and beneficiaries and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 2019.
- For fiscal year 2019, STRS increased the subsidy multiplier for non-Medicare benefit recipients from 1.9% to 1.944% per year of service effective January 1, 2019. The non-Medicare frozen subsidy base premium was increased January 1, 2019 and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 1, 2020.
- For fiscal year 2020, STRS increased the subsidy percentage from 1.944% to 1.984% effective January 1, 2020. The Medicare subsidy percentages were adjusted effective January 1, 2021 to 2.1% for the Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed to January 1, 2021.
- For fiscal year 2021, the non-Medicare subsidy percentage was increased effective January 1, 2021 from 1.984% to 2.055% per year of service. The non-Medicare frozen subsidy base premium was increased effective January 1, 2021. The Medicare subsidy percentages were adjusted effective January 1, 2021 to 2.1% for the AMA Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed indefinitely.
- For fiscal year 2022, the non-Medicare subsidy percentage was increased effective January 1, 2022 from 2.055% to 2.100%. 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 CY2022. The Part B monthly reimbursement elimination date was postponed indefinitely.
- There were no changes in benefit terms from the amounts previously reported for fiscal year 2023.

Changes in assumptions :

- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2017.
- For fiscal year 2018, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the discount rate was increased from 3.26% to 4.13% based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB), (b) the long term expected rate of return was reduced from 7.75% to 7.45%, (c) valuation year per capita health care costs were updated, and the salary scale was modified, (d) 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 and (e) 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 following changes of assumptions affected the total OPEB liability/asset since the prior measurement date: (a) the discount rate was increased from the blended rate of 4.13% to the long-term expected rate of return of 7.45% based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB) and (b) decrease in health care cost trend rates from 6.00%-11.00% initial; 4.50% ultimate down to Medical Pre-Medicare 6.00% and Medicare 5.00% initial; 4.00% ultimate and Prescription Drug Pre-Medicare 8.00% and Medicare (5.23%) initial; 4.00% ultimate.
- For fiscal year 2020, health care cost trend rates were changed to the following: medical pre-Medicare from 6.00% initial - 4.00% ultimate down to 5.87% initial - 4.00% ultimate; medical Medicare from 5.00% initial - 4.00% ultimate down to 4.93% initial - 4.00% ultimate; prescription drug pre-Medicare from 8.00% initial - 4.00% ultimate down to 7.73% initial - 4.00% ultimate and (5.23%) initial - 4.00% ultimate up to 9.62% initial - 4.00% ultimate.

(Continued)

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO (CONTINUED)

Changes in assumptions (continued):

- For fiscal year 2021, health care cost trend rates were changed to the following: medical pre-Medicare from 5.87% initial - 4.00% ultimate down to 5.00% initial - 4.00% ultimate; medical Medicare from 4.93% initial - 4.00% ultimate down to -6.69% initial - 4.00% ultimate; prescription drug pre-Medicare from 7.73% initial - 4.00% ultimate down to 6.50% initial - 4.00% ultimate; prescription drug Medicare from 9.62% initial - 4.00% ultimate up to 11.87% initial - 4.00% ultimate.
- For fiscal year 2022, the following changes of assumption affected the total OPEB liability since the prior measurement date: (a) the long-term expected rate of return was reduced from 7.45% to 7.00%, (b) the discount rate of return was reduced from 7.45% to 7.00% and (c) health care cost trend rates were changed to the following: medical Medicare from -6.69% initial - 4.00% ultimate down to -16.18% initial - 4.00% ultimate; prescription drug Medicare from 11.87% initial - 4.00% ultimate up to 29.98% initial - 4.00% ultimate.
- For fiscal year 2023, the following changes of assumption affected the total OPEB liability since the prior measurement date: (a) projected salary increase went from 12.50% at age 20 to 2.50% at age 65 to varies by services from 2.50% to 8.50% and (b) health care cost trend rates were changed to the following: Pre-Medicare from 5.00% initial - 4.00% ultimate to 7.50% initial - 3.94% ultimate; medical Medicare from -16.18% initial - 4.00% ultimate to -68.78% initial - 3.94% ultimate; prescription drug Pre-Medicare from 6.50% initial - 4.00% ultimate to 9.00% initial - 3.94% ultimate; Medicare from 29.98% initial - 4.00% ultimate to -5.47% initial - 3.94% ultimate.

COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES

SUPPLEMENTARY INFORMATION

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

MAJOR FUNDS

General Fund

The general fund is used to account for and report all financial resources not accounted for and reported in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio. A budgetary statement for the general fund is presented as part of the basic financial statements. The level of detail presented in that statement is greater than the legal level of budgetary control; therefore, a separate additional schedule is not presented.

Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

Uniform School Supply Fund

A fund to account for the purchase and reimbursement of consumable supplies (workbooks) used by the students as a supplemental learning tool.

Adult Education Fund

A fund to account for transactions made in connection with adult education classes.

Rotary Fund - Special Services Fund

A fund provided to account for revenues and expenditures made in connection with goods and services provided by the District.

Public School Support Fund

A fund provided to account for special local revenue sources such as vending machine receipts. Revenues are used to fund special events and purchase achievement awards.

Unclaimed Monies Fund

A fund provided to account for unclaimed monies held by the District.

Other Major Governmental Funds:

Building Fund

The building fund is used to account for the receipt and expenditures related to all special bond funds in the District. All proceeds from the sale of bonds, notes or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here are restricted to the costs of acquiring capital facilities including real property.

Classroom Facilities Fund

The classroom facilities fund is used to account for monies received from bond proceeds and intergovernmental revenues that are restricted to be expended in connection with contracts entered into by the District and the Ohio Facilities Construction Commission (OFCC) for the building and equipping of classroom facilities.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Uniform School Supply Fund			
Total Revenues and Other Sources	\$ 36,711	\$ 36,711	\$ -
Total Expenditures and Other Uses	<u>63,233</u>	<u>79,650</u>	<u>(16,417)</u>
Net Change in Fund Balances	(26,522)	(42,939)	(16,417)
Fund Balance at Beginning of Year	36,071	36,071	-
Prior Year Encumbrances Appropriated	<u>13,507</u>	<u>13,507</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 23,056</u>	<u>\$ 6,639</u>	<u>\$ (16,417)</u>
Adult Education Fund			
Fund Balance at Beginning of Year	<u>\$ 6,089</u>	<u>\$ 6,089</u>	<u>\$ -</u>
Fund Balance at End of Year	<u>\$ 6,089</u>	<u>\$ 6,089</u>	<u>\$ -</u>
Rotary Fund - Special Services Fund			
Total Revenues and Other Sources	\$ 32,345	\$ 32,345	\$ -
Total Expenditures and Other Uses	<u>25,925</u>	<u>25,925</u>	<u>-</u>
Net Change in Fund Balances	6,420	6,420	-
Fund Balance at Beginning of Year	<u>3,726</u>	<u>3,726</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 10,146</u>	<u>\$ 10,146</u>	<u>\$ -</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Public School Support Fund			
Total Revenues and Other Sources	\$ 59,405	\$ 59,405	\$ -
Total Expenditures and Other Uses	<u>56,965</u>	<u>57,814</u>	<u>(849)</u>
Net Change in Fund Balances	2,440	1,591	(849)
Fund Balance at Beginning of Year	58,904	58,904	-
Prior Year Encumbrances Appropriated	<u>2,398</u>	<u>2,398</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 63,742</u>	<u>\$ 62,893</u>	<u>\$ (849)</u>
Unclaimed Monies Fund			
Total Revenues and Other Sources	\$ -	\$ (6,620)	\$ (6,620)
Net Change in Fund Balances	-	(6,620)	(6,620)
Fund Balance at Beginning of Year	<u>68,595</u>	<u>68,595</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 68,595</u>	<u>\$ 61,975</u>	<u>\$ (6,620)</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Building Fund			
Total Revenues and Other Sources	\$ 35,370,280	\$ 35,370,280	\$ -
Total Expenditures and Other Uses	<u>30,029,878</u>	<u>30,029,878</u>	<u>-</u>
Net Change in Fund Balances	5,340,402	5,340,402	-
Fund Balance at Beginning of Year	23,037,500	23,037,500	-
Prior Year Encumbrances Appropriated	<u>1,558,599</u>	<u>1,558,599</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 29,936,501</u>	<u>\$ 29,936,501</u>	<u>\$ -</u>
Classroom Facilities Fund			
Total Revenues and Other Sources	\$ 29,583,406	\$ 29,583,406	\$ -
Total Expenditures and Other Uses	<u>26,086,249</u>	<u>27,577,886</u>	<u>(1,491,637)</u>
Net Change in Fund Balances	3,497,157	2,005,520	(1,491,637)
Fund Balance at Beginning of Year	52,017,074	52,017,074	-
Prior Year Encumbrances Appropriated	<u>4,825,111</u>	<u>4,825,111</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 60,339,342</u>	<u>\$ 58,847,705</u>	<u>\$ (1,491,637)</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund - Bond Retirement	Total Nonmajor Governmental Funds
Assets:			
Equity in pooled cash and cash equivalents	\$ 4,015,889	\$ 5,254,225	\$ 9,270,114
Receivables:			
Property taxes	385,418	4,187,634	4,573,052
Accounts	2,404	-	2,404
Accrued Interest	358	7,050	7,408
Intergovernmental	443,190	-	443,190
Leases	85,989	-	85,989
Prepayments	23,992	-	23,992
Materials and supplies inventory	12,689	-	12,689
Inventory held for resale	21,452	-	21,452
Total assets	\$ 4,991,381	\$ 9,448,909	\$ 14,440,290
Liabilities:			
Accounts payable	\$ 216,887	\$ -	\$ 216,887
Accrued wages and benefits payable	147,505	-	147,505
Intergovernmental payable	67,253	-	67,253
Pension and postemployment benefits payable	84,183	-	84,183
Interfund loans payable	422,014	-	422,014
Total liabilities	937,842	-	937,842
Deferred inflows of resources:			
Property taxes levied for the next fiscal year	292,809	3,180,353	3,473,162
Delinquent property tax revenue not available	3,882	42,216	46,098
Intergovernmental revenue not available	269,174	-	269,174
Accrued interest not available	-	7,050	7,050
Leases	80,790	-	80,790
Total deferred inflows of resources	646,655	3,229,619	3,876,274
Fund balances:			
Nonspendable:			
Materials and supplies inventory	12,689	-	12,689
Prepays	23,992	-	23,992
Restricted:			
Debt service	-	6,219,290	6,219,290
Classroom facilities maintenance	1,429,536	-	1,429,536
Food service operations	683,187	-	683,187
Non-public schools	31,083	-	31,083
State funded programs	499,391	-	499,391
Federally funded programs	520,231	-	520,231
Extracurricular	318,684	-	318,684
Other purposes	149,557	-	149,557
Unassigned (deficit)	(261,466)	-	(261,466)
Total fund balances	3,406,884	6,219,290	9,626,174
Total liabilities, deferred inflows and fund balances	\$ 4,991,381	\$ 9,448,909	\$ 14,440,290

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund - Bond Retirement	Total Nonmajor Governmental Funds
Revenues:			
Property taxes	\$ 439,959	\$ 4,757,974	\$ 5,197,933
Intergovernmental	6,962,874	94,228	7,057,102
Investment earnings	35,406	39,056	74,462
Extracurricular	386,396	-	386,396
Charges for services	421,370	-	421,370
Contributions and donations	89,629	-	89,629
Payment in lieu of taxes	419	3,982	4,401
Miscellaneous	11,936	-	11,936
Total revenues	<u>8,347,989</u>	<u>4,895,240</u>	<u>13,243,229</u>
Expenditures:			
Current:			
Instruction:			
Regular	2,085,080	-	2,085,080
Special	1,000,357	-	1,000,357
Vocational	66,349	-	66,349
Other	179,853	-	179,853
Support services:			
Pupil	817,989	-	817,989
Instructional staff	259,049	-	259,049
Administration	151,132	-	151,132
Fiscal	36,586	72,293	108,879
Operations and maintenance	37,643	-	37,643
Pupil transportation	1,000	-	1,000
Central	16,200	-	16,200
Operation of non-instructional services:			
Food service operations	2,080,524	-	2,080,524
Other non-instructional services	482,443	-	482,443
Extracurricular activities	398,762	-	398,762
Facilities acquisition and construction	95,123	-	95,123
Debt service:			
Principal retirement	-	3,900,000	3,900,000
Interest and fiscal charges	-	2,322,275	2,322,275
Total expenditures	<u>7,708,090</u>	<u>6,294,568</u>	<u>14,002,658</u>
Excess (deficiency) of revenues over (under) expenditures	<u>639,899</u>	<u>(1,399,328)</u>	<u>(759,429)</u>
Other financing sources:			
Premium on COPs	-	241,106	241,106
Issuance of COPs	-	1,630,401	1,630,401
Total other financing sources	<u>-</u>	<u>1,871,507</u>	<u>1,871,507</u>
Net change in fund balances	639,899	472,179	1,112,078
Fund balances at beginning of year	<u>2,766,985</u>	<u>5,747,111</u>	<u>8,514,096</u>
Fund balances at end of year	<u>\$ 3,406,884</u>	<u>\$ 6,219,290</u>	<u>\$ 9,626,174</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Special Revenue Funds

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes other than debt service or capital projects. The term proceeds of specific revenue sources establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund. The title of each special revenue fund is descriptive of the activities accounted for therein. The nonmajor special revenue funds are:

Food Service Fund

A fund to account for all transactions that are restricted to the provision of food service operations for the District.

