

**FAIRVIEW PARK CITY SCHOOL
DISTRICT
CUYAHOGA COUNTY, OHIO**

**ANNUAL
COMPREHENSIVE FINANCIAL REPORT**

FOR THE

FISCAL YEAR ENDED JUNE 30, 2023



Learning to Believe & Achieve

OHIO AUDITOR OF STATE
KEITH FABER



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

Board of Education
Fairview Park City School District
21620 Mastick Road
Fairview Park, Ohio 44126

We have reviewed the *Independent Auditor's Report* of Fairview Park City School District, Cuyahoga County, prepared by Zupka & Associates, for the audit period July 1, 2022 through June 30, 2023. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in black ink that reads "Keith Faber".

Keith Faber
Auditor of State
Columbus, Ohio

March 07, 2024

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ANNUAL
COMPREHENSIVE FINANCIAL REPORT
OF THE
FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
FOR THE
FISCAL YEAR ENDED JUNE 30, 2023



Learning to Believe & Achieve

PREPARED BY
TREASURER'S DEPARTMENT
MR. ROB SHOWALTER, CFO/TREASURER

21620 Mastick Road #A

Fairview Park, Ohio 44126

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**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

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CUYAHOGA COUNTY, OHIO**

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INTRODUCTORY SECTION



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Fairview Park City School District

Keith Ahearn, Superintendent
Rob Showalter, Treasurer

21620 Mastick Rd. #A
Fairview Park, OH 44126
440.331.5500
f:440.356.3545

www.fairviewparkschools.org

Learning to Believe & Achieve

December 27, 2023

Board of Education Members and
Residents of the Fairview Park City School District

We are pleased to submit to you the Annual Comprehensive Financial Report (ACFR) of the Fairview Park City School District (the “District”) for the fiscal year ended June 30, 2023. This ACFR includes an opinion from Zupka & Associates and conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rest with the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the District. This report will provide the taxpayers of the District with comprehensive financial data in a format which will enable them to gain an understanding of the District’s financial affairs.

The Reporting Entity

The District has reviewed its reporting entity definition in order to ensure conformance with GASB Statement No. 14, “The Financial Reporting Entity” as amended by GASB Statement No. 39, “Determining Whether Certain Organizations Are Component Units” and GASB Statement No. 61, “The Financial Reporting Entity: Omnibus an Amendment of GASB Statements No. 14 and No. 34”. In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments and organizations making up the Fairview Park City School District (the primary government) and its potential component units. The District has no component units.

The District is associated with one insurance purchasing pool and three jointly governed organizations. The Great Lakes Regional Council of Governments is an insurance purchasing pool that deals with medical, dental and life insurance benefits. Connect, the Ohio Schools’ Council Association and the Polaris Career Center are jointly governed organizations. The District’s relationship with these organizations is described in Note 1 to the basic financial statements. A complete discussion of the District’s reporting entity is provided in Note 1 to the basic financial statements.

Profile and Organizational Structure

The District covers approximately 4.77 square miles and is located approximately 10 miles west of downtown Cleveland, Ohio. The District provides education to 1,456 students in grades kindergarten through twelfth. The District provides general education, special education and vocational type academic programs. The District’s enrollment has remained relatively flat over the last several years and is projected to remain steady in the foreseeable future.

Statutorily, the District operates under the standard prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code, to provide educational services prescribed by State and Federal agencies. The Board of Education is made up of five members elected at large, for overlapping four-year terms. The Board of Education elects its President and Vice President annually, and appoints two officials: the Superintendent, who serves as the Chief Executive Officer (CEO), and the Treasurer, who serves as the Chief Financial Officer (CFO).

MISSION STATEMENT

The Fairview Park City Schools will deliver exceptional academic programs and services that challenge the mind, instill the joy of learning, and promote responsible citizenship.

Local Economy and Relevant Financial Policies

While economic development is good for the community as a whole, including the District, the benefits to the local District are not as great as one might imagine. The City of Fairview Park has a tax abatement program for which applicants can receive tax exemptions up to 100 percent on any remodeling or new construction for up to seven years. The school districts are not involved in the decision making of the abatement process. The school districts do receive additional revenue when the land value increases, but not on the land improvements (i.e. new buildings) until the abatement period expires.

Annually, the District prepares a five-year financial forecast. The financial forecast is the foundation for the District's operations and is used as a financial planning tool to assist the District in determining its ability to meet certain financial obligations and plan future funding needs. The forecast shows revenue and expenditures for the general operating fund for the past three fiscal years and projects revenue and expenditures for the ensuing five-year period. Through a collaborative process, the administration assists the Board of Education in determining and prioritizing the needs of the District. In accordance with State law, the Board of Education approves the financial forecast and submits it to the Ohio Department of Education prior to November 30 and reviews it again prior to May 31.

The funding structure of public education in Ohio is such that school districts receive very little revenue growth as a result of inflationary increases in their tax base. This is a result of House Bill 920, which mandates that any reappraised property increase results in an approximately equal value decrease in millage. As a result, school districts throughout Ohio must place operating funding issues on the ballot at regular intervals to keep pace with inflation and added programming.

Additionally, the real property tax system in Ohio does not permit school districts to receive additional tax revenue solely as a result of reassessment or reappraisal. Consequently, the primary means of increasing revenue for the District is through additional operating levies or through the passage of a School District Income Tax. On November 3, 2020, the voters approved a 7.9-mill continuing operating levy. With careful, fiscal planning and management's ability to offset increases in cost with cost saving initiatives, the Board of Education hopes to operate from this levy for years to come.

Major Initiatives

The District continues to be committed to delivering "exceptional academic programs and services that challenge the mind, instill the joy of learning, and promote responsible citizenship." as stated in the mission statement. In 2023, the District continued to work on its mission statement by:

- Providing first class facilities, which entail the best possible learning environments to the students and residents of the Fairview Park City School District. A committee screened qualifications for design and master planning service to determine ongoing facility needs over two year span. With input from the community to the committee's recommendation in May, 2016, the board approved a master plan estimated at \$32.5 million. Renovations to the Fairview Early Education Center, L.F. Mayer Middle and Fairview High School were completed in 2020

There are three components to the plan: \$10 million Certificate of Participation (COPs) funding to be repaid from current cash reserves. This plan gained full funding in the November, 2017, election with voter approval of a combination bond and PI issue.

The current District facilities include:

Classroom Building Facility	Year Construction/Improvement	Number of Classrooms
Fairview Park Early Education Center (daycare, Pre-K, K)	Original 1950/1959/1966/2010/2020	18
Gilles-Sweet Elementary (1 to 5)	2006	44
L.F. Mayer Middle (6 to 8)	Original 1955/1959/1966/2009/2020	20
Fairview High School (9 to 12)	Original 1928/1949/1952/1956/1959/1968/1979/2009/2020	37

One non-instructional facility was purchased in 2011 that had served as the New Hope Church. This building now houses the operational offices for transportation and serves the community in a number of ways by providing space for groups to meet.

MISSION STATEMENT

The Fairview Park City Schools will deliver exceptional academic programs and services that challenge the mind, instill the joy of learning, and promote responsible citizenship.

- The District prepares its students for a world of problem solving, communication, collaboration and analysis by using state-of-the-art technology in its classrooms. All K-5 students are assigned an iPad and all 6-12 students are assigned a MacBook as part of the District’s ongoing one-to-one technology initiative which provides devices for all students.

Long-Term Financial Planning

As part of the District’s long-term planning, the Treasurer prepares a five-year financial forecast. This document provides a snapshot of historical and projected revenues and expenses over the next five years and is accompanied by financial assumption notes. The Board of Education reviews this document on a regular basis for changes that might impact their financial decisions.

During the 2023 fiscal year, the District continued the practice of closely monitoring the student population and student needs and adjusting the staffing to the fluctuations accordingly. These comparisons allow the District to keep a streamlined organization. As a result of these monitoring efforts, the District has been able to maintain a relatively low increase in operating expenditures.

Financial Information

Internal Accounting and Budgetary Control

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

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

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation measure is first adopted, the permanent appropriation measure must be adopted upon receipt from the County Fiscal Officer of an amended certificate of estimated resources based on final assessed values and tax rates, which is usually within the first three months of the fiscal year.

Annual appropriations may not exceed the County Budget Commission’s official estimate of resources. The County Fiscal Officer must certify that the Board of Education’s appropriation measure, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the fund level for all funds. All purchase order requests must be approved by the Superintendent and certified by the Treasurer; necessary funds are then encumbered and purchase orders are released to vendors. Those requests which exceed the available appropriation are rejected until additional appropriations are secured.

The accounting system used by the District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. Each administrator and school principal is furnished with monthly reports showing the status of the budget accounts for which they are responsible. In addition, an on-line inquiry system is available at each cost center site. The basis of accounting and the various funds utilized by Fairview Park City School District are fully described in Note 2 of the basic financial statements. Additional information on the District’s budgetary accounting can also be found in Note 2.

Financial Presentation

The District’s basic financial statements consist of the following:

Government-wide financial statements: These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish those activities of the District that are governmental in nature.

Fund financial statements: These statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and

MISSION STATEMENT

The Fairview Park City Schools will deliver exceptional academic programs and services that challenge the mind, instill the joy of learning, and promote responsible citizenship.

include reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

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

Management is responsible for preparing a Management Discussion and Analysis (MD&A) of the District. This discussion follows the Independent Auditor's Report, providing an assessment of the District's finances for fiscal year 2023 and a discussion of current issues affecting the District in the future. The MD&A should be read in conjunction with this letter of transmittal.

Independent Audit

State statutes require the District to be subjected to an annual examination by an independent auditor. An annual audit serves to maintain and strengthen the District's accounting and budgetary controls. Independent auditor Zupka & Associates rendered an opinion on the District's financial statements as of and for the year ended June 30, 2023. The opinion appears at the beginning of the financial section of this report.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all school governments in Ohio. The District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

Awards

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Fairview Park City School District for its ACFR for the fiscal year ended June 30, 2022. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

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

The Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

ASBO Certificate of Excellence in Financial Reporting

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

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

MISSION STATEMENT

The Fairview Park City Schools will deliver exceptional academic programs and services that challenge the mind, instill the joy of learning, and promote responsible citizenship.

Acknowledgments

The publication of this report is a significant step toward professionalizing the District's financial reporting. It enhances the District's accountability to the residents of the Fairview Park City School District.

The preparation of this report would not have been possible without the assistance and support of the staff of the Treasurer's office, various administrators and staff members of the District. Special appreciation is expressed to the accounting firm of Julian & Grube, Inc. for assistance in designing and reviewing this financial report.

Finally, sincere appreciation is extended to the Board of Education for their support on this project.

Respectfully Submitted,

A handwritten signature in black ink, appearing to read 'Rob Showalter', with a long horizontal flourish extending to the right.

Rob Showalter
Treasurer

MISSION STATEMENT

The Fairview Park City Schools will deliver exceptional academic programs and services that challenge the mind, instill the joy of learning, and promote responsible citizenship.



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Fairview Park City School District
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO



The Certificate of Excellence in Financial Reporting
is presented to

Fairview Park City School District

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

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



A handwritten signature in black ink, appearing to read 'John W. Hutchison', written over a horizontal line.

John W. Hutchison
President

A handwritten signature in black ink, appearing to read 'Siobhán McMahon', written over a horizontal line.

Siobhán McMahon, CAE
Chief Operations Officer/
Interim Executive Director

PRINCIPAL OFFICIALS

June 30, 2023

Board of Education



(Front Row, Left to Right)

Joslyn Dalton - President - Term (01/01/2022 - 12/31/2025)
Erin Hinkel - Vice President - Term (01/01/2020 - 12/31/2023)
Jennifer Bolander - Term (01/01/2020 - 12/31/2023)

(Back Row, Left to Right)

Donald Bittala - Term (01/01/2020 - 12/31/2023)
Dorin Jackson - Term (01/18/2022 - 12/31/2023)

Superintendent

Mr. Keith Ahearn

Treasurer

Mr. Rob Showalter

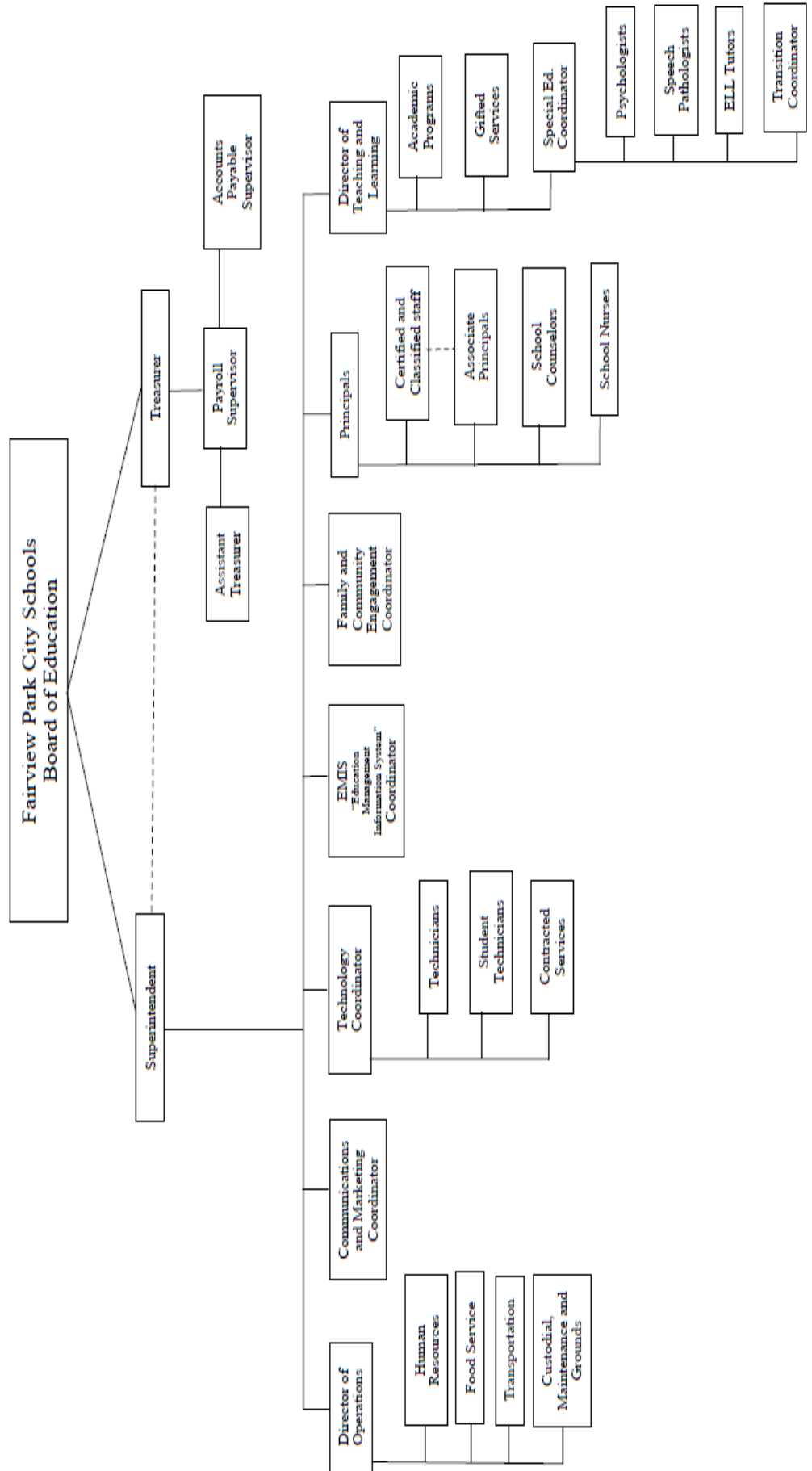
Department Administrative Staff

Director of Communication	-	Dan Rajkovich
Director of Teaching & Learning	-	Melanie Wightman
Assistant Treasurer	-	Balbina Korczak
Director of Operations	-	Mike Matthews
Food Service Coordinator	-	Diana Hill

Building Level Administrative Staff

High School/Middle School Campus Principal	-	Chris Vicha
High School Associate Principal	-	Chris Honeck
Middle School Associate Principal	-	Heather Kaminski
Gilles Sweet Elementary Principal	-	Matt Krivak
Gilles Sweet Associate Principal	-	Shanna Kovi
Early Education Center Principal	-	Patricia Moran

ORGANIZATIONAL CHART



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FINANCIAL SECTION



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INDEPENDENT AUDITOR'S REPORT

Fairview Park City School District
Cuyahoga County
21620 Mastick Road
Fairview Park, OH 44126

To the Members of the Board of Education:

Report on the Financial Statements

Opinions

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Fairview Park City School District as of June 30, 2023, 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 accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary Information

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

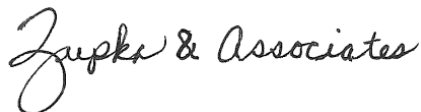
Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2023, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Zupka & Associates
Certified Public Accountants

December 27, 2023

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**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

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

Financial Highlights

Key financial highlights for fiscal year 2023 are as follows:

- In total, net position increased \$4,578,308. Net position of governmental activities increased \$3,831,508, which represents a 55.72% increase from June 30, 2022's net position. Business-type activities net position increased \$746,800 from June 30, 2022's net position.
- General revenues accounted for \$28,670,118 of revenue or 87.78% of governmental activities revenues. Program specific revenues in the form of charges for services and sales and operating grants and contributions accounted for \$3,992,611 or 12.22% of governmental activities revenues.
- Total revenues for fiscal year 2023 were \$34,425,798. Of this total, \$32,662,729 was reported in the governmental activities and \$1,763,069 in the business-type activities.
- The District had \$28,831,221 in expenses related to governmental activities; only \$3,992,611 of these expenses was offset by program specific charges for services and sales and operating grants and contributions resulting in a net cost of \$24,838,610 for the District. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$28,670,118 were adequate to provide for these programs.
- The District's major governmental funds are the general fund, and the bond retirement fund. The District had no major proprietary funds.
- The general fund had \$26,972,631 in revenues and other financing sources and \$24,614,090 in expenditures and other financing uses. During fiscal year 2023, the general fund's fund balance increased \$2,358,541 from a balance of \$16,677,277 to \$19,035,818.
- The bond retirement fund had \$2,139,927 in revenues and \$2,226,781 in expenditures. During fiscal year 2023, the bond retirement fund's fund balance decreased \$86,854 from \$3,689,537 to \$3,602,683.

Using this Annual Comprehensive Financial Report (ACFR)

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)

Reporting the District as a Whole

Statement of Net Position and the Statement of Activities

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

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

In the statement of net position and the statement of activities, the District is divided into two distinct kinds of activities:

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

Business-type activities - These services are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided. The District's food service and day care services are reported as business activities.

The District's statement of net position and statement of activities can be found on pages 17-19 of this report.

Reporting the District's Most Significant Funds

Fund Financial Statements

The analysis of the District's major governmental funds begins on page 14 and the analysis of the District's major enterprise funds begins on page 15. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the general fund and bond retirement fund.

