

# Nordonia Hills City School District Northfield, Ohio



*“Inspiring every student to value learning, community and excellence.”*

Annual Comprehensive Financial Report  
For the Fiscal Year Ended June 30, 2025





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Board of Education  
Nordonia Hills City School District  
9370 Olde Eight Road  
Northfield, Ohio 44067

We have reviewed the *Independent Auditor's Report* of the Nordonia Hills City School District, Summit County, prepared by Zupka & Associates, for the audit period July 1, 2024 through June 30, 2025. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

KEITH FABER  
Ohio Auditor of State

Tiffany L. Ridenbaugh, CPA, CFE, CGFM  
Chief Deputy Auditor

**April 09, 2026**

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# Nordonia Hills City School District

Northfield, Ohio

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Annual Comprehensive Financial Report  
For the Fiscal Year Ended June 30, 2025



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Prepared by:  
Treasurer's Office  
Kyle Kiffer, Treasurer/CFO

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**NORDONIA HILLS**  
CITY SCHOOL DISTRICT

# Introductory Section

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**Nordonia Hills City School District**  
*Annual Comprehensive Financial Report*  
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## **Nordonia Hills City School District**

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Casey G. Wright, Superintendent · [www.nordoniaschools.org](http://www.nordoniaschools.org)

December 22, 2025

Board of Education Members and  
Residents of Nordonia Hills City School District

It is our privilege to present the Annual Comprehensive Financial Report (ACFR) of the Nordonia Hills City School District for the fiscal year ended June 30, 2025. This ACFR ensures the School District's compliance with Ohio Administrative Code Section 117-2-03(B) and Ohio Revised Code Section 117.38. These regulations require school districts to report on a Generally Accepted Accounting Principles (GAAP) basis and file an unaudited annual financial report with the Auditor of State within 150 days of the fiscal year's end.

The management of the School District assumes full responsibility for the completeness and reliability of the information contained within this ACFR. This assurance is grounded in a comprehensive framework of internal controls that have been established to ensure the integrity of the financial data. While the cost of internal controls should not exceed their anticipated benefits, the controls are designed to provide reasonable, rather than absolute, assurance that the financial statements are free from material misstatement. All necessary disclosures have been included to enable readers to gain a clear understanding of the School District's financial operations and position.

This report provides comprehensive financial information to the taxpayers, bond rating agencies, and other interested stakeholders, thereby ensuring transparency and accountability. It is designed to meet the School District's responsibility to provide clear and accurate financial reporting to the public.

Copies of this report are available at the School District's central offices and can also be accessed on the School District's website, [www.nordoniaschools.org](http://www.nordoniaschools.org).

Ohio law requires independent audits to be performed on all financial operations of the School District, either by the Auditor of State or an independent public accounting firm (IPA) if permitted by the Auditor of State. The IPA firm Zupka & Associates rendered an opinion on the School District's financial statements as of June 30, 2025, and the Independent Auditor's Report on the basic financial statements is included in the financial section of this report.

Management's Discussion and Analysis (MD&A) follows the Independent Auditor's Report and offers a narrative overview, introduction, and detailed analysis of the School District's basic financial statements. The MD&A complements this transmittal letter and should be read in conjunction with it for a fuller understanding of the School District's financial condition and activities.

### **School District Organization**

Nordonia Hills City School District is one of 611 school districts in Ohio and one of 17 in Summit County. The School District is located in the northern tip of historical Summit County and serves the communities of Northfield Center, Northfield Village, Macedonia, Sagamore Hills, and part of Boston Heights. The area is accessible via Interstates 80, 271, 480, and State Routes 8 and 82, with major hospitals, Cleveland Hopkins International Airport, and over 20 institutions of higher education within a 30-minute drive. The School District's communities are primarily suburban-residential, with a population exceeding 32,000, ranging from middle- to upper-income households.

The municipalities of Macedonia, Northfield Center, Northfield Village, and Sagamore Hills today occupy the boundaries of what was once known as "Olde Northfield Township," established in 1819. The area, part of the Connecticut Western Reserve, originally spanned approximately 28 square miles. Over time, population growth and development led to the formation of Macedonia Village in 1912, Sagamore Hills Township in 1932, and Northfield Center in 1935, following the reorganization and separation of communities.

The School District's educational roots date back to a one-room log schoolhouse built in 1827. The first Macedonia school was established in 1833, and by 1881, identical "Old Brick Schools" were built in both Macedonia and Northfield. School centralization began in 1908, with full consolidation in 1948. The School District experienced peak enrollment of 5,700 students in 1971 before declining to 2,800 in 1991. Following a period of growth, the School District now educates 3,224 pupils as of June 2025, according to the State Foundation report.

The School District operates six schools: Ledgeview Elementary (K-4), Northfield Elementary (K-4), Rushwood Elementary (K-4), Lee Eaton Elementary (5-6), Nordonia Middle School (7-8), and Nordonia High School (9-12). Enrollment is projected to decline over the next decade, consistent with trends seen across Ohio and Northeast Ohio.

The Board of Education consists of five members elected at large by the citizens of the School District. The Board functions as the taxing authority, contracting body, and policy initiator for District operations. It oversees the adoption of the tax budget, the annual operating budget, and the approval of all District expenditures. The Board operates as an independent unit of government, governed by the Ohio Constitution and statutes enacted by the Ohio General Assembly through the Ohio Department of Education and Workforce, and directly approves all personnel-related expenses.

The Superintendent serves as the Chief Executive Officer, responsible to the Board for the School District's educational and support operations. The Board appointed Mr. Casey Wright as the School District's new Superintendent in 2023. Mr. Wright has been with the School District approaching two decades, serving as the High School Assistant Principal, High School Principal, Director of Business Services, and now Superintendent. He also brings eight years of experience as an educator and administrator in another Northeast Ohio district.

The Treasurer, as the District's Chief Financial Officer, is responsible for maintaining financial records, issuing payments, safeguarding funds, investing idle resources, and serving as Secretary to the Board. The School District hired Mr. Kyle Kiffer as its new Treasurer on August 1, 2023. Mr. Kiffer brings experience from his nine years with the Ohio Auditor of State's Office, two years as an Assistant Treasurer at a local school district, and three years as a Treasurer/CFO at another district.

## **Reporting Entity**

The School District has reviewed its reporting entity definition to ensure compliance with the Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity," Statement No. 39, "Determining Whether Certain Organizations Are Component Units," and Statement No. 61, "The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34." In determining the appropriate financial reporting structure, management evaluated all agencies, departments, and organizations that comprise the School District (the primary government) and any potential component units. Based on this evaluation, the School District is not considered a component unit, nor does it have any component units that require inclusion in its financial statements.

The City of Macedonia, Sagamore Hills Township, Northfield Center, Northfield Village, Village of Boston Heights, Summit County Public Library, Parent Teacher Organizations, and the Nordonia Hills School Foundation are not included in the School District's financial statements. These entities are not governed by the School District, nor are they fiscally dependent upon it. However, the School District maintains strong ties and collaborative relationships with these communities and organizations.

The School District’s relationships with entities such as the Northeast Ohio Network for Educational Technology (NEOnet), the Ohio Schools Council, the Cuyahoga Valley Career Center, and the Stark County Schools Council of Governments are reported as jointly governed organizations and a risk-sharing pool. Statutorily, the School District operates in accordance with the standards set forth by the Ohio Department of Education and Workforce under division (D) of Section 3301.07 of the Ohio Revised Code, ensuring that educational services meet the requirements of both State and Federal agencies.

### **Economic Condition and Outlook**

The School District is strategically positioned between the metropolitan areas of Akron and Cleveland, providing residents with access to a broad spectrum of cultural, educational, and economic resources. Proximity to three major public universities — The University of Akron, Cleveland State University, and Kent State University—offers residents enhanced educational opportunities and fosters partnerships that benefit the community.

The communities within the School District, particularly the City of Macedonia, continue to cultivate a business-friendly environment that encourages economic growth and investment. A diverse mix of small businesses, regional employers, and larger industrial operations contributes to a resilient local economy. Ongoing development initiatives led by local governments further enhance commercial and employment opportunities for residents.

As of March 2025, the regional labor market remains robust:

- Ohio unemployment rate: 4.8%
- National unemployment rate: 4.2%
- Summit County unemployment rate: 4.4%

While specific unemployment data for the individual communities within the Nordon Hills City School District is not available, these regional figures indicate a generally healthy and stable employment environment.

From a financial perspective, the majority of the School District’s total operating revenue is derived from local property tax collections. Consequently, the financial stability of the School District is closely tied to the strength of the local tax base. Property tax rates are certified by the Summit County Fiscal Office and approved by the Board of Education, ensuring that funding aligns with the School District’s strategic goals and budgetary requirements.

### **Employee Relations**

The School District currently employs a little under 500 full-time equivalent staff members. Two labor organizations represent these employees for collective bargaining purposes. Certificated employees, such as teachers and educational specialists, are represented by the Nordon Hills Education Association (NHEA). Support staff, which includes cooks, custodians, maintenance personnel, educational aides, and clerical staff, are represented by the Ohio Association of Public School Employees Local 246 (OAPSE).

### **Services Provided**

#### **Business Department**

The School District offers a broad range of educational and support services, as required by the Ohio Revised Code and Board directives, to meet the diverse needs of its students and community. These services include comprehensive academic programs, special education, and student support initiatives aimed at fostering student achievement and well-being.

To ensure safe and efficient transportation for students, the School District contracts with Petermann for pupil transportation services. Petermann provides reliable transportation to and from school, ensuring that students arrive safely and on time.

In addition to its transportation services, the School District has made significant investments in maintaining and improving its facilities. The School District has allocated nearly \$1.4 million for extensive roof replacements at several school buildings, including Northfield Elementary, Rushwood Elementary, Lee Eaton Intermediate School, and Nordonia High School. During fiscal year 2025, work continued on these projects which address critical infrastructure needs, ensuring that portions of the roof systems in each building are replaced to maintain safe, secure, and weatherproof learning environments for students and staff.

Furthermore, the School District utilized grant funding to enhance safety measures across its schools. One key initiative that took place during fiscal year 2025 was the installation of safety film on exterior entryways, which provides an additional layer of security by reinforcing glass surfaces. Additionally, in the prior school year the School District installed the Centegix safety alert system in all school buildings. This advanced alert system enhances the School District's emergency preparedness by allowing staff to quickly and effectively communicate during critical situations, significantly improving the safety and security protocols throughout the School District.

These investments reflect the School District's ongoing commitment to maintaining a secure, well-functioning learning environment while effectively managing resources and leveraging available funding opportunities to support student and staff safety.

The School District is deeply committed to ensuring the safety and well-being of all its students, staff, and community members. Recognizing the critical importance of fostering a secure and supportive educational environment, the School District took a significant step forward in fiscal year 2024 by formalizing partnerships with local law enforcement agencies. The Board of Education entered into agreements with the City of Macedonia, Sagamore Hills Township, the Village of Northfield, and the Summit County Sheriff's Department to provide School Resource Officers (SROs) for our educational facilities.

These agreements bring highly trained, dedicated officers into our schools to offer an additional layer of security, promote a safe atmosphere, and build positive relationships with students and staff. The presence of SROs not only enhances the School District's emergency response capabilities but also creates a proactive approach to safety, with officers serving as mentors, role models, and liaisons between the schools and local law enforcement.

The School District welcomes and values these partnerships, which reflect a collaborative effort to prioritize the well-being of our school communities. By working closely with local law enforcement, the School District ensures that students, staff, and families benefit from a safer, more secure learning environment. We extend our gratitude to the City of Macedonia, Sagamore Hills Township, the Village of Northfield, and the Summit County Sheriff's Department for their unwavering commitment to supporting the safety and success of our students through this vital initiative.

### **Food Service**

The School District fulfills its food service responsibilities to the students of Nordonia Hills through in-house management and staff. In fiscal year 2025, under the National School Lunch Program, the District served a total of 217,629 lunches and 41,526 breakfasts. This program ensures that students receive nutritious meals, supporting their health and academic success while adhering to federal nutrition guidelines.

## **Pupil Services**

In addition to transportation and school lunch support services offered to children in the School District, guidance, special education and health services are available free of charge. Guidance services support the school environment and are designed to help students achieve a well-adjusted social life. Special education services, including school psychology services, are provided to all Federal disability categories ranging from preschool-age students through high school. The School District provides medical support staff through Akron Children's Hospital who are committed to meeting the daily health care needs of all students, as well as the long-term needs of children with chronic illnesses. The School District also offers clinical counseling available during the school day so that students and families can access a higher level of mental health support.

At the center of the School District's services are the instructional programs. The School District offers regular instructional programs daily to students in preschool to grade twelve. The School District served approximately 520 identified students who needed specially designed programs. These students received services through a wide array of special education programs offered in the School District.

The School District also hosts a Special Olympics Field Day each year. During this event, students with significant disabilities from over 13 school districts participate in running and field events. Last year we had over 300 student athletes participating. It is truly an amazing event every single year.

## **Information Technology**

The Nordon Technology Department is implementing a new network infrastructure to improve internet speed, security, and reliability across all school campuses. The project involves replacing outdated hardware, implementing high-speed fiber connections, and enhancing cybersecurity measures. The School District is also focusing on future-proofing the network to support increased device usage, cloud-based learning tools, and digital testing requirements. Collaboration with district leadership, IT staff, and external vendors ensures the new infrastructure will meet educational and operational needs for years to come.

The School District is also making strategic investments to bolster its cybersecurity posture, with continued support from its ITC partner, NEOnet. These investments include purchasing advanced threat detection systems, securing cloud-based services, and expanding data backup and recovery capabilities. Funding has also been allocated for cybersecurity training programs to increase awareness among staff and students. By working closely with NEOnet, the district is ensuring that these investments are aligned with industry best practices and tailored to the unique needs of a K-12 educational environment.

## **Educational Services**

The Nordon Hills City School District is committed to providing a wide range of educational services that support student development, engagement, and success. These efforts include initiatives focused on harassment and violence prevention, academic support, and the use of both district-wide and state-mandated assessments to inform instruction and measure student growth. Enrichment opportunities such as college fairs, leadership experiences, and interest-based field trips are also offered to inspire students beyond the classroom. The School District coordinates meaningful events including Unity Week, the Cleveland Browns Stay in the Game Attendance initiative, and Safe Decisions Week, and regularly invites guest speakers to promote academic excellence, safety, and overall student well-being. In collaboration with parents, students, and community members, the School District works to address individual student needs and advance academic achievement. Significant observances, such as the Month of Service and Education for All Month, are recognized and celebrated. Furthermore, the School District is dedicated to cultivating future educators—including current students with aspirations to teach—and supporting Nordon teachers as part of its continued efforts toward *Building Stability, Optimizing Resources, and Achieving Success* for all.

## **Curriculum**

Academically, the School District exceeds or significantly exceeds state expectations. The Ohio Department of Education and Workforce released the 2024-2025 Local Report Cards in September. The state report cards use a 1-5 Star rating system. Under the recent rating system, the Nordon Hills City School District earned an overall 4.0-star rating. This puts Nordon in the top quarter of school districts in the State of Ohio. We are incredibly proud of our staff and students for their hard work and grateful for the supportive families who encourage and guide their children.

The Class of 2025 had 110 students awarded the Ohio Diploma with Honors, 136 graduated with distinction (3.75 GPA), 65 graduated with merit (3.35 GPA), and 36 students received the Superintendent Award by being in the top ten percent of the graduating class. At the Superintendent Awards, one additional student was awarded the Portrait of a Knight Award. There were 17 AP scholars, with 7 students receiving an AP Capstone Diploma.

For the 2025 Advanced Placement classes taught at Nordon, 392 students took 779 exams to successfully complete their program. 28 Advanced Placement Courses offered: 2D Art and Design, 3D Art and Design, AP Biology, AP Calculus AB, AP Calculus BC, AP Chemistry, AP Comparative Government and Politics, AP Computer Science A, AP Computer Science Principles, AP Drawing, AP English Language and Composition, AP English Literature and Composition, AP Environmental, AP German Language and Culture, AP Human Geography, AP Macroeconomics, AP Microeconomics, AP Physics 1, AP Physics 2, AP Precalc, AP Psychology, AP Research, AP Seminar, AP Spanish and Culture, AP Statistics, AP U.S. Government and Politics, AP U.S. History, and AP World History: Modern. 1 Pre-AP Course offered: Pe-AP English 1.

## **Nordon High School**

Participation in performing and visual arts inspires students' creativity, problem-solving, and critical-thinking skills. Synergy and Momentum, our A Cappella groups, were selected as featured performers at the National A Cappella Festival. The A Cappella program released their 7th studio album, "Horizons." One of Synergy's tracks from their released album, "Safe In Sound," was selected to appear on the "Best Of High School A Cappella" recording, a compilation of the best high school a cappella from around the country. Students are also planning the 16th Annual Nordon A Cappella Festival. This festival invited professional artists worldwide to work one on one with visiting school groups. Schools in attendance ranged from around Ohio, Kentucky, and even as far away as Wisconsin, Arkansas, and North Carolina. This is an educational opportunity for our students, serves as a way of helping them give back to the a cappella community, and brings positive attention to Nordon from around the country.

The Symphonic Chorale, Bel Canto, and Vox Fortis all received Superior ratings at the Ohio Music Education Association (OMEA) District and State contests held in the spring of 2025. They also served as the site host for the Northeast Ohio Region for District Contest. They hosted 37 choirs over two days from around Northeast Ohio. Their service to music education and their fellow students in other districts, as well as their professionalism and courtesy, was appreciated and noted by all directors visiting with their choirs and several parents from other schools.

The Nordon Marching Band earned a Superior rating at the OMEA State Marching Band Finals for the 12th year in a row, also taking home awards for Best Percussion and Best Music along the way. This year also brought the return of Indoor Winter Guard and Indoor Drumline, with the Drumline earning 1st place in their class at the Firestone High School competition. Over 130 middle and high school band students joined together and performed at the Lake Erie Monsters hockey game. This is the largest group we've ever had at the event. To top it off, the NAMM Foundation once again recognized the Nordon School District as a Best Community for Music Education, marking the second year in a row for this honor.

Nordonia Drama had a jam-packed year last year!! In the fall, Drama presented *Little Women* as the Fall Play and added, for the first time, a Fall Musical to their schedule. The cast dazzled audiences with *Little Shop of Horrors*, which was a dream come true for Director Chris Simmons to produce. In the Spring, our students continued to creep and crawl on the stage in the production *The Addams Family*. Over 100 students participated by either starring on stage or working on crews, as technicians, scenic artists, costume designers, make-up artists, and musicians. Nordonia Drama was once again a participating school in the 2025 Dazzle Awards presented through Playhouse Square, with students participating in their educational master classes throughout the year and performing on stage at the State Theatre at the end of the year ceremony. Our production of *The Addams Family* received a nomination for Best Ensemble and Best Technical Execution. While we did not bring home any awards, it was an honor to be recognized alongside the fantastic talent of Northeast Ohio high school musical theater.

The Nordonia Hills High School physical education and health department offered nine electives in the 2024-2025 school year in addition to the required health and physical education classes for graduation. 682 ninth through twelfth-grade students enrolled in courses offered by the Nordonia High School PE and Health Department, including: Lifetime Fitness, TeamMates (Adapted PE), Recreational Sports, Team Sports, Basketball, Health Careers, Cadet Core, and Mindful Wellness and Yoga. The PE department also continued to offer Sports Officiating, where students receive training to become basketball referees and ultimately serve as referees for our local Nordonia Youth Basketball (NYB) and Nordonia Hills Athletic Association (NHAA) programs. Students also have the opportunity to earn their Class 3 Officiating license through the OHSAA.

The Nordonia Hills High School Family and Consumer Science department offered 7 electives in the 2024-2025 school year. We offered Life Choices, Child Development, Foods with Flair, Careers in Design, Science of Cooking, Gourmet Foods and Life on Your Own. Within these classes, we focus on the well-being of individuals, families, and communities. It combines practical life skills with academic knowledge to prepare students for personal success, healthy living, and responsible citizenship.

All high school students are required to have 20 community service hours completed and documented to graduate. The class of 2025 completed more than 19,500 hours of community service.

The Senior Job Shadow Program provided a unique opportunity for seniors in the class of 2025 to get out of the classroom and into the real world. For the final three weeks of their school year, 164 students went into the community to investigate various jobs. This program creates a partnership with our community, allowing businesses to connect with our students and providing students with an opportunity to gain firsthand experience in a career of interest to them.

### **High School Athletics**

The School District would like to thank everyone who contributes to the success of our athletic program. A special thanks to the Athletic Boosters for their ongoing financial support. During the 2024-2025 school year, our student-athletes excelled both academically and athletically, showcasing their dedication on the field, court, course, lanes, rink, and in the pool.

Our **Varsity Football team** advanced to the OHSAA playoffs for the fourth consecutive season, finishing the year with an 10-3 record and making it to the OHSAA Regional Semifinals.

Our **Girls Varsity Golf team** advanced to the OHSAA District Tournament for the fifth straight season.

Our **Girls Varsity Volleyball team** advanced to the OHSAA District Tournament. They finished as District Runner-up.

The **Boys Varsity Basketball team** advanced to the OHSAA District Tournament. They finished as District Runner-up.

Our **Varsity Hockey team** earned a spot in the Greater Cleveland High School Hockey League Baron Cup Tournament. The team advanced all the way to the Baron Cup final game before falling and earning a tournament runner-up finish.

The **Girls Softball team** advanced to the OHSA District Tournament before being defeated in the district championship game to finish a runner-up.

In **Track & Field**, Nordonia advanced four athletes to the OHSA State Track and Field Meet. One male and one female pole vaulter each earned All Ohio honors.

Our **Varsity Boys Volleyball team** finished the season 20-7 and made it all the way to the OHSA State Final Four. The team accomplished this feat in only their third year of existence.

Not only did our student-athletes shine in their sports, but they also demonstrated excellence in the classroom. The 818 students who participated in athletics maintained an impressive average GPA of 3.764 during their respective seasons. The 818 students participating was an increase from 747 in the previous school year.

### **Nordonia Middle School**

Nordonia Middle School students can earn high school credit in Algebra I, Geometry, Health, and Spanish I. During the 2024-25 academic year, 125 students earned a High School credit in Math (Algebra I or Geometry), 60 Students earned a High School Credit in Spanish I, and 125 students earned their High School Health credit, for a total of 310 HS Credits earned by our students. We continue to see steady growth across the board academically as our students garnered Proficient ratings in 3 of our seven tested areas.

Nordonia Middle School offers activities and leadership opportunities for students through groups such as Student Council, Power of the Pen, Science Olympiad, office aides, student aides, Youth to Youth, Drama Club, Interact Club, PTSA, and GIRLS Club. During the 2024-2025 school year, both our 7<sup>th</sup> and 8<sup>th</sup>-grade Choirs earned Superior ratings at OMEA, as well as our 7<sup>th</sup> and 8<sup>th</sup> grade Bands earning Superior ratings at the OMEA competition. Not to be outdone, Science Olympiad and Power of the Pen students qualified to compete at the State level.

The Middle School continues to expand STEM opportunities through (PTLW) for seventh and eighth-grade students. PTLW courses offered now include Robotics, Flight and Space (2021-22), Medical Detectives (2023-24), and Computer Science (2022-23). Two courses per year are offered rotating to provide students access to multiple courses over their two years at the Middle School.

### **Lee Eaton Intermediate School**

Lee Eaton Intermediate is a transitional building with transitional and introductory programming for extracurricular activities. We have a student council that consists of one representative from each of our 19 homerooms. The leadership team within the student council is voted upon by those representatives under the guidance of a club advisory team consisting of two teachers. This organization is responsible for their own fundraising and sustainability. We also offer several other activities such as a bowling club, sixth grade band and choir, Young Rembrandts art club, and Genesis a capella group. We have added an additional leadership group titled Knights of the Round Table. The Knights of the Round Table are those '*knights*' or students that show that they are a positive influence and presence on a daily basis. They demonstrate that they are positive and creative thinkers and it is obvious during the school day. They are flexible and make appropriate adjustments when things may not go their way. These are the students that build strong positive relationships across the building as they work to support themselves, their peers, and their school community. The Knights of the Round Table support the Portrait of a Knight.

Lee Eaton continues to expand STEM opportunities through fifth and sixth grade through our Design and Modeling classes developed with PTLW. These opportunities are a part of the Encore rotation and all students participate for one quarter of the school year. Lee Eaton is also a Purple Star Award winner through 2025. We have an active PTA that is extremely supportive of our school community. We are also a recipient of a 5 Star Rating by the Ohio Department of Education and Workforce for our school community. Our comprehensive intervention implementation fully supports our strong Multi-tiered system of support (MTSS).

### **Ledgeview Elementary School**

Ledgeview Elementary School was built in 1963 as a neighborhood school for students in grades K-4. The students experienced a successful 2024-2025 school year, prioritizing academic excellence through targeted interventions and enhanced technology integration. The school fostered strong community involvement through events such as the annual Walk-a-Thon, KISS Breakfast, and Fill the Bus. Ledgeview offered a range of extracurricular activities to support student development. Professional development for staff remained a focus, ensuring effective instructional practices, and the school maintained a commitment to safety with regular drills and security protocols.

### **Northfield Elementary School**

Northfield Elementary School was built in 1963 as a neighborhood school for students in grades K-4. It remains the same today, although there was a brief period when the school closed down due to enrollment decline. On average, the school's enrollment is approximately 375 students in a given year. The building has received praise from both the Ohio Department of Education and Workforce as a 5 star school community and has also been the recipient of awards from the Ohio Association of Elementary School Administrators (OAESA). While clubs are limited at this age, the students do have the opportunity to join Art Club, Ski Club, Student Leadership, and from time to time a few others. The PTA is a robust, engaging organization that supports the school in a variety of ways. Beyond academics, annual student experiences in the past have included our Run 4 Fun, One School, One Book, Scholastic Book Fairs, dances, Fun & Stuff outings, Veterans Day celebrations, and more!

### **Rushwood Elementary School**

Rushwood Elementary School was built in 1970 and serves students K-4. On average, enrollment is approximately 360 students. The State of Ohio has recognized Rushwood as a Hall of Fame School. The school has excellent relations with the Parent-Teacher Association and collaboratively provides family engagement events such as Moonlight Math Night, Literacy Night, STEM Night, and Fun with Mud (Art) Night. Rushwood also proudly has a Men of Rushwood team (partnering with our PTA) that hosts three to four events for our students and families, such as Dances, Aviation, and Winter Olympics events. In addition to these events, Rushwood has clubs such as Ski/Snowboarding, Young Rembrandts (Art), and Student Leadership.

### **Community**

As part of the School District's strategic plan, the Financial Activities Communications Team (FACT) was formed consisting of residents with financial backgrounds. FACT meets with the School District Treasurer/CFO on a quarterly basis to review and discuss the financial activities of the School District. FACT researches financial data from other area school districts to determine how Nordonias Hills City School District compares. The Board of Education voted on a new FACT structure on January 13, 2025. This new structure can be found on the School District's website at: [www.nordoniaschools.org/FinanceCommittee.aspx](http://www.nordoniaschools.org/FinanceCommittee.aspx).

The Nordonias Hills Schools Foundation provides grants to teachers for educational and instructional programs.

In conjunction with the PTSA Council, the School District held its tenth annual Winter Art and Music Festival showcasing art and music from every School District building.

### **Long-Term Financial Planning**

The School District prepares an annual five-year financial forecast, serving as a vital long-term planning tool. This forecast includes projections for local and State revenues, detailed spending patterns for each budget category, and cash balances in the School District's general operating fund. It is designed to provide early warning signals of potential financial issues, particularly when expenditures begin to exceed revenues. The five-year forecast is essential for making informed financial decisions, including the development of the annual budget, staffing level adjustments, collective bargaining strategies, and determining the timing and necessity of placing tax levies on the ballot. The forecast is accessible to the public on the School District's website at [www.nordoniaschools.org](http://www.nordoniaschools.org), reflecting our commitment to financial transparency and accountability to the Nordonias Hills community.

In response to budget constraints identified in the forecast, as well as declining student enrollment, the School District implemented strategic expenditure reductions during fiscal years 2023, 2024 and 2025. These measures included staffing adjustments through retirements and other departures, as well as strengthened budgetary controls aimed at reducing overall spending. Going into fiscal year 2025, the School District further reduced costs by eliminating three full-time purchased service positions and executing a Reduction in Force (RIF) at the high school level. This RIF, notably the first in the School District's history driven by student engagement levels in elective courses, represents a significant shift in our approach to resource management.

The School District remains dedicated to fiscal responsibility and is focused on ensuring that every dollar is managed with transparency and accountability. As we continue into fiscal year 2026, the School District made reductions to the budget, which ensures its further commitment for financial stability.

In fiscal year 2025, which will be reflected in fiscal year 2026 and beyond, the School District implemented a voluntary employee separation and buyout plan, resulting in 13 certified staff members and 17 classified staff members electing to leave the School District.

We will maintain our commitment to making strategic financial decisions that support the long-term sustainability of our educational mission while balancing the needs of our students, staff, and community.

### **Levy Information**

In May 2019, the voters of the Nordon Hills City School District overwhelmingly approved a 6.98 mill operating levy with a 60 percent to 40 percent margin, marking the largest margin of victory for an operating levy in the School District's history. This continuing levy began generating tax collections in January 2020.

In November 2022, a proposed 7.75 mill bond issue aimed at modernizing educational facilities was defeated with voters rejecting the measure by a 60 percent to 40 percent margin. Following this, in March 2024, a combined tax levy proposal consisting of a four-mill operating levy and a one-mill levy was also rejected by a 65 percent to 35 percent vote.

On November 5, 2024, a proposed 5 mill levy aimed at securing the necessary funding to maintain educational standards and address ongoing facility needs was defeated with voters rejecting the measure by a 56 percent to 44 percent margin. The proposed levy consisted of four mills apportioned to operating expenditures and one mill dedicated to permanent improvements.

In May 2025, voters in the Nordon Hills City School District approved a 5.00-mill continuing operating levy by a margin of just 94 votes - the narrowest passage since 2004. The levy will begin generating tax revenue in January 2026. To those who supported the levy, thank you for your trust. To those who did not, we hear you, and we remain committed to earning your confidence through transparency, responsible fiscal management, and a continued focus on student success.

### **Budgetary Initiatives**

Due to the absence of a traditional, dedicated permanent improvement levy, the School District relies on a settlement agreement with a large local business to address its increasing need for facility maintenance. Given the aging infrastructure, we are prioritizing the use of Permanent Improvement (PI) funds over the General Fund to cover these costs. In recent years, the Board has authorized transfers from the General Fund to the PI Fund (003), using a portion of the settlement. The remaining settlement payment is to be received in March 2026 for \$ 465,575. Once these funds are exhausted, the School District will face the difficult decision of either drawing from the General Fund or postponing essential maintenance and improvements. In the following table are the amounts that were received into each fund, with discussions still to take place in fiscal year 2026.

| Year                                    | Transfer<br>yes/no | General Fund (001)     | Permanent Improvement<br>(003) |
|-----------------------------------------|--------------------|------------------------|--------------------------------|
| 2021                                    | N                  | \$ -                   | \$ 3,465,575.00                |
| 2022                                    | Y                  | \$ 2,765,575.00        | \$ 700,000.00                  |
| 2023                                    | Y                  | \$ 1,091,870.00        | \$ 1,373,705.00                |
| 2024                                    | Y                  | \$ 1,013,848.66        | \$ 1,451,726.34                |
| 2025                                    | Y                  | \$993,330.31           | \$ 1,472,224.69                |
| 2026                                    | Y                  | \$ 0.00                | ** \$ 465,575.00               |
|                                         |                    | <b>\$ 5,864,623.97</b> | <b>\$ 8,928,826.03</b>         |
| **pending BOE approval end of June 2026 |                    |                        |                                |

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It is important to note, out of 18 Summit County districts, Nordonia Hills City School District is the only one that does not have a dedicated Permanent Improvement Fund. The PI Fund (003) is carefully monitored and managed through the annual budgeting process. The School District adopts a collaborative approach in developing building and departmental budgets, ensuring they meet the needs of both students and aging facilities. A significant portion of the transfers is dedicated to maintaining safe, warm, and dry conditions in our buildings. Once the dollars are expelctive from the settlement, aging facility questions will have to be addressed.

While the School District remains committed to reducing expenditures where feasible, we do so with a focus on minimizing any adverse impact on students and classroom instruction. As financial challenges continue, our priority is to protect the educational environment, ensuring that cost-saving measures do not compromise the quality of education or the well-being of our students.

### **Relevant Financial Policies**

The School District adheres to a comprehensive set of financial policies to ensure the responsible management of all purchases. These policies serve as a framework for fiscal accountability and guide the procurement process for both general operating funds and special revenue sources. In particular, the School District maintains a board-approved policy specifically designed to manage the procurement of Federal grant funds, in full compliance with the Uniform Guidance issued by the Federal government. This ensures that all purchases made with Federal grant funding are conducted with the highest level of transparency, efficiency, and accountability.

Additionally, the School District regularly monitors all board policies related to financial procedures to guarantee strict adherence to legal and regulatory requirements. This oversight includes routine reviews and updates to align with evolving Federal, state, and local regulations. By maintaining rigorous compliance standards, the School District not only upholds its fiduciary responsibility but also fosters public trust in the stewardship of taxpayer and grant-funded resources. Any stakeholder can access the School District's transparent financial information by visiting: [www.nordoniaschools.org/Treasurer.aspx](http://www.nordoniaschools.org/Treasurer.aspx).

### **Financial Accomplishments**

The School District actively participates in a variety of Federal grant programs, which provide essential resources to support student needs. In fiscal year 2025, the School District received \$1,587,825 in federal grants from the U.S. Department of Education, enhancing educational opportunities and services. Additionally, the School District benefited from a Federal subsidy of \$403,392 through the National School Lunch and Breakfast programs, provided by the U.S. Department of Agriculture, ensuring that nutritious meals are accessible to students. Furthermore, the School District accounted for \$95,354 in non-cash expenditures from the U.S. Department of Agriculture to support these programs.

## Collaborative Memberships

The Nordon Hills City School District continues to leverage memberships in several key cooperative organizations to streamline operational costs and secure access to high-quality goods and services. These partnerships provide economies of scale that enhance the School District's purchasing power and operational effectiveness:

- **Ohio School Council:** As a longstanding member, the School District participates in cooperative purchasing for cafeteria food, supplies, waste management, recycling services, and electricity. This shared services model allows for more competitive pricing and budget predictability.
- **HPS (formerly Hospital Purchasing Service):** Membership in HPS provides the School District with access to cost-effective group purchasing for cafeteria supplies, school furniture, and equipment. This relationship helps maintain high standards for facility and food service operations while ensuring fiscal responsibility.
- **Lake Erie Educational Media Consortium:** Through this membership, the School District receives substantial discounts on library books, digital resources, and other educational materials—expanding student and staff access to critical instructional tools.
- **Stark County Schools Council of Governments (COG):** The COG oversees the School District's comprehensive insurance programs, including medical, dental, vision, and life coverage. With over 170 participating entities and 15,000+ members, this collaboration offers substantial cost containment benefits. The COG is also a member of the Employers Health Coalition, which negotiates savings in prescription drug pricing on behalf of member districts.

In fiscal year 2025, leading into fiscal year 2026, the School District's healthcare insurance premiums experienced a blended increase of 4.97 percent over the previous year. Despite this increase, the School District benefited from a premium holiday in July 2024, during which no premiums were charged to employees or the Board of Education. This provided a temporary but meaningful financial reprieve for both staff and the School District.

These collaborative memberships are essential components of the School District's broader fiscal strategy, allowing it to maintain operational quality while exercising prudent stewardship of public resources.

## Awards

The School District has been honored with multiple awards recognizing its excellence in financial reporting and stewardship of public funds.

The School District has received the prestigious Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA). This award represents the highest form of recognition in governmental financial reporting and underscores the School District's commitment to transparency and excellence in financial management. To earn this distinction, a government entity must publish an Annual Comprehensive Financial Report (ACFR) that is both easily readable and efficiently organized, adhering to the rigorous standards of the Certificate of Achievement program. The report must fully comply with generally accepted accounting principles (GAAP) and meet all applicable legal requirements. The Certificate of Achievement is awarded for a one-year period, after which the government entity must reapply.

In addition, the School District has been recognized by the Ohio Auditor of State with the Auditor of State Award with Distinction for its Fiscal Year 2024 audit. This award is presented to government entities that meet the highest standards of a clean audit—specifically those that file timely reports in accordance with GAAP, receive a clean audit report, and have no findings for recovery, material weaknesses, or significant deficiencies.

We are confident that our current report aligns with the GFOA's high standards, and we will be submitting our fiscal year 2025 ACFR for consideration under the Certificate of Achievement program, reaffirming our ongoing commitment to excellence in financial reporting.

## Acknowledgments

The publication of this Annual Comprehensive Financial Report (ACFR) represents a critical advancement in the professionalization of the School District's financial reporting. It enhances accountability and transparency for the residents of the Nordonias Hills City School District, reinforcing our commitment to sound financial stewardship.

This report was developed in alignment with the School District's newly adopted Strategic Plan, Stronger Together, which was approved by the Board of Education in school year 2024–2025. The plan is designed to ensure financial stability, optimize resources, and enhance student success. Together, we will build a future that supports our students, staff, and community. More information on the Strategic Plan can be found at: <https://www.nordoniaschools.org/StrategicPlan.aspx>.

*Our Vision: To provide a clear and sustainable financial plan that ensures long-term success for Nordonias Hills City Schools. By working together, using resources wisely, and planning ahead, we will build a strong foundation for the future.*

This achievement would not have been possible without the dedication and expertise of the staff in the Office of the Treasurer/CFO, as well as other team members who manage financial operations across the School District. Their attention to detail, professionalism, and commitment to accuracy were instrumental in the preparation of this report.

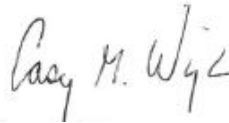
Special recognition is extended to the Auditor of State's Office of Local Government Services, whose guidance in governmental accounting principles contributed significantly to the successful completion of the audit and reporting process. The School District's excellence in financial management was affirmed through receipt of the Ohio Auditor of State Award with Distinction for the fiscal year 2024 audit, a recognition reserved for public entities that meet the highest standards of financial reporting and compliance.

Finally, we offer our sincere appreciation to the Nordonias Hills Board of Education for their unwavering support and leadership. Their commitment to continuous improvement in financial accountability strengthens public trust and supports the long-term success of the School District.

Respectfully submitted,



Kyle T. Kiffer  
Treasurer/CFO



Casey Wright  
Superintendent

# Nordonia Hills City School District

## Principal Officials

### Board of Education

|                         |                |
|-------------------------|----------------|
| Mrs. Liz McKinley ..... | President      |
| Mr. Jason Tidmore.....  | Vice President |
| Mr. Matt Kearney.....   | Member         |
| Mr. Chad Lahrmer.....   | President      |
| Ms. Amy Vajdich.....    | Member         |

### Treasurer/CFO

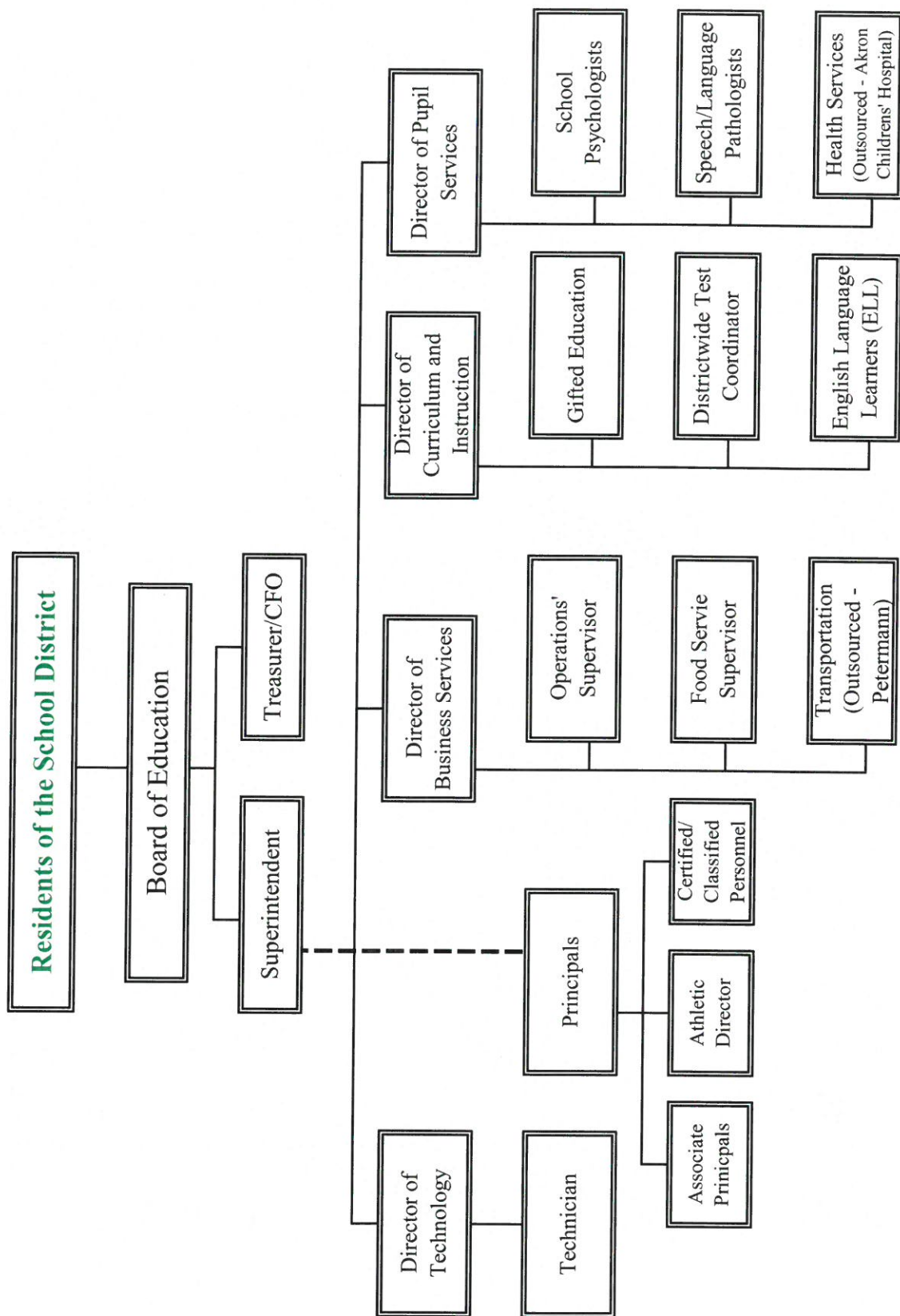
**Mr. Kyle Kiffer**

### Administration

|                             |                                      |
|-----------------------------|--------------------------------------|
| Mr. Casey Wright .....      | Superintendent                       |
| Mr. Todd Stuart .....       | Director of Business                 |
| Mrs. Carol Tonsing.....     | Director of Curriculum & Instruction |
| Mrs. Carrie Hutchinson..... | Director of Pupil Services           |
| Mr. Mike Russ.....          | Director of Technology               |

# Nordonia Hills City School District

## Organizational Chart





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Nordonia Hills City School District  
Ohio**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2024

*Christopher P. Morill*

Executive Director/CEO

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**NORDONIA HILLS**  
CITY SCHOOL DISTRICT

# Financial Section

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## INDEPENDENT AUDITOR'S REPORT

Nordonia Hills City School District  
Summit County  
9370 Olde Eight Road  
Northfield, Ohio 44067

To the Members of the Board of Education:

### Report on 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 Nordonia Hills City School District, Summit County, Ohio, (the District) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the 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 Nordonia Hills City School District as of June 30, 2025, and the respective changes in financial position and the budgetary comparison for the General Fund for the 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 (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### ***Responsibilities of Management for the Financial Statements***

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

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

***Auditor's Responsibilities for the Audit of the Financial Statements***

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

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

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

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

***Required Supplementary Information***

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual 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.

