



OHIO AUDITOR OF STATE
KEITH FABER



**REYNOLDSBURG CITY SCHOOL DISTRICT
FRANKLIN COUNTY
JUNE 30, 2025**

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REYNOLDSBURG CITY SCHOOL DISTRICT
FRANKLIN COUNTY
JUNE 30, 2025

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OHIO AUDITOR OF STATE KEITH FABER

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INDEPENDENT AUDITOR'S REPORT

Reynoldsburg City School District
Franklin County
7244 East Main Street
Reynoldsburg, Ohio 43068

To the Board of Education:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Reynoldsburg City School District, Franklin County, Ohio (School District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Reynoldsburg City School District, Franklin County, Ohio as of June 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 School District's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the School District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, and schedules of net pension and other 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 School District's basic financial statements. The Schedule of Expenditures of Federal Awards as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards is presented for purposes of additional analysis 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 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 Schedule of Expenditures of Federal Awards as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 8, 2026, on our consideration of the School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control over financial reporting and compliance.

KEITH FABER
Ohio Auditor of State



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

June 8, 2026

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Reynoldsburg City School District
Franklin County, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2025

As management of the Reynoldsburg City School District (the School District), we offer readers of the School District's financial statements this narrative overview and analysis of the School District's financial activities for the fiscal year ended June 30, 2025. Readers should also review the basic financial statements and notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2025 are as follows:

- The assets and deferred outflows of resources of the School District exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$57 million (net position).
- The School District's total net position increased by \$9 million during the fiscal year.
- As of the close of the current fiscal year, the School District's governmental funds reported combined ending fund balances of \$73 million, a decrease of \$2 million in comparison with the prior fiscal year. Of this amount, \$27 million is available for spending at the School District's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned balance for the general fund was \$27 million.

Reporting the School District as a Whole

The Statement of Net Position and Statement of Activities

One of the most important questions asked about the School District's finances is, "Is the School District better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the School District as a whole and about its activities in a manner that helps answer this question. These statements include all assets, deferred outflows of resources, liabilities and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by private sector corporations. All of the current year revenues and expenses are taken into consideration regardless of when cash is received or paid.

These two statements report the School District's net position and changes in net position. The change in net position provides the reader a tool to assist in determining whether the School District's financial health is improving or deteriorating. The reader will need to consider other non-financial factors such as property tax base, current property tax laws, student enrollment growth, and facility conditions in arriving at their conclusion regarding the overall health of the School District.

Reynoldsburg City School District
Franklin County, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2025

Reporting the School District's Most Significant Funds

Fund Financial Statements

Our analysis of the School District's major funds appears on the fund financial statements beginning with the Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances. These statements provide detailed information about the most significant funds—not the School District as a whole. Some funds are required to be established by State statute, while many other funds are established by the School District to help manage money for particular purposes and compliance with various grant provisions. The School District's three types of funds, governmental, proprietary, and fiduciary use different accounting approaches as further described in the notes to the basic financial statements.

Governmental Funds

Most of the School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting which measures cash and 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 financial resources available to spend in the near future to finance the School District's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the basic financial statements.

Proprietary Funds

The School District uses an internal service fund to account for health and dental claims and premiums. This fund uses the accrual basis of accounting; the same as on the entity-wide statements. Internal service funds are an accounting device used to accumulate and allocate costs internally among the School District's various funds. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the governmental-wide statements.

Fiduciary Fund

The School District's fiduciary fund is used to account for resources held for the benefit of parties outside the School District. The fiduciary fund is not reflected in the government-wide financial statement because the resources of the fund are not available to support the School District's programs. The accounting used for the fiduciary fund is much like that used for proprietary funds.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the School District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources according to the Statement of Net Position at the close of the most recent fiscal year.

Reynoldsburg City School District
Franklin County, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2025

The School District's net position at fiscal year-end was as follows:

	Governmental Activities		
	2025	2024	Change
Assets			
Current Assets	\$ 129,989,443	\$ 130,739,264	\$ (749,821)
Net OPEB Asset	6,148,063	6,180,924	(32,861)
Capital Assets	101,380,545	102,927,886	(1,547,341)
<i>Total Assets</i>	<u>237,518,051</u>	<u>239,848,074</u>	<u>(2,330,023)</u>
Deferred Outflows of Resources			
Deferred Charges	5,701,921	6,524,540	(822,619)
Pension & OPEB	19,790,350	20,814,684	(1,024,334)
<i>Total Deferred Outflows of Resources</i>	<u>25,492,271</u>	<u>27,339,224</u>	<u>(1,846,953)</u>
Liabilities			
Current Liabilities	16,111,857	14,980,967	1,130,890
Long-Term Liabilities:			
Due Within One Year	7,047,642	6,838,090	209,552
Due In More Than One Year:			
Pension & OPEB	77,632,700	86,369,371	(8,736,671)
Other Amounts	57,723,232	67,314,334	(9,591,102)
<i>Total Liabilities</i>	<u>158,515,431</u>	<u>175,502,762</u>	<u>(16,987,331)</u>
Deferred Inflows of Resources			
Property Taxes	30,057,105	28,814,082	1,243,023
Other	406,756	438,451	(31,695)
Pension & OPEB	17,031,464	14,325,927	2,705,537
<i>Total Deferred Inflows of Resources</i>	<u>47,495,325</u>	<u>43,578,460</u>	<u>3,916,865</u>
Net Position			
Net Investment in Capital Assets	42,949,629	39,158,954	3,790,675
Restricted	21,861,899	26,575,524	(4,713,625)
Unrestricted	(7,811,962)	(17,628,402)	9,816,440
<i>Total Net Position</i>	<u>\$ 56,999,566</u>	<u>\$ 48,106,076</u>	<u>\$ 8,893,490</u>

The decrease in deferred charges is due to the amortization of the refunding loss during the fiscal year.

There was a significant change in net pension/OPEB liability (asset) for the School District. These fluctuations are due to changes in the retirement systems unfunded liabilities/assets that are passed through to the School District's financial statements. All components of pension and OPEB accruals contribute to the fluctuations in deferred outflows/inflows, net OPEB asset and noncurrent liabilities are described in more detail in their respective notes.

There was a decrease in other long-term liabilities that was primarily due to principal payments that were made during the fiscal year.

Reynoldsburg City School District
Franklin County, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2025

Governmental Activities

Net position of the School District's governmental activities increased. The details of this increase in net position are as follows:

	Governmental Activities		
	2025	2024	Change
Revenues			
<i>Program Revenues</i>			
Charges for Services	\$ 2,962,285	\$ 3,083,542	\$ (121,257)
Operating Grants	10,996,927	17,172,338	(6,175,411)
<i>Total Program Revenues</i>	<u>13,959,212</u>	<u>20,255,880</u>	<u>(6,296,668)</u>
General Revenues			
Property Taxes	36,716,820	34,824,766	1,892,054
Income Taxes	7,250,327	7,050,786	199,541
Grants & Entitlements	60,552,794	59,346,773	1,206,021
Payments in Lieu of Taxes	5,272,852	4,515,654	757,198
Miscellaneous	934,969	489,906	445,063
<i>Total General Revenues</i>	<u>114,413,932</u>	<u>110,017,463</u>	<u>4,396,469</u>
<i>Total Revenues</i>	<u>128,373,144</u>	<u>130,273,343</u>	<u>(1,900,199)</u>
Program Expenses			
Instruction:			
Regular	43,023,220	43,962,046	(938,826)
Special	23,234,560	20,292,396	2,942,164
Vocational	136,080	170,692	(34,612)
Student Intervention Services	1,223,914	131,847	1,092,067
Other	570,515	3,525,563	(2,955,048)
Support Services:			
Pupils	7,947,237	7,333,954	613,283
Instructional Staff	1,984,659	3,674,540	(1,689,881)
Board of Education	61,348	40,362	20,986
Administration	8,408,097	9,450,446	(1,042,349)
Fiscal	1,778,313	1,798,903	(20,590)
Business	338,592	315,724	22,868
Operation and Maintenance of Plant	10,789,427	9,678,048	1,111,379
Pupil Transportation	5,676,603	5,516,067	160,536
Central	4,255,802	1,024,691	3,231,111
Operation of Non-Instructional Services:			
Food Service Operations	5,411,231	4,895,987	515,244
Community Services	616,793	555,756	61,037
Extracurricular Activities	1,489,359	1,482,978	6,381
Interest and Fiscal Charges	2,533,904	2,816,436	(282,532)
<i>Total Expenses</i>	<u>119,479,654</u>	<u>116,666,436</u>	<u>2,813,218</u>
<i>Change in Net Position</i>	<u>8,893,490</u>	<u>13,606,907</u>	<u>(4,713,417)</u>
<i>Net Position Beginning of Year</i>	<u>48,106,076</u>	<u>34,499,169</u>	<u>13,606,907</u>
<i>Net Position End of Year</i>	<u>\$ 56,999,566</u>	<u>\$ 48,106,076</u>	<u>\$ 8,893,490</u>

Reynoldsburg City School District
Franklin County, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2025

Operating grants decreased significantly in comparison with the prior fiscal year, primarily as a result of a decrease in grant revenue related to the Elementary and Secondary School Emergency Relief (ESSER) program in comparison with the prior fiscal year.

Payments in lieu of taxes increased significantly in comparison with the prior fiscal year. This increase is primarily the result of receipts from the City of Reynoldsburg for tax increment financing agreements within the City of Reynoldsburg.

The change in program expenses was primarily caused by changes in the School District's proportionate share of the net pension liability, net OPEB liability/asset and related accruals. As previously indicated, these items are explained in detail within their respective notes.

Special education instruction saw an increase in current year due to an increase in services purchased from the ESC. Other instruction expenses decreased significantly in comparison with the prior fiscal year due to the purchase of chrome books for students in the prior fiscal year.

Instructional staff, administration and central support services decreased due to a decrease in the utilization of outside services. Operations and maintenance of plant increased in comparison with the prior fiscal year due to an increase in contracts and retainage payable for the roofing and kitchen renovation projects.

Financial Analysis of the School District's Funds

As noted earlier, the School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of the School District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the School District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The School District's major funds are accounted for using the modified accrual basis of accounting.

	6/30/2025	6/30/2024	
	Fund Balance	Fund Balance	Change
General Fund	\$ 28,857,769	\$ 56,303,897	\$ (27,446,128)
Bond Retirement Fund	9,232,721	9,033,454	199,267
Capital Projects Fund	29,013,431	2,814,676	26,198,755

The General Fund saw a decrease in fund balance in the current fiscal year. This was primarily caused by transfers out to the capital projects fund to fund the School District's capital improvement plan.

The Debt Service Fund saw a slight increase during the fiscal year. This increase represents the amount in which property taxes and related revenues exceeded debt service expenditures.

The Capital Projects fund saw a significant increase due to transfers in from the general fund, as previously mentioned.

Reynoldsburg City School District
Franklin County, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2025

General Fund Budget Information

The School District's budget is prepared in accordance with Ohio law and is based on the cash basis of accounting, utilizing cash receipts, disbursements and encumbrances. Changes are made to the School District's budget as changes in revenues and spending patterns are experienced. During the fiscal year, there were no adjustments made to the revenues. Actual revenues were higher than the final estimated resources and other financing sources as property taxes received were higher than anticipated.

During the fiscal year, the School District amended its General fund appropriations several times. Final budgeted expenditures and other financing uses were increased during the fiscal year from the original budgeted expenditures. The actual budgetary expenditures were less than the final budgeted expenditures. The variance is primarily the result of transfers out to the capital projects fund.