Governmental Funds

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash.

The governmental fund statements provide a detailed short-term view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds is reconciled in the financial statements. The basic governmental fund financial statements can be found on pages 20-24 of this report.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)

Proprietary Funds

Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match information provided in the statements for the District as a whole. Both the food service fund and daycare services fund are major funds. The basic proprietary fund financial statements can be found on pages 25-27 of this report.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 29-77 of this report.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's net pension liability and net OPEB liability/asset. The required supplementary information can be found on pages 80-98 of this report.

The District as a Whole

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

Net Position

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<u>Assets</u>						
Current and other assets	\$ 53,404,694	\$ 50,990,569	\$ 1,340,914	\$ 895,728	\$ 54,745,608	\$ 51,886,297
Net OPEB asset	2,228,981	1,824,066	7,385	-	2,236,366	1,824,066
Capital assets, net	54,093,600	55,910,343	102,485	10,259	54,196,085	55,920,602
Total assets	<u>109,727,275</u>	<u>108,724,978</u>	<u>1,450,784</u>	<u>905,987</u>	<u>111,178,059</u>	<u>109,630,965</u>
<u>Deferred outflows</u>	<u>7,426,877</u>	<u>7,071,690</u>	<u>195,063</u>	<u>187,147</u>	<u>7,621,940</u>	<u>7,258,837</u>
<u>Liabilities</u>						
Current liabilities	3,457,825	3,438,403	74,192	87,013	3,532,017	3,525,416
Long-term liabilities						
Due within one year	2,648,021	2,409,182	14,913	11,424	2,662,934	2,420,606
Due in more than one year:						
Net pension liability	23,905,082	14,024,879	735,395	535,305	24,640,477	14,560,184
Net OPEB liability	1,268,480	1,572,530	178,753	267,684	1,447,233	1,840,214
Other amounts	47,557,892	50,226,156	161,090	146,167	47,718,982	50,372,323
Total liabilities	<u>78,837,300</u>	<u>71,671,150</u>	<u>1,164,343</u>	<u>1,047,593</u>	<u>80,001,643</u>	<u>72,718,743</u>
<u>Deferred inflows</u>	<u>27,609,467</u>	<u>37,113,662</u>	<u>498,391</u>	<u>809,228</u>	<u>28,107,858</u>	<u>37,922,890</u>
<u>Net position</u>						
Net investment in capital assets	7,696,605	8,090,785	102,485	10,259	7,799,090	8,101,044
Restricted	8,065,580	7,028,778	4,071	-	8,069,651	7,028,778
Unrestricted (deficit)	<u>(5,054,800)</u>	<u>(8,243,686)</u>	<u>(123,443)</u>	<u>(773,946)</u>	<u>(5,178,243)</u>	<u>(9,017,632)</u>
Total net position (deficit)	<u>\$ 10,707,385</u>	<u>\$ 6,875,877</u>	<u>\$ (16,887)</u>	<u>\$ (763,687)</u>	<u>\$ 10,690,498</u>	<u>\$ 6,112,190</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)

Net Pension Liability and Net OPEB Liability/Asset

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

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

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

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

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

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

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2023, the District's assets plus deferred outflows exceeded liabilities plus deferred inflows by \$10,707,385 in the governmental activities and liabilities plus deferred inflows exceeded assets plus deferred outflows by \$16,887 in the business-type activities.

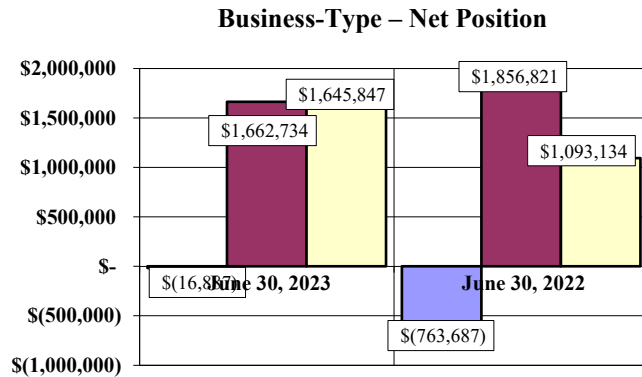
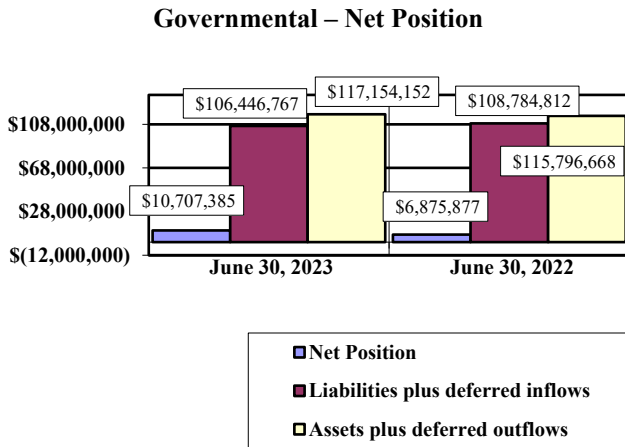
Deferred outflows related to pension decreased primarily due to changes in assumptions by the State Teachers Retirement System (STRS). See Note 12 for more detail.

Total assets include a net OPEB asset reported by STRS.

At year-end, capital assets represented 49.30% of total assets. Capital assets include land, land improvements, buildings and improvements, furniture, fixtures and equipment, vehicles, textbooks, and intangible right-to-use assets. The net investment in capital assets at June 30, 2023, was \$7,696,605. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

The net pension liability increased \$9,900,293 or 68.00% and deferred inflows of resources related to pension decreased \$10,036,711 or 75.07%. These changes were the result of changes at the pension system level for the State Teachers Retirement System (STRS) and the School Employees Retirement System (SERS). Primarily, net investment income on investments at both pension systems were negative for the fiscal year 2022 measurement date that are used for the fiscal year 2023 reporting. This caused a large decrease in their respective fiduciary net positions which was a drastic change from the previous fiscal year's large positive investment returns.

A portion of the District's net position, \$8,065,580 represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position is a deficit of \$5,054,800. The graphs below show the assets plus deferred outflows, liabilities plus deferred inflows and net position of the governmental activities and business-type activities at June 30, 2023 and 2022.



**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

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

Change in Net Position

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<u>Revenues</u>						
Program revenues:						
Charges for services and sales	\$ 883,054	\$ 818,128	\$ 1,402,731	\$ 1,030,030	\$ 2,285,785	\$ 1,848,158
Operating grants and contributions	3,019,557	2,254,560	306,061	844,266	3,325,618	3,098,826
Capital grants and contributions	90,000	-	-	-	90,000	-
General revenues:						
Property taxes	22,946,770	23,195,828	-	-	22,946,770	23,195,828
Grants and entitlements	4,984,749	5,070,919	-	-	4,984,749	5,070,919
Investment earnings	757,171	128,013	-	-	757,171	128,013
Fair value adjustment	(118,305)	(608,877)	-	-	(118,305)	(608,877)
Gain on disposal of capital assets	-	-	54,277	-	54,277	-
Other	99,733	440,840	-	-	99,733	440,840
Total revenues	<u>32,662,729</u>	<u>31,299,411</u>	<u>1,763,069</u>	<u>1,874,296</u>	<u>34,425,798</u>	<u>33,173,707</u>
<u>Expenses</u>						
Program expenses:						
Instruction:						
Regular	12,097,811	10,573,728	-	-	12,097,811	10,573,728
Special	5,232,880	4,556,605	-	-	5,232,880	4,556,605
Vocational	11,317	4,230	-	-	11,317	4,230
Other	32,420	12,997	-	-	32,420	12,997
Support services:						
Pupil	1,792,841	1,625,469	-	-	1,792,841	1,625,469
Instructional staff	717,084	580,482	-	-	717,084	580,482
Board of education	79,221	47,107	-	-	79,221	47,107
Administration	1,655,467	1,424,605	-	-	1,655,467	1,424,605
Fiscal	884,570	786,743	-	-	884,570	786,743
Business	187,202	177,663	-	-	187,202	177,663
Operations and maintenance	1,854,292	1,847,873	-	-	1,854,292	1,847,873
Pupil transportation	930,267	802,926	-	-	930,267	802,926
Central	314,143	293,870	-	-	314,143	293,870
Operation of non-instructional services:						
Other non-instructional services	806,389	602,306	-	-	806,389	602,306
Extracurricular activities	717,909	690,833	-	-	717,909	690,833
Interest and fiscal charges	1,517,408	1,648,263	-	-	1,517,408	1,648,263
Food service operations	-	-	485,974	567,618	485,974	567,618
Day care services	-	-	530,295	489,446	530,295	489,446
Total expenses	<u>28,831,221</u>	<u>25,675,700</u>	<u>1,016,269</u>	<u>1,057,064</u>	<u>29,847,490</u>	<u>26,732,764</u>
Changes in net position	3,831,508	5,623,711	746,800	817,232	4,578,308	6,440,943
Net position (deficit) at beginning of year	<u>6,875,877</u>	<u>1,252,166</u>	<u>(763,687)</u>	<u>(1,580,919)</u>	<u>6,112,190</u>	<u>(328,753)</u>
Net position (deficit) at end of year	<u>\$ 10,707,385</u>	<u>\$ 6,875,877</u>	<u>\$ (16,887)</u>	<u>\$ (763,687)</u>	<u>\$ 10,690,498</u>	<u>\$ 6,112,190</u>

Governmental Activities

For fiscal year 2023, the net position of the District's governmental activities increased \$3,831,508. Total governmental expenses of \$28,831,221 were offset by program revenues of \$3,992,611 and general revenues of \$28,670,118. Program revenues supported 13.85% of the total governmental expenses.

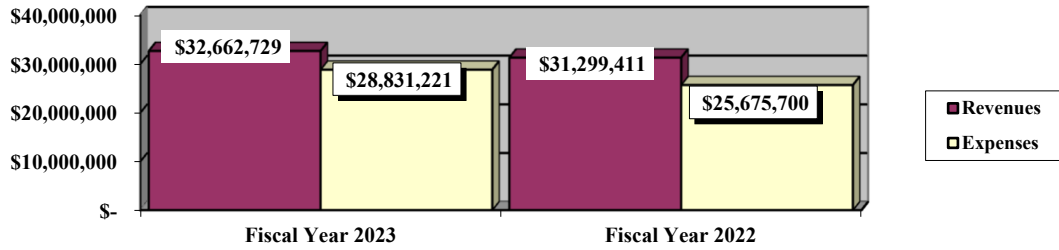
**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

Overall, expenses of the governmental and business-type activities increased \$3,114,726 or 11.65%. This increase is primarily the result of an increase in pension expense. Pension expense increased \$2,366,856. This increase was the result of an increase in expenses incurred at the pension system level for the State Teachers Retirement System (STRS) and the School Employees Retirement System (SERS) due to a decrease in net investment income on investments compared to previous years.

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

Governmental Activities - Revenues and Expenses



The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services for fiscal years 2023 and 2022. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

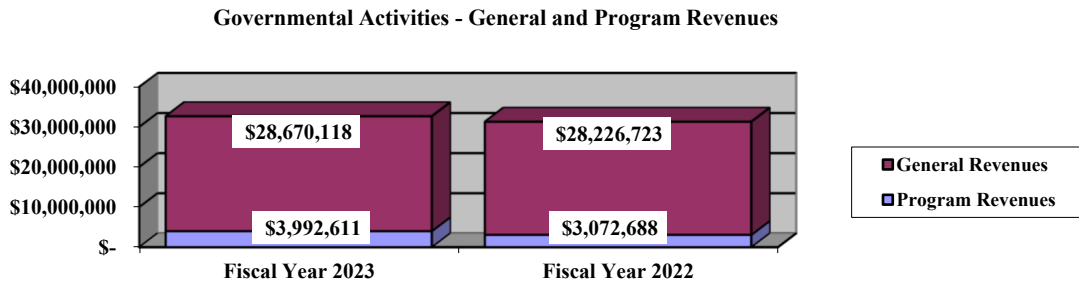
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)

Governmental Activities

	Total Cost of Services <u>2023</u>	Net Cost of Services <u>2023</u>	Total Cost of Services <u>2022</u>	Net Cost of Services <u>2022</u>
Program expenses:				
Instruction:				
Regular	\$ 12,097,811	\$ 11,044,229	\$ 10,573,728	\$ 9,874,387
Special	5,232,880	4,280,990	4,556,605	3,597,753
Vocational	11,317	11,317	4,230	4,230
Other	32,420	32,420	12,997	12,997
Support services:				
Pupil	1,792,841	1,582,434	1,625,469	1,452,662
Instructional staff	717,084	549,645	580,482	511,177
Board of education	79,221	79,221	47,107	47,107
Administration	1,655,467	1,655,467	1,424,605	1,420,722
Fiscal	884,570	884,570	786,743	786,743
Business	187,202	187,202	177,663	177,663
Operations and maintenance	1,854,292	1,571,620	1,847,873	1,604,347
Pupil transportation	930,267	730,469	802,926	719,107
Central	314,143	314,143	293,870	293,870
Operation of non-instructional services:				
Other non-instructional services	806,389	(74,616)	602,306	(18,938)
Extracurricular activities	717,909	472,091	690,833	470,922
Interest and fiscal charges	1,517,408	1,517,408	1,648,263	1,648,263
Total expenses	<u>\$ 28,831,221</u>	<u>\$ 24,838,610</u>	<u>\$ 25,675,700</u>	<u>\$ 22,603,012</u>

The dependence upon tax revenues during fiscal year 2023 for governmental activities is apparent, as 88.46% of 2023 instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 86.15%. The District's taxpayers and unrestricted grants and entitlements from the State of Ohio, are the primary support for District's students.

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



Business-type Activities

Business-type activities include day care, preschool and after school programs and the food service operation. Management reviews these programs to develop policies to allow these services to become self-supporting.

Food service operations had \$305,871 in operating revenue, \$306,061 in grants and subsidies and had total expenses of \$485,974. Food service program revenues were sufficient to support food service expenses.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)

The day care services fund had \$1,096,860 in operating revenue, and \$530,295 in expenses and \$54,277 in nonoperating revenue. Day care services revenues were sufficient to support day care services expenses.

The District's Funds

The District's governmental funds reported a combined fund balance of \$27,852,453, which is \$2,537,664 more than last year's fund total of \$25,314,789.

The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2023 and 2022.

	<u>Fund Balance</u> <u>June 30, 2023</u>	<u>Fund Balance</u> <u>June 30, 2022</u>	<u>Change</u>
General	\$ 19,035,818	\$ 16,677,277	\$ 2,358,541
Bond retirement	3,602,683	3,689,537	(86,854)
Other governmental	<u>5,213,952</u>	<u>4,947,975</u>	<u>265,977</u>
Total	<u>\$ 27,852,453</u>	<u>\$ 25,314,789</u>	<u>\$ 2,537,664</u>

General Fund

The District's general fund balance increased \$2,358,541.

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

	<u>2023</u> <u>Amount</u>	<u>2022</u> <u>Amount</u>	<u>Change</u>	<u>Change</u>
<u>Revenues</u>				
Property taxes	\$ 20,446,078	\$ 19,943,936	\$ 502,142	2.52 %
Intergovernmental	5,144,889	5,189,719	(44,830)	(0.86) %
Investment earnings	752,472	128,632	623,840	484.98 %
Tuition and fees	453,538	413,679	39,859	9.64 %
Other revenues	<u>170,190</u>	<u>(233,353)</u>	<u>403,543</u>	<u>(172.93) %</u>
Total	<u>\$ 26,967,167</u>	<u>\$ 25,442,613</u>	<u>\$ 1,524,554</u>	5.99 %

Property tax revenue represents 75.82% of all general fund revenue. The combined value of property taxes and intergovernmental revenue represent 94.90% of the general fund revenues. Investment earnings increased due to more favorable interest rates on the District's investments.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)

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

	<u>2023</u> <u>Amount</u>	<u>2022</u> <u>Amount</u>	<u>Change</u>	<u>Change</u>
<u>Expenses</u>				
Instruction	\$ 14,623,679	\$ 14,025,968	\$ 597,711	4.26 %
Support services	7,941,812	7,458,195	483,617	6.48 %
Operation of non- instructional services	197	-	197	100.00 %
Extracurricular activities	464,352	414,806	49,546	11.94 %
Capital outlay	5,464	-	5,464	100.00 %
Debt service	3,586	2,877	709	24.64 %
Total	<u>\$ 23,039,090</u>	<u>\$ 21,901,846</u>	<u>\$ 1,137,244</u>	5.19 %

District expenditures increased 5.19%, primarily as a result in increased of wages and benefits which were moved to special revenue funds during the fiscal year.

Bond Retirement Fund

The bond retirement fund had \$2,139,927 in revenues and \$2,226,781 in expenditures. During fiscal year 2023, the bond retirement fund's fund balance decreased \$86,854 from \$3,689,537 to \$3,602,683. This decrease was primarily the result of property taxes and homestead and rollback revenues collected that were sufficient to pay scheduled debt service payments.

General Fund Budgeting Highlights

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

Throughout fiscal year 2023, the District routinely made amendments to the general fund budget. These amendments were necessary to accompany initiatives that were established and needed funding throughout the fiscal year. The District uses a modified site-based budgeting technique which is designed to tightly control total site budgets, but also provide flexibility for site management.

For the general fund, the original budgeted revenue and other financing sources of \$26,272,752. This amount was \$290,107 less than the final budgeted revenue and other financing sources amount. Actual revenue and other financing sources were \$26,789,921. Actual revenues and other financing sources were \$807,276 higher than the final budgeted revenues and other financing sources.

Total actual expenditures and other financing uses on the budget basis (cash outlays plus encumbrances) were \$24,988,224. This amount was \$566,344 less than the final budgeted amounts. The final budgeted expenditures and other financing uses were \$25,554,568 and original budgeted expenditures were \$25,554,568. Overall, fund balance on the budget basis increased \$1,801,697 over the prior year.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2023, the District had \$54,196,085 invested in land, land improvements, buildings and improvements, furniture, fixtures and equipment, vehicles, textbooks, and intangible right-to-use assets. Of this total, \$54,093,600 was reported in governmental activities and \$102,485 was reported in business-type activities.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)

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

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

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Land	\$ 280,555	\$ 280,555	\$ -	\$ -	\$ 280,555	\$ 280,555
Construction in progress	186,710	-	-	-	186,710	-
Land improvements	818,355	895,999	-	-	818,355	895,999
Buildings and improvements	51,653,398	53,492,765	-	-	51,653,398	53,492,765
Furniture, fixtures and equipment	524,481	728,558	102,485	10,259	626,966	738,817
Vehicles	475,822	315,857	-	-	475,822	315,857
Textbooks	151,438	195,911	-	-	151,438	195,911
Intangible right-to-use assets	<u>2,841</u>	<u>698</u>	<u>-</u>	<u>-</u>	<u>2,841</u>	<u>698</u>
Total	<u>\$ 54,093,600</u>	<u>\$ 55,910,343</u>	<u>\$ 102,485</u>	<u>\$ 10,259</u>	<u>\$ 54,196,085</u>	<u>\$ 55,920,602</u>

Overall governmental capital assets, net of accumulated depreciation, decreased \$1,724,517 from June 30, 2022 to June 30, 2023. Capital outlay in the governmental activities were \$318,013, depreciation expense was \$2,181,307 and disposals, net of accumulated depreciation, were \$59,741.