Special Trust Fund

A fund used to account for revenues that are restricted to scholarships.

Other Grants Fund

A fund used to account for the proceeds of specific revenue sources, except for state and federal grants, that are legally restricted to expenditures for specific purposes.

Classroom Facilities Maintenance Fund

A fund used to account the proceeds of a levy that are restricted for the maintenance of facilities.

Student Managed Student Activities Fund

A fund provided to account for those student activity programs which have student participation in the activity and have students involved in the management of the program.

District Managed Student Activities Fund

A fund provided to account for those student activity programs which charge admission. Most expenditures are restricted to include referee and security compensations, equipment and supplies needed to run a successful athletic program.

Auxiliary Services Fund

To account for monies that are restricted to provide services and materials to pupils attending non-public schools with the District.

Data Communications Fund

A fund provided to account for money restricted to be used for Ohio Educational Computer Network Connections. The fund is not presented on the combining balance sheet of nonmajor special revenue funds because there are no assets or liabilities at fiscal year-end.

Student Wellness and Success Fund

A fund provided to account for money received from the State of Ohio that is restricted to be used for student wellness and success programs.

Miscellaneous State Grants Fund

A fund used to account for various monies received from state agencies which are not classified elsewhere and restricted to their specific purposes.

Elementary and Secondary School Emergency Relief (ESSER) Fund

This fund accounts for grants received from the federal government to provide emergency relief to school districts related to the COVID-19 pandemic.

IDEA Part B Fund

A fund used to account for grant money that is restricted to providing an appropriate public education to all children with disabilities.

CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Special Revenue Funds (Continued)

Vocational Education Fund

A fund used to account for money received from the Federal Government that are restricted for administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects, including sex equity grants.

Title I - School Improvement Stimulus A Fund

A fund used to account for grant money that is restricted to help schools improve teaching and learning of children failing, or most at risk of failing to meet challenging State academic achievement standards.

Title III Fund

A fund used to account for grant money that is restricted to expenditures to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency.

Title I Fund

A fund that is restricted to provide financial assistance to State and Local educational agencies to meet the special needs of educationally deprived children.

Title IV-A Fund

A fund that is to account for Federal money restricted for providing students with a well-rounded education, supporting safe and healthy students and supporting the effective use of technology.

Title II-A Fund

A fund that is restricted for monies to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants Fund

A fund that is restricted for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere. A separate special cost center must be used for each grant.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2023

	Food Service	Special Trust	Other Grants	Classroom Facilities Maintenance
Assets:				
Equity in pooled cash and cash equivalents	\$ 836,426	\$ 22,440	\$ 127,117	\$ 1,340,809
Receivables:				
Property taxes	-	-	-	385,418
Accounts	2,404	-	-	-
Accrued interest	-	-	-	-
Intergovernmental	-	-	-	-
Leases	-	-	-	-
Prepayments	1,158	-	-	-
Materials and supplies inventory	12,689	-	-	-
Inventory held for resale	21,452	-	-	-
Total assets	<u>\$ 874,129</u>	<u>\$ 22,440</u>	<u>\$ 127,117</u>	<u>\$ 1,726,227</u>
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued wages and benefits payable	108,634	-	-	-
Intergovernmental payable	1,228	-	-	-
Pension and postemployment benefits payable	67,233	-	-	-
Interfund loans payable	-	-	-	-
Total liabilities	<u>177,095</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	-	-	-	292,809
Delinquent property tax revenue not available	-	-	-	3,882
Intergovernmental revenue not available	-	-	-	-
Leases	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>296,691</u>
Fund balances:				
Nonspendable:				
Materials and supplies inventory	12,689	-	-	-
Prepays	1,158	-	-	-
Restricted:				
Classroom facilities maintenance	-	-	-	1,429,536
Food service operations	683,187	-	-	-
Non-public schools	-	-	-	-
State funded programs	-	-	-	-
Federally funded programs	-	-	-	-
Extracurricular	-	-	-	-
Other purposes	-	22,440	127,117	-
Unassigned (deficit)	-	-	-	-
Total fund balances (deficits)	<u>697,034</u>	<u>22,440</u>	<u>127,117</u>	<u>1,429,536</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 874,129</u>	<u>\$ 22,440</u>	<u>\$ 127,117</u>	<u>\$ 1,726,227</u>

Student Managed Student Activities	District Managed Student Activities	Auxiliary Services	Student Wellness and Success	Miscellaneous State Grants
\$ 120,576	\$ 193,237	\$ 33,212	\$ 503,297	\$ 22,099
-	-	-	-	-
-	-	-	-	-
-	358	-	-	-
-	-	-	-	7,708
-	85,989	-	-	-
-	1,538	3,071	4,166	15
-	-	-	-	-
-	-	-	-	-
<u>\$ 120,576</u>	<u>\$ 281,122</u>	<u>\$ 36,283</u>	<u>\$ 507,463</u>	<u>\$ 29,822</u>
\$ -	\$ 686	\$ 2,129	\$ -	\$ -
-	-	-	-	4,450
-	-	-	18,297	65
-	-	-	-	624
-	-	-	-	2,569
<u>-</u>	<u>686</u>	<u>2,129</u>	<u>18,297</u>	<u>7,708</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	7,708
-	80,790	-	-	-
<u>-</u>	<u>80,790</u>	<u>-</u>	<u>-</u>	<u>7,708</u>
-	-	-	-	-
-	1,538	3,071	4,166	15
-	-	-	-	-
-	-	31,083	-	-
-	-	-	485,000	14,391
-	-	-	-	-
120,576	198,108	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>120,576</u>	<u>199,646</u>	<u>34,154</u>	<u>489,166</u>	<u>14,406</u>
<u>\$ 120,576</u>	<u>\$ 281,122</u>	<u>\$ 36,283</u>	<u>\$ 507,463</u>	<u>\$ 29,822</u>

(Continued)

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2023

	Elementary and Secondary School Emergency Relief	IDEA Part B	Vocational Education	Title I - School Improvement Stimulus A	Title III
Assets:					
Equity in pooled cash and cash equivalents	\$ 244,175	\$ -	\$ 32,272	\$ 15,424	\$ 25,403
Receivables:					
Property taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Accrued interest	-	-	-	-	-
Intergovernmental	325,057	13,952	-	12,103	31,685
Leases	-	-	-	-	-
Prepayments	2,049	-	73	-	11,418
Materials and supplies inventory	-	-	-	-	-
Inventory held for resale	-	-	-	-	-
Total assets	\$ 571,281	\$ 13,952	\$ 32,345	\$ 27,527	\$ 68,506
Liabilities:					
Accounts payable	\$ 189,708	\$ -	\$ -	\$ -	\$ 24,364
Accrued wages and benefits payable	15,116	-	8,385	948	408
Intergovernmental payable	47,452	-	94	-	-
Pension and postemployment benefits payable	1,846	-	904	1,878	5,542
Interfund loans payable	315,110	13,952	-	24,701	26,774
Total liabilities	\$ 569,232	\$ 13,952	\$ 9,383	\$ 27,527	\$ 57,088
Deferred inflows of resources:					
Property taxes levied for the next fiscal year	-	-	-	-	-
Delinquent property tax revenue not available	-	-	-	-	-
Intergovernmental revenue not available	258,905	45	-	-	-
Leases	-	-	-	-	-
Total deferred inflows of resources	\$ 258,905	\$ 45	\$ -	\$ -	\$ -
Fund balances:					
Nonspendable:					
Materials and supplies inventory	-	-	-	-	-
Prepays	2,049	-	73	-	11,418
Restricted:					
Classroom facilities maintenance	-	-	-	-	-
Food service operations	-	-	-	-	-
Non-public schools	-	-	-	-	-
State funded programs	-	-	-	-	-
Federally funded programs	-	-	22,889	-	-
Extracurricular	-	-	-	-	-
Other purposes	-	-	-	-	-
Unassigned (deficit)	(258,905)	(45)	-	-	-
Total fund balances (deficits)	(256,856)	(45)	22,962	-	11,418
Total liabilities, deferred inflows and fund balances	\$ 571,281	\$ 13,952	\$ 32,345	\$ 27,527	\$ 68,506

<u>Title I</u>	<u>Title IV-A</u>	<u>Title II-A</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ 1,463	\$ 597	\$ 497,342	\$ 4,015,889
-	-	-	-	385,418
-	-	-	-	2,404
-	-	-	-	358
16,017	11,070	25,598	-	443,190
-	-	-	-	85,989
244	260	-	-	23,992
-	-	-	-	12,689
-	-	-	-	21,452
<u>\$ 16,261</u>	<u>\$ 12,793</u>	<u>\$ 26,195</u>	<u>\$ 497,342</u>	<u>\$ 4,991,381</u>
\$ -	\$ -	\$ -	\$ -	\$ 216,887
-	-	9,564	-	147,505
-	-	117	-	67,253
-	-	6,156	-	84,183
16,017	12,533	10,358	-	422,014
<u>16,017</u>	<u>12,533</u>	<u>26,195</u>	<u>-</u>	<u>937,842</u>
-	-	-	-	292,809
-	-	-	-	3,882
2,516	-	-	-	269,174
-	-	-	-	80,790
<u>2,516</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>646,655</u>
-	-	-	-	12,689
244	260	-	-	23,992
-	-	-	-	1,429,536
-	-	-	-	683,187
-	-	-	-	31,083
-	-	-	-	499,391
-	-	-	497,342	520,231
-	-	-	-	318,684
-	-	-	-	149,557
(2,516)	-	-	-	(261,466)
<u>(2,272)</u>	<u>260</u>	<u>-</u>	<u>497,342</u>	<u>3,406,884</u>
<u>\$ 16,261</u>	<u>\$ 12,793</u>	<u>\$ 26,195</u>	<u>\$ 497,342</u>	<u>\$ 4,991,381</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Food Service</u>	<u>Special Trust</u>	<u>Other Grants</u>	<u>Classroom Facilities Maintenance</u>
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ 439,959
Intergovernmental	1,493,141	-	-	8,732
Investment earnings	25,807	1,410	-	-
Extracurricular	-	-	-	-
Charges for services	421,370	-	-	-
Contributions and donations	21,420	250	67,959	-
Payment in lieu of taxes	-	-	-	419
Miscellaneous	-	-	-	-
Total revenues	<u>1,961,738</u>	<u>1,660</u>	<u>67,959</u>	<u>449,110</u>
Expenditures:				
Current:				
Instruction:				
Regular	-	2,000	34,298	-
Special	-	-	2,694	-
Vocational	-	-	-	-
Other	-	-	-	-
Support services:				
Pupil	-	-	9,647	-
Instructional staff	-	-	-	-
Administration	-	-	-	-
Fiscal	-	-	-	6,586
Operations and maintenance	-	-	-	-
Pupil transportation	-	-	-	-
Central	-	-	-	-
Operation of non-instructional services:				
Food service operations	2,080,524	-	-	-
Other non-instructional services	-	1,699	-	-
Extracurricular activities	-	-	-	-
Facilities acquisition and construction	-	-	-	-
Total expenditures	<u>2,080,524</u>	<u>3,699</u>	<u>46,639</u>	<u>6,586</u>
Net change in fund balances	(118,786)	(2,039)	21,320	442,524
Fund balances (deficits) at beginning of year	<u>815,820</u>	<u>24,479</u>	<u>105,797</u>	<u>987,012</u>
Fund balances (deficits) at end of year	<u>\$ 697,034</u>	<u>\$ 22,440</u>	<u>\$ 127,117</u>	<u>\$ 1,429,536</u>