Capital Assets

At the end of the fiscal year, the School District's capital assets decreased in comparison with the prior fiscal year. This decrease represents the amount in which current year depreciation and disposals exceeded capital acquisitions. This investment in capital assets includes land, construction in progress, land improvements, buildings, buildings and improvements, furniture, fixtures and equipment, and vehicles.

See Note 8 to the basic financial statements for additional information on capital assets.

Debt

At the end of the fiscal year, the School District's total bonded debt outstanding and direct borrowings decreased in comparison with the prior fiscal year. This decrease represents the amount in which current year principal payments and amortization exceeded current year accretion.

See Note 9 to the basic financial statements for additional information on long-term obligations.

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 reflect the School District's accountability for monies it receives. Questions concerning any information in this report or request for additional information should be directed to Ms. Emily Hatfield, Treasurer, Reynoldsburg City School District, 7244 E. Main Street, Reynoldsburg, Ohio 43068-3585.

Reynoldsburg City School District
Franklin County, Ohio
Statement of Net Position
June 30, 2025

	Governmental Activities
Assets	
Equity in Pooled Cash and Investments	\$ 83,407,163
Accrued Interest Receivable	309,400
Intergovernmental Receivable	1,205,624
Property Taxes Receivable	37,580,898
Income Taxes Receivable	3,043,086
Payments in Lieu of Taxes Receivable	3,984,753
Leases Receivable	458,519
Net OPEB Asset	6,148,063
Capital Assets, not Being Depreciated	10,755,079
Capital Assets Being Depreciated, Net	90,625,466
<i>Total Assets</i>	<u>237,518,051</u>
Deferred Outflows of Resources	
Deferred Charges on Refunding	5,701,921
Pension	17,389,692
OPEB	2,400,658
<i>Total Deferred Outflows of Resources</i>	<u>25,492,271</u>
Liabilities	
Accounts Payable	469,082
Accrued Wages and Benefits	10,703,532
Contracts Payable	1,339,490
Retainage Payable	39,702
Intergovernmental Payable	1,958,080
Accrued Interest Payable	196,860
Claims Payable	1,405,111
Long-Term Liabilities:	
Due Within One Year	7,047,642
Due In More Than One Year:	
Net Pension Liability	75,067,604
Net OPEB Liability	2,565,096
Other Amounts Due in More Than One Year	57,723,232
<i>Total Liabilities</i>	<u>158,515,431</u>
Deferred Inflows of Resources	
Property Taxes Levied for the Next Year	30,057,105
Leases	406,756
Pension	8,918,146
OPEB	8,113,318
<i>Total Deferred Inflows of Resources</i>	<u>47,495,325</u>
Net Position	
Net Investment in Capital Assets	42,949,629
Restricted for:	
Capital Projects	336,664
Debt Service	9,117,227
Classroom Facilities Maintenance	527,842
State Funded Programs	230,621
Federally Funded Programs	701,701
Food Service	4,467,990
OPEB Asset	6,148,063
Other Purposes	331,791
Unrestricted	(7,811,962)
<i>Total Net Position</i>	<u>\$ 56,999,566</u>

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin County, Ohio
Statement of Activities
For the Fiscal Year Ended June 30, 2025

	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental Activities				
Instruction:				
Regular	\$ 43,023,220	\$ 595,942	\$ 486,422	\$ (41,940,856)
Special	23,234,560	895,906	4,049,473	(18,289,181)
Vocational	136,080	-	-	(136,080)
Student Intervention Services	1,223,914	-	69,379	(1,154,535)
Other	570,515	-	300,155	(270,360)
Support Services:				
Pupils	7,947,237	59,659	63,286	(7,824,292)
Instructional Staff	1,984,659	24	31,142	(1,953,493)
Board of Education	61,348	-	-	(61,348)
Administration	8,408,097	487	106,634	(8,300,976)
Fiscal	1,778,313	-	19,153	(1,759,160)
Business	338,592	-	-	(338,592)
Operation and Maintenance of Plant	10,789,427	154,117	1,742,707	(8,892,603)
Pupil Transportation	5,676,603	2,486	113,668	(5,560,449)
Central	4,255,802	17,010	-	(4,238,792)
Operation of Non-Instructional Services:				
Food Service Operations	5,411,231	686,622	3,421,477	(1,303,132)
Community Services	616,793	7,584	576,791	(32,418)
Extracurricular Activities	1,489,359	542,448	16,640	(930,271)
Interest and Fiscal Charges	2,533,904	-	-	(2,533,904)
<i>Total</i>	<u>\$ 119,479,654</u>	<u>\$ 2,962,285</u>	<u>\$ 10,996,927</u>	<u>(105,520,442)</u>

General Revenues

Property Taxes Levied for:

General Purpose	28,207,023
Debt Service	8,189,078
Classroom Facilities	320,719
Income Taxes	7,250,327
Grants and Entitlements not Restricted to Specific Programs	60,552,794
Payments in Lieu of Taxes	5,272,852
Investment Earnings	3,686,170
Miscellaneous	934,969

Total General Revenues 114,413,932

Change in Net Position 8,893,490

Net Position Beginning of Year 48,106,076

Net Position End of Year \$ 56,999,566

Reynoldsburg City School District
Franklin County, Ohio
Balance Sheet
Governmental Funds
June 30, 2025

	General	Bond Retirement Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
Assets					
Equity in Pooled Cash and Investments	\$ 28,781,869	\$ 7,228,632	\$ 29,013,431	\$ 8,208,918	\$ 73,232,850
Accrued Interest Receivable	309,400	-	-	-	309,400
Intergovernmental Receivable	71,651	-	-	1,133,973	1,205,624
Property Taxes Receivable	29,030,913	8,223,627	-	326,358	37,580,898
Income Taxes Receivable	3,043,086	-	-	-	3,043,086
Payments in Lieu of Taxes Receivable	3,917,962	63,742	-	3,049	3,984,753
Leases Receivable	458,519	-	-	-	458,519
Due from Other Funds	531,337	-	-	-	531,337
<i>Total Assets</i>	<u>\$ 66,144,737</u>	<u>\$ 15,516,001</u>	<u>\$ 29,013,431</u>	<u>\$ 9,672,298</u>	<u>\$ 120,346,467</u>
Liabilities					
Accounts Payable	\$ 442,246	\$ -	\$ -	\$ 26,836	\$ 469,082
Accrued Wages and Benefits	9,816,300	-	-	887,232	10,703,532
Contracts Payable	174,330	-	-	1,165,160	1,339,490
Retainage Payable	-	-	-	39,702	39,702
Intergovernmental Payable	1,774,694	-	-	183,386	1,958,080
Due to Other Funds	-	-	-	531,337	531,337
<i>Total Liabilities</i>	<u>12,207,570</u>	<u>-</u>	<u>-</u>	<u>2,833,653</u>	<u>15,041,223</u>
Deferred Inflows of Resources					
Property Taxes Levied for the Next Year	24,065,565	5,761,995	-	229,545	30,057,105
Unavailable Revenue	1,061,743	66,619	-	351,384	1,479,746
Leases	406,756	-	-	-	406,756
<i>Total Deferred Inflows of Resources</i>	<u>25,534,064</u>	<u>5,828,614</u>	<u>-</u>	<u>580,929</u>	<u>31,943,607</u>
Fund Balances					
Nonspendable	-	-	-	25,000	25,000
Restricted	3,974	9,687,387	-	5,391,458	15,082,819
Committed	-	-	-	100,676	100,676
Assigned	1,548,052	-	29,013,431	1,267,381	31,828,864
Unassigned	26,851,077	-	-	(526,799)	26,324,278
<i>Total Fund Balance</i>	<u>28,403,103</u>	<u>9,687,387</u>	<u>29,013,431</u>	<u>6,257,716</u>	<u>73,361,637</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 66,144,737</u>	<u>\$ 15,516,001</u>	<u>\$ 29,013,431</u>	<u>\$ 9,672,298</u>	<u>\$ 120,346,467</u>

Reynoldsburg City School District
Franklin County, Ohio
Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
June 30, 2025

Total Governmental Fund Balances		\$ 73,361,637
<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.		101,380,545
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Intergovernmental	\$ 377,568	
Property Taxes	258,513	
Income Taxes	557,292	
Interest	<u>286,373</u>	1,479,746
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		8,769,202
Accrued interest payable is not due and payable in the current period and therefore not reported in the funds.		(196,860)
Unamortized loss on refunding represents deferred outflows, which do not use current financial resources and, therefore, are not reported in the funds.		5,701,921
The net pension liability and net OPEB liability (asset) are not due and payable in the current period, therefore, the liability (asset) and related deferred inflows/outflows are not reported in governmental funds.		
Net OPEB Asset	6,148,063	
Deferred Outflows - Pension	17,389,692	
Deferred Outflows - OPEB	2,400,658	
Net Pension Liability	(75,067,604)	
Net OPEB Liability	(2,565,096)	
Deferred Inflows - Pension	(8,918,146)	
Deferred Inflows - OPEB	<u>(8,113,318)</u>	(68,725,751)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Serial and Term Bonds	(49,355,000)	
Lease Purchase Bonds	(7,865,000)	
Unamortized Bond Premium	(5,488,658)	
Capital Appreciation Bonds	(748,694)	
Compensated Absences	<u>(1,313,522)</u>	(64,770,874)
<i>Net Position of Governmental Activities</i>		<u><u>\$ 56,999,566</u></u>

Reynoldsburg City School District
Franklin County, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2025

	General	Bond Retirement Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
Revenues					
Property and Other Local Taxes	\$ 28,162,884	\$ 8,167,768	\$ -	\$ 320,134	\$ 36,650,786
Income Taxes	7,317,189	-	-	-	7,317,189
Intergovernmental	59,895,518	641,622	-	13,162,070	73,699,210
Investment Income	3,634,168	-	-	-	3,634,168
Tuition and Fees	1,493,998	-	-	-	1,493,998
Extracurricular Activities	47,076	-	-	537,619	584,695
Charges for Services	-	-	-	840,739	840,739
Rent	42,855	-	-	-	42,855
Contributions and Donations	5,836	-	-	18,746	24,582
Payments in Lieu of Taxes	5,206,793	63,065	-	2,994	5,272,852
Miscellaneous	822,281	-	-	98,709	920,990
<i>Total Revenues</i>	<u>106,628,598</u>	<u>8,872,455</u>	<u>-</u>	<u>14,981,011</u>	<u>130,482,064</u>
Expenditures					
Current:					
Instruction:					
Regular	44,369,471	-	-	533,199	44,902,670
Special	18,646,219	-	-	5,766,563	24,412,782
Vocational	142,250	-	-	-	142,250
Student Intervention Services	1,146,047	-	-	77,867	1,223,914
Other	35,341	-	-	490,944	526,285
Support Services:					
Pupils	7,864,729	-	-	86,813	7,951,542
Instructional Staff	2,006,085	-	-	59,172	2,065,257
Board of Education	59,939	-	-	-	59,939
Administration	8,574,328	-	-	142,713	8,717,041
Fiscal	1,641,847	105,877	-	25,259	1,772,983
Business	353,454	-	-	-	353,454
Operation and Maintenance of Plant	10,847,350	-	-	2,097,654	12,945,004
Pupil Transportation	5,544,213	-	-	202,288	5,746,501
Central	4,262,182	-	-	-	4,262,182
Operation of Non-Instructional/Shared Services:					
Food Service Operations	-	-	-	5,367,664	5,367,664
Community Services	24,713	-	-	585,472	610,185
Extracurricular Activities	635,004	-	-	898,102	1,533,106
Capital Outlay	30,594	-	-	293,268	323,862
Debt Service					
Principal Retirement	900,627	5,800,000	-	-	6,700,627
Interest and Fiscal Charges	187,017	2,312,645	-	-	2,499,662
<i>Total Expenditures</i>	<u>107,271,410</u>	<u>8,218,522</u>	<u>-</u>	<u>16,626,978</u>	<u>132,116,910</u>
<i>Excess of Revenues Over Expenditures</i>	<u>(642,812)</u>	<u>653,933</u>	<u>-</u>	<u>(1,645,967)</u>	<u>(1,634,846)</u>
Other Financing Sources (Uses)					
Proceeds from Sale of Assets	13,977	-	-	-	13,977
Transfers In	-	-	26,198,755	1,075,581	27,274,336
Transfers Out	(27,271,959)	-	-	(2,377)	(27,274,336)
<i>Total Other Financing Sources (Uses)</i>	<u>(27,900,794)</u>	<u>653,933</u>	<u>26,198,755</u>	<u>1,073,204</u>	<u>13,977</u>
<i>Net Change in Fund Balances</i>	<u>(27,446,128)</u>	<u>199,267</u>	<u>26,198,755</u>	<u>(572,763)</u>	<u>(1,620,869)</u>
<i>Fund Balances Beginning of Year, as previously presented</i>	<u>56,303,897</u>	<u>9,033,454</u>	<u>-</u>	<u>9,645,155</u>	<u>74,982,506</u>
<i>Change within Financial Entity</i>					
Nonmajor to Major Fund	-	-	2,814,676	(2,814,676)	-
<i>Fund Balances Beginning of Year, as adjusted</i>	<u>56,303,897</u>	<u>9,033,454</u>	<u>2,814,676</u>	<u>6,830,479</u>	<u>74,982,506</u>
<i>Fund Balances End of Year</i>	<u>\$ 28,403,103</u>	<u>\$ 9,687,387</u>	<u>\$ 29,013,431</u>	<u>\$ 6,257,716</u>	<u>\$ 73,361,637</u>