See Note 11 to the basic financial statements for more detail on the District's capital assets.

Debt Administration

At June 30, 2023, the District has \$45,712,273 in long-term debt outstanding. Of this total, \$2,557,515 is due within one year and \$43,154,758 is due in greater than one year.

The following table summarizes outstanding long-term debt:

Outstanding Debt, at Year End

Long Term Debt:	Governmental	Governmental
	Activities	Activities
	<u>2023</u>	<u>2022</u>
Series 2014 - Refunding bonds	\$ -	\$ 431,000
Series 2012 & 2013 - Refunding bonds	14	3,839
Series 2017 - School improvement bonds	-	95,000
Series 2016 & 2017 - Certificates of participation	20,930,000	21,470,000
Series 2019 - Refunding bonds	12,450,000	12,450,000
Series 2020 - Refunding bonds	10,065,000	10,210,000
Series 2021 - Refunding bonds	1,235,000	-
Leases payable	2,772	708
Notes payable - finance purchase	<u>1,029,487</u>	<u>1,544,231</u>
Total	<u>\$ 45,712,273</u>	<u>\$ 46,204,778</u>

Payments of principal and interest on the general obligation bonds are made from the bond retirement fund. Payments for the certificates of participation are made from the permanent improvement fund. See Note 16 to the basic financial statements for more detail on the District's long-term obligations.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

Current Financial Related Activities

The District currently has one 7.50 mill, \$2,690,000 emergency levy that was renewed in November of 2018. The last full collection year for this levy is calendar year (CY) 2023. The District voters approved a 10-year renewal of this levy at 6.6 mills in November 2022. The passage of this renewal levy by the residents of the District preserved a significant portion of the district revenue sources for the foreseeable future. This emergency levy expires at the end of calendar year 2033.

Assessed Valuation

The following table shows the recent assessed valuations of property subject to ad valorem taxes levied by the School District.

Collection Year	Real	Public Utility	Total Assessed Valuation
2014	\$336,463,920	\$4,011,650	\$340,475,570
2015	340,827,800	4,394,500	345,222,300
2016(a)	334,796,640	4,598,810	339,395,450
2017	361,371,420	4,705,490	366,076,910
2018	354,321,571	4,984,210	359,305,781
2020(b)	402,409,130	5,625,260	408,034,390
2021	400,640,380	6,341,500	406,981,880
2022	483,535,720	6,786,630	490,322,350
2023(a)	487,111,840	8,258,950	495,370,790

(a) Reflects triennial adjustment.

(b) Reflects sexennial reappraisal.

Source: County Fiscal Officer.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have any questions about this report or need additional information contact: Mr. Rob Showalter, Treasurer, at Fairview Park City Schools, 21620 Mastick Road, Fairview Park, Ohio 44126.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

STATEMENT OF NET POSITION
JUNE 30, 2023

	Governmental Activities	Business-type Activities	Total
Assets:			
Equity in pooled cash and cash equivalents	\$ 29,724,981	\$ 1,324,982	\$ 31,049,963
Receivables:			
Property taxes	23,392,381	-	23,392,381
Accounts	27,117	12,100	39,217
Accrued interest	60,356	-	60,356
Intergovernmental	163,094	-	163,094
Prepayments	36,765	-	36,765
Materials and supplies inventory	-	289	289
Inventory held for resale	-	3,543	3,543
Net OPEB asset	2,228,981	7,385	2,236,366
Capital assets:			
Nondepreciable capital assets	467,265	-	467,265
Depreciable capital assets, net	53,626,335	102,485	53,728,820
Capital assets, net	<u>54,093,600</u>	<u>102,485</u>	<u>54,196,085</u>
Total assets	<u>109,727,275</u>	<u>1,450,784</u>	<u>111,178,059</u>
Deferred outflows of resources:			
Unamortized deferred charges on debt refunding	904,276	-	904,276
Pension	5,859,325	133,749	5,993,074
OPEB	663,276	61,314	724,590
Total deferred outflows of resources	<u>7,426,877</u>	<u>195,063</u>	<u>7,621,940</u>
Liabilities:			
Accounts payable	232,782	4,952	237,734
Accrued wages and benefits payable	2,408,118	51,362	2,459,480
Intergovernmental payable	71,573	708	72,281
Pension and postemployment benefits payable	361,072	17,170	378,242
Accrued interest payable	132,254	-	132,254
Claims payable	252,026	-	252,026
Long-term liabilities:			
Due within one year	2,648,021	14,913	2,662,934
Due in more than one year:			
Net pension liability	23,905,082	735,395	24,640,477
Net OPEB liability	1,268,480	178,753	1,447,233
Other amounts due in more than one year	47,557,892	161,090	47,718,982
Total liabilities	<u>78,837,300</u>	<u>1,164,343</u>	<u>80,001,643</u>
Deferred inflows of resources:			
Property taxes levied for the next fiscal year	20,978,093	-	20,978,093
Unamortized deferred gain on debt refunding	97,319	-	97,319
Pension	3,190,541	141,704	3,332,245
OPEB	3,343,514	356,687	3,700,201
Total deferred inflows of resources	<u>27,609,467</u>	<u>498,391</u>	<u>28,107,858</u>
Net position:			
Net investment in capital assets	7,696,605	102,485	7,799,090
Restricted for:			
Capital projects	2,366	-	2,366
OPEB	501,178	4,071	505,249
Debt service	3,548,418	-	3,548,418
State funded programs	18,273	-	18,273
Federally funded programs	86,797	-	86,797
Extracurricular programs	96,689	-	96,689
Scholarships	3,789,416	-	3,789,416
Other purposes	22,443	-	22,443
Unrestricted (deficit)	<u>(5,054,800)</u>	<u>(123,443)</u>	<u>(5,178,243)</u>
Total net position	<u>\$ 10,707,385</u>	<u>\$ (16,887)</u>	<u>\$ 10,690,498</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services and Sales</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Governmental activities:				
Instruction:				
Regular	\$ 12,097,811	\$ 335,281	\$ 718,301	\$ -
Special	5,232,880	175,642	776,248	-
Vocational	11,317	-	-	-
Other	32,420	-	-	-
Support services:				
Pupil	1,792,841	-	210,407	-
Instructional staff	717,084	-	167,439	-
Board of education	79,221	-	-	-
Administration	1,655,467	-	-	-
Fiscal	884,570	-	-	-
Business	187,202	-	-	-
Operations and maintenance	1,854,292	124,252	158,420	-
Pupil transportation	930,267	15,670	94,128	90,000
Central	314,143	-	-	-
Operation of non-instructional services:				
Other non-instructional services	806,389	782	880,223	-
Extracurricular activities	717,909	231,427	14,391	-
Interest and fiscal charges	1,517,408	-	-	-
Total governmental activities	<u>28,831,221</u>	<u>883,054</u>	<u>3,019,557</u>	<u>90,000</u>
Business-type activities:				
Food service	485,974	305,871	306,061	-
Day care services	530,295	1,096,860	-	-
Total business-type activities	<u>1,016,269</u>	<u>1,402,731</u>	<u>306,061</u>	<u>-</u>
Totals	<u>\$ 29,847,490</u>	<u>\$ 2,285,785</u>	<u>\$ 3,325,618</u>	<u>\$ 90,000</u>

General revenues:

Property taxes levied for:

 General purposes

 Debt service

 Capital outlay

Grants and entitlements not restricted
to specific programs

Investment earnings

Fair value adjustment

Gain on disposal of capital assets

Miscellaneous

Total general revenues

Change in net position

Net position at beginning of year

Net position at end of year

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**Net (Expense) Revenue
and Changes in Net Position**

<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
\$ (11,044,229)	\$ -	\$ (11,044,229)
(4,280,990)	-	(4,280,990)
(11,317)	-	(11,317)
(32,420)	-	(32,420)
(1,582,434)	-	(1,582,434)
(549,645)	-	(549,645)
(79,221)	-	(79,221)
(1,655,467)	-	(1,655,467)
(884,570)	-	(884,570)
(187,202)	-	(187,202)
(1,571,620)	-	(1,571,620)
(730,469)	-	(730,469)
(314,143)	-	(314,143)
74,616	-	74,616
(472,091)	-	(472,091)
(1,517,408)	-	(1,517,408)
(24,838,610)	-	(24,838,610)
-	125,958	125,958
-	566,565	566,565
-	692,523	692,523
(24,838,610)	692,523	(24,146,087)
20,270,514	-	20,270,514
1,906,955	-	1,906,955
769,301	-	769,301
4,984,749	-	4,984,749
757,171	-	757,171
(118,305)	-	(118,305)
	54,277	54,277
99,733	-	99,733
28,670,118	54,277	28,724,395
3,831,508	746,800	4,578,308
6,875,877	(763,687)	6,112,190
<u>\$ 10,707,385</u>	<u>\$ (16,887)</u>	<u>\$ 10,690,498</u>

**FAIRVIEW PARK CITY SCHOOL DSITRICT
CUYAHOGA COUNTY, OHIO**

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2023

	<u>General</u>	<u>Bond Retirement</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 20,312,701	\$ 3,391,209	\$ 5,284,893	\$ 28,988,803
Receivables:				
Property taxes	20,259,321	2,374,503	758,557	23,392,381
Accounts	18,838	-	4,776	23,614
Accrued interest	43,198	-	17,158	60,356
Interfund loans	47,650	-	-	47,650
Intergovernmental	82,872	-	80,222	163,094
Prepayments	36,765	-	-	36,765
Total assets	<u>\$ 40,801,345</u>	<u>\$ 5,765,712</u>	<u>\$ 6,145,606</u>	<u>\$ 52,712,663</u>
Liabilities:				
Accounts payable	\$ 187,147	\$ -	\$ 45,635	\$ 232,782
Accrued wages and benefits payable	2,367,167	-	40,951	2,408,118
Compensated absences payable	34,349	-	-	34,349
Intergovernmental payable	70,306	-	1,022	71,328
Pension and postemployment benefits payable	349,412	-	11,660	361,072
Interfund loans payable	-	-	47,650	47,650
Total liabilities	<u>3,008,381</u>	<u>-</u>	<u>146,918</u>	<u>3,155,299</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	18,204,983	2,100,100	673,010	20,978,093
Delinquent property tax revenue not available	536,912	62,929	20,103	619,944
Intergovernmental revenue not available	-	-	80,222	80,222
Accrued interest not available	15,251	-	11,401	26,652
Total deferred inflows of resources	<u>18,757,146</u>	<u>2,163,029</u>	<u>784,736</u>	<u>21,704,911</u>
Fund balances:				
Nonspendable:				
Prepays	36,765	-	-	36,765
Unclaimed monies	16,983	-	-	16,983
Scholarships	-	-	3,778,015	3,778,015
Restricted:				
Debt service	-	3,602,683	-	3,602,683
Capital projects	-	-	2,366	2,366
Non-public schools	-	-	38,320	38,320
State funded programs	-	-	18,273	18,273
Federally funded programs	-	-	86,797	86,797
Extracurricular	-	-	96,689	96,689
Other purposes	-	-	5,460	5,460
Committed:				
Capital projects	-	-	1,268,254	1,268,254
Termination benefits	97,017	-	-	97,017
Assigned:				
Student instruction	66,535	-	-	66,535
Student and staff support	282,315	-	-	282,315
Subsequent year's appropriations	490,444	-	-	490,444
Unassigned (deficit)	18,045,759	-	(80,222)	17,965,537
Total fund balances	<u>19,035,818</u>	<u>3,602,683</u>	<u>5,213,952</u>	<u>27,852,453</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 40,801,345</u>	<u>\$ 5,765,712</u>	<u>\$ 6,145,606</u>	<u>\$ 52,712,663</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

Total governmental fund balances		\$	27,852,453
<i>Amounts reported for governmental activities on the statement of net position are different because:</i>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			54,093,600
Other long-term assets are not available to pay for current period expenditures and therefore are deferred inflows in the funds.			
Property taxes receivable	\$	619,944	
Accrued interest receivable		26,652	
Intergovernmental receivable		80,222	
Total			726,818
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 on the statement of net position.			487,410
Unamortized premiums on bonds issued are not recognized in the funds.			(2,521,166)
Unamortized amounts on refundings are not recognized in the funds.			
Unamortized deferred loss on refunding		904,276	
Unamortized deferred gain on refunding		(97,319)	
Total			806,957
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.			(132,254)
The net pension/OPEB assets & liabilities are not due and payable in the current period; therefore, the assets, liabilities and related deferred inflows/outflows are not reported in governmental funds.			
Deferred outflows - pension		5,859,325	
Deferred inflows - pension		(3,190,541)	
Net pension liability		(23,905,082)	
Deferred outflows - OPEB		663,276	
Deferred inflows - OPEB		(3,343,514)	
Net OPEB asset		2,228,981	
Net OPEB liability		(1,268,480)	
Total			(22,956,035)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
General obligation bonds		(23,800,341)	
Certificates of participation		(20,930,000)	
Leases payable		(2,772)	
Notes payable - finance purchase		(1,029,487)	
Compensated absences		(1,887,798)	
Total			(47,650,398)
Net position of governmental activities		\$	10,707,385

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>General</u>	<u>Bond Retirement</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
Property taxes	\$ 20,446,078	\$ 1,927,347	\$ 775,974	\$ 23,149,399
Intergovernmental	5,144,889	212,580	2,468,729	7,826,198
Investment earnings	752,472	-	71,061	823,533
Tuition and fees	453,538	-	46,966	500,504
Extracurricular	27,637	-	230,661	258,298
Rental income	124,252	-	-	124,252
Contributions and donations	38,355	-	8,023	46,378
Miscellaneous	32,326	-	133,982	166,308
Change in fair value on investments	(52,380)	-	(65,925)	(118,305)
Total revenues	<u>26,967,167</u>	<u>2,139,927</u>	<u>3,669,471</u>	<u>32,776,565</u>
Expenditures:				
Current:				
Instruction:				
Regular	9,705,393	-	640,513	10,345,906
Special	4,905,325	-	472,781	5,378,106
Vocational	2,647	-	8,275	10,922
Other	10,314	-	-	10,314
Support services:				
Pupil	1,689,248	-	149,916	1,839,164
Instructional staff	570,804	-	165,641	736,445
Board of education	79,770	-	-	79,770
Administration	1,681,244	-	-	1,681,244
Fiscal	875,803	28,780	-	904,583
Business	192,917	-	-	192,917
Operations and maintenance	1,743,228	-	303,098	2,046,326
Pupil transportation	844,482	-	199,955	1,044,437
Central	264,316	-	55,220	319,536
Operation of non-instructional services				
Other non-instructional services	197	-	817,731	817,928
Extracurricular activities	464,352	-	265,925	730,277
Facilities acquisition and construction	-	-	40,208	40,208
Capital outlay	5,464	-	-	5,464
Debt service:				
Principal retirement	3,400	674,825	1,054,744	1,732,969
Interest and fiscal charges	186	762,001	804,487	1,566,674
Accretion on capital appreciation bonds	-	761,175	-	761,175
Total expenditures	<u>23,039,090</u>	<u>2,226,781</u>	<u>4,978,494</u>	<u>30,244,365</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,928,077</u>	<u>(86,854)</u>	<u>(1,309,023)</u>	<u>2,532,200</u>
Other financing sources (uses):				
Transfers in	-	-	1,575,000	1,575,000
Transfers (out)	(1,575,000)	-	-	(1,575,000)
Lease transaction	5,464	-	-	5,464
Total other financing sources (uses)	<u>(1,569,536)</u>	<u>-</u>	<u>1,575,000</u>	<u>5,464</u>
Net change in fund balances	2,358,541	(86,854)	265,977	2,537,664
Fund balances at beginning of year	<u>16,677,277</u>	<u>3,689,537</u>	<u>4,947,975</u>	<u>25,314,789</u>
Fund balances at end of year	<u>\$ 19,035,818</u>	<u>\$ 3,602,683</u>	<u>\$ 5,213,952</u>	<u>\$ 27,852,453</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

Net change in fund balances - total governmental funds	\$	2,537,664
<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	\$ 456,782	
Current year depreciation	<u>(2,171,315)</u>	
Total		(1,714,533)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net position.		
		(102,210)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Property taxes	(202,629)	
Earnings on investments	8,571	
Intergovernmental	<u>80,222</u>	
Total		(113,836)
Repayment of bond, COPs, leases payable and finance purchase principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position.		
Bonds and certificates of participation (COPS)	1,214,825	
Accretion on capital appreciation bonds	761,175	
Leases payable	3,400	
Notes payable - finance purchase	<u>514,744</u>	
Total		2,494,144
Issuance of leases are recorded as other financing sources in the funds; however, in the statement of activities, they are not reported as other financing sources as they increase liabilities on the statement of net position.		
		(5,464)
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in additional interest being reported in the statement of activities:		
Change in accrued interest payable	32,600	
Accreted interest on capital appreciation bonds	(193,136)	
Amortization of bond premiums	202,964	
Amortization of deferred loss	(31,822)	
Amortization of deferred gain	<u>38,660</u>	
Total		49,266
Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.		
Pension		2,125,793
OPEB		63,501
Except for amounts reported as deferred inflows/outflows, changes in the net pension/OPEB liability/asset are reported as pension/OPEB expense in the statement of activities.		
Pension		(1,972,838)
OPEB		449,073
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
		(44,033)
An internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.		
		<u>64,981</u>
Change in net position of governmental activities	\$	<u>3,831,508</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property taxes	\$ 20,333,445	\$ 20,107,842	\$ 20,311,929	\$ 204,087
Intergovernmental	5,245,502	5,187,303	5,074,081	(113,222)
Investment earnings	108,706	107,500	731,929	624,429
Tuition and fees	349,376	345,500	449,086	103,586
Extracurricular	2,528	2,500	1,548	(952)
Rental income	107,695	106,500	127,659	21,159
Total revenues	<u>26,147,252</u>	<u>25,857,145</u>	<u>26,696,232</u>	<u>839,087</u>
Expenditures:				
Current:				
Instruction:				
Regular	10,254,399	10,148,590	9,565,418	583,172
Special	4,928,584	4,915,688	4,952,786	(37,098)
Vocational	2,875	3,673	3,236	437
Other	12,220	11,985	10,314	1,671
Support services:				
Pupil	1,681,752	1,662,405	1,714,800	(52,395)
Instructional staff	603,126	613,491	569,619	43,872
Board of education	87,188	114,306	101,608	12,698
Administration	1,682,594	1,668,052	1,687,766	(19,714)
Fiscal	919,287	902,523	855,761	46,762
Business	216,846	210,811	192,916	17,895
Operations and maintenance	1,916,464	1,990,587	1,919,881	70,706
Pupil transportation	883,772	947,524	933,603	13,921
Central	274,790	283,202	268,349	14,853
Operation of non-instructional services				
Extracurricular activities	465,671	456,731	464,517	(7,786)
Total expenditures	<u>23,929,568</u>	<u>23,929,568</u>	<u>23,240,574</u>	<u>688,994</u>
Excess of revenues over expenditures	<u>2,217,684</u>	<u>1,927,577</u>	<u>3,455,658</u>	<u>1,528,081</u>
Other financing sources (uses):				
Refund of prior year's expenditures	500	500	3,689	3,189
Transfers (out)	(1,500,000)	(1,500,000)	(1,700,000)	(200,000)
Advances in	125,000	125,000	90,000	(35,000)
Advances (out)	(125,000)	(125,000)	(47,650)	77,350
Total other financing sources (uses)	<u>(1,499,500)</u>	<u>(1,499,500)</u>	<u>(1,653,961)</u>	<u>(154,461)</u>
Net change in fund balance	718,184	428,077	1,801,697	1,373,620
Fund balance at beginning of year	17,415,485	17,415,485	17,415,485	-
Prior year encumbrances appropriated	459,395	459,395	459,395	-
Fund balance at end of year	<u>\$ 18,593,064</u>	<u>\$ 18,302,957</u>	<u>\$ 19,676,577</u>	<u>\$ 1,373,620</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2023