<u>Student Managed Student Activities</u>	<u>District Managed Student Activities</u>	<u>Auxiliary Services</u>	<u>Data Communications</u>	<u>Student Wellness and Success</u>	<u>Miscellaneous State Grants</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	369,062	16,200	-	45,662
-	4,111	4,078	-	-	-
103,337	283,059	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	11,936	-	-	-	-
<u>103,337</u>	<u>299,106</u>	<u>373,140</u>	<u>16,200</u>	<u>-</u>	<u>45,662</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	184,507	51,758
-	-	-	-	2,592	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	16,200	-	-
-	-	-	-	-	-
-	-	392,497	-	-	-
96,725	301,981	-	-	56	-
-	-	-	-	-	-
<u>96,725</u>	<u>301,981</u>	<u>392,497</u>	<u>16,200</u>	<u>187,155</u>	<u>51,758</u>
6,612	(2,875)	(19,357)	-	(187,155)	(6,096)
<u>113,964</u>	<u>202,521</u>	<u>53,511</u>	<u>-</u>	<u>676,321</u>	<u>20,502</u>
<u>\$ 120,576</u>	<u>\$ 199,646</u>	<u>\$ 34,154</u>	<u>\$ -</u>	<u>\$ 489,166</u>	<u>\$ 14,406</u>

(Continued)

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Elementary and Secondary School Emergency Relief	IDEA Part B	Vocational Education	Title I - School Improvement Stimulus A	Title III
Revenues:					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	2,275,598	1,160,712	69,104	97,289	90,819
Investment earnings	-	-	-	-	-
Extracurricular	-	-	-	-	-
Charges for services	-	-	-	-	-
Contributions and donations	-	-	-	-	-
Payment in lieu of taxes	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total revenues	2,275,598	1,160,712	69,104	97,289	90,819
Expenditures:					
Current:					
Instruction:					
Regular	1,352,929	-	-	86,610	-
Special	-	920,686	-	-	76,977
Vocational	-	-	66,349	-	-
Other	-	-	-	-	-
Support services:					
Pupil	494,341	36,000	-	10,679	2,425
Instructional staff	256,457	-	-	-	-
Administration	17,427	133,705	-	-	-
Fiscal	30,000	-	-	-	-
Operations and maintenance	27,652	-	-	-	-
Pupil transportation	-	-	-	-	-
Central	-	-	-	-	-
Operation of non-instructional services:					
Food service operations	-	-	-	-	-
Other non-instructional services	-	70,366	-	-	831
Extracurricular activities	-	-	-	-	-
Facilities acquisition and construction	86,373	-	-	-	-
Total expenditures	2,265,179	1,160,757	66,349	97,289	80,233
Net change in fund balances	10,419	(45)	2,755	-	10,586
Fund balances (deficits) at beginning of year	(267,275)	-	20,207	-	832
Fund balances (deficits) at end of year	\$ (256,856)	\$ (45)	\$ 22,962	\$ -	\$ 11,418

<u>Title I</u>	<u>Title IV-A</u>	<u>Title II-A</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ 439,959
659,885	47,681	112,906	516,083	6,962,874
-	-	-	-	35,406
-	-	-	-	386,396
-	-	-	-	421,370
-	-	-	-	89,629
-	-	-	-	419
-	-	-	-	11,936
<u>659,885</u>	<u>47,681</u>	<u>112,906</u>	<u>516,083</u>	<u>8,347,989</u>
462,746	33,155	113,342	-	2,085,080
-	-	-	-	1,000,357
-	-	-	-	66,349
179,853	-	-	-	179,853
17,497	11,135	-	-	817,989
-	-	-	-	259,049
-	-	-	-	151,132
-	-	-	-	36,586
-	-	-	9,991	37,643
1,000	-	-	-	1,000
-	-	-	-	16,200
-	-	-	-	2,080,524
1,205	3,131	12,714	-	482,443
-	-	-	-	398,762
-	-	-	8,750	95,123
<u>662,301</u>	<u>47,421</u>	<u>126,056</u>	<u>18,741</u>	<u>7,708,090</u>
(2,416)	260	(13,150)	497,342	639,899
144	-	13,150	-	2,766,985
<u>\$ (2,272)</u>	<u>\$ 260</u>	<u>\$ -</u>	<u>\$ 497,342</u>	<u>\$ 3,406,884</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Food Service Fund			
Total Revenues and Other Sources	\$ 1,774,315	\$ 1,774,315	\$ -
Total Expenditures and Other Uses	<u>1,875,533</u>	<u>1,875,533</u>	<u>-</u>
Net Change in Fund Balances	(101,218)	(101,218)	-
Fund Balance at Beginning of Year	885,397	885,397	-
Prior Year Encumbrances Appropriated	<u>52,247</u>	<u>52,247</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 836,426</u>	<u>\$ 836,426</u>	<u>\$ -</u>
Special Trust Fund			
Total Revenues and Other Sources	\$ 1,661	\$ 1,661	\$ -
Total Expenditures and Other Uses	<u>4,200</u>	<u>4,200</u>	<u>-</u>
Net Change in Fund Balances	(2,539)	(2,539)	-
Fund Balance at Beginning of Year	<u>24,479</u>	<u>24,479</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 21,940</u>	<u>\$ 21,940</u>	<u>\$ -</u>
Other Grants Fund			
Total Revenues and Other Sources	\$ 67,960	\$ 67,960	\$ -
Total Expenditures and Other Uses	<u>51,834</u>	<u>51,834</u>	<u>-</u>
Net Change in Fund Balances	16,126	16,126	-
Fund Balance at Beginning of Year	103,850	103,850	-
Prior Year Encumbrances Appropriated	<u>1,947</u>	<u>1,947</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 121,923</u>	<u>\$ 121,923</u>	<u>\$ -</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Classroom Facilities Maintenance Fund			
Total Revenues and Other Sources	\$ 389,732	\$ 389,732	\$ -
Total Expenditures and Other Uses	<u>6,587</u>	<u>6,587</u>	<u>-</u>
Net Change in Fund Balances	383,145	383,145	-
Fund Balance at Beginning of Year	<u>957,664</u>	<u>957,664</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 1,340,809</u>	<u>\$ 1,340,809</u>	<u>\$ -</u>
Student Managed Student Activities Fund			
Total Revenues and Other Sources	\$ 109,461	\$ 109,461	\$ -
Total Expenditures and Other Uses	<u>102,849</u>	<u>102,849</u>	<u>-</u>
Net Change in Fund Balances	6,612	6,612	-
Fund Balance at Beginning of Year	112,661	112,661	-
Prior Year Encumbrances Appropriated	<u>1,303</u>	<u>1,303</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 120,576</u>	<u>\$ 120,576</u>	<u>\$ -</u>
District Managed Student Activities Fund			
Total Revenues and Other Sources	\$ 296,546	\$ 296,546	\$ -
Total Expenditures and Other Uses	<u>358,150</u>	<u>358,150</u>	<u>-</u>
Net Change in Fund Balances	(61,604)	(61,604)	-
Fund Balance at Beginning of Year	154,257	154,257	-
Prior Year Encumbrances Appropriated	<u>47,990</u>	<u>47,990</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 140,643</u>	<u>\$ 140,643</u>	<u>\$ -</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Auxiliary Services Fund			
Total Revenues and Other Sources	\$ 373,140	\$ 373,140	\$ -
Total Expenditures and Other Uses	<u>426,059</u>	<u>426,059</u>	<u>-</u>
Net Change in Fund Balances	(52,919)	(52,919)	-
Fund Balance at Beginning of Year	30,246	30,246	-
Prior Year Encumbrances Appropriated	<u>23,265</u>	<u>23,265</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 592</u>	<u>\$ 592</u>	<u>\$ -</u>
Data Communications Fund			
Total Revenues and Other Sources	\$ 16,200	\$ 16,200	\$ -
Total Expenditures and Other Uses	<u>16,200</u>	<u>16,200</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Student Wellness and Success Fund			
Total Expenditures and Other Uses	<u>\$ 193,674</u>	<u>\$ 193,674</u>	<u>\$ -</u>
Net Change in Fund Balances	(193,674)	(193,674)	-
Fund Balance at Beginning of Year	665,324	665,324	-
Prior Year Encumbrances Appropriated	<u>11,096</u>	<u>11,096</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 482,746</u>	<u>\$ 482,746</u>	<u>\$ -</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Miscellaneous State Grants Fund			
Total Revenues and Other Sources	\$ 50,907	\$ 50,907	\$ -
Total Expenditures and Other Uses	<u>50,960</u>	<u>50,960</u>	<u>-</u>
Net Change in Fund Balances	(53)	(53)	-
Fund Balance at Beginning of Year	<u>22,152</u>	<u>22,152</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 22,099</u>	<u>\$ 22,099</u>	<u>\$ -</u>
Elementary and Secondary School Emergency Relief Fund			
Total Revenues and Other Sources	\$ 2,524,555	\$ 2,524,555	\$ -
Total Expenditures and Other Uses	<u>2,524,555</u>	<u>3,578,399</u>	<u>(1,053,844)</u>
Net Change in Fund Balances	-	(1,053,844)	(1,053,844)
Fund Balance at Beginning of Year	-	-	-
Prior Year Encumbrances Appropriated	<u>1,053,844</u>	<u>1,053,844</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 1,053,844</u>	<u>\$ -</u>	<u>\$ (1,053,844)</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
IDEA Part B Fund			
Total Revenues and Other Sources	\$ 1,161,876	\$ 1,161,876	\$ -
Total Expenditures and Other Uses	<u>1,160,757</u>	<u>1,161,876</u>	<u>(1,119)</u>
Net Change in Fund Balances	1,119	-	(1,119)
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 1,119</u>	<u>\$ -</u>	<u>\$ (1,119)</u>
Vocational Education Fund			
Total Revenues and Other Sources	\$ 69,104	\$ 69,104	\$ -
Total Expenditures and Other Uses	<u>66,064</u>	<u>66,064</u>	<u>-</u>
Net Change in Fund Balances	3,040	3,040	-
Fund Balance at Beginning of Year	<u>29,232</u>	<u>29,232</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 32,272</u>	<u>\$ 32,272</u>	<u>\$ -</u>
Title I - School Improvement Stimulus A Fund			
Total Revenues and Other Sources	\$ 109,887	\$ 109,887	\$ -
Total Expenditures and Other Uses	<u>109,887</u>	<u>109,887</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>		
Title III Fund			
Total Revenues and Other Sources	\$ 86,739	\$ 86,739	\$ -
Total Expenditures and Other Uses	<u>86,739</u>	<u>109,624</u>	<u>(22,885)</u>
Net Change in Fund Balances	-	(22,885)	(22,885)
Fund Balance at Beginning of Year	1	1	-
Prior Year Encumbrances Appropriated	<u>22,884</u>	<u>22,884</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 22,885</u>	<u>\$ -</u>	<u>\$ (22,885)</u>
Title I Fund			
Total Revenues and Other Sources	\$ 662,547	\$ 662,547	\$ -
Total Expenditures and Other Uses	<u>662,547</u>	<u>663,449</u>	<u>(902)</u>
Net Change in Fund Balances	-	(902)	(902)
Fund Balance (Deficit) at Beginning of Year	(1)	(1)	-
Prior Year Encumbrances Appropriated	<u>903</u>	<u>903</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 902</u>	<u>\$ -</u>	<u>\$ (902)</u>
Title IV-A			
Total Revenues and Other Sources	\$ 49,144	\$ 49,144	\$ -
Total Expenditures and Other Uses	<u>49,144</u>	<u>49,732</u>	<u>(588)</u>
Net Change in Fund Balances	-	(588)	(588)
Fund Balance at Beginning of Year	-	-	-
Prior Year Encumbrances Appropriated	<u>588</u>	<u>588</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 588</u>	<u>\$ -</u>	<u>\$ (588)</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Title II-A Fund			
Total Revenues and Other Sources	\$ 121,672	\$ 121,672	\$ -
Total Expenditures and Other Uses	<u>121,672</u>	<u>136,683</u>	<u>(15,011)</u>
Net Change in Fund Balances	-	(15,011)	(15,011)
Fund Balance at Beginning of Year	-	-	-
Prior Year Encumbrances Appropriated	<u>15,011</u>	<u>15,011</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 15,011</u>	<u>\$ -</u>	<u>\$ (15,011)</u>
Miscellaneous Federal Grants Fund			
Total Revenues and Other Sources	\$ 516,083	\$ 516,083	\$ -
Total Expenditures and Other Uses	<u>18,741</u>	<u>18,741</u>	<u>-</u>
Net Change in Fund Balances	497,342	497,342	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 497,342</u>	<u>\$ 497,342</u>	<u>\$ -</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Debt Service Fund