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin County, Ohio
Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2025

Net Change in Fund Balances - Total Governmental Funds		\$ (1,620,869)
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.		
Capital Asset Additions	\$ 2,840,760	
Current Year Depreciation	<u>(3,968,544)</u>	(1,127,784)
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.		(419,557)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Intergovernmental	(2,174,071)	
Property Tax	66,034	
Income Tax	(66,862)	
Interest	<u>52,002</u>	(2,122,897)
Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
Serial and Term Bonds	5,800,000	
Financed Purchase	890,000	
Lease Purchase Bonds	<u>10,627</u>	6,700,627
Amortization of premium on bonds are not reported in the fund but are allocated as an expense over the life of the debt in the statement of activities.		839,200
In the statement of activities, interest is accrued and accreted on outstanding bonds, and bond premium and the gain/loss on refunding are amortized over the term of the bonds, whereas in governmental funds, an interest expenditure is reported when bonds are issued.		
Accrued Interest Payable	22,884	
Amortization of Refunding Loss	(822,619)	
Accreted Interest	<u>(73,707)</u>	(873,442)
Contractually required pension/OPEB contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.		
Pension	8,875,004	
OPEB	<u>213,154</u>	9,088,158
Except for amount reported as deferred inflows/outflows, changes in the net pension/OPEB liability (asset) are reported as pension/OPEB expense in the statement of activities.		
Pension	(5,759,329)	
OPEB	<u>1,645,110</u>	(4,114,219)
The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the statement of activities. Governmental expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.		628,843
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		<u>1,915,430</u>
<i>Change in Net Position of Governmental Activities</i>		<u><u>\$ 8,893,490</u></u>

Reynoldsburg City School District
Franklin County, Ohio
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 Final Budget
	Original	Final		
Revenues and Other Financing Sources	\$ 102,296,778	\$ 102,296,778	\$ 108,190,843	\$ 5,894,065
Expenditures and Other Financing Uses	123,790,448	143,790,448	137,377,505	6,412,943
Net Change in Fund Balance	(21,493,670)	(41,493,670)	(29,186,662)	12,307,008
<i>Fund Balance Beginning of Year</i>	50,228,920	50,228,920	50,228,920	-
Prior Year Encumbrances Appropriated	5,665,466	5,665,466	5,665,466	-
<i>Fund Balance End of Year</i>	<u>\$ 34,400,716</u>	<u>\$ 14,400,716</u>	<u>\$ 26,707,724</u>	<u>\$ 12,307,008</u>

Reynoldsburg City School District
Franklin County, Ohio
Statement of Fund Net Position
Proprietary Fund
June 30, 2025

	Governmental Activities
	Internal Service Fund
Assets	
<i>Current Assets:</i>	
Equity in Pooled Cash and Cash Equivalents	\$ 10,174,313
<i>Current Liabilities:</i>	
Claims Payable	1,405,111
Net Position	
Unrestricted	8,769,202
Total Net Position	\$ 8,769,202

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin County, Ohio
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Fund
For the Fiscal Year Ended June 30, 2025

	Governmental Activities
	Internal Service Fund
Operating Revenues	
Charges for Services	\$ 16,093,992
Operating Expenses	
Purchased Services	1,895,410
Claims	13,524,394
Other	45,345
<i>Total Operating Expenses</i>	<u>15,465,149</u>
<i>Change in Net Position and Operating Income</i>	628,843
<i>Net Position Beginning of Year</i>	<u>8,140,359</u>
<i>Net Position End of Year</i>	<u><u>\$ 8,769,202</u></u>

Reynoldsburg City School District
Franklin County, Ohio
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2025

	Governmental Activities
	Internal Service Fund
Cash Flows from Operating Activities	
Cash Received from Charges for Services	\$ 16,093,992
Cash Payments for Purchased Services	(1,895,410)
Cash Payments for Claims	(13,437,766)
Other Cash Payments	(45,345)
<i>Net Cash Provided by Operating Activities</i>	<u>715,471</u>
 <i>Increase in Cash and Cash Equivalents</i>	 715,471
 <i>Cash and Cash Equivalents Beginning of Year</i>	 <u>9,458,842</u>
 <i>Cash and Cash Equivalents End of Year</i>	 <u><u>\$ 10,174,313</u></u>
 Reconciliation of Operating Income to Net Cash Provided by Operating Activities	
Operating Income	\$ 628,843
Adjustments:	
Increase (Decrease) in Liabilities:	
Claims Payable	<u>86,628</u>
<i>Net Cash Provided by Operating Activities</i>	<u><u>\$ 715,471</u></u>

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin County, Ohio
Statement of Fiduciary Net Position
Custodial Fund
June 30, 2025

	<u>Custodial</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	<u>\$ 8,452</u>
Liabilities	
Accounts Payable	<u>8,452</u>
Net Position	
<i>Total Net Position</i>	<u><u>\$ -</u></u>

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin County, Ohio
Statement of Changes in Fiduciary Net Position
Custodial Fund
For the Fiscal Year Ended June 30, 2025

	<u>Custodial</u>
Additions	
Extracurricular Amounts Collected for Other Governments	<u>\$ 5,915</u>
Deductions	
Extracurricular Distributions to Other Governments	<u>5,915</u>
<i>Change in Net Position</i>	<u>-</u>
<i>Net Position Beginning of Year</i>	<u>-</u>
<i>Net Position End of Year</i>	<u><u>\$ -</u></u>

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

NOTE 1 – DESCRIPTION OF THE SCHOOL DISTRICT

The Reynoldsburg City School District (the “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 is a city school district as defined by Section 3311.03 of the Ohio Revised Code. The School District operates under an elected Board of Education and is responsible for the provision of public education to residents of the School District.

The School District employs non-certified and certified employees to provide services to students and community groups. The School District provides regular, vocational and special instruction. The School District also provides support services for the pupils, instructional staff, general and school administration, business and fiscal services, facilities acquisitions and construction services, operation and maintenance of plant, student transportation, food services, extracurricular activities and non-programmed services.

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

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization’s governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization’s resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. The School District is also financially accountable for any 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. Component units also include legally separate, tax-exempt entities whose resources are for the direct benefit of the School District, are accessible to the School District and are significant in amount to the School District. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government’s financial statements incomplete or misleading. Based upon the application of these criteria, the School District does not have any component units.

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

Jointly Governed Organization

META Solutions

The School District is a member of Meta Solutions. META Solutions is a consortium that provides software, hardware, staff development, and technology integration support for member schools. As one of 20+ ITC-sites around the state, META Solutions is a member of the Ohio Education Computer Network (OECN) which provides fiscal, support, and student services statewide to Ohio's school districts. Beyond these core services, META Solutions also provides additional services to member schools and contracted institutions. Financial information can be obtained from the offices of the Treasurer at 100 Executive Drive, Marion, Ohio, 43302.

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

Public Entity Risk Pool

Comp Management Group Retrospective Rating Program

The School District participates in the Comp Management Group Retrospective Rating Program, a voluntary performance based incentive program. Similar to group rating, companies are grouped together to achieve lower premiums than they could as individuals. However, in this program, employers continue to own individual premiums and the BWC calculates group retro rebates/assessments at 12, 24 and 36 months after the end of the policy. This creates an incentive for participants to control and reduce losses by practicing effective workplace safety and claims management.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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, except for fiduciary funds. The activity of the internal service fund is also eliminated to avoid "doubling up" revenues and expenses.

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

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

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

column. The internal service fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

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. There are three categories of funds: governmental, proprietary, and fiduciary.

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 School District's primary operating fund. It accounts for all financial resources of the general government, except for those required to be accounted for in another fund.

Bond Retirement Fund - The bond retirement fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Capital Projects Fund - The capital projects fund is used to account for financial resources committed for various capital improvements within the School District.

The other governmental funds of the School District account for grants and other resources to which the School District is bound to observe constraints imposed upon the use of the resources.

Proprietary Funds Proprietary funds focus on the determination of operating income, changes in net position, financial position and cash flows and are classified as either enterprise or internal service. The School District's only proprietary funds are internal service funds.

Internal Service - Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or, agencies of the government generally on a cost-reimbursement basis. The School District has one such fund, an Employee Benefits Self-Insurance Fund.

Fiduciary funds Fiduciary funds focus on net position and changes in net position. The fiduciary funds are split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private purpose trust funds, and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangements that have certain characteristics. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. The School District's fiduciary fund is a custodial fund. The custodial fund is used to account for the School District's Ohio High School Athletic Association events.

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

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

The statement of changes in fiduciary net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of changes in fiduciary net position reports additions to and deductions from custodial 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 and the statements for the proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the 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 Non-Exchange Transactions Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within sixty days of the fiscal year-end.

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 5). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

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 future periods 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, for pension and OPEB. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 10 and 11.

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 future periods and will not be recognized as an inflow of resources (revenue) until that time. For the School District, deferred inflows of resources include property taxes, payments in lieu of taxes, pension, OPEB, and unavailable revenue. Property 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 may include delinquent property taxes, intergovernmental grants, and miscellaneous revenues. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. Deferred inflows of resources related to pension and OPEB are reported on the government-wide statement of net position. (See Notes 10 and 11).

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

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

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Budgetary Process

All funds, except custodial funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of 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 the Board of Education may appropriate. The appropriations resolution is the Board's authorization to spend resources and sets annual limits on cash disbursements plus encumbrances at the level of control selected by the Board. The legal level of control has been established by the Board at the fund level for all funds. Budgetary allocations at the function and object level within all funds are made by the Treasurer.

The certificate of estimated resources may be amended during the fiscal year if projected increases or decreases in receipts are identified by the Treasurer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the amended certificate of estimated resources in effect at the time final appropriations were passed by the Board.