	Total Business-Type Activities - Enterprise Funds	Governmental Activities - Internal Service Funds
Assets:		
Current assets:		
Equity in pooled cash and cash equivalents	\$ 1,324,982	\$ 736,178
Receivables:		
Accounts	12,100	3,503
Materials and supplies inventory	289	-
Inventory held for resale	3,543	-
Total current assets	1,340,914	739,681
Noncurrent assets:		
Net OPEB asset	7,385	-
Depreciable capital assets, net	102,485	-
Total noncurrent assets	109,870	-
Total assets	1,450,784	739,681
Deferred outflows of resources:		
Pension	133,749	-
OPEB	61,314	-
Total deferred outflows of resources	195,063	-
Liabilities:		
Accounts payable	4,952	245
Accrued wages and benefits	51,362	-
Compensated absences	14,913	-
Pension and postemployment benefits payable	17,170	-
Intergovernmental payable	708	-
Claims payable	-	252,026
Total current liabilities	89,105	252,271
Long-term liabilities:		
Compensated absences payable	161,090	-
Net pension liability	735,395	-
Net OPEB liability	178,753	-
Total long-term liabilities	1,075,238	-
Total liabilities	1,164,343	252,271
Deferred inflows of resources:		
Pension	141,704	-
OPEB	356,687	-
Total deferred inflows of resources	498,391	-
Net position:		
Investment in capital assets	102,485	-
Restricted for OPEB	4,071	-
Unrestricted	(123,443)	487,410
Total net position	\$ (16,887)	\$ 487,410

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Total Business-Type Activities - Enterprise Funds	Governmental Activities - Internal Service Funds
Operating revenues:		
Sales/charges for services	\$ 1,402,731	\$ 2,956,466
Other	-	124,242
Total operating revenues	<u>1,402,731</u>	<u>3,080,708</u>
Operating expenses:		
Personal services	563,079	-
Purchased services	88,211	124,430
Materials and supplies	354,320	-
Other	667	245
Claims	-	2,891,052
Depreciation	9,992	-
Total operating expenses	<u>1,016,269</u>	<u>3,015,727</u>
Operating income	<u>386,462</u>	<u>64,981</u>
Nonoperating revenues:		
Grants and subsidies	306,061	-
Gain on disposal of capital assets	54,277	-
Total nonoperating revenues	<u>360,338</u>	<u>-</u>
Change in net position	746,800	64,981
Net position at beginning of year	<u>(763,687)</u>	<u>422,429</u>
Net position at end of year	<u>\$ (16,887)</u>	<u>\$ 487,410</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Total Business-Type Activities - Nonmajor Enterprise Funds	Governmental Activities - Internal Service Funds
Cash flows from operating activities:		
Cash received from sales/charges for services	\$ 1,397,052	\$ 2,956,466
Cash received from other operations	-	124,159
Cash payments for personal services	(763,677)	-
Cash payments for contractual services	(136,224)	(124,430)
Cash payments for materials and supplies	(283,030)	-
Cash payments for claims	-	(2,884,398)
Cash payments for other expenses	(667)	(403)
	213,454	71,394
Net cash provided by operating activities		
	213,454	71,394
Cash flows from noncapital financing activities:		
Cash received from grants and subsidies	277,286	-
	277,286	-
Net cash provided by noncapital financing activities		
	277,286	-
Cash flows from capital and related financing activities:		
Acquisition of capital assets	(47,941)	-
	(47,941)	-
Net change in cash and cash equivalents		
	442,799	71,394
Cash and cash equivalents at beginning of year	882,183	664,784
Cash and cash equivalents at end of year	\$ 1,324,982	\$ 736,178
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 386,462	\$ 64,981
Adjustments:		
Depreciation	9,992	-
Federal donated commodities	28,775	-
Change in assets, deferred outflows of resources, liabilities and deferred inflows of resources:		
Materials and supplies inventory	(1,001)	-
Inventory held for sale	(1,758)	-
Accounts receivable	(4,718)	(83)
Net OPEB asset	(17,617)	-
Deferred outflows - pension	(12,056)	-
Deferred outflows - OPEB	19,462	-
Accounts payable	(3,700)	(158)
Accrued wages and benefits	(5,048)	-
Intergovernmental payable	(72)	-
Compensated absences payable	18,412	-
Pension and postemployment benefits payable	(4,001)	-
Net pension liability	200,090	-
Net OPEB liability	(88,931)	-
Deferred inflows - pension	(334,321)	-
Deferred inflows - OPEB	23,484	-
Claims payable	-	6,654
	-	6,654
Net cash provided by operating activities	\$ 213,454	\$ 71,394

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 1 - DESCRIPTION OF THE DISTRICT AND THE REPORTING ENTITY

The Fairview Park City School District (the “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 District is located in Fairview Park, Ohio, Cuyahoga County. The District operates under a locally elected five-member Board form of government and provides educational services as mandated by State and/or federal agencies. The Board of Education controls the District’s instructional/support facilities staffed by 93 classified employees, 116 certificated full-time teaching personnel, and 14 administrators who provide services to 1,456 students and other community members.

The Reporting Entity

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

Within the District’s boundaries the elementary schools of St. Angela Merici, Messiah Lutheran, and Murton’s Child Development Center operate as non-public schools. Current State legislation provides funding to these schools. These monies are received and distributed on behalf of the schools by the Treasurer/ CFO of the District as directed by the schools. The activity of these State monies by the District is reflected in a special revenue fund for financial reporting purposes.

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 1 - DESCRIPTION OF THE DISTRICT AND THE REPORTING ENTITY - (Continued)

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

JOINTLY GOVERNED ORGANIZATIONS

Connect

Connect, formerly known as the North Coast Council, is a jointly governed organization serving twenty-four school districts and two educational service centers. Connect was organized pursuant to Ohio Revised Code Chapter 167 as a regional council of governments for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among the member districts. Connect operates as an information technology center pursuant to ORC 3301.075. Each of the governments of these schools supports Connect based on a per pupil charge dependent upon the software packages used. The District contributed \$82,653 to Connect during fiscal year 2023. Connect is governed by a four-member Board of Directors consisting of the Superintendent of the Educational Service Center of Northeast Ohio, the Superintendent of the Educational Service Center of Lorain County, the Superintendent of the Educational Service Center of Medina County, and the Executive Director of the Ohio Schools Council. Financial information can be obtained by contacting the Treasurer at the Educational Service Center of Northeast Ohio, who serves as fiscal agent, at 5700 West Canal Road, Valley View, Ohio 44125.

Polaris Career Center

The Polaris Career Center is a separate body politic and corporate, established by the Ohio Revised Code to provide for the vocational and special needs of the students. The Board of Education consists of representatives from the Board of each participating school district, independent of the District. The Board is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. District students may attend the vocational school. Each school district's control is limited to its representation on the Board. Financial information may be obtained by contacting the Polaris Career Center, 7285 Old Oak Blvd., Middleburg Heights, Ohio 44130.

Ohio Schools' Council Association

The Ohio Schools Council (Council) is a jointly governed organization among 126 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member's superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September to June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2023, the District paid \$59,920 to the Council for annual membership and other fees. Financial information can be obtained by contacting the Executive Director of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The District participates in the natural gas purchase program. This program allows the District to purchase natural gas at reduced rates. Compass Energy is the natural gas supplier and program manager. There are currently 143 participants in the program including the Fairview Park City School District. The participants make monthly payments based on estimated usage. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that paid more in estimated billings than their actual billings are issued credits on future billings beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

INSURANCE PURCHASING POOLS

Great Lakes Regional Council of Governments

The District participates in the Great Lakes Regional Council of Governments (COG), an insurance purchasing pool. The COG contracts with Medical Mutual, LLC. to process and pay health benefit claims incurred by its members.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

A. Fund Accounting

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories of governmental, proprietary, and fiduciary.

GOVERNMENTAL FUNDS

Governmental funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets plus deferred outflows of resources and liabilities plus deferred inflows of resources is reported as fund balance.

The following are the District's major governmental funds:

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

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

Other governmental funds of the District are used to account for (a) financial resources that are restricted or committed to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets and (b) specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects.

PROPRIETARY FUNDS

Proprietary funds focus on the determination of operating income/loss, changes in net position, financial position and cash flows and are classified as either enterprise or internal service.

Enterprise funds - Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The District's enterprise funds account for the financial transactions related to the food service operations and day care services. The day care services fund and the food service fund are nonmajor funds.

Internal service funds - 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 District on a cost-reimbursement basis. The District's internal service funds account for a flexible spending account for employee benefits and self-insurance for employee medical and dental benefits.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

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

FIDUCIARY FUNDS

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangements that have certain characteristics. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. The District did not have any custodial funds at June 30, 2023.

B. Basis of Presentation

The 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 District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities. Generally, interfund transactions are eliminated for reporting on the government-wide financial statements; however, interfund services provided and used are not eliminated for reporting on the government-wide financial statements.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements, but differs from the manner in which governmental fund 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.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the District and for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements - Fund financial statements report detailed information about the District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service funds are aggregated and presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets, current deferred outflows of resources, current liabilities and current inflows of resources, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

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

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the statement of net position. The statement of revenues, expenses and changes in net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net position. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds present a statement of changes in fiduciary net position which reports additions to and deductions from custodial funds.

C. Basis of Accounting

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

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

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange 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 of Resources and Deferred Inflows of Resources - In addition to assets, the government-wide statement of net position will report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. See Notes 12 and 13 for deferred outflows of resources related to net pension liability and net OPEB liability/asset, respectively. In addition, deferred outflows of resources include a deferred charge on debt refunding. 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.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

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

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

See Notes 12 and 13 for deferred inflows of resources related to net pension liability and net OPEB liability/asset, respectively. These deferred inflows of resources are only reported on the government-wide statement of net position. In addition, deferred outflows of resources include a deferred gain on debt refunding. A deferred gain 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 debt or refunding debt.

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

D. Equity in Pooled Cash and Investments

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

Investments included commercial paper, Federal Farm Credit Bank (FFCB) securities, Federal Home Loan bank (FHLB) securities, Federal Home Loan Mortgage Corporation (FHLMC) securities, Federal National Mortgage Association (FNMA) securities, negotiable certificates of deposit, U.S. Treasury notes, U.S. Government money market mutual funds and investments in the State Treasury Asset Reserve of Ohio (STAR Ohio). Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts, such as nonnegotiable certificates of deposit, are reported at cost.

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

There were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, 24 hours notice in advance of all deposits and withdrawals exceeding \$100 million is encouraged. STAR Ohio reserves the right to limit the transaction to \$250 million, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

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

Following Ohio statutes, the Board of Education has specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2023 amounted to \$752,472 which includes \$203,891 assigned from other funds.

For presentation on the financial statements, 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 District are considered to be cash equivalents. Investments with an initial maturity of more than three months that are not purchased from the pool are reported as investments.

E. Inventory

On government-wide and fund financial statements, materials and supplies inventory are reported as cost, inventories held for resale are presented at the lower of cost or market and donated commodities are presented at their entitlement value. Inventories are recorded on a first-in, first-out basis and are expensed when used. Inventories are accounted for using the consumption method. Inventory consists of expendable supplies held for consumption, donated food and purchased food.

F. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

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 District maintains a capitalization threshold of \$5,000. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the assets or materially extend an asset's life are not.

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

<u>Description</u>	Governmental Activities <u>Estimated Lives</u>	Business-Type Activities <u>Estimated Lives</u>
Land improvements	10-30 years	N/A
Buildings and improvements	10-50 years	N/A
Furniture, fixtures and equipment	5-15 years	5-15 years
Intangible right-to-use assets	5 years	N/A
Vehicles	8-10 years	N/A
Textbooks	7 years	N/A

The District is reporting intangible right-to-use assets related to lease equipment. The intangible assets are being amortized in a systematic and rational manner of the shorter of the lease term or the useful life of the underlying asset.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

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

G. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund loans receivable/payable”. These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances. The District’s policy of internal service activity in the government-wide statement of activities indicates that interfund services provided and used are eliminated in the process of consolidation and any residual balance of the internal service activity is allocated on a pro-rata basis to the activities and functions participating in the internal service fund.

H. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. The District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service and salary related payments, if applicable.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees’ wage rates at fiscal year end, taking into consideration any limits specified in the District’s termination policy. The District records a liability for accumulated unused sick leave for classified, certified, and administrative employees after eight years of current service with the District.

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

For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

I. Accrued Liabilities and Long-Term Obligations

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

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, compensated absences and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current expendable available financial resources. In general, liabilities that mature or come due for payment during the fiscal year are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are recognized as a liability in the fund financial statements when due. Net pension/OPEB liability should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan’s fiduciary net position is not sufficient for payment of those benefits.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

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

J. Fund Balance

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

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

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

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

Assigned - Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes, but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the District Board of Education. The Board of Education assigns fund balance by resolution. The Board of Education 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 only used to report a deficit fund balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

K. Net Position

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. The net position component “net investment in capital assets,” consists of capital assets, net of accumulated depreciation/amortization, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

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

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

L. Estimates

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

M. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are charges for food service, fees for day care service, health insurance charges and charges for a flexible benefits plan for employees. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund, including claims payments for health insurance. Revenues and expenses not meeting this definition are reported as non-operating.

N. Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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

O. 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 District and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2023.

P. Budgetary Data

All funds, other than custodial funds, are legally required to be budgeted and appropriated. The major documents are the tax budget, the appropriation resolution, and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and set annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level for all funds.

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

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

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

Q. Issuance Costs/Bond Premiums and Discounts and Accounting Gain or Loss on Debt Refunding

On the governmental fund financial statements, issuance costs, bond premiums, bond discounts, and deferred charges from debt refunding are recognized in the current period.

On the government-wide financial statements, issuance costs are recognized in the current period and are not amortized. Bond premiums and discounts are amortized over the term of the bonds using the straight-line method. Unamortized bond premiums are presented as an addition to the face amount of the bonds reported on the statement of net position. Unamortized bond discounts are presented as a reduction to the face amount of the bonds reported on the statement of net position. The reconciliation between the bonds face value and the amount reported on the statement of net position is presented in Note 16.

For advance refunding resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as a deferred outflow of resources.

R. Budget Stabilization Arrangement

The District has established a budget stabilization reserve in accordance with authority established by State law. Additions to the budget stabilization reserve can only be made by formal resolution of the Board of Education. Expenditures out of the budget stabilization reserve can only be made to offset future budget deficits. At June 30, 2023, the balance in the budget stabilization reserve was \$373,830. This amount is included in unassigned fund balance of the general fund and in unrestricted net position on the statement of net position.

S. 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 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.

T. Fair Value

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

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

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

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

GASB Statement No. 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended. The implementation of GASB Statement No. 96 did not have an effect on the financial statements of the District.

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

B. Deficit Fund Balances

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

<u>Nonmajor governmental funds</u>	<u>Deficit</u>
IDEA Part B	\$ 54,871
Title I	19,732
IDEA Part B - Preschool Stimulus	2,035
Supporting Effective Instruction	3,584
<u>Nonmajor enterprise fund</u>	
Day care services	232,842

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

NOTE 4 - DEPOSITS AND INVESTMENTS

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

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

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

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use, but which will be needed before the end of the current period of designation of depositories.

Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the fair value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

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

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Except as noted above, an investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

A. Deposits

At June 30, 2023, the carrying amount of all District deposits was \$1,865,203 and the bank balance of all District deposits was \$1,924,296. Of the bank balance, \$500,000 was covered by the FDIC and \$1,424,296 was potentially exposed to custodial credit risk discussed below because those deposits were uninsured and could be uncollateralized. Although all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the District to a successful claim by the FDIC.

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

B. Investments

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

Measurement/ Investment type	Measurement Value	Investment Maturities				
		6 months or less	7 to 12 months	13 to 18 months	19 to 24 months	Greater than 24 months
<i>Fair value:</i>						
Commercial paper	\$ 2,550,066	\$ 1,426,042	\$ 1,124,024	\$ -	\$ -	\$ -
FFCB	183,946	-	-	-	-	183,946
FHLB	2,226,141	238,012	669,269	494,670	355,204	468,986
FHLMC	1,340,827	886,384	-	-	-	454,443
FNMA	608,803	-	-	333,939	184,290	90,574
Negotiable CDs	6,323,870	1,229,557	717,050	1,381,080	1,572,675	1,423,508
US Treasury notes	3,381,839	570,023	292,366	314,320	-	2,205,130
US Government money market	293,145	293,145	-	-	-	-
<i>Amortized cost:</i>						
STAR Ohio	12,276,123	12,276,123	-	-	-	-
Total	\$ 29,184,760	\$ 16,919,286	\$ 2,802,709	\$ 2,524,009	\$ 2,112,169	\$ 4,826,587

The weighted average maturity of investments is 0.99 years.

The District's investments in U.S. government money market mutual funds are valued using quoted market prices in active markets (Level 1 inputs).

The District's investments in commercial paper, federal agency securities (FFCB, FHLB, FHLMC, FNMA), negotiable certificates of deposit and US Treasury Notes are valued using quoted market prices that are not considered to be active, dealer quotations or alternative pricing sources for similar assets or liabilities for which all significant inputs are observable, either directly or indirectly (Level 2 inputs).

The District has a formal investment policy. The District follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and records all its investments at fair value. At June 30, 2023, the decrease in fair value of investments was \$555,379 which is reported as a decrease in fair value of investments on the financial statements. Fair value is determined by quoted market prices and acceptable other pricing methodologies.