Debt service funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest. A description of the School District's nonmajor debt service fund follows:

Bond Retirement Fund

A fund provided for the accumulation of property taxes that is restricted for the retirement of serial bonds. The bond retirement fund is the District's only nonmajor debt service fund, therefore a debt service combining balance sheet and statement of revenues, expenditures, and changes in fund balance are not required.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>		<u>Actual</u>
Bond Retirement Fund			
Total Revenues and Other Sources	\$ 6,083,797	\$ 6,083,797	\$ -
Total Expenditures and Other Uses	<u>6,294,568</u>	<u>6,294,568</u>	<u>-</u>
Net Change in Fund Balances	(210,771)	(210,771)	-
Fund Balance at Beginning of Year	<u>5,472,583</u>	<u>5,472,583</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 5,261,812</u>	<u>\$ 5,261,812</u>	<u>\$ -</u>

STATISTICAL SECTION

THIS PAGE IS INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATISTICAL SECTION

This part of the Cuyahoga Falls 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 District's overall financial health.

<u>Table of Contents</u>	<u>Pages</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	124-133
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	134-138
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	139-145
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	146-147
Operating Information These schedules contain service and capital asset data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	148-152

Sources: Unless otherwise noted, the information in these schedules is derived from the District's financial records for the relevant year.

CUYAHOGA FALLS CITY SCHOOL DISTRICT

SUMMIT COUNTY, OHIO

NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
GOVERNMENTAL ACTIVITIES

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Governmental activities				
Net investment in capital assets	\$ 29,830,242	\$ 17,234,096	\$ 12,662,083	\$ 10,468,231
Restricted for:				
Capital projects	28,047,360	32,015,594	32,752,848	29,075
Debt service	-	-	5,318,470	2,414,634
Other purposes	4,758,640	3,072,789	1,908,380	1,032,787
Unrestricted (deficit)	<u>(29,858,475)</u>	<u>(32,554,702)</u>	<u>(46,334,039)</u>	<u>(50,223,994)</u>
Total Governmental Activities Net Position	<u>\$ 32,777,767</u>	<u>\$ 19,767,777</u>	<u>\$ (36,279,267)</u>	<u>\$ (42,833,378)</u>

Source: District financial records.

- (1) The District implemented GASB Statement No. 68 in fiscal year 2015. Amounts have been restated.
- (2) The District implemented GASB Statement No. 75 in fiscal year 2018. Amounts have been restated.
- (3) The District implemented GASB Statement No. 84 in fiscal year 2020. Amounts have been restated.

<u>2019 (3)</u>	<u>2018</u>	<u>2017 (2)</u>	<u>2016</u>	<u>2015</u>	<u>2014 (1)</u>
\$ 7,233,095	\$ 6,502,387	\$ 5,987,452	\$ 5,896,783	\$ 5,776,412	\$ 5,346,397
-	-	-	-	99,141	-
-	398,892	377,759	421,588	408,382	337,803
437,264	624,042	369,503	333,512	402,199	548,469
<u>(50,503,737)</u>	<u>(58,477,714)</u>	<u>(88,412,038)</u>	<u>(64,552,436)</u>	<u>(64,262,656)</u>	<u>(67,325,993)</u>
<u>\$ (50,952,393)</u>	<u>\$ (81,677,324)</u>	<u>\$ (57,900,553)</u>	<u>\$ (57,576,522)</u>	<u>\$ (61,093,324)</u>	<u>\$ 7,454,629</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
GOVERNMENTAL ACTIVITIES

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Expenses				
Governmental activities:				
Instruction				
Regular	\$ 28,440,519	\$ 23,618,930	\$ 26,799,718	\$ 25,059,575
Special	9,989,661	8,123,786	9,770,822	9,865,688
Vocational	1,490,540	1,398,539	1,292,878	1,483,088
Adult/Continuing	-	-	603	-
Other	728,514	532,442	4,414,306	4,220,467
Support services:				
Pupil	4,247,065	3,380,297	3,726,167	3,712,800
Instructional staff	2,351,877	1,605,534	1,472,273	2,133,899
Board of education	284,595	338,970	221,728	197,166
Administration	3,920,612	3,722,599	3,534,682	3,848,668
Fiscal	1,489,665	1,435,829	1,198,277	1,178,087
Business	225,288	153,820	140,532	149,166
Operations and maintenance	3,805,319	3,056,675	4,687,837	4,253,902
Pupil transportation	1,878,227	1,453,317	1,483,184	1,463,263
Central	1,020,621	591,999	375,975	320,670
Operation of non-instructional services	2,556,183	2,368,886	2,456,043	2,359,008
Extracurricular activities	1,358,556	1,229,488	1,100,428	1,352,448
Interest and fiscal charges	2,712,509	2,226,319	1,191,621	16,085
Total governmental activities expenses	<u>66,499,751</u>	<u>55,237,430</u>	<u>63,867,074</u>	<u>61,613,980</u>
Program Revenues				
Governmental activities:				
Charges for services:				
Instruction:				
Regular	942,530	546,185	3,957,527	4,624,717
Special	1,092,459	1,195,346	1,071,506	1,045,222
Vocational	164,634	111,189	122,356	167,063
Other instructional	-	-	-	-
Support services:				
Pupil	-	-	-	-
Instructional staff	-	5,351	1,132	1,336
Administration	-	-	973	881
Fiscal	-	-	-	-
Operations and maintenance	83,521	117,494	88,684	113,320
Pupil transportation	5,763	8,415	1,494	18,544
Central	-	-	-	-
Operation of non-instructional services	421,370	32,676	2,946	411,538
Extracurricular activities	472,422	579,040	267,204	389,520
Total governmental activities charges for services	<u>3,182,699</u>	<u>2,595,696</u>	<u>5,513,822</u>	<u>6,772,141</u>

	2019	2018	2017	2016	2015	2014
\$	20,591,995	\$ 9,162,709	\$ 24,574,859	\$ 22,033,505	\$ 21,516,849	\$ 21,682,358
	9,115,826	5,138,040	9,156,850	8,038,247	6,731,093	7,054,334
	1,018,667	642,616	1,280,618	950,122	1,069,198	1,274,054
	-	-	-	-	-	-
	3,847,626	3,786,350	4,317,456	4,451,789	4,744,463	4,367,917
	3,971,894	2,533,081	5,108,834	4,583,191	4,227,234	4,218,124
	1,607,607	984,796	1,636,716	1,728,712	1,712,927	1,442,499
	273,059	254,656	229,405	346,326	234,501	105,969
	3,051,881	1,454,051	3,648,091	3,332,398	3,091,523	3,273,344
	927,024	692,481	848,380	861,534	854,311	891,004
	31,455	22,456	79,361	233,997	221,917	261,656
	4,970,064	2,610,043	4,762,977	4,296,176	4,858,183	4,814,079
	1,346,719	850,490	1,698,332	1,586,624	1,545,836	1,383,050
	28,536	285,455	21,250	72,565	31,704	55,675
	2,610,900	2,116,382	3,000,897	2,827,482	2,821,296	2,645,034
	1,216,007	820,120	1,374,284	1,210,081	1,130,089	1,157,446
	28,502	48,610	75,950	86,776	96,718	115,273
	<u>54,637,762</u>	<u>31,402,336</u>	<u>61,814,260</u>	<u>56,639,525</u>	<u>54,887,842</u>	<u>54,741,816</u>
	4,095,923	4,066,178	3,652,056	3,275,988	3,347,752	3,248,955
	618,603	724,015	678,872	82,036	424,317	594,002
	446,773	398,118	428,378	405,551	27,498	22,983
	-	-	-	-	-	-
	-	46,921	46,332	84	-	149
	5,857	2,933	4,323	5,518	4,106	5,868
	1,023	1,172	3,685	4,270	4,106	6,293
	-	-	-	-	-	-
	149,403	216,512	190,719	217,829	196,415	343,351
	60,976	51,951	29,774	29,863	23,633	26,656
	6,535	17,826	9,576	10,148	8,237	7,771
	536,525	528,041	541,909	534,094	540,731	562,468
	349,088	430,845	386,924	374,578	296,240	305,178
	<u>6,270,706</u>	<u>6,484,512</u>	<u>5,972,548</u>	<u>4,939,959</u>	<u>4,873,035</u>	<u>5,123,674</u>

(Continued)

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

CHANGES IN NET POSITION - (Continued)
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
GOVERNMENTAL ACTIVITIES

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Operating grants and contributions:				
Instruction:				
Regular	\$ 2,137,163	\$ 2,115,335	\$ 1,877,286	\$ 770,210
Special	2,741,234	2,575,488	3,426,651	3,452,762
Vocational	234,536	241,139	296,824	296,824
Other instructional	179,674	209,390	174,355	146,282
Support services:				
Pupil	1,202,497	966,105	718,977	429,622
Instructional staff	266,865	266,340	301,034	12
Administration	151,839	121,204	121,199	175,328
Fiscal	31,217	-	-	-
Operations and maintenance	28,774	138,202	461,592	6,492
Pupil transportation	158,311	117,915	83,190	92,266
Central	16,200	16,200	16,200	16,200
Operation of non-instructional services	2,000,722	3,160,590	2,432,181	1,860,214
Extracurricular activities	16,047	92,410	24,119	17,443
Total operating grants and contributions	<u>9,165,079</u>	<u>10,020,318</u>	<u>9,933,608</u>	<u>7,263,655</u>
Capital grants and contributions:				
Instruction:				
Regular	-	-	-	1,998,793
Support services:				
Operations and maintenance	516,083	-	-	-
Total capital grants and contributions	<u>516,083</u>	<u>-</u>	<u>-</u>	<u>1,998,793</u>
Total governmental activities program revenues	<u>12,863,861</u>	<u>12,616,014</u>	<u>15,447,430</u>	<u>16,034,589</u>
Net (Expense)/Revenue				
Governmental activities	<u>\$ (53,635,890)</u>	<u>\$ (42,621,416)</u>	<u>\$ (48,419,644)</u>	<u>\$ (45,579,391)</u>
General Revenues				
Property taxes levied for:				
General purposes	\$ 40,715,905	\$ 34,655,617	\$ 34,968,395	\$ 32,096,942
Debt service	4,757,249	4,002,952	4,034,362	2,390,433
Classroom facilities maintenance	439,840	376,030	381,191	223,972
Payment in lieu of taxes	248,165	219,952	248,170	271,251
Grants and entitlements not restricted to specific programs	17,262,967	18,147,383	17,269,254	16,762,098
Grants and entitlements restricted for				
Ohio Facilities Construction Commission	-	-	32,793,662	-
Investment earnings	3,051,000	(1,535,443)	(12,757)	245,153
Miscellaneous	170,754	214,960	1,324,376	143,653
Total governmental activities	<u>66,645,880</u>	<u>56,081,451</u>	<u>91,006,653</u>	<u>52,133,502</u>
Change in Net Position				
Governmental activities	<u>\$ 13,009,990</u>	<u>\$ 13,460,035</u>	<u>\$ 42,587,009</u>	<u>\$ 6,554,111</u>

Source: District financial records.