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

Cash and Investments

To improve cash management, all cash received by the School District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through School District records. Interest in the pool is presented as "equity in pooled cash and investments."

Investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are presented on the financial statements as "equity in pooled cash and investments." Investments with an original maturity of more than three months that are not made from the pool are reported as "investments".

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.

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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 the current fiscal year, 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, specified the funds to receive an allocation of interest earnings. Interest receipts credited to the General Fund during the fiscal year was \$3,634,168, which included \$1,825,389 assigned from other School District funds.

Capital Assets and Depreciation

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets are reported in the government-wide statement of net position but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition values as of the date received. The School follows the policy of not capitalizing assets with a cost of less than \$25,000 and a useful life of less than five years. The School District does not possess any infrastructure.

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

Land Improvements	15
Buildings & Improvements	25
Buildings	50
Furniture, Fixtures, and Equipment	5-15
Vehicles	8

Interfund Balances

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

Compensated Absences

For the School District, compensated absences cover leave for which employees may receive cash payments either when used as time off or as a payout for unused leave upon termination of employment. These payments may occur during employment or at termination. Generally, compensated absences do not follow a fixed payment schedule.

Liabilities should be recognized for unused leave if it is attributable to services already rendered, the leave accumulates, and it is more likely than not that it will be used or paid out in cash. For the School District, this includes sick and vacation leave.

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Liabilities for compensated absences should be 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.

A key component in determining the estimate of the amount of accumulated compensated absences that will be used as time off is the flows assumption. The flows assumption determines whether leave used by employees will be attributed first to (a) the recognized liability at the date of the financial statements (a first-in, first-out (FIFO) flows assumption) or (b) the leave earned in the next reporting period (a last-in, first-out (LIFO) flows assumption). The School District uses the LIFO flows assumption.

The amount of compensated absences recognized as expenditures in financial statements prepared using the current financial resources measurement focus should be the amount that normally would be liquidated with expendable available financial resources.

Accrued Liabilities and Long-term Debt

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements as well as the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current fiscal year. Net pension/OPEB liability should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan's fiduciary net position is not sufficient for payment of those benefits.

Pensions/Other Postemployment Benefits (OPEB)

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

Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. None of the School District's net position was restricted by enabling legislation during the current fiscal year.

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

Fund Balances

Fund balance is divided into five classifications based primarily on the extent to which the School District is bound to observe constraints imposed upon the use of the resources in 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” includes items that are not expected to be converted to cash.

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

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 Board of Education. Those committed amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by the Board of Education, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. 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. Although no specific resolution has been made, the School District Board of Education authorizes the Treasurer to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year’s appropriated budget.

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 resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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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.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United State of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and deferred inflows of resources at the date of the financial statements and the reported amounts of revenues and expenditures during the reported period. Actual results could differ from those estimates.

Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. There were no extraordinary or special items reported during the current fiscal year.

Bond Premiums, Discounts and Issuance Costs

In the government-wide financial statements, bond premiums and discounts are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium and discount. Bond issuance costs are expensed in the period in which they are incurred.

On the governmental fund financial statements, governmental fund types recognize bond premiums and bond discounts in the current period. The face amount of the debt issue is reported as other financing sources. Premiums and discounts received on debt issuances are reported as other financing sources and uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

NOTE 3 – BUDGETARY BASIS OF ACCOUNTING

While 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 requires accounting for certain transactions on the basis of cash receipts, disbursements and encumbrances. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations.

The Statement of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual (Non-GAAP Budgetary Basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are as follows:

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Net Change in Fund Balance

GAAP Basis	\$ (27,446,128)
Net Adjustment for Revenue Accruals	1,822,107
Net Adjustment for Expenditure Accruals	(1,264,884)
Funds Budgeted Elsewhere	(72,030)
Adjustment for Encumbrances	<u>(1,771,061)</u>
Budget Basis	<u>\$ (28,731,996)</u>

With the implementation of GASB Statement No. 54, *Fund Balance Reporting*, the School District's Public School Support Fund, Uniform School Supplies Fund, and Alternative School Funds, no longer meet the special revenue fund type criteria for reporting in the fiscal year-end external financial statements. As such, these funds are presented as part of the School District's General Fund in the year-end financial statements. The budgetary comparison information in the fiscal year-end financial statements is the legally adopted budget for the General Fund, without modification for the funds no longer meeting the special revenue criteria.

NOTE 4 – DEPOSITS AND INVESTMENTS

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

Active deposits are public deposits determined to be necessary to meet current demands upon the School District treasury. Active 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 deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts, including passbook accounts.

Interim monies may be invested or deposited in the following securities:

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

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3. Written repurchase agreements in the securities listed above provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed 30 days;
4. Bonds and other obligations of the State of Ohio, and with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio).
8. Certain bankers' acceptances (for a period not to exceed 180 days) and commercial paper notes (for a period not to exceed 270 days) in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met.

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

Deposits

At year end, the School District's Bank balance was \$23,163,815.07. Federal deposit insurance covered \$250,000.00 of the bank balance and \$22,913,815.07 was uninsured. Of the remaining uninsured bank balance, the School District was exposed to custodial risk with \$22,913,815.07 being uninsured and collateralized with securities held in the Ohio pooled Collateral System.

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

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

Eligible securities pledged to the School District and deposited with a qualified trustee by the financial institution as security for repayment whose market value at all times shall be at least 105 percent of the deposits being secured; or

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

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Investments

As of fiscal year-end, the School District had the following investments:

S&P Global Ratings	Investment Type	Measurement Value	Investment Maturities			Percent of Total
			12 Months or Less	12 to 36 Months	More Than 36 Months	
	Net Asset Value (NAV):					
AAAm	STAR Ohio	\$ 12,472,100	\$ 12,472,100	\$ -	\$ -	20.52%
AAAm	Money Market	109,607	109,607	-	-	0.18%
	Fair Value:					
N/A	Municipal Bonds	1,401,110	501,565	899,545	-	2.31%
AA	US Treasury Note	10,696,343	-	291,076	10,405,267	17.60%
N/A	Negotiable Certificates of Deposit	15,317,635	6,156,770	6,204,264	2,956,601	25.20%
A-1	Commercial Paper	9,047,354	9,047,354	-	-	14.89%
AA	Federal Agency Securities	11,726,507	2,315,516	2,060,216	7,350,775	19.30%
	Total Investments	<u>\$60,770,656</u>	<u>\$30,602,912</u>	<u>\$ 9,455,101</u>	<u>\$ 20,712,643</u>	<u>100.00%</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 above table identifies the School District's recurring fair value measurements as of June 30, 2025. The School District's fair value investments are Level 2 since 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.

Interest Rate Risk Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. As a means of limiting its exposure to fair value losses arising from rising interest rates and according to state law, investment portfolio maturities are limited to five years or less. To reduce interest rate risk it is Management's policy to hold all investments to maturity.

Credit Risk The School District has no investment policy dealing with investment 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 standard rating service and that the money market fund be rated in the highest category at the time of purchase by at least one nationally recognized statistical rating organization. The weighted average of maturity of the portfolio held by STAR Ohio as of June 30, 2025, is 30 days.

Custodial Credit Risk For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the School District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

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

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NOTE 5 – PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis while the School District 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 property, public utility property, and tangible personal (used in business) property located in the School District. Real property tax revenues received in calendar year 2025 represent the collection of calendar year 2024 taxes. Real property taxes received in calendar year 2025 were levied after April 1, 2024, on the assessed values as of January 1, 2024, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

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

The School District receives property taxes from Franklin and Licking Counties. The County Auditors periodically advance to the School District their portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2025, are available to finance fiscal year 2025 operations. The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

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

	2024 Second Half Collections		2025 First Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and other real estate	\$ 1,246,352,270	96.18%	\$ 1,258,398,570	97.10%
Public Utility Personal	32,402,180	2.50%	37,517,690	2.90%
Total	<u>\$ 1,278,754,450</u>	<u>98.68%</u>	<u>\$ 1,295,916,260</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	<u>\$ 67.20</u>		<u>\$ 67.20</u>	

NOTE 6 – INCOME TAXES

The School District levies a voted tax of one-half percent for general operations on the income of residents and of estates. The tax was effective on January 1, 1990 and is a continuing tax. Employers of residents are required to withhold income tax on compensation and remit the tax to the State. Taxpayers are required to file an annual return. The State of Ohio makes quarterly distributions to the School District after withholding amounts for administrative fees and estimated refunds. The School District's income tax receipts are credited to the General Fund.

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NOTE 7 – LEASE AGREEMENT

The School District is reporting leases receivable of \$458,519 in the governmental funds. This amount represents the discounted future lease payments. This discount is being amortized using the interest method. The lease commenced in fiscal year 2013 and concludes in fiscal year 2038. Payments are made monthly. Interest revenue for the lease during the fiscal year was \$24,456.

A summary of future payments to be received is as follows:

Fiscal Year	Governmental Activities	
	Principal	Interest
2026	\$ 17,346	\$ 23,027
2027	19,630	22,156
2028	22,078	21,170
2029	24,701	20,061
2030	27,507	18,821
2031-2035	186,924	70,206
2036-2038	160,333	16,564
	<u>\$ 458,519</u>	<u>\$ 192,005</u>

NOTE 8 – CAPITAL ASSETS

A summary of capital asset activity for the fiscal year follows:

Governmental Activities	Beginning Balance	Additions	Deletions/ Transfers	Ending Balance
Capital Assets not Being Depreciated				
Land	\$ 9,375,887	\$ -	\$ -	\$ 9,375,887
Construction in Progress	419,557	1,379,192	(419,557)	1,379,192
Total Capital Assets not Being Depreciated	<u>9,795,444</u>	<u>1,379,192</u>	<u>(419,557)</u>	<u>10,755,079</u>
Capital Assets Being Depreciated				
Land Improvements	6,056,774	126,650	-	6,183,424
Buildings	168,351,543	-	-	168,351,543
Buildings and Improvements	20,314,284	875,759	-	21,190,043
Furniture, Fixtures and Equipment	6,060,001	459,159	-	6,519,160
Vehicles	7,117,901	-	(566,649)	6,551,252
Total Capital Assets Being Depreciated	<u>207,900,503</u>	<u>1,461,568</u>	<u>(566,649)</u>	<u>208,795,422</u>
Less Accumulated Depreciation				
Land Improvements	(5,515,200)	(179,791)	-	(5,694,991)
Buildings	(96,365,480)	(2,243,857)	-	(98,609,337)
Buildings and Improvements	(3,903,588)	(812,571)	-	(4,716,159)
Furniture, Fixtures and Equipment	(4,030,568)	(268,923)	566,649	(3,732,842)
Vehicles	(4,953,225)	(463,402)	-	(5,416,627)
Total Accumulated Depreciation	<u>(114,768,061)</u>	<u>(3,968,544)</u>	<u>566,649</u>	<u>(118,169,956)</u>
Capital Assets Being Depreciated, Net	<u>93,132,442</u>	<u>(2,506,976)</u>	<u>-</u>	<u>90,625,466</u>
Capital Assets, Net	<u>\$ 102,927,886</u>	<u>\$ (1,127,784)</u>	<u>\$ (419,557)</u>	<u>\$ 101,380,545</u>

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Depreciation expense was charged to governmental functions as follows:

	<u>Amount</u>
Regular Instruction	\$ 1,534,192
Special Instruction	708,165
Vocational Instruction	5,957
Other Instruction	123,035
Pupils	255,941
Instructional Staff	128,234
Board of Education	1,409
Administration	329,802
Fiscal	62,778
Business	11,018
Operations and Maintenance	337,745
Pupil Transportation	192,500
Central	35,760
Food Service Operations	170,860
Other Non-Operational Services	19,395
Extracurricular Activities	<u>51,753</u>
Total Depreciation Expense	<u>\$ 3,968,544</u>