C. Interest Rate Risk

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

D. Credit Risk

The District's investments in commercial paper were rated A-1 and P-1 by Standard & Poor's and Moody's Investor Services, respectively. The District's investments in federal agency securities and U.S. Treasury notes were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The District's investments in U.S. Government money market mutual funds and STAR Ohio were rated AAAM by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The negotiable certificates of deposit were fully covered by the FDIC. The District has no investment policy that would further limit the investment choices.

E. Custodial Credit Risk

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

F. Concentration of Credit Risk

The District places no limit on the amount it may invest in any one issuer. The District's investments in federal agency securities, U.S. Treasury notes and U.S. government money market mutual funds represent 12.59% of the District's total investments. All other investments not explicitly guaranteed by the U.S. government are 87.41% of the District's total investments.

Investments at year end were as follows:

<u>Measurement/ Investment type</u>	<u>Measurement Value</u>	<u>% of Total</u>
<i>Fair value:</i>		
Commercial paper	\$ 2,550,066	8.74 %
FFCB	183,946	0.63
FHLB	2,226,141	7.63
FHLMC	1,340,827	4.59
FNMA	608,803	2.09
Negotiable CDs	6,323,870	21.67
US Treasury Notes	3,381,839	11.59
US Government money market	293,145	1.00
<i>Amortized cost:</i>		
STAR Ohio	<u>12,276,123</u>	<u>42.06</u>
Total	<u>\$ 29,184,760</u>	<u>100.00 %</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

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

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 1,865,203
Investments	<u>29,184,760</u>
 Total	 <u>\$ 31,049,963</u>
 <u>Cash and investments per statement of net position</u>	
Governmental activities	\$ 29,724,981
Business-type activities	<u>1,324,982</u>
 Total	 <u>\$ 31,049,963</u>

NOTE 5 - INTERFUND TRANSFERS AND BALANCES

A. Interfund Transfers

During fiscal year 2023, interfund transfers were as follows:

<u>Transfers from general fund to:</u>	
Nonmajor governmental funds	<u>\$ 1,575,000</u>

Transfers are used to move revenues from the fund that statute or budget required to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Interfund transfers between governmental funds are eliminated on the government-wide financial statements; therefore, no transfers are reported on the statement of activities.

B. Interfund Balances

Interfund balances related to “interfund loans receivable/payable” on fund financial statements at June 30, 2023 consist of the following:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General fund	Nonmajor governmental funds	<u>\$ 47,650</u>

The primary purpose of interfund balances for interfund loans receivable/payable is to cover costs in a specific fund where revenues were not received by June 30 but are expected to be received within the next year. These interfund balances will be repaid once the anticipated revenues are received.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 6 - PROPERTY TAXES

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

Property taxes include amounts levied against all real property and public utility property. Real property tax revenues received in calendar year 2023 represent the collection of calendar year 2022 taxes. Real property taxes received in calendar year 2023 were levied after April 1, 2022, on the assessed values as of January 1, 2022, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised fair value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Public utility property tax revenues received in calendar year 2023 represent the collection of calendar year 2022 taxes. Public utility real and personal property taxes received in calendar year 2023 became a lien on December 31, 2021, were levied after April 1, 2022, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

The District receives property taxes from Cuyahoga County. The County Fiscal Officer periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2023, are available to finance fiscal year 2023 operations. The amount available for advance at June 30, 2023 was \$1,517,426 in the general fund, \$211,474 in the bond retirement fund and \$65,444 in the permanent improvement fund. This amount is recorded as revenue. The amount available as an advance at June 30, 2022 was \$1,383,277 in the general fund, \$192,778 in the bond retirement fund and \$59,659 in the permanent improvement fund. The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and delinquent tangible personal property taxes which are measurable as of June 30, 2023 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflow of resources.

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

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

	2022 Second Half Collections		2023 First Half Collections	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/residential and other real estate	\$ 483,535,720	98.62	\$ 487,111,840	98.33
Public utility personal	<u>6,786,630</u>	<u>1.38</u>	<u>8,258,950</u>	<u>1.67</u>
Total	<u>\$ 490,322,350</u>	<u>100.00</u>	<u>\$ 495,370,790</u>	<u>100.00</u>
Tax rate per \$1,000 of assessed valuation	\$105.22		\$101.84	

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 7 - RECEIVABLES

Receivables at June 30, 2023 consisted of property taxes, accounts (rent and billings for user charged services), accrued interest, and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds.

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

	<u>Receivables</u>
Governmental activities:	
Property taxes	\$ 23,392,381
Accounts	27,117
Accrued interest	60,356
Intergovernmental	163,094
Total governmental activities	\$ 23,642,948
Business-type activities:	
Accounts	\$ 12,100

Receivables have been disaggregated on the face of the basic financial statements. All receivables are expected to be collected within the subsequent year.

NOTE 8 - RISK MANAGEMENT

A. Property and Liability

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. In order to minimize these components of risk, the District has obtained a number of insurance packages.

The Liberty Mutual Insurance Group, through the McGowan Governmental Underwriters of America, Inc., provides building and personal property insurance. The Liberty Mutual Insurance Group, through the McGowan Governmental Underwriters of America, Inc., also provides public employee dishonesty coverage (commercial crime coverage). The Liberty Mutual Insurance Group, through the McGowan Governmental Underwriters of America, Inc., provides commercial general liability insurance, employer’s liability insurance, umbrella liability insurance, automobile liability insurance, and uninsured motorists insurance.

During fiscal year 2023, the District had the following coverage in effect:

<u>Type of Coverage</u>	<u>Coverage Amount</u>
Building and Contents (\$2,500 deductible)	\$95,425,790
Miscellaneous Unscheduled Equipment (\$500 deductible)	100,000
Crime Insurance (\$500 deductible)	50,000
Vehicles (\$1,000 deductible)	1,000,000
General Liability (per occurrence)	1,000,000
General Liability (aggregate)	3,000,000
Uninsured Motorist (per occurrence)	1,000,000
Other Than Umbrella Liability (per occurrence)	4,000,000
Other Than Umbrella Liability (aggregate)	4,000,000

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 8 - RISK MANAGEMENT - (Continued)

Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no change from prior year coverage.

B. Workers' Compensation

The District participated in the Ohio Association of School Business Officials Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool for calendar year 2023. The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "equity pooling fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to districts that can meet the GRP's selection criteria. The firm of CompManagement provides administrative, cost control, and actuarial services to the GRP.

C. Employee Group Medical/Surgical, Dental and Life Insurance

Medical/surgical and dental insurance is offered to employees through a self-insurance internal service fund. The District is a member of the Great Lakes Regional Council of Governments, an insurance purchasing pool, in which monthly premiums are paid to the fiscal agent who in turn pays the claims on the District's behalf. The claims liability of \$252,026 reported in the internal service fund at June 30, 2023 is based on an estimate provided by the third party administrator and the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", as amended by GASB Statement No. 30, "Risk Financing Omnibus", which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred, but not reported claims, be accrued at the estimated ultimate cost of settling the claims.

Changes in claims activity for the past fiscal year is as follows:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2023	\$ 245,372	\$ 2,891,052	\$ (2,884,398)	\$ 252,026
2022	270,082	2,674,714	(2,699,424)	245,372

Medical coverage was provided through Medical Mutual. For full-time certified employees and administrators, the District paid 85% of the monthly premium. The District's required monthly premium for single, two-person and family coverage was \$571.74, \$1,090.86 and \$1,894.65, respectively, in fiscal year 2023. For full-time classified employees, the District paid 89.8% of the monthly premium. The District's required monthly premium for single, two-person and family coverage was \$604.03, \$1,152.45 and \$2,001.65, respectively, in fiscal year 2023. For part-time classified employees, who are eligible for coverage, the District's portion of the monthly insurance premium varied depending upon the number of hours worked per day by the employee. For day care employees, the District paid 100% of the monthly cost of coverage which, for a single individual, was \$672.64 in fiscal year 2023.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 8 - RISK MANAGEMENT - (Continued)

Dental coverage was provided through MetLife. For full-time certified employees and administrators, the District paid 86.2% of the single monthly premium, 92.4% for two-person coverage and 95.5% of the family monthly premium. The District's required monthly premium for single, two-person and family coverage was \$31.19, \$60.95 and \$106.17, respectively, in fiscal year 2023. For full-time classified employees, the District paid 86.2% of the single monthly premium, 92.4% for two-person coverage and 95.5% of the family monthly premium. The District's required monthly premium for single, two-person and family coverage was \$31.19, \$60.95 and \$106.17, respectively, in fiscal year 2023. For part-time classified employees, who are eligible for coverage, the District's portion of the monthly insurance premium varied depending upon the number of hours worked per day. For day care employees, the District paid 100% of the monthly cost of coverage which, for a single individual, was \$36.19 in fiscal year 2023.

Life insurance coverage was provided through Liberty Mutual Issuance. Classified and certified employees received \$50,000 in coverage with the District paying 100% of the monthly premium which was \$5.40 for fiscal year 2023. Administrators received \$125,000 in coverage with the District paying 100% of the monthly premium which was \$13.50 for fiscal year 2023. Day care employees received \$13,000 in coverage with the District paying 100% of the monthly premium which was \$1.40 for fiscal year 2023.

NOTE 9 - EMPLOYEE BENEFITS

Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws.

A. Vacation Leave

Only administrative and school support personnel accumulate annual vacation leave. Accumulated unused vacation time is paid upon termination of employment.

School support personnel accumulate annual vacation leave as follows:

<u>Completed Service</u>	<u>Vacation Leave</u>
After 1 year	2 weeks
6 thru 9 years	3 weeks
10 thru 24 years	4 weeks
25 or more years	5 weeks

Administrative personnel accumulate 20 days vacation leave. The Superintendent and Treasurer's vacation accumulation is dictated by their contracts.

B. Sick Leave

Each professional staff member is entitled to fifteen (15) days sick leave with pay for each year under contract. The sick leave accrues at the rate of one and one fourth (1- 1/4) days for each calendar month under contract. Upon retirement, an administrative or certified employee receives payment for 25% of their accumulated but unused sick leave balance up to a maximum of 40 days. Upon retirement, a classified employee receives payment for 50% of their accumulated but unused sick leave up to a maximum of 85 days.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 10 - OTHER COMMITMENTS

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

<u>Fund</u>	<u>Year-End Encumbrances</u>
General	\$ 249,493
Other governmental	<u>368,125</u>
Total	<u>\$ 617,618</u>

NOTE 11 - CAPITAL ASSETS

	<u>Balance July 1, 2022</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2023</u>
Governmental activities:				
<i>Capital assets, not being depreciated/amortized:</i>				
Land	\$ 280,555	\$ -	\$ -	\$ 280,555
Construction in progress	<u>-</u>	<u>186,710</u>	<u>-</u>	<u>186,710</u>
Total capital assets, not being depreciated/amortized	<u>280,555</u>	<u>186,710</u>	<u>-</u>	<u>467,265</u>
<i>Capital assets, being depreciated/amortized:</i>				
Land improvements	2,151,260	10,150	-	2,161,410
Buildings and improvements	75,880,584	-	(1,525)	75,879,059
Furniture, fixtures and equipment	4,651,654	24,109	(88,147)	4,587,616
Vehicles	1,328,280	230,349	(166,223)	1,392,406
Textbooks	1,292,031	-	-	1,292,031
Intangible right-to-use assets:				
Lease equipment	<u>3,491</u>	<u>5,464</u>	<u>(3,491)</u>	<u>5,464</u>
Total capital assets, being depreciated/amortized	<u>85,307,300</u>	<u>270,072</u>	<u>(259,386)</u>	<u>85,317,986</u>
<i>Less: accumulated depreciation/amortization</i>				
Land improvements	(1,255,261)	(87,794)	-	(1,343,055)
Buildings and improvements	(22,387,819)	(1,837,842)	-	(24,225,661)
Furniture, fixtures and equipment	(3,923,096)	(144,822)	4,783	(4,063,135)
Vehicles	(1,012,423)	(53,761)	149,600	(916,584)
Textbooks	(1,096,120)	(44,473)	-	(1,140,593)
Intangible right-to-use assets:				
Lease equipment	<u>(2,793)</u>	<u>(2,623)</u>	<u>2,793</u>	<u>(2,623)</u>
Total accumulated depreciation/amortization	<u>(29,677,512)</u>	<u>(2,171,315)</u>	<u>157,176</u>	<u>(31,691,651)</u>
Total capital assets, being depreciated/amortized, net	<u>55,629,788</u>	<u>(1,901,243)</u>	<u>(102,210)</u>	<u>53,626,335</u>
Governmental activities capital assets, net	<u>\$ 55,910,343</u>	<u>\$ (1,714,533)</u>	<u>\$ (102,210)</u>	<u>\$ 54,093,600</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 11 - CAPITAL ASSETS - (Continued)

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

<u>Instruction:</u>	
Regular	\$ 2,082,663
Vocational	395
<u>Support services:</u>	
Pupil	470
Instructional staff	465
Administration	8,769
Fiscal	2,623
Operations and maintenance	16,622
Pupil transportation	33,866
Extracurricular	<u>25,442</u>
Total depreciation/amortization expense	<u>\$ 2,171,315</u>

Business-type capital asset activity for the fiscal year ended June 30, 2023, was as follows:

	<u>Balance</u> <u>July 1, 2022</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2023</u>
Business-type activities:				
<i>Capital assets, being depreciated/amortization:</i>				
Furniture, fixtures and equipment	\$ 247,823	\$ 47,941	\$ -	\$ 295,764
Total capital assets, being depreciated/amortization	<u>247,823</u>	<u>47,941</u>	<u>-</u>	<u>295,764</u>
<i>Less: accumulated depreciation/amortization</i>				
Furniture, fixtures and equipment	<u>(237,564)</u>	<u>(9,992)</u>	<u>54,277</u>	<u>(193,279)</u>
Total accumulated depreciation/amortization	<u>(237,564)</u>	<u>(9,992)</u>	<u>54,277</u>	<u>(193,279)</u>
Total capital assets, being depreciated/amortized, net	<u>10,259</u>	<u>37,949</u>	<u>54,277</u>	<u>102,485</u>
Business-type activities capital assets, net	<u>\$ 10,259</u>	<u>\$ 37,949</u>	<u>\$ 54,277</u>	<u>\$ 102,485</u>

All depreciation/amortization expense was charged to the food service fund.

NOTE 12 - DEFINED BENEFIT PENSION PLANS

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

Net Pension Liability/Net OPEB Liability/Asset

The net pension liability and the net OPEB liability/asset reported on the statement of net position represents a liability or asset to employees for pensions and OPEB, respectively.

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

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

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

The remainder of this note includes the required pension disclosures. See Note 13 for the required OPEB disclosures.

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

Plan Description - School Employees Retirement System (SERS)

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

Age and service requirements for retirement are as follows:

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

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

Funding Policy - Plan members are required to contribute 10.00% of their annual covered salary and the District is required to contribute 14.00% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10.00% for plan members and 14.00% for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2023, the allocation to pension, death benefits, and Medicare B was 14.00%. For fiscal year 2023, the Retirement Board did not allocate any employer contribution to the Health Care Fund.

The District's contractually required contribution to SERS was \$550,552 for fiscal year 2023. Of this amount, \$73,094 is reported as pension and postemployment benefits payable.

Plan Description - State Teachers Retirement System (STRS)

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

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

The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation is 2.20% of final average salary for the five highest years of earnings multiplied by all years of service. Eligibility changes will be phased in until August 1, 2023, when retirement eligibility for unreduced benefits will be five years of service credit and age 65, or 35 years of service credit and at least age 60.

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

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

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NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

The Combined Plan offers features of both the DB Plan and the DC Plan. In the Combined Plan, 12% of the 14% member rate goes to the DC Plan and the remaining 2% is applied to the DB Plan. Member contributions to the DC Plan are allocated among investment choices by the member, and contributions to the DB Plan from the employer and the member are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60 with five years of service. The defined contribution portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity after termination of employment at age 50 and after termination of employment.

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

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

Funding Policy - Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. The fiscal year 2023 employer and employee contribution rate of 14% was equal to the statutory maximum rates. For fiscal year 2023, the full employer contribution was allocated to pension.

The District's contractually required contribution to STRS was \$1,648,686 for fiscal year 2023. Of this amount, \$219,281 is reported as pension and postemployment benefits payable.

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

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating entities.

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the net pension liability prior measurement date	0.093985400%	0.086754906%	
Proportion of the net pension liability current measurement date	<u>0.100589400%</u>	<u>0.086368460%</u>	
Change in proportionate share	<u>0.006604000%</u>	<u>-0.000386446%</u>	
Proportionate share of the net pension liability	\$ 5,440,658	\$ 19,199,819	\$ 24,640,477
Pension expense	\$ 232,197	\$ 1,651,940	\$ 1,884,137

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NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ 220,351	\$ 245,784	\$ 466,135
Net difference between projected and actual earnings on pension plan investments	-	668,115	668,115
Changes of assumptions	53,685	2,297,641	2,351,326
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	301,547	6,713	308,260
Contributions subsequent to the measurement date	<u>550,552</u>	<u>1,648,686</u>	<u>2,199,238</u>
Total deferred outflows of resources	<u>\$ 1,126,135</u>	<u>\$ 4,866,939</u>	<u>\$ 5,993,074</u>
	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred inflows of resources			
Differences between expected and actual experience	\$ 35,716	\$ 73,447	\$ 109,163
Net difference between projected and actual earnings on pension plan investments	189,853	-	189,853
Changes of assumptions	-	1,729,463	1,729,463
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	<u>147,858</u>	<u>1,155,908</u>	<u>1,303,766</u>
Total deferred inflows of resources	<u>\$ 373,427</u>	<u>\$ 2,958,818</u>	<u>\$ 3,332,245</u>

\$2,199,238 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2024.

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Fiscal Year Ending June 30:			
2024	\$ 54,983	\$ (490,485)	\$ (435,502)
2025	102,877	(391,246)	(288,369)
2026	(271,208)	(806,010)	(1,077,218)
2027	<u>315,504</u>	<u>1,947,176</u>	<u>2,262,680</u>
Total	<u>\$ 202,156</u>	<u>\$ 259,435</u>	<u>\$ 461,591</u>

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NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

Actuarial Assumptions - SERS

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

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

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

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

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

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

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NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

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

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

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

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

Discount Rate - The total pension liability was calculated using the discount rate of 7.00%. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return (7.00%). Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

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

	Current		
	1% Decrease	Discount Rate	1% Increase
District's proportionate share of the net pension liability	\$ 8,008,388	\$ 5,440,658	\$ 3,277,379

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

NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

Actuarial Assumptions - STRS

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

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

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

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

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

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

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

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NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

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

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumes that member and employer contributions will be made at the statutory contribution rates in accordance with the rates described previously. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Based on those assumptions, STRS Ohio’s fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2022. Therefore, the long-term expected rate of return on pension plan investments of 7.00% was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2022.

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

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net pension liability	\$ 29,003,935	\$ 19,199,819	\$ 10,908,570

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

NOTE 13 - DEFINED BENEFIT OPEB PLANS

Net OPEB Liability/Asset

See Note 12 for a description of the net OPEB liability (asset).