	2019	2018	2017	2016	2015	2014
\$	603,355	\$ 602,764	\$ 632,934	\$ 613,571	\$ 445,029	\$ 485,949
	3,285,582	3,718,362	3,151,243	3,541,918	3,772,453	3,423,335
	297,225	255,844	242,277	229,175	232,796	225,309
	207,823	277,133	268,631	245,435	276,012	299,561
	31,161	29,510	27,288	36,165	34,923	108,823
	4,648	6,093	2,363	2,627	192,675	118,058
	130,053	159,546	87,028	91,847	96,216	114,725
	-	-	-	-	-	-
	66,878	17,991	31,376	44,352	47,768	28,414
	113,660	112,949	97,018	110,896	117,549	107,908
	-	16,200	16,200	-	-	-
	2,034,319	2,217,954	2,293,449	1,292,180	2,128,238	2,064,708
	24,208	118,414	39,189	934,168	9,856	10,752
	<u>6,798,912</u>	<u>7,532,760</u>	<u>6,888,996</u>	<u>7,142,334</u>	<u>7,353,515</u>	<u>6,987,542</u>
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	<u>13,069,618</u>	<u>14,017,272</u>	<u>12,861,544</u>	<u>12,082,293</u>	<u>12,226,550</u>	<u>12,111,216</u>
\$	<u>(41,568,144)</u>	<u>(17,385,064)</u>	<u>(48,952,716)</u>	<u>(44,557,232)</u>	<u>(42,661,292)</u>	<u>(42,630,600)</u>
\$	30,759,697	\$ 29,380,028	\$ 23,683,810	\$ 27,107,597	\$ 29,141,951	\$ 28,896,084
	193,343	534,514	488,493	538,167	595,794	568,751
	-	-	-	-	-	-
	148,003	226,282	269,802	-	-	45,807
	17,985,187	17,778,568	17,990,927	16,281,295	16,212,995	14,937,052
	-	-	-	-	-	-
	192,264	71,470	35,092	13,084	4,197	6,628
	267,451	119,133	281,348	293,058	223,157	33,771
	<u>49,545,945</u>	<u>48,109,995</u>	<u>42,749,472</u>	<u>44,233,201</u>	<u>46,178,094</u>	<u>44,488,093</u>
\$	<u>7,977,801</u>	<u>30,724,931</u>	<u>(6,203,244)</u>	<u>(324,031)</u>	<u>3,516,802</u>	<u>1,857,493</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
General Fund:				
Nonspendable	\$ 184,839	\$ 159,795	\$ 121,277	\$ 122,768
Committed	-	-	-	-
Assigned	8,469,595	5,658,620	2,136,064	905,219
Unassigned	<u>13,585,511</u>	<u>11,443,712</u>	<u>11,983,122</u>	<u>7,260,034</u>
Total general fund	<u>\$ 22,239,945</u>	<u>\$ 17,262,127</u>	<u>\$ 14,240,463</u>	<u>\$ 8,288,021</u>
All Other Governmental Funds:				
Nonspendable	\$ 36,681	\$ 12,116	\$ 17,774	\$ 12,658
Restricted	100,189,111	85,830,652	94,021,550	3,447,160
Committed	-	-	43,178	43,178
Unassigned (deficit)	<u>(261,466)</u>	<u>(267,275)</u>	<u>(216,732)</u>	<u>(9,756)</u>
Total all other governmental funds	<u>\$ 99,964,326</u>	<u>\$ 85,575,493</u>	<u>\$ 93,865,770</u>	<u>\$ 3,493,240</u>
Total governmental funds	<u>\$ 122,204,271</u>	<u>\$ 102,837,620</u>	<u>\$ 108,106,233</u>	<u>\$ 11,781,261</u>

Source: District financial records.

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 131,742	\$ 97,518	\$ 82,408	\$ 39,856	\$ 58,985	\$ 78,944
-	-	6,355	8,737	10,703	12,025
2,694,957	3,322,913	548,197	394,101	302,617	449,742
<u>3,114,334</u>	<u>1,091,292</u>	<u>897,553</u>	<u>4,052,955</u>	<u>4,926,371</u>	<u>2,401,244</u>
<u>\$ 5,941,033</u>	<u>\$ 4,511,723</u>	<u>\$ 1,534,513</u>	<u>\$ 4,495,649</u>	<u>\$ 5,298,676</u>	<u>\$ 2,941,955</u>
\$ 7,549	\$ 14,128	\$ 10,962	\$ 9,342	\$ 7,775	\$ 26,286
336,374	1,042,051	784,549	793,964	849,964	915,329
72,580	43,505	67,885	388,811	279,952	325,009
<u>(15,942)</u>	<u>(18,835)</u>	<u>-</u>	<u>(2,765)</u>	<u>(2,066)</u>	<u>-</u>
<u>\$ 400,561</u>	<u>\$ 1,080,849</u>	<u>\$ 863,396</u>	<u>\$ 1,189,352</u>	<u>\$ 1,135,625</u>	<u>\$ 1,266,624</u>
<u>\$ 6,341,594</u>	<u>\$ 5,592,572</u>	<u>\$ 2,397,909</u>	<u>\$ 5,685,001</u>	<u>\$ 6,434,301</u>	<u>\$ 4,208,579</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Revenues				
Property taxes	\$ 45,925,336	\$ 39,056,733	\$ 39,314,874	\$ 34,660,868
Intergovernmental	34,430,044	29,412,294	26,909,822	23,818,049
Investment earnings	3,074,234	(1,545,091)	(23,036)	246,429
Tuition and fees	1,963,960	1,774,965	5,058,029	5,573,926
Extracurricular activities	512,454	639,917	294,342	447,614
Rental income	182,663	117,494	90,613	113,320
Charges for services	453,715	38,370	9,426	411,538
Contributions and donations	89,769	60,790	50,740	167,584
Payment in lieu of taxes	248,165	219,952	248,170	271,251
Miscellaneous	196,383	247,067	1,354,574	218,893
Transportation fees	-	-	-	18,544
Classroom materials and fees	-	-	-	123,376
Contract services	-	-	-	6,151
Total revenues	87,076,723	70,022,491	73,307,554	66,077,543
Expenditures				
Current:				
Instructional:				
Regular	28,738,280	26,357,780	25,647,704	23,717,348
Special	10,064,280	9,007,964	9,452,224	9,424,460
Vocational	1,467,455	1,513,652	1,248,905	1,432,847
Adult/Continuing	-	-	603	-
Other	740,948	604,474	4,400,565	4,189,261
Support services:				
Pupil	4,665,732	3,690,467	3,698,760	3,540,355
Instructional staff	2,350,389	1,916,182	1,404,934	2,078,593
Board of education	285,125	344,461	220,661	196,755
Administration	4,001,334	4,284,857	3,600,252	3,459,641
Fiscal	1,499,780	1,499,709	1,175,509	1,135,821
Business	220,090	158,394	175,507	128,146
Operations and maintenance	4,518,032	4,454,402	4,563,534	4,016,497
Pupil transportation	1,861,292	1,534,455	1,281,937	1,196,869
Central	1,018,829	616,652	358,838	321,138
Operation of non-instructional services	2,562,967	2,487,555	2,408,307	2,295,599
Extracurricular activities	1,369,733	1,344,271	1,118,401	1,208,653
Facilities acquisition and construction	15,881,389	5,439,824	1,798,825	2,250,696
Capital outlay	-	-	235,491	-
Debt service:				
Principal retirement	3,997,796	7,627,141	170,332	166,395
Interest and fiscal charges	2,335,291	2,408,864	13,919	20,016
Issuance costs	479,599	-	1,003,580	-
Total expenditures	88,058,341	75,291,104	63,978,788	60,779,090
Excess of revenues over (under) expenditures	(981,618)	(5,268,613)	9,328,766	5,298,453
Other Financing Sources (Uses)				
Sale of capital assets	-	-	-	-
General obligation bonds and COPs issued	20,060,000	-	80,610,000	-
Premiums on bonds and COPs issued	241,106	-	6,150,715	-
Inception of lease	-	-	235,491	-
SBITA transaction	47,163	-	-	-
Transfers in	10,667,698	-	-	-
Transfers (out)	(10,667,698)	-	-	-
Total other financing sources (uses)	20,348,269	-	86,996,206	-
Net change in fund balances	\$ 19,366,651	\$ (5,268,613)	\$ 96,324,972	\$ 5,298,453
Capital expenditures	\$ 17,548,679	\$ 2,756,268	\$ 2,391,836	\$ 739,686
Debt service as a percentage of noncapital expenditures	8.98%	13.84%	0.30%	0.31%

Source: District financial records.

	2019	2018	2017	2016	2015	2014
\$	31,000,425	\$ 29,896,261	\$ 24,187,429	\$ 27,726,302	\$ 29,745,400	\$ 29,633,849
	24,950,791	25,041,900	24,926,801	23,475,314	23,369,413	21,881,635
	204,809	74,356	35,133	13,491	4,322	6,989
	4,886,186	4,901,033	4,523,931	3,475,732	3,413,638	3,226,155
	454,090	611,343	470,206	487,887	430,458	442,220
	141,449	208,734	177,102	205,215	176,624	266,989
	542,549	535,819	555,215	546,142	555,240	567,934
	-	-	951	-	-	-
	148,003	226,282	269,802	-	-	45,807
	348,611	334,358	458,441	400,307	304,020	122,526
	60,976	51,951	29,774	29,863	23,633	26,656
	119,506	110,473	96,861	103,614	105,558	100,602
	-	-	15,848	17,310	20,469	17,123
	<u>62,857,395</u>	<u>61,992,510</u>	<u>55,747,494</u>	<u>56,481,177</u>	<u>58,148,775</u>	<u>56,338,485</u>
	23,742,424	22,293,893	22,853,324	21,994,264	21,682,512	21,260,688
	10,140,409	9,285,329	8,695,959	8,077,850	6,778,278	7,019,704
	1,160,225	1,175,007	1,220,911	969,788	1,123,619	1,269,357
	-	-	-	-	-	-
	3,919,620	4,092,327	4,282,014	4,458,377	4,749,812	4,374,650
	4,457,871	4,641,743	4,869,107	4,604,993	4,274,247	4,190,894
	1,840,982	1,686,398	1,551,163	1,741,179	1,710,977	1,495,742
	278,005	273,448	227,233	346,748	235,185	105,969
	3,541,171	3,419,073	3,422,571	3,380,677	3,161,526	3,230,834
	997,105	923,984	843,825	859,585	873,303	886,658
	65,349	26,761	84,941	231,279	213,458	273,130
	5,625,967	4,472,106	4,456,384	4,246,694	4,887,291	4,701,494
	1,321,323	1,427,878	1,429,861	1,456,269	1,620,631	1,413,411
	28,536	282,867	16,043	67,397	26,403	50,609
	2,722,626	2,556,201	2,931,794	2,817,548	2,800,603	2,629,158
	1,310,536	1,336,554	1,264,558	1,168,917	1,103,194	1,099,149
	-	-	482	-	101,948	18,595
	254,632	334,002	233,721	721,650	-	-
	919,810	842,017	791,729	730,308	522,083	510,941
	36,414	62,261	94,409	90,204	111,387	129,529
	-	-	-	-	-	-
	<u>62,363,005</u>	<u>59,131,849</u>	<u>59,270,029</u>	<u>57,963,727</u>	<u>55,976,457</u>	<u>54,660,512</u>
	494,390	2,860,661	(3,522,535)	(1,482,550)	2,172,318	1,677,973
	-	-	1,722	11,600	10,020	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	254,632	334,002	233,721	721,650	-	-
	-	-	-	-	-	-
	39,432	-	-	-	43,384	-
	(39,432)	-	-	-	-	-
	<u>254,632</u>	<u>334,002</u>	<u>235,443</u>	<u>733,250</u>	<u>53,404</u>	<u>-</u>
\$	<u>749,022</u>	<u>\$ 3,194,663</u>	<u>\$ (3,287,092)</u>	<u>\$ (749,300)</u>	<u>\$ 2,225,722</u>	<u>\$ 1,677,973</u>
\$	670,796	\$ 276,369	\$ 768,789	\$ 527,049	\$ 168,365	\$ 500,846
	1.55%	1.54%	1.51%	1.43%	1.14%	1.18%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN COLLECTION (FISCAL) YEARS