NOTE 9 – LONG-TERM OBLIGATIONS

	<u>Interest Rate</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<i>General Obligation Bonds</i>						
<i>Refunding Bonds - Series 2013</i>						
Term Bonds	4.919%	\$ 10,860,000	\$ -	\$ (1,345,000)	\$ 9,515,000	\$ 1,410,000
Bond Premium		1,597,593	-	(245,783)	1,351,810	-
<i>Refunding Bonds - Series 2014</i>						
Term Bonds	4.939%	11,340,000	-	(1,030,000)	10,310,000	1,080,000
Bond Premium		2,078,965	-	(244,584)	1,834,381	-
<i>Refunding Bonds - Series 2015</i>						
Serial Bonds	4.178%	32,955,000	-	(3,425,000)	29,530,000	2,750,000
CABs		44,987	-	-	44,987	44,987
CABs Premium		96,546	-	(48,273)	48,273	-
Accretion on CABs		630,000	73,707	-	703,707	703,707
Bond Premium		2,554,754	-	(300,560)	2,254,194	-
<i>Total General Obligation Bonds</i>		<u>62,157,845</u>	<u>73,707</u>	<u>(6,639,200)</u>	<u>55,592,352</u>	<u>5,988,694</u>
<i>Direct Borrowings</i>						
<i>Lease Purchase Bonds - Series 2021</i>						
Serial Bonds	2.250%	8,755,000	-	(890,000)	7,865,000	905,000
Financed Purchase		10,627	-	(10,627)	-	-
<i>Total Direct Borrowings</i>		<u>8,765,627</u>	<u>-</u>	<u>(900,627)</u>	<u>7,865,000</u>	<u>905,000</u>
Net Pension Liability		82,186,837	-	(7,119,233)	75,067,604	-
Net OPEB Liability		4,182,534	-	(1,617,438)	2,565,096	-
Compensated Absences *		3,228,952	-	(1,915,430)	1,313,522	153,948
<i>Total Governmental Activities</i>		<u>\$ 160,521,795</u>	<u>\$ 73,707</u>	<u>\$ (18,191,928)</u>	<u>\$ 142,403,574</u>	<u>\$ 7,047,642</u>

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* - The change in compensated absences above is a net change for the year.

Compensated absences represent accumulated vacation and an estimated severance liability for employees both eligible to retire and those expected to become eligible in the future. The entire compensated absences balance is reported on the entity-wide financial statements. For governmental fund financial statements, the compensated absences are reported only to the extent they have matured and will be paid with current financial resources. The noncurrent portion of the liability is not reported. For proprietary funds, the entire amount of compensated absences is reported as fund liability.

There is no repayment schedule for the net pension liability and net OPEB liability; however, employer pension and OPEB contributions are made from the fund benefitting from the employees' service. For additional information related to the net pension liability and net OPEB liability see Note 10 and 11.

Series 2013 Bonds

In November 2013, the School District issued \$21,580,000 in general obligation refunding current interest bonds with an interest cost of 4.919% for the purpose of currently refunding the outstanding principal amount of the 2003 general obligation bonds and terminating an interest rate hedge agreement with Dexia Credit Local. The series 2003 general obligation bonds were issued for improvements to school facilities. The School District received \$25,758,320 in bond proceeds, which included a \$4,178,320 premium. The bonds will be retired from the debt service fund. The incremental benefit of this refunding was \$49,462. The refunding did not increase the overall debt of the School District; however, since funds were needed to terminate the interest rate hedge agreement, the School District lost the opportunity to capitalize on lower interest rates. Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is September 1, 2030.

Series 2014 Bonds

In December 2014, the School District issued \$18,665,000 in general obligation refunding current interest bonds with an interest cost of 4.939% for the purpose of currently refunding the outstanding principal amount of the 2005 general obligation bonds and terminating an interest rate hedge agreement with Dexia Credit Local. The series 2005 general obligation bonds were originally issued for the purpose of construction and improvements to school facilities. The School District received \$23,067,514 in bond proceeds, which included a \$4,402,514 premium. The bonds will be retired from the debt service fund. The School District decreased its total debt service payments by \$10,600 as a result of the refunding. The School District also incurred an economic gain (difference between the present value of the old and new debt service payments) of \$410. The refunding did not increase the overall debt of the School District; however, since funds were needed to terminate the interest rate hedge agreement, the School District lost the opportunity to capitalize on lower interest rates. Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2032.

Series 2015 Bonds

In May 2015, the School District issued \$47,669,987 in general obligation refunding bond anticipation notes with an interest cost of 4.178% for the purpose of currently refunding \$47,670,000 of the 2008 general obligation bonds. The series 2008 general obligation bonds were originally issued for the purpose of constructing and improving school facilities. The School District received \$53,480,648 in bond proceeds,

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which included a \$5,810,661 premium. The bonds will be retired from the debt service fund. The School District decreased its total debt service payments by \$3,859,263 as a result of the refunding. The School District also incurred an economic gain (difference between the present value of the old and new debt service payments) of \$2,996,143. The refunding did not increase the overall debt of the School District. Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2032.

Series 2021 Bonds

In July 2021, the School District issued \$11,300,000 in general obligation refunding certificates of participation bonds with an interest cost of 2.25% for the purpose of currently refunding \$11,300,000 of the 2017 certificates of participation bonds. The series 2017 certificates of participation bonds were issued for the purpose of constructing, improving, furnishing, and equipping school facilities through a ground lease agreement with Capital One Public Funding, LLC. The School District received \$11,300,000 in bond proceeds. The bonds will be retired from the debt service fund. The School District decreased its total debt service payments by \$816,922 as a result of the refunding. The School District also incurred an economic gain (difference between the present value of the old and new debt service payments) of \$721,530. The refunding did not increase the overall debt of the School District. Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2032.

The following is a summary of future annual debt service payments for the general obligation and lease purchase bonds:

Fiscal Year	General Obligation Bonds				Lease Purchase Bonds	
	Current Interest Bonds		Capital Appreciation Bonds		Principal	Interest
	Principal	Interest	Principal	Interest		
2026	\$ 5,240,000	\$ 2,055,253	\$ 748,694	\$ 135,013	\$ 905,000	\$ 166,781
2027	6,310,000	1,768,348	-	-	930,000	146,138
2028	6,780,000	1,463,279	-	-	950,000	124,988
2029	7,075,000	1,172,726	-	-	970,000	103,388
2030	7,355,000	869,397	-	-	995,000	81,281
2031-2033	16,595,000	841,436	-	-	3,115,000	106,256
Total	<u>\$ 49,355,000</u>	<u>\$ 8,170,439</u>	<u>\$ 748,694</u>	<u>\$ 135,013</u>	<u>\$ 7,865,000</u>	<u>\$ 728,832</u>

NOTE 10 - DEFINED BENEFIT PENSION PLANS

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

Net Pension Liability/Net OPEB Liability (Asset)

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

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

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

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

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

The remainder of this note includes the required pension disclosures. See Note 11 for the required OPEB disclosures.

Plan Description - School Employees Retirement System (SERS)

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

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Age and service requirements for retirement are as follows:

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

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

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

An individual whose benefit effective date is before April 1, 2018, is eligible for a cost-of-living adjustment (COLA) on the first anniversary date of the benefit. 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 \$1,766,976 for fiscal year 2025.

Plan Description - State Teachers Retirement System (STRS)

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

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

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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.

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.

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A DB or Combined Plan member with five or more years of credited service who is determined to be disabled may qualify for a disability benefit. New members on or after July 1, 2013, must have at least ten years of qualifying service credit 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 \$7,108,028 for fiscal year 2025.

Pension Liabilities, Pension Expense, and Deferred Outflows/Inflows of Resources Related to Pensions

The net pension liability (asset) 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	0.2482682%	0.32412664%	
Prior Measurement Date	0.2487934%	0.31780784%	
Change in Proportionate Share	<u>-0.0005252%</u>	<u>0.00631880%</u>	
Proportionate Share of the Net			
Pension Liability	\$ 12,700,402	\$ 62,367,202	\$ 75,067,604
Pension Expense	\$ 1,220,316	\$ 4,539,013	\$ 5,759,329

Other than contributions made subsequent to the measurement date and differences between projected and actual earnings on investments; deferred inflows/outflows of resources are recognized in pension expense beginning in the current period, using a straight-line method over a closed period equal to the average of the expected remaining services lives of all employees that are provided with pensions, determined as of the beginning of the measurement period. Net deferred inflows/outflows of resources pertaining to the differences between projected and actual investment earnings are similarly recognized over a closed five-year period.

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

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	SERS	STRS	Total
Deferred Outflows of Resources			
Differences between Expected and Actual Experience	\$ 484,890	\$ 3,927,503	\$ 4,412,393
Changes of Assumptions	113,614	2,874,225	2,987,839
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	44,690	1,069,766	1,114,456
School District Contributions Subsequent to the Measurement Date	1,766,976	7,108,028	8,875,004
Total Deferred Outflows of Resources	\$ 2,410,170	\$ 14,979,522	\$ 17,389,692
Deferred Inflows of Resources			
Differences between Expected and Actual Experience	\$ -	\$ 34,151	\$ 34,151
Net Difference between Projected and Actual Earnings on Pension Plan Investments	794,404	5,362,311	6,156,715
Changes of Assumptions	-	2,163,464	2,163,464
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	22,345	541,471	563,816
Total Deferred Inflows of Resources	\$ 816,749	\$ 8,101,397	\$ 8,918,146

\$8,875,004 reported as deferred outflows of resources related to pension resulting from School 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:

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2026	\$ (605,353)	\$ (3,367,580)	\$ (3,972,933)
2027	791,629	5,745,881	6,537,510
2028	(126,233)	(1,561,540)	(1,687,773)
2029	(233,598)	(1,046,664)	(1,280,262)
Total	\$ (173,555)	\$ (229,903)	\$ (403,458)

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.

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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 below:

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 System expenses
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)
COLA or Ad Hoc COLA	2.0 percent, on or after April 1, 2018, COLAs for future retirees will be delayed for three years following commencement

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:

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Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (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	<u>100.00 %</u>	

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.

	1% Decrease	Current Discount Rate	1% Increase
School District's Proportionate Share of the Net Pension Liability	\$ 19,429,853	\$ 12,700,402	\$ 7,034,563

Actuarial Assumptions – STRS

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

Inflation	2.50 percent
Salary Increases	From 2.5 percent to 8.5 percent, based on service
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation
Discount Rate of Return	7.00 percent
Payroll Increases	3.00 percent
Cost-of-Living Adjustments (COLA)	0.00 percent, effective July 1, 2017

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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:

<u>Asset Class</u>	<u>Target Allocation *</u>	<u>Long-Term Expected Rate of Return **</u>
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	<u>100.00%</u>	

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

***10-Year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25 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.*

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:

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	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
School District's Proportionate Share of the Net Pension Liability	\$ 100,609,227	\$ 62,367,202	\$ 30,021,020

NOTE 11 – DEFINED BENEFIT OPEB PLANS

See Note 10 for a description of the net OPEB liability (asset).

Plan Description - School Employees Retirement System (SERS)

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

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.

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

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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 \$213,154, which is reported as an intergovernmental payable.

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 equal to its surcharge obligation for fiscal year 2025.