Plan Description - School Employees Retirement System (SERS)

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

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NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14% of covered payroll to the Health Care Fund in accordance with the funding policy. For the fiscal year ended June 30, 2023, SERS did not allocate any employer contributions to post-employment health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2023, this amount was \$25,000. Statutes provide that no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2023, the District's surcharge obligation was \$72,449.

The surcharge added to the allocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District's contractually required contribution to SERS was \$72,449 for fiscal year 2023. Of this amount, \$72,449 is reported as pension and postemployment benefits payable.

Plan Description - State Teachers Retirement System (STRS)

Plan Description - The State Teachers Retirement System of Ohio (STRS) administers a cost-sharing Health Plan administered for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. The Medicare Part B monthly reimbursement elimination date was postponed indefinitely. The Plan is included in the report of STRS which can be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Funding Policy - Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. Nearly all health care plan enrollees, for the most recent year, pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14% of covered payroll. For the fiscal year ended June 30, 2023, STRS did not allocate any employer contributions to post-employment health care.

OPEB Liabilities/Assets, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB liability/asset was measured as of June 30, 2022, and the total OPEB liability/asset used to calculate the net OPEB liability/asset was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability/asset was based on the District's share of contributions to the respective retirement systems relative to the contributions of all participating entities.

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NOTES TO THE BASIC FINANCIAL STATEMENTS
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NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the net OPEB liability/asset prior measurement date	0.097233000%	0.086754906%	
Proportion of the net OPEB liability/asset current measurement date	<u>0.103078500%</u>	<u>0.086368460%</u>	
Change in proportionate share	<u>0.005845500%</u>	<u>-0.000386446%</u>	
Proportionate share of the net OPEB liability	\$ 1,447,233	\$ -	\$ 1,447,233
Proportionate share of the net OPEB asset	\$ -	\$ (2,236,366)	\$ (2,236,366)
OPEB expense	\$ (125,949)	\$ (361,917)	\$ (487,866)

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ 12,168	\$ 32,419	\$ 44,587
Net difference between projected and actual earnings on OPEB plan investments	7,523	38,928	46,451
Changes of assumptions	230,203	95,264	325,467
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	181,662	53,974	235,636
Contributions subsequent to the measurement date	<u>72,449</u>	<u>-</u>	<u>72,449</u>
Total deferred outflows of resources	<u>\$ 504,005</u>	<u>\$ 220,585</u>	<u>\$ 724,590</u>
	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred inflows of resources			
Differences between expected and actual experience	\$ 925,757	\$ 335,861	\$ 1,261,618
Changes of assumptions	594,101	1,585,802	2,179,903
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	<u>228,643</u>	<u>30,037</u>	<u>258,680</u>
Total deferred inflows of resources	<u>\$ 1,748,501</u>	<u>\$ 1,951,700</u>	<u>\$ 3,700,201</u>

\$72,449 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability/asset in the fiscal year ending June 30, 2024.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2024	\$ (318,153)	\$ (471,844)	\$ (789,997)
2025	(312,310)	(517,214)	(829,524)
2026	(274,601)	(245,887)	(520,488)
2027	(175,706)	(100,462)	(276,168)
2028	(103,211)	(131,089)	(234,300)
Thereafter	(132,964)	(264,619)	(397,583)
Total	\$ (1,316,945)	\$ (1,731,115)	\$ (3,048,060)

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.

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**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

Wage inflation:	
Current measurement date	2.40%
Prior measurement date	2.40%
Future salary increases, including inflation:	
Current measurement date	3.25% to 13.58%
Prior measurement date	3.25% to 13.58%
Investment rate of return:	
Current measurement date	7.00% net of investment expense, including inflation
Prior measurement date	7.00% net of investment expense, including inflation
Municipal bond index rate:	
Current measurement date	3.69%
Prior measurement date	1.92%
Single equivalent interest rate, net of plan investment expense, including price inflation:	
Current measurement date	4.08%
Prior measurement date	2.27%
Medical trend assumption:	
Current measurement date	7.00 to 4.40%
Prior measurement date	
Medicare	5.125 to 4.400%
Pre-Medicare	6.750 to 4.400%

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

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

The long-term expected rate of return on plan assets is reviewed as part of the actuarial 5-year experience study. The most recent study covers fiscal years 2016 through 2020, and was adopted by the Board in 2021. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and a long-normal distribution analysis in which best-estimate ranges of expected future real rates of return were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return, 7.00%, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The capital market assumptions developed by the investment consultant are intended for use over a 10-year horizon and may not be useful in setting the long-term rate of return for funding pension plans which covers a longer timeframe. The assumption is intended to be a long-term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

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

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

Discount Rate - The discount rate used to measure the total OPEB liability at June 30, 2022, was 4.08%. The discount rate used to measure total OPEB liability prior to June 30, 2022, was 2.27%. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the contribution rate of 1.50% of projected covered payroll each year, which includes a 1.50% payroll surcharge and no contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to become insufficient to make all projected future benefit payments of current System members by SERS actuaries. The Municipal Bond Index Rate is used in the determination of the SEIR for both the June 30, 2022 and the June 30, 2021 total OPEB liability. The Municipal Bond Index rate is the single rate that will generate a present value of benefit payments equal to the sum of the present value determined by the long-term expected rate of return, and the present value determined by discounting those benefits after the date of depletion. The Municipal Bond Index Rate is 3.69% at June 30, 2022 and 1.92% at June 30, 2021.

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and Changes in the Health Care Cost Trend Rates - The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability, what the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.08%) and higher (5.08%) than the current discount rate (4.08%). Also shown is what the net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (6.00% decreasing to 3.40%) and higher (8.00% decreasing to 5.40%) than the current rate (7.00% decreasing to 4.40%).

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net OPEB liability	\$ 1,797,485	\$ 1,447,233	\$ 1,164,484

	1% Decrease	Current Trend Rate	1% Increase
District's proportionate share of the net OPEB liability	\$ 1,116,076	\$ 1,447,233	\$ 1,879,777

Actuarial Assumptions - STRS

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

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

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

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

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

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

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

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

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

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

Discount Rate - The discount rate used to measure the total OPEB liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed STRS Ohio continues to allocate no employer contributions to the health care fund. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2022. Therefore, the long-term expected rate of return on health care fund investments of 7.00% was applied to all periods of projected health care costs to determine the total OPEB liability as of June 30, 2022.

Sensitivity of the District's Proportionate Share of the Net OPEB Asset to Changes in the Discount and Health Care Cost Trend Rate - The following table represents the net OPEB asset as of June 30, 2022, calculated using the current period discount rate assumption of 7.00%, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net OPEB asset	\$ 2,070,917	\$ 2,236,366	\$ 2,381,048
	1% Decrease	Current Trend Rate	1% Increase
District's proportionate share of the net OPEB asset	\$ 2,319,656	\$ 2,236,366	\$ 2,131,234

NOTE 14 - CONTINGENCIES

A. Grants

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

B. Litigation

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

C. Foundation Funding

Foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. Traditional districts must comply with minimum hours of instruction, instead of a minimum number of school days each year. The funding formula the Ohio Department of Education (ODE) is legislatively required to follow will continue to adjust as enrollment information is updated by the District, which can extend past the fiscal year-end. All ODE adjustments for fiscal year 2023 have been finalized.

NOTE 15 - ENDOWMENT

In fiscal years 2002 and 2003, the District received a \$3,000,000 endowment from a former school graduate to create two annual scholarships. At June 30, 2023, the balance of the endowment was \$3,778,015 and no amount was available for expenditure. The principal of the endowment is reported as “nonspendable - scholarships” on the balance sheet. Per section 3313.36 of the Ohio Revised Code by the adoption of a resolution, a board may direct the school district treasurer to pay the proceeds of any bequest, gift, or endowment given to the District for the education foundation fund or given without conditions or limitations into the education foundation fund established. The endowment is accounted for as a special revenue fund with 55 percent of interest earned to be used for scholarships and 45 percent to be added to existing principal.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 16 - LONG-TERM OBLIGATIONS

The changes in the District's long-term obligations during fiscal year 2023 were as follows:

	Balance <u>June 30, 2022</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2023</u>	Amounts Due In <u>One Year</u>
Governmental activities:					
Series 2014 Refunding Bonds					
Serial Bond - 3.75%	\$ 431,000	\$ -	\$ (431,000)	\$ -	\$ -
Series 2012 & 2013 Refunding Bonds					
Capital Appreciation Bonds	3,839	-	(3,825)	14	-
School Improvement Bonds - Series 2017	95,000	-	(95,000)	-	-
Series 2019 Refunding Bonds	12,450,000	-	-	12,450,000	-
Series 2020 Refunding Bonds					
Serial	10,150,000	-	(145,000)	10,005,000	240,000
Capital Appreciation Bonds	60,000	-	-	60,000	-
Series 2021 Refunding Bonds					
Serial	<u>1,235,000</u>	<u>-</u>	<u>-</u>	<u>1,235,000</u>	<u>1,235,000</u>
Total Bonds Payable before Deferrals	<u>24,424,839</u>	<u>-</u>	<u>(674,825)</u>	<u>23,750,014</u>	<u>1,475,000</u>
Deferrals for:					
Issuance Premiums	<u>2,724,130</u>	<u>-</u>	<u>(202,964)</u>	<u>2,521,166</u>	<u>-</u>
Total Bonds Payable	<u>27,148,969</u>	<u>-</u>	<u>(877,789)</u>	<u>26,271,180</u>	<u>1,475,000</u>
Certificates of Participation - Series 2016	8,830,000	-	(225,000)	8,605,000	235,000
Certificates of Participation - Series 2017	12,640,000	-	(315,000)	12,325,000	330,000
Accretion of Capital					
Appreciation Bonds	618,366	193,136	(761,175)	50,327	-
Net pension liability	14,024,879	9,880,203	-	23,905,082	-
Net OPEB liability	1,572,530	-	(304,050)	1,268,480	-
Leases payable	708	5,464	(3,400)	2,772	2,772
Notes Payable - Finance Purchase	1,544,231	-	(514,744)	1,029,487	514,743
Compensated Absences	<u>1,853,064</u>	<u>149,626</u>	<u>(80,543)</u>	<u>1,922,147</u>	<u>90,506</u>
Total Governmental Long-Term Obligations	<u>\$ 68,232,747</u>	<u>\$ 10,228,429</u>	<u>\$ (3,081,701)</u>	<u>\$ 75,379,475</u>	<u>\$ 2,648,021</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 16 - LONG-TERM OBLIGATIONS - (Continued)

	Balance June 30, 2022	Additions	Reductions	Balance June 30, 2023	Amounts Due In One Year
Business-type activities:					
Net pension liability	\$ 535,305	\$ 200,090	\$ -	\$ 735,395	\$ -
Net OPEB liability	267,684	-	(88,931)	178,753	-
Compensated Absences	157,591	29,836	(11,424)	176,003	14,913
Total Business-Type Long-Term obligations	<u>\$ 960,580</u>	<u>\$ 229,926</u>	<u>\$ (100,355)</u>	<u>\$ 1,090,151</u>	<u>\$ 14,913</u>

Compensated absences, net pension liabilities and net OPEB liabilities will be paid from the general fund and termination benefits fund which is combined and reported with the general fund on a GAAP-basis.

All bonds outstanding are general obligation bonds of the District to which the full faith and credit of the District is pledged for repayment. Payments of principal and interest relating to the general obligation bonds are recorded as expenditures in the bond retirement fund.

All certificates of participation outstanding are obligations of the District to which the full faith and credit of the District is pledged for repayment. Payments of principal and interest relating to the certificates of participation are recorded as expenditures in the permanent improvement fund.

Series 2012 and Series 2013 Refunding General Obligation Bonds

On July 18, 2012 and January 3, 2013, the District issued a total of \$16,539,980 of general obligation bonds (Series 2012 and Series 2013 Refunding Bonds) to advance refund the callable of the Series 2005 School Improvement current interest bonds (both term and serial bonds). This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. There is no remaining defeased debt outstanding. During fiscal year 2020, \$12,450,000 of the bonds were refunded by the Series 2019 Refunding Bonds and during fiscal year 2022, \$1,235,000 were refunded by the Series 2021 Refunding Bonds.

The original refunding issue is comprised of both current interest bonds, par value \$16,420,000, and capital appreciation bonds par value \$119,980. The interest rates on the current interest bonds range from 1.00% to 3.50%. The capital appreciation bonds mature on December 1 of each year 2013 through 2022 and on December 1, 2029 (coupon rates ranging from 1.047% to 2.40% and effective interest rates ranging from 61.3% to 78.6%) at redemption prices equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the remaining capital appreciation bonds is \$3,100,000. Total accreted interest of \$18,295 has been included in the statement of net position at June 30, 2023.

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 for the remaining bonds after the refunding is December 1, 2023.

The reacquisition price exceeded the net carrying amount of the old debt by \$2,043,176. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued.

Series 2014 Refunding General Obligation Bonds

On October 16, 2013, the District issued \$6,901,000 of general obligation bonds to advance refund a portion of the Series 2005 School Improvement current interest bonds. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. At June 30, 2023, there were no further obligations outstanding.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

NOTE 16 - LONG-TERM OBLIGATIONS - (Continued)

Series 2017 School Improvement Bonds

On April 12, 2017 the District issued \$10,750,000 of school improvement bonds for the purpose of renovating, remodeling, furnishing, equipping and improving the District's buildings and facilities. The interest rate on the current interest bonds ranges from 3.00-5.00%. Interest payments on the current interest bonds are due on December 1st and June 1st of each year. During fiscal year 2021, \$10,410,000 in bonds were refunded by the Series 2020 refunding bonds. At June 30, 2023, there were no further obligations outstanding.

Series 2019 Refunding General Obligation Bonds

On December 5, 2019, the District issued a total of \$12,450,000 of general obligation bonds (Series 2019 Refunding Bonds) to advance refund \$14,595,000 of the callable of the Series 2012 and Series 2013 Refunding General Obligation Bonds (both term and serial bonds). This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. At June 30, 2023, the balance of the refunded bonds outstanding was \$14,290,000.

The original refunding issue is comprised of current interest bonds, par value \$12,450,000. The interest rates on the current interest bonds range from 3.00% to 4.00%. 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 for the remaining bonds after the refunding is December 1, 2033.

The reacquisition price exceeded the net carrying amount of the old debt by \$123,984. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued. This advance refunding was undertaken to reduce the combined total debt service payments by \$1,125,166 and resulted in an economic gain of \$633,602.

Series 2020 Refunding General Obligation Bonds

On November 10, 2020, the District issued a total of \$10,340,000 of general obligation bonds (Series 2020 Refunding Bonds) to advance refund \$10,410,000 of the callable of the Series 2017 General Obligation Bonds. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. At June 30, 2023, the balance of the refunded bonds outstanding was \$10,340,000.

The original refunding issue is comprised of both current interest bonds, par value \$10,280,000 and capital appreciation bonds, par value of \$60,000. The interest rates on the current interest bonds range from 0.364% to 3.105%. 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 for the remaining bonds after the refunding is December 1, 2051.

The capital appreciation bonds mature December 1, 2047 through December 1, 2051 (approximate equivalent interest rates ranging from 14.157% to 16.128%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The accreted value at maturity for the capital appreciation bonds maturing December 1, 2047 through December 1, 2051 are \$665,000; \$690,000; \$680,000; \$720,000; and \$690,000. Total accreted interest of \$32,032 has been included on the statement of net position.

The reacquisition price exceeded the net carrying amount of the old debt by \$986,483. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued. This advance refunding was undertaken to reduce the combined total debt service payments by \$1,627,501 and resulted in an economic gain of \$1,128,385.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 16 - LONG-TERM OBLIGATIONS - (Continued)

Series 2021 Refunding General Obligation Bonds

On August 3, 2021, the District issued a total of \$1,235,000 of general obligation bonds (Series 2021 Refunding Bonds) to advance refund \$1,235,000 of the callable of the Series 2012 & 2013 General Obligation Bonds. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. At June 30, 2023, the balance of the refunded bonds outstanding was \$1,235,000.

The original refunding issue is comprised of current interest bonds, par value \$1,235,000. The interest rate on the current interest bonds is 0.81%. 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 for the remaining bonds after the refunding is December 1, 2023.

The reacquisition price exceeded the net carrying amount of the old debt by \$28,389. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued. This advance refunding was undertaken to reduce the combined total debt service payments by \$38,464 and resulted in an economic gain of \$38,464.

Series 2016 Certificates of Participation

On December 8, 2016, the District issued certificates of participation in the amount of \$9,860,000 for the purpose of construction, enlarging and other improvement, furnishing and equipping of the Districts buildings and facilities. Interest rates on the current interest bonds range from 2.5% to 4.0% with interest payments due on May 15 and November 15 of each year until final maturity at November 15, 2046. The debt will be retired through the permanent improvement fund (a nonmajor governmental fund).

Series 2017 Certificates of Participation

On April 12, 2017, the District issued certificates of participation in the amount of \$14,305,000 for the purpose of construction, enlarging and other improvement, furnishing and equipping of the Districts buildings and facilities. Interest rates on the current interest bonds range from 2.0% to 4.0% with interest payments due on May 15 and November 15 of each year until final maturity at November 15, 2046. The debt will be retired through the permanent improvement fund (a nonmajor governmental fund).

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

Fiscal Year Ending,	<u>Serial and Term Bonds</u>		<u>Capital Appreciation Bonds</u>		<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 1,475,000	\$ 745,373	\$ -	\$ -	\$ 1,475,000	\$ 745,373
2025	1,400,000	721,205	-	-	1,400,000	721,205
2026	1,450,000	677,871	-	-	1,450,000	677,871
2027	1,510,000	626,454	-	-	1,510,000	626,454
2028	1,555,000	572,299	-	-	1,555,000	572,299
2029-2033	7,555,000	2,137,113	14	1,354,986	7,555,014	3,492,099
2034-2038	3,680,000	950,876	-	-	3,680,000	950,876
2039-2043	2,545,000	591,886	-	-	2,545,000	591,886
2044-2048	2,520,000	160,682	10,000	655,000	2,530,000	815,682
2049-2052	-	-	50,000	2,780,000	50,000	2,780,000
Total	<u>\$ 23,690,000</u>	<u>\$ 7,183,759</u>	<u>\$ 60,014</u>	<u>\$ 4,789,986</u>	<u>\$ 23,750,014</u>	<u>\$ 11,973,745</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

NOTE 16 - LONG-TERM OBLIGATIONS - (Continued)

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

Certificates of Participation			
<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 565,000	\$ 784,150	\$ 1,349,150
2025	580,000	764,812	1,344,812
2026	600,000	744,544	1,344,544
2027	625,000	722,850	1,347,850
2028	645,000	701,950	1,346,950
2029-2033	3,565,000	3,149,720	6,714,720
2034-2038	4,275,000	2,418,874	6,693,874
2039-2043	5,165,000	1,505,762	6,670,762
2044-2047	4,910,000	402,400	5,312,400
Total	<u>\$ 20,930,000</u>	<u>\$ 11,195,062</u>	<u>\$ 32,125,062</u>

Leases Payable

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

The District has entered into lease agreements for postage machine equipment at varying years and terms as follows:

<u>Lease</u>	<u>Lease Commencement Date</u>	<u>Years</u>	<u>Lease End Date</u>	<u>Payment Method</u>
Postage Machine	2017	5	2022	Quarterly
Postage Machine	2023	2	2024	Quarterly

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

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 2,772	\$ 105	\$ 2,877
Total	<u>\$ 2,772</u>	<u>\$ 105</u>	<u>\$ 2,877</u>

Notes Payable - Finance Purchase

During fiscal year 2021, the District has entered into a notes payable - finance purchase agreement for Apple laptops in the amount of \$2,058,975. The finance purchase agreement carries an interest rate of 0% and has a final maturity date of July 7, 2024.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 16 - LONG-TERM OBLIGATIONS - (Continued)

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

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 514,743	\$ -	\$ 514,743
2025	<u>514,744</u>	<u>-</u>	<u>514,744</u>
Total	<u>\$ 1,029,487</u>	<u>\$ -</u>	<u>\$ 1,029,487</u>

Legal Debt Margin

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The assessed valuation used in determining the District’s legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the District’s legal debt margin calculation excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The effects of these debt limitations at June 30, 2023, are a voted debt margin of \$24,496,040 (including available funds of \$3,391,209) and an unvoted debt margin of \$495,371.