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value
2023	\$ 692,392,320	\$ 180,777,400	\$ 2,494,770,629	\$ 7,908,970	\$ 8,987,466
2022	689,138,730	181,893,850	2,488,664,514	6,726,570	7,643,830
2021	689,137,660	182,853,210	2,491,402,486	6,086,110	6,916,034
2020	610,291,230	156,334,850	2,190,360,229	5,242,790	5,957,716
2019	610,049,250	155,900,610	2,188,428,171	4,712,830	5,355,489
2018	610,557,190	154,937,040	2,187,126,371	4,624,870	5,255,534
2017	562,267,540	160,885,670	2,066,152,029	4,461,270	5,069,625
2016	562,016,390	167,204,480	2,083,488,200	4,201,890	4,774,875
2015	562,154,970	159,117,710	2,060,779,086	4,089,820	4,647,523
2014	577,100,640	160,261,750	2,106,749,686	3,933,040	4,469,364

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 tangible personal property values associated with each year are 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 the 10%, 2 1/2% and homestead exemptions before being billed.

Source: County Fiscal Officer

Assessed Value	Total		Total Direct Rate
	Estimated Actual Value	Ratio	
\$ 881,078,690	2,503,758,094	35.19%	\$ 82.61
877,759,150	2,496,308,344	35.16%	82.55
878,076,980	2,498,318,520	35.15%	82.45
771,868,870	2,196,317,944	35.14%	83.71
770,662,690	2,193,783,660	35.13%	73.89
770,119,100	2,192,381,906	35.13%	74.66
727,614,480	2,071,221,654	35.13%	69.95
733,422,760	2,088,263,075	35.12%	69.91
725,362,500	2,065,426,608	35.12%	69.96
741,295,430	2,111,219,049	35.11%	69.89

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**PRINCIPAL PROPERTY TAX PAYERS
CURRENT FISCAL YEAR AND SIX YEARS AGO (1)**

Name of Taxpayer	2023	
	Assessed Value	Percent of Real Property Assessed Value
Western Reserve Hospital, LLC	1 \$ 6,672,950	0.76%
Bath Road Associates, LLC	2 6,289,320	0.71%
Ohio Edison Company	3 6,108,680	0.69%
BWIP Wyoga Village Owner LLC	4 6,065,790	0.69%
Newpart Limited Partnership	5 5,698,290	0.65%
Yorkshire Woods Apartments LTD	6 5,433,230	0.62%
Riverside Community Urban Development	7 5,165,810	0.59%
East Ohio Gas Company	8 4,870,820	0.55%
Niederst Portage Towers LLC	9 4,342,900	0.49%
Chaple Hill Associates LLC	10 4,004,860	0.45%
Totals	<u>\$ 54,652,650</u>	<u>6.20%</u>
Total Assessed Valuation	<u>\$ 881,078,690</u>	

Name of Taxpayer	2017	
	Assessed Value	Percent of Real Property Assessed Value
Summa Akron City	1 \$ 5,919,390	0.77%
Newpart Limited Partnership	2 5,444,420	0.71%
Portage Crossing LLC	3 5,421,700	0.70%
Riverside Community Urban Redevelopment	4 5,043,230	0.65%
Yorkshire Woods Apartments LTD	5 4,856,530	0.63%
DFG Chapel Hill LLC	6 4,174,980	0.54%
Echo Portage LLC	7 3,999,520	0.52%
Niederst Portage Towers LLC & Wynn	8 3,961,340	0.51%
Sams Real Estate Business Trust	9 2,762,090	0.36%
Trinity Square Acquisition LLC	10 2,508,500	0.33%
Totals	<u>\$ 44,091,700</u>	<u>5.73%</u>
Total Assessed Valuation	<u>\$ 770,119,100</u>	

Source: Summit County Fiscal Officer

(1) Information prior to 2016 was unavailable from the County Fiscal Officer. The District will continued to build this schedule until it can obtain current calendar year and nine years ago.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUATION)
LAST TEN COLLECTION (FISCAL) YEARS (1)
2014-2023

Tax Year/ Collection Year	Overlapping Governments					Cuyahoga Falls City School District					
	Summit County	City of Cuyahoga Falls	Cuyahoga Falls Library	Village of Silver Lake	Total	General - Inside	General - Voted	Bond Retirement	Permanent Improvement	Total	
2022/2023	\$ 14.10	\$ 11.00	\$ 1.90	\$ 13.75	\$ 40.75	\$ 4.90	\$ 72.39	\$ 4.82	\$ 0.50	\$ 82.61	
2021/2022	15.16	11.00	1.90	13.75	41.81	4.90	72.40	4.75	0.50	82.55	
2020/2021	13.70	11.00	1.90	13.75	40.35	4.90	72.40	4.65	0.50	82.45	
2019/2020	15.16	11.00	1.90	13.75	41.81	4.90	72.98	5.33	0.50	83.71	
2018/2019	14.16	11.00	1.90	13.75	40.81	4.90	68.99	-	-	73.89	
2017/2018	14.16	11.00	1.90	13.75	40.81	4.90	68.99	0.77	-	74.66	
2016/2017	14.16	11.00	1.90	13.75	40.81	4.90	64.18	0.87	-	69.95	
2015/2016	14.16	11.00	1.90	13.75	40.81	4.90	64.18	0.83	-	69.91	
2014/2015	14.16	11.00	1.90	13.75	40.81	4.90	64.18	0.88	-	69.96	
2013/2014	14.16	11.00	1.90	13.75	40.81	4.90	64.18	0.81	-	69.89	

Source: Summit County Fiscal Officer

(1) Summit County property tax rate records are maintained on a calendar / collection year basis.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

PROPERTY TAX LEVIES AND COLLECTIONS - REAL, PERSONAL, AND PUBLIC UTILITY PROPERTY
LAST TEN COLLECTION (CALENDAR) YEARS
2013-2022

Tax Year/ Collection Year	Current Levy (1)	Current Collection (2)	Percent of Current Levy Collected	Delinquent Collection (4)	Total Collection (2)	Percent of Total Tax Collections to Current Levy (4)	Outstanding Delinquent Taxes (3)	Total Outstanding Delinquent As a Percent of Current Levy
2022/2023	\$ 43,459,015	\$ 42,174,813	97.05%	\$ 927,555	\$ 43,102,368	99.18%	\$ 1,294,291	2.98%
2021/2022	43,165,522	41,954,872	97.20%	790,556	42,745,428	99.03%	1,709,617	3.96%
2020/2021	42,988,053	42,090,413	97.91%	897,640	42,988,053	100.00%	1,269,245	4.93%
2019/2020	42,251,640	41,533,732	98.30%	717,908	42,251,640	100.00%	1,102,770	2.61%
2018/2019	34,637,853	33,877,743	97.81%	760,110	34,637,853	100.00%	1,032,425	2.98%
2017/2018	35,161,526	34,606,284	98.42%	555,241	35,161,525	100.00%	804,735	2.29%
2016/2017	31,456,637	30,732,739	97.70%	723,898	31,456,637	100.00%	977,242	3.11%
2015/2016	31,644,943	31,021,623	98.03%	623,320	31,644,943	100.00%	896,594	2.83%
2014/2015	31,279,019	30,647,811	97.98%	631,208	31,279,019	100.00%	945,723	3.02%
2013/2014	31,571,984	30,731,955	97.34%	840,029	31,571,984	100.00%	1,162,447	3.68%

Source: Summit County Fiscal Officer

- (1) Taxes levied and collected are presented on a cash basis.
- (2) State reimbursements of rollback and homestead exemptions are included.
- (3) Penalties and interest are included, since by Ohio law they become part of the tax obligation as assessment occurs.
- (4) Delinquent Tax Collections are only available by collection year; therefore the percentage of total tax collections to the current levy may exceed 100 percent in some years. The District will continue to work to get this information in the future.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities					Total Primary Government	Per Capita (2)	Ratio of Total Debt Outstanding to Personal Income (2)
	General Obligation Bonds (1)	Certificates of Participation (1)	SBITAs Payable	Notes Payable	Capital Leases and Leases Payable			
2023	\$ 75,029,294	\$ 20,300,524	47,163	\$ -	\$ 144,451	\$ 75,220,908	\$ 1,485	4.53%
2022	79,107,576	-	-	52,915	189,332	79,349,823	1,552	4.89%
2021	86,745,858	-	-	-	409,388	87,155,246	1,775	5.59%
2020	-	-	-	-	344,229	344,229	7	0.02%
2019	-	-	-	-	510,624	510,624	10	0.04%
2018	585,548	-	-	-	600,802	1,186,350	24	0.09%
2017	1,160,867	-	-	-	558,817	1,719,684	35	0.13%
2016	1,716,186	-	-	-	586,825	2,303,011	47	0.17%
2015	2,251,505	-	-	-	85,483	2,336,988	47	0.18%
2014	2,766,824	-	-	-	117,566	2,884,390	59	0.22%

Source: District Records

(1) General obligation bonds and certificates of participation include any premiums and accreted debt associated with the debt.

(2) Population and Personal Income is reported on the Demographic Statistical table found later in the Statistical Section.

N/A - Information not available

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA
LAST TEN YEARS
2014-2023

Fiscal Year	Population (1)	Total Assessed Value (2)	Gross Bonded Debt (3)	Less Restricted for Debt Service	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita	Net Bonded Debt as a Percentage of Personal Income (4)
2023	50,655	\$ 881,078,690	\$ 75,029,294	\$ -	\$ 75,029,294	8.52%	\$ 1,481	4.51%
2022	51,114	877,759,150	79,107,576	-	79,107,576	9.01%	1,548	4.88%
2021	51,114	878,076,980	86,745,858	5,318,470	81,427,388	9.27%	1,593	5.22%
2020	49,106	771,868,870	-	2,414,634	(2,414,634)	-0.31%	(49)	-0.17%
2019	49,272	770,662,690	-	-	-	0.00%	-	0.00%
2018	49,247	770,119,100	585,548	398,892	186,656	0.02%	4	0.01%
2017	49,206	727,614,480	1,160,867	377,759	783,108	0.11%	16	0.06%
2016	49,146	733,422,760	1,716,186	421,588	1,294,598	0.18%	26	0.10%
2015	49,210	725,362,500	2,251,505	408,382	1,843,123	0.25%	37	0.14%
2014	49,267	741,295,430	2,766,824	337,803	2,429,021	0.33%	49	0.19%

Sources:

- (1) City of Cuyahoga Falls ACFR. Amount as of December 31 of the previous year.
- (2) Summit County Fiscal Officer, calendar year basis.
- (3) Gross Bonded Debt includes premiums and accreted debt associated with the general obligation bonds.
- (4) Personal Income is reported on the Demographic Statistical table found later in the Statistical Section.