### ***Emphasis of Matter***

As discussed in Note 3 to the basic financial statements, the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2025, on our consideration of the 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 District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Zupka & Associates  
Certified Public Accountants

December 22, 2025

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**Nordonia Hills City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2025*  
*Unaudited*

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The discussion and analysis of Nordonia Hills City School District's (School District) financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2025. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the financial statements and notes to those respective statements to enhance their understanding of the School District's financial performance.

### **Financial Highlights**

Key financial highlights for fiscal year 2025 are as follows:

- Net position increased from (\$16,344,851) in fiscal year 2024 to (\$12,191,786) in fiscal year 2025. This increase was mainly due to (1) decreases in long-term debt obligations resulting from annual debt payments and (2) decreases in the net pension/OPEB liabilities.
- The School District's capital assets decreased by \$128,801 from the prior fiscal year. The decrease was due to current year deletions and annual depreciation/amortization exceeding current year additions. Additions consisted of construction progress, building improvements, furniture and equipment, vehicles and intangible right to use software.
- Outstanding general obligation bonded debt decreased from \$7,002,533 in fiscal year 2024 to \$3,723,755 in fiscal year 2025, due to continued debt service payments.
- The School District implemented GASB 101 during fiscal year 2025 which resulted in recognizing additional compensated absences liabilities of \$10,408,382 in governmental activities at July 1, 2024.

### **Using this Annual Financial Report**

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

The statement of net position and the statement of activities provide information about the activities of the whole School District, presenting both an aggregate and longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements explain how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other nonmajor funds presented in total in one column. In the case of Nordonia Hills City School District, the general fund is by far the most significant fund.

### **Reporting the School District as a Whole**

#### *Statement of Net Position and the Statement of Activities*

While this document contains all the funds used by the School District to provide programs and activities, the view of the School District as a whole considers all financial transactions and asks the question, "How did we do financially during fiscal year 2025?" The statement of net position and the statement of activities answer this question. These statements include all assets and deferred outflows of resources and liabilities and deferred inflows of resources using the accrual basis of accounting, similar to the accounting used by most private-sector companies. Accrual accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

**Nordonia Hills City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2025*  
*Unaudited*

---

These two statements report the School District's net position and changes in that net position. This change in net position is important because it tells the reader, for the School District as a whole, whether the financial position of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's performance, demographic and socioeconomic factors and the willingness of the community to support the School District.

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

### **Reporting the School District's Most Significant Funds**

#### *Fund Financial Statements*

The analysis of the School District's major fund can be found on page 11. Fund financial reports provide detailed information about the School District's major fund. The School District uses many funds to account for a multitude of financial transactions; however, these fund financial statements focus on the School District's most significant funds. The School District's major governmental fund is the general fund.

#### *Governmental Funds*

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

### **The School District as a Whole**

You may recall that the statement of net position provides the perspective of the School District as a whole. Table 1, found on the following page, provides a summary of the School District's net position for fiscal year 2025 compared to fiscal year 2024.

**Nordonia Hills City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2025*  
*Unaudited*

|                                       | Table 1<br>Net Position |               |               |
|---------------------------------------|-------------------------|---------------|---------------|
|                                       | Governmental Activities |               |               |
|                                       | 2025                    | 2024          | Change        |
| <b>Assets</b>                         |                         |               |               |
| Current and Other Assets              | \$69,854,929            | \$76,329,967  | (\$6,475,038) |
| Net OPEB Asset                        | 3,376,217               | 3,510,713     | (134,496)     |
| Capital Assets, Net                   | 33,185,118              | 33,313,919    | (128,801)     |
| Total Assets                          | 106,416,264             | 113,154,599   | (6,738,335)   |
| <b>Deferred Outflows of Resources</b> |                         |               |               |
| Deferred Charge on Refunding          | 97,716                  | 160,089       | (62,373)      |
| Pension                               | 9,347,978               | 10,594,979    | (1,247,001)   |
| OPEB                                  | 1,740,579               | 2,089,071     | (348,492)     |
| Asset Retirement Obligation           | 18,000                  | 19,800        | (1,800)       |
| Total Deferred Outflows of Resources  | 11,204,273              | 12,863,939    | (1,659,666)   |
| <b>Liabilities</b>                    |                         |               |               |
| Current and Other Liabilities         | 7,034,005               | 7,631,445     | 597,440       |
| Long-Term Liabilities:                |                         |               |               |
| Due Within One Year                   | 5,209,710               | 3,565,539     | (1,644,171)   |
| Due in More than One Year:            |                         |               |               |
| Net Pension Liability                 | 45,184,664              | 50,957,336    | 5,772,672     |
| Net OPEB Liability                    | 2,204,606               | 3,696,590     | 1,491,984     |
| Other Amounts                         | 14,183,532              | 7,904,785     | (6,278,747)   |
| Total Liabilities                     | 73,816,517              | 73,755,695    | (60,822)      |
| <b>Deferred Inflows of Resources</b>  |                         |               |               |
| Property Taxes                        | 42,141,036              | 43,925,352    | 1,784,316     |
| Payments in Lieu of Taxes             | 2,215,038               | 5,084,166     | 2,869,128     |
| Deferred Charge on Refunding          | 12,205                  | 36,616        | 24,411        |
| Pension                               | 5,646,905               | 2,982,192     | (2,664,713)   |
| OPEB                                  | 5,980,622               | 6,170,986     | 190,364       |
| Total Deferred Inflows of Resources   | 55,995,806              | 58,199,312    | 2,203,506     |
| <b>Net Position</b>                   |                         |               |               |
| Net Investment in Capital Assets      | 29,330,414              | 25,325,217    | 4,005,197     |
| Restricted:                           |                         |               |               |
| Debt Service                          | 938,882                 | 1,966,143     | (1,027,261)   |
| Capital Projects                      | 30,812                  | 24,908        | 5,904         |
| Other Purposes                        | 5,006,879               | 5,334,521     | (327,642)     |
| Unrestricted (Deficit)                | (47,498,773)            | (38,587,258)  | (8,911,515)   |
| Total Net Position                    | (\$12,191,786)          | (\$5,936,469) | (\$6,255,317) |

***New Accounting Pronouncements***

Table 1 provides a summary of the School District's net position for fiscal year 2025 compared to 2024. For 2025, the School District implemented GASB Statement No. 101, *Compensated Absences*. GASB Statement No. 100, *Accounting Changes and Error Corrections*, does not require Management Discussion and Analysis information for years prior to periods presented in the basic financial statements to be restated for changes in accounting principle.

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The implementation of GASB 101 resulted in recognizing additional compensated absences liabilities of \$10,408,382 in governmental activities at July 1, 2024. These amounts also impacted beginning net position for the cumulative effect of additional compensated absences expense (See Note 3).

***Governmental Activities***

The net pension liability (NPL) is the largest single liability reported by the School District at June 30, 2025. GASB notes that pension and OPEB obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. GASB noted that the unfunded portion of this promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the School District is not responsible for certain key factors affecting the balance of these liabilities. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability or the net OPEB liability. As explained 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.

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. A large portion of the School District's net position reflects "Net Investment in Capital Assets" (i.e. land, construction in progress, buildings, improvements, furniture, fixtures, equipment, vehicles and intangible right to use) less any related debt to acquire those assets that are still outstanding. The School District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the School District's investment in its capital assets is reported net of related debt, it should be noted that resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Current assets decreased due mainly to decreases in property taxes receivable and payment in lieu of taxes (PILOT) receivable. Property taxes receivable decreased due to the debt service levy from 2000 dropping off at the end of calendar year 2025. PILOT receivable decreased because the contracted settlement payment decreased within the MGM agreement. The decrease in capital assets was due to current year deletions and annual depreciation/amortization outpacing current year additions. The net OPEB asset decreased slightly in fiscal year 2025.

Current liabilities went down due to decreases in accounts payable and contracts payable. Long-term liabilities decreased during fiscal year 2025 due to the paydown of general obligation debt as well as to decreases in the net pension/OPEB liabilities. As indicated previously, changes in pension benefits, contribution rates, and return on investments affect the balance of the net pension and net OPEB liabilities.

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In order to further understand what makes up the changes in net position for the current year, the following table gives readers details regarding the results of activities for fiscal years 2025 and 2024.

Table 2  
Change in Net Position

|                                                       | Governmental Activities |                    |                  |
|-------------------------------------------------------|-------------------------|--------------------|------------------|
|                                                       | 2025                    | 2024               | Change           |
| Revenues                                              |                         |                    |                  |
| Program Revenues:                                     |                         |                    |                  |
| Charges for Services                                  | \$3,373,064             | \$3,279,683        | \$93,381         |
| Operating Grants, Contributions and Interest          | 2,503,912               | 3,138,467          | (634,555)        |
| Capital Contributions                                 | 1,000                   | 0                  | 1,000            |
| <i>Total Program Revenues</i>                         | <i>5,877,976</i>        | <i>6,418,150</i>   | <i>(540,174)</i> |
| General Revenue:                                      |                         |                    |                  |
| Property Taxes                                        | 45,338,483              | 36,892,192         | 8,446,291        |
| Payments in Lieu of Taxes                             | 4,195,055               | 5,001,149          | (806,094)        |
| Grants and Entitlements, not Restricted               | 9,459,003               | 9,517,046          | (58,043)         |
| Unrestricted Contributions and Donations              | 8,499                   | 10,895             | (2,396)          |
| Investment Earnings/Interest                          | 1,044,355               | 1,161,671          | (117,316)        |
| Miscellaneous                                         | 34,019                  | 136,844            | (102,825)        |
| <i>Total General Revenues</i>                         | <i>60,079,414</i>       | <i>52,719,797</i>  | <i>7,359,617</i> |
| <i>Total Revenues</i>                                 | <i>65,957,390</i>       | <i>59,137,947</i>  | <i>6,819,443</i> |
| Program Expenses:                                     |                         |                    |                  |
| Instruction:                                          |                         |                    |                  |
| Regular                                               | 25,436,497              | 26,161,653         | 725,156          |
| Special                                               | 8,396,117               | 8,077,787          | (318,330)        |
| Vocational                                            | 230,097                 | 269,024            | 38,927           |
| Student Intervention Services                         | 79,885                  | 144,872            | 64,987           |
| Support Services:                                     |                         |                    |                  |
| Pupils                                                | 6,557,387               | 6,803,154          | 245,767          |
| Instructional Staff                                   | 1,225,247               | 1,211,081          | (14,166)         |
| Board of Education                                    | 52,525                  | 42,030             | (10,495)         |
| Administration                                        | 3,535,244               | 3,551,286          | 16,042           |
| Fiscal                                                | 1,672,037               | 1,504,612          | (167,425)        |
| Business                                              | 356,277                 | 394,572            | 38,295           |
| Operation and Maintenance of Plant                    | 6,232,506               | 5,535,272          | (697,234)        |
| Pupil Transportation                                  | 4,423,250               | 4,321,604          | (101,646)        |
| Central                                               | 158,290                 | 691,071            | 532,781          |
| Operation of Non-Instructional Services               | 63,921                  | 51,792             | (12,129)         |
| Food Service Operations                               | 1,350,966               | 1,391,962          | 40,996           |
| Extracurricular Activities                            | 1,988,071               | 2,043,331          | 55,260           |
| Interest                                              | 46,008                  | 125,417            | 79,409           |
| <i>Total Program Expenses</i>                         | <i>61,804,325</i>       | <i>62,320,520</i>  | <i>516,195</i>   |
| <i>Change in Net Position</i>                         | <i>4,153,065</i>        | <i>(3,182,573)</i> | <i>7,335,638</i> |
| Net Position Beginning of Year as Previously Reported | (5,936,469)             | (2,753,896)        | (3,182,573)      |
| Restatement - Change in Accounting Principle          | (10,408,382)            | 0                  | (10,408,382)     |
| Restated Net Position Beginning of Year               | (16,344,851)            | (2,753,896)        | (13,590,955)     |
| Net Position End of Year                              | (\$12,191,786)          | (\$5,936,469)      | (\$6,255,317)    |

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***New Accounting Pronouncements***

Table 2 provides a summary of the School District's change in net position for fiscal year 2025 compared to 2024. The above table also separately reflects the restatement for changes in accounting principles related to the implementation of GASB Statement No. 101, *Compensated Absences*. GASB Statement No. 100, *Accounting Changes and Error Corrections* does not require Management Discussion and Analysis information for years prior to periods presented in the basic financial statements to be restated for changes in accounting principle. The 2024 information does not reflect activity related to the additional compensated absences expenses required under GASB 101, *Compensated Absences*. (See also explanation of new accounting pronouncements provided related to Net Position - Table 1 and explanation provided in Note 3.)

***Governmental Activities***

Program revenues decreased for governmental activities in fiscal year 2025 due to a drop in operating grants. The decrease in operating grants was mainly due to a decrease in grant funding for special education and food service. The decrease in program revenues was partially offset by an increase in charges for services resulting from higher tuition and fees. Property tax revenues went up significantly due to the timing of tax settlement bills.

Program expenses decreased due mainly to changes in the net pension and net OPEB (asset)/liabilities. Program expenses related to these (asset)/liabilities and the associated deferred outflows and deferred inflows were a negative (\$541,787) in fiscal year 2024 versus a negative (\$3,060,318) in fiscal year 2025, which represents a decrease of \$2,518,531 in expenses.

Program expenses excluding amounts related to the change in the net pension/OPEB (asset)/liabilities and the related payments subsequent increased by approximately \$2 million due mainly to increases in personal service costs related to regular and special instruction.

Several revenue sources fund our governmental activities with property taxes and State Foundation revenues being the largest contributors. With the combination of taxes and intergovernmental funding making up a significant portion of all revenues, the School District monitors both of these revenue sources very closely for fluctuations.

The majority of the School District's expenses are for instructional costs. Support services for pupils, administration, operation and maintenance of plant, and pupil transportation are the next largest area of expenses. The remaining amount of program expenses are to facilitate other obligations of the School District, such as interest, the food service program and numerous extracurricular activities.

The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for government activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements for fiscal year 2025 compared to 2024.

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Table 3  
Governmental Activities

|                                         | Total Cost<br>of Services<br>2025 | Net Cost of<br>Services<br>2025 | Total Cost<br>of Services<br>2024 | Net Cost of<br>Services<br>2024 |
|-----------------------------------------|-----------------------------------|---------------------------------|-----------------------------------|---------------------------------|
| Instruction                             | \$34,142,596                      | \$32,184,673                    | \$34,653,336                      | \$32,703,735                    |
| Support Services:                       |                                   |                                 |                                   |                                 |
| Pupils                                  | 6,557,387                         | 6,356,855                       | 6,803,154                         | 6,592,549                       |
| Instructional Staff                     | 1,225,247                         | 1,147,838                       | 1,211,081                         | 1,099,888                       |
| Board of Education                      | 52,525                            | 51,399                          | 42,030                            | 41,220                          |
| Administration                          | 3,535,244                         | 3,433,183                       | 3,551,286                         | 3,461,895                       |
| Fiscal                                  | 1,672,037                         | 1,636,280                       | 1,504,612                         | 1,476,123                       |
| Business                                | 356,277                           | 348,457                         | 394,572                           | 386,841                         |
| Operation and Maintenance of Plant      | 6,232,506                         | 5,962,935                       | 5,535,272                         | 5,096,051                       |
| Pupil Transportation                    | 4,423,250                         | 4,014,171                       | 4,321,604                         | 3,711,311                       |
| Central                                 | 158,290                           | 133,491                         | 691,071                           | 665,342                         |
| Operating of Non-Instructional Services | 63,921                            | 3,456                           | 51,792                            | 0                               |
| Food Service Operations                 | 1,350,966                         | (120,656)                       | 1,391,962                         | (261,949)                       |
| Extracurricular Activities              | 1,988,071                         | 728,259                         | 2,043,331                         | 803,947                         |
| Interest                                | 46,008                            | 46,008                          | 125,417                           | 125,417                         |
| Total Expenses                          | <u>\$61,804,325</u>               | <u>\$55,926,349</u>             | <u>\$62,320,520</u>               | <u>\$55,902,370</u>             |

As one can see, the vast majority of program expenses are not covered by program revenues. Instead, the reliance upon general revenues, including local tax revenues and payments in lieu of taxes for governmental activities, is crucial.

### School District's Funds

The School District's governmental funds are accounted for using the modified accrual basis of accounting. Total governmental funds had expenditures and other financing uses that exceeded revenues and other financing sources, for an overall decrease in fund balance from the prior fiscal year. The general fund reported a decrease in fund balance mainly attributable to an increase in regular and special education instructional costs and pupil transportation and extracurricular activities.

### General Fund Budgeting Highlights

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

During the course of fiscal year 2025, the School District amended its general fund budget numerous times. Budget revisions are presented to the Board of Education for approval.

For the general fund, the final budget basis revenue estimate was slightly lower than the original budget estimate. The change was attributed to a small decrease in estimate for property taxes, as funding levels became more apparent. Actual revenues were higher than final budgeted amounts due mainly to intergovernmental, interest and tuition and fees exceeding expectations.

The final budget appropriations increased from the original budget appropriations of the general fund. This change was attributable to adjustments to both instruction as well as support service expenditures, as a more accurate picture of the fiscal year was realized. Actual expenditures were less than final budget appropriations as a result of conservative spending.

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*For the Fiscal Year Ended June 30, 2025*  
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**Capital Assets and Debt Administration**

*Capital Assets*

All capital assets, except land and construction in progress, are reported net of depreciation/amortization. Capital assets decreased during fiscal year 2025 as a result of current year deletions and depreciation/amortization outpacing current year additions. Additions to capital assets included, but were not limited to, construction in progress related to school building roof replacements, the purchase of technology equipment and intangible right to use software. For more information on capital assets refer to Note 10 of the basic financial statements.

*Debt Administration*

During fiscal year 2014, the School District issued \$729,744 in bonds, the proceeds of which were used to finance the installation, modification and remodeling of buildings to conserve energy.

During fiscal year 2015, the School District issued \$10,485,000 in bonds to partially refund the 2006 refunding bonds, as well as \$4,490,000 in bonds to refund the serial bond portion of the 2009 athletic facilities bonds.

During fiscal year 2017, the School District issued \$9,805,000 in bonds to refund the serial portion of the 2006 refunding bonds.

During fiscal years 2023 and 2025, the School District entered into financed purchase agreements for copiers and laptops.

During fiscal year 2025, the School District entered into a subscription-based information technology agreement (SBITA) for education software. The agreement is for a period of six years. The School District paid the entire cost of the agreement in an up-front payment and therefore the liability is \$0 as of June 30, 2025.

The School District made principal and interest payments of \$3,511,956 and \$184,938, respectively, on long-term debt obligations during fiscal year 2025.

See Note 15 to the basic financial statements for additional information related to long-term debt activity, including the repayment schedules of the bonded debt.

The School District's overall legal debt margin was \$130,308,796 with an unvoted debt margin of \$1,476,408 as of June 30, 2025.

**Current Issues Affecting Financial Condition**

The Board of Education and administration closely monitor the revenues and expenditures in tandem with the five-year financial forecast. The School District, like many other districts across Ohio, is financially challenged and subject to the State's biennial budget process. Beginning in fiscal year 2022, School District foundation funding received from the state of Ohio was funded using a direct funding model. This new funding system calculates a unique base cost and a unique "per-pupil local capacity amount" for each School District. At the local level, taxpayers must approve additional levies to pay for unfunded mandates, as well as continue the programs they have come to expect as normal operations. The administration remains vigilant in monitoring the finances and prudently plans to provide the financial resources to meet the students' needs over the next several years. The voters approved a 5.0 mill operating levy for a continuing period of time in May of 2025. This levy passage is expected to generate

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approximately 7.3 million dollars annually that will begin to collect revenue in January of 2026. Additionally, in October 2021 the District reached a tax valuation settlement with a large business within School District boundaries for six years. The School District received payment five of six during fiscal year 2025 and the final payment will be received in fiscal year 2026.

**Contacting the School District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Kyle Kiffer, Treasurer/CFO, at Nordonia Hills City School District, 9370 Olde Eight Road, Northfield, Ohio 44067.

**Nordonia Hills City School District**

*Statement of Net Position*

*June 30, 2025*

|                                             | Governmental<br>Activities   |
|---------------------------------------------|------------------------------|
| <b>Assets</b>                               |                              |
| Equity in Pooled Cash and Cash Equivalents  | \$21,956,736                 |
| Inventory Held for Resale                   | 9,499                        |
| Materials and Supplies Inventory            | 65,116                       |
| Accrued Interest Receivable                 | 87,076                       |
| Accounts Receivable                         | 13,404                       |
| Intergovernmental Receivable                | 328,195                      |
| Prepaid Items                               | 46,636                       |
| Property Taxes Receivable                   | 45,133,229                   |
| Payments in Lieu of Taxes Receivable        | 2,215,038                    |
| Net OPEB Asset (See Note 12)                | 3,376,217                    |
| Nondepreciable Capital Assets               | 1,693,387                    |
| Depreciable Capital Assets, Net             | 31,491,731                   |
| <i>Total Assets</i>                         | <u>106,416,264</u>           |
| <b>Deferred Outflows of Resources</b>       |                              |
| Deferred Charge on Refunding                | 97,716                       |
| Pension                                     | 9,347,978                    |
| OPEB                                        | 1,740,579                    |
| Asset Retirement Obligation                 | 18,000                       |
| <i>Total Deferred Outflows of Resources</i> | <u>11,204,273</u>            |
| <b>Liabilities</b>                          |                              |
| Accounts Payable                            | 118,037                      |
| Accrued Wages and Benefits                  | 5,094,971                    |
| Contracts Payable                           | 10,800                       |
| Intergovernmental Payable                   | 1,474,262                    |
| Accrued Interest Payable                    | 10,575                       |
| Matured Compensated Absences Payable        | 325,360                      |
| Long-Term Liabilities:                      |                              |
| Due Within One Year                         | 5,209,710                    |
| Due In More Than One Year:                  |                              |
| Net Pension Liability (See Note 11)         | 45,184,664                   |
| Net OPEB Liability (See Note 12)            | 2,204,606                    |
| Other Amounts                               | 14,183,532                   |
| <i>Total Liabilities</i>                    | <u>73,816,517</u>            |
| <b>Deferred Inflows of Resources</b>        |                              |
| Property Taxes                              | 42,141,036                   |
| Payments in Lieu of Taxes                   | 2,215,038                    |
| Deferred Charge on Refunding                | 12,205                       |
| Pension                                     | 5,646,905                    |
| OPEB                                        | 5,980,622                    |
| <i>Total Deferred Inflows of Resources</i>  | <u>55,995,806</u>            |
| <b>Net Position</b>                         |                              |
| Net Investment in Capital Assets            | 29,330,414                   |
| Restricted for:                             |                              |
| Debt Service                                | 938,882                      |
| Capital Projects                            | 30,812                       |
| Student Activities                          | 376,730                      |
| Instruction                                 | 84,856                       |
| Food Service                                | 1,147,952                    |
| Unclaimed Monies                            | 21,124                       |
| OPEB Plans                                  | 3,376,217                    |
| Unrestricted (Deficit)                      | (47,498,773)                 |
| <i>Total Net Position</i>                   | <u><u>(\$12,191,786)</u></u> |

See accompanying notes to the basic financial statements

**Nordonia Hills City School District**  
*Statement of Activities*  
For the Fiscal Year Ended June 30, 2025

|                                                                |                     | Program Revenues        |                                                    |                          | Net (Expense)<br>Revenue and<br>Changes in<br>Net Position |
|----------------------------------------------------------------|---------------------|-------------------------|----------------------------------------------------|--------------------------|------------------------------------------------------------|
|                                                                |                     | Charges<br>for Services | Operating Grants,<br>Contributions<br>and Interest | Capital<br>Contributions | Governmental<br>Activities                                 |
| <b>Governmental Activities</b>                                 | <b>Expenses</b>     |                         |                                                    |                          |                                                            |
| Instruction:                                                   |                     |                         |                                                    |                          |                                                            |
| Regular                                                        | \$25,436,497        | \$520,635               | \$257,352                                          | \$0                      | (\$24,658,510)                                             |
| Special                                                        | 8,396,117           | 154,712                 | 1,011,825                                          | 0                        | (7,229,580)                                                |
| Vocational                                                     | 230,097             | 4,297                   | 7,389                                              | 0                        | (218,411)                                                  |
| Student Intervention Services                                  | 79,885              | 1,713                   | 0                                                  | 0                        | (78,172)                                                   |
| Support Services:                                              |                     |                         |                                                    |                          |                                                            |
| Pupils                                                         | 6,557,387           | 149,345                 | 51,187                                             | 0                        | (6,356,855)                                                |
| Instructional Staff                                            | 1,225,247           | 25,320                  | 52,089                                             | 0                        | (1,147,838)                                                |
| Board of Education                                             | 52,525              | 1,126                   | 0                                                  | 0                        | (51,399)                                                   |
| Administration                                                 | 3,535,244           | 77,364                  | 24,697                                             | 0                        | (3,433,183)                                                |
| Fiscal                                                         | 1,672,037           | 35,757                  | 0                                                  | 0                        | (1,636,280)                                                |
| Business                                                       | 356,277             | 7,820                   | 0                                                  | 0                        | (348,457)                                                  |
| Operation and Maintenance of Plant                             | 6,232,506           | 103,853                 | 164,718                                            | 1,000                    | (5,962,935)                                                |
| Pupil Transportation                                           | 4,423,250           | 94,775                  | 314,304                                            | 0                        | (4,014,171)                                                |
| Central                                                        | 158,290             | 12,852                  | 11,947                                             | 0                        | (133,491)                                                  |
| Operation of Non-Instructional Services                        | 63,921              | 0                       | 60,465                                             | 0                        | (3,456)                                                    |
| Food Service Operations                                        | 1,350,966           | 939,218                 | 532,404                                            | 0                        | 120,656                                                    |
| Extracurricular Activities                                     | 1,988,071           | 1,244,277               | 15,535                                             | 0                        | (728,259)                                                  |
| Interest                                                       | 46,008              | 0                       | 0                                                  | 0                        | (46,008)                                                   |
| <b>Totals</b>                                                  | <b>\$61,804,325</b> | <b>\$3,373,064</b>      | <b>\$2,503,912</b>                                 | <b>\$1,000</b>           | <b>(55,926,349)</b>                                        |
| <b>General Revenues</b>                                        |                     |                         |                                                    |                          |                                                            |
| Property Taxes Levied for:                                     |                     |                         |                                                    |                          |                                                            |
| General Purposes                                               |                     |                         |                                                    |                          | 43,391,018                                                 |
| Debt Service                                                   |                     |                         |                                                    |                          | 1,947,465                                                  |
| Payments in Lieu of Taxes                                      |                     |                         |                                                    |                          | 4,195,055                                                  |
| Grants and Entitlements not Restricted<br>to Specific Programs |                     |                         |                                                    |                          | 9,459,003                                                  |
| Unrestricted Contributions and Donations                       |                     |                         |                                                    |                          | 8,499                                                      |
| Investment Earnings/Interest                                   |                     |                         |                                                    |                          | 1,044,355                                                  |
| Miscellaneous                                                  |                     |                         |                                                    |                          | 34,019                                                     |
| <b>Total General Revenues</b>                                  |                     |                         |                                                    |                          | <b>60,079,414</b>                                          |
| Change in Net Position                                         |                     |                         |                                                    |                          | 4,153,065                                                  |
| Net Position Beginning of Year as Previously Reported          |                     |                         |                                                    |                          | (5,936,469)                                                |
| Change in Accounting Principle (See Note 3)                    |                     |                         |                                                    |                          | (10,408,382)                                               |
| Restated Net Position Beginning of Year                        |                     |                         |                                                    |                          | (16,344,851)                                               |
| Net Position End of Year                                       |                     |                         |                                                    |                          | (\$12,191,786)                                             |

See accompanying notes to the basic financial statements

**Nordonia Hills City School District**

*Balance Sheet*

*Governmental Funds*

*June 30, 2025*

|                                                                                | General             | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--------------------------------------------------------------------------------|---------------------|--------------------------------|--------------------------------|
| <b>Assets</b>                                                                  |                     |                                |                                |
| Equity in Pooled Cash and Cash Equivalents                                     | \$17,057,218        | \$4,878,394                    | \$21,935,612                   |
| Restricted Assets:                                                             |                     |                                |                                |
| Equity in Pooled Cash and Cash Equivalents                                     | 21,124              | 0                              | 21,124                         |
| Accounts Receivable                                                            | 13,077              | 327                            | 13,404                         |
| Intergovernmental Receivable                                                   | 313,010             | 15,185                         | 328,195                        |
| Accrued Interest Receivable                                                    | 87,076              | 0                              | 87,076                         |
| Interfund Receivable                                                           | 6,306               | 0                              | 6,306                          |
| Inventory Held for Resale                                                      | 0                   | 9,499                          | 9,499                          |
| Materials and Supplies Inventory                                               | 58,144              | 6,972                          | 65,116                         |
| Property Taxes Receivable                                                      | 43,972,402          | 1,160,827                      | 45,133,229                     |
| Payments in Lieu of Taxes Receivable                                           | 2,215,038           | 0                              | 2,215,038                      |
| Prepaid Items                                                                  | 46,636              | 0                              | 46,636                         |
| <i>Total Assets</i>                                                            | <u>\$63,790,031</u> | <u>\$6,071,204</u>             | <u>\$69,861,235</u>            |
| <b>Liabilities</b>                                                             |                     |                                |                                |
| Accounts Payable                                                               | \$109,406           | \$8,631                        | \$118,037                      |
| Accrued Wages and Benefits                                                     | 4,999,193           | 95,778                         | 5,094,971                      |
| Contracts Payable                                                              | 0                   | 10,800                         | 10,800                         |
| Intergovernmental Payable                                                      | 1,441,511           | 32,751                         | 1,474,262                      |
| Interfund Payable                                                              | 0                   | 6,306                          | 6,306                          |
| Matured Compensated Absences Payable                                           | 325,360             | 0                              | 325,360                        |
| <i>Total Liabilities</i>                                                       | <u>6,875,470</u>    | <u>154,266</u>                 | <u>7,029,736</u>               |
| <b>Deferred Inflows of Resources</b>                                           |                     |                                |                                |
| Property Taxes                                                                 | 41,068,297          | 1,072,739                      | 42,141,036                     |
| Payments in Lieu of Taxes                                                      | 2,215,038           | 0                              | 2,215,038                      |
| Unavailable Revenue                                                            | 1,066,575           | 35,180                         | 1,101,755                      |
| <i>Total Deferred Inflows of Resources</i>                                     | <u>44,349,910</u>   | <u>1,107,919</u>               | <u>45,457,829</u>              |
| <b>Fund Balances</b>                                                           |                     |                                |                                |
| Nonspendable                                                                   | 125,904             | 6,972                          | 132,876                        |
| Restricted                                                                     | 0                   | 2,786,290                      | 2,786,290                      |
| Committed                                                                      | 79,550              | 2,026,751                      | 2,106,301                      |
| Assigned                                                                       | 3,569,455           | 0                              | 3,569,455                      |
| Unassigned (Deficit)                                                           | 8,789,742           | (10,994)                       | 8,778,748                      |
| <i>Total Fund Balances</i>                                                     | <u>12,564,651</u>   | <u>4,809,019</u>               | <u>17,373,670</u>              |
| <i>Total Liabilities, Deferred Inflows of<br/>Resources, and Fund Balances</i> | <u>\$63,790,031</u> | <u>\$6,071,204</u>             | <u>\$69,861,235</u>            |

See accompanying notes to the basic financial statements

**Nordonia Hills City School District**  
*Reconciliation of Total Governmental Fund Balances to*  
*Net Position of Governmental Activities*  
*June 30, 2025*

|                                                                                                                                                                                                          |                     |                              |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------|------------------------------|
| <b>Total Governmental Fund Balances</b>                                                                                                                                                                  |                     | <b>\$17,373,670</b>          |
| <i>Amounts reported for governmental activities in the statement of net position are different because:</i>                                                                                              |                     |                              |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.                                                                                  |                     | 33,185,118                   |
| Other long-term assets are not available to pay for current period expenditures and therefore are unavailable revenues in the funds:                                                                     |                     |                              |
| Delinquent Property Taxes                                                                                                                                                                                | 821,568             |                              |
| Intergovernmental                                                                                                                                                                                        | 26,234              |                              |
| Tuition and Fees                                                                                                                                                                                         | 253,953             |                              |
| Total                                                                                                                                                                                                    | <u>1,101,755</u>    | 1,101,755                    |
| In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.                                                   |                     | (10,575)                     |
| Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:                                                                                         |                     |                              |
| General Obligation Bonds                                                                                                                                                                                 | (3,723,755)         |                              |
| Financed Purchases                                                                                                                                                                                       | (200,320)           |                              |
| Compensated Absences                                                                                                                                                                                     | (14,306,019)        |                              |
| Special Termination Benefits                                                                                                                                                                             | (1,073,148)         |                              |
| Asset Retirement Obligation                                                                                                                                                                              | (90,000)            |                              |
| Total                                                                                                                                                                                                    | <u>(19,393,242)</u> | (19,393,242)                 |
| Deferred outflows of resources represent deferred amounts on asset retirement obligations.                                                                                                               |                     | 18,000                       |
| Deferred outflows of resources represent deferred charges on refundings, which are not reported in the funds.                                                                                            |                     | 97,716                       |
| Deferred inflows of resources represent deferred gains on refundings, which are not reported in the funds.                                                                                               |                     | (12,205)                     |
| The net pension and OPEB asset/liabilities are not due and payable in the current period; therefore, the asset/liabilities and related deferred inflows/outflows are not reported in governmental funds: |                     |                              |
| Net OPEB Asset                                                                                                                                                                                           | 3,376,217           |                              |
| Deferred Outflows - Pension                                                                                                                                                                              | 9,347,978           |                              |
| Deferred Outflows - OPEB                                                                                                                                                                                 | 1,740,579           |                              |
| Net Pension Liability                                                                                                                                                                                    | (45,184,664)        |                              |
| Net OPEB Liability                                                                                                                                                                                       | (2,204,606)         |                              |
| Deferred Inflows - Pension                                                                                                                                                                               | (5,646,905)         |                              |
| Deferred Inflows - OPEB                                                                                                                                                                                  | (5,980,622)         |                              |
| Total                                                                                                                                                                                                    | <u>(44,552,023)</u> | (44,552,023)                 |
| <i>Net Position of Governmental Activities</i>                                                                                                                                                           |                     | <u><u>(\$12,191,786)</u></u> |

See accompanying notes to the basic financial statements

**Nordonia Hills City School District**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Governmental Funds*  
*For the Fiscal Year Ended June 30, 2025*

|                                                     | General             | Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|-----------------------------------------------------|---------------------|--------------------------------|--------------------------------|
| <b>Revenues</b>                                     |                     |                                |                                |
| Property Taxes                                      | \$43,239,517        | \$1,975,312                    | \$45,214,829                   |
| Payments in Lieu of Taxes                           | 4,195,055           | 0                              | 4,195,055                      |
| Intergovernmental                                   | 9,883,627           | 2,092,033                      | 11,975,660                     |
| Investment Earnings/Interest                        | 1,044,355           | 46,845                         | 1,091,200                      |
| Tuition and Fees                                    | 1,158,693           | 291                            | 1,158,984                      |
| Charges for Services                                | 0                   | 939,218                        | 939,218                        |
| Extracurricular Activities                          | 317,480             | 807,325                        | 1,124,805                      |
| Contributions and Donations                         | 8,499               | 47,943                         | 56,442                         |
| Rentals                                             | 91,985              | 4,914                          | 96,899                         |
| Miscellaneous                                       | 33,757              | 262                            | 34,019                         |
| <i>Total Revenues</i>                               | <u>59,972,968</u>   | <u>5,914,143</u>               | <u>65,887,111</u>              |
| <b>Expenditures</b>                                 |                     |                                |                                |
| Current:                                            |                     |                                |                                |
| Instruction:                                        |                     |                                |                                |
| Regular                                             | 25,035,745          | 580,605                        | 25,616,350                     |
| Special                                             | 7,935,365           | 759,653                        | 8,695,018                      |
| Vocational                                          | 196,529             | 6,140                          | 202,669                        |
| Student Intervention Services                       | 79,885              | 0                              | 79,885                         |
| Support Services:                                   |                     |                                |                                |
| Pupils                                              | 7,004,141           | 51,187                         | 7,055,328                      |
| Instructional Staff                                 | 1,189,271           | 52,089                         | 1,241,360                      |
| Board of Education                                  | 52,525              | 0                              | 52,525                         |
| Administration                                      | 3,592,210           | 24,697                         | 3,616,907                      |
| Fiscal                                              | 1,689,055           | 34,372                         | 1,723,427                      |
| Business                                            | 358,097             | 0                              | 358,097                        |
| Operation and Maintenance of Plant                  | 4,885,571           | 1,498,325                      | 6,383,896                      |
| Pupil Transportation                                | 4,420,692           | 0                              | 4,420,692                      |
| Central                                             | 595,495             | 15,143                         | 610,638                        |
| Operation of Non-Instructional Services             | 0                   | 63,921                         | 63,921                         |
| Food Service Operations                             | 10,583              | 1,388,527                      | 1,399,110                      |
| Extracurricular Activities                          | 1,483,774           | 868,549                        | 2,352,323                      |
| Debt Service:                                       |                     |                                |                                |
| Principal Retirement                                | 403,355             | 3,108,601                      | 3,511,956                      |
| Interest                                            | 17,747              | 167,191                        | 184,938                        |
| <i>Total Expenditures</i>                           | <u>58,950,040</u>   | <u>8,619,000</u>               | <u>67,569,040</u>              |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>1,022,928</u>    | <u>(2,704,857)</u>             | <u>(1,681,929)</u>             |
| <b>Other Financing Sources (Uses)</b>               |                     |                                |                                |
| Inception of Financed Purchase                      | 81,200              | 0                              | 81,200                         |
| Inception of Subscription                           | 299,581             | 0                              | 299,581                        |
| Transfers In                                        | 0                   | 1,600,000                      | 1,600,000                      |
| Transfers Out                                       | (1,600,000)         | 0                              | (1,600,000)                    |
| <i>Total Other Financing Sources (Uses)</i>         | <u>(1,219,219)</u>  | <u>1,600,000</u>               | <u>380,781</u>                 |
| <i>Net Change in Fund Balances</i>                  | <u>(196,291)</u>    | <u>(1,104,857)</u>             | <u>(1,301,148)</u>             |
| <i>Fund Balances Beginning of Year</i>              | <u>12,760,942</u>   | <u>5,913,876</u>               | <u>18,674,818</u>              |
| <i>Fund Balances End of Year</i>                    | <u>\$12,564,651</u> | <u>\$4,809,019</u>             | <u>\$17,373,670</u>            |

See accompanying notes to the basic financial statements

**Nordonia Hills City School District**  
*Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities  
For the Fiscal Year Ended June 30, 2025*

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|                                                               |               |
|---------------------------------------------------------------|---------------|
| <b>Net Change in Fund Balances - Total Governmental Funds</b> | (\$1,301,148) |
|---------------------------------------------------------------|---------------|

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation/amortization expense. This is the amount by which depreciation/amortization exceeded capital outlay in the current period:

|                                        |             |           |
|----------------------------------------|-------------|-----------|
| Capital Outlay                         | 2,293,690   |           |
| Current Year Depreciation/Amortization | (2,421,124) |           |
| Total                                  |             | (127,434) |

|                                                                                                                                                                                                |         |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------|
| Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. | (1,367) |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------|

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

|                           |           |        |
|---------------------------|-----------|--------|
| Delinquent Property Taxes | 123,654   |        |
| Intergovernmental         | (106,533) |        |
| Tuition and Fees          | 53,158    |        |
| Total                     |           | 70,279 |

|                                                                                                                                                            |           |
|------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------|
| Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. | 3,511,956 |
|------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------|

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

|                                 |          |         |
|---------------------------------|----------|---------|
| Accrued Interest                | 6,715    |         |
| Amortization of Bond Premium    | 170,177  |         |
| Amortization of Accounting Loss | (62,373) |         |
| Amortization of Accounting Gain | 24,411   |         |
| Total                           |          | 138,930 |

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

|                              |             |           |
|------------------------------|-------------|-----------|
| Compensated Absences         | 257,260     |           |
| Special Termination Benefits | (1,073,148) |           |
| Asset Retirement Obligation  | (1,800)     |           |
| Total                        |             | (817,688) |

Other financing sources in the governmental funds increase long-term liabilities in the statement of net position:

|                                |           |           |
|--------------------------------|-----------|-----------|
| Inception of Financed Purchase | (81,200)  |           |
| Inception of Subscription      | (299,581) |           |
| Total                          |           | (380,781) |

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

|         |           |           |
|---------|-----------|-----------|
| Pension | 4,773,781 |           |
| OPEB    | 154,773   |           |
| Total   |           | 4,928,554 |

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

|         |             |             |
|---------|-------------|-------------|
| Pension | (2,912,823) |             |
| OPEB    | 1,044,587   |             |
| Total   |             | (1,868,236) |

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|                                                          |                           |
|----------------------------------------------------------|---------------------------|
| <i>Change in Net Position of Governmental Activities</i> | <u><u>\$4,153,065</u></u> |
|----------------------------------------------------------|---------------------------|

See accompanying notes to the basic financial statements

**Nordonia Hills City School District**  
*Statement of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                                     | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|-----------------------------------------------------|---------------------|---------------------|---------------------|-------------------------------|
|                                                     | Original            | Final               |                     |                               |
| <b>Revenues</b>                                     |                     |                     |                     |                               |
| Property Taxes                                      | \$42,597,755        | \$42,590,201        | \$42,690,218        | \$100,017                     |
| Payments in Lieu of Taxes                           | 4,195,055           | 4,195,055           | 4,195,055           | 0                             |
| Intergovernmental                                   | 9,521,571           | 9,521,571           | 9,962,696           | 441,125                       |
| Interest                                            | 470,000             | 470,000             | 850,785             | 380,785                       |
| Tuition and Fees                                    | 921,000             | 921,000             | 1,158,771           | 237,771                       |
| Extracurricular Activities                          | 310,300             | 310,300             | 283,523             | (26,777)                      |
| Contributions and Donations                         | 2,295               | 2,295               | 623                 | (1,672)                       |
| Rentals                                             | 68,000              | 68,000              | 94,912              | 26,912                        |
| Miscellaneous                                       | 80,800              | 80,800              | 29,496              | (51,304)                      |
| <i>Total Revenues</i>                               | <u>58,166,776</u>   | <u>58,159,222</u>   | <u>59,266,079</u>   | <u>1,106,857</u>              |
| <b>Expenditures</b>                                 |                     |                     |                     |                               |
| Current:                                            |                     |                     |                     |                               |
| Instruction:                                        |                     |                     |                     |                               |
| Regular                                             | 25,709,103          | 25,980,669          | 25,399,266          | 581,403                       |
| Special                                             | 7,848,729           | 8,049,872           | 7,861,115           | 188,757                       |
| Vocational                                          | 240,125             | 240,125             | 199,894             | 40,231                        |
| Student Intervention Services                       | 115,000             | 85,000              | 79,885              | 5,115                         |
| Support Services:                                   |                     |                     |                     |                               |
| Pupils                                              | 6,988,318           | 7,138,443           | 7,096,687           | 41,756                        |
| Instructional Staff                                 | 1,101,787           | 1,254,933           | 1,209,716           | 45,217                        |
| Board of Education                                  | 64,826              | 81,354              | 53,957              | 27,397                        |
| Administration                                      | 3,772,754           | 3,798,971           | 3,626,710           | 172,261                       |
| Fiscal                                              | 1,470,428           | 1,708,432           | 1,686,699           | 21,733                        |
| Business                                            | 451,800             | 430,766             | 360,345             | 70,421                        |
| Operation and Maintenance of Plant                  | 5,082,580           | 5,101,448           | 4,989,024           | 112,424                       |
| Pupil Transportation                                | 4,519,500           | 4,658,955           | 4,513,287           | 145,668                       |
| Central                                             | 608,062             | 786,540             | 615,850             | 170,690                       |
| Extracurricular Activities                          | 1,075,259           | 1,077,718           | 1,063,449           | 14,269                        |
| <i>Total Expenditures</i>                           | <u>59,048,271</u>   | <u>60,393,226</u>   | <u>58,755,884</u>   | <u>1,637,342</u>              |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>(881,495)</u>    | <u>(2,234,004)</u>  | <u>510,195</u>      | <u>2,744,199</u>              |
| <b>Other Financing Sources (Uses)</b>               |                     |                     |                     |                               |
| Advances Out                                        | (5,000)             | (5,000)             | 0                   | 5,000                         |
| Transfers In                                        | 1,500               | 1,500               | 0                   | (1,500)                       |
| Transfers Out                                       | (1,735,000)         | (1,610,000)         | (1,600,000)         | 10,000                        |
| <i>Total Other Financing Sources (Uses)</i>         | <u>(1,738,500)</u>  | <u>(1,613,500)</u>  | <u>(1,600,000)</u>  | <u>13,500</u>                 |
| <i>Net Change in Fund Balance</i>                   | <u>(2,619,995)</u>  | <u>(3,847,504)</u>  | <u>(1,089,805)</u>  | <u>2,757,699</u>              |
| <i>Fund Balance Beginning of Year</i>               | <u>16,732,921</u>   | <u>16,732,921</u>   | <u>16,732,921</u>   | <u>0</u>                      |
| <i>Prior Year Encumbrances Appropriated</i>         | <u>774,472</u>      | <u>774,472</u>      | <u>774,472</u>      | <u>0</u>                      |
| <i>Fund Balance End of Year</i>                     | <u>\$14,887,398</u> | <u>\$13,659,889</u> | <u>\$16,417,588</u> | <u>\$2,757,699</u>            |

See accompanying notes to the basic financial statements

**Nordonia Hills City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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**Note 1 – Description of the School District and Reporting Entity**

The Nordonia Hills City School District (School District) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The School District operates under a locally-elected five-member Board form of government. Each member is elected to a four-year term. The School District provides educational services as mandated by State and/or Federal agencies. The Board controls the School District's six instructional/support facilities staffed by 215 non-certificated employees and 239 certificated teaching and support personnel, plus 18 administrators that provide services to 3,224 students and other community members.