The Ohio Revised Code further provides that when a Board of Education declares a resolution that the student population is not adequately served by existing facilities, and that insufficient capacity exists within the 9% limit to finance additional facilities, the State Department of Education may declare that district a “special needs” district. This permits the incurrence of additional debt based upon projected 5-year growth of the District’s assessed valuation. The District was determined to be a “special needs” district by the State Superintendent.

NOTE 17 - 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 is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

The statement of revenue, expenditures and changes in fund balance - budget and actual (non-GAAP budgetary basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

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

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis);
- (d) Advances-in and advances-out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis);

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 17 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

- (e) Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis); and
- (f) Investments are reported at fair value (GAAP basis) as opposed to cost basis (budget basis).

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

Net Change in Fund Balance

	<u>General Fund</u>
Budget basis	\$ 1,801,697
Net adjustment for revenue accruals	185,960
Net adjustment for expenditure accruals	(110,961)
Net adjustment for other sources/uses	(40,575)
Funds budgeted elsewhere	86,569
Adjustment for encumbrances	435,851
GAAP basis	<u>\$ 2,358,541</u>

Certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. These include the special trusts fund, the public school support fund, the summer school fund and the termination benefits fund.

NOTE 18 - SET-ASIDES

The District is required by State law to annually set-aside certain general fund revenue amounts, as defined by statutory formula, for the acquisition and construction of capital improvements. Amounts not spent by the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at fiscal year-end. This amount must be carried forward to be used for the same purpose in future years. Expenditures exceeding the set-aside requirement may not be carried forward to the next fiscal year.

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

	<u>Capital Improvements</u>
Set-aside balance June 30, 2022	\$ -
Current year set-aside requirement	338,239
Current year offsets	(2,335,583)
Total	\$ (1,997,344)
Balance carried forward to fiscal year 2024	\$ -
Set-aside balance June 30, 2023	\$ -

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

NOTE 19 - TAX ABATEMENTS ENTERED INTO BY OTHER GOVERNMENTS

Cuyahoga County entered into property tax abatement agreements with local businesses under Enterprise Zone tax abatement agreements. Enterprise zones are designated areas of land in which businesses can receive tax incentives in the form of tax exemptions on eligible new investment. The Enterprise Zone Program provides tax exemptions for a portion of the value of new real property when the investment is made in conjunction with a project that includes job creation or job retention. These tax abatements reduce assessed value by a percentage agreed upon by all parties that authorize these types of agreements. The agreements affect the property tax receipts collected and distributed to the District. Under the agreements, the District's property taxes were reduced by \$689,238 during fiscal year 2023.

NOTE 20 - COVID-19

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

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REQUIRED SUPPLEMENTARY INFORMATION

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

	LAST TEN FISCAL YEARS			
	2023	2022	2021	2020
District's proportion of the net pension liability	0.10058940%	0.09398540%	0.10057310%	0.10167270%
District's proportionate share of the net pension liability	\$ 5,440,658	\$ 3,467,789	\$ 6,652,117	\$ 6,083,256
District's covered payroll	\$ 3,773,007	\$ 3,257,607	\$ 3,526,250	\$ 3,629,207
District's proportionate share of the net pension liability as a percentage of its covered payroll	144.20%	106.45%	188.65%	167.62%
Plan fiduciary net position as a percentage of the total pension liability	75.82%	82.86%	68.55%	70.85%

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

2019	2018	2017	2016	2015	2014
0.10322320%	0.10406340%	0.11184880%	0.11351640%	0.11098200%	0.11098200%
\$ 5,911,784	\$ 6,217,558	\$ 8,186,300	\$ 6,477,356	\$ 5,616,735	\$ 6,599,743
\$ 3,396,681	\$ 3,364,179	\$ 3,512,779	\$ 3,417,436	\$ 3,224,928	\$ 3,193,569
174.05%	184.82%	233.04%	189.54%	174.17%	206.66%
71.36%	69.50%	62.98%	69.16%	71.70%	65.52%

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

	LAST TEN FISCAL YEARS			
	2023	2022	2021	2020
District's proportion of the net pension liability	0.086368460%	0.086754906%	0.09196059%	0.09284674%
District's proportionate share of the net pension liability	\$ 19,199,819	\$ 11,092,395	\$ 22,251,190	\$ 20,532,499
District's covered payroll	\$ 11,274,579	\$ 10,745,400	\$ 11,099,336	\$ 11,324,336
District's proportionate share of the net pension liability as a percentage of its covered payroll	170.29%	103.23%	200.47%	181.31%
Plan fiduciary net position as a percentage of the total pension liability	78.88%	87.78%	75.48%	77.40%

Note: Information prior to 2014 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

2019	2018	2017	2016	2015	2014
0.09844602%	0.09932639%	0.09236642%	0.08757921%	0.08488430%	0.08488430%
\$ 21,646,069	\$ 23,595,197	\$ 30,917,825	\$ 24,204,332	\$ 20,646,802	\$ 24,594,335
\$ 11,107,900	\$ 10,853,257	\$ 9,836,300	\$ 9,355,379	\$ 8,672,831	\$ 9,349,892
194.87%	217.40%	314.32%	258.72%	238.06%	263.04%
77.31%	75.30%	66.80%	72.10%	74.70%	69.30%

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

	LAST TEN FISCAL YEARS			
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 550,552	\$ 528,221	\$ 456,065	\$ 493,675
Contributions in relation to the contractually required contribution	<u>(550,552)</u>	<u>(528,221)</u>	<u>(456,065)</u>	<u>(493,675)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 3,932,514	\$ 3,773,007	\$ 3,257,607	\$ 3,526,250
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 489,943	\$ 458,552	\$ 470,985	\$ 491,789	\$ 450,418	\$ 446,975
<u>(489,943)</u>	<u>(458,552)</u>	<u>(470,985)</u>	<u>(491,789)</u>	<u>(450,418)</u>	<u>(446,975)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,629,207	\$ 3,396,681	\$ 3,364,179	\$ 3,512,779	\$ 3,417,436	\$ 3,224,928
13.50%	13.50%	14.00%	14.00%	13.18%	13.86%

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

	LAST TEN FISCAL YEARS			
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 1,648,686	\$ 1,578,441	\$ 1,504,356	\$ 1,553,907
Contributions in relation to the contractually required contribution	<u>(1,648,686)</u>	<u>(1,578,441)</u>	<u>(1,504,356)</u>	<u>(1,553,907)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 11,776,329	\$ 11,274,579	\$ 10,745,400	\$ 11,099,336
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 1,585,407	\$ 1,555,106	\$ 1,519,456	\$ 1,377,082	\$ 1,309,753	\$ 1,127,468
<u>(1,585,407)</u>	<u>(1,555,106)</u>	<u>(1,519,456)</u>	<u>(1,377,082)</u>	<u>(1,309,753)</u>	<u>(1,127,468)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 11,324,336	\$ 11,107,900	\$ 10,853,257	\$ 9,836,300	\$ 9,355,379	\$ 8,672,831
14.00%	14.00%	14.00%	14.00%	14.00%	13.00%

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST SEVEN FISCAL YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
District's proportion of the net OPEB liability	0.10307850%	0.09723300%	0.10184730%	0.10465860%
District's proportionate share of the net OPEB liability	\$ 1,447,233	\$ 1,840,214	\$ 2,213,475	\$ 2,631,944
District's covered payroll	\$ 3,773,007	\$ 3,257,607	\$ 3,526,250	\$ 3,629,207
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	38.36%	56.49%	62.77%	72.52%
Plan fiduciary net position as a percentage of the total OPEB liability	30.34%	24.08%	18.17%	15.57%

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

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>
0.10499900%	0.10523710%	0.11313716%
\$ 2,912,956	\$ 2,824,287	\$ 3,224,828
\$ 3,396,681	\$ 3,364,179	\$ 3,512,779
85.76%	83.95%	91.80%
13.57%	12.46%	11.49%

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST SEVEN FISCAL YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
District's proportion of the net OPEB liability/asset	0.086368460%	0.086754906%	0.09196059%	0.09284674%
District's proportionate share of the net OPEB liability/(asset)	\$ (2,236,366)	\$ (1,829,156)	\$ (1,616,207)	\$ (1,537,765)
District's covered payroll	\$ 11,274,579	\$ 10,745,400	\$ 11,099,336	\$ 11,324,336
District's proportionate share of the net OPEB liability/asset as a percentage of its covered payroll	19.84%	17.02%	14.56%	13.58%
Plan fiduciary net position as a percentage of the total OPEB liability/asset	230.73%	174.73%	182.10%	174.70%

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

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>
0.09844602%	0.09932639%	0.09236642%
\$ (1,581,927)	\$ 3,875,350	\$ 4,939,780
\$ 11,107,900	\$ 10,853,257	\$ 9,836,300
14.24%	35.71%	50.22%
176.00%	47.10%	37.30%

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

	LAST TEN FISCAL YEARS			
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 72,449	\$ 68,466	\$ 53,522	\$ 84,201
Contributions in relation to the contractually required contribution	<u>(72,449)</u>	<u>(68,466)</u>	<u>(53,522)</u>	<u>(84,201)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 3,932,514	\$ 3,773,007	\$ 3,257,607	\$ 3,526,250
Contributions as a percentage of covered payroll	1.84%	1.81%	1.64%	2.39%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 74,947	\$ 55,678	\$ 56,350	\$ 82,508	\$ 58,268	\$ 54,803
<u>(74,947)</u>	<u>(55,678)</u>	<u>(56,350)</u>	<u>(82,508)</u>	<u>(58,268)</u>	<u>(54,803)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,629,207	\$ 3,396,681	\$ 3,364,179	\$ 3,512,779	\$ 3,417,436	\$ 3,224,928
2.07%	1.64%	1.68%	2.35%	1.71%	1.70%

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

	LAST TEN FISCAL YEARS			
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually required contribution	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 11,776,329	\$ 11,274,579	\$ 10,745,400	\$ 11,099,336
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 88,732
-	-	-	-	-	(88,732)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 11,324,336	\$ 11,107,900	\$ 10,853,257	\$ 9,836,300	\$ 9,355,379	\$ 8,672,831
0.00%	0.00%	0.00%	0.00%	0.00%	1.00%

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

PENSION

SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

Changes in benefit terms :

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

Changes in assumptions :

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

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

PENSION (CONTINUED)

STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

Changes in benefit terms :

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

Changes in assumptions :

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

OTHER POSTEMPLOYMENT BENEFITS (OPEB)

SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

Changes in benefit terms :

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

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

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

Changes in assumptions:

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

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

Changes in benefit terms :

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

Changes in assumptions :

- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2017.
- For fiscal year 2018, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the discount rate was increased from 3.26% to 4.13% based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB), (b) the long term expected rate of return was reduced from 7.75% to 7.45%, (c) valuation year per capita health care costs were updated, and the salary scale was modified, (d) the percentage of future retirees electing each option was updated based on current data and the percentage of future disabled retirees and terminated vested participants electing health coverage were decreased and (e) the assumed mortality, disability, retirement, withdrawal and future health care cost trend rates were modified along with the portion of rebated prescription drug costs.
- For fiscal year 2019, the following changes of assumptions affected the total OPEB liability/asset since the prior measurement date: (a) the discount rate was increased from the blended rate of 4.13% to the long-term expected rate of return of 7.45% based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB) and (b) decrease in health care cost trend rates from 6.00%-11.00% initial; 4.50% ultimate down to Medical Pre-Medicare 6.00% and Medicare 5.00% initial; 4.00% ultimate and Prescription Drug Pre-Medicare 8.00% and Medicare (5.23%) initial; 4.00% ultimate.
- For fiscal year 2020, health care cost trend rates were changed to the following: medical pre-Medicare from 6.00% initial - 4.00% ultimate down to 5.87% initial - 4.00% ultimate; medical Medicare from 5.00% initial - 4.00% ultimate down to 4.93% initial - 4.00% ultimate; prescription drug pre-Medicare from 8.00% initial - 4.00% ultimate down to 7.73% initial - 4.00% ultimate and (5.23%) initial - 4.00% ultimate up to 9.62% initial - 4.00% ultimate.

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

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

Changes in assumptions (continued):

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

COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES

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**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

DESCRIPTION OF FUNDS

General Fund

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

Other Major Funds

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget</u>
	<u>Final</u>	<u>Actual</u>	
<u>Bond Retirement Fund</u>			
Total revenues and other financing sources	\$ 2,575,765	\$ 2,121,231	\$ (454,534)
Total expenditures and other financing uses	<u>2,240,000</u>	<u>2,226,781</u>	<u>13,219</u>
Net change in fund balance	335,765	(105,550)	(441,315)
Fund balance at beginning of year	<u>3,496,759</u>	<u>3,496,759</u>	<u>-</u>
Fund balance at end of year	<u>\$ 3,832,524</u>	<u>\$ 3,391,209</u>	<u>\$ (441,315)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

DESCRIPTION OF FUNDS

Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for and report specific revenue sources that are restricted or committed to an expenditure for a specific purpose. Following is a description of the District's nonmajor special revenue funds:

Endowment Fund - This fund is used to account for monies under which principal and income benefit individuals, private organizations, or other governments.

Other Grants Fund - This fund is used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

Student Managed Activity Fund - This fund is used to account for those student activity programs which has student participation in an activity and have students involved in the management of the program. This fund typically includes those student activities which consist of a student body, student president, student treasurer and faculty advisor.

District Managed Student Activity Fund - This fund is used to account for those student activity programs which have student participation in the activity but do not have student management of the programs. This fund would usually include athletic programs but could also include the band, cheerleaders, flag corps and other similar types of activities.

Auxiliary Services Fund - This fund accounts for monies which provide services and materials to pupils attending non-public schools within the District.

Data Communication Fund - This fund accounts for money appropriated for Ohio Educational Computer Network Connections.

Student Wellness & Success Fund - This fund is used to account for state grants that are restricted for student health and wellness activities.

Miscellaneous State Grants Fund - This fund accounts for various monies received from state agencies which are not classified elsewhere but are restricted for a specific purpose.

Elementary and Secondary School Emergency Relief (ESSER) Fund - This fund accounts for grants received from the federal government to provide emergency relief to school districts related to the COVID-19 pandemic.

IDEA, Part B Special Education Fund - The purpose of this federal program is to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least-restrictive, alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool elementary and secondary levels.

Title I Fund - The purpose of this federal program is to provide financial assistance to state and local education agencies to meet the special needs of educationally deprived children.

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

Early Childhood Education Development Fund - This fund accounts for federal monies which partially support the preschool program focusing on the early education of handicapped children.

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

DESCRIPTION OF FUNDS

Nonmajor Special Revenue Funds

(Continued)

Supporting Effective Instruction Fund - This fund provides for improved instruction through better use of technology.

Miscellaneous Federal Grants Fund - This fund accounts for monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere but are restricted for a specific purpose.

The following funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis). These funds are not included in the combining statements for the nonmajor special revenue funds since they are reported in the general fund (GAAP basis); however, the budgetary schedules for these funds are presented in this section.

Special Trusts Fund - This fund is used to account for assets held by the school district for various activities of the District which there are no external restrictions on the use of resources and for which the Board of Education has not placed any constraints on the use of the resources.

Public School Support Fund - This fund is used for the general support of the school building, staff and students.

Summer School Fund - This fund is used to account for operations of the District's summer school program.

SERS Employer Fund - This fund is used to account for amounts collected and distributed for the District's SERS Surcharge.

Workers Compensation Fund - This fund is used to account for workers compensation self-insurance revenues and expenditures.

Termination Benefits Fund - This fund is used to accumulate cash for paying termination benefits or for paying salaries when the number of pay periods exceeds the usual and customary for

Nonmajor Capital Projects Funds

Permanent Improvement Fund - This fund accounts for all transactions related to the acquiring, constructing, or improving of facilities.