Plan Description - State Teachers Retirement System (STRS)

Plan Description – The State Teachers Retirement System of Ohio (STRS) administers a cost-sharing Health Plan administered for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. 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 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.

Net OPEB Liability (Asset)

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 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	0.2518516%	0.32412664%	
Prior Measurement Date	0.2538800%	0.31780784%	
Change in Proportionate Share	<u>-0.0020284%</u>	<u>0.00631880%</u>	
Proportionate Share of the Net			
OPEB Liability (Asset)	\$ 2,565,096	\$ (6,148,063)	
OPEB Expense	\$ (392,826)	\$ (1,252,284)	\$ (1,645,110)

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Other than contributions made subsequent to the measurement date and differences between projected and actual earnings on investments; deferred inflows/outflows of resources are recognized in OPEB expense beginning in the current period, using a straight-line method over a closed period equal to the average of the expected remaining services lives of all employees that are provided with pensions, determined as of the beginning of the measurement period. Net deferred inflows/outflows of resources pertaining to the differences between projected and actual investment earnings are similarly recognized over a closed five-year period.

At June 30, 2024, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	SERS	STRS	Total
Deferred Outflows of Resources			
Differences between Expected and Actual Experience	\$ -	\$ 267,269	\$ 267,269
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	12,524	-	12,524
Changes of Assumptions	1,100,937	756,736	1,857,673
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	21,202	28,836	50,038
School District Contributions Subsequent to the Measurement Date	213,154	-	213,154
Total Deferred Outflows of Resources	\$ 1,347,817	\$ 1,052,841	\$ 2,400,658
Deferred Inflows of Resources			
Differences between Expected and Actual Experience	\$ 2,765,840	\$ 662,563	\$ 3,428,403
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	-	263,980	263,980
Changes of Assumptions	1,178,311	2,772,734	3,951,045
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	428,721	41,169	469,890
Total Deferred Inflows of Resources	\$ 4,372,872	\$ 3,740,446	\$ 8,113,318

\$213,154 reported as deferred outflows of resources related to OPEB resulting from School contributions subsequent to the measurement date will be recognized as a reduction/addition to the net OPEB liability/asset in the fiscal 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:

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2026	\$ (829,422)	\$ (928,574)	\$ (1,757,996)
2027	(616,786)	(414,834)	(1,031,620)
2028	(451,349)	(534,764)	(986,113)
2029	(354,593)	(497,562)	(852,155)
2030	(350,823)	(403,742)	(754,565)
Thereafter	(635,236)	91,871	(543,365)
Total	\$ (3,238,209)	\$ (2,687,605)	\$ (5,925,814)

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Actuarial Assumptions - SERS

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

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

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

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

	<u>June 30, 2024</u>
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 (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

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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.

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 Allocation	Long-Term Expected Real Rate of Return (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	<u>100.00 %</u>	

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

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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	Current Discount Rate	1% Increase
School District's Proportionate Share of the Net OPEB Liability	\$ 3,420,465	\$ 2,565,096	\$ 1,885,391
	1% Decrease	Current Trend Rate	1% Increase
School District's Proportionate Share of the Net OPEB Liability	\$ 1,733,910	\$ 2,565,096	\$ 3,657,625

Actuarial Assumptions – STRS

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

	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 3.94 percent ultimate	7.50 percent initial 4.14 percent ultimate
Medicare	-112.22 percent initial 3.94 percent ultimate	-10.94 percent initial 4.14 percent ultimate
Prescription Drug		
Pre-Medicare	8.00 percent initial 3.94 percent ultimate	-11.95 percent initial 4.14 percent ultimate
Medicare	-15.14 percent initial 3.94 percent ultimate	1.33 percent initial 4.14 percent ultimate

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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.

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

<u>Asset Class</u>	<u>Target Allocation *</u>	<u>Long-Term Expected Rate of Return **</u>
Domestic Equity	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	<u>100.00%</u>	

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

***10-Year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25 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.*

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.

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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	Current Discount Rate	1% Increase
School District's Proportionate Share of the Net OPEB (Asset)	\$ (4,999,106)	\$ (6,148,063)	\$ (7,148,188)
	1% Decrease	Current Trend Rate	1% Increase
School District's Proportionate Share of the Net OPEB (Asset)	\$ (7,215,746)	\$ (6,148,063)	\$ (4,864,036)

NOTE 12 - RISK MANAGEMENT

Comprehensive

The School District maintains comprehensive insurance coverage for liability, real property, building contents and vehicles. Vehicle policies include liability coverage for bodily injury and property damage. Settled claims have not exceeded this commercial coverage in any of the past three years. There has also been no significant reduction in the amount of insurance coverage from the previous fiscal year.

Health Care Self-Insurance Program

The School District manages employee health benefits on a self-insured basis. The employee health benefit plan provides basic health and dental coverage through Medical Mutual/Guardian, the third party administrator (TPA) of the program, which reviews and pays the claims. A specific excess loss coverage (stop-loss) insurance policy covers claims in excess of \$130,000 per employee per year. The family and single premiums were \$1,728 and \$639 for medical and \$102 and \$81 for dental, respectively. The TPA charges the School District a medical administration fee of \$55 for family and \$23 for single per employee per month and a dental administration fee of \$4 per employee per month. The family and single premiums were \$16 and \$7 for vision.

A claims liability of \$1,405,111 at June 30, 2025, in the internal service fund reflects an estimate of incurred but unpaid claims liability for health and dental insurance. This liability was determined in accordance with actuarially acceptable reserving standards and was certified by an accredited actuary, as required by state statute. The actuarial calculation for this amount does not identify amount due in one year; since claims paid in one year are more than four times the year end liability, the total amount has been reported as a current liability.

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A summary of the changes in self-insurance claims liability, for the fiscal years ended June 30, 2025 and 2024 follows:

	2025	2024
Claims Liability at July 1	\$ 1,318,483	\$ 1,276,686
Incurred Claims	13,524,394	11,971,168
Claims Paid	(13,437,766)	(11,929,371)
Claims Liability at June 30	<u>\$ 1,405,111</u>	<u>\$ 1,318,483</u>

Workers' Compensation Retrospective Rating Program

During the fiscal year, the School District participated in the Comp Management Group Retrospective Rating Program, a voluntary performance based incentive program. Similar to group rating, companies are grouped together to achieve lower premiums than they could as individuals. However, in this program, employers continue to own individual premiums and the BWC calculates group retro rebates/assessments at 12, 24 and 36 months after the end of the policy. This creates an incentive for participants to control and reduce losses by practicing effective workplace safety and claims management.

NOTE 13 – INTERFUND ACTIVITY

During the fiscal year, the School District had transfers as follows:

	Transfer Out	Transfer In
General Fund	\$ 27,271,959	\$ -
Capital Projects Fund	-	26,198,755
Other Governmental Funds	2,377	1,075,581
Total	<u>\$ 27,274,336</u>	<u>\$ 27,274,336</u>

The School District transferred \$15,114 , \$331,652 and \$128,815 from the General Fund to the Other Local Grants Fund, District Managed Student Activities Fund and Classroom Facilities Maintenance Fund, respectively. The General Fund also transferred \$600,000 to the Permanent Improvement Fund and \$26,198,755 to the Capital Projects Fund. Interfund transfers between governmental funds are eliminated on the government-wide financial statements.

On an as-needed basis, the School District's General Fund advances cash to other funds of the School District to eliminate cash deficits. During the year, advances from the School District's General Fund were made. As of June 30, 2025, receivables and payables that resulted from advance transactions were as follows:

Fund	Due to Other Funds	Due from Other Funds
General Fund	\$ -	\$ 531,337
Other Governmental Funds	531,337	-
Total	<u>\$ 531,337</u>	<u>\$ 531,337</u>

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NOTE 14 – COMMITMENTS

As of the fiscal year end, the School District had the following encumbrances:

<u>Fund</u>	<u>Amount</u>
General	\$ 1,381,479
Nonmajor Governmental	248,524
	<u>\$ 1,630,003</u>

NOTE 15 – SET ASIDE REQUIREMENTS

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

The following cash basis information identifies the changes in the set aside balances for capital improvements:

	<u>Capital Acquisition</u>
Set-aside cash balance as of June 30, 2024	\$ -
Current fiscal year set-aside requirement	1,778,517
Current year qualifying disbursements	-
Prior Year Offset from Bond Proceeds	(1,778,517)
Total	<u>\$ -</u>
Balance carried forward to Fiscal Year 2026	<u>\$ -</u>
Set Aside Reserve Balance June 30, 2025	<u>\$ -</u>

During fiscal year 2003, the School District issued \$29,800,000 in capital related debt based on a building project under taken by the School District. During fiscal year 2005, the School District issued \$23,950,000 in capital related debt for a new building project. During fiscal year 2009, the School District issued \$55,999,988 in capital related debt for a new building project. Those proceeds may be used as qualifying disbursements to reduce the capital acquisition to zero for future years. Therefore, the School District still has \$95,383,959 in qualifying disbursements that may be used to reduce the set-aside requirement for future years.

NOTE 16 – CONTINGENCIES

Grants

The School District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and 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. The District's foundation funding is based on the annualized full-time (FTE) enrollment of each student. The Ohio Department of Education and Workforce (ODEW) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year. As of the date of this report, the ODEW adjustments for fiscal year 2025 were finalized and determined to be immaterial; therefore, these adjustments were not recorded in the accompanying financial statements.

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Litigation

The School District is not currently party to legal proceedings.

NOTE 17 – FUND BALANCE

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

	General	Bond Retirement	Capital Projects	Other Governmental Funds	Total
Nonspendable for:					
Library Support Endowment	\$ -	\$ -	\$ -	25,000	\$ 25,000
Restricted for:					
Debt Service	-	9,232,721	-	-	9,232,721
Food Service	-	-	-	3,310,886	3,310,886
Capital Projects	-	-	-	336,664	336,664
Classroom Facilities Maintenance	-	-	-	525,711	525,711
State Funded Programs	-	-	-	230,621	230,621
Federally Funded Programs	-	-	-	684,759	684,759
Other Purposes	3,974	-	-	302,817	306,791
Total Restricted	3,974	9,232,721	-	5,391,458	14,628,153
Committed for:					
Instruction	-	-	-	100,676	100,676
Assigned for:					
Instruction	488,277	-	-	-	488,277
Support Services	867,303	-	-	-	867,303
Community Services	11,192	-	-	-	11,192
Extracurricular	5,000	-	-	-	5,000
Subsequent Year Appropriations	63,758	-	-	-	63,758
Public School Support	112,522	-	-	-	112,522
Capital Projects	-	-	29,013,431	1,267,381	30,280,812
Total Assigned	1,548,052	-	29,013,431	1,267,381	31,828,864
Unassigned	27,305,743	-	-	(526,799)	26,778,944
Total Fund Balance	\$ 28,857,769	\$ 9,232,721	\$ 29,013,431	\$ 6,257,716	\$ 73,361,637

Unassigned fund balances at fiscal year-end included the following individual deficits:

	Deficit
<i>Non-Major Governmental Funds</i>	
District Managed Student Activities	\$ 72,338
IDEA Part B	235,558
Refugee (ESC) Grant	7,958
Title I	202,297
Title IV	1,785
Title IIA	6,863
Total	<u>\$ 526,799</u>

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

The GAAP basis deficit balances in the other governmental funds are a result of the application of accounting principles generally accepted in the United States of America. The general fund provides advances to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

NOTE 18 – CHANGE WITHIN FINANCIAL REPORTING ENTITY AND IMPLEMENTATION OF NEW ACCOUNTING PRINCIPLES

For the fiscal year ended June 30, 2025, the School District has implemented GASB Statement No. 101, *Compensated Absences* and GASB Statement No. 102, *Certain Risk Disclosures*.