*Reporting Entity*

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the School District are not misleading. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the School District. For the Nordonia Hills City School District, this includes the agencies and departments that provide the following services: general operations, food service, preschool, and student related activities of the School District.

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. The School District does not have any component units.

The School District is associated with one shared risk pool and three jointly governed organizations. These organizations include the Stark County Schools Council of Governments Health Benefits Plan, the Northeast Ohio Network for Educational Technology, the Ohio Schools Council and the Cuyahoga Valley Career Center. Information regarding these organizations is presented in Notes 16 and 17 to the basic financial statements.

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

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

**Nordonia Hills City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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***Basis of Presentation***

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

***Government-wide Financial Statements*** The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. The School District, however, has no business-type activities.

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

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

***Fund Accounting***

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

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

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

**Nordonia Hills City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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

***Measurement Focus***

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

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

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

***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 School District, available means expected to be received within sixty days of fiscal year end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 8). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

## **Nordonia Hills City School District**

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

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***Deferred Outflows/Inflows of Resources*** In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources 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. For the School District, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on refunding, asset retirement obligations and pension and OPEB plans. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to asset retirement obligations is originally measured at the amount of the corresponding liability. This amount is expensed in a systematic and rational manner over the tangible asset's useful life. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 11 and 12, respectively.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized until that time. For the School District, deferred inflows of resources includes deferred charge on refunding, property taxes, payments in lieu of taxes, pension and OPEB plans, and unavailable revenue. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of June 30, 2025, but which were levied to finance fiscal year 2026 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and 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. For the School District, unavailable revenue includes delinquent property taxes, intergovernmental grants and tuition and fees. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities found on page 17. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position (See Notes 11 and 12).

***Expenses/Expenditures*** On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported on the operating statement as an expenditure with a like amount reported as intergovernmental revenue. Unused donated commodities are reported as inventory held for resale.

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.

### ***Cash and Cash Equivalents***

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

During fiscal year 2025, investments were limited to STAR Ohio, First American Treasury Obligations funds, commercial paper, federal home loan bank notes, federal home loan mortgage corporation notes, federal farm credit bank notes, U.S. Treasury notes and negotiable certificates of deposit.

## **Nordonia Hills City School District**

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

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Except for nonparticipating investment contracts, STAR Ohio and commercial paper, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposit are reported at cost. The School District's commercial paper is measured at amortized cost as it is a highly liquid debt instrument with a remaining maturity at the time of purchase of less than one year.

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

STAR Ohio reserves the right to limit participant transactions to \$250 million per day. Transactions in all of a participant's accounts will be combined for this purpose. Twenty-four hours advance notice to STAR Ohio is appreciated for purchases or redemptions of \$100 million or more. For fiscal year 2025, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates.

Following Ohio statutes, the Board of Education has, by resolution, identified the funds to receive an allocation of interest. Investment earnings/interest revenue credited to the general fund during the fiscal year 2025 amounted to \$1,044,355, of which \$195,600 was assigned from other School District funds.

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

#### ***Prepaid Items***

Payments made to vendors for services that will benefit periods beyond June 30, 2025, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

#### ***Inventory***

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

#### ***Deferred Charge on Refunding***

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

## **Nordonia Hills City School District**

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

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#### ***Capital Assets***

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

All reported capital assets, except land and construction in progress, are depreciated or amortized. Improvements are depreciated 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>Estimated Lives</u> |
|-----------------------------------------|------------------------|
| Buildings and Improvements              | 10-50 years            |
| Furniture and Equipment                 | 5-20 years             |
| Vehicles                                | 5-10 years             |
| Intangible Right to Use - Subscriptions | 3-6 years              |

The School District is reporting intangible right to use assets related to subscription assets. Subscription assets represent intangible right to use assets related to the use of another party's IT software. These intangible right to use assets are being amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

#### ***Interfund Balances***

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

#### ***Compensated Absences***

For the School District, compensated absences includes leave for which employees may receive cash payments when the leave is used for time off or receive cash payments for unused leave upon termination of employment. These payments could occur during employment or upon termination of employment. Compensated absences generally do not have a set payment schedule. The School District does not offer noncash settlements. The School District uses a first-in first-out flow assumption for compensated absences.

Liabilities should be recognized for leave that has not been used if the leave is attributable to services already rendered, the leave accumulates and is allowed to be carried over to subsequent years, and the leave is more likely than not to be used for time off or otherwise paid in cash. For the School District, this leave includes sick, personal and vacation time. However, the School District also has certain compensated absences that are dependent upon the occurrence of a sporadic events that affects a relatively small

## **Nordonia Hills City School District**

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

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proportion of employees. A liability for these types of leave is recognized when the leave commences. For the School District this type of leave includes bereavement leave, military leave, on-the-job injury leave, and court leave. Holiday leave taken on a specific date, not at the discretion of the employee is recognized as a liability when used. The liability for compensated absences includes salary-related payments, where applicable.

Liabilities for compensated absences are recognized in financial statements prepared using the economic resources measurement focus for leave that has not been used and leave that has been used but not yet paid or settled.

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

#### ***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 fiscal year. Bonds payable and financed purchases are recognized as a liability on the governmental fund financial statements when due. Net pension/OPEB liabilities should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan's fiduciary net position is not sufficient for payment of those benefits.

#### ***Bond Premiums***

On the government-wide financial statements, bond premiums are deferred and amortized for the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Bond premiums are presented as an increase of the face amount of the bonds payable. On governmental fund statements, bond premiums are receipted in the year the bonds are issued.

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

#### ***Fund Balance***

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

***Nonspendable*** The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash. Nonspendable fund balance in the general fund includes unclaimed monies legally required to be maintained until the end of a five-year holding period offset by any estimated liability for payments to claimants.

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

## **Nordonia Hills City School District**

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

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

**Assigned** Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. The amounts are assigned by the School District Board of Education. In the general fund, assigned amounts represent intended uses established by policies of the School District Board of Education or by State statute. State statute authorizes the Treasurer to assign fund balance for purchases on order, provided such amounts have been lawfully appropriated. The School District Board of Education also assigned fund balance to cover a gap between fiscal year 2026's estimated revenue and appropriated budget and for public school support.

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

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

#### ***Net Position***

Net position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Restricted net position for unclaimed monies represents amounts required to be maintained until the end of a five-year holding period offset by any estimated liability for payments to claimants. Restricted net position for OPEB plans represents the corresponding restricted asset amounts held in trust by the OPEB plans for future benefits.

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

#### ***Restricted Assets***

Assets are reported as restricted assets when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or the laws of other governments, or imposed by law through constitutional provisions. Restricted assets in the general fund include unclaimed monies legally required to be maintained until the end of a five-year holding period.

**Nordonia Hills City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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***Estimates***

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

***Internal Activity***

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

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

***Budgetary Data***

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

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District's Treasurer. The amounts reported in the budgetary statement as the original and final budgeted amounts reflect the amounts in the amended certificate in effect when the original and final appropriations were passed.

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

***Pensions/Other Postemployment Benefits (OPEB)***

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

**Nordonia Hills City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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***Subscription-Based Information Technology Arrangements***

The School District is reporting Subscription-Based Information Technology Arrangements (SBITAs) for various noncancellable IT software contracts. At the commencement of the subscription term, the School District initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of subscription payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for subscription payments made at the commencement of the subscription term, plus certain initial implementation costs. Subsequently, the subscription asset is amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT asset. Subscription assets are reported with other capital assets and subscription payables are not reported as all payments related to the School District's SBITA arrangements were either made prior to the commencement of the subscription term or all payments related to the School District's SBITA arrangements have been made in the first year of the term. The School District's current SBITA arrangements for network security both have a 3 year term and they end during fiscal year 2026. The School District's current SBITA arrangement for education software has a 6 year term, beginning on August 1, 2024 and ending on July 30, 2030.

**Note 3 – Change in Accounting Principles**

For fiscal year 2025, the School District implemented Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences* and GASB Statement No. 102, *Certain Risk Disclosures*.

GASB 101 will result in a liability for compensated absences that more appropriately reflects when a government incurs such an obligation. In addition, the model can be applied consistently to any type of compensated absence and will eliminate potential comparability issues between governments that offer different types of leave. For the School District, GASB Statement No. 101 increased the compensated absences liability and the cumulative effects of compensated absence related expense decreased beginning net position. This change in accounting principle is separately displayed by reporting unit in the accompanying financial statements.

GASB 102 will provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. GASB 102 requirements apply only to note disclosure and do not have any effect on beginning net position/fund balance. The School District evaluated their concentrations and constraints but did not have any events that required disclosure.

**Nordonia Hills City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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**Note 4 – Budgetary Basis of Accounting**

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

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Investments are reported at fair value (GAAP) rather than cost (budget basis).
3. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
4. Budgetary revenues and expenditures of the public school support fund are reclassified to the general fund for GAAP reporting.
5. Encumbrances are treated as expenditures (budget basis) rather than as a restricted, committed, or assigned fund balance (GAAP basis).

The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

| Net Change in Fund Balance              |                             |
|-----------------------------------------|-----------------------------|
| GAAP Basis                              | (\$196,291)                 |
| Net Adjustment for Revenue Accruals     | (859,555)                   |
| Beginning Fair Value Adjustment         | (75,138)                    |
| Ending Fair Value Adjustment            | (109,084)                   |
| Net Adjustment for Expenditure Accruals | 535,006                     |
| Perspective Difference:                 |                             |
| Public School Support                   | (3,510)                     |
| Encumbrances                            | (381,233)                   |
| Budget Basis                            | <u><u>(\$1,089,805)</u></u> |

**Note 5 – Fund Deficits**

At June 30, 2025, the reducing class size special revenue fund had a deficit fund balance of \$10,994. This deficit is the result of the recognition of payables in accordance with generally accepted accounting principles as well as short-term interfund loans from the general fund needed for operations until the receipt of grant monies. The general fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

**Nordonia Hills City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2025*

**Note 6 – Fund Balances**

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

| <u>Fund Balances</u>             | <u>General</u>      | <u>Other<br/>Governmental<br/>Funds</u> | <u>Total</u>        |
|----------------------------------|---------------------|-----------------------------------------|---------------------|
| <u><b>Nonspendable:</b></u>      |                     |                                         |                     |
| Unclaimed Monies                 | \$21,124            | \$0                                     | \$21,124            |
| Materials and Supplies Inventory | 58,144              | 6,972                                   | 65,116              |
| Prepays                          | 46,636              | 0                                       | 46,636              |
| <i>Total Nonspendable</i>        | <u>125,904</u>      | <u>6,972</u>                            | <u>132,876</u>      |
| <u><b>Restricted for:</b></u>    |                     |                                         |                     |
| Debt Service                     | 0                   | 925,271                                 | 925,271             |
| Capital Projects                 | 0                   | 30,812                                  | 30,812              |
| Student Activities               | 0                   | 376,730                                 | 376,730             |
| Instruction                      | 0                   | 84,856                                  | 84,856              |
| Food Service                     | 0                   | 1,368,621                               | 1,368,621           |
| <i>Total Restricted</i>          | <u>0</u>            | <u>2,786,290</u>                        | <u>2,786,290</u>    |
| <u><b>Committed to:</b></u>      |                     |                                         |                     |
| High School Book Store           | 0                   | 5,161                                   | 5,161               |
| Transportation Services          | 15,281              | 0                                       | 15,281              |
| ESC Services                     | 22,266              | 0                                       | 22,266              |
| Legal Services                   | 38,576              | 0                                       | 38,576              |
| Other Services                   | 3,427               | 0                                       | 3,427               |
| Capital Improvements             | 0                   | 2,021,590                               | 2,021,590           |
| <i>Total Committed</i>           | <u>79,550</u>       | <u>2,026,751</u>                        | <u>2,106,301</u>    |
| <u><b>Assigned to:</b></u>       |                     |                                         |                     |
| Fiscal Year 2026 Operations      | 3,288,335           | 0                                       | 3,288,335           |
| Public School Support            | 122,849             | 0                                       | 122,849             |
| Purchases on Order               | 158,271             | 0                                       | 158,271             |
| <i>Total Assigned</i>            | <u>3,569,455</u>    | <u>0</u>                                | <u>3,569,455</u>    |
| Unassigned (Deficit)             | <u>8,789,742</u>    | <u>(10,994)</u>                         | <u>8,778,748</u>    |
| <b>Total Fund Balances</b>       | <u>\$12,564,651</u> | <u>\$4,809,019</u>                      | <u>\$17,373,670</u> |

**Nordonia Hills City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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**Note 7 – Deposits and Investments**

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

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

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

Interim 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.

Protection of the School District's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, or by the financial institution's 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.

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

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

## Nordonia Hills City School District

### Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

7. The State Treasurer's investment pool (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 trading requirements have been met. The investment in commercial paper notes of a single issuer shall not exceed in the aggregate five percent of interim monies available for investment at the time of purchase.

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

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

#### Investments

As of June 30, 2025, the School District had the following investments:

| Measurement/Investment                          | Measurement<br>Amount | Maturity             | Standard<br>& Poor's<br>Rating | Percent of<br>Total<br>Investments |
|-------------------------------------------------|-----------------------|----------------------|--------------------------------|------------------------------------|
| Net Asset Value Per Share:                      |                       |                      |                                |                                    |
| STAR Ohio                                       | \$7,061,662           | Average 30.4 days    | AAAm                           | N/A                                |
| Amortized Cost:                                 |                       |                      |                                |                                    |
| Commercial Paper                                | 1,624,704             | Less than one year   | A-1                            | 8.40 %                             |
| Fair Value - Level One Inputs:                  |                       |                      |                                |                                    |
| First American Treasury Obligations Fund        | 814,818               | Less than one year   | AAAm                           | N/A                                |
| Fair Value - Level Two Inputs:                  |                       |                      |                                |                                    |
| Federal Home Loan Bank Notes                    | 397,710               | Less than five years | AA+                            | N/A                                |
| Federal Home Loan Mortgage<br>Corporation Notes | 1,066,564             | Less than two years  | AA+                            | 5.52                               |
| Federal Farm Credit Bank Notes                  | 1,700,826             | Less than five years | AA+                            | 8.80                               |
| U.S. Treasury Notes                             | 3,900,644             | Less than five years | AA+                            | 20.17                              |
| Negotiable Certificates of Deposit              | 2,768,105             | Less than five years | N/A                            | 14.32                              |
| Total Investments                               | <u>\$19,335,033</u>   |                      |                                |                                    |

The School District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The preceding chart identifies the School District's recurring fair value measurements as of June 30, 2025. STAR Ohio is measured at net asset value per share. Commercial paper is measured at amortized cost. The First American Treasury Obligations Fund is measured at fair value and is valued using quoted market prices (Level 1 inputs). The School District's remaining investments measured at fair value are valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data including market research publications. Market indicators and industry and economic events are also monitored, which could require the need to acquire further market data (Level 2 inputs).

## **Nordonia Hills City School District**

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

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**Interest Rate Risk** The School District has no investment policy that addresses interest rate risk. State statute requires that an investment mature within five years from the date of purchase, unless matched to a specific obligation or debt of the School District and that investment must be purchased with the expectation that it will be held to maturity.

**Credit Risk** The School District does not have an investment policy that addresses credit risk beyond the requirements in State statutes. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized statistical rating organization, the money market mutual fund be rated in the highest category at the time of purchase by at least one nationally recognized statistical rating organization, and that the commercial paper be rated in the highest category at the time of purchase by at least two nationally recognized statistical rating organizations. The negotiable certificates of deposit are not rated.

**Concentration of Credit Risk** This type of risk is defined by the Governmental Accounting Standards Board as having investments of five percent or more in the securities of a single issuer. The School District's investment policy requires diversification of the portfolio but does not indicate specific percentage allocations.

## **Note 8 – Property Taxes**

Property taxes are levied and assessed on a calendar year basis while the School District's fiscal year runs from July through June. First half tax collections are received by the School 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 and public utility property located in the School District. Real property tax revenue received in calendar year 2025 represents collections of calendar year 2024 taxes. Real property taxes received in calendar year 2025 were levied after April 1, 2024, on the assessed value listed as of January 1, 2024, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2025 represents collections of calendar year 2024 taxes. Public utility real and tangible personal property taxes received in calendar year 2025 became a lien December 31, 2023, were levied after April 1, 2024 and are collected in calendar year 2025 with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The School District receives property taxes from Summit County. The County Fiscal Officer periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the counties by June 30, 2025, are available to finance fiscal year 2025 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property and public utility property taxes, which are measurable as of June 30, 2025, 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 inflows of resources – property taxes.

## Nordonia Hills City School District

### Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

The amount available as an advance at June 30, 2025, was \$2,106,723 in the general fund and \$63,902 in the bond retirement debt service fund. The amount available as an advance at June 30, 2024, was \$1,557,424 in the general fund and \$125,469 in the bond retirement debt service fund.

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

The assessed values upon which the fiscal year 2025 taxes were collected are:

|                                               | 2024 Second-<br>Half Collections |                 | 2025 First-<br>Half Collections |                 |
|-----------------------------------------------|----------------------------------|-----------------|---------------------------------|-----------------|
|                                               | Amount                           | Percent         | Amount                          | Percent         |
| Real Estate                                   | \$1,405,627,560                  | 95.59 %         | \$1,407,220,570                 | 95.26 %         |
| Public Utility Personal Property              | 64,816,030                       | 4.41            | 70,055,120                      | 4.74            |
|                                               | <u>\$1,470,443,590</u>           | <u>100.00 %</u> | <u>\$1,477,275,690</u>          | <u>100.00 %</u> |
| Tax rate per \$1,000 of<br>assessed valuation | \$74.59                          |                 | \$73.15                         |                 |

The tax rate decreased due to the bond levies decreasing to keep collection amounts consistent from the increase in assessed valuation.

### Note 9 – Receivables

Receivables at June 30, 2025, consisted of taxes, payments in lieu of taxes, accrued interest, accounts (tuition and excess costs), 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. All receivables except for delinquent property taxes are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

| Governmental Activities        | Amounts          |
|--------------------------------|------------------|
| School Foundation Adjustments  | \$302,443        |
| Reducing Class Size Grant      | 15,076           |
| Medicaid Reimbursement         | 10,080           |
| Stark County ESC Reimbursement | 487              |
| Title VI-B Grant               | <u>109</u>       |
| Total                          | <u>\$328,195</u> |

### Payments in Lieu of Taxes

The School District is party to Tax Increment Financing (TIF) agreements. Municipalities, townships, and counties can enter into TIF agreements which lock in real property at its unimproved value for up to 30 years in a defined TIF district. Some TIF agreements also require the TIF government to allocate service payments to 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 that the School District receives as part of TIF agreements are presented on the financial statements as Payments in Lieu of Taxes.

**Nordonia Hills City School District**  
*Notes to the Basic Financial Statements*  
For the Fiscal Year Ended June 30, 2025

**Note 10 – Capital Assets**

Capital asset activity for the fiscal year ended June 30, 2025, was as follows:

|                                                           | Balance<br>7/1/2024 | Additions            | Deletions            | Balance<br>6/30/2025 |
|-----------------------------------------------------------|---------------------|----------------------|----------------------|----------------------|
| <b>Governmental Activities</b>                            |                     |                      |                      |                      |
| <i><b>Nondepreciable Capital Assets</b></i>               |                     |                      |                      |                      |
| Land                                                      | \$1,313,387         | \$0                  | \$0                  | \$1,313,387          |
| Construction in Progress                                  | 922,838             | 643,440              | (1,186,278)          | 380,000              |
| <i>Total Nondepreciable Capital Assets</i>                | <u>2,236,225</u>    | <u>643,440</u>       | <u>(1,186,278)</u>   | <u>1,693,387</u>     |
| <i><b>Depreciable Capital Assets</b></i>                  |                     |                      |                      |                      |
| <i><b>Tangible Assets</b></i>                             |                     |                      |                      |                      |
| Buildings and Improvements                                | 60,263,507          | 1,392,206            | 0                    | 61,655,713           |
| Furniture and Equipment                                   | 7,753,544           | 1,128,909            | (145,980)            | 8,736,473            |
| Vehicles                                                  | 687,113             | 15,832               | 0                    | 702,945              |
| <i>Total Tangible Assets</i>                              | <u>68,704,164</u>   | <u>2,536,947</u>     | <u>(145,980)</u>     | <u>71,095,131</u>    |
| <i><b>Intangible Right to Use</b></i>                     |                     |                      |                      |                      |
| <i><b>Subscription Assets</b></i>                         |                     |                      |                      |                      |
| Intangible Right to Use - Subscriptions                   | 379,650             | 299,581              | (250,654)            | 428,577              |
| <i>Total Depreciable/Amortizable Capital Assets</i>       | <u>69,083,814</u>   | <u>2,836,528</u>     | <u>(396,634)</u>     | <u>71,523,708</u>    |
| <i><b>Less: Accumulated Depreciation/Amortization</b></i> |                     |                      |                      |                      |
| <i><b>Depreciation</b></i>                                |                     |                      |                      |                      |
| Buildings and Improvements                                | (32,253,825)        | (1,435,370)          | 0                    | (33,689,195)         |
| Furniture and Equipment                                   | (4,844,450)         | (836,067)            | 144,613              | (5,535,904)          |
| Vehicles                                                  | (591,340)           | (50,893)             | 0                    | (642,233)            |
| <i>Total Depreciation</i>                                 | <u>(37,689,615)</u> | <u>(2,322,330)</u>   | <u>144,613</u>       | <u>(39,867,332)</u>  |
| <i><b>Amortization</b></i>                                |                     |                      |                      |                      |
| Intangible Right to Use - Subscriptions                   | (316,505)           | (98,794)             | 250,654              | (164,645)            |
| <i>Total Accumulated Depreciation/Amortization</i>        | <u>(38,006,120)</u> | <u>(2,421,124) *</u> | <u>395,267</u>       | <u>(40,031,977)</u>  |
| <i>Total Depreciable/Amortizable Capital Assets, Net</i>  | <u>31,077,694</u>   | <u>415,404</u>       | <u>(1,367)</u>       | <u>31,491,731</u>    |
| <i>Governmental Activities Capital Assets, Net</i>        | <u>\$33,313,919</u> | <u>\$1,058,844</u>   | <u>(\$1,187,645)</u> | <u>\$33,185,118</u>  |

**Nordonia Hills City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2025*

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

|                                    | <u>Depreciation</u> | <u>Amortization</u> | <u>Total</u>       |
|------------------------------------|---------------------|---------------------|--------------------|
| Instruction:                       |                     |                     |                    |
| Regular                            | \$1,273,766         | \$55,795            | \$1,329,561        |
| Special                            | 38,858              | 0                   | 38,858             |
| Vocational                         | 29,947              | 0                   | 29,947             |
| Support Services:                  |                     |                     |                    |
| Pupils                             | 38,236              | 0                   | 38,236             |
| Instructional Staff                | 45,557              | 0                   | 45,557             |
| Administration                     | 15,641              | 0                   | 15,641             |
| Operation and Maintenance of Plant | 737,124             | 0                   | 737,124            |
| Pupil Transportation               | 758                 | 0                   | 758                |
| Central                            | 39,273              | 42,999              | 82,272             |
| Food Service Operation             | 43,535              | 0                   | 43,535             |
| Extracurricular Activities         | 59,635              | 0                   | 59,635             |
| Total                              | <u>\$2,322,330</u>  | <u>\$98,794</u>     | <u>\$2,421,124</u> |

**Note 11 – Defined Benefit Pension Plans**

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

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

The net pension liability and the net OPEB liability (asset) reported on the statement of net position represent liabilities to employees for pensions and OPEB, respectively. Pensions/OPEB are a component of exchange transactions – between an employer and its employees – of salaries and benefits for employee services. Pensions/OPEB are provided to an employee – on a deferred-payment basis – as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for 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) represents the School District's proportionate share of each pension/OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension/OPEB plan's fiduciary net position. The net pension/OPEB liability (asset) calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting these estimates annually.

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

## Nordonia Hills City School District

### Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

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 proportionate share of each plan's unfunded benefits is presented as a *net OPEB asset* or long-term *net pension/OPEB liability* on the accrual basis of accounting. Any liability for the contractually required pension/OPEB contribution outstanding at the end of the year is included in *intergovernmental payable* on both the accrual and modified accrual bases of accounting. The remainder of this note includes the required pension disclosures. See Note 12 for the required OPEB disclosures.

#### ***School Employees Retirement System (SERS)***

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

Age and service requirements for retirement are as follows:

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

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

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

## **Nordonia Hills City School District**

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

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An individual whose benefit effective date is before April 1, 2018, is eligible for a cost-of-living adjustment (COLA) on the first anniversary date of the benefit. New benefit recipients must wait until the fourth anniversary of their benefit for COLA eligibility. The COLA is added each year to the base benefit amount on the anniversary date of the benefit. The COLA is indexed to the percentage increase in the CPI-W, not to exceed 2.5 percent and with a floor of 0 percent. A three-year COLA suspension was in effect for all benefit recipients for the years 2018, 2019, and 2020. The Retirement Board approved a 2.5 percent COLA for calendar year 2024.

**Funding Policy** – Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2025, the allocation to pension, death benefits, and Medicare B was 14.0 percent. For fiscal year 2025, the Retirement Board did not allocate any employer contribution to the Health Care Fund.

The School District's contractually required contribution to SERS was \$1,275,545 for fiscal year 2025. Of this amount, \$91,368 is reported as an intergovernmental payable.

#### ***State Teachers Retirement System (STRS)***

**Plan Description** – School District licensed teachers and other faculty members participate in STRS Ohio, a cost-sharing multiple employer public employee system administered by STRS. STRS provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS issues a stand-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 East Broad Street., Columbus, Ohio 43215-3771, by calling (888) 227-7877, or by visiting the STRS Web site at [www.strsoh.org](http://www.strsoh.org).

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

The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. The calculation is 2.2 percent of final average salary for the five highest years of earnings multiplied by all years of credited service. Effective August 1, 2023, any member can retire with unreduced benefits with 34 years of services credit at any age; or five years of service credit and age 65. Effective June 1, 2025 - July 1, 2027, any member can retire with unreduced benefits with 33 years of service credit at any age; or five years of service credit and age 65. Effective on or after August 1, 2027, any member can retire with unreduced benefits with 34 years of service credit at any age; or five years of service credit and age 65.

In April 2017, the Retirement Board made the decision to reduce COLA granted on or after July 1, 2017, to 0 percent upon a determination by its actuary that it was necessary to preserve the fiscal integrity of the retirement system. Benefit recipients' base benefit and past cost-of-living increases are not affected by this change. Effective July 1, 2022, an ad-hoc COLA of 3 percent of the base benefit was granted to eligible benefit recipients to begin on the anniversary of their retirement benefit in fiscal year 2023 as long as they retired prior to July 1, 2018. Effective July 1, 2023, a permanent 1 percent COLA of the base benefit was granted to eligible benefit recipients to begin on the anniversary of their retirement benefit in fiscal year 2024 as long as they retired prior to July 1, 2019.

## **Nordonia Hills City School District**

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

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Eligibility changes for DB Plan members who retire with actuarially reduced benefits effective August 1, 2023, can retire with 29 years of service credit at any age; or five years of service credit and age 60. Effective June 1, 2025 - July 1, 2027, retirement eligibility for reduced benefits is 28 years of service credit at any age; or five years of service credit and age 60. Effective on or after August 1, 2027, retirement eligibility for reduced benefits is 29 years of service credit at any age; or five years of service credit and age 60.

The DC Plan allows members to place all their member contributions and 11.09 percent of the 14 percent employer contributions into an investment account. The member determines how to allocate the member and employer money among various investment choices offered by STRS. The remaining 2.91 percent of the 14 percent employer rate is allocated to the defined benefit unfunded liability. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

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

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

A DB or Combined Plan member with five or more years of credited service who is determined to be disabled may qualify for a disability benefit. New members 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 2025 employer and employee contribution rate of 14 percent was equal to the statutory maximum rates. For 2025, the full employer contribution was allocated to pension.

The School District's contractually required contribution to STRS was \$3,498,236 for fiscal year 2025. Of this amount, \$901,681 is reported as an intergovernmental payable.

**Nordonia Hills City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2025*

***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, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on the School District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

|                                                  | SERS                | STRS                | Total        |
|--------------------------------------------------|---------------------|---------------------|--------------|
| Proportion of the Net Pension Liability:         |                     |                     |              |
| Current Measurement Date                         | 0.21377040%         | 0.17799458%         |              |
| Prior Measurement Date                           | 0.21869740%         | 0.18051215%         |              |
| Change in Proportionate Share                    | <u>-0.00492700%</u> | <u>-0.00251757%</u> |              |
| Proportionate Share of the Net Pension Liability | \$10,935,631        | \$34,249,033        | \$45,184,664 |
| Pension Expense                                  | \$821,251           | \$2,091,572         | \$2,912,823  |

At June 30, 2025, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|                                                                                                                              | SERS               | STRS               | Total              |
|------------------------------------------------------------------------------------------------------------------------------|--------------------|--------------------|--------------------|
| <b>Deferred Outflows of Resources</b>                                                                                        |                    |                    |                    |
| Differences between expected and actual experience                                                                           | \$417,513          | \$2,156,793        | \$2,574,306        |
| Changes of assumptions                                                                                                       | 97,827             | 1,578,383          | 1,676,210          |
| Changes in proportionate share and difference between School District contributions and proportionate share of contributions | 0                  | 323,681            | 323,681            |
| School District contributions subsequent to the measurement date                                                             | <u>1,275,545</u>   | <u>3,498,236</u>   | <u>4,773,781</u>   |
| Total Deferred Outflows of Resources                                                                                         | <u>\$1,790,885</u> | <u>\$7,557,093</u> | <u>\$9,347,978</u> |
| <b>Deferred Inflows of Resources</b>                                                                                         |                    |                    |                    |
| Differences between expected and actual experience                                                                           | \$0                | \$18,754           | \$18,754           |
| Changes of assumptions                                                                                                       | 0                  | 1,188,069          | 1,188,069          |
| Net difference between projected and actual earnings on pension plan investments                                             | 684,017            | 2,944,720          | 3,628,737          |
| Changes in proportionate share and difference between School District contributions and proportionate share of contributions | <u>244,055</u>     | <u>567,290</u>     | <u>811,345</u>     |
| Total Deferred Inflows of Resources                                                                                          | <u>\$928,072</u>   | <u>\$4,718,833</u> | <u>\$5,646,905</u> |

\$4,773,781 reported as deferred outflows of resources related to pension resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

**Nordonia Hills City School District**  
*Notes to the Basic Financial Statements*  
For the Fiscal Year Ended June 30, 2025

|                             | SERS               | STRS               | Total                |
|-----------------------------|--------------------|--------------------|----------------------|
| Fiscal Year Ending June 30: |                    |                    |                      |
| 2026                        | (\$636,135)        | (\$1,790,125)      | (\$2,426,260)        |
| 2027                        | 583,157            | 2,980,880          | 3,564,037            |
| 2028                        | (158,615)          | (1,031,999)        | (1,190,614)          |
| 2029                        | (201,139)          | (818,732)          | (1,019,871)          |
| Total                       | <u>(\$412,732)</u> | <u>(\$659,976)</u> | <u>(\$1,072,708)</u> |

***Actuarial Assumptions – SERS***

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

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employers and plan members to that point. The projection of benefits for financial reporting purposes does not explicitly incorporate the potential effects of legal or contractual funding limitations. Future benefits for all current plan members were projected through 2137.

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, 2024, are presented as follows:

|                                              |                                                                                                                                   |
|----------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------|
| Inflation                                    | 2.4 percent                                                                                                                       |
| Future Salary Increases, including inflation | 3.25 percent to 13.58 percent                                                                                                     |
| COLA or Ad Hoc COLA                          | 2.0 percent, on or after<br>April 1, 2018, COLAs for future<br>retirees will be delayed for three<br>years following commencement |
| Investment Rate of Return                    | 7.00 percent net of<br>System expenses                                                                                            |
| Actuarial Cost Method                        | Entry Age Normal<br>(Level Percent of Payroll)                                                                                    |

## Nordonia Hills City School District

### Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

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

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

The long-term return expectation for the Pension Plan Investments has been determined by using a building-block approach and assumes a time horizon, as defined in SERS' *Statement of Investment Policy*. ORC 3309.15 and the SERS Board-adopted Investment Policy govern investment activity. 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. As of June 30, 2024:

| Asset Class                 | Target<br>Allocation | Long-Term Expected<br>Real Rate of Return<br>(geometric) |
|-----------------------------|----------------------|----------------------------------------------------------|
| Cash                        | 3.00 %               | 0.97 %                                                   |
| US Equity                   | 22.00                | 4.68                                                     |
| Non-US Equity Developed     | 12.00                | 4.96                                                     |
| Non-US Equity Emerging      | 6.00                 | 5.66                                                     |
| Fixed Income/Global Bonds   | 18.00                | 2.38                                                     |
| Private Equity              | 14.00                | 7.10                                                     |
| Real Estate                 | 13.00                | 3.64                                                     |
| Infrastructure              | 7.00                 | 4.80                                                     |
| Private Debt/Private Credit | 5.00                 | 5.86                                                     |
| Total                       | 100.00 %             |                                                          |

**Discount Rate** The total pension liability for 2024 was calculated using the discount rate of 7.00 percent. The discount rate determination did not use a municipal bond rate. The projection of cash flows used to determine the discount rate assumed that employers would contribute the actuarially determined contribution rate of projected compensation over the remaining 20-year amortization period of the unfunded actuarial accrued liability. The actuarially determined contribution rate for fiscal year 2024 was 14 percent. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return (7.00 percent). Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability. The annual money-weighted rate of return, calculated as the internal rate of return on pension plan investments, for fiscal year 2024 was 9.31 percent.

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

## Nordonia Hills City School District

### Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

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|                                                                       | 1% Decrease<br>(6.00%) | Current<br>Discount Rate<br>(7.00%) | 1% Increase<br>(8.00%) |
|-----------------------------------------------------------------------|------------------------|-------------------------------------|------------------------|
| School District's proportionate share<br>of the net pension liability | \$16,730,002           | \$10,935,631                        | \$6,057,084            |

#### **Actuarial Assumptions – STRS**

Key methods and assumptions used in the June 30, 2024, actuarial valuation are presented as follows:

|                                   |                                                                  |
|-----------------------------------|------------------------------------------------------------------|
| Inflation                         | 2.50 percent                                                     |
| Salary increases                  | From 2.5 percent to 8.5 percent<br>based on service              |
| Investment Rate of Return         | 7.00 percent, net of investment<br>expenses, including inflation |
| Discount Rate of Return           | 7.00 percent                                                     |
| Payroll Increases                 | 3.00 percent                                                     |
| Cost-of-Living Adjustments (COLA) | 0.0 percent, effective July 1, 2017                              |

Post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110 percent 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 percent 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.

Actuarial assumptions used in the June 30, 2024, 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' 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<br>Allocation * | Long-Term Expected<br>Rate of Return ** |
|----------------------|------------------------|-----------------------------------------|
| Domestic Equity      | 26.00%                 | 6.90%                                   |
| International Equity | 22.00                  | 7.70                                    |
| Alternatives         | 19.00                  | 9.10                                    |
| Fixed Income         | 22.00                  | 4.50                                    |
| Real Estate          | 10.00                  | 5.10                                    |
| Liquidity Reserves   | 1.00                   | 2.40                                    |
| Total                | 100.00%                |                                         |

\* Final target weights reflected at October 1, 2022.

\*\* 10 year annualized geometric nominal returns, which include the real rate of return and inflation of 2.4 percent, and is net of investment expenses. Over a 30-year period, STRS' investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

## Nordonia Hills City School District

### Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

**Discount Rate** The discount rate used to measure the total pension liability was 7.00 percent as of June 30, 2024. The projection of cash flows used to determine the discount rate assumes that member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2024. Therefore, the long-term expected rate of return on pension plan investments of 7.00 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2024.

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

|                                                                       | 1% Decrease<br>(6.00%) | Current<br>Discount Rate<br>(7.00%) | 1% Increase<br>(8.00%) |
|-----------------------------------------------------------------------|------------------------|-------------------------------------|------------------------|
| School District's proportionate share<br>of the net pension liability | \$55,249,692           | \$34,249,033                        | \$16,486,083           |

## Note 12 – Defined Benefit OPEB Plans

See note 11 for a description of the net OPEB liability.

### ***School Employees Retirement System (SERS)***

**Health Care Plan Description** – The School District contributes to the SERS Health Care Fund, administered by SERS for non-certificated retirees and their beneficiaries. For GASB 75 purposes, this plan is considered a cost-sharing other postemployment benefit (OPEB) plan. SERS' Health Care Plan provides healthcare benefits to eligible individuals receiving retirement, disability, and survivor benefits, and to their eligible dependents. Members who retire after June 1, 1986, need 10 years of service credit, exclusive of most types of purchased credit, to qualify to participate in SERS' health care coverage. The following types of credit purchased after January 29, 1981, do not count toward health care coverage eligibility: military, federal, out-of-state, municipal, private school, exempted, and early retirement incentive credit. In addition to age and service retirees, disability benefit recipients and beneficiaries who are receiving monthly benefits due to the death of a member or retiree, are eligible for SERS' health care coverage. Most retirees and dependents choosing SERS' health care coverage are over the age of 65 and therefore enrolled in a fully insured Medicare Advantage plan; however, SERS maintains a traditional, self-insured preferred provider organization for its non-Medicare retiree population. For both groups, SERS offers a self-insured prescription drug program. Health care is a benefit that is permitted, not mandated, by statute. The financial report of the Plan is included in the SERS Annual Comprehensive Financial Report which can be obtained on SERS' website at [www.ohsers.org](http://www.ohsers.org) under Employers/Audit Resources.

The Health Care program is financed through a combination of employer contributions, recipient premiums, investment returns, and any funds received on behalf of SERS' participation in Medicare programs. The System's goal is to maintain a health care reserve account with a 20-year solvency period in order to ensure that fluctuations in the cost of health care do not cause an interruption in the program. However, during any period in which the 20-year solvency period is not achieved, the System shall manage the Health Care Fund on a pay-as-you-go basis.

## **Nordonia Hills City School District**

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

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

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2025, no allocation was made to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2025, this amount was \$30,000. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2025, the School District's surcharge obligation was \$154,773.

The surcharge, added to the allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The School District's contractually required contribution to SERS was \$154,773 for fiscal year 2025, which is reported as an intergovernmental payable.

#### ***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. Health care premiums were reduced by a Medicare Part B premium credit beginning in 2023. The Plan is included in the report of STRS which can be obtained by visiting [www.strsoh.org](http://www.strsoh.org) or by calling (888) 227-7877.

Medicare Part D is a federal program to help cover the costs of prescription drugs for Medicare beneficiaries. This program allows STRS Ohio to recover part of the cost for providing prescription coverage since all eligible STRS Ohio health care plans include creditable prescription drug coverage.

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. All benefit recipients pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2025, STRS did not allocate any employer contributions to post-employment health care.

# Nordonia Hills City School District

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2025*

## ***OPEB Liability (Asset), OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB***

The net OPEB liability (asset) was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an independent actuarial valuation as of that date. The School District's proportion of the net OPEB liability (asset) was based on the School District's share of contributions to the respective retirement systems relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

|                                             | SERS                | STRS                | Total         |
|---------------------------------------------|---------------------|---------------------|---------------|
| Proportion of the Net OPEB Liability/Asset: |                     |                     |               |
| Current Measurement Date                    | 0.21645710%         | 0.17799458%         |               |
| Prior Measurement Date                      | 0.22438320%         | 0.18051215%         |               |
| Change in Proportionate Share               | <u>-0.00792610%</u> | <u>-0.00251757%</u> |               |
| Proportionate Share of the:                 |                     |                     |               |
| Net OPEB Liability                          | \$2,204,606         | \$0                 | \$2,204,606   |
| Net OPEB (Asset)                            | \$0                 | (\$3,376,217)       | (\$3,376,217) |
| OPEB Expense                                | (\$335,276)         | (\$709,311)         | (\$1,044,587) |

At June 30, 2025, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

|                                                                                                                              | SERS               | STRS               | Total              |
|------------------------------------------------------------------------------------------------------------------------------|--------------------|--------------------|--------------------|
| <b>Deferred Outflows of Resources</b>                                                                                        |                    |                    |                    |
| Differences between expected and actual experience                                                                           | \$0                | \$146,771          | \$146,771          |
| Changes of assumptions                                                                                                       | 946,216            | 415,566            | 1,361,782          |
| Net difference between projected and actual earnings on OPEB plan investments                                                | 10,764             | 0                  | 10,764             |
| Changes in proportionate Share and difference between School District contributions and proportionate share of contributions | 47,161             | 19,328             | 66,489             |
| School District contributions subsequent to the measurement date                                                             | <u>154,773</u>     | <u>0</u>           | <u>154,773</u>     |
| Total Deferred Outflows of Resources                                                                                         | <u>\$1,158,914</u> | <u>\$581,665</u>   | <u>\$1,740,579</u> |
| <b>Deferred Inflows of Resources</b>                                                                                         |                    |                    |                    |
| Differences between expected and actual experience                                                                           | \$2,377,138        | \$363,840          | \$2,740,978        |
| Changes of assumptions                                                                                                       | 1,012,715          | 1,522,652          | 2,535,367          |
| Net difference between projected and actual earnings on OPEB plan investments                                                | 0                  | 144,966            | 144,966            |
| Changes in Proportionate Share and difference between School District contributions and proportionate share of contributions | <u>555,564</u>     | <u>3,747</u>       | <u>559,311</u>     |
| Total Deferred Inflows of Resources                                                                                          | <u>\$3,945,417</u> | <u>\$2,035,205</u> | <u>\$5,980,622</u> |

**Nordonia Hills City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2025*

\$154,773 reported as deferred outflows of resources related to OPEB resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability or an increase in the net OPEB asset in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

|                             | <u>SERS</u>          | <u>STRS</u>          | <u>Total</u>         |
|-----------------------------|----------------------|----------------------|----------------------|
| Fiscal Year Ending June 30: |                      |                      |                      |
| 2026                        | (\$707,938)          | (\$511,059)          | (\$1,218,997)        |
| 2027                        | (520,311)            | (225,646)            | (745,957)            |
| 2028                        | (396,536)            | (289,027)            | (685,563)            |
| 2029                        | (348,649)            | (269,251)            | (617,900)            |
| 2030                        | (345,408)            | (217,723)            | (563,131)            |
| Thereafter                  | <u>(622,434)</u>     | <u>59,166</u>        | <u>(563,268)</u>     |
| Total                       | <u>(\$2,941,276)</u> | <u>(\$1,453,540)</u> | <u>(\$4,394,816)</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.