THIS PAGE IS INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Tax Valuation	<u>\$ 881,078,690</u>	<u>\$ 877,759,150</u>	<u>\$ 878,076,980</u>	<u>\$ 771,868,870</u>
Debt Limit - 9% of Taxable Valuation	<u>79,297,082</u>	<u>78,998,324</u>	<u>79,026,928</u>	<u>69,468,198</u>
Amount of Debt Applicable to Debt Limit				
General obligation bonds	69,250,000	73,150,000	80,610,000	-
Less: amount available in debt service	<u>(6,219,290)</u>	<u>(5,747,111)</u>	<u>(11,603,744)</u>	<u>(2,371,979)</u>
Amount of Debt Subject to Limit	<u>63,030,710</u>	<u>67,402,889</u>	<u>69,006,256</u>	<u>(2,371,979)</u>
Legal debt margin	<u>\$ 16,266,372</u>	<u>\$ 11,595,435</u>	<u>\$ 10,020,672</u>	<u>\$ 71,840,177</u>
Legal debt margin as a percentage of the debt limit	20.51%	14.68%	12.68%	103.41%
Energy conservation debt limit - 0.90% of assessed value (1)	7,929,708	7,899,832	7,902,693	6,946,820
Amount of Debt Subject to Limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unvoted legal debt margin	<u>\$ 7,929,708</u>	<u>\$ 7,899,832</u>	<u>\$ 7,902,693</u>	<u>\$ 6,946,820</u>
Unvoted legal debt margin as a percentage of the debt limit	100.00%	100.00%	100.00%	100.00%
Unvoted debt limit - 0.10% of taxable valuation (1)	881,079	877,759	878,077	771,869
Amount of Debt Subject to Limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unvoted legal debt margin	<u>\$ 881,079</u>	<u>\$ 877,759</u>	<u>\$ 878,077</u>	<u>\$ 771,869</u>
Unvoted legal debt margin as a percentage of the debt limit	100.00%	100.00%	100.00%	100.00%

Source: Summit County Fiscal Officer and District Financial Records

(1) Ohio Bond Law sets a limit of 9% for overall debt and 1/10 of 1% for unvoted debt.

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<u>\$ 770,662,690</u>	<u>\$ 770,119,100</u>	<u>\$ 727,614,480</u>	<u>\$ 733,422,760</u>	<u>\$ 725,362,500</u>	<u>\$ 741,295,430</u>
<u>69,359,642</u>	<u>69,310,719</u>	<u>65,485,303</u>	<u>66,008,048</u>	<u>65,282,625</u>	<u>66,716,589</u>
-	575,000	1,125,000	1,655,000	2,165,000	2,655,000
-	<u>(394,782)</u>	<u>(382,658)</u>	<u>(420,655)</u>	<u>(407,149)</u>	<u>(338,679)</u>
-	<u>180,218</u>	<u>742,342</u>	<u>1,234,345</u>	<u>1,757,851</u>	<u>2,316,321</u>
<u>\$ 69,359,642</u>	<u>\$ 69,130,501</u>	<u>\$ 64,742,961</u>	<u>\$ 64,773,703</u>	<u>\$ 63,524,774</u>	<u>\$ 64,400,268</u>
100.00%	99.74%	98.87%	98.13%	97.31%	96.53%
6,935,964	6,931,072	6,548,530	6,600,805	6,528,263	6,671,659
-	-	-	-	-	-
<u>\$ 6,935,964</u>	<u>\$ 6,931,072</u>	<u>\$ 6,548,530</u>	<u>\$ 6,600,805</u>	<u>\$ 6,528,263</u>	<u>\$ 6,671,659</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
770,663	770,119	727,614	733,423	725,363	741,295
-	-	-	-	-	-
<u>\$ 770,663</u>	<u>\$ 770,119</u>	<u>\$ 727,614</u>	<u>\$ 733,423</u>	<u>\$ 725,363</u>	<u>\$ 741,295</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2023

Governmental Unit	Gross General Obligation	Percent Applicable to District (1)	Amount Applicable to District
Direct:			
Cuyahoga Falls City School District	\$ 75,220,908	100.00%	\$ 75,220,908
Overlapping:			
Summit County	75,670,000	6.00%	4,540,200
City of Cuyahoga Falls	8,285,000	64.81%	5,369,509
Village of Silver Lakes	85,000	100.00%	85,000
Total overlapping	\$ 84,040,000		\$ 9,994,709
Total direct and overlapping debt	\$ 159,260,908		\$ 85,215,617

Source: Ohio Municipal Advisory County (OMAC)

(1) - Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the District by the total assessed valuation of the government.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL OBLIGATION BONDED DEBT TO TOTAL GENERAL FUND EXPENDITURES
LAST TEN FISCAL YEARS

Fiscal Year	Principal	Interest and Issuance Costs	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures
2023	\$ 3,900,000	\$ 2,322,275	\$ 6,222,275	\$ 59,078,852	10.53%
2022	7,460,000	2,391,386	9,851,386	54,813,449	17.97%
2021	-	1,003,580	1,003,580	55,987,627	1.79%
2020	-	-	-	55,951,663	0.00%
2019	575,000	14,375	589,375	56,592,099	1.04%
2018	550,000	42,500	592,500	53,313,854	1.11%
2017	530,000	66,850	596,850	52,863,357	1.13%
2016	510,000	87,650	597,650	51,901,744	1.15%
2015	490,000	107,650	597,650	49,801,156	1.20%
2014	480,000	124,650	604,650	48,447,884	1.25%

Source: District Financial Records.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

DEMOGRAPHIC STATISTICS
LAST TEN YEARS
2014-2023

Year	Population (1)	Per Capita Income (1)	Personal Income (1)	School Enrollment (2)	Unemployment Rate Summit County (3)
2023	50,655	\$36,039	\$ 1,825,555,545	3,885	3.7%
2022	51,114	\$32,517	1,662,073,938	4,031	4.4%
2021	51,114	\$31,744	1,622,562,816	4,152	5.4%
2020	49,106	\$31,744	1,558,820,864	4,331	4.3%
2019	49,272	\$29,529	1,454,952,888	4,495	4.6%
2018	49,247	\$28,360	1,396,644,920	4,653	5.1%
2017	49,206	\$27,531	1,354,690,386	4,777	5.1%
2016	49,146	\$26,967	1,325,320,182	4,888	5.0%
2015	49,210	\$26,859	1,321,731,390	4,932	5.9%
2014	49,267	\$26,402	1,300,747,334	4,972	7.6%

Sources:

- (1) U.S. Census Estimates for City of Cuyahoga Falls.
 - (2) District Financial Records.
 - (3) Ohio Department of Jobs and Family Services.
- N/A - Information not available.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

PRINCIPAL EMPLOYERS
DECEMBER 31, 2021* AND TEN YEARS AGO

Employer	Nature of Business	2021*			2013		
		Number of Employees	Rank	Percentage of Total Employment	Number of Employees	Rank	Percentage of Total Employment
Associated Bldg Supplies Inc	Manufacturer	1,244	1	4.82%			
Go Jo Industries Inc	Manufacturer	1,037	2	4.02%	934	2	3.66%
City of Cuyahoga Falls	Government	911	3	3.53%	891	4	3.49%
Group Management Service inc	Payroll Services	868	4	3.36%			
Minute Men Select Inc	Payroll Services	692	5	2.68%			
Cuyahoga Falls Board of Education	Education	689	6	2.67%	917	3	3.60%
The Tamarkin Company	Grocer	570	7	2.21%			
Americhem Inc	Manufacturer	446	8	1.73%			
Summit County Board of Education	Education	446	9	1.73%	456	9	1.79%
Woodridge Local School District	Education	402	10	1.56%	490	7	1.92%
Summa Western Reserve Hospitals	Hospital				941	1	3.69%
BTL Payroll	Payroll Services				721	5	2.83%
Associated Materials	Manufacturer				515	6	2.01%
GMRI	Restaurant				482	8	1.89%
The Fred W. Albrecht Company	Grocer				422	10	1.65%
Total		7,305		28.31%	6,769		26.53%
Total Employment within the District		25,800			25,500		

Source: City of Cuyahoga Falls ACFR as of December 31, 2022. Information for December 31, 2023 was not available at the time of the report.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Teaching Staff:										
Regular	233	238	232	229	246	249	264	254	254	253
Special	55	53	53	52	55	51	52	52	47	45
Career and Technical	10	9	9	9	9	9	8	8	8	8
ISGI	9	9	9	14	18	19	26	19	23	25
CTIS	4	4	4	4	3	3	3	3	3	0
Administration:										
District	32	30	31	29	30	28	30	29	31	32
Board Members	5	5	5	5	5	5	5	5	5	5
Auxiliary Positions:										
Guidance Counselors	11	10	10	10	10	10	10	10	10	9
Speech Therapists	4	4	4	4	4	4	4	4	4	4
Media Specialists	3	3	3	3	3	3	3	4	4	4
Psychologists	5	5	5	6	6	6	6	6	6	6
Coordinators	2	2	2	2	2	2	2	1	1	0
Literacy Specialists	3	1	0	0	0	0	0	0	0	0
Support Staff:										
Secretarial/Exempt	31	29	29	29	29	30	32	32	30	31
Parapros/Attendants/Monitors	55	53	54	64	66	67	66	82	75	84
Food Service	19	18	17	37	37	35	37	39	39	39
Custodial/Maintenance	43	41	40	40	40	41	41	42	44	44
Transportation	13	13	13	21	22	23	19	23	22	22
Total Employees	537	527	520	558	585	585	608	613	606	611

Source: Fiscal Year October EMIS Reports.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

CAPITAL ASSET STATISTICS
LAST TEN FISCAL YEARS

	Governmental Activities				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Land	\$ 3,663,085	\$ 3,663,085	\$ 3,696,585	\$ 3,291,427	\$ 1,321,765
Construction in progress	18,199,487	3,314,650	22,600	602,261	-
Land improvements	1,198,726	1,150,388	882,025	883,326	563,270
Buildings and improvements	9,142,797	8,748,260	6,040,499	4,904,545	4,220,771
Improvements other than buildings	99,083	99,083	107,010	114,936	122,863
Furniture and equipment	955,707	1,024,026	1,005,168	699,787	474,235
Vehicles	1,003,969	1,038,450	1,128,242	918,439	1,040,815
Intangible right-to-use assets:					
Lease equipment	117,746	164,844	211,942	-	-
SBITAs	973,044	-	-	-	-
Total Governmental Activities Capital Assets, net	<u>\$ 35,353,644</u>	<u>\$ 19,202,786</u>	<u>\$ 13,094,071</u>	<u>\$ 11,414,721</u>	<u>\$ 7,743,719</u>

	Governmental Activities				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Land	\$ 1,321,765	\$ 1,321,765	\$ 1,321,765	\$ 1,321,765	\$ 1,321,765
Land improvements	399,602	472,405	546,451	600,065	677,619
Buildings and improvements	4,456,134	4,505,324	4,884,066	5,268,707	5,405,391
Improvements other than buildings	130,790	135,321	143,248	151,175	132,393
Furniture and equipment	459,172	559,064	443,068	434,256	423,369
Vehicles	916,191	695,971	831,707	295,740	216,355
Intangible right-to-use assets:					
Leased equipment	-	-	-	-	-
SBITAs	-	-	-	-	-
Total Governmental Activities Capital Assets, net	<u>\$ 7,683,654</u>	<u>\$ 7,689,850</u>	<u>\$ 8,170,305</u>	<u>\$ 8,071,708</u>	<u>\$ 8,176,892</u>

Source: District financial records.