GASB Statement No. 101 updates the recognition and measurement guidance for compensated absences to promote consistency and better meet the information needs of financial statement users. The unified recognition and measurement model in this Statement will result in a liability for compensated absences that more appropriately reflects when a government incurs an obligation. These changes were incorporated into the School District's fiscal year 2025 financial statements; however, there was no effect on beginning net position.

GASB Statement No. 102 provides users of governmental financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints as concentrations and constraints may limit a government's ability to acquire resources or control spending. The implementation of GASB Statement No. 102 did not have an effect on the financial statements of the School District.

Change within the Financial Reporting Entity

For the current fiscal year, the capital projects fund presentation was adjusted from nonmajor to major due to it meeting the quantitative threshold for a major fund. This change is separately displayed in the financial statements.

Reynoldsburg City School District
Franklin County, Ohio
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net Pension Liability
Last Ten Fiscal Years

Year	School District's Proportion of the Net Pension Liability	School District's Proportionate Share of the Net Pension Liability	School District's Covered Payroll	School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
<i>School Employees Retirement System (SERS)</i>					
2025	0.2482682%	\$ 12,700,402	\$ 10,513,250	120.80%	78.52%
2024	0.2487934%	13,747,116	9,905,236	138.79%	76.06%
2023	0.2469212%	13,355,419	9,269,300	144.08%	75.82%
2022	0.2439297%	9,000,299	8,452,593	106.48%	82.86%
2021	0.2549402%	16,862,282	8,957,014	188.26%	68.55%
2020	0.2588723%	15,488,784	8,880,785	174.41%	70.85%
2019	0.2547406%	14,589,466	8,319,163	175.37%	71.36%
2018	0.2480767%	14,822,035	9,070,257	163.41%	69.50%
2017	0.2499384%	18,293,185	7,507,800	243.66%	62.98%
2016	0.2429349%	13,862,101	8,590,842	161.36%	69.16%
<i>State Teachers Retirement System (STRS)</i>					
2025	0.32412664%	\$ 62,367,202	\$ 45,279,243	137.74%	82.55%
2024	0.31780784%	68,439,721	44,125,200	155.10%	80.02%
2023	0.31984400%	71,101,725	41,724,443	170.41%	78.90%
2022	0.31245315%	39,949,943	38,628,679	103.42%	87.80%
2021	0.31502259%	76,224,258	38,540,107	197.78%	75.48%
2020	0.29695386%	65,669,562	34,863,536	188.36%	77.40%
2019	0.28454548%	62,565,162	32,348,021	193.41%	77.30%
2018	0.27169131%	64,540,853	32,075,621	201.21%	75.30%
2017	0.25586011%	85,644,091	33,134,236	258.48%	66.80%
2016	0.25003665%	69,102,817	32,173,807	214.78%	72.10%

The amounts presented for each fiscal year were determined as of the measurement date, which is the prior fiscal year.

See accompanying notes to the required supplementary information.

Reynoldsburg City School District
Franklin County, Ohio
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net OPEB Liability (Asset)
Last Nine Fiscal Years (1)

Year	School District's Proportion of the Net OPEB Liability (Asset)	School District's Proportionate Share of the Net OPEB Liability (Asset)	School District's Covered Payroll	School District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
<i>School Employees Retirement System (SERS)</i>					
2025	0.2518516%	\$ 2,565,096	\$ 10,513,250	24.40%	44.50%
2024	0.2538800%	4,182,534	9,905,236	42.23%	30.02%
2023	0.2526598%	3,547,370	9,269,300	38.27%	30.34%
2022	0.2500640%	4,732,662	8,452,593	55.99%	24.08%
2021	0.2646590%	5,751,915	8,957,014	64.22%	18.17%
2020	0.2651340%	6,667,557	8,880,785	75.08%	15.57%
2019	0.2591000%	7,188,134	8,319,163	86.40%	13.57%
2018	0.2517077%	6,755,173	9,070,257	74.48%	12.46%
2017	0.2532281%	7,217,939	7,507,800	96.14%	11.49%
2016	n/a	n/a	n/a	n/a	n/a
<i>State Teachers Retirement System (STRS)</i>					
2025	0.32412664%	\$ (6,148,063)	\$ 45,279,243	-13.58%	158.01%
2024	0.31780784%	(6,180,924)	44,125,200	-14.01%	168.52%
2023	0.31984400%	(8,281,826)	41,724,443	-19.85%	230.73%
2022	0.31245300%	(6,587,815)	38,628,679	-17.05%	174.73%
2021	0.31502300%	(5,536,523)	38,540,107	-14.37%	182.10%
2020	0.29695400%	(4,918,271)	34,863,536	-14.11%	174.70%
2019	0.28454548%	(4,572,356)	32,348,021	-14.13%	176.00%
2018	0.27169131%	10,600,392	32,075,621	33.05%	47.10%
2017	0.25586011%	13,683,465	33,134,236	41.30%	37.30%
2016	n/a	n/a	n/a	n/a	n/a

The amounts presented for each fiscal year were determined as of the measurement date, which is the prior fiscal year.
(1) Information prior to 2017 is not available.

See accompanying notes to the required supplementary information.

Reynoldsburg City School District
Franklin County, Ohio
Required Supplementary Information
Schedule of School District Contributions
Last Ten Fiscal Years

Year	Contractually Required Contribution - Pension (1)	Contractually Required Contribution - OPEB (1)(2)	School District's Covered Payroll	Pension Contributions as a Percentage of Covered Payroll	OPEB Contributions as a Percentage of Covered Payroll (2)
<i>School Employees Retirement System (SERS)</i>					
2025	\$ 1,766,976	\$ 213,154	\$ 12,621,257	14.00%	1.69%
2024	1,471,855	174,540	10,513,250	14.00%	1.66%
2023	1,386,733	174,104	9,905,236	14.00%	1.76%
2022	1,297,702	165,925	9,269,300	14.00%	1.79%
2021	1,183,363	153,905	8,452,593	14.00%	1.82%
2020	1,253,982	158,043	8,957,014	14.00%	1.76%
2019	1,198,906	187,337	8,880,785	13.50%	2.11%
2018	1,123,087	178,631	8,319,163	13.50%	2.15%
2017	1,269,836	137,035	9,070,257	14.00%	1.51%
2016	1,051,092	126,827	7,507,800	14.00%	1.69%
<i>State Teachers Retirement System (STRS)</i>					
2025	\$ 7,108,028	\$ -	\$ 50,771,629	14.00%	0.00%
2024	6,339,094	-	45,279,243	14.00%	0.00%
2023	6,177,528	-	44,125,200	14.00%	0.00%
2022	5,841,422	-	41,724,443	14.00%	0.00%
2021	5,408,015	-	38,628,679	14.00%	0.00%
2020	5,395,615	-	38,540,107	14.00%	0.00%
2019	4,880,895	-	34,863,536	14.00%	0.00%
2018	4,528,723	-	32,348,021	14.00%	0.00%
2017	4,490,587	-	32,075,621	14.00%	0.00%
2016	4,638,793	-	33,134,236	14.00%	0.00%

(1) The contributions in relation to the contractually required contributions are equal to the contractually required contributions, resulting in zero contribution deficiency/excess.

(2) SERS contributions include surcharge

See accompanying notes to the required supplementary information.

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2025

There were no changes in assumptions or benefit terms for the fiscal years reported unless otherwise stated below:

NOTE 1 - NET PENSION LIABILITY

Changes in Assumptions - SERS

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:

	<u>Fiscal Years 2025-2022</u>	<u>Fiscal Years 2021-2017</u>	<u>Fiscal Years 2016 and Prior</u>
Wage Inflation	2.40%	3.00%	3.25%
Future Salary Increases, including inflation	3.25% to 13.58%	3.50% to 18.20%	4.00% to 22.00%
Investment Rate of Return	7.00% net of system expenses	7.50% net of investment expenses, including inflation	7.75% net of investment expenses, including inflation

Beginning in 2022, amounts reported use mortality rates 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. Future improvement in mortality rates is reflected by applying the MP2020 projection scale generationally.

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.

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 Benefit Terms - SERS

For fiscal year 2022, COLA was increased from 2.00 percent to 2.50 percent.

For fiscal year 2021, COLA was reduced from 2.50 percent to 2.00 percent.

For fiscal year 2018, the cost-of-living adjustment was changed from a fixed 3.00 percent to a cost-of-living adjustment that is indexed to CPI-W not greater than 2.50 percent with a floor of zero percent beginning January 1, 2018. In addition, with the authority granted the Board under HB 49, the Board has enacted a three-year COLA suspension for benefit recipients in calendar years 2018, 2019 and 2020.

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2025

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:

	<u>Fiscal Years 2025-2022</u>	<u>Fiscal Years 2021-2018</u>	<u>Fiscal Years 2017 and Prior</u>
Inflation	2.50%	2.50%	2.75%
	Varies by service from	From 12.50% at age 20 to	From 12.25% at age 20 to
Projected Salary Increases	2.50% 8.50%	2.50% at age 65	2.75% at age 70
Investment Rate of Return, net of investment	7.00%	7.45%	7.75%
Payroll Increases	3.00%	3.00%	3.50%

Beginning with fiscal year 2022, 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 Disabled Annuitant 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 RP2014 Annuitant Mortality Table with 50 percent of rates through age 69, 70 percent of rates between ages 70 and 79, 90 percent of rates between ages 80 and 84, and 100 percent of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Table with 90 percent of rates for males and 100 percent of rates for females, projected forward generationally using mortality improvement scale MP-2016. Pre-retirement mortality rates are based on RP-2014 Employee Mortality Table, projected forward generationally using mortality improvement scale MP-2016.

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

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.

For fiscal year 2018, the COLA was reduced to zero.

Fiscal year 2017 and prior, COLA was 2 percent simple applied as follows: for members retiring before August 1, 2013, 2 percent per year; for members retiring August 1, 2013 or later, 2 percent COLA commences on fifth anniversary of retirement date.

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2025

NOTE 2 - NET OPEB LIABILITY (ASSET)

Changes in Assumptions – SERS

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:

	<u>Fiscal Years 2025-2022</u>	<u>Fiscal Years 2021-2017</u>
Inflation	2.40%	3.00%
Future Salary Increases, including inflation	3.25% to 13.58%	3.50% to 18.20%
Investment Rate of Return, net of investment expenses, including inflation	7.00%	7.50%

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

	<u>Fiscal Year</u>									
<u>Assumption</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	
Municipal Bond Index Rate	3.93%	3.86%	3.69%	1.92%	2.45%	3.13%	3.62%	3.56%	2.92%	
Single Equivalent Interest Rate, net of plan investment expense, including price inflation	4.88%	4.27%	4.08%	2.27%	2.63%	3.22%	3.70%	3.63%	2.98%	

Changes in Assumptions – STRS

For fiscal year 2023, the projected salary increases were changed from age based (2.5 percent to 12.50 percent) to service based (2.5 percent to 8.5 percent).

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 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 2018, the blended discount rate was increased from 3.26 percent to 4.13 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.

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2025

Changes in Benefit Terms – STRS

For fiscal year 2025, 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 2023, health care trends were updated to reflect emerging claims and recoveries experience

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

For fiscal year 2021, there were no changes to the claims costs process. Claim curves were updated to reflect the projected fiscal year 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 .1 percent for the AMA Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed indefinitely.

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 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 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 2019. This was subsequently extended, see above paragraph.