## Nordonia Hills City School District

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

Key methods and assumptions used in calculating the total OPEB liability in the latest actuarial valuation date of June 30, 2024, are presented as follows:

|                                                    | June 30, 2024                                  |
|----------------------------------------------------|------------------------------------------------|
| Inflation                                          | 2.40 percent                                   |
| Future Salary Increases, including inflation       | 3.25 percent to 13.58 percent                  |
| Investment Rate of Return                          | 7.00 percent net of investment expense         |
| Actuarial Cost Method                              | Entry Age Normal<br>(Level Percent of Payroll) |
| Fiduciary Net Position is Projected to be Depleted | 2059                                           |
| Municipal Bond Index Rate:                         |                                                |
| Measurement Date                                   | 3.93 percent                                   |
| Prior Measurement Date                             | 3.86 percent                                   |
| Single Equivalent Interest Rate,                   |                                                |
| Measurement Date                                   | 4.88 percent                                   |
| Prior Measurement Date                             | 4.27 percent                                   |
| Health Care Cost Trend Rate                        |                                                |
| Medical Trend Assumption                           |                                                |
| Measurement Date                                   | 7.00 to 4.40 percent                           |
| Prior Measurement Date                             | 6.75 to 4.40 percent                           |

Mortality rates among healthy retirees were based on the PUB-2010 General Employee Amount Weighted Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20 percent for males and set forward 2 years and adjusted 81.35 percent for females. Mortality among disabled members were based upon the PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3 percent for males and set forward 3 years and adjusted 106.8 percent for females. Mortality rates for contingent survivors were based on PUB-2010 General Amount Weighted Below Median Contingent Survivor mortality table projected to 2017 with ages set forward 1 year and adjusted 105.5 percent for males and adjusted 122.5 percent for females. Mortality rates for actives is based on PUB-2010 General Amount Weighted Below Median Employee mortality table. Mortality rates are projected using a fully generational projection with Scale MP-2020.

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

The long-term expected rate of return on plan assets is reviewed as part of the actuarial five-year experience study. The most recent study covers fiscal years 2016 through 2020, and was adopted by the Board on April 15, 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 (expected return, net of investment expense and inflation) were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return, 7.00 percent, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The 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.

# Nordonia Hills City School District

## Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

The SERS health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as the pension plan, see Note 11.

**Discount Rate** The discount rate used to measure the total OPEB liability at June 30, 2024, was 4.88 percent. The discount rate used to measure total OPEB liability prior to June 30, 2024, was 4.27 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the contribution rate of 1.50 percent of projected covered payroll each year, which includes a 1.50 percent payroll surcharge and no contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be depleted in 2059 by SERS' actuaries. The Fidelity General Obligation 20-year Municipal Bond Index Rate was used in the determination of the single equivalent interest rate for both the June 30, 2023, and the June 30, 2024, 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 was 3.93 percent at June 30, 2024, and 3.86 percent at June 30, 2023.

**Sensitivity of the School District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and Changes in the Health Care Cost Trend Rates** The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability of SERS, what SERS' net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.88%) and higher (5.88%) than the current discount rate (4.88%). Also shown is what SERS' net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (6.00% decreasing to 3.40%) and higher (8.00% decreasing to 5.40%) than the current rate.

|                                                                    | 1% Decrease<br>(3.88%)                        | Discount Rate<br>(4.88%)                                | 1% Increase<br>(5.88%)                        |
|--------------------------------------------------------------------|-----------------------------------------------|---------------------------------------------------------|-----------------------------------------------|
| School District's proportionate share<br>of the net OPEB liability | \$2,939,763                                   | \$2,204,606                                             | \$1,620,423                                   |
|                                                                    | 1% Decrease<br>(6.00% decreasing<br>to 3.40%) | Current<br>Trend Rate<br>(7.00% decreasing<br>to 4.40%) | 1% Increase<br>(8.00% decreasing<br>to 5.40%) |
| School District's proportionate share<br>of the net OPEB liability | \$1,490,231                                   | \$2,204,606                                             | \$3,143,593                                   |

**Nordonia Hills City School District**  
*Notes to the Basic Financial Statements*  
For the Fiscal Year Ended June 30, 2025

***Actuarial Assumptions – STRS***

Key methods and assumptions used in the June 30, 2024, actuarial valuation compared to the prior year are presented as follows:

|                            | June 30, 2024                                                 | June 30, 2023                                                 |
|----------------------------|---------------------------------------------------------------|---------------------------------------------------------------|
| Projected salary increases | Varies by service from 2.5 percent to 8.5 percent             | Varies by service from 2.5 percent to 8.5 percent             |
| Investment Rate of Return  | 7.00 percent, net of investment expenses, including inflation | 7.00 percent, net of investment expenses, including inflation |
| Payroll Increases          | 3 percent                                                     | 3 percent                                                     |
| Discount Rate of Return    | 7.00 percent                                                  | 7.00 percent                                                  |
| Health Care Cost Trends    |                                                               |                                                               |
| Medical                    |                                                               |                                                               |
| Pre-Medicare               | 7.50 percent initial<br>3.94 percent ultimate                 | 7.50 percent initial<br>4.14 percent ultimate                 |
| Medicare                   | -112.22 percent initial<br>3.94 percent ultimate              | -10.94 percent initial<br>4.14 percent ultimate               |
| Prescription Drug          |                                                               |                                                               |
| Pre-Medicare               | 8.00 percent initial<br>3.94 percent ultimate                 | -11.95 percent initial<br>4.14 percent ultimate               |
| Medicare                   | -15.14 percent initial<br>3.94 percent ultimate               | 1.33 percent initial<br>4.14 percent ultimate                 |

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

Healthy retirees post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110 percent 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 percent 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.

Actuarial assumptions used in the June 30, 2024, 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.

The STRS health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as the pension plan, see Note 11.

***Discount Rate*** The discount rate used to measure the total OPEB liability was 7.00 percent as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed STRS continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2024. Therefore, the long-term expected rate of return on health care plan investments of 7.00 percent was applied to all periods of projected health care costs to determine the total OPEB liability as of June 30, 2024.

## Nordonia Hills City School District

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2025

***Sensitivity of the School District's Proportionate Share of the Net OPEB Asset to Changes in the Discount and Health Care Cost Trend Rate*** The following table represents the net OPEB asset as of June 30, 2024, calculated using the current period discount rate assumption of 7.00 percent, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent) or one percentage point higher (8.00 percent) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

|                                                               | 1% Decrease<br>(6.00%) | Current<br>Discount Rate<br>(7.00%) | 1% Increase<br>(8.00%) |
|---------------------------------------------------------------|------------------------|-------------------------------------|------------------------|
| School District's proportionate share of the net OPEB (asset) | (\$2,745,088)          | (\$3,376,217)                       | (\$3,925,437)          |

|                                                               | 1% Decrease   | Current<br>Trend Rate | 1% Increase   |
|---------------------------------------------------------------|---------------|-----------------------|---------------|
| School District's proportionate share of the net OPEB (asset) | (\$3,962,537) | (\$3,376,217)         | (\$2,671,092) |

### Note 13 – Other Employee Benefits

#### ***Compensated Absences***

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn 5 to 20 days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers and administrators, who are not on a 12 month contract, do not earn vacation time.

Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated at various levels based on negotiated agreements or administrative guidelines. Upon retirement, payment is made to certificated staff for one-fourth of the total sick leave accumulation, up to a maximum specified in the negotiated agreement. For classified staff, exempt employees, and administrators, payment is made for one-third of the total sick leave accumulation, up to a maximum specified in the negotiated agreement or administrative guidelines.

#### ***Early Retirement Incentive***

The School District negotiated an early retirement incentive for eligible certified and classified employees retiring from the State Teachers Retirement System (STRS) or the State Employees Retirement System (SERS) to take effect on or before July 1, 2025 and who are not seeking re-employment with the School District. The incentive amount is \$65,000 per eligible employee for certified and \$25,000 per eligible employee for classified. The incentive amount may be reduced based on the employee's base salary. The incentive is to be made in three equal payments in September of the first, second and third consecutive year after retirement. There was a liability of \$1,073,148 as of June 30, 2025 for this plan.

## **Nordonia Hills City School District**

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

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#### ***Health Insurance Benefits***

The School District provides employee medical/surgical benefits through Stark County Schools Council of Governments' shared risk pool. Rates are set through an annual calculation process. The School District pays a monthly contribution to a common fund from which claim payments are made for all participating school districts. The employees share the cost of the monthly premium with the Board. The premium varies with employee depending on the terms of the union contract. Dental and vision insurance are also provided by the School District to all employees through the Stark County Schools Council of Governments. Upon termination, all School District claims would be paid without regard to the School District's account balance.

#### ***Life Insurance Benefits***

The School District provides life insurance and accidental death and dismemberment insurance to most employees through a major life insurance company in the amount of \$50,000 for all noncertified and certified employees and double the annual salary rounded to the nearest thousand for administrators including the treasurer and superintendent.

### **Note 14 – Contingencies**

#### ***Litigation***

The Nordonia Hills City School District is not party to legal proceedings.

#### ***Grants***

The School District received financial assistance from Federal and State agencies in the form of grants. The disbursements of funds received under these programs generally require 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 general fund or other applicable funds. However, in the opinion of management, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2025, if applicable, cannot be determined at this time.

#### ***School Foundation***

School District foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education and Workforce (DEW) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. As of the date of this report, additional DEW adjustments for fiscal year 2025 are not finalized. As a result, the impact of future FTE adjustments on the fiscal year 2025 financial statements is not determinable, at this time. Management believes this may result in either an additional receivable to, or a liability of, the School District.

**Nordonia Hills City School District**  
*Notes to the Basic Financial Statements*  
For the Fiscal Year Ended June 30, 2025

**Note 15 – Long-Term Obligations**

The changes in the School District's long-term obligations during the year consist of the following:

|                                                   | Principal<br>Outstanding<br>7/1/24 | Additions          | Reductions            | Principal<br>Outstanding<br>6/30/25 | Amount<br>Due in<br>One Year |
|---------------------------------------------------|------------------------------------|--------------------|-----------------------|-------------------------------------|------------------------------|
| <b>General Obligation Bonds:</b>                  |                                    |                    |                       |                                     |                              |
| 2013 Energy Conservation Bonds (3.39%):           |                                    |                    |                       |                                     |                              |
| Serial Bonds                                      | \$286,802                          | \$0                | (\$53,601)            | \$233,201                           | \$55,418                     |
| 2015 School Improvement Refunding Bonds (4.6%):   |                                    |                    |                       |                                     |                              |
| Serial Bonds                                      | 10,000                             | 0                  | (5,000)               | 5,000                               | 5,000                        |
| Premium                                           | 211,627                            | 0                  | (141,085)             | 70,542                              | 0                            |
| 2015 Athletic Facilities Refunding Bonds (4.24%): |                                    |                    |                       |                                     |                              |
| Serial Bonds                                      | 2,540,000                          | 0                  | (320,000)             | 2,220,000                           | 335,000                      |
| Premium                                           | 189,104                            | 0                  | (29,092)              | 160,012                             | 0                            |
| 2017 School Improvement Refunding Bonds (2.38%):  |                                    |                    |                       |                                     |                              |
| Term Bonds                                        | 3,765,000                          | 0                  | (2,730,000)           | 1,035,000                           | 1,035,000                    |
| <b>Total General Obligation Bonds</b>             | <b>7,002,533</b>                   | <b>0</b>           | <b>(3,278,778)</b>    | <b>3,723,755</b>                    | <b>1,430,418</b>             |
| <b>Other Long-Term Obligations:</b>               |                                    |                    |                       |                                     |                              |
| Net Pension Liability:                            |                                    |                    |                       |                                     |                              |
| SERS                                              | 12,084,157                         | 0                  | (1,148,526)           | 10,935,631                          | 0                            |
| STRS                                              | 38,873,179                         | 0                  | (4,624,146)           | 34,249,033                          | 0                            |
| <b>Total Net Pension Liability</b>                | <b>50,957,336</b>                  | <b>0</b>           | <b>(5,772,672)</b>    | <b>45,184,664</b>                   | <b>0</b>                     |
| Net OPEB Liability:                               |                                    |                    |                       |                                     |                              |
| SERS                                              | 3,696,590                          | 0                  | (1,491,984)           | 2,204,606                           | 0                            |
| Financed Purchases from direct borrowing          | 222,894                            | 81,200             | (103,774)             | 200,320                             | 111,086                      |
| Subscriptions Payable                             | 0                                  | 299,581            | (299,581)             | 0                                   | 0                            |
| Compensated Absences                              | 14,563,279                         | 0                  | (257,260)             | 14,306,019                          | 3,310,490                    |
| Special Termination Benefits Payable              | 0                                  | 1,073,148          | 0                     | 1,073,148                           | 357,716                      |
| Asset Retirement Obligation                       | 90,000                             | 0                  | 0                     | 90,000                              | 0                            |
| <b>Total Other Long-Term Obligations</b>          | <b>69,530,099</b>                  | <b>1,453,929</b>   | <b>(7,925,271)</b>    | <b>63,058,757</b>                   | <b>3,779,292</b>             |
| <b>Total Governmental Activities</b>              |                                    |                    |                       |                                     |                              |
| <b>Long-Term Liabilities</b>                      | <b>\$76,532,632</b>                | <b>\$1,453,929</b> | <b>(\$11,204,049)</b> | <b>\$66,782,512</b>                 | <b>\$5,209,710</b>           |

Increases and decreases to compensated absences are presented net in the long-term obligations table above.

All general obligation bonds will be paid from property taxes in the debt service fund. The financed purchases and asset retirement obligation will be paid from the general fund. The subscriptions payable were paid from the general fund. The early retirement incentive will be paid from the general fund. There is no repayment schedule for the net pension and OPEB liabilities; however, employer pension and OPEB contributions are made from the general fund and the food service and reducing class size special revenue funds. For additional information related to the net pension and OPEB liabilities see Notes 11 and 12.

On September 11, 2013, the School District issued \$729,744 in energy conservation bonds which were used for the modification and remodeling of School District buildings to conserve energy. These bonds will be paid from the bond retirement debt service fund and were issued for a 15 year period with final maturity in fiscal year 2029.

## **Nordonia Hills City School District**

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

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On August 8, 2014, the School District issued \$10,485,000 in serial school improvement bonds to advance refund \$10,890,000 of outstanding 2006 bonds in order to take advantage of lower interest rates. The bonds were issued for a 21 year period with a final maturity at December 1, 2025. The refunding bonds were sold at a premium of \$1,598,963. Net proceeds of \$11,937,668 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the 2006 bonds. As a result, \$10,890,000 of these refunded bonds is considered defeased and the liability for the refunded portion of these bonds has been removed from the School District's financial statements. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the School District's financial statements. At June 30, 2025, \$10,000 of the defeased bonds are still outstanding.

On March 12, 2015, the School District issued \$4,490,000 in serial athletic facilities bonds to advance refund \$4,490,000 of outstanding 2009 athletic facilities bonds in order to take advantage of lower interest rates. The bonds were issued for a 16 year period with a final maturity at December 1, 2030. The refunding bonds were sold at a premium of \$458,205. Net proceeds of \$4,849,104 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the 2009 bonds. As a result, \$4,490,000 of these refunded bonds is considered defeased and the liability for the refunded portion of these bonds has been removed from the School District's financial statements. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the School District's financial statements. At June 30, 2025, \$2,255,000 of the defeased bonds are still outstanding.

On April 4, 2017, the School District issued \$9,805,000 in term school improvement refunding bonds to refund \$9,805,000 of outstanding 2006 refunding bonds in order to take advantage of lower interest rates. The bonds were issued for a nine year period with a final maturity at December 1, 2025. Net proceeds of \$9,998,649 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the 2006 bonds. As a result, \$9,805,000 of these refunded bonds is considered defeased and the liability for the refunded portion of these bonds has been removed from the School District's financial statements. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the School District's financial statements. At June 30, 2025, \$2,105,000 of the defeased bonds are still outstanding.

The term bonds are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1, 2025 in the amount of \$1,035,000.

On February 13, 2023, the School District financed \$80,246 to purchase copiers through De Lage Landen Public Finance LLC. The interest rate of this financed purchase is 7.42 percent, and the financed purchase matures on June 30, 2028.

On June 1, 2023, the School District financed \$228,821 to purchase laptops through HPE Financial Services. The interest rate of this financed purchase is 5.25 percent, and the financed purchase matures on August 10, 2025.

In fiscal year 2025, the School District financed \$81,200 to purchase additional copiers through De Lage Landen Public Finance LLC. The interest rate of this financed purchase is 7.37 percent, and the financed purchase matures on July 14, 2029.

The School District has various outstanding contracts to use a SBITA vendor's IT software, including various network security software and educational software. The future subscription payments were discounted based on the interest rate implicit in the subscriptions. This discount is being amortized using the interest method over the life of the subscription. All subscriptions were fully paid off as of June 30, 2025.

## Nordonia Hills City School District

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

The School District's overall debt margin was \$130,308,796 with an unvoted debt margin of \$1,476,408 at June 30, 2025. Principal and interest requirements to retire general obligation bonds and financed purchases outstanding at June 30, 2025, are as follows:

|       | General Obligation Bonds |                  |                    |                 | Financed Purchases from<br>Direct Borrowings |                 |
|-------|--------------------------|------------------|--------------------|-----------------|----------------------------------------------|-----------------|
|       | Serial                   |                  | Term               |                 | Principal                                    | Interest        |
|       | Principal                | Interest         | Principal          | Interest        |                                              |                 |
| 2026  | \$395,418                | \$94,107         | \$1,035,000        | \$12,316        | \$111,086                                    | \$9,056         |
| 2027  | 402,297                  | 77,665           | 0                  | 0               | 33,241                                       | 5,483           |
| 2028  | 419,239                  | 60,744           | 0                  | 0               | 35,786                                       | 2,938           |
| 2029  | 441,247                  | 43,014           | 0                  | 0               | 18,595                                       | 870             |
| 2030  | 390,000                  | 25,652           | 0                  | 0               | 1,612                                        | 10              |
| 2031  | 410,000                  | 8,692            | 0                  | 0               | 0                                            | 0               |
| Total | <u>\$2,458,201</u>       | <u>\$309,874</u> | <u>\$1,035,000</u> | <u>\$12,316</u> | <u>\$200,320</u>                             | <u>\$18,357</u> |

#### **Note 16 – Shared Risk Pool**

The School District is a member of the Stark County Schools Council of Governments (Council) Health Benefits Plan. The Health Benefits Plan is a shared risk pool created pursuant to State statute for the purposes of administering health care benefits. The Council is governed by an assembly, which consists of one representative from each participating school district (usually the superintendent or designee). The assembly elects officers for one year terms to serve on the Board of Directors. The assembly exercises control over the operation of the Council. All Council revenues are generated from charges for services received from the participating school districts, based on the established premiums for the insurance plans. Each school district reserves the right to terminate the plan in whole or in part, at any time. If it is terminated, no further contributions will be made, but the benefits under the insurance contract shall be paid in accordance with the terms of the contract.

#### **Note 17 – Jointly Governed Organizations**

##### ***Northeast Ohio Network for Educational Technology***

The Northeast Ohio Network for Educational Technology (NEOnet) is the Information Technology Center (ITC) used by the School District. NEOnet is organized as a council of governments providing data management and computer services to school districts in Cuyahoga, Lake, Medina, Portage, and Summit counties. NEOnet employs its own fiscal officer. The purpose of NEOnet is to develop and employ a computer system efficiently and effectively for the needs of the member Boards of Education. All districts in NEOnet are required to pay fees, charges, and assessments as charged. The Assembly is made up of Superintendents from all of the participating districts and governs NEOnet. NEOnet's Board exercises total control over the operations of the organization including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the Board. The Assembly elects a Board of Directors consisting of nine members and is the managerial body of NEOnet and meets at least five times a year. Payments to NEOnet are made from the general fund. During fiscal year 2025, the School District contributed \$295,745 to NEOnet. Financial information can be obtained by contacting the NEOnet Fiscal Officer at 700 Graham Road, Cuyahoga Falls, Ohio 44221.

## **Nordonia Hills City School District**

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

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#### ***Ohio Schools Council***

The Ohio Schools Council (Council) is a jointly governed organization among 302 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member's superintendent serves as a representative of the Assembly. The Council's Board exercises total control over the operations of the organization including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the Board. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September to June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2025, the School District paid \$5,405 to the Council. Financial information can be obtained by contacting William Zelei, the Executive Director at the Ohio Schools Council at 6393 Oak Tree Boulevard, Independence, Ohio 44131.

The School District participates in an electricity purchase program. This program allows the School District to purchase electricity with other schools as a group from First Energy Solutions. Kilowatt-hours of electric energy metered by the Electric Utility for Nordonia is billed to the School District based on a pricing schedule determined by the Ohio Schools Council, the Ohio School Board Association, the Ohio Association of School Business Officials and the Buckeye Association of School Administrators (collectively called the "P4S" or "Power4Schools").

#### ***Cuyahoga Valley Career Center***

The Cuyahoga Valley Career Center is a separate body politic and corporate, established by the Ohio Revised Code to provide for the vocational and special education needs of the students. The Board of Education is comprised of representatives from the board of each participating school district. The Board is responsible for approving its own budgets, appointing personnel and accounting and finance related activities. Nordonia Hills City School District students may attend the career center. Each school district's control is limited to its representation on the Board. During fiscal year 2025, the School District did not make any payments to the Career Center. Financial information can be obtained by contacting the Treasurer at the Cuyahoga Valley Career Center at 8001 Brecksville Road, Brecksville, Ohio 44141.

## **Note 18 – Risk Management**

### ***Workers' Compensation***

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

## Nordonia Hills City School District

### Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

#### **Property and Liability**

The School District is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2025, the School District contracted with Ohio School Plan for various types of insurance as follows:

| Type of Coverage                      | Coverage Amount                               |
|---------------------------------------|-----------------------------------------------|
| Property                              | \$229,751,121                                 |
| Flood                                 | 1,000,000                                     |
| Earthquake                            | 1,000,000                                     |
| General Liability                     | \$5,000,000/occurrence, \$7,000,000 aggregate |
| Employee Benefits Liability           | \$5,000,000/occurrence, \$7,000,000 aggregate |
| Employer's Liability                  | \$5,000,000/occurrence                        |
| School Leaders Professional Liability | \$5,000,000/occurrence, \$7,000,000 aggregate |
| Errors and Omissions                  | \$5,000,000/occurrence, \$7,000,000 aggregate |
| Law Enforcement                       | \$5,000,000/occurrence, \$7,000,000 aggregate |
| Violent Event Response                | 1,000,000                                     |
| Automobile                            | 5,000,000                                     |
| Boiler                                | 100,000,000                                   |
| Cyber Coverage                        | 1,000,000                                     |
| Pollution                             | 1,000,000                                     |

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

#### **Note 19 – Interfund Activity**

##### **Interfund Transfers**

Interfund transfers made during fiscal year 2025 consisted of transfers from the general fund to the other governmental funds in the amount of \$1,600,000. The transfers from the general fund were made for debt service payments, capital improvements and to provide funding for various school programs.

##### **Interfund Balances**

Interfund balances as of June 30, 2025, consisted of the following:

| Interfund Payable                  | Interfund<br>Receivable<br>General |
|------------------------------------|------------------------------------|
| <b>Special Revenue Funds:</b>      |                                    |
| Title VI-B                         | \$109                              |
| Reducing Class Size                | 6,197                              |
| <b>Total Special Revenue Funds</b> | <b>\$6,306</b>                     |

The advances totaling \$6,306 from the general fund to the various special revenue funds were made to support the activities of those funds due to the timing of grant collections. The balances are anticipated to be repaid within one year.

**Nordonia Hills City School District**  
*Notes to the Basic Financial Statements*  
For the Fiscal Year Ended June 30, 2025

**Note 20 – Set-Asides**

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

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

|                                                             | <u>Capital<br/>Improvement</u> |
|-------------------------------------------------------------|--------------------------------|
| Set-aside Balance as of June 30, 2024                       | \$0                            |
| Current Year Set-aside Requirement                          | 796,592                        |
| Current Year Offsets                                        | (1,468,511)                    |
| Qualifying Disbursements                                    | <u>(372,191)</u>               |
| Totals                                                      | <u><u>(\$1,044,110)</u></u>    |
| Set-aside Balance Carried Forward<br>to Future Fiscal Years | <u><u>\$0</u></u>              |
| Set-aside Balance as of June 30, 2025                       | <u><u>\$0</u></u>              |

Although the School District had offsets and qualifying disbursements during the fiscal year that reduced the set-aside amount to below zero for the capital acquisition set-aside, this amount may not be used to reduce the set-aside requirement for future years. This negative balance is, therefore, not presented as being carried forward to future years.

**Note 21 – Significant Commitments**

***Contractual Commitments***

The School District had the following contractual commitments outstanding at June 30, 2025:

| <u>Vendor</u>              | <u>Contract<br/>Amount</u> | <u>Amount<br/>Paid</u>  | <u>Remaining<br/>on Contract</u> |
|----------------------------|----------------------------|-------------------------|----------------------------------|
| Bluum of Minnesota, LLC    | \$16,140                   | \$0                     | \$16,140                         |
| Champion Roofing and Sheet | 746,150                    | 295,000                 | 451,150                          |
| Worner Roofing Company     | <u>127,635</u>             | <u>85,000</u>           | <u>42,635</u>                    |
| Total                      | <u><u>\$889,925</u></u>    | <u><u>\$380,000</u></u> | <u><u>\$509,925</u></u>          |

\$509,925 of the remaining commitments were encumbered at fiscal year-end. Accounts payable of \$16,140 have been capitalized.

## **Nordonia Hills City School District**

### *Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025*

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#### ***Encumbrances***

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

|                          |                    |
|--------------------------|--------------------|
| General                  | \$381,233          |
| Other Governmental Funds | <u>721,556</u>     |
| Total                    | <u>\$1,102,789</u> |

#### **Note 22 – Asset Retirement Obligations**

The Governmental Accounting Standard Board's (GASB) Statement No. 83, Certain Asset Retirement Obligations, provides guidance related to asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset.

The Bureau of Underground Storage Tank Regulations (BUSTR) regulates petroleum and hazardous substances stored in underground storage tanks. These regulations are included in Ohio Administrative Code Section 1301-7-9 and require a School District classified as an "owner" or "operator," to remove from the ground any underground storage tank (UST) that is not in use for a year or more. A permit must first be obtained for that year it is not being used. Once the UST is removed, the soil in the UST cavity and excavated material must be tested for contamination. This asset retirement obligation (ARO) of \$90,000 associated with the School District's underground storage tanks was estimated by the School District. The remaining useful life of these USTs is 10 years. The School District maintains insurance related to any potential pollution remediation associated with the USTs.

**Nordonia Hills City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2025*

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**Required Supplementary Information**

**Nordonia Hills City School District**  
*Required Supplementary Information*  
*Schedule of the School District's Proportionate Share of the Net Pension Liability*  
*School Employees Retirement System of Ohio*  
*Last Ten Fiscal Years \**

|                                                                                                           | 2025         | 2024         | 2023         | 2022        |
|-----------------------------------------------------------------------------------------------------------|--------------|--------------|--------------|-------------|
| School District's Proportion of the Net Pension Liability                                                 | 0.21377040%  | 0.21869740%  | 0.22076670%  | 0.22356900% |
| School District's Proportionate Share of the Net Pension Liability                                        | \$10,935,631 | \$12,084,157 | \$11,940,781 | \$8,249,048 |
| School District's Covered Payroll                                                                         | \$9,015,800  | \$8,639,286  | \$8,218,786  | \$7,799,979 |
| School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll | 121.29%      | 139.87%      | 145.29%      | 105.76%     |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability                                | 78.52%       | 76.06%       | 75.82%       | 82.86%      |

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

See accompanying notes to the required supplementary information

| 2021         | 2020         | 2019         | 2018         | 2017         | 2016         |
|--------------|--------------|--------------|--------------|--------------|--------------|
| 0.22158960%  | 0.22630770%  | 0.22081780%  | 0.21708660%  | 0.21377550%  | 0.20492030%  |
| \$14,656,402 | \$13,540,386 | \$12,646,644 | \$12,970,445 | \$15,646,394 | \$11,692,952 |
| \$7,730,743  | \$7,870,800  | \$7,447,119  | \$6,991,764  | \$6,667,579  | \$6,235,536  |
| 189.59%      | 172.03%      | 169.82%      | 185.51%      | 234.66%      | 187.52%      |
| 68.55%       | 70.85%       | 71.36%       | 69.50%       | 62.98%       | 69.16%       |

**Nordonia Hills City School District**  
*Required Supplementary Information*  
*Schedule of the School District's Proportionate Share of the Net OPEB Liability*  
*School Employees Retirement System of Ohio*  
*Last Nine Fiscal Years (1)\**

|                                                                                                        | 2025        | 2024        | 2023        | 2022        |
|--------------------------------------------------------------------------------------------------------|-------------|-------------|-------------|-------------|
| School District's Proportion of the Net OPEB Liability                                                 | 0.21645710% | 0.22438320% | 0.22568680% | 0.22977830% |
| School District's Proportionate Share of the Net OPEB Liability                                        | \$2,204,606 | \$3,696,590 | \$3,168,666 | \$4,348,743 |
| School District's Covered Payroll                                                                      | \$9,015,800 | \$8,639,286 | \$8,218,786 | \$7,799,979 |
| School District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll | 24.45%      | 42.79%      | 38.55%      | 55.75%      |
| Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability                                | 44.50%      | 30.02%      | 30.34%      | 24.08%      |

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

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

See accompanying notes to the required supplementary information

| 2021        | 2020        | 2019        | 2018        | 2017        |
|-------------|-------------|-------------|-------------|-------------|
| 0.22626550% | 0.23151740% | 0.22376510% | 0.22002550% | 0.21617770% |
| \$4,917,488 | \$5,822,175 | \$6,207,849 | \$5,904,907 | \$6,161,864 |
| \$7,730,743 | \$7,870,800 | \$7,447,119 | \$6,991,764 | \$6,667,579 |
| 63.61%      | 73.97%      | 83.36%      | 84.46%      | 92.42%      |
| 18.17%      | 15.57%      | 13.57%      | 12.46%      | 11.49%      |

**Nordonia Hills City School District**  
*Required Supplementary Information*  
*Schedule of the School District's Proportionate Share of the Net Pension Liability*  
*State Teachers Retirement System of Ohio*  
*Last Ten Fiscal Years \**

|                                                                                                           | 2025         | 2024         | 2023         | 2022         |
|-----------------------------------------------------------------------------------------------------------|--------------|--------------|--------------|--------------|
| School District's Proportion of the Net Pension Liability                                                 | 0.17799458%  | 0.18051215%  | 0.18000581%  | 0.17768632%  |
| School District's Proportionate Share of the Net Pension Liability                                        | \$34,249,033 | \$38,873,179 | \$40,015,519 | \$22,718,791 |
| School District's Covered Payroll                                                                         | \$24,726,793 | \$24,510,800 | \$23,510,557 | \$22,135,136 |
| School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll | 138.51%      | 158.60%      | 170.20%      | 102.64%      |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability                                | 82.50%       | 80.00%       | 78.90%       | 87.80%       |

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

See accompanying notes to the required supplementary information

| 2021         | 2020         | 2019         | 2018         | 2017         | 2016         |
|--------------|--------------|--------------|--------------|--------------|--------------|
| 0.17136726%  | 0.17208322%  | 0.16870447%  | 0.16509449%  | 0.16130569%  | 0.16417188%  |
| \$41,464,779 | \$38,055,170 | \$37,094,324 | \$39,218,550 | \$53,993,877 | \$45,372,307 |
| \$21,400,229 | \$19,573,529 | \$19,252,429 | \$18,404,221 | \$18,223,643 | \$17,171,343 |
| 193.76%      | 194.42%      | 192.67%      | 213.10%      | 296.28%      | 264.23%      |
| 75.50%       | 77.40%       | 77.30%       | 75.30%       | 66.80%       | 72.10%       |

**Nordonia Hills City School District**  
*Required Supplementary Information*  
*Schedule of the School District's Proportionate Share of the Net OPEB (Asset) Liability*  
*State Teachers Retirement System of Ohio*  
*Last Nine Fiscal Years (1)\**

|                                                                                                                | 2025          | 2024          | 2023          | 2022          |
|----------------------------------------------------------------------------------------------------------------|---------------|---------------|---------------|---------------|
| School District's Proportion of the Net OPEB Asset/Liability                                                   | 0.17799458%   | 0.18051215%   | 0.18000581%   | 0.17768632%   |
| School District's Proportionate Share of the Net OPEB (Asset) Liability                                        | (\$3,376,217) | (\$3,510,713) | (\$4,660,949) | (\$3,746,369) |
| School District's Covered Payroll                                                                              | \$24,726,793  | \$24,510,800  | \$23,510,557  | \$22,135,136  |
| School District's Proportionate Share of the Net OPEB (Asset) Liability as a Percentage of its Covered Payroll | -13.65%       | -14.32%       | -19.82%       | -16.92%       |
| Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability                                        | 158.00%       | 168.50%       | 230.70%       | 174.70%       |

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

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

See accompanying notes to the required supplementary information

| 2021          | 2020          | 2019          | 2018         | 2017         |
|---------------|---------------|---------------|--------------|--------------|
| 0.17136726%   | 0.17208322%   | 0.16870447%   | 0.16509449%  | 0.16130569%  |
| (\$3,011,777) | (\$2,850,112) | (\$2,710,908) | \$6,441,377  | \$8,626,670  |
| \$21,400,229  | \$19,573,529  | \$19,252,429  | \$18,404,221 | \$18,223,643 |
| -14.07%       | -14.56%       | -14.08%       | 35.00%       | 47.34%       |
| 182.10%       | 174.70%       | 176.00%       | 47.10%       | 37.30%       |

**Nordonia Hills City School District**  
*Required Supplementary Information*  
*Schedule of the School District's Contributions*  
*School Employees Retirement System of Ohio*  
*Last Ten Fiscal Years*

|                                                                         | 2025               | 2024               | 2023               | 2022               |
|-------------------------------------------------------------------------|--------------------|--------------------|--------------------|--------------------|
| <b>Net Pension Liability</b>                                            |                    |                    |                    |                    |
| Contractually Required Contribution                                     | \$1,275,545        | \$1,262,212        | \$1,209,500        | \$1,150,630        |
| Contributions in Relation to the<br>Contractually Required Contribution | <u>(1,275,545)</u> | <u>(1,262,212)</u> | <u>(1,209,500)</u> | <u>(1,150,630)</u> |
| Contribution Deficiency (Excess)                                        | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         |
| School District Covered Payroll (1)                                     | \$9,111,036        | \$9,015,800        | \$8,639,286        | \$8,218,786        |
| Pension Contributions as a Percentage of<br>Covered Payroll             | <u>14.00%</u>      | <u>14.00%</u>      | <u>14.00%</u>      | <u>14.00%</u>      |
| <b>Net OPEB Liability</b>                                               |                    |                    |                    |                    |
| Contractually Required Contribution (2)                                 | 154,773            | 147,702            | 160,483            | 147,135            |
| Contributions in Relation to the<br>Contractually Required Contribution | <u>(154,773)</u>   | <u>(147,702)</u>   | <u>(160,483)</u>   | <u>(147,135)</u>   |
| Contribution Deficiency (Excess)                                        | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         |
| OPEB Contributions as a Percentage of<br>Covered Payroll                | <u>1.70%</u>       | <u>1.64%</u>       | <u>1.86%</u>       | <u>1.79%</u>       |
| Total Contributions as a Percentage of<br>Covered Payroll (1)           | <u>15.70%</u>      | <u>15.64%</u>      | <u>15.86%</u>      | <u>15.79%</u>      |

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

(2) Includes Surcharge

See accompanying notes to the required supplementary information

| 2021               | 2020               | 2019               | 2018               | 2017             | 2016             |
|--------------------|--------------------|--------------------|--------------------|------------------|------------------|
| \$1,091,997        | \$1,082,304        | \$1,062,558        | \$1,005,361        | \$978,847        | \$933,461        |
| <u>(1,091,997)</u> | <u>(1,082,304)</u> | <u>(1,062,558)</u> | <u>(1,005,361)</u> | <u>(978,847)</u> | <u>(933,461)</u> |
| <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>       | <u>\$0</u>       |
| \$7,799,979        | \$7,730,743        | \$7,870,800        | \$7,447,119        | \$6,991,764      | \$6,667,579      |
| <u>14.00%</u>      | <u>14.00%</u>      | <u>13.50%</u>      | <u>13.50%</u>      | <u>14.00%</u>    | <u>14.00%</u>    |
| 144,147            | 127,964            | 178,774            | 156,993            | 118,683          | 107,412          |
| <u>(144,147)</u>   | <u>(127,964)</u>   | <u>(178,774)</u>   | <u>(156,993)</u>   | <u>(118,683)</u> | <u>(107,412)</u> |
| <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>       | <u>\$0</u>       |
| <u>1.85%</u>       | <u>1.66%</u>       | <u>2.27%</u>       | <u>2.11%</u>       | <u>1.70%</u>     | <u>1.61%</u>     |
| <u>15.85%</u>      | <u>15.66%</u>      | <u>15.77%</u>      | <u>15.61%</u>      | <u>15.70%</u>    | <u>15.61%</u>    |

**Nordonia Hills City School District**  
*Required Supplementary Information*  
*Schedule of the School District's Contributions*  
*State Teachers Retirement System of Ohio*  
*Last Ten Fiscal Years*

|                                                                         | <u>2025</u>        | <u>2024</u>        | <u>2023</u>        | <u>2022</u>        |
|-------------------------------------------------------------------------|--------------------|--------------------|--------------------|--------------------|
| <b>Net Pension Liability</b>                                            |                    |                    |                    |                    |
| Contractually Required Contribution                                     | \$3,498,236        | \$3,461,751        | \$3,431,512        | \$3,291,478        |
| Contributions in Relation to the<br>Contractually Required Contribution | <u>(3,498,236)</u> | <u>(3,461,751)</u> | <u>(3,431,512)</u> | <u>(3,291,478)</u> |
| Contribution Deficiency (Excess)                                        | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         | <u>\$0</u>         |
| School District Covered Payroll                                         | \$24,987,400       | \$24,726,793       | \$24,510,800       | \$23,510,557       |
| Pension Contributions as a Percentage of<br>Covered Payroll             | <u>14.00%</u>      | <u>14.00%</u>      | <u>14.00%</u>      | <u>14.00%</u>      |

**Net OPEB Liability (Asset) (1)**

(1) Although the covered payroll for the net OPEB liability is the same as the net pension liability, there were no OPEB related required contributions for 2016-2025. STRS did not allocate any employer contributions to postemployment health care; therefore, there is no required supplementary information to present related to statutorily established employer contribution requirements for the net OPEB liability.

See accompanying notes to the required supplementary information

| 2021         | 2020         | 2019         | 2018         | 2017         | 2016         |
|--------------|--------------|--------------|--------------|--------------|--------------|
| \$3,098,919  | \$2,996,032  | \$2,740,294  | \$2,695,340  | \$2,576,591  | \$2,551,310  |
| (3,098,919)  | (2,996,032)  | (2,740,294)  | (2,695,340)  | (2,576,591)  | (2,551,310)  |
| \$0          | \$0          | \$0          | \$0          | \$0          | \$0          |
| \$22,135,136 | \$21,400,229 | \$19,573,529 | \$19,252,429 | \$18,404,221 | \$18,223,643 |
| 14.00%       | 14.00%       | 14.00%       | 14.00%       | 14.00%       | 14.00%       |

## Nordonia Hills City School District, Ohio

### *Notes to Required Supplementary Information For the Fiscal Year Ended June 30, 2025*

#### **Net Pension Liability**

##### **Changes in Benefit Terms/Assumptions – SERS**

Beginning in fiscal year 2018, on each anniversary of the initial retirement, the allowance of all retirees and survivors may be increased by the annual rate of increase in the CPI-W measured as of the June preceding the beginning of the applicable calendar year. The annual rate of increase shall not be less than 0 percent nor greater than 2.5 percent. The COLA was suspended for 2018-2020. Prior to 2018, an assumption of 3 percent was used. For 2021, the cost-of-living adjustment was reduced from 2.5 percent to 2 percent. For 2023 and 2024, the cost-of-living adjustment was increased from 2 percent to 2.5 percent.

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

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

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

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

##### **Changes in Assumptions – STRS**

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

## Nardon Hills City School District, Ohio

### *Notes to Required Supplementary Information For the Fiscal Year Ended June 30, 2025*

|                                      | <u>Fiscal Year 2022</u>                              | <u>Fiscal Years 2021-2018</u>                        | <u>Fiscal Year 2017 and Prior</u>                                                                                                                                                                                                      |
|--------------------------------------|------------------------------------------------------|------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Inflation                            | 2.50 percent                                         | 2.50 percent                                         | 2.75 percent                                                                                                                                                                                                                           |
| Projected salary increases           | Varies by Service from<br>2.5 percent to 8.5 percent | 12.50 percent at age 20 to<br>2.50 percent at age 65 | 12.25 percent at age 20 to<br>2.75 percent at age 70                                                                                                                                                                                   |
| Investment Rate of Return            | See Below                                            | See Below                                            | See Below                                                                                                                                                                                                                              |
| Payroll Increases                    | 3 percent                                            | 3 percent                                            | 3.5 percent                                                                                                                                                                                                                            |
| Cost-of-Living Adjustment:<br>(COLA) | 0.0 percent,<br>effective July 1, 2017               | 0.0 percent,<br>effective July 1, 2017               | 2 percent simple applied as<br>follows: for members<br>retiring before August 1, 2013,<br>2 percent per year; for<br>members retiring after<br>August 1, 2013, or later,<br>COLA commences on fifth<br>anniversary of retirement date. |

#### Investment rate of return:

|                                 |                                                                  |
|---------------------------------|------------------------------------------------------------------|
| Beginning with Fiscal Year 2022 | 7.00 percent, net of investment<br>expenses, including inflation |
| Fiscal Years 2018 through 2021  | 7.45 percent, net of investment<br>expenses, including inflation |
| Fiscal Year 2017 and prior      | 7.75 percent, net of investment<br>expenses, including inflation |

Beginning with fiscal year 2022, post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuity Mortality Table, adjusted 110 percent 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 percent for females, projected forward generationally using mortality improvement scale MP-2020. Post-retirement disabled mortality rates are based on Pub-2010 Teachers Disable Annuity Table projected forward generationally using mortality improvement scale MP-2020.

Beginning with fiscal year 2018, post-retirement mortality rates for healthy retirees were based on the RP-2014 Annuity Mortality Table with 50 percent of rates through age 69, 70 percent of rates between ages 70 and 79, 90 percent of rates between ages 80 and 84, and 100 percent of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Table with 90 percent of rates for males and 100 percent of rates for females, projected forward generationally using mortality improvement scale MP-2016. Pre-retirement mortality rates are based on RP-2014 Employee Mortality Table, projected forward generationally using mortality improvement scale MP-2016.

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

#### **Changes in Benefit Term – STRS**

For 2024 and 2025, demographic assumptions were changed based on the actuarial experience study for the period July 1, 2015, through June 30, 2021.

## Nordonia Hills City School District, Ohio

### *Notes to Required Supplementary Information For the Fiscal Year Ended June 30, 2025*

For fiscal year 2023, the Board approved a one-time 3 percent COLA effective on the anniversary of a benefit recipient's retirement date for those eligible during fiscal year 2023 and eliminated the age 60 requirement to receive unreduced retirement that was scheduled to go into effect August 1, 2026.