Note: Amounts above are presented net of accumulated depreciation/amortization.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

CAPITAL ASSET STATISTICS - (Continued)
LAST TEN FISCAL YEARS

DeWitt Elementary School

425 Falls Ave., Cuyahoga Falls, Ohio 44221

Constructed in 1968
Total Building Square Footage: 50,520
Total Acres: 3.59

Preston Elementary School

800 Tallmadge Rd., Cuyahoga Falls, Ohio 44221

Constructed in 1958
Total Building Square Footage: 39,578
Total Acres: 14.20

Richardson Elementary School

2226 23rd St., Cuyahoga Falls, Ohio 44223

Constructed in 1951
Total Building Square Footage: 48,411
Total Acres: 10

Schnee Learning Center

2222 Issaquah St., Cuyahoga Falls, Ohio 44221

Constructed in 1961
Total Building Square Footage: 40,724
Total Acres: 6.38

Bolich Middle School

2630 13th St., Cuyahoga Falls, Ohio 44223

Constructed in 1953
Total Building Square Footage: 96,768
Total Acres: 35

Cuyahoga Falls High School

2300 4th St., Cuyahoga Falls, Ohio 44221

Constructed in 1922
Total Building Square Footage: 299,931
Total Acres: 9.9

Cuyahoga Falls City School District Central Offices

431 Stow Ave., Cuyahoga Falls, Ohio 44221

Constructed in 1960
Total Building Square Footage: 4,545
Total Acres: 9.9 - Part of HS

Lincoln Elementary School

3131 W. Bailey Rd., Cuyahoga Falls, Ohio 44221

Constructed in 1930
Total Building Square Footage: 62,203
Total Acres: 7.39

Elizabeth Price Elementary School

2610 Delmore St., Cuyahoga Falls, Ohio 44221

Constructed in 1953
Total Building Square Footage: 36,585
Total Acres: 8.27

Silver Lake Elementary School

2970 Overlook Rd., Silver Lake, Ohio 44224

Constructed in 1927
Total Building Square Footage: 37,606
Total Acres: 7.50

Newberry Elementary School

2800 13th St., Cuyahoga Falls, Ohio 44223

Constructed in 1956
Total Building Square Footage: 42,774
Total Acres: 10

Roberts Middle School

3333 Charles St., Cuyahoga Falls, Ohio 44221

Constructed in 1968
Total Building Square Footage: 75,249
Total Acres: 14.85

Cuyahoga Falls City School District Bus Garage

2834 Vincent St., Cuyahoga Falls, Ohio 44221

Constructed in 1955
Total Building Square Footage: 23,901
Total Acres: 3.03

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Expenses	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio
2023	\$ 66,499,751	3,885	\$ 17,117	24.91%	339	11.5
2022	55,237,430	4,031	13,703	-10.92%	329	12.3
2021	63,867,074	4,152	15,382	8.15%	322	12.9
2020	61,613,980	4,332	14,223	-3.55%	327	13.2
2019	63,867,074	4,331	14,746	7.58%	341	12.7
2018	61,613,980	4,495	13,708	16.75%	348	12.9
2017	54,637,762	4,653	11,741	78.62%	367	12.7
2016	31,402,336	4,777	6,574	-48.02%	360	13.3
2015	61,814,260	4,888	12,645	10.12%	355	13.8
2014	56,639,525	4,932	11,484	4.02%	340	14.5

Source: District Records.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

TEACHER STATISTICS
JUNE 30, 2023

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>	<u>Pay Range</u>
Bachelor's Degree	98	28.91%	\$39,962 - \$75,928
Master's Degree	239	70.50%	\$43,958 - \$83,920
Ph.D.	2	0.59%	\$47,555 - \$85,119
	<u>339</u>	<u>100.00%</u>	

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5	47	13.86%
6 - 10	90	26.55%
11 and over	202	59.59%
	<u>339</u>	<u>100.00%</u>

Source: District Personnel Records

(1) The salary schedule contained in the current teachers' union collective bargaining agreement does not recognize degrees less than a bachelor's.

**CUYAHOGA FALLS CITY
SCHOOL DISTRICT**
SUMMIT COUNTY, OHIO

SINGLE AUDIT

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2023**

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

TABLE OF CONTENTS

Schedule of Expenditures of Federal Awards.....	1
Notes to the Schedule of Expenditures of Federal Awards 2 <i>CFR</i> 200.510(b)(6).....	2
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With <i>Government Auditing Standards</i>	3 - 4
Independent Auditor’s Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance and on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance.....	5 - 7
Schedule of Findings 2 <i>CFR</i> § 200.515.....	8

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM/CLUSTER TITLE	ASSISTANCE LISTING NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER / ADDITIONAL AWARD IDENTIFICATION	TOTAL EXPENDITURES OF FEDERAL AWARDS
U.S. DEPARTMENT OF AGRICULTURE			
<i>Passed Through the Ohio Department of Education</i>			
Child Nutrition Cluster:			
School Breakfast Program	10.553	2023	\$ 285,910
National School Lunch Program	10.555	2022	690,094
National School Lunch Program	10.555	2023	794,797
COVID-19 - National School Lunch Program	10.555	COVID-19, 2023	101,597
National School Lunch Program - Food Donation	10.555	2023	190,477
Total National School Lunch Program			<u>1,776,965</u>
Total Child Nutrition Cluster			<u>2,062,875</u>
COVID-19 - State Pandemic Electronic Benefit Transfer (P-EBT) Administrative Costs Grant	10.649	COVID-19, 2023	3,135
Total U.S. Department of Agriculture			<u>2,066,010</u>
U.S. DEPARTMENT OF THE TREASURY			
<i>Passed Through the Ohio Office of Budget and Management</i>			
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds - School Safety Round #3	21.027	COVID-19	18,741
Total U.S. Department of the Treasury			<u>18,741</u>
U.S. DEPARTMENT OF EDUCATION			
<i>Passed Through the Ohio Department of Education</i>			
Title I Grants to Local Educational Agencies	84.010A	84.010A, 2022	903
Title I Grants to Local Educational Agencies	84.010A	84.010A, 2023	638,247
Title I Grants to Local Educational Agencies - Non-competitive, Supplemental School Improvement	84.010A	84.010A, 2023	94,463
Title I Grants to Local Educational Agencies - Expanding Opportunities for Each Child Non-competitive Grant	84.010A	84.010A, 2023	23,397
Total Title I Grants to Local Educational Agencies			<u>757,010</u>
Special Education Cluster (IDEA):			
Special Education Grants to States (IDEA, Part B)	84.027A	84.027A, 2023	1,064,904
COVID-19 - Special Education Grants to States (IDEA, Part B) - ARP	84.027X	COVID-19, 84.027X, 2023	95,853
Total Special Education Grants to States (IDEA, Part B)			<u>1,160,757</u>
<i>Consortium Amount Passed/Transferred to Summit County Educational Service Center</i>			
Special Education Preschool Grants (IDEA, Preschool)	84.173A	84.173A, 2023	19,045
Total Special Education Cluster (IDEA)			<u>1,179,802</u>
English Language Acquisition State Grants	84.365A	84.365A, 2022	22,356
English Language Acquisition State Grants	84.365A	84.365A, 2023	38,979
Total English Language Acquisition State Grants			<u>61,335</u>
Supporting Effective Instruction State Grants	84.367A	84.367A, 2022	29,897
Supporting Effective Instruction State Grants	84.367A	84.367A, 2023	91,178
Total Supporting Effective Instruction State Grants			<u>121,075</u>
Student Support and Academic Enrichment Program	84.424A	84.424A, 2022	484
Student Support and Academic Enrichment Program	84.424A	84.424A, 2023	47,197
Total Student Support and Academic Enrichment Program			<u>47,681</u>
COVID-19 - Elementary and Secondary School Emergency Relief (ESSER II) Fund	84.425D	COVID-19, 84.425D, 2023	75,977
COVID-19 - Elementary and Secondary School Emergency Relief Fund - ARP ESSER	84.425U	COVID-19, 84.425U, 2023	2,204,403
Total Education Stabilization Fund			<u>2,280,380</u>
<i>Passed Through the Six District Educational Compact</i>			
Career and Technical Education - Basic Grants to States	84.048	2022	29,232
Career and Technical Education - Basic Grants to States	84.048	2023	36,832
Total Career and Technical Education - Basic Grants to States			<u>66,064</u>
Total U.S. Department of Education			<u>4,513,347</u>
Total Federal Financial Assistance			<u>\$ 6,598,098</u>

The accompanying notes are an integral part of this schedule.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 1 – BASIS OF PRESENTATION & SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the Cuyahoga Falls City School District under programs of the federal government for the fiscal year ended June 30, 2023 and is prepared in accordance with the cash basis of accounting. 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 Cuyahoga Falls City School District, it is not intended to and does not present the financial position or changes in net position of the Cuyahoga Falls City School District. Such expenditures are recognized following cost principles contained in Uniform Guidance wherein certain types of expenditures may or may not be limited to as to reimbursement.

NOTE 2 – DE MINIMIS COST RATE

CFR Section 200.414 of the Uniform Guidance allows a non-federal entity that has never received a negotiated indirect cost rate to charge a de minimis rate of 10% of modified total direct costs to indirect costs. The Cuyahoga Falls City School District has not elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE 3 - CHILD NUTRITION CLUSTER

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

NOTE 4 – FOOD DONATION PROGRAM

The Cuyahoga Falls City School District reports commodities consumed on the Schedule at the entitlement value. The Cuyahoga Falls City School District allocated donated food commodities to the respective program that benefitted from the use of those donated food commodities.

NOTE 5 – PASS THROUGH GRANTS

The Cuyahoga Falls City School District was awarded federal program allocations to be administered on their behalf by the Summit County Educational Service Center. For fiscal year 2023, the Cuyahoga Falls City School District's allocation was as follows: Special Education_Preschool Grants (IDEA, Preschool) (ALN 84.173A) \$19,045.

**Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other
Matters Based on an Audit of Financial Statements Performed in Accordance With
*Government Auditing Standards***

Cuyahoga Falls City School District
Summit County
431 Stow Avenue
Cuyahoga Falls, OH 44221

To the Members of 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Cuyahoga Falls City School District, Summit County, Ohio, as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Cuyahoga Falls City School District’s basic financial statements, and have issued our report thereon dated December 29, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Cuyahoga Falls City School 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 Cuyahoga Falls City School District’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Cuyahoga Falls City School 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 Cuyahoga Falls City School 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.

Cuyahoga Falls City School District
Summit County

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters
Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Cuyahoga Falls City School 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 Cuyahoga Falls City School 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 Cuyahoga Falls City School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Julian & Grube, Inc.
December 29, 2023

**Independent Auditor’s Report on Compliance for Each Major Federal Program
and on Internal Control Over Compliance and on the Schedule of Expenditures of Federal Awards
Required by the Uniform Guidance**

Cuyahoga Falls City School District
Summit County
431 Stow Avenue
Cuyahoga Falls, OH 44221

To the Members of the Board of Education:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Cuyahoga Falls City School District’s 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 the Cuyahoga Falls City School District’s major federal programs for the fiscal year ended June 30, 2023. The Cuyahoga Falls 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, the Cuyahoga Falls 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 fiscal year ended June 30, 2023.

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; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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 Cuyahoga Falls City School 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 major federal program. Our audit does not provide a legal determination of the Cuyahoga Falls City School District’s compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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 Cuyahoga Falls City School 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 Cuyahoga Falls City School 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 generally accepted auditing standards, *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 Cuyahoga Falls City School District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *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 Cuyahoga Falls City School 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 Cuyahoga Falls City School 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 Cuyahoga Falls City School 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 a 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.

Cuyahoga Falls City School District
Summit County
Independent Auditor's Report on Compliance for Each Major Federal Program
and on Internal Control Over Compliance and on the Schedule of Expenditures of Federal Awards
Required by the Uniform Guidance

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 that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Cuyahoga Falls City School District, as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Cuyahoga Falls City School District's basic financial statements. We issued our report thereon dated December 29, 2023, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Julian & Grube, Inc.
December 29, 2023

**CUYAHOGA CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2023**

1. SUMMARY OF AUDITOR'S RESULTS		
<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unmodified
<i>(d)(1)(ii)</i>	<i>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any reported material noncompliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weaknesses reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any significant deficiencies in internal control reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Programs' Compliance Opinion</i>	Unmodified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under 2 CFR §.516(a)?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Programs (listed):</i>	COVID-19 – Education Stabilization Fund (ALN 84.425); Special Education Cluster (IDEA); and Title I Grants to Local Educational Agencies (ALN 84.010)
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: >\$750,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee under 2 CFR § 200.520?</i>	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

OHIO AUDITOR OF STATE KEITH FABER



CUYAHOGA FALLS CITY SCHOOL DISTRICT

SUMMIT 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 3/26/2024

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

This report is a matter of public record and is available online at
www.ohioauditor.gov