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**REYNOLDSBURG CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FOR THE YEAR ENDED June 30, 2025**

Federal grantor/Pass through grantor/Program Title	Federal AL Number	Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>		
<i>Pass-through Ohio Department of Education and Workforce:</i>		
Nutrition Cluster:		
School Breakfast Program	10.553	\$ 959,480
National School Lunch Program	10.555	2,568,330
National School Lunch Program -Non Cash Ass't	10.555	299,924
Summer Food Program for Children	10.559	38,235
Total Nutrition Cluster		<u>3,865,969</u>
Total U.S. Department of Agriculture		<u>3,865,969</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>		
<i>Pass-through Ohio Department of Education and Workforce:</i>		
Title I Grants to Local Educational Agencies	84.010A	2,603,049
Special Education Cluster:		
Special Education Grants to States	84.027A	2,802,475
Special Education Preschool Grants	84.173A	42,886
Total Special Education Cluster		<u>2,845,361</u>
English Language Acquisition State Grants	84.365A	131,922
Supporting Effective Instruction State Grants	84.367A	111,209
Student Support and Academic Enrichment Program	84.424A	35,183
Refugee and Entrant Assistance State / Replacement Designee Administered Programs	93.566	8,734
COVID-19 Education Stabilization Fund "American Rescue Plan Elementary and Secondary School Emergency Relief Fund"	84.425U	1,291,190
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	49,936
Total U.S. Department of Education		<u>7,076,584</u>
Total Federal Financial Assistance		<u>\$ 10,942,553</u>

**REYNOLDSBURG CITY SCHOOLS
FRANKLIN COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR § 200.510(b)(6)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Reynoldsburg City School District (the School District's) under programs of the federal government for the year ended June 30, 2025. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the School District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the School District.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE C – INDIRECT COST RATE

The School District has elected not to use the 10-percent / 15-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE D - CHILD NUTRITION CLUSTER

The School District commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the School District assumes it expends federal monies first.

NOTE E – FOOD DONATION PROGRAM

The School District reports commodities consumed on the Schedule at fair value. The School District allocated donated food commodities to the respective programs that benefited from the use of those donated food commodities.

NOTE F - MATCHING REQUIREMENTS

Certain Federal programs require the School District to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The School District has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

NOTE G - TRANSFERS BETWEEN PROGRAM YEARS

Federal regulations require schools to obligate certain federal awards by June 30. However, with DEW's consent, schools can transfer unobligated amounts to the subsequent fiscal year's program. The School District transferred the following amounts from 2025 to 2026 programs:

<u>Program Title</u>	<u>AL Number</u>	<u>Amt. Transferred</u>
Title I-Grants to Local Educational Agencies	84.010	35,244
Title II-A Supporting Effective Instruction	84.367A	56,754
Title III Language Inst for English Learners	84.365A	89,163
Title III Immigrant	84.365A	8,284
Title IV-A Student Sup & Academic Enrichment	84.424A	188,352
IDEA-B Special Education	84.027A	1,192,252

OHIO AUDITOR OF STATE KEITH FABER

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

Reynoldsburg City School District
Franklin County
7244 East Main Street
Reynoldsburg, Ohio 43068

To the Board of Education:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Reynoldsburg City School District, Franklin County, Ohio (the School District) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements and have issued our report thereon dated June 8, 2026.

Report on Internal Control Over Financial Reporting

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings we identified certain deficiencies in internal control that we consider to be material weaknesses and a significant deficiency.

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 School District's financial statements will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies described in the accompanying schedule of findings as items 2025-001 and 2025-002 to be material weaknesses.

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. We consider the deficiencies described in the accompanying schedule of findings as item 2025-003 to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings as item 2025-002.

School District's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the School District's responses to the findings identified in our audit and described in the accompanying corrective action plan. The School District's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

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 School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

KEITH FABER
Ohio Auditor of State



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

June 8, 2026



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

Reynoldsburg City School District
Franklin County
7244 East Main Street
Reynoldsburg, Ohio 43068

To the Board of Education:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Reynoldsburg City School District's, Franklin County, Ohio (the School District) compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of Reynoldsburg City School District's major federal programs for the year ended June 30, 2025. Reynoldsburg City School District's major federal programs are identified in the *Summary of Auditor's Results* section of the accompanying schedule of findings.

In our opinion, Reynoldsburg City School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 School 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 School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

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

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

KEITH FABER
Ohio Auditor of State



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

June 8, 2026

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**REYNOLDSBURG CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2025**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	Yes
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	Yes
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	Yes
(d)(1)(iv)	Were there any material weaknesses in internal control reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unmodified
(d)(1)(vi)	Are there any reportable findings under 2 CFR § 200.516(a)?	No
(d)(1)(vii)	Major Programs (list):	AL #84.010 Title I Grants to Local Educational Agencies Special Education Cluster
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$750,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee under 2 CFR § 200.520?	No

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

FINDING NUMBER 2025-001

Self-Insurance Claims – Material Weakness

Sound accounting practices require public officials to design and operate a system of internal control that is adequate to provide reasonable assurance over the reliability of financial reporting, effectiveness and efficiency of operations, compliance with applicable laws and regulations, and safeguarding of assets against unauthorized acquisition, use or disposition.

Accurate and timely accounting and reconciliation procedures are key components of an effective accounting system and internal controls required to enable the School District to properly classify transactions, maintain accountability for funds, distribute funds accurately, and detect fraud and errors in a timely manner.

**REYNOLDSBURG CITY SCHOOL DISTRICT
FRANKLIN COUNTY**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2025**

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

FINDING NUMBER 2025-001 (continued)

Furthermore, Medical Mutual of Ohio acting as the third-party administrator for the School District's self-insurance program prescribes the following Complimentary User Entity Controls:

1. Claims invoices are reviewed before being paid.
2. Appropriate users review output reports for completeness and accuracy.

Due to deficiencies in the School District's control process, we identified that detailed report of claims processed by the third-party administrator were not reviewed by the School District to help ensure claims paid were only for covered employees. By not completing these reviews, the School District could potentially pay self-insurance claims for unauthorized individuals.

The School District should establish internal controls to help ensure all claims paid are fully supported and exist only for covered School District employees.

Officials' Response: Refer to corrective action plan.

FINDING NUMBER 2025-002

Revenue Posting – Material Weakness and Noncompliance

Ohio Rev. Code § 5705.10(D) provides, in part, that all revenue derived from a source other than the general property tax and which the law prescribes shall be used for a particular purpose, shall be paid into a special fund for such purpose.

Due to deficiencies in the School District's internal control process, the School District inappropriately recorded \$454,666 of intergovernmental revenue in the General Fund. Given the source of the revenue, this should have been recorded in the Bond Retirement Fund. Audit adjustments are reflected in the financial statements and in the accounting records correcting the misstatement.

The lack of controls over the posting of financial transactions decreases the reliability of financial data at year-end and can result in undetected errors and irregularities.

The School District should implement controls to help ensure all transactions are reviewed to help ensure posting to the proper funds.

Officials' Response: Refer to corrective action plan.

REYNOLDSBURG CITY SCHOOL DISTRICT
FRANKLIN COUNTY

SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2025

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

FINDING NUMBER 2025-003

Bank Reconciliation – Significant Deficiency

Sound accounting practices require that when designing the public office's system of internal control and the specific control activities, management should ensure adequate security of assets and records and verify the existence and valuation of assets and liabilities and periodically reconcile them to the accounting records.

The reconciliation of cash (bank) balances to accounting system records (book) is the most basic and primary control process performed. Lack of completing an accurate and timely reconciliation may allow for accounting errors, theft and fraud to occur without timely detection.

Due to deficiencies in the School District's reconciliation process, the following issues were found during testing of the bank to book cash reconciliation:

1. The Food Service and the RHS Petty Cash accounts totaling \$2,575,712 were excluded from the reconciliation.
2. There were several reconciling items totaling \$2,792 that have remained on the reconciliation for an extended period.

Failure to reconcile fully monthly increases the possibility that the School District will not be able to identify, assemble, analyze, classify, and record its transactions correctly or to document compliance with finance related legal and contractual requirements. Further, the lack of accurate monthly reconciliations increases the risk of theft/fraud over the cash cycle and could lead to inaccurate reporting in the annual financial statements.

The Treasurer should record all transactions and prepare monthly bank to book cash reconciliations, which include all bank accounts and all fund balances. Variances should be investigated, documented and corrected. In addition, the Board of Education should review the monthly cash reconciliations including the related support (such as reconciling items) and document the reviews.

Officials' Response: Refer to corrective action plan.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

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SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
2 CFR § 200.511(b)
JUNE 30, 2025

Finding Number	Finding Summary	Status	Additional Information
2024-001	Self-Insurance Claims Review – Material Weakness	Not Corrected	Comment will be repeated as Finding 2025-001.

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CORRECTIVE ACTION PLAN

2 CFR section 200.511(c)

June 30, 2025

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2025-001	Develop, document, and implement a procedure for reviewing weekly claims to verify eligibility before paying claims.	06/30/26	Emily Hatfield 614.501.2259 treasurer@reyn.org

- 1) Self-insured medical claims are processed weekly by the District's Third-Party Provider. The District's Benefits Administrator will log in to the Third-Party Provider secure portal and verify the eligibility of the claimants on each invoice.
- 2) The Benefits Administrator will send documented notice to the Treasurer or the Treasurer's Designee that the weekly claims are approved for payment.
- 3) The Treasurer or Treasurer's Designee will issue payment for the claims and post the transaction(s) to the general ledger.
- 4) The Treasurer will conduct periodic monitoring of compliance with the new reconciliation and review procedures. Evidenced by approver initials on posting support.

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2025-002	Develop, document, and implement a procedure for reviewing real estate settlement payments from the County Auditors.	06/30/26	Emily Hatfield 614.501.2259 treasurer@reyn.org

- 1) The District will develop a job aid to demonstrate accurate classification of the funds on the Real Estate Settlement sheets provided by County Auditors. This job aid will also include instruction for summarizing and posting the funds to the general ledger.

Board of Education

Teresa Alabi, President • Kendra McKay, Vice President
Shana French • Kirby Reed Samuell II • Neal Whitman
Dr. Tracy R. Reed, Superintendent • Emily Hatfield, Treasurer

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- 2) Copies of settlement sheets and support documents with the proposed general ledger posting will be reviewed by the Assistant Treasurer before posting. Evidenced by approver initials on posting support.
- 3) The Treasurer will review final settlement postings for appropriate reporting. Evidenced by approver initials on posting support.

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2025-003	Review programming of bank reconciliation template. Implement enhanced review and approval process.	06/30/26	Emily Hatfield, 614.501.2259, treasurer@reyn.org

- 1) An error occurred on the bank reconciliation template, omitting data from totals. The variance was missed in the review process due to staffing transitions.
- 2) Training on the reconciliation will occur for staff members.
- 3) Reconciliation template formulas will be reviewed. Cell protections will be implemented to lock formulas.
- 4) Review of reconciliation will continue to include cash balance to general ledger balance, the materiality of reconciling items, and timeliness of clearing reconciling items. Reconciliation(s) will be reviewed by the Assistant Treasurer. Evidenced by approver initials on reconciliation sheets.
- 5) The Treasurer will review bank reconciliations as well. Evidenced by approver initials on reconciliation sheets.

Board of Education

Teresa Alabi, President • Kendra McKay, Vice President
Shana French • Kirby Reed Samuell II • Neal Whitman
Dr. Tracy R. Reed, Superintendent • Emily Hatfield, Treasurer

OHIO AUDITOR OF STATE KEITH FABER



REYNOLDSBURG CITY SCHOOL DISTRICT

FRANKLIN COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 6/30/2026

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