#### **Net OPEB Liability**

##### **Changes in Assumptions – SERS**

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

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

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

##### **Municipal Bond Index Rate:**

|                  |              |
|------------------|--------------|
| Fiscal year 2025 | 3.93 percent |
| Fiscal year 2024 | 3.86 percent |
| Fiscal year 2023 | 3.69 percent |
| Fiscal year 2022 | 1.92 percent |
| Fiscal year 2021 | 2.45 percent |
| Fiscal year 2020 | 3.13 percent |
| Fiscal year 2019 | 3.62 percent |
| Fiscal year 2018 | 3.56 percent |
| Fiscal year 2017 | 2.92 percent |

##### **Single Equivalent Interest Rate, net of plan investment expense, including price inflation**

|                  |              |
|------------------|--------------|
| Fiscal year 2025 | 4.88 percent |
| Fiscal year 2024 | 4.27 percent |
| Fiscal year 2023 | 4.08 percent |
| Fiscal year 2022 | 2.27 percent |
| Fiscal year 2021 | 2.63 percent |
| Fiscal year 2020 | 3.22 percent |
| Fiscal year 2019 | 3.70 percent |
| Fiscal year 2018 | 3.63 percent |
| Fiscal year 2017 | 2.98 percent |

## **Nordonia Hills City School District, Ohio**

### *Notes to Required Supplementary Information For the Fiscal Year Ended June 30, 2025*

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#### **Changes in Assumptions – STRS**

For fiscal year 2018, the discount rate was increased from 3.26 percent to 4.13 percent based on the methodology defined under GASB *Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB)* and the long term expected rate of return was reduced from 7.75 percent to 7.45 percent. Valuation year per capita health care costs were updated, and the salary scale was modified. The percentage of future retirees electing each option was updated based on current data and the percentage of future disabled retirees and terminated vested participants electing health coverage were decreased. The assumed mortality, disability, retirement, withdrawal and future health care cost trend rates were modified along with the portion of rebated prescription drug costs.

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

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

For fiscal year 2023, the projected salary increases were changed from age based to service based. Healthcare trends were updated to reflect emerging claims and recoveries experience.

#### **Changes in Benefit Terms – STRS**

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

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

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

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

**Nordonia Hills City School District, Ohio**

*Notes to Required Supplementary Information  
For the Fiscal Year Ended June 30, 2025*

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

For fiscal year 2023, healthcare trends were updated to reflect emerging claims and recoveries experience.

For fiscal year 2024, healthcare trends were updated to reflect emerging claims and recoveries experience as well as benefit changes effective January 1, 2024.

For fiscal year 2024, healthcare trends were updated to reflect emerging claims and recoveries experience as well as benefit changes effective January 1, 2025. The larger Medicare trends for Years 2027 and 2028 reflect the assumed impact of the expiration of current Medicare Advantage contract on December 31, 2028.

**Combining and Individual  
Fund Statements and Schedules**

## Combining Statements – Nonmajor Governmental Funds

### *Nonmajor Special Revenue Funds*

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

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

***Other Grants Fund*** – To account for and report restricted donations to the School District for miscellaneous purposes.

***High School Bookstore Fund*** – To account for and report committed funds received from and for the use of the activities of the high school bookstore.

***Student Activities Fund*** – To account for and report resources restricted to the student bodies of the various schools, accounting for sales and other revenue generating activities for which the School District has administrative involvement.

***District Managed Activities Fund*** – To account for and report gate receipts and other restricted revenues from athletic events and all costs (except supplemental coaching contracts) of the School District's Athletic Program and transportation of the band to and from athletic events.

***Data Communication Fund*** – To account for and report restricted grant monies appropriated for Ohio Educational Computer Network Connections.

***Miscellaneous State Grants Fund*** – To account for and report restricted grant monies from the State appropriated for miscellaneous purposes.

***Title VI-B Fund*** – To account for and report restricted Federal revenues that assist states in identification of handicapped children and provide full educational opportunities to handicapped children at the preschool, elementary and secondary levels. It also accounts for Federal monies used to implement a variety of programs intended to provide instruction for early childhood education.

***Limited English Proficiency Fund*** – To account for and report restricted monies used for elementary and secondary school programs with the purpose of meeting the educational needs of students with limited English proficiency.

***Title I Fund*** – To account for and report restricted Federal monies used to assist the School District in meeting the special needs of educationally deprived children.

***Title IV-A Fund*** – To account for and report restricted grant monies for student academic enrichment programs.

***Preschool for Handicapped Fund*** – To account for and report restricted grant monies to address the improvement and expansion of services for handicapped children ages three through five years.

***Reducing Class Size Fund*** – To account for and report restricted grant monies to hire additional classroom teachers so the number of students per teacher will be reduced.

***Miscellaneous Federal Grants Fund*** – To account for and report restricted grant monies from federal sources appropriated for miscellaneous purposes.

(continued)

## **Combining Statements – Nonmajor Governmental Funds (continued)**

***Public School Support Fund*** – To account for and report school site sales revenue and expenditure for field trips, assemblies and other activity costs. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

***Termination Benefit Fund*** – To account for and report transfers from the general fund to pay future termination benefits of School District employees. This fund is included with the general fund for GAAP reporting because the resolution establishing the fund does not include a revenue source. This fund did not have any budgetary activity during fiscal year 2025; therefore, budgetary information is not provided.

### ***Nonmajor Debt Service Fund***

The Debt Service Fund is used to account for and report the financial resources that are restricted, committed or assigned to expenditure for principal and interest.

***Bond Retirement Fund*** – To account for and report the accumulation of property tax revenues restricted for the payment of general obligation bonds issued for school building and athletic facility improvements.

### ***Nonmajor Capital Projects Funds***

The Capital Projects Funds are used to account for financial resources that are restricted, committed or assigned to expenditures for capital outlays including the acquisition or construction of major capital facilities and other capital assets, other than those financed by proprietary fund or for assets that will be held in trust. Following is a description of the nonmajor capital projects funds:

***Permanent Improvement Fund*** – To account for and report transfers committed to the acquisition or construction of capital permanent improvements.

***Building Fund*** – To account for and report restricted rentals and donations used for the building, restoration or improvement of the School District property.

**Nordonia Hills City School District**  
*Combining Balance Sheet*  
*Nonmajor Governmental Funds*  
*June 30, 2025*

|                                                                                | Nonmajor<br>Special<br>Revenue<br>Funds | Nonmajor<br>Debt<br>Service<br>Fund | Nonmajor<br>Capital<br>Projects<br>Funds | Total<br>Nonmajor<br>Governmental<br>Funds |
|--------------------------------------------------------------------------------|-----------------------------------------|-------------------------------------|------------------------------------------|--------------------------------------------|
| <b>Assets</b>                                                                  |                                         |                                     |                                          |                                            |
| Equity in Pooled Cash and Cash Equivalents                                     | \$1,953,823                             | \$861,369                           | \$2,063,202                              | \$4,878,394                                |
| Accounts Receivable                                                            | 327                                     | 0                                   | 0                                        | 327                                        |
| Intergovernmental Receivable                                                   | 15,185                                  | 0                                   | 0                                        | 15,185                                     |
| Inventory Held for Resale                                                      | 9,499                                   | 0                                   | 0                                        | 9,499                                      |
| Materials and Supplies Inventory                                               | 6,972                                   | 0                                   | 0                                        | 6,972                                      |
| Property Taxes Receivable                                                      | 0                                       | 1,160,827                           | 0                                        | 1,160,827                                  |
| <i>Total Assets</i>                                                            | <u>\$1,985,806</u>                      | <u>\$2,022,196</u>                  | <u>\$2,063,202</u>                       | <u>\$6,071,204</u>                         |
| <b>Liabilities</b>                                                             |                                         |                                     |                                          |                                            |
| Accounts Payable                                                               | \$8,631                                 | \$0                                 | \$0                                      | \$8,631                                    |
| Accrued Wages and Benefits                                                     | 95,778                                  | 0                                   | 0                                        | 95,778                                     |
| Contracts Payable                                                              | 0                                       | 0                                   | 10,800                                   | 10,800                                     |
| Intergovernmental Payable                                                      | 32,751                                  | 0                                   | 0                                        | 32,751                                     |
| Interfund Payable                                                              | 6,306                                   | 0                                   | 0                                        | 6,306                                      |
| <i>Total Liabilities</i>                                                       | <u>143,466</u>                          | <u>0</u>                            | <u>10,800</u>                            | <u>154,266</u>                             |
| <b>Deferred Inflows of Resources</b>                                           |                                         |                                     |                                          |                                            |
| Property Taxes                                                                 | 0                                       | 1,072,739                           | 0                                        | 1,072,739                                  |
| Unavailable Revenue                                                            | 10,994                                  | 24,186                              | 0                                        | 35,180                                     |
| <i>Total Deferred Inflows of Resources</i>                                     | <u>10,994</u>                           | <u>1,096,925</u>                    | <u>0</u>                                 | <u>1,107,919</u>                           |
| <b>Fund Balances</b>                                                           |                                         |                                     |                                          |                                            |
| Nonspendable                                                                   | 6,972                                   | 0                                   | 0                                        | 6,972                                      |
| Restricted                                                                     | 1,830,207                               | 925,271                             | 30,812                                   | 2,786,290                                  |
| Committed                                                                      | 5,161                                   | 0                                   | 2,021,590                                | 2,026,751                                  |
| Unassigned (Deficit)                                                           | (10,994)                                | 0                                   | 0                                        | (10,994)                                   |
| <i>Total Fund Balances</i>                                                     | <u>1,831,346</u>                        | <u>925,271</u>                      | <u>2,052,402</u>                         | <u>4,809,019</u>                           |
| <i>Total Liabilities, Deferred Inflows of<br/>Resources, and Fund Balances</i> | <u>\$1,985,806</u>                      | <u>\$2,022,196</u>                  | <u>\$2,063,202</u>                       | <u>\$6,071,204</u>                         |

**Nordonia Hills City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Governmental Funds*  
*For the Fiscal Year Ended June 30, 2025*

|                                                     | Nonmajor<br>Special<br>Revenue<br>Funds | Nonmajor<br>Debt<br>Service<br>Fund | Nonmajor<br>Capital<br>Projects<br>Funds | Total<br>Nonmajor<br>Governmental<br>Funds |
|-----------------------------------------------------|-----------------------------------------|-------------------------------------|------------------------------------------|--------------------------------------------|
| <b>Revenues</b>                                     |                                         |                                     |                                          |                                            |
| Property Taxes                                      | \$0                                     | \$1,975,312                         | \$0                                      | \$1,975,312                                |
| Intergovernmental                                   | 1,825,725                               | 266,308                             | 0                                        | 2,092,033                                  |
| Investment Earnings/Interest                        | 46,845                                  | 0                                   | 0                                        | 46,845                                     |
| Tuition and Fees                                    | 291                                     | 0                                   | 0                                        | 291                                        |
| Charges for Services                                | 939,218                                 | 0                                   | 0                                        | 939,218                                    |
| Extracurricular Activities                          | 807,325                                 | 0                                   | 0                                        | 807,325                                    |
| Contributions and Donations                         | 46,943                                  | 0                                   | 1,000                                    | 47,943                                     |
| Rentals                                             | 10                                      | 0                                   | 4,904                                    | 4,914                                      |
| Miscellaneous                                       | 0                                       | 0                                   | 262                                      | 262                                        |
| <i>Total Revenues</i>                               | <u>3,666,357</u>                        | <u>2,241,620</u>                    | <u>6,166</u>                             | <u>5,914,143</u>                           |
| <b>Expenditures</b>                                 |                                         |                                     |                                          |                                            |
| Current:                                            |                                         |                                     |                                          |                                            |
| Instruction:                                        |                                         |                                     |                                          |                                            |
| Regular                                             | 263,495                                 | 0                                   | 317,110                                  | 580,605                                    |
| Special                                             | 759,653                                 | 0                                   | 0                                        | 759,653                                    |
| Vocational                                          | 6,140                                   | 0                                   | 0                                        | 6,140                                      |
| Support Services:                                   |                                         |                                     |                                          |                                            |
| Pupils                                              | 51,187                                  | 0                                   | 0                                        | 51,187                                     |
| Instructional Staff                                 | 52,089                                  | 0                                   | 0                                        | 52,089                                     |
| Administration                                      | 24,697                                  | 0                                   | 0                                        | 24,697                                     |
| Fiscal                                              | 0                                       | 34,372                              | 0                                        | 34,372                                     |
| Operation and Maintenance of Plant                  | 163,023                                 | 0                                   | 1,335,302                                | 1,498,325                                  |
| Central                                             | 15,143                                  | 0                                   | 0                                        | 15,143                                     |
| Operation of Non-Instructional Services             | 63,921                                  | 0                                   | 0                                        | 63,921                                     |
| Food Service Operations                             | 1,388,527                               | 0                                   | 0                                        | 1,388,527                                  |
| Extracurricular Activities                          | 854,793                                 | 0                                   | 13,756                                   | 868,549                                    |
| Debt Service:                                       |                                         |                                     |                                          |                                            |
| Principal Retirement                                | 0                                       | 3,108,601                           | 0                                        | 3,108,601                                  |
| Interest                                            | 0                                       | 167,191                             | 0                                        | 167,191                                    |
| <i>Total Expenditures</i>                           | <u>3,642,668</u>                        | <u>3,310,164</u>                    | <u>1,666,168</u>                         | <u>8,619,000</u>                           |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>23,689</u>                           | <u>(1,068,544)</u>                  | <u>(1,660,002)</u>                       | <u>(2,704,857)</u>                         |
| <b>Other Financing Sources (Uses)</b>               |                                         |                                     |                                          |                                            |
| Transfers In                                        | 69,074                                  | 62,415                              | 1,468,511                                | 1,600,000                                  |
| <i>Net Change in Fund Balances</i>                  | <u>92,763</u>                           | <u>(1,006,129)</u>                  | <u>(191,491)</u>                         | <u>(1,104,857)</u>                         |
| <i>Fund Balances Beginning of Year</i>              | <u>1,738,583</u>                        | <u>1,931,400</u>                    | <u>2,243,893</u>                         | <u>5,913,876</u>                           |
| <i>Fund Balances End of Year</i>                    | <u>\$1,831,346</u>                      | <u>\$925,271</u>                    | <u>\$2,052,402</u>                       | <u>\$4,809,019</u>                         |

**Nordonia Hills City School District**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*June 30, 2025*

|                                                                               | Food<br>Service    | Other<br>Grants | High<br>School<br>Bookstore |
|-------------------------------------------------------------------------------|--------------------|-----------------|-----------------------------|
| <b>Assets</b>                                                                 |                    |                 |                             |
| Equity in Pooled Cash and Cash Equivalents                                    | \$1,478,160        | \$45,094        | \$5,161                     |
| Accounts Receivable                                                           | 327                | 0               | 0                           |
| Intergovernmental Receivable                                                  | 0                  | 0               | 0                           |
| Inventory Held for Resale                                                     | 9,499              | 0               | 0                           |
| Materials and Supplies Inventory                                              | 6,972              | 0               | 0                           |
| <i>Total Assets</i>                                                           | <u>\$1,494,958</u> | <u>\$45,094</u> | <u>\$5,161</u>              |
| <b>Liabilities</b>                                                            |                    |                 |                             |
| Accounts Payable                                                              | \$0                | \$0             | \$0                         |
| Accrued Wages and Benefits                                                    | 88,828             | 0               | 0                           |
| Intergovernmental Payable                                                     | 30,537             | 0               | 0                           |
| Interfund Payable                                                             | 0                  | 0               | 0                           |
| <i>Total Liabilities</i>                                                      | <u>119,365</u>     | <u>0</u>        | <u>0</u>                    |
| <b>Deferred Inflows of Resources</b>                                          |                    |                 |                             |
| Unavailable Revenue                                                           | 0                  | 0               | 0                           |
| <b>Fund Balances</b>                                                          |                    |                 |                             |
| Nonspendable                                                                  | 6,972              | 0               | 0                           |
| Restricted                                                                    | 1,368,621          | 45,094          | 0                           |
| Committed                                                                     | 0                  | 0               | 5,161                       |
| Unassigned (Deficit)                                                          | 0                  | 0               | 0                           |
| <i>Total Fund Balances (Deficit)</i>                                          | <u>1,375,593</u>   | <u>45,094</u>   | <u>5,161</u>                |
| <i>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</i> | <u>\$1,494,958</u> | <u>\$45,094</u> | <u>\$5,161</u>              |

| Student<br>Activities | District<br>Managed<br>Activities | Data<br>Communication | Miscellaneous<br>State<br>Grants | Title<br>VI-B |
|-----------------------|-----------------------------------|-----------------------|----------------------------------|---------------|
| \$199,556             | \$186,090                         | \$8,789               | \$16,516                         | \$0           |
| 0                     | 0                                 | 0                     | 0                                | 0             |
| 0                     | 0                                 | 0                     | 0                                | 109           |
| 0                     | 0                                 | 0                     | 0                                | 0             |
| 0                     | 0                                 | 0                     | 0                                | 0             |
| <u>\$199,556</u>      | <u>\$186,090</u>                  | <u>\$8,789</u>        | <u>\$16,516</u>                  | <u>\$109</u>  |
| \$0                   | \$8,631                           | \$0                   | \$0                              | \$0           |
| 0                     | 0                                 | 0                     | 0                                | 0             |
| 0                     | 285                               | 0                     | 0                                | 0             |
| 0                     | 0                                 | 0                     | 0                                | 109           |
| <u>0</u>              | <u>8,916</u>                      | <u>0</u>              | <u>0</u>                         | <u>109</u>    |
| <u>0</u>              | <u>0</u>                          | <u>0</u>              | <u>0</u>                         | <u>0</u>      |
| 0                     | 0                                 | 0                     | 0                                | 0             |
| 199,556               | 177,174                           | 8,789                 | 16,516                           | 0             |
| 0                     | 0                                 | 0                     | 0                                | 0             |
| 0                     | 0                                 | 0                     | 0                                | 0             |
| <u>199,556</u>        | <u>177,174</u>                    | <u>8,789</u>          | <u>16,516</u>                    | <u>0</u>      |
| <u>\$199,556</u>      | <u>\$186,090</u>                  | <u>\$8,789</u>        | <u>\$16,516</u>                  | <u>\$109</u>  |

(continued)

**Nordonia Hills City School District**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (continued)*  
*June 30, 2025*

|                                                                               | Limited<br>English<br>Proficiency | Reducing<br>Class Size | Miscellaneous<br>Federal<br>Grants | Total<br>Nonmajor<br>Special<br>Revenue Funds |
|-------------------------------------------------------------------------------|-----------------------------------|------------------------|------------------------------------|-----------------------------------------------|
| <b>Assets</b>                                                                 |                                   |                        |                                    |                                               |
| Equity in Pooled Cash and Cash Equivalents                                    | \$14,457                          | \$0                    | \$0                                | \$1,953,823                                   |
| Accounts Receivable                                                           | 0                                 | 0                      | 0                                  | 327                                           |
| Intergovernmental Receivable                                                  | 0                                 | 15,076                 | 0                                  | 15,185                                        |
| Inventory Held for Resale                                                     | 0                                 | 0                      | 0                                  | 9,499                                         |
| Materials and Supplies Inventory                                              | 0                                 | 0                      | 0                                  | 6,972                                         |
| <i>Total Assets</i>                                                           | <u>\$14,457</u>                   | <u>\$15,076</u>        | <u>\$0</u>                         | <u>\$1,985,806</u>                            |
| <b>Liabilities</b>                                                            |                                   |                        |                                    |                                               |
| Accounts Payable                                                              | \$0                               | \$0                    | \$0                                | \$8,631                                       |
| Accrued Wages and Benefits                                                    | 0                                 | 6,950                  | 0                                  | 95,778                                        |
| Intergovernmental Payable                                                     | 0                                 | 1,929                  | 0                                  | 32,751                                        |
| Interfund Payable                                                             | 0                                 | 6,197                  | 0                                  | 6,306                                         |
| <i>Total Liabilities</i>                                                      | <u>0</u>                          | <u>15,076</u>          | <u>0</u>                           | <u>143,466</u>                                |
| <b>Deferred Inflows of Resources</b>                                          |                                   |                        |                                    |                                               |
| Unavailable Revenue                                                           | 0                                 | 10,994                 | 0                                  | 10,994                                        |
| <b>Fund Balances</b>                                                          |                                   |                        |                                    |                                               |
| Nonspendable                                                                  | 0                                 | 0                      | 0                                  | 6,972                                         |
| Restricted                                                                    | 14,457                            | 0                      | 0                                  | 1,830,207                                     |
| Committed                                                                     | 0                                 | 0                      | 0                                  | 5,161                                         |
| Unassigned (Deficit)                                                          | 0                                 | (10,994)               | 0                                  | (10,994)                                      |
| <i>Total Fund Balances (Deficit)</i>                                          | <u>14,457</u>                     | <u>(10,994)</u>        | <u>0</u>                           | <u>1,831,346</u>                              |
| <i>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</i> | <u>\$14,457</u>                   | <u>\$15,076</u>        | <u>\$0</u>                         | <u>\$1,985,806</u>                            |

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**Nordonia Hills City School District**  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2025

|                                                     | Food<br>Service    | Other<br>Grants | High<br>School<br>Bookstore | Student<br>Activities |
|-----------------------------------------------------|--------------------|-----------------|-----------------------------|-----------------------|
| <b>Revenues</b>                                     |                    |                 |                             |                       |
| Intergovernmental                                   | \$485,559          | \$0             | \$0                         | \$0                   |
| Investment Earnings/Interest                        | 46,845             | 0               | 0                           | 0                     |
| Tuition and Fees                                    | 0                  | 0               | 291                         | 0                     |
| Charges for Services                                | 939,218            | 0               | 0                           | 0                     |
| Extracurricular Activities                          | 0                  | 0               | 0                           | 334,613               |
| Contributions and Donations                         | 0                  | 31,408          | 0                           | 4,921                 |
| Rentals                                             | 0                  | 0               | 0                           | 0                     |
| <i>Total Revenues</i>                               | <u>1,471,622</u>   | <u>31,408</u>   | <u>291</u>                  | <u>339,534</u>        |
| <b>Expenditures</b>                                 |                    |                 |                             |                       |
| Current:                                            |                    |                 |                             |                       |
| Instruction:                                        |                    |                 |                             |                       |
| Regular                                             | 0                  | 19,662          | 233                         | 0                     |
| Special                                             | 0                  | 13,742          | 0                           | 0                     |
| Vocational                                          | 0                  | 0               | 0                           | 6,140                 |
| Support Services:                                   |                    |                 |                             |                       |
| Pupils                                              | 0                  | 0               | 0                           | 0                     |
| Instructional Staff                                 | 0                  | 0               | 0                           | 0                     |
| Administration                                      | 0                  | 0               | 0                           | 0                     |
| Operation and Maintenance of Plant                  | 0                  | 0               | 0                           | 0                     |
| Central                                             | 0                  | 0               | 0                           | 0                     |
| Operation of Non-Instructional Services             | 0                  | 11,500          | 0                           | 0                     |
| Food Service Operations                             | 1,388,527          | 0               | 0                           | 0                     |
| Extracurricular Activities                          | 0                  | 0               | 0                           | 311,558               |
| <i>Total Expenditures</i>                           | <u>1,388,527</u>   | <u>44,904</u>   | <u>233</u>                  | <u>317,698</u>        |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>83,095</u>      | <u>(13,496)</u> | <u>58</u>                   | <u>21,836</u>         |
| <b>Other Financing Sources (Uses)</b>               |                    |                 |                             |                       |
| Transfers In                                        | 0                  | 5,921           | 0                           | 0                     |
| <i>Net Change in Fund Balances</i>                  | <u>83,095</u>      | <u>(7,575)</u>  | <u>58</u>                   | <u>21,836</u>         |
| <i>Fund Balances (Deficit) Beginning of Year</i>    | <u>1,292,498</u>   | <u>52,669</u>   | <u>5,103</u>                | <u>177,720</u>        |
| <i>Fund Balances (Deficit) End of Year</i>          | <u>\$1,375,593</u> | <u>\$45,094</u> | <u>\$5,161</u>              | <u>\$199,556</u>      |

| District<br>Managed<br>Activities | Data<br>Communication | Miscellaneous<br>State<br>Grants | Title<br>VI-B | Limited<br>English<br>Proficiency | Title I   |
|-----------------------------------|-----------------------|----------------------------------|---------------|-----------------------------------|-----------|
| \$0                               | \$11,947              | \$135,711                        | \$815,920     | \$0                               | \$249,388 |
| 0                                 | 0                     | 0                                | 0             | 0                                 | 0         |
| 0                                 | 0                     | 0                                | 0             | 0                                 | 0         |
| 0                                 | 0                     | 0                                | 0             | 0                                 | 0         |
| 472,712                           | 0                     | 0                                | 0             | 0                                 | 0         |
| 10,614                            | 0                     | 0                                | 0             | 0                                 | 0         |
| 10                                | 0                     | 0                                | 0             | 0                                 | 0         |
| 483,336                           | 11,947                | 135,711                          | 815,920       | 0                                 | 249,388   |
| 0                                 | 0                     | 0                                | 0             | 0                                 | 243,600   |
| 0                                 | 0                     | 0                                | 745,911       | 0                                 | 0         |
| 0                                 | 0                     | 0                                | 0             | 0                                 | 0         |
| 0                                 | 0                     | 24,787                           | 26,400        | 0                                 | 0         |
| 0                                 | 0                     | 0                                | 0             | 0                                 | 0         |
| 0                                 | 0                     | 0                                | 0             | 0                                 | 1,300     |
| 0                                 | 0                     | 109,229                          | 0             | 0                                 | 0         |
| 0                                 | 15,143                | 0                                | 0             | 0                                 | 0         |
| 0                                 | 0                     | 0                                | 39,133        | 0                                 | 4,488     |
| 0                                 | 0                     | 0                                | 0             | 0                                 | 0         |
| 543,235                           | 0                     | 0                                | 0             | 0                                 | 0         |
| 543,235                           | 15,143                | 134,016                          | 811,444       | 0                                 | 249,388   |
| (59,899)                          | (3,196)               | 1,695                            | 4,476         | 0                                 | 0         |
| 63,153                            | 0                     | 0                                | 0             | 0                                 | 0         |
| 3,254                             | (3,196)               | 1,695                            | 4,476         | 0                                 | 0         |
| 173,920                           | 11,985                | 14,821                           | (4,476)       | 14,457                            | 0         |
| \$177,174                         | \$8,789               | \$16,516                         | \$0           | \$14,457                          | \$0       |

(continued)

**Nordonia Hills City School District**  
Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds (continued)  
For the Fiscal Year Ended June 30, 2025

|                                                     | Title IV-A    | Reducing<br>Class Size | Miscellaneous<br>Federal<br>Grants | Total<br>Nonmajor<br>Special Revenue<br>Funds |
|-----------------------------------------------------|---------------|------------------------|------------------------------------|-----------------------------------------------|
| <b>Revenues</b>                                     |               |                        |                                    |                                               |
| Intergovernmental                                   | \$23,397      | \$50,009               | \$53,794                           | \$1,825,725                                   |
| Investment Earnings/Interest                        | 0             | 0                      | 0                                  | 46,845                                        |
| Tuition and Fees                                    | 0             | 0                      | 0                                  | 291                                           |
| Charges for Services                                | 0             | 0                      | 0                                  | 939,218                                       |
| Extracurricular Activities                          | 0             | 0                      | 0                                  | 807,325                                       |
| Contributions and Donations                         | 0             | 0                      | 0                                  | 46,943                                        |
| Rentals                                             | 0             | 0                      | 0                                  | 10                                            |
| <i>Total Revenues</i>                               | <u>23,397</u> | <u>50,009</u>          | <u>53,794</u>                      | <u>3,666,357</u>                              |
| <b>Expenditures</b>                                 |               |                        |                                    |                                               |
| Current:                                            |               |                        |                                    |                                               |
| Instruction:                                        |               |                        |                                    |                                               |
| Regular                                             | 0             | 0                      | 0                                  | 263,495                                       |
| Special                                             | 0             | 0                      | 0                                  | 759,653                                       |
| Vocational                                          | 0             | 0                      | 0                                  | 6,140                                         |
| Support Services:                                   |               |                        |                                    |                                               |
| Pupils                                              | 0             | 0                      | 0                                  | 51,187                                        |
| Instructional Staff                                 | 0             | 52,089                 | 0                                  | 52,089                                        |
| Administration                                      | 23,397        | 0                      | 0                                  | 24,697                                        |
| Operation and Maintenance of Plant                  | 0             | 0                      | 53,794                             | 163,023                                       |
| Central                                             | 0             | 0                      | 0                                  | 15,143                                        |
| Operation of Non-Instructional Services             | 0             | 8,800                  | 0                                  | 63,921                                        |
| Food Service Operations                             | 0             | 0                      | 0                                  | 1,388,527                                     |
| Extracurricular Activities                          | 0             | 0                      | 0                                  | 854,793                                       |
| <i>Total Expenditures</i>                           | <u>23,397</u> | <u>60,889</u>          | <u>53,794</u>                      | <u>3,642,668</u>                              |
| <i>Excess of Revenues Over (Under) Expenditures</i> | 0             | (10,880)               | 0                                  | 23,689                                        |
| <b>Other Financing Sources (Uses)</b>               |               |                        |                                    |                                               |
| Transfers In                                        | 0             | 0                      | 0                                  | 69,074                                        |
| <i>Net Change in Fund Balances</i>                  | 0             | (10,880)               | 0                                  | 92,763                                        |
| <i>Fund Balances (Deficit) Beginning of Year</i>    | 0             | (114)                  | 0                                  | 1,738,583                                     |
| <i>Fund Balances (Deficit) End of Year</i>          | <u>\$0</u>    | <u>(\$10,994)</u>      | <u>\$0</u>                         | <u>\$1,831,346</u>                            |

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**Nordonia Hills City School District***Combining Balance Sheet**Nonmajor Capital Projects Funds**June 30, 2025*

|                                                                                | Permanent<br>Improvement | Building        | Total<br>Nonmajor<br>Capital Projects<br>Funds |
|--------------------------------------------------------------------------------|--------------------------|-----------------|------------------------------------------------|
| <b>Assets</b>                                                                  |                          |                 |                                                |
| Equity in Pooled Cash and Cash Equivalents                                     | <u>\$2,032,390</u>       | <u>\$30,812</u> | <u>\$2,063,202</u>                             |
| <b>Liabilities</b>                                                             |                          |                 |                                                |
| Contracts Payable                                                              | <u>\$10,800</u>          | <u>\$0</u>      | <u>\$10,800</u>                                |
| <b>Fund Balances</b>                                                           |                          |                 |                                                |
| Restricted                                                                     | 0                        | 30,812          | 30,812                                         |
| Committed                                                                      | <u>2,021,590</u>         | <u>0</u>        | <u>2,021,590</u>                               |
| <i>Total Fund Balances</i>                                                     | <u>2,021,590</u>         | <u>30,812</u>   | <u>2,052,402</u>                               |
| <i>Total Liabilities, Deferred Inflows of<br/>Resources, and Fund Balances</i> | <u>\$2,032,390</u>       | <u>\$30,812</u> | <u>\$2,063,202</u>                             |

**Nordonia Hills City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Capital Projects Funds*  
*For the Fiscal Year Ended June 30, 2025*

|                                                     | Permanent<br>Improvement  | Building               | Total<br>Nonmajor<br>Capital Projects<br>Funds |
|-----------------------------------------------------|---------------------------|------------------------|------------------------------------------------|
| <b>Revenues</b>                                     |                           |                        |                                                |
| Contributions and Donations                         | \$0                       | \$1,000                | \$1,000                                        |
| Rentals                                             | 0                         | 4,904                  | 4,904                                          |
| Miscellaneous                                       | 262                       | 0                      | 262                                            |
| <i>Total Revenues</i>                               | <u>262</u>                | <u>5,904</u>           | <u>6,166</u>                                   |
| <b>Expenditures</b>                                 |                           |                        |                                                |
| Current:                                            |                           |                        |                                                |
| Instruction:                                        |                           |                        |                                                |
| Regular                                             | 317,110                   | 0                      | 317,110                                        |
| Support Services:                                   |                           |                        |                                                |
| Operation and Maintenance of Plant                  | 1,335,302                 | 0                      | 1,335,302                                      |
| Extracurricular Activities                          | 13,756                    | 0                      | 13,756                                         |
| <i>Total Expenditures</i>                           | <u>1,666,168</u>          | <u>0</u>               | <u>1,666,168</u>                               |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (1,665,906)               | 5,904                  | (1,660,002)                                    |
| <b>Other Financing Sources (Uses)</b>               |                           |                        |                                                |
| Transfers In                                        | <u>1,468,511</u>          | <u>0</u>               | <u>1,468,511</u>                               |
| <i>Net Change in Fund Balances</i>                  | (197,395)                 | 5,904                  | (191,491)                                      |
| <i>Fund Balances Beginning of Year</i>              | <u>2,218,985</u>          | <u>24,908</u>          | <u>2,243,893</u>                               |
| <i>Fund Balances End of Year</i>                    | <u><u>\$2,021,590</u></u> | <u><u>\$30,812</u></u> | <u><u>\$2,052,402</u></u>                      |

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

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                               | Original<br>Budget | Final<br>Budget   | Actual            | Variance with<br>Final Budget |
|-------------------------------|--------------------|-------------------|-------------------|-------------------------------|
| <b>Revenues</b>               |                    |                   |                   |                               |
| Property Taxes                | \$42,597,755       | \$42,590,201      | \$42,690,218      | \$100,017                     |
| Payments in Lieu of Taxes     | 4,195,055          | 4,195,055         | 4,195,055         | 0                             |
| Intergovernmental             | 9,521,571          | 9,521,571         | 9,962,696         | 441,125                       |
| Interest                      | 470,000            | 470,000           | 850,785           | 380,785                       |
| Tuition and Fees              | 921,000            | 921,000           | 1,158,771         | 237,771                       |
| Extracurricular Activities    | 310,300            | 310,300           | 283,523           | (26,777)                      |
| Contributions and Donations   | 2,295              | 2,295             | 623               | (1,672)                       |
| Rentals                       | 68,000             | 68,000            | 94,912            | 26,912                        |
| Miscellaneous                 | 80,800             | 80,800            | 29,496            | (51,304)                      |
| <i>Total Revenues</i>         | <i>58,166,776</i>  | <i>58,159,222</i> | <i>59,266,079</i> | <i>1,106,857</i>              |
| <b>Expenditures</b>           |                    |                   |                   |                               |
| Current:                      |                    |                   |                   |                               |
| Instruction:                  |                    |                   |                   |                               |
| Regular                       |                    |                   |                   |                               |
| Salaries                      | 16,852,181         | 16,666,079        | 16,460,379        | 205,700                       |
| Fringe Benefits               | 6,533,357          | 6,307,056         | 6,197,655         | 109,401                       |
| Purchased Services            | 847,218            | 1,166,133         | 1,166,133         | 0                             |
| Materials and Supplies        | 1,147,062          | 1,330,567         | 1,192,739         | 137,828                       |
| Capital Outlay                | 326,732            | 508,114           | 379,790           | 128,324                       |
| Other                         | 2,553              | 2,720             | 2,570             | 150                           |
| Total Regular                 | 25,709,103         | 25,980,669        | 25,399,266        | 581,403                       |
| Special                       |                    |                   |                   |                               |
| Salaries                      | 4,578,960          | 4,475,432         | 4,415,320         | 60,112                        |
| Fringe Benefits               | 2,218,869          | 2,218,869         | 2,132,022         | 86,847                        |
| Purchased Services            | 932,000            | 1,317,031         | 1,284,825         | 32,206                        |
| Materials and Supplies        | 81,400             | 33,000            | 26,743            | 6,257                         |
| Capital Outlay                | 37,500             | 5,540             | 2,205             | 3,335                         |
| Total Special                 | 7,848,729          | 8,049,872         | 7,861,115         | 188,757                       |
| Vocational                    |                    |                   |                   |                               |
| Salaries                      | 172,945            | 172,945           | 149,163           | 23,782                        |
| Fringe Benefits               | 65,530             | 65,530            | 49,852            | 15,678                        |
| Purchased Services            | 500                | 500               | 0                 | 500                           |
| Materials and Supplies        | 1,150              | 1,150             | 879               | 271                           |
| Total Vocational              | 240,125            | 240,125           | 199,894           | 40,231                        |
| Student Intervention Services |                    |                   |                   |                               |
| Purchased Services            | 115,000            | 85,000            | 79,885            | 5,115                         |
| Total Instruction             | 33,912,957         | 34,355,666        | 33,540,160        | 815,506                       |
| Support Services:             |                    |                   |                   |                               |
| Pupils                        |                    |                   |                   |                               |
| Salaries                      | 3,806,194          | 3,773,622         | 3,773,622         | 0                             |
| Fringe Benefits               | 1,775,759          | 1,763,588         | 1,743,938         | 19,650                        |
| Purchased Services            | 1,307,600          | 1,504,983         | 1,486,266         | 18,717                        |
| Materials and Supplies        | 98,340             | 95,825            | 92,861            | 2,964                         |
| Capital Outlay                | 425                | 425               | 0                 | 425                           |
| Total Pupils                  | \$6,988,318        | \$7,138,443       | \$7,096,687       | \$41,756                      |

(continued)

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2025*

|                                          | Original<br>Budget | Final<br>Budget | Actual      | Variance with<br>Final Budget |
|------------------------------------------|--------------------|-----------------|-------------|-------------------------------|
| Instructional Staff                      |                    |                 |             |                               |
| Salaries                                 | \$715,141          | \$844,478       | \$844,478   | \$0                           |
| Fringe Benefits                          | 283,896            | 297,410         | 297,410     | 0                             |
| Purchased Services                       | 29,050             | 31,086          | 22,380      | 8,706                         |
| Materials and Supplies                   | 56,800             | 54,230          | 43,728      | 10,502                        |
| Capital Outlay                           | 3,000              | 5,908           | 0           | 5,908                         |
| Other                                    | 13,900             | 21,821          | 1,720       | 20,101                        |
| Total Instructional Staff                | 1,101,787          | 1,254,933       | 1,209,716   | 45,217                        |
| Board of Education                       |                    |                 |             |                               |
| Salaries                                 | 19,036             | 19,036          | 14,875      | 4,161                         |
| Fringe Benefits                          | 2,046              | 2,046           | 1,409       | 637                           |
| Purchased Services                       | 6,350              | 19,850          | 17,372      | 2,478                         |
| Materials and Supplies                   | 25,215             | 27,529          | 7,408       | 20,121                        |
| Other                                    | 12,179             | 12,893          | 12,893      | 0                             |
| Total Board of Education                 | 64,826             | 81,354          | 53,957      | 27,397                        |
| Administration                           |                    |                 |             |                               |
| Salaries                                 | 2,267,302          | 2,269,743       | 2,269,743   | 0                             |
| Fringe Benefits                          | 1,076,504          | 1,082,240       | 1,082,240   | 0                             |
| Purchased Services                       | 343,196            | 356,736         | 206,717     | 150,019                       |
| Materials and Supplies                   | 33,860             | 35,560          | 23,228      | 12,332                        |
| Capital Outlay                           | 19,825             | 9,970           | 1,847       | 8,123                         |
| Other                                    | 32,067             | 44,722          | 42,935      | 1,787                         |
| Total Administration                     | 3,772,754          | 3,798,971       | 3,626,710   | 172,261                       |
| Fiscal                                   |                    |                 |             |                               |
| Salaries                                 | 449,727            | 478,847         | 478,847     | 0                             |
| Fringe Benefits                          | 222,102            | 222,319         | 222,319     | 0                             |
| Purchased Services                       | 103,652            | 97,925          | 76,755      | 21,170                        |
| Materials and Supplies                   | 6,000              | 4,043           | 3,955       | 88                            |
| Capital Outlay                           | 1,000              | 475             | 0           | 475                           |
| Other                                    | 687,947            | 904,823         | 904,823     | 0                             |
| Total Fiscal                             | 1,470,428          | 1,708,432       | 1,686,699   | 21,733                        |
| Business                                 |                    |                 |             |                               |
| Salaries                                 | 235,012            | 205,892         | 169,624     | 36,268                        |
| Fringe Benefits                          | 84,188             | 83,971          | 74,482      | 9,489                         |
| Purchased Services                       | 112,600            | 120,928         | 103,633     | 17,295                        |
| Materials and Supplies                   | 9,500              | 9,500           | 5,246       | 4,254                         |
| Other                                    | 10,500             | 10,475          | 7,360       | 3,115                         |
| Total Business                           | 451,800            | 430,766         | 360,345     | 70,421                        |
| Operation and Maintenance of Plant       |                    |                 |             |                               |
| Salaries                                 | 1,940,104          | 1,940,104       | 1,923,787   | 16,317                        |
| Fringe Benefits                          | 885,867            | 885,867         | 868,162     | 17,705                        |
| Purchased Services                       | 1,904,340          | 1,847,091       | 1,829,376   | 17,715                        |
| Materials and Supplies                   | 307,000            | 387,072         | 331,332     | 55,740                        |
| Capital Outlay                           | 15,000             | 630             | 630         | 0                             |
| Other                                    | 30,269             | 40,684          | 35,737      | 4,947                         |
| Total Operation and Maintenance of Plant | \$5,082,580        | \$5,101,448     | \$4,989,024 | \$112,424                     |

(continued)

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2025*

|                                                         | Original<br>Budget | Final<br>Budget | Actual       | Variance with<br>Final Budget |
|---------------------------------------------------------|--------------------|-----------------|--------------|-------------------------------|
| Pupil Transportation                                    |                    |                 |              |                               |
| Purchased Services                                      | \$4,254,500        | \$4,408,955     | \$4,315,362  | \$93,593                      |
| Materials and Supplies                                  | 265,000            | 250,000         | 197,925      | 52,075                        |
| Total Pupil Transportation                              | 4,519,500          | 4,658,955       | 4,513,287    | 145,668                       |
| Central                                                 |                    |                 |              |                               |
| Salaries                                                | 128,869            | 128,869         | 126,859      | 2,010                         |
| Fringe Benefits                                         | 58,437             | 58,437          | 45,427       | 13,010                        |
| Purchased Services                                      | 153,156            | 325,849         | 244,806      | 81,043                        |
| Materials and Supplies                                  | 247,600            | 253,385         | 196,659      | 56,726                        |
| Capital Outlay                                          | 20,000             | 20,000          | 2,099        | 17,901                        |
| Total Central                                           | 608,062            | 786,540         | 615,850      | 170,690                       |
| Total Support Services                                  | 24,060,055         | 24,959,842      | 24,152,275   | 807,567                       |
| Extracurricular Activities:                             |                    |                 |              |                               |
| Academic and Subject Oriented Activities                |                    |                 |              |                               |
| Salaries                                                | 74,390             | 81,948          | 81,948       | 0                             |
| Fringe Benefits                                         | 12,569             | 12,569          | 12,412       | 157                           |
| Purchased Services                                      | 58,780             | 50,864          | 41,842       | 9,022                         |
| Materials and Supplies                                  | 2,670              | 4,935           | 3,128        | 1,807                         |
| Capital Outlay                                          | 26,190             | 14,127          | 11,829       | 2,298                         |
| Other                                                   | 1,680              | 1,980           | 1,050        | 930                           |
| Total Academic and Subject Oriented Activities          | 176,279            | 166,423         | 152,209      | 14,214                        |
| Sport Oriented Activities                               |                    |                 |              |                               |
| Salaries                                                | \$624,540          | \$634,884       | \$634,884    | \$0                           |
| Fringe Benefits                                         | 125,502            | 117,404         | 117,404      | 0                             |
| Purchased Services                                      | 10,000             | 55              | 0            | 55                            |
| Total Sport Oriented Activities                         | 760,042            | 752,343         | 752,288      | 55                            |
| School and Public Service Co-Curricular Activities      |                    |                 |              |                               |
| Salaries                                                | 118,048            | 120,121         | 120,121      | 0                             |
| Fringe Benefits                                         | 20,890             | 38,831          | 38,831       | 0                             |
| Total School and Public Service Co-CurricularActivities | 138,938            | 158,952         | 158,952      | 0                             |
| Total Extracurricular Activities                        | 1,075,259          | 1,077,718       | 1,063,449    | 14,269                        |
| Total Expenditures                                      | 59,048,271         | 60,393,226      | 58,755,884   | 1,637,342                     |
| Excess of Revenues Over (Under) Expenditures            | (881,495)          | (2,234,004)     | 510,195      | 2,744,199                     |
| <b>Other Financing Sources (Uses)</b>                   |                    |                 |              |                               |
| Advances Out                                            | (5,000)            | (5,000)         | 0            | 5,000                         |
| Transfers In                                            | 1,500              | 1,500           | 0            | (1,500)                       |
| Transfers Out                                           | (1,735,000)        | (1,610,000)     | (1,600,000)  | 10,000                        |
| Total Other Financing Sources (Uses)                    | (1,738,500)        | (1,613,500)     | (1,600,000)  | 13,500                        |
| Net Change in Fund Balance                              | (2,619,995)        | (3,847,504)     | (1,089,805)  | 2,757,699                     |
| Fund Balance Beginning of Year                          | 16,732,921         | 16,732,921      | 16,732,921   | 0                             |
| Prior Year Encumbrances Appropriated                    | 774,472            | 774,472         | 774,472      | 0                             |
| Fund Balance End of Year                                | \$14,887,398       | \$13,659,889    | \$16,417,588 | \$2,757,699                   |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Food Service Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                       | Final<br>Budget         | Actual                    | Variance with<br>Final Budget |
|---------------------------------------|-------------------------|---------------------------|-------------------------------|
| <b>Revenues</b>                       |                         |                           |                               |
| Intergovernmental                     | \$300,000               | \$396,205                 | \$96,205                      |
| Interest                              | 50,000                  | 46,845                    | (3,155)                       |
| Charges for Services                  | 750,000                 | 939,763                   | 189,763                       |
| <i>Total Revenues</i>                 | <u>1,100,000</u>        | <u>1,382,813</u>          | <u>282,813</u>                |
| <b>Expenditures</b>                   |                         |                           |                               |
| Food Service Operations:              |                         |                           |                               |
| Salaries                              | 610,000                 | 531,497                   | 78,503                        |
| Fringe Benefits                       | 420,000                 | 261,567                   | 158,433                       |
| Purchased Services                    | 20,350                  | 16,818                    | 3,532                         |
| Materials and Supplies                | 499,100                 | 444,468                   | 54,632                        |
| Capital Outlay                        | 10,000                  | 485                       | 9,515                         |
| Other                                 | 43,800                  | 40,900                    | 2,900                         |
| <i>Total Expenditures</i>             | <u>1,603,250</u>        | <u>1,295,735</u>          | <u>307,515</u>                |
| <i>Net Change in Fund Balance</i>     | (503,250)               | 87,078                    | 590,328                       |
| <i>Fund Balance Beginning of Year</i> | <u>1,391,082</u>        | <u>1,391,082</u>          | <u>0</u>                      |
| <i>Fund Balance End of Year</i>       | <u><u>\$887,832</u></u> | <u><u>\$1,478,160</u></u> | <u><u>\$590,328</u></u>       |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Other Grants Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                                     | Final<br>Budget | Actual   | Variance with<br>Final Budget |
|-----------------------------------------------------|-----------------|----------|-------------------------------|
| <b>Revenues</b>                                     |                 |          |                               |
| Contributions and Donations                         | \$25,000        | \$31,408 | \$6,408                       |
| <b>Expenditures</b>                                 |                 |          |                               |
| Current:                                            |                 |          |                               |
| Instruction:                                        |                 |          |                               |
| Regular                                             |                 |          |                               |
| Purchased Services                                  | 2,340           | 777      | 1,563                         |
| Materials and Supplies                              | 20,295          | 18,885   | 1,410                         |
| Capital Outlay                                      | 162             | 0        | 162                           |
| Total Regular                                       | 22,797          | 19,662   | 3,135                         |
| Special                                             |                 |          |                               |
| Materials and Supplies                              | 13,742          | 13,742   | 0                             |
| Total Instruction                                   | 36,539          | 33,404   | 3,135                         |
| Operation of Non-Instructional Services:            |                 |          |                               |
| Community Services                                  |                 |          |                               |
| Other                                               | 40,000          | 11,500   | 28,500                        |
| <i>Total Expenditures</i>                           | 76,539          | 44,904   | 31,635                        |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (51,539)        | (13,496) | 38,043                        |
| <b>Other Financing Sources (Uses)</b>               |                 |          |                               |
| Transfers In                                        | 0               | 5,921    | 5,921                         |
| <i>Net Change in Fund Balance</i>                   | (51,539)        | (7,575)  | 43,964                        |
| <i>Fund Balance Beginning of Year</i>               | 52,669          | 52,669   | 0                             |
| <i>Fund Balance End of Year</i>                     | \$1,130         | \$45,094 | \$43,964                      |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*High School Bookstore Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                       | Final<br>Budget | Actual  | Variance with<br>Final Budget |
|---------------------------------------|-----------------|---------|-------------------------------|
| <b>Revenues</b>                       |                 |         |                               |
| Tuition and Fees                      | \$0             | \$291   | \$291                         |
| <b>Expenditures</b>                   |                 |         |                               |
| Current:                              |                 |         |                               |
| Instruction:                          |                 |         |                               |
| Regular                               |                 |         |                               |
| Materials and Supplies                | 925             | 233     | 692                           |
| <i>Net Change in Fund Balance</i>     | (925)           | 58      | 983                           |
| <i>Fund Balance Beginning of Year</i> | 5,103           | 5,103   | 0                             |
| <i>Fund Balance End of Year</i>       | \$4,178         | \$5,161 | \$983                         |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Student Activities Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                                         | Final<br>Budget        | Actual                  | Variance with<br>Final Budget |
|---------------------------------------------------------|------------------------|-------------------------|-------------------------------|
| <b>Revenues</b>                                         |                        |                         |                               |
| Extracurricular Activities                              | \$358,678              | \$334,613               | (\$24,065)                    |
| Contributions and Donations                             | 5,000                  | 4,921                   | (79)                          |
| <i>Total Revenues</i>                                   | <u>363,678</u>         | <u>339,534</u>          | <u>(24,144)</u>               |
| <b>Expenditures</b>                                     |                        |                         |                               |
| Current:                                                |                        |                         |                               |
| Instruction:                                            |                        |                         |                               |
| Vocational                                              |                        |                         |                               |
| Other                                                   | 14,500                 | 6,140                   | 8,360                         |
| Extracurricular Activities:                             |                        |                         |                               |
| Academic and Subject Oriented Activities                |                        |                         |                               |
| Salaries                                                | 300                    | 300                     | 0                             |
| Fringe Benefits                                         | 52                     | 52                      | 0                             |
| Purchased Services                                      | 273,048                | 184,592                 | 88,456                        |
| Materials and Supplies                                  | 29,285                 | 18,300                  | 10,985                        |
| Other                                                   | 33,268                 | 23,722                  | 9,546                         |
| Total Academic and Subject Oriented Activities          | <u>335,953</u>         | <u>226,966</u>          | <u>108,987</u>                |
| Occupation Oriented Activities                          |                        |                         |                               |
| Other                                                   | 6,250                  | 1,772                   | 4,478                         |
| Sports Oriented Activities                              |                        |                         |                               |
| Other                                                   | 11,500                 | 7,540                   | 3,960                         |
| School and Public Service Co-Curricular Activities      |                        |                         |                               |
| Materials and Supplies                                  | 6,000                  | 0                       | 6,000                         |
| Other                                                   | 140,925                | 81,710                  | 59,215                        |
| Total School and Public Service Co-CurricularActivities | <u>146,925</u>         | <u>81,710</u>           | <u>65,215</u>                 |
| Total Extracurricular Activities                        | <u>500,628</u>         | <u>317,988</u>          | <u>182,640</u>                |
| <i>Total Expenditures</i>                               | <u>515,128</u>         | <u>324,128</u>          | <u>191,000</u>                |
| <i>Net Change in Fund Balance</i>                       | (151,450)              | 15,406                  | 166,856                       |
| <i>Fund Balance Beginning of Year</i>                   | 175,360                | 175,360                 | 0                             |
| Prior Year Encumbrances Appropriated                    | 5,660                  | 5,660                   | 0                             |
| <i>Fund Balance End of Year</i>                         | <u><u>\$29,570</u></u> | <u><u>\$196,426</u></u> | <u><u>\$166,856</u></u>       |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*District Managed Activities Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                                         | Final<br>Budget         | Actual                  | Variance with<br>Final Budget |
|---------------------------------------------------------|-------------------------|-------------------------|-------------------------------|
| <b>Revenues</b>                                         |                         |                         |                               |
| Extracurricular Activities                              | \$757,500               | \$472,712               | (\$284,788)                   |
| Contributions and Donations                             | 32,400                  | 10,614                  | (21,786)                      |
| Rentals                                                 | 100                     | 10                      | (90)                          |
| <i>Total Revenues</i>                                   | <u>790,000</u>          | <u>483,336</u>          | <u>(306,664)</u>              |
| <b>Expenditures</b>                                     |                         |                         |                               |
| Extracurricular Activities:                             |                         |                         |                               |
| Academic and Subject Oriented Activities                |                         |                         |                               |
| Materials and Supplies                                  | 190                     | 49                      | 141                           |
| Other                                                   | 2,500                   | 572                     | 1,928                         |
| Total Academic and Subject Oriented Activities          | <u>2,690</u>            | <u>621</u>              | <u>2,069</u>                  |
| Sport Oriented Activities                               |                         |                         |                               |
| Salaries                                                | 27,974                  | 18,615                  | 9,359                         |
| Fringe Benefits                                         | 3,351                   | 3,351                   | 0                             |
| Purchased Services                                      | 195,798                 | 194,375                 | 1,423                         |
| Materials and Supplies                                  | 70,235                  | 28,517                  | 41,718                        |
| Capital Outlay                                          | 8,600                   | 6,740                   | 1,860                         |
| Other                                                   | 439,861                 | 294,307                 | 145,554                       |
| Total Sport Oriented Activities                         | <u>745,819</u>          | <u>545,905</u>          | <u>199,914</u>                |
| School and Public Service Co-Curricular Activities      |                         |                         |                               |
| Purchased Services                                      | 2,500                   | 2,500                   | 0                             |
| Materials and Supplies                                  | 16,400                  | 3,477                   | 12,923                        |
| Other                                                   | 40,300                  | 7,684                   | 32,616                        |
| Total School and Public Service Co-CurricularActivities | <u>59,200</u>           | <u>13,661</u>           | <u>45,539</u>                 |
| <i>Total Expenditures</i>                               | <u>807,709</u>          | <u>560,187</u>          | <u>247,522</u>                |
| <i>Excess of Revenues Over (Under) Expenditures</i>     | (17,709)                | (76,851)                | (59,142)                      |
| <b>Other Financing Sources (Uses)</b>                   |                         |                         |                               |
| Transfers In                                            | <u>0</u>                | <u>63,153</u>           | <u>63,153</u>                 |
| <i>Net Change in Fund Balance</i>                       | (17,709)                | (13,698)                | 4,011                         |
| <i>Fund Balance Beginning of Year</i>                   | 176,886                 | 176,886                 | 0                             |
| Prior Year Encumbrances Appropriated                    | <u>10,364</u>           | <u>10,364</u>           | <u>0</u>                      |
| <i>Fund Balance End of Year</i>                         | <u><u>\$169,541</u></u> | <u><u>\$173,552</u></u> | <u><u>\$4,011</u></u>         |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Data Communication Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                       | Final<br>Budget | Actual   | Variance with<br>Final Budget |
|---------------------------------------|-----------------|----------|-------------------------------|
| <b>Revenues</b>                       |                 |          |                               |
| Intergovernmental                     | \$12,800        | \$11,947 | (\$853)                       |
| <b>Expenditures</b>                   |                 |          |                               |
| Current:                              |                 |          |                               |
| Support Services:                     |                 |          |                               |
| Central                               |                 |          |                               |
| Purchased Services                    | 8,789           | 8,789    | 0                             |
| Capital Outlay                        | 15,143          | 15,143   | 0                             |
| <i>Total Expenditures</i>             | 23,932          | 23,932   | 0                             |
| <i>Net Change in Fund Balance</i>     | (11,132)        | (11,985) | (853)                         |
| <i>Fund Balance Beginning of Year</i> | 11,985          | 11,985   | 0                             |
| <i>Fund Balance End of Year</i>       | \$853           | \$0      | (\$853)                       |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Miscellaneous State Grants Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                                     | Final<br>Budget | Actual    | Variance with<br>Final Budget |
|-----------------------------------------------------|-----------------|-----------|-------------------------------|
| <b>Revenues</b>                                     |                 |           |                               |
| Intergovernmental                                   | \$140,000       | \$135,786 | (\$4,214)                     |
| <b>Expenditures</b>                                 |                 |           |                               |
| Current:                                            |                 |           |                               |
| Support Services:                                   |                 |           |                               |
| Pupils                                              |                 |           |                               |
| Purchased Services                                  | 24,600          | 24,500    | 100                           |
| Materials and Supplies                              | 400             | 287       | 113                           |
| Total Pupils                                        | 25,000          | 24,787    | 213                           |
| Operation and Maintenance of Plant                  |                 |           |                               |
| Purchased Services                                  | 60,000          | 30,000    | 30,000                        |
| Materials and Supplies                              | 95,745          | 85,680    | 10,065                        |
| Total Operation and Maintenance of Plant            | 155,745         | 115,680   | 40,065                        |
| <i>Total Expenditures</i>                           | 180,745         | 140,467   | 40,278                        |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (40,745)        | (4,681)   | 36,064                        |
| <b>Other Financing Sources (Uses)</b>               |                 |           |                               |
| Advances In                                         | 30,000          | 0         | (30,000)                      |
| <i>Net Change in Fund Balance</i>                   | (10,745)        | (4,681)   | 6,064                         |
| <i>Fund Balance Beginning of Year</i>               | 14,746          | 14,746    | 0                             |
| <i>Fund Balance End of Year</i>                     | \$4,001         | \$10,065  | \$6,064                       |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title VI-B Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                           | Final<br>Budget | Actual    | Variance with<br>Final Budget |
|-------------------------------------------|-----------------|-----------|-------------------------------|
| <b>Revenues</b>                           |                 |           |                               |
| Intergovernmental                         | \$975,000       | \$836,972 | (\$138,028)                   |
| <b>Expenditures</b>                       |                 |           |                               |
| Current:                                  |                 |           |                               |
| Instruction:                              |                 |           |                               |
| Special                                   |                 |           |                               |
| Salaries                                  | 750             | 750       | 0                             |
| Fringe Benefits                           | 223             | 223       | 0                             |
| Purchased Services                        | 792,714         | 742,516   | 50,198                        |
| Materials and Supplies                    | 15,496          | 15,496    | 0                             |
| Total Instruction                         | 809,183         | 758,985   | 50,198                        |
| Support Services:                         |                 |           |                               |
| Pupils                                    |                 |           |                               |
| Purchased Services                        | 26,400          | 26,400    | 0                             |
| Operation of Non-Instructional Services:  |                 |           |                               |
| Community Services                        |                 |           |                               |
| Purchased Services                        | 39,133          | 39,133    | 0                             |
| <i>Total Expenditures</i>                 | 874,716         | 824,518   | 50,198                        |
| <i>Net Change in Fund Balance</i>         | 100,284         | 12,454    | (87,830)                      |
| <i>Fund Deficit Beginning of Year</i>     | (39,856)        | (39,856)  | 0                             |
| Prior Year Encumbrances Appropriated      | 27,293          | 27,293    | 0                             |
| <i>Fund Balance (Deficit) End of Year</i> | \$87,721        | (\$109)   | (\$87,830)                    |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Limited English Proficiency Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                       | Final<br>Budget | Actual   | Variance with<br>Final Budget |
|---------------------------------------|-----------------|----------|-------------------------------|
| <b>Revenues</b>                       | \$0             | \$0      | \$0                           |
| <b>Expenditures</b>                   |                 |          |                               |
| Current:                              |                 |          |                               |
| Support Services:                     |                 |          |                               |
| Instructional Staff                   |                 |          |                               |
| Purchased Services                    | 14,457          | 0        | 14,457                        |
| <i>Net Change in Fund Balance</i>     | (14,457)        | 0        | 14,457                        |
| <i>Fund Balance Beginning of Year</i> | 14,457          | 14,457   | 0                             |
| <i>Fund Balance End of Year</i>       | \$0             | \$14,457 | \$14,457                      |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title I Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                          | Final<br>Budget | Actual    | Variance with<br>Final Budget |
|------------------------------------------|-----------------|-----------|-------------------------------|
| <b>Revenues</b>                          |                 |           |                               |
| Intergovernmental                        | \$310,000       | \$249,388 | (\$60,612)                    |
| <b>Expenditures</b>                      |                 |           |                               |
| Current:                                 |                 |           |                               |
| Instruction:                             |                 |           |                               |
| Regular                                  |                 |           |                               |
| Purchased Services                       | 292,985         | 243,600   | 49,385                        |
| Support Services:                        |                 |           |                               |
| Pupils                                   |                 |           |                               |
| Purchased Services                       | 1,000           | 0         | 1,000                         |
| Administration                           |                 |           |                               |
| Purchased Services                       | 2,000           | 1,300     | 700                           |
| Total Support Services                   | 3,000           | 1,300     | 1,700                         |
| Operation of Non-Instructional Services: |                 |           |                               |
| Community Services                       |                 |           |                               |
| Purchased Services                       | 4,488           | 4,488     | 0                             |
| <i>Total Expenditures</i>                | 300,473         | 249,388   | 51,085                        |
| <i>Net Change in Fund Balance</i>        | 9,527           | 0         | (9,527)                       |
| <i>Fund Balance Beginning of Year</i>    | 0               | 0         | 0                             |
| <i>Fund Balance End of Year</i>          | \$9,527         | \$0       | (\$9,527)                     |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title IV-A Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                          | Final<br>Budget | Actual   | Variance with<br>Final Budget |
|------------------------------------------|-----------------|----------|-------------------------------|
| <b>Revenues</b>                          |                 |          |                               |
| Intergovernmental                        | \$30,000        | \$23,397 | (\$6,603)                     |
| <b>Expenditures</b>                      |                 |          |                               |
| Current:                                 |                 |          |                               |
| Support Services:                        |                 |          |                               |
| Administration                           |                 |          |                               |
| Salaries                                 | 20,076          | 20,076   | 0                             |
| Fringe Benefits                          | 3,321           | 3,321    | 0                             |
| Total Support Services                   | 23,397          | 23,397   | 0                             |
| Operation of Non-Instructional Services: |                 |          |                               |
| Community Services                       |                 |          |                               |
| Materials and Supplies                   | 2,087           | 0        | 2,087                         |
| <i>Total Expenditures</i>                | 25,484          | 23,397   | 2,087                         |
| <i>Net Change in Fund Balance</i>        | 4,516           | 0        | (4,516)                       |
| <i>Fund Balance Beginning of Year</i>    | 0               | 0        | 0                             |
| <i>Fund Balance End of Year</i>          | \$4,516         | \$0      | (\$4,516)                     |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Preschool for Handicapped Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                       | Final<br>Budget | Actual | Variance with<br>Final Budget |
|---------------------------------------|-----------------|--------|-------------------------------|
| <b>Revenues</b>                       |                 |        |                               |
| Intergovernmental                     | \$20,000        | \$0    | (\$20,000)                    |
| <b>Expenditures</b>                   |                 |        |                               |
| Current:                              |                 |        |                               |
| Instruction:                          |                 |        |                               |
| Special                               |                 |        |                               |
| Purchased Services                    | 16,499          | 0      | 16,499                        |
| <i>Net Change in Fund Balance</i>     | 3,501           | 0      | (3,501)                       |
| <i>Fund Balance Beginning of Year</i> | 0               | 0      | 0                             |
| <i>Fund Balance End of Year</i>       | \$3,501         | \$0    | (\$3,501)                     |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Reducing Class Size Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                           | Final<br>Budget | Actual    | Variance with<br>Final Budget |
|-------------------------------------------|-----------------|-----------|-------------------------------|
| <b>Revenues</b>                           |                 |           |                               |
| Intergovernmental                         | \$150,000       | \$72,850  | (\$77,150)                    |
| <b>Expenditures</b>                       |                 |           |                               |
| Current:                                  |                 |           |                               |
| Support Services:                         |                 |           |                               |
| Instructional Staff                       |                 |           |                               |
| Salaries                                  | 54,008          | 37,733    | 16,275                        |
| Fringe Benefits                           | 10,500          | 5,633     | 4,867                         |
| Total Support Services                    | 64,508          | 43,366    | 21,142                        |
| Operation of Non-Instructional Services:  |                 |           |                               |
| Community Services                        |                 |           |                               |
| Purchased Services                        | 9,835           | 9,800     | 35                            |
| <i>Total Expenditures</i>                 | 74,343          | 53,166    | 21,177                        |
| <i>Net Change in Fund Balance</i>         | 75,657          | 19,684    | (55,973)                      |
| <i>Fund Deficit Beginning of Year</i>     | (27,881)        | (27,881)  | 0                             |
| Prior Year Encumbrances Appropriated      | 1,000           | 1,000     | 0                             |
| <i>Fund Balance (Deficit) End of Year</i> | \$48,776        | (\$7,197) | (\$55,973)                    |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Miscellaneous Federal Grants Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                       | Final<br>Budget | Actual    | Variance with<br>Final Budget |
|---------------------------------------|-----------------|-----------|-------------------------------|
| <b>Revenues</b>                       |                 |           |                               |
| Intergovernmental                     | \$50,000        | \$0       | (\$50,000)                    |
| <b>Expenditures</b>                   |                 |           |                               |
| Current:                              |                 |           |                               |
| Support Services:                     |                 |           |                               |
| Operation and Maintenance of Plant    |                 |           |                               |
| Capital Outlay                        | 178,409         | 178,409   | 0                             |
| <i>Net Change in Fund Balance</i>     | (128,409)       | (178,409) | (50,000)                      |
| <i>Fund Balance Beginning of Year</i> | 0               | 0         | 0                             |
| Prior Year Encumbrances Appropriated  | 178,409         | 178,409   | 0                             |
| <i>Fund Balance End of Year</i>       | \$50,000        | \$0       | (\$50,000)                    |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Public School Support Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                                    | Final<br>Budget        | Actual                  | Variance with<br>Final Budget |
|----------------------------------------------------|------------------------|-------------------------|-------------------------------|
| <b>Revenues</b>                                    |                        |                         |                               |
| Extracurricular Activities                         | \$43,130               | \$33,977                | (\$9,153)                     |
| Contributions and Donations                        | 4,100                  | 7,876                   | 3,776                         |
| Miscellaneous                                      | 2,770                  | 2,040                   | (730)                         |
| <i>Total Revenues</i>                              | <u>50,000</u>          | <u>43,893</u>           | <u>(6,107)</u>                |
| <b>Expenditures</b>                                |                        |                         |                               |
| Current:                                           |                        |                         |                               |
| Support Services:                                  |                        |                         |                               |
| Instructional Staff                                |                        |                         |                               |
| Other                                              | 1,500                  | 0                       | 1,500                         |
| Extracurricular Activities:                        |                        |                         |                               |
| Academic and Subject Oriented Activities           |                        |                         |                               |
| Purchased Services                                 | 13,700                 | 274                     | 13,426                        |
| Materials and Supplies                             | 92,449                 | 27,332                  | 65,117                        |
| Capital Outlay                                     | 7,842                  | 0                       | 7,842                         |
| Other                                              | 21,588                 | 13,027                  | 8,561                         |
| Total Academic and Subject Oriented Activities     | 135,579                | 40,633                  | 94,946                        |
| School and Public Service Co-Curricular Activities |                        |                         |                               |
| Operation of Non-Instructional Services            |                        |                         |                               |
| Materials and Supplies                             | 1,000                  | 0                       | 1,000                         |
| Total Extracurricular Activities                   | 136,579                | 40,633                  | 95,946                        |
| <i>Total Expenditures</i>                          | <u>138,079</u>         | <u>40,633</u>           | <u>97,446</u>                 |
| <i>Net Change in Fund Balance</i>                  | (88,079)               | 3,260                   | 91,339                        |
| <i>Fund Balance Beginning of Year</i>              | <u>119,339</u>         | <u>119,339</u>          | <u>0</u>                      |
| <i>Fund Balance End of Year</i>                    | <u><u>\$31,260</u></u> | <u><u>\$122,599</u></u> | <u><u>\$91,339</u></u>        |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Bond Retirement Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                                     | Final<br>Budget         | Actual                  | Variance with<br>Final Budget |
|-----------------------------------------------------|-------------------------|-------------------------|-------------------------------|
| <b>Revenues</b>                                     |                         |                         |                               |
| Property Taxes                                      | \$2,091,848             | \$2,036,879             | (\$54,969)                    |
| Intergovernmental                                   | 273,496                 | 266,308                 | (7,188)                       |
| <i>Total Revenues</i>                               | <u>2,365,344</u>        | <u>2,303,187</u>        | <u>(62,157)</u>               |
| <b>Expenditures</b>                                 |                         |                         |                               |
| Current:                                            |                         |                         |                               |
| Support Services:                                   |                         |                         |                               |
| Fiscal                                              |                         |                         |                               |
| Other                                               | 34,372                  | 34,372                  | 0                             |
| Debt Service:                                       |                         |                         |                               |
| Principal Retirement                                | 3,145,628               | 3,108,601               | 37,027                        |
| Interest                                            | 195,000                 | 167,191                 | 27,809                        |
| Total Debt Service                                  | <u>3,340,628</u>        | <u>3,275,792</u>        | <u>64,836</u>                 |
| <i>Total Expenditures</i>                           | <u>3,375,000</u>        | <u>3,310,164</u>        | <u>64,836</u>                 |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (1,009,656)             | (1,006,977)             | 2,679                         |
| <b>Other Financing Sources (Uses)</b>               |                         |                         |                               |
| Transfers In                                        | 0                       | 62,415                  | 62,415                        |
| <i>Net Change in Fund Balance</i>                   | (1,009,656)             | (944,562)               | 65,094                        |
| <i>Fund Balance Beginning of Year</i>               | <u>1,805,931</u>        | <u>1,805,931</u>        | <u>0</u>                      |
| <i>Fund Balance End of Year</i>                     | <u><u>\$796,275</u></u> | <u><u>\$861,369</u></u> | <u><u>\$65,094</u></u>        |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Permanent Improvement Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                                     | Final<br>Budget | Actual      | Variance with<br>Final Budget |
|-----------------------------------------------------|-----------------|-------------|-------------------------------|
| <b>Revenues</b>                                     |                 |             |                               |
| Miscellaneous                                       | \$0             | \$262       | \$262                         |
| <b>Expenditures</b>                                 |                 |             |                               |
| Current:                                            |                 |             |                               |
| Instruction:                                        |                 |             |                               |
| Regular                                             |                 |             |                               |
| Capital Outlay                                      | 410,605         | 372,676     | 37,929                        |
| Support Services:                                   |                 |             |                               |
| Operation and Maintenance of Plant                  |                 |             |                               |
| Purchased Services                                  | 2,511,622       | 2,470,252   | 41,370                        |
| Capital Outlay                                      | 105,857         | 70,610      | 35,247                        |
| Total Support Services                              | 2,617,479       | 2,540,862   | 76,617                        |
| Extracurricular Activities:                         |                 |             |                               |
| Sport Oriented Activities                           |                 |             |                               |
| Purchased Services                                  | 13,766          | 13,756      | 10                            |
| <i>Total Expenditures</i>                           | 3,041,850       | 2,927,294   | 114,556                       |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (3,041,850)     | (2,927,032) | 114,818                       |
| <b>Other Financing Sources (Uses)</b>               |                 |             |                               |
| Transfers In                                        | 1,500,000       | 1,468,511   | (31,489)                      |
| <i>Net Change in Fund Balance</i>                   | (1,541,850)     | (1,458,521) | 83,329                        |
| <i>Fund Balance Beginning of Year</i>               | 1,632,628       | 1,632,628   | 0                             |
| Prior Year Encumbrances Appropriated                | 1,168,965       | 1,168,965   | 0                             |
| <i>Fund Balance End of Year</i>                     | \$1,259,743     | \$1,343,072 | \$83,329                      |

**Nordonia Hills City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Building Fund*  
*For the Fiscal Year Ended June 30, 2025*

|                                   | Final<br>Budget        | Actual                 | Variance with<br>Final Budget |
|-----------------------------------|------------------------|------------------------|-------------------------------|
| <b>Revenues</b>                   |                        |                        |                               |
| Contributions and Donations       | \$1,000                | \$1,000                | \$0                           |
| Rentals                           | 4,000                  | 4,904                  | 904                           |
| <i>Total Revenues</i>             | <u>5,000</u>           | <u>5,904</u>           | <u>904</u>                    |
| <b>Expenditures</b>               |                        |                        |                               |
| Current:                          |                        |                        |                               |
| Extracurricular Activities:       |                        |                        |                               |
| Sport Oriented Activities         |                        |                        |                               |
| Materials and Supplies            | 5,000                  | 0                      | 5,000                         |
| Capital Outlay                    | 2,000                  | 0                      | 2,000                         |
| <i>Total Expenditures</i>         | <u>7,000</u>           | <u>0</u>               | <u>7,000</u>                  |
| <i>Net Change in Fund Balance</i> | (2,000)                | 5,904                  | 7,904                         |
| Fund Balance Beginning of Year    | <u>24,908</u>          | <u>24,908</u>          | <u>0</u>                      |
| <i>Fund Balance End of Year</i>   | <u><u>\$22,908</u></u> | <u><u>\$30,812</u></u> | <u><u>\$7,904</u></u>         |

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**NORDONIA HILLS**  
CITY SCHOOL DISTRICT

# Statistical Section

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# Statistical Section

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

| <b><u>Contents</u></b>                                                                                                                                                                                                                                                                                                                      | <b><u>Page(s)</u></b> |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|
| <b>Financial Trends</b><br>These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.                                                                                                                                                                      | <b>S2 - S11</b>       |
| <b>Revenue Capacity</b><br>These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source, the property tax.                                                                                                        | <b>S12 - S20</b>      |
| <b>Debt Capacity</b><br>These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.                                                                                               | <b>S21 - S25</b>      |
| <b>Economic and Demographic Information</b><br>These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments. | <b>S26 - S27</b>      |
| <b>Operating Information</b><br>These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.                                                                    | <b>S28 - S37</b>      |

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

# Nordonia Hills City School District

Net Position by Component

Last Ten Fiscal Years

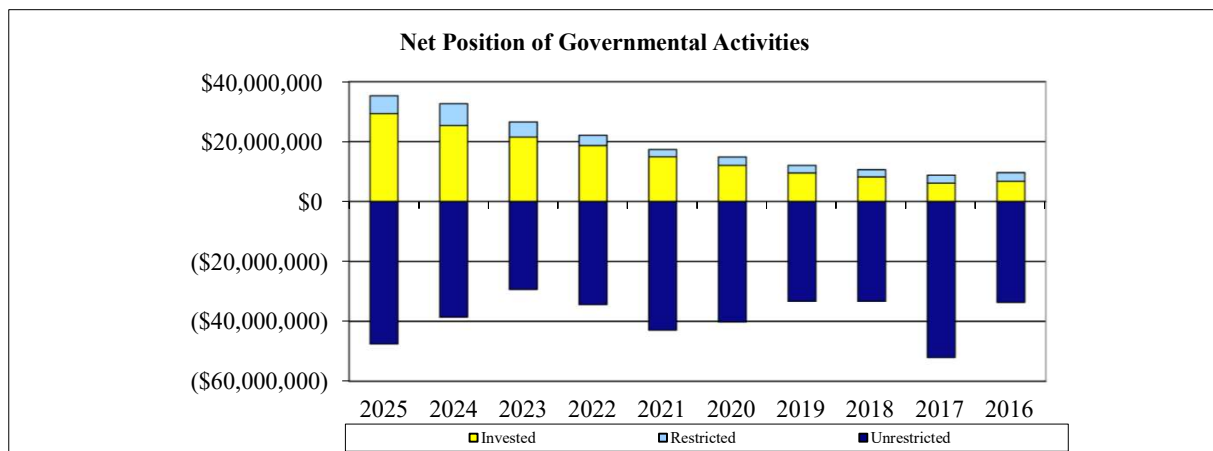
(Accrual Basis of Accounting)

|                                            | 2025                  | 2024                 | 2023                 | 2022 (1)              | 2021                  |
|--------------------------------------------|-----------------------|----------------------|----------------------|-----------------------|-----------------------|
| <b>Governmental Activities:</b>            |                       |                      |                      |                       |                       |
| Net Investment in Capital Assets           | \$29,330,414          | \$25,325,217         | \$21,515,761         | \$18,663,020          | \$14,919,422          |
| Restricted for:                            |                       |                      |                      |                       |                       |
| Debt Service                               | 938,882               | 1,966,143            | 2,439,362            | 1,926,382             | 1,877,390             |
| Capital Projects                           | 30,812                | 24,908               | 13,887               | 10,518                | 17,618                |
| Other Purposes                             | 5,006,879             | 5,334,521            | 2,602,621            | 1,519,182             | 535,123               |
| Unrestricted (Deficit)                     | (47,498,773)          | (38,587,258)         | (29,325,527)         | (34,379,558)          | (42,890,141)          |
| Total Governmental Activities Net Position | <u>(\$12,191,786)</u> | <u>(\$5,936,469)</u> | <u>(\$2,753,896)</u> | <u>(\$12,260,456)</u> | <u>(\$25,540,588)</u> |

(1) The School District reported the impact of GASB Statement No. 96 beginning in fiscal year 2022.

(2) The School District reported the impact of GASB Statement No. 84 beginning in fiscal year 2020.

(3) The School District reported the impact of GASB Statement No. 75 beginning in fiscal year 2017.



| <u>2020 (2)</u>       | <u>2019</u>           | <u>2018</u>           | <u>2017 (3)</u>       | <u>2016</u>           |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$12,056,195          | \$9,530,083           | \$8,199,704           | \$6,107,251           | \$6,724,826           |
| 1,703,823             | 1,764,926             | 1,676,239             | 1,412,544             | 1,958,030             |
| 247,017               | 242,506               | 292,638               | 740,116               | 343,234               |
| 881,154               | 504,922               | 474,620               | 504,800               | 614,083               |
| <u>(40,157,763)</u>   | <u>(33,253,735)</u>   | <u>(33,276,776)</u>   | <u>(52,040,309)</u>   | <u>(33,622,185)</u>   |
| <u>(\$25,269,574)</u> | <u>(\$21,211,298)</u> | <u>(\$22,633,575)</u> | <u>(\$43,275,598)</u> | <u>(\$23,982,012)</u> |

**Nordonia Hills City School District**

*Changes in Net Position*

*Last Ten Fiscal Years*

*(Accrual Basis of Accounting)*

|                                               | 2025              | 2024              | 2023              | 2022              | 2021 (1)          |
|-----------------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| <b>Expenses</b>                               |                   |                   |                   |                   |                   |
| Governmental Activities:                      |                   |                   |                   |                   |                   |
| Regular Instruction                           | \$25,436,497      | \$26,161,653      | \$26,734,693      | \$23,617,539      | \$25,250,024      |
| Special Instruction                           | 8,396,117         | 8,077,787         | 8,437,328         | 7,406,764         | 8,922,887         |
| Vocational Instruction                        | 230,097           | 269,024           | 276,753           | 335,103           | 350,203           |
| Student Intervention Services                 | 79,885            | 144,872           | 131,793           | 135,982           | 107,035           |
| Pupils                                        | 6,557,387         | 6,803,154         | 6,088,493         | 5,069,805         | 5,530,106         |
| Instructional Staff                           | 1,225,247         | 1,211,081         | 1,114,331         | 1,092,783         | 1,429,048         |
| Board of Education                            | 52,525            | 42,030            | 41,497            | 36,696            | 38,320            |
| Administration                                | 3,535,244         | 3,551,286         | 3,587,427         | 3,223,778         | 3,394,406         |
| Fiscal                                        | 1,672,037         | 1,504,612         | 1,480,059         | 1,461,194         | 1,600,811         |
| Business                                      | 356,277           | 394,572           | 345,794           | 344,435           | 343,402           |
| Operation and Maintenance of Plant            | 6,232,506         | 5,535,272         | 4,930,537         | 5,568,457         | 5,150,407         |
| Pupil Transportation                          | 4,423,250         | 4,321,604         | 4,224,493         | 4,149,238         | 3,584,347         |
| Central                                       | 158,290           | 691,071           | 715,434           | 470,641           | 426,560           |
| Operation of Non-Instructional Services       | 63,921            | 51,792            | 49,741            | 86,579            | 460,243           |
| Food Service Operations                       | 1,350,966         | 1,391,962         | 1,294,850         | 1,243,903         | 1,048,789         |
| Extracurricular Activities                    | 1,988,071         | 2,043,331         | 1,981,228         | 1,742,194         | 1,541,760         |
| Interest                                      | 46,008            | 125,417           | 185,466           | 280,911           | 400,812           |
| <i>Total Governmental Activities Expenses</i> | <u>61,804,325</u> | <u>62,320,520</u> | <u>61,619,917</u> | <u>56,266,002</u> | <u>59,579,160</u> |
| <b>Program Revenues</b>                       |                   |                   |                   |                   |                   |
| Governmental Activities:                      |                   |                   |                   |                   |                   |
| Charges for Services                          |                   |                   |                   |                   |                   |
| Regular Instruction                           | 520,635           | 480,763           | 444,298           | 435,138           | 455,686           |
| Special Instruction                           | 154,712           | 141,502           | 139,304           | 139,282           | 152,911           |
| Vocational Instruction                        | 4,297             | 4,447             | 4,149             | 5,889             | 5,614             |
| Student Intervention Services                 | 1,713             | 2,792             | 2,367             | 2,443             | 2,053             |
| Pupils                                        | 149,345           | 133,123           | 114,107           | 62,688            | 88,759            |
| Instructional Staff                           | 25,320            | 21,276            | 18,669            | 18,121            | 19,500            |
| Board of Education                            | 1,126             | 810               | 745               | 659               | 735               |
| Administration                                | 77,364            | 68,647            | 64,368            | 61,601            | 62,100            |
| Fiscal                                        | 35,757            | 28,489            | 26,466            | 26,405            | 29,381            |
| Business                                      | 7,820             | 7,731             | 6,418             | 6,445             | 6,442             |
| Operation and Maintenance of Plant            | 103,853           | 92,617            | 82,114            | 93,341            | 102,763           |
| Pupil Transportation                          | 94,775            | 78,262            | 68,254            | 74,482            | 66,923            |
| Central                                       | 12,852            | 14,021            | 12,072            | 8,132             | 6,812             |
| Food Service Operations                       | 939,218           | 972,925           | 956,499           | 253,393           | 118,669           |
| Extracurricular Activities                    | 1,244,277         | 1,232,278         | 1,185,467         | 1,075,923         | 613,006           |
| Operating Grants and Contributions            |                   |                   |                   |                   |                   |
| Regular Instruction                           | 257,352           | 294,586           | 645,962           | 1,511,033         | 340,531           |
| Special Instruction                           | 1,011,825         | 1,018,139         | 826,807           | 568,855           | 348,845           |
| Vocational Instruction                        | 7,389             | 7,372             | 5,461             | 6,208             | 14,798            |
| Pupils                                        | 51,187            | 77,482            | 207,019           | 2,061,363         | 758,007           |
| Instructional Staff                           | 52,089            | 89,917            | 51,736            | 137,824           | 251,963           |
| Administration                                | 24,697            | 20,744            | 25,791            | 5,000             | 5,000             |
| Operation and Maintenance of Plant            | 164,718           | 346,604           | 223,664           | 6,453             | 181,462           |
| Pupil Transportation                          | 314,304           | 532,031           | 658,750           | 163,520           | 98,258            |
| Central                                       | 11,947            | 11,708            | 11,077            | 10,800            | 10,800            |
| Operation of Non-Instructional Services       | 60,465            | 51,792            | 51,631            | 77,288            | 471,963           |
| Food Service Operations                       | 532,404           | 680,986           | 651,428           | 1,939,970         | 655,620           |
| Extracurricular Activities                    | 15,535            | 7,106             | 37,791            | 26,220            | 23,403            |

| 2020         | 2019         | 2018 (2)    | 2017         | 2016         |
|--------------|--------------|-------------|--------------|--------------|
| \$24,537,043 | \$18,319,999 | \$7,156,800 | \$21,336,416 | \$20,056,808 |
| 9,516,804    | 7,340,313    | 4,517,844   | 8,386,796    | 6,446,142    |
| 325,210      | 220,308      | 77,172      | 245,654      | 145,074      |
| 74,012       | 64,094       | 110,236     | 28,330       | 85,845       |
| 4,830,930    | 3,867,045    | 2,131,254   | 3,653,397    | 3,374,388    |
| 1,324,063    | 1,105,800    | 879,975     | 1,062,066    | 959,523      |
| 31,790       | 37,401       | 34,898      | 29,157       | 28,803       |
| 3,295,234    | 2,851,513    | 2,079,175   | 3,006,711    | 2,839,587    |
| 1,476,386    | 1,470,958    | 1,148,960   | 1,331,423    | 1,388,959    |
| 353,359      | 321,436      | 294,688     | 296,297      | 333,196      |
| 4,001,620    | 4,886,592    | 3,990,039   | 4,010,472    | 4,091,712    |
| 3,576,665    | 3,859,972    | 3,328,068   | 3,173,180    | 2,935,119    |
| 426,355      | 433,315      | 321,506     | 339,210      | 637,809      |
| 428,262      | 502,244      | 449,093     | 1,034,359    | 567,067      |
| 1,286,149    | 1,088,644    | 960,011     | 969,192      | 1,221,780    |
| 1,532,935    | 1,491,841    | 1,405,852   | 1,840,343    | 1,471,574    |
| 515,489      | 625,197      | 731,377     | 1,005,373    | 1,391,929    |
| 57,532,306   | 48,486,672   | 29,616,948  | 51,748,376   | 47,975,315   |

|           |         |         |         |         |
|-----------|---------|---------|---------|---------|
| 334,237   | 499,608 | 517,743 | 560,033 | 428,931 |
| 120,382   | 166,437 | 171,102 | 198,768 | 122,222 |
| 4,158     | 5,168   | 5,117   | 5,529   | 2,375   |
| 1,110     | 1,457   | 2,583   | 780     | 1,750   |
| 63,496    | 91,497  | 78,943  | 88,538  | 66,184  |
| 15,758    | 23,087  | 22,613  | 24,430  | 17,926  |
| 477       | 850     | 818     | 803     | 587     |
| 46,042    | 67,878  | 70,714  | 78,349  | 57,939  |
| 20,611    | 31,219  | 26,817  | 34,377  | 27,273  |
| 5,033     | 7,145   | 7,109   | 7,743   | 6,740   |
| 67,709    | 103,260 | 89,615  | 98,335  | 73,458  |
| 53,394    | 84,909  | 72,619  | 81,927  | 53,391  |
| 5,757     | 8,292   | 7,477   | 7,612   | 10,240  |
| 649,812   | 783,251 | 721,518 | 720,936 | 761,374 |
| 750,317   | 914,743 | 870,419 | 871,033 | 749,118 |
| 307,150   | 828,893 | 199,972 | 324,244 | 336,331 |
| 1,010,741 | 326,668 | 751,822 | 815,286 | 732,920 |
| 14,798    | 14,798  | 14,798  | 15,216  | 1,309   |
| 193,044   | 84,370  | 169,467 | 177,408 | 135,089 |
| 94,133    | 117,607 | 92,218  | 63,413  | 58,300  |
| 5,930     | 0       | 3,286   | 0       | 0       |
| 11,510    | 0       | 0       | 0       | 0       |
| 106,556   | 283,159 | 360,136 | 260,239 | 310,512 |
| 10,800    | 10,800  | 10,800  | 10,800  | 10,800  |
| 414,512   | 420,846 | 472,999 | 688,038 | 693,368 |
| 271,089   | 277,217 | 297,941 | 343,876 | 367,246 |
| 17,122    | 29,797  | 27,119  | 25,019  | 2,889   |

(continued)

**Nordonia Hills City School District**  
*Changes in Net Position (continued)*  
*Last Ten Fiscal Years*  
*(Accrual Basis of Accounting)*

|                                                        | 2025                | 2024                 | 2023                | 2022                | 2021 (1)            |
|--------------------------------------------------------|---------------------|----------------------|---------------------|---------------------|---------------------|
| Capital Grants and Contributions                       |                     |                      |                     |                     |                     |
| Regular Instruction                                    | \$0                 | \$0                  | \$0                 | \$400,000           | \$0                 |
| Operation and Maintenance of Plant                     | 1,000               | 0                    | 0                   | 1,350               | 41,897              |
| <i>Total Governmental Activities Program Revenues</i>  | <u>5,877,976</u>    | <u>6,418,150</u>     | <u>6,522,414</u>    | <u>9,179,826</u>    | <u>4,933,901</u>    |
| <b>Net (Expense)/Revenue</b>                           | <u>(55,926,349)</u> | <u>(55,902,370)</u>  | <u>(55,097,503)</u> | <u>(47,086,176)</u> | <u>(54,645,259)</u> |
| <b>General Revenues</b>                                |                     |                      |                     |                     |                     |
| Governmental Activities:                               |                     |                      |                     |                     |                     |
| Property Taxes Levied for:                             |                     |                      |                     |                     |                     |
| General Purposes                                       | 43,391,018          | 34,492,981           | 46,520,923          | 38,826,968          | 39,976,258          |
| Debt Service                                           | 1,947,465           | 2,399,211            | 3,389,853           | 2,827,513           | 2,972,345           |
| Payments in Lieu of Taxes                              | 4,195,055           | 5,001,149            | 4,836,490           | 9,883,681           | 1,924,340           |
| Grants and Entitlements not                            |                     |                      |                     |                     |                     |
| Restricted to Specific Programs                        | 9,459,003           | 9,517,046            | 8,920,861           | 8,753,554           | 8,760,292           |
| Unrestricted Contributions and Donations               | 8,499               | 10,895               | 15,758              | 3,879               | 7,231               |
| Investment Earnings/Interest                           | 1,044,355           | 1,161,671            | 820,959             | (248,355)           | 518,234             |
| Gain on Sale of Capital Assets                         | 0                   | 0                    | 0                   | 2,000               | 0                   |
| Miscellaneous                                          | 34,019              | 136,844              | 99,219              | 66,414              | 215,545             |
| <i>Total Governmental Activities General Revenues</i>  | <u>60,079,414</u>   | <u>52,719,797</u>    | <u>64,604,063</u>   | <u>60,115,654</u>   | <u>54,374,245</u>   |
| <i>Total Primary Government Change in Net Position</i> | <u>\$4,153,065</u>  | <u>(\$3,182,573)</u> | <u>\$9,506,560</u>  | <u>\$13,029,478</u> | <u>(\$271,014)</u>  |

(1) Revenues and expenses are first impacted by the implementation of GASB Statement No. 84 beginning in fiscal year 2021.

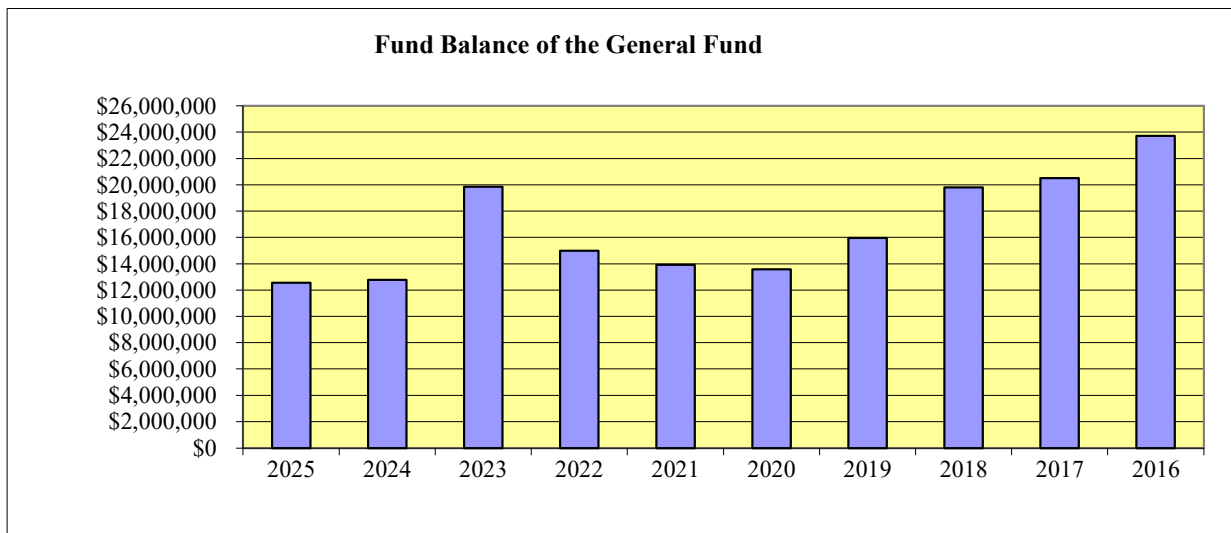
(2) Expenses are first impacted by the implementation of GASB Statement No. 75 beginning in fiscal year 2018.

| 2020          | 2019         | 2018 (2)     | 2017          | 2016         |
|---------------|--------------|--------------|---------------|--------------|
| \$0           | \$0          | \$0          | \$0           | \$0          |
| 900           | 0            | 55,000       | 20,700        | 0            |
| 4,596,578     | 5,182,956    | 5,120,765    | 5,523,432     | 5,028,272    |
| (52,935,728)  | (43,303,716) | (24,496,183) | (46,224,944)  | (42,947,043) |
| 34,030,045    | 30,348,674   | 31,014,273   | 26,549,659    | 29,664,006   |
| 2,734,257     | 2,854,001    | 3,113,957    | 2,550,927     | 2,908,269    |
| 2,331,129     | 1,873,633    | 1,316,449    | 1,723,253     | 1,285,013    |
| 9,003,170     | 9,069,582    | 9,330,679    | 10,577,845    | 10,557,986   |
| 2,306         | 3,673        | 2,740        | 3,357         | 3,106        |
| 356,721       | 412,667      | 186,390      | 74,557        | 158,769      |
| 0             | 9,441        | 0            | 0             | 0            |
| 234,465       | 154,322      | 173,718      | 121,611       | 234,451      |
| 48,692,093    | 44,725,993   | 45,138,206   | 41,601,209    | 44,811,600   |
| (\$4,243,635) | \$1,422,277  | \$20,642,023 | (\$4,623,735) | \$1,864,557  |

**Nordonia Hills City School District**  
*Fund Balances, Governmental Funds*  
*Last Ten Fiscal Years*  
*(Modified Accrual Basis of Accounting)*

|                                           | 2025                | 2024                | 2023                | 2022                | 2021                |
|-------------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| General Fund                              |                     |                     |                     |                     |                     |
| Nonspendable                              | \$125,904           | \$129,482           | \$133,335           | \$162,102           | \$214,091           |
| Committed                                 | 79,550              | 152,420             | 76,855              | 58,837              | 495,649             |
| Assigned                                  | 3,569,455           | 2,122,762           | 4,662,749           | 3,268,422           | 1,960,427           |
| Unassigned                                | 8,789,742           | 10,356,278          | 14,980,593          | 11,501,547          | 11,251,906          |
| <i>Total General Fund</i>                 | <u>12,564,651</u>   | <u>12,760,942</u>   | <u>19,853,532</u>   | <u>14,990,908</u>   | <u>13,922,073</u>   |
| All Other Governmental Funds              |                     |                     |                     |                     |                     |
| Nonspendable                              | 6,972               | 6,672               | 5,924               | 9,921               | 6,403               |
| Restricted                                | 2,786,290           | 3,687,706           | 4,017,939           | 3,214,359           | 2,476,944           |
| Committed                                 | 2,026,751           | 2,224,088           | 2,756,934           | 2,951,286           | 7,459               |
| Unassigned (Deficit)                      | (10,994)            | (4,590)             | (48,139)            | (501,853)           | (42,619)            |
| <i>Total All Other Governmental Funds</i> | <u>4,809,019</u>    | <u>5,913,876</u>    | <u>6,732,658</u>    | <u>5,673,713</u>    | <u>2,448,187</u>    |
| <i>Total Governmental Funds</i>           | <u>\$17,373,670</u> | <u>\$18,674,818</u> | <u>\$26,586,190</u> | <u>\$20,664,621</u> | <u>\$16,370,260</u> |

(1) The School District reported the impact of GASB Statement No. 84 beginning in fiscal year 2020.



| 2020 (1)     | 2019         | 2018         | 2017         | 2016         |
|--------------|--------------|--------------|--------------|--------------|
| \$147,793    | \$131,757    | \$139,668    | \$116,888    | \$50,363     |
| 0            | 0            | 0            | 0            | 0            |
| 1,524,289    | 9,899,688    | 6,436,382    | 4,761,158    | 363,379      |
| 11,898,737   | 5,920,698    | 13,221,534   | 15,628,682   | 23,297,679   |
| 13,570,819   | 15,952,143   | 19,797,584   | 20,506,728   | 23,711,421   |
| 6,726        | 5,853        | 6,566        | 5,192        | 3,067        |
| 2,512,096    | 2,368,913    | 2,309,209    | 2,424,211    | 2,694,944    |
| 7,240        | 7,771        | 7,702        | 7,160        | 6,247        |
| (63,994)     | (104,366)    | (75,708)     | (34,358)     | (148,381)    |
| 2,462,068    | 2,278,171    | 2,247,769    | 2,402,205    | 2,555,877    |
| \$16,032,887 | \$18,230,314 | \$22,045,353 | \$22,908,933 | \$26,267,298 |

**Nordonia Hills City School District**  
*Changes in Fund Balances, Governmental Funds*  
*Last Ten Fiscal Years*  
*(Modified Accrual Basis of Accounting)*

|                                                     | 2025                        | 2024                        | 2023                      | 2022                      | 2021 (1)                |
|-----------------------------------------------------|-----------------------------|-----------------------------|---------------------------|---------------------------|-------------------------|
| <b>Revenues</b>                                     |                             |                             |                           |                           |                         |
| Property Taxes                                      | \$45,214,829                | \$36,623,779                | \$49,803,585              | \$41,672,942              | \$42,962,603            |
| Payments in Lieu of Taxes                           | 4,195,055                   | 5,001,149                   | 4,836,490                 | 9,883,681                 | 1,924,340               |
| Intergovernmental                                   | 11,975,660                  | 12,491,513                  | 12,649,762                | 14,753,894                | 12,062,508              |
| Investment Earnings/Interest                        | 1,091,200                   | 1,203,606                   | 851,251                   | (246,932)                 | 518,304                 |
| Tuition and Fees                                    | 1,158,984                   | 1,078,520                   | 984,369                   | 985,080                   | 804,974                 |
| Charges for Services                                | 939,218                     | 972,925                     | 956,699                   | 253,393                   | 133,248                 |
| Extracurricular Activities                          | 1,124,805                   | 1,128,361                   | 1,111,859                 | 1,034,152                 | 585,348                 |
| Contributions and Donations                         | 56,442                      | 48,332                      | 109,650                   | 59,792                    | 172,810                 |
| Rentals                                             | 96,899                      | 82,704                      | 54,824                    | 23,667                    | 9,358                   |
| Miscellaneous                                       | 34,019                      | 136,844                     | 99,219                    | 66,414                    | 215,545                 |
| <i>Total Revenues</i>                               | <u>65,887,111</u>           | <u>58,767,733</u>           | <u>71,457,708</u>         | <u>68,486,083</u>         | <u>59,389,038</u>       |
| <b>Expenditures</b>                                 |                             |                             |                           |                           |                         |
| Current:                                            |                             |                             |                           |                           |                         |
| Instruction:                                        |                             |                             |                           |                           |                         |
| Regular                                             | 25,616,350                  | 25,117,874                  | 25,487,400                | 25,721,383                | 23,150,045              |
| Special                                             | 8,695,018                   | 8,229,656                   | 8,547,667                 | 8,276,641                 | 8,167,240               |
| Vocational                                          | 202,669                     | 241,865                     | 233,606                   | 373,438                   | 294,059                 |
| Student Intervention Services                       | 79,885                      | 144,872                     | 131,793                   | 135,982                   | 107,035                 |
| Support Services:                                   |                             |                             |                           |                           |                         |
| Pupils                                              | 7,055,328                   | 7,067,875                   | 6,501,454                 | 5,749,931                 | 5,156,514               |
| Instructional Staff                                 | 1,241,360                   | 1,187,715                   | 1,096,845                 | 1,157,284                 | 1,320,417               |
| Board of Education                                  | 52,525                      | 42,030                      | 41,497                    | 36,696                    | 38,320                  |
| Administration                                      | 3,616,907                   | 3,637,843                   | 3,650,803                 | 3,429,538                 | 3,181,413               |
| Fiscal                                              | 1,723,427                   | 1,518,658                   | 1,526,220                 | 1,527,377                 | 1,580,245               |
| Business                                            | 358,097                     | 399,296                     | 357,842                   | 363,485                   | 337,848                 |
| Operation and Maintenance of Plant                  | 6,383,896                   | 7,090,836                   | 6,261,091                 | 5,686,473                 | 5,545,147               |
| Pupil Transportation                                | 4,420,692                   | 4,318,504                   | 4,221,393                 | 4,146,138                 | 3,507,718               |
| Central                                             | 610,638                     | 725,522                     | 679,368                   | 452,991                   | 366,002                 |
| Operation of Non-Instructional Services             | 63,921                      | 51,792                      | 49,741                    | 86,579                    | 455,896                 |
| Food Service Operations                             | 1,399,110                   | 1,459,667                   | 1,375,405                 | 1,374,912                 | 929,583                 |
| Extracurricular Activities                          | 2,352,323                   | 2,067,921                   | 1,964,828                 | 1,741,989                 | 1,471,733               |
| Capital Outlay                                      | 0                           | 0                           | 439,058                   | 751,087                   | 257,773                 |
| Debt Service:                                       |                             |                             |                           |                           |                         |
| Principal Retirement                                | 3,511,956                   | 3,113,016                   | 3,084,140                 | 2,758,499                 | 2,641,909               |
| Interest                                            | 184,938                     | 264,163                     | 324,051                   | 423,299                   | 542,768                 |
| Capital Appreciation Bonds Interest                 | 0                           | 0                           | 0                         | 0                         | 0                       |
| Payment to Refunded Bond Escrow Agent               | 0                           | 0                           | 0                         | 0                         | 0                       |
| Issuance Costs                                      | 0                           | 0                           | 0                         | 0                         | 0                       |
| <i>Total Expenditures</i>                           | <u>67,569,040</u>           | <u>66,679,105</u>           | <u>65,974,202</u>         | <u>64,193,722</u>         | <u>59,051,665</u>       |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>(1,681,929)</u>          | <u>(7,911,372)</u>          | <u>5,483,506</u>          | <u>4,292,361</u>          | <u>337,373</u>          |
| <b>Other Financing Sources (Uses)</b>               |                             |                             |                           |                           |                         |
| Sale of Capital Assets                              | 0                           | 0                           | 0                         | 2,000                     | 0                       |
| Refunding Bonds Issued                              | 0                           | 0                           | 0                         | 0                         | 0                       |
| Premium on Debt Issuance                            | 0                           | 0                           | 0                         | 0                         | 0                       |
| Payment to Refunded Bond Escrow Agent               | 0                           | 0                           | 0                         | 0                         | 0                       |
| Inception of Financed Purchase                      | 81,200                      | 0                           | 309,067                   | 0                         | 0                       |
| Inception of Subscription                           | 299,581                     | 0                           | 128,996                   | 0                         | 0                       |
| Transfers In                                        | 1,600,000                   | 1,600,000                   | 1,500,000                 | 779,272                   | 327,528                 |
| Transfers Out                                       | (1,600,000)                 | (1,600,000)                 | (1,500,000)               | (779,272)                 | (327,528)               |
| <i>Total Other Financing Sources (Uses)</i>         | <u>380,781</u>              | <u>0</u>                    | <u>438,063</u>            | <u>2,000</u>              | <u>0</u>                |
| <i>Net Change in Fund Balances</i>                  | <u><u>(\$1,301,148)</u></u> | <u><u>(\$7,911,372)</u></u> | <u><u>\$5,921,569</u></u> | <u><u>\$4,294,361</u></u> | <u><u>\$337,373</u></u> |
| Debt Service as a Percentage of                     |                             |                             |                           |                           |                         |
| Noncapital Expenditures                             | 5.7%                        | 5.3%                        | 5.4%                      | 5.1%                      | 5.6%                    |

(1) Revenues and expenses are first impacted by the implementation of GASB Statement No. 84 beginning in fiscal year 2021.

| 2020          | 2019          | 2018         | 2017          | 2016         |
|---------------|---------------|--------------|---------------|--------------|
| \$36,764,271  | \$33,491,386  | \$34,990,039 | \$28,293,069  | \$32,552,871 |
| 2,331,129     | 1,873,633     | 1,316,449    | 1,723,253     | 1,285,013    |
| 11,470,964    | 11,216,480    | 11,656,375   | 13,415,941    | 12,924,308   |
| 356,757       | 412,691       | 186,477      | 74,561        | 158,872      |
| 946,813       | 901,503       | 1,049,516    | 1,156,757     | 847,909      |
| 671,561       | 815,147       | 755,890      | 761,172       | 801,077      |
| 690,343       | 839,203       | 795,600      | 785,626       | 665,540      |
| 55,050        | 65,764        | 110,636      | 79,288        | 32,246       |
| 46,193        | 52,578        | 52,004       | 51,588        | 64,982       |
| 234,465       | 154,322       | 173,718      | 121,611       | 234,451      |
| 53,567,546    | 49,822,707    | 51,086,704   | 46,462,866    | 49,567,269   |
| 22,155,461    | 20,607,692    | 20,623,937   | 18,906,080    | 18,959,543   |
| 8,557,691     | 7,796,187     | 7,725,688    | 7,731,546     | 6,426,639    |
| 271,121       | 220,107       | 215,505      | 189,556       | 114,941      |
| 74,012        | 64,094        | 110,236      | 28,330        | 85,845       |
| 4,329,011     | 4,057,020     | 3,524,260    | 3,382,997     | 3,379,899    |
| 1,182,181     | 1,072,186     | 1,012,074    | 945,230       | 920,225      |
| 31,790        | 37,401        | 34,898       | 29,157        | 28,803       |
| 3,077,120     | 2,965,105     | 3,014,475    | 2,847,845     | 2,845,145    |
| 1,407,550     | 1,414,440     | 1,187,415    | 1,292,407     | 1,402,148    |
| 329,705       | 316,087       | 301,735      | 291,832       | 330,318      |
| 4,496,575     | 4,539,670     | 3,812,387    | 3,586,958     | 3,602,490    |
| 3,561,379     | 3,844,686     | 3,297,146    | 3,112,260     | 2,842,202    |
| 394,771       | 375,654       | 329,840      | 287,165       | 512,959      |
| 423,915       | 461,669       | 477,410      | 789,126       | 583,740      |
| 1,055,732     | 1,051,996     | 1,011,612    | 1,041,862     | 1,163,509    |
| 1,419,943     | 1,590,228     | 1,476,060    | 1,751,942     | 1,420,704    |
| 0             | 53,270        | 510,824      | 122,427       | 1,358,976    |
| 2,525,371     | 2,423,883     | 2,412,445    | 611,314       | 730,031      |
| 657,004       | 766,336       | 872,337      | 949,810       | 1,135,871    |
| 0             | 0             | 0            | 1,669,738     | 1,589,676    |
| 0             | 0             | 0            | 253,649       | 0            |
| 0             | 0             | 0            | 60,000        | 0            |
| 55,950,332    | 53,657,711    | 51,950,284   | 49,881,231    | 49,433,664   |
| (2,382,786)   | (3,835,004)   | (863,580)    | (3,418,365)   | 133,605      |
| 0             | 19,965        | 0            | 0             | 19,376       |
| 0             | 0             | 0            | 9,805,000     | 0            |
| 0             | 0             | 0            | 0             | 0            |
| 0             | 0             | 0            | (9,745,000)   | 0            |
| 0             | 0             | 0            | 0             | 0            |
| 0             | 0             | 0            | 0             | 0            |
| 177,554       | 77,580        | 77,604       | 577,545       | 79,417       |
| (177,554)     | (77,580)      | (77,604)     | (577,545)     | (79,417)     |
| 0             | 19,965        | 0            | 60,000        | 19,376       |
| (\$2,382,786) | (\$3,815,039) | (\$863,580)  | (\$3,358,365) | \$152,981    |
| 5.9%          | 6.0%          | 6.5%         | 7.0%          | 7.1%         |

**Nordonia Hills City School District**  
*Assessed and Estimated Actual Value of Taxable Property*  
*Last Ten Years*

| Real Property      |                              |                           |                 |                              |
|--------------------|------------------------------|---------------------------|-----------------|------------------------------|
| Collection<br>Year | Assessed Value               |                           |                 | Estimated<br>Actual<br>Value |
|                    | Residential/<br>Agricultural | Commercial/<br>Industrial | Total           |                              |
| 2025               | \$1,214,106,390              | \$193,114,180             | \$1,407,220,570 | \$4,020,630,200              |
| 2024               | 1,209,728,480                | 195,899,080               | 1,405,627,560   | 4,016,078,743                |
| 2023               | 933,456,640                  | 180,269,960               | 1,113,726,600   | 3,182,076,000                |
| 2022               | 924,951,760                  | 176,268,600               | 1,101,220,360   | 3,146,343,886                |
| 2021               | 917,699,910                  | 177,126,560               | 1,094,826,470   | 3,128,075,629                |
| 2020               | 811,725,200                  | 169,147,430               | 980,872,630     | 2,802,493,229                |
| 2019               | 802,390,160                  | 169,194,980               | 971,585,140     | 2,775,957,543                |
| 2018               | 799,832,360                  | 162,755,520               | 962,587,880     | 2,750,251,086                |
| 2017               | 743,988,280                  | 182,791,410               | 926,779,690     | 2,647,941,971                |
| 2016               | 741,670,770                  | 154,195,850               | 895,866,620     | 2,559,618,914                |

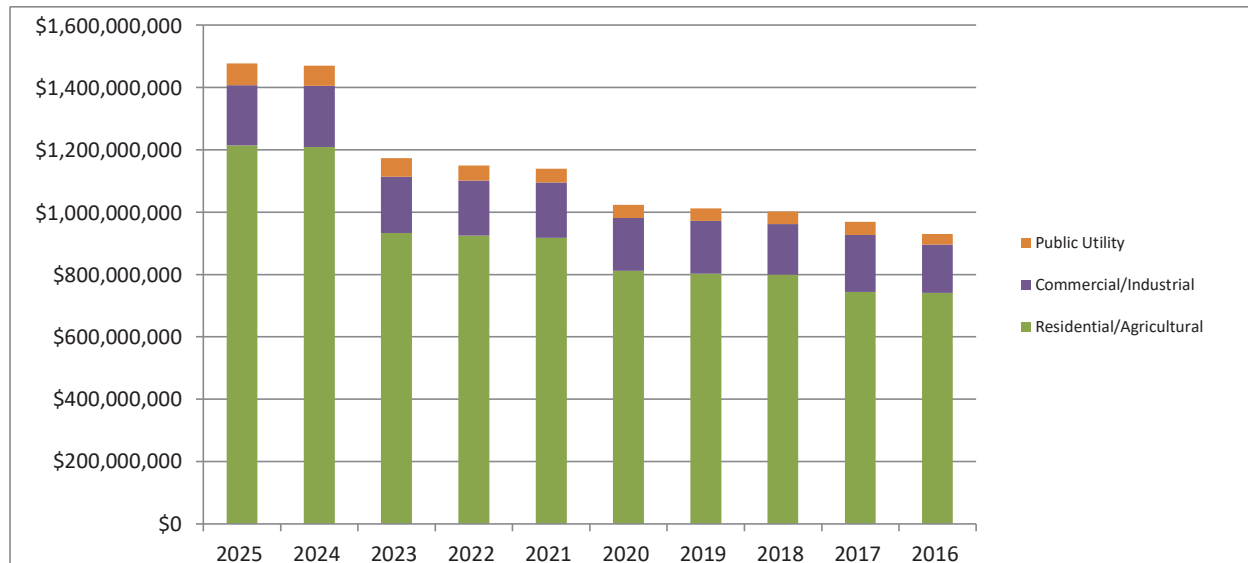
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property.

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

**Source:** Office of the County Fiscal Officer, Summit County, Ohio

| Tangible Personal Property<br>Public Utility |                              | Total             |                              | Total<br>Tax Rate | Weighted<br>Average<br>Tax Rate |
|----------------------------------------------|------------------------------|-------------------|------------------------------|-------------------|---------------------------------|
| Assessed<br>Value                            | Estimated<br>Actual<br>Value | Assessed<br>Value | Estimated<br>Actual<br>Value |                   |                                 |
| \$70,055,120                                 | \$79,608,091                 | \$1,477,275,690   | \$4,100,238,291              | \$73.15           | \$32.905795                     |
| 64,816,030                                   | 73,654,580                   | 1,470,443,590     | 4,089,733,322                | 74.59             | 34.134649                       |
| 59,411,950                                   | 67,513,580                   | 1,173,138,550     | 3,249,589,580                | 75.09             | 41.050026                       |
| 48,922,290                                   | 55,593,511                   | 1,150,142,650     | 3,201,937,397                | 75.14             | 41.012960                       |
| 45,348,840                                   | 51,532,773                   | 1,140,175,310     | 3,179,608,401                | 75.12             | 40.856812                       |
| 42,925,940                                   | 48,779,477                   | 1,023,798,570     | 2,851,272,706                | 75.43             | 44.537830                       |
| 40,966,250                                   | 46,552,557                   | 1,012,551,390     | 2,822,510,100                | 68.43             | 37.489808                       |
| 39,815,860                                   | 45,245,295                   | 1,002,403,740     | 2,795,496,381                | 68.80             | 37.840325                       |
| 42,394,450                                   | 48,175,511                   | 969,174,140       | 2,696,117,483                | 68.79             | 39.593656                       |
| 34,148,290                                   | 38,804,875                   | 930,014,910       | 2,598,423,789                | 68.77             | 39.277918                       |



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

|                                               | 2025       | 2024       | 2023       | 2022       | 2021       |
|-----------------------------------------------|------------|------------|------------|------------|------------|
| <b>Unvoted Millage</b>                        |            |            |            |            |            |
| Operating                                     | \$4.970000 | \$4.970000 | \$4.970000 | \$4.970000 | \$4.970000 |
| <b>Voted Millage - by levy</b>                |            |            |            |            |            |
| 1976 Operating - continuing                   |            |            |            |            |            |
| Effective Millage Rates                       |            |            |            |            |            |
| Residential/Agricultural Real                 | 4.604650   | 4.602994   | 5.944956   | 5.965560   | 5.960067   |
| Commercial/Industrial and Public Utility Real | 6.454841   | 6.334899   | 6.888040   | 7.047691   | 7.017101   |
| General Business and Public Utility Personal  | 26.280000  | 26.280000  | 26.280000  | 26.280000  | 26.280000  |
| 1978 Operating - continuing                   |            |            |            |            |            |
| Effective Millage Rates                       |            |            |            |            |            |
| Residential/Agricultural Real                 | 0.788467   | 0.788184   | 1.017972   | 1.021500   | 1.020559   |
| Commercial/Industrial and Public Utility Real | 1.105281   | 1.084743   | 1.179459   | 1.206796   | 1.201558   |
| General Business and Public Utility Personal  | 4.500000   | 4.500000   | 4.500000   | 4.500000   | 4.500000   |
| 1984 Operating - continuing                   |            |            |            |            |            |
| Effective Millage Rates                       |            |            |            |            |            |
| Residential/Agricultural Real                 | 1.476160   | 1.475631   | 1.905843   | 1.912453   | 1.910692   |
| Commercial/Industrial and Public Utility Real | 2.179143   | 2.138653   | 2.325396   | 2.379299   | 2.368974   |
| General Business and Public Utility Personal  | 5.400000   | 5.400000   | 5.400000   | 5.400000   | 5.400000   |
| 1988 Operating - continuing                   |            |            |            |            |            |
| Effective Millage Rates                       |            |            |            |            |            |
| Residential/Agricultural Real                 | 1.397037   | 1.396539   | 1.803691   | 1.809948   | 1.808284   |
| Commercial/Industrial and Public Utility Real | 2.327621   | 2.284371   | 2.483843   | 2.541417   | 2.530390   |
| General Business and Public Utility Personal  | 4.450000   | 4.450000   | 4.450000   | 4.450000   | 4.450000   |
| 1993 Operating - continuing                   |            |            |            |            |            |
| Effective Millage Rates                       |            |            |            |            |            |
| Residential/Agricultural Real                 | 2.625012   | 2.624076   | 3.389112   | 3.400862   | 3.397730   |
| Commercial/Industrial and Public Utility Real | 4.365741   | 4.284619   | 4.658752   | 4.766745   | 4.746060   |
| General Business and Public Utility Personal  | 7.200000   | 7.200000   | 7.200000   | 7.200000   | 7.200000   |
| 2000 Bond (\$38,500,000)                      | 0.580000   | 2.000000   | 2.440000   | 2.490000   | 2.450000   |
| 2004 Operating - continuing                   |            |            |            |            |            |
| Effective Millage Rates                       |            |            |            |            |            |
| Residential/Agricultural Real                 | 4.172031   | 4.170543   | 5.386452   | 5.405133   | 5.400161   |
| Commercial/Industrial and Public Utility Real | 5.651022   | 5.546021   | 6.030297   | 6.170086   | 6.143319   |
| General Business and Public Utility Personal  | 6.500000   | 6.500000   | 6.500000   | 6.500000   | 6.500000   |
| 2008 Bond (\$6,000,000)                       | 0.290000   | 0.310000   | 0.370000   | 0.370000   | 0.390000   |
| 2011 Operating - continuing                   |            |            |            |            |            |
| Effective Millage Rates                       |            |            |            |            |            |
| Residential/Agricultural Real                 | 3.851106   | 3.849732   | 4.972110   | 4.989354   | 4.984764   |
| Commercial/Industrial and Public Utility Real | 5.270568   | 5.172636   | 5.624310   | 5.754684   | 5.729718   |
| General Business and Public Utility Personal  | 6.000000   | 6.000000   | 6.000000   | 6.000000   | 6.000000   |
| 2019 Operating - continuing                   |            |            |            |            |            |
| Effective Millage Rates                       |            |            |            |            |            |
| Residential/Agricultural Real                 | 4.797654   | 4.795944   | 6.194184   | 6.215669   | 6.209952   |
| Commercial/Industrial and Public Utility Real | 6.196906   | 6.081764   | 6.612824   | 6.766111   | 6.736753   |
| General Business and Public Utility Personal  | 6.980000   | 6.980000   | 6.980000   | 6.980000   | 6.980000   |

| 2020       | 2019       | 2018       | 2017       | 2016       |
|------------|------------|------------|------------|------------|
| \$4.970000 | \$4.970000 | \$4.970000 | \$4.970000 | \$4.970000 |
| 6.699113   | 6.698509   | 6.697100   | 7.173914   | 7.167948   |
| 7.270467   | 7.264790   | 7.300800   | 7.348098   | 7.295958   |
| 26.280000  | 26.280000  | 26.280000  | 26.280000  | 26.280000  |
| 1.147108   | 1.147005   | 1.146800   | 1.228410   | 1.227388   |
| 1.244943   | 1.243971   | 1.250100   | 1.258236   | 1.249308   |
| 4.500000   | 4.500000   | 4.500000   | 4.500000   | 4.500000   |
| 2.147617   | 2.147423   | 2.147000   | 2.299827   | 2.297916   |
| 2.454510   | 2.452593   | 2.464700   | 2.480716   | 2.463112   |
| 5.400000   | 5.400000   | 5.400000   | 5.400000   | 5.400000   |
| 2.032510   | 2.032323   | 2.031900   | 2.176566   | 2.174759   |
| 2.621753   | 2.619706   | 2.632700   | 2.649748   | 2.630946   |
| 4.450000   | 4.450000   | 4.450000   | 4.450000   | 4.450000   |
| 3.819052   | 3.818707   | 3.817900   | 4.089736   | 4.086338   |
| 4.917420   | 4.913582   | 4.937900   | 4.969929   | 4.934671   |
| 7.200000   | 7.200000   | 7.200000   | 7.200000   | 7.200000   |
| 2.720000   | 2.720000   | 3.050000   | 3.040000   | 3.020000   |
| 6.069791   | 6.069238   | 6.068000   | 6.500000   | 6.500000   |
| 6.365131   | 6.360165   | 6.391700   | 6.433102   | 6.387459   |
| 6.500000   | 6.500000   | 6.500000   | 6.500000   | 6.500000   |
| 0.430000   | 0.410000   | 0.450000   | 0.450000   | 0.450000   |
| 5.602884   | 5.602374   | 5.601200   | 6.000000   | 6.000000   |
| 5.936598   | 5.931966   | 5.961300   | 6.000000   | 6.000000   |
| 6.000000   | 6.000000   | 6.000000   | 6.000000   | 6.000000   |
| 6.980000   | 0.000000   | 0.000000   | 0.000000   | 0.000000   |
| 6.980000   | 0.000000   | 0.000000   | 0.000000   | 0.000000   |
| 6.980000   | 0.000000   | 0.000000   | 0.000000   | 0.000000   |

(continued)

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

|                                                | 2025               | 2024               | 2023               | 2022               | 2021               |
|------------------------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| <b>Total Voted Millage by type of Property</b> |                    |                    |                    |                    |                    |
| Residential/Agricultural Real                  | \$24.582117        | \$26.013643        | \$33.424320        | \$33.580479        | \$33.532209        |
| Commercial/Industrial and Public Utility Real  | 34.421123          | 35.237706          | 38.612921          | 39.492829          | 39.313873          |
| General Business and Public Utility Personal   | 68.180000          | 69.620000          | 70.120000          | 70.170000          | 70.150000          |
| <b>Total Millage by type of Property</b>       |                    |                    |                    |                    |                    |
| Residential/Agricultural Real                  | \$29.552117        | \$30.983643        | \$38.394320        | \$38.550479        | \$38.502209        |
| Commercial/Industrial and Public Utility Real  | 39.391123          | 40.207706          | 43.582921          | 44.462829          | 44.283873          |
| General Business and Public Utility Personal   | 73.150000          | 74.590000          | 75.090000          | 75.140000          | 75.120000          |
| <b>Total Weighted Average Tax Rate</b>         | <b>\$32.905795</b> | <b>\$34.134649</b> | <b>\$41.050026</b> | <b>\$41.012960</b> | <b>\$40.856812</b> |
| <b>Overlapping Rates by Taxing District</b>    |                    |                    |                    |                    |                    |
| Boston Heights Village                         |                    |                    |                    |                    |                    |
| Effective Millage Rates                        |                    |                    |                    |                    |                    |
| Residential/Agricultural Real                  | \$5.010171         | \$4.993771         | \$5.504907         | \$5.496135         | \$5.484306         |
| Commercial/Industrial and Public Utility Real  | 3.848855           | 3.866864           | 4.000043           | 4.038432           | 4.069479           |
| General Business and Public Utility Personal   | 6.100000           | 6.100000           | 6.100000           | 6.100000           | 6.100000           |
| City of Macedonia                              |                    |                    |                    |                    |                    |
| Effective Millage Rates                        |                    |                    |                    |                    |                    |
| Residential/Agricultural Real                  | 3.602455           | 3.603732           | 3.811790           | 3.812256           | 3.811045           |
| Commercial/Industrial and Public Utility Real  | 4.016927           | 4.012729           | 4.087669           | 4.130581           | 4.126667           |
| General Business and Public Utility Personal   | 7.900000           | 7.900000           | 7.900000           | 7.900000           | 7.900000           |
| Northfield Center Township                     |                    |                    |                    |                    |                    |
| Effective Millage Rates                        |                    |                    |                    |                    |                    |
| Residential/Agricultural Real                  | 13.297905          | 10.601517          | 11.367413          | 11.372550          | 11.368479          |
| Commercial/Industrial and Public Utility Real  | 13.934738          | 11.652167          | 11.624960          | 11.862131          | 11.834951          |
| General Business and Public Utility Personal   | 18.010000          | 19.510000          | 17.510000          | 17.510000          | 17.510000          |
| Northfield Village                             |                    |                    |                    |                    |                    |
| Effective Millage Rates                        |                    |                    |                    |                    |                    |
| Residential/Agricultural Real                  | 5.672738           | 5.675098           | 6.620315           | 6.623966           | 6.628953           |
| Commercial/Industrial and Public Utility Real  | 6.777463           | 6.777357           | 6.775912           | 6.775262           | 6.775262           |
| General Business and Public Utility Personal   | 7.480000           | 7.480000           | 7.480000           | 7.480000           | 7.480000           |
| Sagamore Hills Township                        |                    |                    |                    |                    |                    |
| Effective Millage Rates                        |                    |                    |                    |                    |                    |
| Residential/Agricultural Real                  | 9.947523           | 9.928842           | 12.156593          | 10.741957          | 10.734523          |
| Commercial/Industrial and Public Utility Real  | 13.399555          | 12.230608          | 13.674972          | 12.025712          | 11.884301          |
| General Business and Public Utility Personal   | 14.430000          | 14.430000          | 14.430000          | 12.930000          | 12.930000          |
| Twinsburg Township                             |                    |                    |                    |                    |                    |
| Effective Millage Rates                        |                    |                    |                    |                    |                    |
| Residential/Agricultural Real                  | 11.055446          | 11.095534          | 13.779963          | 13.893455          | 13.870834          |
| Commercial/Industrial and Public Utility Real  | 13.517670          | 13.538168          | 15.965199          | 16.280990          | 16.213211          |
| General Business and Public Utility Personal   | 20.170000          | 20.170000          | 20.170000          | 20.170000          | 20.170000          |

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

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

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

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

**Source:** Ohio Department of Taxation

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

| 2020        | 2019        | 2018        | 2017        | 2016        |
|-------------|-------------|-------------|-------------|-------------|
| \$37.648075 | \$30.645579 | \$31.009900 | \$32.958453 | \$32.924349 |
| 40.940822   | 33.916773   | 34.439200   | 34.629829   | 34.431454   |
| 70.460000   | 63.460000   | 63.830000   | 63.820000   | 63.800000   |
| \$42.618075 | \$35.615579 | \$35.979900 | \$37.928453 | \$37.894349 |
| 45.910822   | 38.886773   | 39.409200   | 39.599829   | 39.401454   |
| 75.430000   | 68.430000   | 68.800000   | 68.790000   | 68.770000   |
| \$44.537830 | \$37.489808 | \$37.840325 | \$39.593656 | \$39.277918 |
| \$5.705975  | \$5.708363  | \$5.705500  | \$6.092567  | \$6.100000  |
| 4.741639    | 4.888594    | 4.941200    | 5.748903    | 6.048834    |
| 6.100000    | 6.100000    | 6.100000    | 6.100000    | 6.100000    |
| 3.943255    | 3.943503    | 4.870900    | 5.030383    | 5.028937    |
| 4.166852    | 4.163932    | 5.166100    | 5.174041    | 5.172557    |
| 7.900000    | 7.900000    | 8.900000    | 8.900000    | 8.900000    |
| 11.178349   | 12.167605   | 11.806200   | 12.277210   | 12.276020   |
| 13.321208   | 12.400529   | 12.085200   | 12.106803   | 11.969610   |
| 17.510000   | 17.510000   | 17.150000   | 17.150000   | 17.150000   |
| 7.044277    | 7.044238    | 7.042100    | 7.233849    | 7.225914    |
| 6.975584    | 6.958499    | 6.958500    | 6.954032    | 6.953771    |
| 7.480000    | 7.480000    | 7.480000    | 7.480000    | 7.480000    |
| 11.890617   | 11.890438   | 10.886900   | 10.802814   | 10.802442   |
| 12.083768   | 12.083494   | 11.127500   | 10.416645   | 10.416645   |
| 12.930000   | 12.930000   | 11.930000   | 11.180000   | 11.180000   |
| 14.840938   | 14.842975   | 12.034200   | 12.550799   | 9.856698    |
| 16.469603   | 16.467223   | 13.473600   | 14.578775   | 11.797730   |
| 20.170000   | 20.170000   | 17.370000   | 17.370000   | 14.610000   |

**Nordonia Hills City School District**  
*Property Tax Levies and Collections (1)*  
*Last Ten Years*

| Collection<br>Year (2) | Current<br>Tax Levy | Current Tax<br>Collections | Percent of<br>Current Tax<br>Collections to<br>Current Tax<br>Levy | Delinquent<br>Tax<br>Collections (3) | Total Tax<br>Collections | Percent of<br>Total Tax<br>Collections to<br>Current<br>Tax Levy |
|------------------------|---------------------|----------------------------|--------------------------------------------------------------------|--------------------------------------|--------------------------|------------------------------------------------------------------|
| 2024 (4)               | \$50,193,770        | \$49,224,677               | 98.07%                                                             | \$1,050,634                          | \$50,275,311             | 100.16%                                                          |
| 2023 (4)               | 48,160,357          | 47,365,336                 | 98.35                                                              | 977,230                              | 48,342,566               | 100.38                                                           |
| 2022                   | 47,173,746          | 45,502,165                 | 96.46                                                              | 926,629                              | 46,428,794               | 98.42                                                            |
| 2021                   | 45,970,523          | 44,076,814                 | 95.88                                                              | 730,378                              | 44,807,192               | 97.47                                                            |
| 2020                   | 45,606,707          | 44,918,034                 | 98.49                                                              | 611,251                              | 45,529,285               | 99.83                                                            |
| 2019 (4)               | 37,962,244          | 37,326,508                 | 98.33                                                              | 960,057                              | 38,286,565               | 100.85                                                           |
| 2018 (4)               | 37,931,329          | 37,353,161                 | 98.48                                                              | 578,168                              | 37,931,329               | 100.00                                                           |
| 2017                   | 38,378,008          | 36,820,009                 | 95.94                                                              | 679,666                              | 37,499,675               | 97.71                                                            |
| 2016 (4)               | 36,529,179          | 35,848,545                 | 98.14                                                              | 688,725                              | 36,537,270               | 100.02                                                           |
| 2015 (4)               | 36,340,072          | 35,639,623                 | 98.07                                                              | 864,584                              | 36,504,207               | 100.45                                                           |

**Source:** Office of the Fiscal Officer, Summit County, Ohio

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as intergovernmental revenue.
- (2) The 2025 information cannot be presented because all collections have not been made by June 30, 2025.
- (3) The County's current reporting system does not track delinquency tax collections by tax year. Outstanding delinquencies are tracked in total by the date the parcel is first certified delinquent. Penalties and interest are applied to the total outstanding delinquent balance. The presentation will be updated as new information becomes available.
- (4) The County was able to collect on prior year delinquencies.

**Nordonia Hills City School District***Principal Taxpayers**Real Estate Tax**2025 and 2016*

| Name of Taxpayer             | 2025                   |                                      |
|------------------------------|------------------------|--------------------------------------|
|                              | Assessed<br>Valuation  | Percent of<br>Real<br>Assessed Value |
| DOTRS Limited Liability Co.  | \$9,420,630            | 0.67 %                               |
| Sagamore Owner 1 LLC         | 5,444,440              | 0.39                                 |
| HGG Eaton Ridge LLC          | 5,248,560              | 0.37                                 |
| Stag Industrial Holdings LLC | 4,515,000              | 0.32                                 |
| Brentwood Real Estate LLC    | 4,103,750              | 0.29                                 |
| Sonida Macedonia LLC         | 3,847,060              | 0.27                                 |
| GW Macedonia LLC             | 3,399,120              | 0.24                                 |
| Musca Properties LLC         | 3,072,940              | 0.22                                 |
| MGP Lessor LLC               | 2,952,700              | 0.21                                 |
| Lowes Home Centers Inc.      | 2,919,360              | 0.21                                 |
| Total                        | <u>\$44,923,560</u>    | <u>3.19 %</u>                        |
| Total Real Estate Valuation  | <u>\$1,407,220,570</u> |                                      |

| Name of Taxpayer                | 2016                  |                                      |
|---------------------------------|-----------------------|--------------------------------------|
|                                 | Assessed<br>Valuation | Percent of<br>Real<br>Assessed Value |
| DOTRS Limited Liability Co.     | \$8,049,330           | 0.90 %                               |
| AERC Williamsburg, Inc.         | 4,221,090             | 0.47                                 |
| Eaton Ridge, LLC                | 4,136,190             | 0.46                                 |
| Musca Properties LLC            | 3,524,060             | 0.39                                 |
| GW Macedonia LLC                | 3,272,110             | 0.37                                 |
| Northfield Park Associates LLC  | 2,952,700             | 0.33                                 |
| Sacco of Macedonia LLC          | 2,520,460             | 0.28                                 |
| Sagamore Square Enterprises LTD | 2,491,350             | 0.28                                 |
| Sagamore Hills Nominee, LP      | 2,432,800             | 0.27                                 |
| Cleveland Steel Warehouse, LTD  | 2,273,600             | 0.25                                 |
| Total                           | <u>\$35,873,690</u>   | <u>4.00 %</u>                        |
| Total Real Estate Valuation     | <u>\$895,866,620</u>  |                                      |

**Source:** Office of the Fiscal Officer, Summit County, Ohio

**Nordonia Hills City School District***Principal Taxpayers**Public Utilities Tax**2025 and 2016*

| Name of Taxpayer                | 2025                  |                                                |
|---------------------------------|-----------------------|------------------------------------------------|
|                                 | Assessed<br>Valuation | Percent of<br>Public Utility<br>Assessed Value |
| American Transmission           | \$36,226,360          | 51.71 %                                        |
| Ohio Edison                     | 20,089,160            | 28.68                                          |
| East Ohio Gas                   | 8,244,410             | 11.77                                          |
| Total                           | <u>\$64,559,930</u>   | <u>92.16 %</u>                                 |
| Total Public Utility Valuation  | <u>\$70,055,120</u>   |                                                |
|                                 |                       |                                                |
| Name of Taxpayer                | 2016                  |                                                |
|                                 | Assessed<br>Valuation | Percent of<br>Public Utility<br>Assessed Value |
| American Transmission           | \$13,682,050          | 40.07 %                                        |
| Ohio Edison                     | 12,951,660            | 37.93                                          |
| Cleveland Electric Illuminating | 4,021,450             | 11.77                                          |
| East Ohio Gas                   | 2,709,120             | 7.93                                           |
| Total                           | <u>\$33,364,280</u>   | <u>97.70 %</u>                                 |
| Total Public Utility Valuation  | <u>\$34,148,290</u>   |                                                |

**Source:** Office of the Fiscal Officer, Summit County, Ohio

**Nordonia Hills City School District**  
*Computation of Direct and Overlapping  
Debt Attributable to Governmental Activities  
June 30, 2025*

|                                     | Governmental<br>Activities<br>Debt<br>Outstanding | Percentage<br>Applicable to<br>School District (1) | Amount of<br>Direct and<br>Overlapping Debt |
|-------------------------------------|---------------------------------------------------|----------------------------------------------------|---------------------------------------------|
| Direct:                             |                                                   |                                                    |                                             |
| Nordonia Hills City School District |                                                   |                                                    |                                             |
| General Obligation Bonds            | \$3,723,755                                       | 100.00 %                                           | \$3,723,755                                 |
| Financed Purchases                  | 200,320                                           | 100.00                                             | 200,320                                     |
| Total Direct                        | 3,924,075                                         | 100.00                                             | 3,924,075                                   |
| Overlapping:                        |                                                   |                                                    |                                             |
| City of Macedonia:                  |                                                   |                                                    |                                             |
| General Obligation Bonds            | 10,061,503                                        | 97.70                                              | 9,830,088                                   |
| Special Assessment Bonds            | 83,700                                            | 97.70                                              | 81,775                                      |
| OPWC Loans                          | 1,312,507                                         | 97.70                                              | 1,282,319                                   |
| Financed Purchases                  | 313,500                                           | 97.70                                              | 306,290                                     |
| Northfield Village:                 |                                                   |                                                    |                                             |
| OPWC Loans                          | 2,800,264                                         | 100.00                                             | 2,800,264                                   |
| Financed Purchases                  | 433,083                                           | 100.00                                             | 433,083                                     |
| Summit County:                      |                                                   |                                                    |                                             |
| General Obligation Bonds            | 90,587,906                                        | 7.18                                               | 6,504,212                                   |
| Lease Payable                       | 3,742,479                                         | 7.18                                               | 268,710                                     |
| Subscriptions Payable               | 8,410,392                                         |                                                    | 603,866                                     |
| Total Overlapping                   | 117,745,334                                       |                                                    | 22,110,607                                  |
| Total                               | \$121,669,409                                     |                                                    | \$26,034,682                                |

**Source:** Office of the Fiscal Officer, Summit County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision.

**Nordonia Hills City School District**  
*Ratio of Outstanding Debt  
to Estimated Actual Value, Personal Income, and Population  
Last Ten Fiscal Years*

| Fiscal<br>Year | Estimated<br>Population | Estimated<br>Actual Value | General Bonded Debt        |                                                                 |                                      |
|----------------|-------------------------|---------------------------|----------------------------|-----------------------------------------------------------------|--------------------------------------|
|                |                         |                           | General<br>Bonded Debt (2) | Ratio of<br>General Bonded<br>Debt to Estimated<br>Actual Value | General<br>Bonded Debt<br>per Capita |
| 2025           | 32,059                  | \$4,100,238,291           | \$3,723,755                | 0.09 %                                                          | 116                                  |
| 2024           | 32,113                  | 4,089,733,322             | 7,002,533                  | 0.17                                                            | 218                                  |
| 2023           | 32,120                  | 3,249,589,580             | 10,199,553                 | 0.31                                                            | 318                                  |
| 2022           | 32,391                  | 3,201,937,397             | 13,324,874                 | 0.42                                                            | 411                                  |
| 2021           | 32,877                  | 3,179,608,401             | 16,253,550                 | 0.51                                                            | 494                                  |
| 2020           | 32,247                  | 2,851,272,706             | 19,065,636                 | 0.67                                                            | 591                                  |
| 2019           | 32,247                  | 2,822,510,100             | 21,761,184                 | 0.77                                                            | 675                                  |
| 2018           | 32,247                  | 2,795,496,381             | 24,355,244                 | 0.87                                                            | 755                                  |
| 2017           | 32,247                  | 2,696,117,483             | 26,937,866                 | 1.00                                                            | 835                                  |
| 2016           | 32,247                  | 2,598,423,789             | 29,646,181                 | 1.14                                                            | 919                                  |

(1) Personal income for this calculation is from the Demographic and Economic Statistics table on S26.

(2) Although the general obligation bond retirement fund is restricted for debt service, it is not specifically restricted to the payment of principal. Therefore, these resources are not shown as a deduction from general obligation bonded debt.

**Sources:** Office of the Treasurer, Nordonia Hills City School District and the U.S. Census Bureau

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| Financed<br>Purchases | Total<br>Debt | Percentage<br>of Personal<br>Income (1) | Per<br>Capita |
|-----------------------|---------------|-----------------------------------------|---------------|
| \$200,320             | \$3,924,075   | 0.23 %                                  | \$122         |
| 222,894               | 7,225,427     | 0.46                                    | 225           |
| 309,067               | 10,508,620    | 0.72                                    | 327           |
| 0                     | 13,324,874    | 0.95                                    | 411           |
| 0                     | 16,253,550    | 1.15                                    | 494           |
| 0                     | 19,065,636    | 1.38                                    | 591           |
| 0                     | 21,761,184    | 1.58                                    | 675           |
| 0                     | 24,355,244    | 1.77                                    | 755           |
| 0                     | 26,937,866    | 1.95                                    | 835           |
| 0                     | 29,646,181    | 2.15                                    | 919           |

**Nordonia Hills City School District**  
*Computation of Legal Debt Margin*  
*Last Ten Fiscal Years*

|                                                                                  | 2025                   | 2024                   | 2023                 | 2022                  |
|----------------------------------------------------------------------------------|------------------------|------------------------|----------------------|-----------------------|
| Total Assessed Valuation                                                         | \$1,477,275,690        | \$4,100,238,291        | \$73                 | \$75                  |
| Less Railroad and Telephone Property Valuation                                   | (867,620)              | (913,350)              | (840,510)            | (799,520)             |
| Total Assessed Valuation used to Calculate Legal Debt Margin (1)                 | <u>\$1,476,408,070</u> | <u>\$4,099,324,941</u> | <u>(\$840,437)</u>   | <u>(\$799,445)</u>    |
| Debt Limit - 9% of Assessed Value (2)                                            | \$132,876,726          | \$368,939,245          | (\$75,639)           | (\$71,950)            |
| Amount of Debt Outstanding                                                       |                        |                        |                      |                       |
| General Obligation Bonds                                                         | 3,493,201              | 6,601,802              | 9,628,645            | 12,583,789            |
| Capital Appreciation Bonds                                                       | 0                      | 0                      | 0                    | 0                     |
| Less Amount Available in Bond Retirement Fund                                    | <u>(925,271)</u>       | <u>(1,931,400)</u>     | <u>(2,431,747)</u>   | <u>(1,932,659)</u>    |
| Amount of Debt Subject to Limit                                                  | <u>2,567,930</u>       | <u>4,670,402</u>       | <u>7,196,898</u>     | <u>10,651,130</u>     |
| Overall Debt Margin                                                              | <u>\$130,308,796</u>   | <u>\$364,268,843</u>   | <u>(\$7,272,537)</u> | <u>(\$10,723,080)</u> |
| Legal Debt Margin as a Percentage of Debt Limit                                  | 98.07%                 | 98.73%                 | 9614.76%             | 14903.50%             |
| Unvoted Legal Debt Limit -<br>.10% of Assessed Value                             | \$1,476,408            | \$4,099,325            | (\$840)              | (\$799)               |
| Amount of Debt Subject to Limit                                                  | <u>0</u>               | <u>0</u>               | <u>0</u>             | <u>0</u>              |
| Unvoted Debt Margin                                                              | <u>\$1,476,408</u>     | <u>\$4,099,325</u>     | <u>(\$840)</u>       | <u>(\$799)</u>        |
| Unvoted Legal Debt Margin as a Percentage<br>of the Unvoted Debt Limitation      | 100.00%                | 100.00%                | 100.00%              | 100.00%               |
| Additional Limit for Unvoted Energy Conservation Bonds/Loans                     |                        |                        |                      |                       |
| Debt Limit - 1% of Assessed Valuation                                            | <u>\$14,764,081</u>    | <u>\$40,993,249</u>    | <u>(\$8,404)</u>     | <u>(\$7,994)</u>      |
| Additional Unvoted Debt Margin as a Percentage<br>of the Unvoted Debt Limitation | 100.00%                | 100.00%                | 100.00%              | 100.00%               |

**Source:** Summit County Fiscal Officer and School District Financial Records

(1) HB530 changed the assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.

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

| 2021                           | 2020                           | 2019                           | 2018                           | 2017                           | 2016                                 |
|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------|--------------------------------------|
| \$75<br>(904,040)              | \$1,023,798,570<br>(912,180)   | \$1,012,551,390<br>(922,670)   | \$1,002,403,740<br>(961,390)   | \$969,174,140<br>(1,006,360)   | \$930,014,910<br>(1,124,980)         |
| <u>(\$903,965)</u>             | <u>\$1,022,886,390</u>         | <u>\$1,011,628,720</u>         | <u>\$1,001,442,350</u>         | <u>\$968,167,780</u>           | <u>\$928,889,930</u>                 |
| (\$81,357)                     | \$92,059,775                   | \$91,046,585                   | \$90,129,812                   | \$87,135,100                   | \$83,600,094                         |
| 15,342,288<br>0<br>(1,892,615) | 17,984,197<br>0<br>(1,727,702) | 20,509,568<br>0<br>(1,793,150) | 22,933,451<br>0<br>(1,681,969) | 25,345,896<br>0<br>(1,378,701) | 25,391,949<br>565,261<br>(1,980,577) |
| <u>13,449,673</u>              | <u>16,256,495</u>              | <u>18,716,418</u>              | <u>21,251,482</u>              | <u>23,967,195</u>              | <u>23,976,633</u>                    |
| <u>(\$13,531,030)</u>          | <u>\$75,803,280</u>            | <u>\$72,330,167</u>            | <u>\$68,878,330</u>            | <u>\$63,167,905</u>            | <u>\$59,623,461</u>                  |
| 16631.70%                      | 82.34%                         | 79.44%                         | 76.42%                         | 72.49%                         | 71.32%                               |
| (\$904)                        | \$1,022,886                    | \$1,011,629                    | \$1,001,442                    | \$968,168                      | \$928,890                            |
| <u>0</u>                       | <u>0</u>                       | <u>0</u>                       | <u>0</u>                       | <u>0</u>                       | <u>0</u>                             |
| <u>(\$904)</u>                 | <u>\$1,022,886</u>             | <u>\$1,011,629</u>             | <u>\$1,001,442</u>             | <u>\$968,168</u>               | <u>\$928,890</u>                     |
| 100.00%                        | 100.00%                        | 100.00%                        | 100.00%                        | 100.00%                        | 100.00%                              |
| <u>(\$9,040)</u>               | <u>\$10,228,864</u>            | <u>\$10,116,287</u>            | <u>\$10,014,424</u>            | <u>\$9,681,678</u>             | <u>\$9,288,899</u>                   |
| 100.00%                        | 100.00%                        | 100.00%                        | 100.00%                        | 100.00%                        | 100.00%                              |

**Nordonia Hills City School District**  
*Demographic and Economic Statistics*  
*Last Ten Years*

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| Year | Population | Total<br>Personal<br>Income | Per Capita<br>Personal<br>Income | Summit<br>County<br>Unemployment<br>Rate |
|------|------------|-----------------------------|----------------------------------|------------------------------------------|
| 2025 | 32,059     | \$1,683,205,587             | \$52,503                         | 4.4%                                     |
| 2024 | 32,113     | 1,575,410,244               | 49,058                           | 3.3                                      |
| 2023 | 32,120     | 1,460,978,200               | 45,485                           | 3.6                                      |
| 2022 | 32,391     | 1,398,578,598               | 43,178                           | 4.4                                      |
| 2021 | 32,877     | 1,411,015,086               | 42,918                           | 6.6                                      |
| 2020 | 32,247     | 1,378,623,744               | 42,752                           | 8.2                                      |
| 2019 | 32,247     | 1,378,623,744               | 42,752                           | 4.3                                      |
| 2018 | 32,247     | 1,378,623,744               | 42,752                           | 5.2                                      |
| 2017 | 32,247     | 1,378,623,744               | 42,752                           | 5.3                                      |
| 2016 | 32,247     | 1,378,623,744               | 42,752                           | 5.0                                      |

**Sources:** U.S. Bureau of Census  
Summit County Fiscal Officer's Office  
Ohio Department of Job and Family Services

# Nordonia Hills City School District

## Principal Employers

2025 and 2016

| 2025                                   |                                   |                     |                                       |
|----------------------------------------|-----------------------------------|---------------------|---------------------------------------|
| Employer                               | Nature of Business or Activity    | Number of Employees | Percentage of Total County Employment |
| MGM Northfield Park Associates LLC     | Gaming/Entertainment              | 1,002               | 0.39 %                                |
| Wal-Mart Associates, Inc.              | Retail                            | 858                 | 0.33                                  |
| Nordonia Hills City School District    | Public Education                  | 472                 | 0.18                                  |
| Great Day Improvements, LLC            | Patio Enclosures                  | 339                 | 0.13                                  |
| WW Grainger Inc                        | Industrial Supplies and Equipment | 313                 | 0.12                                  |
| Ohio State Home Services, Incorporated | Special Trades Contractor         | 298                 | 0.11                                  |
| City of Macedonia                      | Government                        | 292                 | 0.11                                  |
| Express Services, INC.                 | Human Resources                   | 222                 | 0.09                                  |
| Winking Lizard Inc.                    | Restaurant                        | 188                 | 0.07                                  |
| Dahl House Boarding                    | Pet Services                      | 160                 | 0.06                                  |
| Total                                  |                                   | 4,144               | 1.59 %                                |
| Total Employment within County         |                                   | 261,000             |                                       |

| 2016                                     |                                       |                     |                                       |
|------------------------------------------|---------------------------------------|---------------------|---------------------------------------|
| Employer                                 | Nature of Business or Activity        | Number of Employees | Percentage of Total County Employment |
| Hard Rock Rocksino                       | Gaming/Entertainment                  | 775                 | 0.29 %                                |
| Nordonia Hills City School District      | Public Education                      | 457                 | 0.17                                  |
| Great Day Improvements, LLC              | Patio Enclosures                      | 210                 | 0.08                                  |
| Empire Die Casting Company, Incorporated | Manufacturing                         | 205                 | 0.08                                  |
| Ohio State Home Services, Incorporated   | Special Trades Contractor             | 170                 | 0.06                                  |
| TPC Wire and Cable Corporation           | Supplies of Industrial Wire and Cable | 150                 | 0.06                                  |
| Design Molded Plastics, Incorporated     | Manufacturing                         | 132                 | 0.05                                  |
| IER Fujikura, Incorporated               | Custom Molded Rubber                  | 128                 | 0.05                                  |
| City of Macedonia                        | Government                            | 120                 | 0.05                                  |
| Ohio Materials Handling, Incorporated    | Equipment Dealership                  | 57                  | 0.02                                  |
| Total                                    |                                       | 2,404               | 0.91 %                                |
| Total Employment within County           |                                       | 264,700             |                                       |

**Source:** Regional Income Tax Agency (RITA)

Summit County Fiscal Officer's Office

Employment: <https://www.bls.gov/regions/midwest/ohio.htm>

Employment: [https://ohiolmi.com/\\_docs/LAUS/OhioCivilianLaborForceEstimates.pdf](https://ohiolmi.com/_docs/LAUS/OhioCivilianLaborForceEstimates.pdf)

**Nordonia Hills City School District**  
*Building Statistics by School Building/Facility*  
*Last Ten Fiscal Years*

|                               | 2025    | 2024    | 2023    | 2022    | 2021    |
|-------------------------------|---------|---------|---------|---------|---------|
| <b>Lee Eaton Elementary</b>   |         |         |         |         |         |
| Constructed in 1953           |         |         |         |         |         |
| Total Building Square Footage | 64,719  | 64,719  | 64,719  | 64,719  | 64,719  |
| Enrollment - Grades 5 - 6     | 484     | 525     | 520     | 487     | 501     |
| <b>Ledgeview Elementary</b>   |         |         |         |         |         |
| Constructed in 1963           |         |         |         |         |         |
| Total Building Square Footage | 66,438  | 66,438  | 66,438  | 66,438  | 66,438  |
| Enrollment - Grades K - 4     | 432     | 423     | 418     | 445     | 410     |
| <b>Northfield Elementary</b>  |         |         |         |         |         |
| Constructed in 1963           |         |         |         |         |         |
| Total Building Square Footage | 63,072  | 63,072  | 63,072  | 63,072  | 63,072  |
| Enrollment - Grades K - 4     | 338     | 357     | 330     | 334     | 348     |
| <b>Rushwood Elementary</b>    |         |         |         |         |         |
| Constructed in 1970           |         |         |         |         |         |
| Total Building Square Footage | 49,194  | 49,194  | 49,194  | 49,194  | 49,194  |
| Enrollment - Grades K - 4     | 351     | 332     | 341     | 328     | 322     |
| <b>Nordonia Middle School</b> |         |         |         |         |         |
| Constructed in 1928           |         |         |         |         |         |
| Total Building Square Footage | 115,067 | 115,067 | 115,067 | 115,067 | 115,067 |
| Enrollment - Grades 7 - 8     | 525     | 506     | 504     | 566     | 638     |
| <b>Nordonia High School</b>   |         |         |         |         |         |
| Constructed in 1960           |         |         |         |         |         |
| Total Building Square Footage | 227,862 | 227,862 | 227,862 | 227,862 | 227,862 |
| Enrollment - Grades 9 - 12    | 1,092   | 1,150   | 1,174   | 1,143   | 1,162   |

**Source:** School District Records

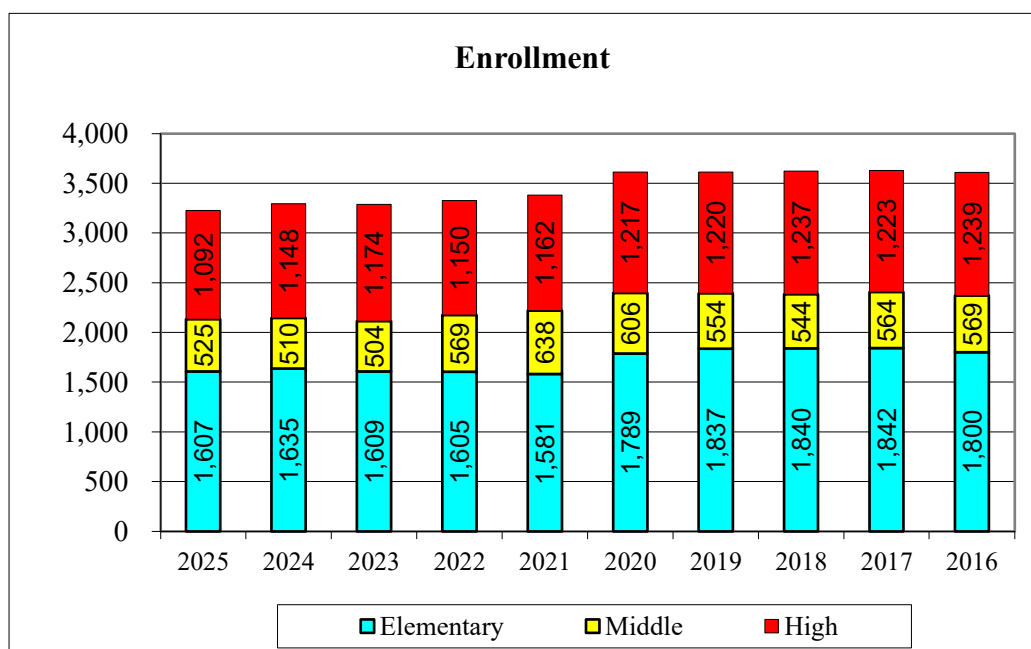
| 2020             | 2019             | 2018             | 2017             | 2016             |
|------------------|------------------|------------------|------------------|------------------|
| 64,719<br>558    | 64,719<br>608    | 64,719<br>576    | 64,719<br>541    | 64,719<br>519    |
| 66,438<br>486    | 66,438<br>468    | 66,438<br>467    | 66,438<br>470    | 66,438<br>488    |
| 63,072<br>382    | 63,072<br>375    | 63,072<br>397    | 63,072<br>413    | 63,072<br>386    |
| 49,194<br>363    | 49,194<br>386    | 49,194<br>400    | 49,194<br>418    | 49,194<br>407    |
| 115,067<br>606   | 115,067<br>554   | 115,067<br>544   | 115,067<br>564   | 115,067<br>569   |
| 227,862<br>1,217 | 227,862<br>1,220 | 227,862<br>1,237 | 227,862<br>1,223 | 227,862<br>1,239 |

# Nordonia City School District

## Enrollment Statistics

Last Ten Fiscal Years

| Fiscal Year | Elementary Schools | Middle Schools | High School | Total |
|-------------|--------------------|----------------|-------------|-------|
| 2025        | 1,607              | 525            | 1,092       | 3,224 |
| 2024        | 1,635              | 510            | 1,148       | 3,293 |
| 2023        | 1,609              | 504            | 1,174       | 3,287 |
| 2022        | 1,605              | 569            | 1,150       | 3,324 |
| 2021        | 1,581              | 638            | 1,162       | 3,381 |
| 2020        | 1,789              | 606            | 1,217       | 3,612 |
| 2019        | 1,837              | 554            | 1,220       | 3,611 |
| 2018        | 1,840              | 544            | 1,237       | 3,621 |
| 2017        | 1,842              | 564            | 1,223       | 3,629 |
| 2016        | 1,800              | 569            | 1,239       | 3,608 |



**Sources:** Ohio Department of Education and Workforce Local Report Cards and Data Warehouse Reports

**Nordonia Hills City School District***Attendance and Graduation Rates**Last Ten Fiscal Years*

| Fiscal Year | Nordonia Hills City School District Attendance Rate | State Average | Nordonia Hills City School District Graduation Rate | State Average |
|-------------|-----------------------------------------------------|---------------|-----------------------------------------------------|---------------|
| 2025        | 93.50%                                              | 91.50%        | 98.10%                                              | 88.10%        |
| 2024        | 93.60                                               | 91.30         | 98.40                                               | 87.90         |
| 2023        | 93.30                                               | 91.10         | 96.20                                               | 87.30         |
| 2022        | 94.10                                               | 90.40         | 97.30                                               | 87.00         |
| 2021        | 95.60                                               | 91.50         | 97.33                                               | 87.20         |
| 2020        | 96.70                                               | 95.60         | 96.30                                               | 85.90         |
| 2019        | 95.70                                               | 94.50         | 98.00                                               | 85.30         |
| 2018        | 95.80                                               | 93.90         | 96.90                                               | 84.10         |
| 2017        | 95.90                                               | 93.90         | 97.20                                               | 83.40         |
| 2016        | 96.00                                               | 94.00         | 95.20                                               | 83.00         |

**Sources:** Ohio Department of Education and Workforce Local Report Cards and Data Warehouse Reports

# Nordonia Hills City School District

## *Per Pupil Cost Last Ten Fiscal Years*

| Fiscal<br>Year | Student Enrollment    |                         | General Governmental      |                   |
|----------------|-----------------------|-------------------------|---------------------------|-------------------|
|                | Average<br>Enrollment | Percentage<br>of Change | Total<br>Expenditures (1) | Per<br>Pupil Cost |
| 2025           | 3,224                 | (2.10) %                | \$63,872,146              | \$19,811          |
| 2024           | 3,293                 | 0.18                    | 63,301,926                | 19,223            |
| 2023           | 3,287                 | (1.11)                  | 62,566,011                | 19,034            |
| 2022           | 3,324                 | (1.69)                  | 61,011,924                | 18,355            |
| 2021           | 3,381                 | (6.40)                  | 55,866,988                | 16,524            |
| 2020           | 3,612                 | 0.03                    | 52,767,957                | 14,609            |
| 2019           | 3,611                 | (0.28)                  | 50,467,492                | 13,976            |
| 2018           | 3,621                 | (0.22)                  | 48,665,502                | 13,440            |
| 2017           | 3,629                 | 0.58                    | 46,336,720                | 12,768            |
| 2016           | 3,608                 | 0.98                    | 45,978,086                | 12,743            |

(1) Debt Service totals have been excluded.

(2) Due to the coronavirus pandemic, the School District was allowed to provide universal free lunches from the federal government during fiscal years 2021 and 2022.

**Source:** School District Records  
Ohio Department of Education and Workforce

| Governmental Activities |                   | Students Receiving<br>Free and Reduced Lunches |                                      |                                     |
|-------------------------|-------------------|------------------------------------------------|--------------------------------------|-------------------------------------|
| Total<br>Expenses (1)   | Per<br>Pupil Cost | Number of<br>Lunches<br>Served                 | Percentage<br>of Free<br>Lunches (2) | Percentage<br>of Reduced<br>Lunches |
| \$61,758,317            | \$19,156          | 217,629                                        | 21.00 %                              | 5.00 %                              |
| 62,195,103              | 18,887            | 224,776                                        | 22.80                                | 3.60                                |
| 61,434,451              | 18,690            | 220,240                                        | 21.32                                | 2.60                                |
| 55,985,091              | 16,843            | 328,703                                        | 100.00                               | 0.00                                |
| 59,178,348              | 17,503            | 162,697                                        | 100.00                               | 0.00                                |
| 57,016,817              | 15,785            | 107,072                                        | 25.10                                | 6.42                                |
| 47,861,475              | 13,254            | 220,752                                        | 23.50                                | 6.73                                |
| 28,885,571              | 7,977             | 209,605                                        | 27.74                                | 6.11                                |
| 50,743,003              | 13,983            | 220,581                                        | 28.51                                | 6.06                                |
| 46,583,386              | 12,911            | 237,396                                        | 27.35                                | 6.99                                |

**Nordonia Hills City School District**  
*School District Employees by Function/Program*  
*Last Ten Fiscal Years*

| Function/Program                     | 2025  | 2024  | 2023  | 2022  | 2021  |
|--------------------------------------|-------|-------|-------|-------|-------|
| Regular Instruction                  |       |       |       |       |       |
| Elementary Classroom Teachers        | 71.0  | 76.0  | 80.0  | 80.0  | 79.0  |
| Middle School Classroom Teachers     | 27.0  | 27.5  | 29.0  | 29.0  | 27.0  |
| High School Classroom Teachers       | 55.5  | 56.5  | 56.0  | 56.0  | 55.0  |
| Special Teachers (Art, Music, PE)    | 24.0  | 25.0  | 25.0  | 24.0  | 27.0  |
| Tutors/Small Group Instructors       | 1.0   | 1.0   | 1.0   | 2.0   | 2.0   |
| Special Instruction                  |       |       |       |       |       |
| Gifted Education Teachers            | 4.0   | 4.0   | 4.0   | 3.0   | 3.0   |
| Special Education Teachers           | 38.5  | 37.5  | 38.5  | 40.5  | 37.5  |
| Vocational Instruction               | 3.0   | 2.0   | 2.0   | 2.0   | 2.0   |
| Pupil Support Services               |       |       |       |       |       |
| Guidance Counselors                  | 11.0  | 11.0  | 11.0  | 11.0  | 11.0  |
| Psychologist                         | 5.0   | 5.0   | 4.7   | 4.7   | 4.3   |
| Speech Pathologists                  | 5.0   | 5.0   | 5.0   | 4.0   | 4.0   |
| Community Intervention               | 0.0   | 1.0   | 1.0   | 1.0   | 1.0   |
| Instructional Staff Support Services |       |       |       |       |       |
| Teacher Aides                        | 76.0  | 71.0  | 74.0  | 61.0  | 48.0  |
| Attendants                           | 27.0  | 31.0  | 43.0  | 45.0  | 54.0  |
| Monitors                             | 8.0   | 13.0  | 9.0   | 13.0  | 11.0  |
| Technicians                          | 1.0   | 3.0   | 1.0   | 1.0   | 1.0   |
| Media Specialist/Librarian           | 1.0   | 1.0   | 1.0   | 1.0   | 1.0   |
| Library Aides                        | 8.0   | 8.0   | 9.0   | 7.0   | 8.0   |
| Administration Support Services      |       |       |       |       |       |
| Elementary Schools                   | 5.0   | 5.0   | 5.0   | 5.0   | 5.0   |
| Middle School                        | 2.0   | 2.0   | 3.0   | 2.0   | 2.0   |
| High School                          | 4.0   | 5.0   | 4.0   | 4.0   | 4.0   |
| Districtwide                         | 6.0   | 6.0   | 6.0   | 6.0   | 6.0   |
| Clerical                             | 19.0  | 19.0  | 20.0  | 20.0  | 18.0  |
| Fiscal Staff                         | 7.0   | 7.0   | 7.0   | 7.0   | 7.0   |
| Operation of Plant                   |       |       |       |       |       |
| Supervisor                           | 1.0   | 1.0   | 1.0   | 1.0   | 1.0   |
| Custodians                           | 28.0  | 27.0  | 33.0  | 35.0  | 28.0  |
| Part-Time Cleaners                   | 3.0   | 3.0   | 5.0   | 0.0   | 1.0   |
| Maintenance                          | 5.0   | 5.0   | 5.0   | 4.0   | 4.0   |
| Courier                              | 1.0   | 1.0   | 1.0   | 1.0   | 1.0   |
| Food Service Program                 |       |       |       |       |       |
| Supervisor                           | 1.0   | 1.0   | 1.0   | 1.0   | 1.0   |
| Food Service Workers                 | 24.0  | 24.0  | 26.0  | 29.0  | 24.0  |
| Total                                | 472.0 | 484.5 | 511.2 | 500.2 | 477.8 |

**Method:** The amounts are based on a headcount by function including both full and part-time employees, as of June 30.

**Source:** School District Payroll Records

| 2020  | 2019  | 2018  | 2017  | 2016  |
|-------|-------|-------|-------|-------|
| 76.0  | 78.0  | 77.0  | 77.0  | 78.0  |
| 24.0  | 22.0  | 23.0  | 22.0  | 21.0  |
| 55.0  | 55.0  | 54.0  | 54.0  | 56.0  |
| 28.0  | 28.0  | 28.0  | 28.0  | 27.0  |
| 2.0   | 1.8   | 2.8   | 2.8   | 3.0   |
| 3.0   | 2.0   | 2.0   | 2.0   | 2.0   |
| 36.5  | 36.5  | 33.5  | 32.5  | 31.0  |
| 2.0   | 2.0   | 2.0   | 2.0   | 1.0   |
| 11.0  | 10.0  | 10.0  | 10.0  | 10.0  |
| 4.6   | 4.6   | 4.6   | 4.0   | 5.0   |
| 4.0   | 4.0   | 4.0   | 4.6   | 4.0   |
| 1.0   | 1.0   | 1.0   | 1.0   | 1.0   |
| 0.0   | 5.0   | 6.0   | 8.0   | 11.0  |
| 71.0  | 68.0  | 76.0  | 66.0  | 58.0  |
| 49.0  | 43.0  | 32.0  | 30.0  | 34.0  |
| 1.0   | 1.0   | 1.0   | 1.0   | 1.0   |
| 1.0   | 1.0   | 1.0   | 1.0   | 1.0   |
| 8.0   | 9.0   | 9.0   | 9.0   | 9.0   |
| 5.0   | 5.0   | 5.0   | 5.0   | 5.0   |
| 2.0   | 2.0   | 2.0   | 2.0   | 2.0   |
| 4.0   | 4.0   | 4.0   | 4.0   | 4.0   |
| 6.0   | 6.0   | 6.0   | 6.0   | 6.0   |
| 18.0  | 18.0  | 18.0  | 18.0  | 18.0  |
| 7.0   | 7.0   | 7.0   | 7.0   | 7.0   |
| 1.0   | 1.0   | 1.0   | 1.0   | 1.0   |
| 25.0  | 25.0  | 25.0  | 25.0  | 25.0  |
| 0.0   | 1.0   | 2.0   | 3.0   | 0.0   |
| 4.0   | 4.0   | 4.0   | 4.0   | 3.5   |
| 1.0   | 1.0   | 1.0   | 1.0   | 1.0   |
| 1.0   | 1.0   | 1.0   | 1.0   | 1.0   |
| 25.0  | 24.0  | 25.0  | 25.0  | 31.0  |
| 476.1 | 470.9 | 467.9 | 456.9 | 457.5 |

**Nordonia Hills City School District**  
*Full-Time Equivalent Certified School District Employees by Education*  
*Last Ten Fiscal Years*

| Degree        | 2025   | 2024   | 2023   | 2022   | 2021   |
|---------------|--------|--------|--------|--------|--------|
| Bachelor      | 17.00  | 16.00  | 12.00  | 16.00  | 18.00  |
| Bachelor + 15 | 4.00   | 11.00  | 6.00   | 9.00   | 9.00   |
| Bachelor + 30 | 18.00  | 26.00  | 23.00  | 26.00  | 26.00  |
| Master        | 61.00  | 50.00  | 59.00  | 37.00  | 68.00  |
| Master + 15   | 39.00  | 48.00  | 52.00  | 53.00  | 58.00  |
| Master + 30   | 96.00  | 108.00 | 101.00 | 111.00 | 72.00  |
| PhD           | 4.00   | 4.00   | 4.00   | 4.00   | 4.00   |
| Total         | 239.00 | 263.00 | 257.00 | 256.00 | 255.00 |

**Source:** School District Records

| 2020   | 2019   | 2018   | 2017   | 2016   |
|--------|--------|--------|--------|--------|
| 20.00  | 20.00  | 22.00  | 21.00  | 18.00  |
| 7.00   | 7.00   | 8.00   | 6.00   | 8.00   |
| 22.50  | 22.50  | 22.50  | 24.50  | 28.00  |
| 66.00  | 74.00  | 77.00  | 77.00  | 89.00  |
| 58.00  | 52.00  | 51.00  | 53.00  | 49.00  |
| 69.60  | 66.40  | 58.40  | 55.40  | 43.00  |
| 5.00   | 4.00   | 4.00   | 4.00   | 4.00   |
| 248.10 | 245.90 | 242.90 | 240.90 | 239.00 |

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**NORDONIA HILLS CITY  
SCHOOL DISTRICT  
SUMMIT COUNTY, OHIO**

**SINGLE AUDIT REPORT**

**FOR THE FISCAL YEAR  
ENDED JUNE 30, 2025**

***Zupka & Associates***  
**Certified Public Accountants**

**NORDONIA HILLS CITY SCHOOL DISTRICT  
SUMMIT COUNTY, OHIO  
SINGLE AUDIT REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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**NORDONIA HILLS CITY SCHOOL DISTRICT  
SUMMIT COUNTY, OHIO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

| <b>Federal Grantor/<br/>Pass-Through Grantor/<br/>Program or Cluster Title</b>                      | <b>Assistance<br/>Listing<br/>Number</b> | <b>Receipts</b>     | <b>Non-Cash<br/>Receipts</b> | <b>Expenditures</b> | <b>Non-Cash<br/>Expenditures</b> |
|-----------------------------------------------------------------------------------------------------|------------------------------------------|---------------------|------------------------------|---------------------|----------------------------------|
| <b><u>U.S. Department of Agriculture</u></b>                                                        |                                          |                     |                              |                     |                                  |
| <i>Passed through Ohio Department of Education and Workforce</i>                                    |                                          |                     |                              |                     |                                  |
| Child Nutrition Cluster:                                                                            |                                          |                     |                              |                     |                                  |
| School Breakfast Program                                                                            | 10.553                                   | \$ 60,153           | \$ 0                         | \$ 60,153           | \$ 0                             |
| National School Lunch Program                                                                       | 10.555                                   | 343,239             | 95,354                       | 343,239             | 95,354                           |
| Total Child Nutrition Cluster                                                                       |                                          | <u>403,392</u>      | <u>95,354</u>                | <u>403,392</u>      | <u>95,354</u>                    |
| <b>Total U.S. Department of Agriculture</b>                                                         |                                          | <u>403,392</u>      | <u>95,354</u>                | <u>403,392</u>      | <u>95,354</u>                    |
| <b><u>U.S. Department of Education</u></b>                                                          |                                          |                     |                              |                     |                                  |
| <i>Passed through Ohio Department of Education and Workforce</i>                                    |                                          |                     |                              |                     |                                  |
| Title I - Grants to Local Educational Agencies                                                      | 84.010                                   | <u>249,388</u>      | <u>0</u>                     | <u>249,388</u>      | <u>0</u>                         |
| Special Education Cluster (IDEA):                                                                   |                                          |                     |                              |                     |                                  |
| Special Education - Grants to States                                                                | 84.027                                   | <u>836,972</u>      | <u>0</u>                     | <u>815,922</u>      | <u>0</u>                         |
| Total Special Education Cluster                                                                     |                                          | <u>836,972</u>      | <u>0</u>                     | <u>815,922</u>      | <u>0</u>                         |
| Student Support and Academic Enrichment - 2024                                                      | 84.424                                   | <u>25,224</u>       | <u>0</u>                     | <u>23,397</u>       | <u>0</u>                         |
| Supporting Efficetive Instruction State Grants<br>(formerly Improving Teacher Qaulity State Grants) | 84.367                                   | <u>72,850</u>       | <u>0</u>                     | <u>52,166</u>       | <u>0</u>                         |
| <b>Total U.S. Department of Education</b>                                                           |                                          | <u>1,184,434</u>    | <u>0</u>                     | <u>1,140,873</u>    | <u>0</u>                         |
| <b><u>U.S. Department of the Treasury</u></b>                                                       |                                          |                     |                              |                     |                                  |
| <i>Passed through the Ohio Facilities Construction Commission (OFCC)</i>                            |                                          |                     |                              |                     |                                  |
| COVID-19 Coronavirus State and Local Fiscal Recovery Funds                                          | 21.027                                   | <u>0</u>            | <u>0</u>                     | <u>178,409</u>      | <u>0</u>                         |
| <b>Total U.S. Department of the Treasury</b>                                                        |                                          | <u>0</u>            | <u>0</u>                     | <u>178,409</u>      | <u>0</u>                         |
| <b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>                                                         |                                          | <u>\$ 1,587,826</u> | <u>\$ 95,354</u>             | <u>\$ 1,722,674</u> | <u>\$ 95,354</u>                 |

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

**NORDONIA HILLS CITY SCHOOL DISTRICT  
SUMMIT COUNTY, OHIO  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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**NOTE 1: BASIS OF PRESENTATION**

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the Nordonía Hills City School District under programs of the federal government for the year ended June 30, 2025. The information in this Schedule is presented 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 Nordonía Hills City School District, it is not intended to and does not present the financial position, changes in net position, or cash flows of Nordonía Hills City School District.

**NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**NOTE 3: INDIRECT COST RATE**

Nordonía Hills City School District has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

**NOTE 4: CHILD NUTRITION CLUSTER**

Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first.

**NOTE 5: FOOD DONATION PROGRAM**

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

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

Nordonia Hills City School District  
Summit County  
9370 Olde Eight Road  
Northfield, Ohio 44067

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 Nordonia Hills City School District, Summit County, Ohio, (the District) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 22, 2025, wherein we noted the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*.

**Report on Internal Control Over Financial Reporting**

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

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

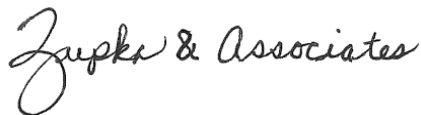
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

### **Report on Compliance and Other Matters**

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

### **Purpose of This Report**

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

A handwritten signature in cursive script that reads "Zupka & Associates".

Zupka & Associates  
Certified Public Accountants

December 22, 2025

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

Nordonia Hills City School District  
Summit County  
9370 Olde Eight Road  
Northfield, Ohio 44067

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 Nordonia Hills City School District, Summit County, Ohio's (the District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the District's major federal program for the year ended June 30, 2025. The District's major federal program is identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the Nordonia Hills City School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2025.

***Basis for Opinion on Each Major Federal Program***

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

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

***Responsibilities of Management for Compliance***

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 to the District's federal programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

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

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

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

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

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

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

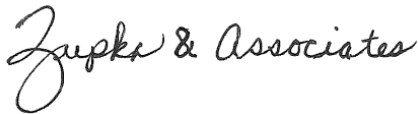
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of 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 also audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 22, 2025, which contained unmodified opinions on those financial statements wherein we noted the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for the purpose 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.



Zupka & Associates  
Certified Public Accountants

December 22, 2025

**NORDONIA HILLS CITY SCHOOL DISTRICT  
SUMMIT COUNTY, OHIO  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
UNIFORM GUIDANCE  
JUNE 30, 2025**

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

|            |                                                                                                                       |                                         |
|------------|-----------------------------------------------------------------------------------------------------------------------|-----------------------------------------|
| 2025(i)    | Type of Financial Statement Opinion                                                                                   | Unmodified                              |
| 2025(ii)   | Were there any material control weaknesses reported at the financial statement level (GAGAS)?                         | No                                      |
| 2025(ii)   | Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?        | No                                      |
| 2025(iii)  | Was there any reported material noncompliance at the financial statement level (GAGAS)?                               | No                                      |
| 2025(iv)   | Were there any material internal control weaknesses reported for major federal programs?                              | No                                      |
| 2025(iv)   | Were there any significant deficiencies in internal control reported for major federal programs?                      | No                                      |
| 2025(v)    | Type of Major Programs' Compliance Opinions                                                                           | Unmodified                              |
| 2025(vi)   | Are there any reportable findings under 2 CFR 200.516(a)?                                                             | No                                      |
| 2025(vii)  | Major Programs (list):<br><br>Special Education Cluster (IDEA):<br>Special Education - Grants to States - ALN #84.027 |                                         |
| 2025(viii) | Dollar Threshold: A/B Program                                                                                         | Type A: \$750,000<br>Type B: All Others |
| 2025(ix)   | Low Risk Auditee?                                                                                                     | Yes                                     |

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

None.

**3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

None.

**NORDONIA HILLS CITY SCHOOL DISTRICT  
SUMMIT COUNTY, OHIO  
SCHEDULE OF PRIOR AUDIT FINDINGS AND RECOMMENDATIONS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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The audit report for the fiscal year ending June 30, 2024, contained no audit findings.

# OHIO AUDITOR OF STATE KEITH FABER



**NORDONIA HILLS 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 4/21/2026**

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

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