Building Fund - The building fund is used to account for and report resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here represent the costs of acquiring capital facilities including real property.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2023

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:			
Equity in pooled cash and cash equivalents	\$ 4,065,842	\$ 1,219,051	\$ 5,284,893
Receivables:			
Property taxes	-	758,557	758,557
Accounts	1,270	3,506	4,776
Accrued interest	17,158	-	17,158
Intergovernmental	80,222	-	80,222
	<u>4,164,492</u>	<u>1,981,114</u>	<u>6,145,606</u>
Total assets	<u>\$ 4,164,492</u>	<u>\$ 1,981,114</u>	<u>\$ 6,145,606</u>
Liabilities:			
Accounts payable	\$ 28,254	\$ 17,381	\$ 45,635
Accrued wages and benefits payable	40,951	-	40,951
Intergovernmental payable	1,022	-	1,022
Pension and postemployment benefits payable	11,660	-	11,660
Interfund loans payable	47,650	-	47,650
	<u>129,537</u>	<u>17,381</u>	<u>146,918</u>
Total liabilities	<u>129,537</u>	<u>17,381</u>	<u>146,918</u>
Deferred inflows of resources:			
Property taxes levied for the next fiscal year	-	673,010	673,010
Delinquent property tax revenue not available	-	20,103	20,103
Intergovernmental revenue not available	80,222	-	80,222
Accrued interest not available	11,401	-	11,401
	<u>91,623</u>	<u>693,113</u>	<u>784,736</u>
Total deferred inflows of resources	<u>91,623</u>	<u>693,113</u>	<u>784,736</u>
Fund Balances:			
Nonspendable:			
Scholarships	3,778,015	-	3,778,015
Restricted:			
Capital projects	-	2,366	2,366
Non-public schools	38,320	-	38,320
State funded programs	18,273	-	18,273
Federally funded programs	86,797	-	86,797
Extracurricular programs	96,689	-	96,689
Other purposes	5,460	-	5,460
Committed:			
Capital projects	-	1,268,254	1,268,254
Unassigned (deficit)	(80,222)	-	(80,222)
	<u>3,943,332</u>	<u>1,270,620</u>	<u>5,213,952</u>
Total fund balances	<u>3,943,332</u>	<u>1,270,620</u>	<u>5,213,952</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 4,164,492</u>	<u>\$ 1,981,114</u>	<u>\$ 6,145,606</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:			
Property taxes	\$ -	\$ 775,974	\$ 775,974
Intergovernmental	2,453,530	15,199	2,468,729
Investment earnings	71,061	-	71,061
Tuition and fees	-	46,966	46,966
Extracurricular	230,661	-	230,661
Contributions and donations	8,023	-	8,023
Miscellaneous	104,930	29,052	133,982
Change in fair value of investments	(65,925)	-	(65,925)
Total revenues	<u>2,802,280</u>	<u>867,191</u>	<u>3,669,471</u>
Expenditures:			
Current:			
Instruction:			
Regular	638,413	2,100	640,513
Special	472,781	-	472,781
Vocational	-	8,275	8,275
Support services:			
Pupil	149,916	-	149,916
Instructional staff	165,641	-	165,641
Operations and maintenance	144,743	158,355	303,098
Pupil transportation	100,613	99,342	199,955
Central	-	55,220	55,220
Operation of non-instructional services:			
Other non-instructional services	817,731	-	817,731
Extracurricular activities	263,402	2,523	265,925
Facilities acquisition and construction	-	40,208	40,208
Debt service:			
Principal retirement	-	1,054,744	1,054,744
Interest and fiscal charges	-	804,487	804,487
Total expenditures	<u>2,753,240</u>	<u>2,225,254</u>	<u>4,978,494</u>
Excess (deficiency) of revenues over (under) expenditures	<u>49,040</u>	<u>(1,358,063)</u>	<u>(1,309,023)</u>
Other financing sources:			
Transfers in	<u>24,805</u>	<u>1,550,195</u>	<u>1,575,000</u>
Total other financing sources	<u>24,805</u>	<u>1,550,195</u>	<u>1,575,000</u>
Net change in fund balances	73,845	192,132	265,977
Fund balances at beginning of year	<u>3,869,487</u>	<u>1,078,488</u>	<u>4,947,975</u>
Fund balances at end of year	<u>\$ 3,943,332</u>	<u>\$ 1,270,620</u>	<u>\$ 5,213,952</u>

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**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2023

	<u>Endowment</u>	<u>Other Grants</u>	<u>Student Managed Activity</u>	<u>District Managed Student Activity</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 3,772,258	\$ 5,460	\$ 35,142	\$ 61,561
Receivables:				
Accounts	-	-	40	1,230
Accrued Interest	17,158	-	-	-
Intergovernmental	-	-	-	-
Total assets	<u>\$ 3,789,416</u>	<u>\$ 5,460</u>	<u>\$ 35,182</u>	<u>\$ 62,791</u>
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ 1,284
Accrued wages and benefits payable	-	-	-	-
Intergovernmental payable	-	-	-	-
Pension and postemployment benefits payable	-	-	-	-
Interfund loans payable	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,284</u>
Deferred inflows of resources:				
Intergovernmental revenue not available	-	-	-	-
Accrued interest not available	11,401	-	-	-
Total deferred inflows of resources	<u>11,401</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Nonspendable:				
Scholarships	3,778,015	-	-	-
Restricted:				
Non-public schools	-	-	-	-
State funded programs	-	-	-	-
Federally funded programs	-	-	-	-
Extracurricular programs	-	-	35,182	61,507
Other purposes	-	5,460	-	-
Unassigned (deficit)	-	-	-	-
Total fund balances	<u>3,778,015</u>	<u>5,460</u>	<u>35,182</u>	<u>61,507</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 3,789,416</u>	<u>\$ 5,460</u>	<u>\$ 35,182</u>	<u>\$ 62,791</u>

<u>Auxiliary Services</u>	<u>Student Wellness & Success</u>	<u>Miscellaneous State Grants</u>	<u>IDEA, Part B Special Education</u>
\$ 69,443	\$ -	\$ 18,273	\$ 16,312
-	-	-	-
-	-	-	-
-	-	-	54,871
<u>\$ 69,443</u>	<u>\$ -</u>	<u>\$ 18,273</u>	<u>\$ 71,183</u>
\$ 21,092	\$ -	\$ -	\$ 5,401
7,148	-	-	17,198
102	-	-	671
2,781	-	-	6,478
-	-	-	41,435
<u>31,123</u>	<u>-</u>	<u>-</u>	<u>71,183</u>
-	-	-	54,871
-	-	-	-
-	-	-	54,871
-	-	-	-
38,320	-	-	-
-	-	18,273	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	(54,871)
<u>38,320</u>	<u>-</u>	<u>18,273</u>	<u>(54,871)</u>
<u>\$ 69,443</u>	<u>\$ -</u>	<u>\$ 18,273</u>	<u>\$ 71,183</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Title I</u>	<u>Title IV-A</u>	<u>Early Childhood Education Development</u>	<u>Supporting Effective Instruction</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 477	\$ -	\$ -	\$ 119
Receivables:				
Accounts	-	-	-	-
Accrued Interest	-	-	-	-
Intergovernmental	19,732	-	2,035	3,584
Total assets	<u>\$ 20,209</u>	<u>\$ -</u>	<u>\$ 2,035</u>	<u>\$ 3,703</u>
Liabilities:				
Accounts payable	\$ 477	\$ -	\$ -	\$ -
Accrued wages and benefits payable	16,605	-	-	-
Intergovernmental payable	249	-	0	-
Pension and postemployment benefits payable	2,401	-	-	-
Interfund loans payable	477	-	2,035	3,703
Total liabilities	<u>20,209</u>	<u>-</u>	<u>2,035</u>	<u>3,703</u>
Deferred inflows of resources:				
Intergovernmental revenue not available	19,732	-	2,035	3,584
Accrued interest not available	-	-	-	-
Total deferred inflows of resources	<u>19,732</u>	<u>-</u>	<u>2,035</u>	<u>3,584</u>
Fund Balances:				
Nonspendable:				
Scholarships	-	-	-	-
Restricted:				
Non-public schools	-	-	-	-
State funded programs	-	-	-	-
Federally funded programs	-	-	-	-
Extracurricular programs	-	-	-	-
Other purposes	-	-	-	-
Unassigned (deficit)	(19,732)	-	(2,035)	(3,584)
Total fund balances	<u>(19,732)</u>	<u>-</u>	<u>(2,035)</u>	<u>(3,584)</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 20,209</u>	<u>\$ -</u>	<u>\$ 2,035</u>	<u>\$ 3,703</u>

<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 86,797	\$ 4,065,842
-	1,270
-	17,158
-	80,222
<u>\$ 86,797</u>	<u>\$ 4,164,492</u>
\$ -	\$ 28,254
-	40,951
-	1,022
-	11,660
-	47,650
<u>-</u>	<u>129,537</u>
-	80,222
-	11,401
<u>-</u>	<u>91,623</u>
-	3,778,015
-	38,320
-	18,273
86,797	86,797
-	96,689
-	5,460
-	(80,222)
<u>86,797</u>	<u>3,943,332</u>
<u>\$ 86,797</u>	<u>\$ 4,164,492</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Endowment</u>	<u>Other Grants</u>	<u>Student Managed Activity</u>	<u>District Managed Student Activity</u>
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Investment earnings	66,681	-	-	-
Extracurricular	-	-	58,173	172,488
Contributions and donations	-	-	3,853	4,170
Miscellaneous	75,314	23,200	-	6,416
Change in fair value of investments	(65,925)	-	-	-
Total revenues	<u>76,070</u>	<u>23,200</u>	<u>62,026</u>	<u>183,074</u>
Expenditures:				
Current:				
Instruction:				
Regular	64,333	24,380	-	-
Special	-	-	-	-
Support services:				
Pupil	-	-	-	-
Instructional staff	-	-	-	-
Operations and maintenance	-	-	-	-
Pupil transportation	-	-	-	-
Operation of non-instructional services:				
Other non-instructional services	-	-	-	870
Extracurricular activities	-	-	72,279	191,123
Total expenditures	<u>64,333</u>	<u>24,380</u>	<u>72,279</u>	<u>191,993</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,737</u>	<u>(1,180)</u>	<u>(10,253)</u>	<u>(8,919)</u>
Other financing sources:				
Transfers in	-	-	-	24,805
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>24,805</u>
Net change in fund balances	11,737	(1,180)	(10,253)	15,886
Fund balances (deficits) at beginning of year	<u>3,766,278</u>	<u>6,640</u>	<u>45,435</u>	<u>45,621</u>
Fund balances (deficits) at end of year	<u>\$ 3,778,015</u>	<u>\$ 5,460</u>	<u>\$ 35,182</u>	<u>\$ 61,507</u>

<u>Auxiliary Services</u>	<u>Data Communication</u>	<u>Student Wellness & Success</u>	<u>Miscellaneous State Grants</u>	<u>ESSER</u>
\$ 460,580	\$ 5,400	\$ -	\$ 118,273	\$ 659,391
4,380	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>464,960</u>	<u>5,400</u>	<u>-</u>	<u>118,273</u>	<u>659,391</u>
-	-	-	-	490,074
-	-	-	-	-
-	-	16,177	-	-
-	5,400	-	-	119,718
-	-	-	8,329	49,885
-	-	-	100,000	-
471,997	-	-	-	-
-	-	-	-	-
<u>471,997</u>	<u>5,400</u>	<u>16,177</u>	<u>108,329</u>	<u>659,677</u>
<u>(7,037)</u>	<u>-</u>	<u>(16,177)</u>	<u>9,944</u>	<u>(286)</u>
-	-	-	-	-
-	-	-	-	-
<u>(7,037)</u>	<u>-</u>	<u>(16,177)</u>	<u>9,944</u>	<u>(286)</u>
<u>45,357</u>	<u>-</u>	<u>16,177</u>	<u>8,329</u>	<u>286</u>
<u>\$ 38,320</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 18,273</u>	<u>\$ -</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	IDEA, Part B Special Education	Title I	Title IV-A	Early Childhood Education Development
Revenues:				
Intergovernmental	\$ 482,474	\$ 187,965	\$ 18,810	\$ 19,199
Investment earnings	-	-	-	-
Extracurricular	-	-	-	-
Contributions and donations	-	-	-	-
Miscellaneous	-	-	-	-
Change in fair value of investments	-	-	-	-
Total revenues	<u>482,474</u>	<u>187,965</u>	<u>18,810</u>	<u>19,199</u>
Expenditures:				
Current:				
Instruction:				
Regular	19,486	-	12,567	3,564
Special	275,860	179,082	-	17,839
Support services:				
Pupil	133,739	-	-	-
Instructional staff	22,640	4,283	3,291	-
Operations and maintenance	-	-	-	-
Pupil transportation	-	613	-	-
Operation of non-instructional services:				
Other non-instructional services	34,100	6,411	3,359	-
Extracurricular activities	-	-	-	-
Total expenditures	<u>485,825</u>	<u>190,389</u>	<u>19,217</u>	<u>21,403</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,351)</u>	<u>(2,424)</u>	<u>(407)</u>	<u>(2,204)</u>
Other financing sources:				
Transfers in	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(3,351)	(2,424)	(407)	(2,204)
Fund balances (deficits) at beginning of year	<u>(51,520)</u>	<u>(17,308)</u>	<u>407</u>	<u>169</u>
Fund balances (deficits) at end of year	<u>\$ (54,871)</u>	<u>\$ (19,732)</u>	<u>\$ -</u>	<u>\$ (2,035)</u>

<u>Supporting Effective Instruction</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 36,124	\$ 465,314	\$ 2,453,530
-	-	71,061
-	-	230,661
-	-	8,023
-	-	104,930
-	-	(65,925)
<u>36,124</u>	<u>465,314</u>	<u>2,802,280</u>
24,009	-	638,413
-	-	472,781
-	-	149,916
10,309	-	165,641
-	86,529	144,743
-	-	100,613
9,049	291,945	817,731
-	-	263,402
<u>43,367</u>	<u>378,474</u>	<u>2,753,240</u>
<u>(7,243)</u>	<u>86,840</u>	<u>49,040</u>
-	-	24,805
-	-	24,805
(7,243)	86,840	73,845
<u>3,659</u>	<u>(43)</u>	<u>3,869,487</u>
<u>\$ (3,584)</u>	<u>\$ 86,797</u>	<u>\$ 3,943,332</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Endowment Fund</u>			
Total revenues and other financing sources	\$ 75,000	\$ 140,663	\$ 65,663
Total expenditures and other financing uses	<u>225,278</u>	<u>225,260</u>	<u>18</u>
Net change in fund balance	(150,278)	(84,597)	65,681
Fund balance at beginning of year	3,755,464	3,755,464	-
Prior year encumbrances appropriated	<u>127,278</u>	<u>127,278</u>	<u>-</u>
Fund balance at end of year	<u>\$ 3,732,464</u>	<u>\$ 3,798,145</u>	<u>\$ 65,681</u>
<u>Other Grants Fund</u>			
Total revenues and other financing sources	\$ 23,200	\$ 23,200	\$ -
Total expenditures and other financing uses	<u>24,380</u>	<u>24,380</u>	<u>-</u>
Net change in fund balance	(1,180)	(1,180)	-
Fund balance at beginning of year	<u>6,640</u>	<u>6,640</u>	<u>-</u>
Fund balance at end of year	<u>\$ 5,460</u>	<u>\$ 5,460</u>	<u>\$ -</u>
<u>Student Managed Activity Fund</u>			
Total revenues and other financing sources	\$ 60,720	\$ 61,986	\$ 1,266
Total expenditures and other financing uses	<u>75,327</u>	<u>73,636</u>	<u>1,691</u>
Net change in fund balance	(14,607)	(11,650)	2,957
Fund balance at beginning of year	38,565	38,565	-
Prior year encumbrances appropriated	<u>8,227</u>	<u>8,227</u>	<u>-</u>
Fund balance at end of year	<u>\$ 32,185</u>	<u>\$ 35,142</u>	<u>\$ 2,957</u>
<u>District Managed Student Activity Fund</u>			
Total revenues and other financing sources	\$ 172,400	\$ 206,919	\$ 34,519
Total expenditures and other financing uses	<u>203,635</u>	<u>195,464</u>	<u>8,171</u>
Net change in fund balance	(31,235)	11,455	42,690
Fund balance at beginning of year	45,519	45,519	-
Prior year encumbrances appropriated	<u>2,135</u>	<u>2,135</u>	<u>-</u>
Fund balance at end of year	<u>\$ 16,419</u>	<u>\$ 59,109</u>	<u>\$ 42,690</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Auxiliary Services Fund</u>			
Total revenues and other financing sources	\$ 500,000	\$ 464,960	\$ (35,040)
Total expenditures and other financing uses	<u>550,126</u>	<u>530,396</u>	<u>19,730</u>
Net change in fund balance	(50,126)	(65,436)	(15,310)
Fund balance at beginning of year	39,038	39,038	-
Prior year encumbrances appropriated	<u>50,126</u>	<u>50,126</u>	<u>-</u>
Fund balance at end of year	<u>\$ 39,038</u>	<u>\$ 23,728</u>	<u>\$ (15,310)</u>
<u>Data Communication Fund</u>			
Total revenues and other financing sources	\$ 5,400	\$ 5,400	\$ -
Total expenditures and other financing uses	<u>5,400</u>	<u>5,400</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Student Wellness & Success Fund</u>			
Total expenditures and other financing uses	\$ 16,177	\$ 16,177	\$ -
Net change in fund balance	(16,177)	(16,177)	-
Fund balance at beginning of year	<u>16,177</u>	<u>16,177</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Miscellaneous State Grants Fund</u>			
Total revenues and other financing sources	\$ 100,000	\$ 118,273	\$ 18,273
Total expenditures and other financing uses	<u>198,329</u>	<u>198,329</u>	<u>-</u>
Net change in fund balance	(98,329)	(80,056)	18,273
Fund balance at beginning of year	8,329	8,329	-
Prior year encumbrances appropriated	<u>90,000</u>	<u>90,000</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 18,273</u>	<u>\$ 18,273</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<u>ESSER Fund</u>			
Total revenues and other financing sources	\$ 684,985	\$ 659,391	\$ (25,594)
Total expenditures and other financing uses	<u>659,734</u>	<u>659,734</u>	<u>-</u>
Net change in fund balance	25,251	(343)	(25,594)
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	<u>343</u>	<u>343</u>	<u>-</u>
Fund balance at end of year	<u>\$ 25,594</u>	<u>\$ -</u>	<u>\$ (25,594)</u>
<u>IDEA, Part B Special Education Fund</u>			
Total revenues and other financing sources	\$ 527,474	\$ 523,909	\$ (3,565)
Total expenditures and other financing uses	<u>539,073</u>	<u>539,073</u>	<u>-</u>
Net change in fund balance	(11,599)	(15,164)	(3,565)
Fund balance at beginning of year	715	715	-
Prior year encumbrances appropriated	<u>14,449</u>	<u>14,449</u>	<u>-</u>
Fund balance at end of year	<u>\$ 3,565</u>	<u>\$ -</u>	<u>\$ (3,565)</u>
<u>Title I Fund</u>			
Total revenues and other financing sources	\$ 188,465	\$ 188,442	\$ (23)
Total expenditures and other financing uses	<u>198,357</u>	<u>198,357</u>	<u>-</u>
Net change in fund balance	(9,892)	(9,915)	(23)
Fund balance at beginning of year	973	973	-
Prior year encumbrances appropriated	<u>8,942</u>	<u>8,942</u>	<u>-</u>
Fund balance at end of year	<u>\$ 23</u>	<u>\$ -</u>	<u>\$ (23)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Title IV-A Fund</u>			
Total revenues and other financing sources	\$ 18,810	\$ 18,810	\$ -
Total expenditures and other financing uses	<u>19,663</u>	<u>19,663</u>	<u>-</u>
Net change in fund balance	(853)	(853)	-
Fund balance at beginning of year	36	36	-
Prior year encumbrances appropriated	<u>817</u>	<u>817</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Early Childhood Education Development Fund</u>			
Total revenues and other financing sources	\$ 21,699	\$ 21,233	\$ (466)
Total expenditures and other financing uses	<u>22,968</u>	<u>22,968</u>	<u>-</u>
Net change in fund balance	(1,269)	(1,735)	(466)
Fund balance at beginning of year	185	185	-
Prior year encumbrances appropriated	<u>1,550</u>	<u>1,550</u>	<u>-</u>
Fund balance at end of year	<u>\$ 466</u>	<u>\$ -</u>	<u>\$ (466)</u>
<u>Supporting Effective Instruction Fund</u>			
Total revenues and other financing sources	\$ 40,124	\$ 39,827	\$ (297)
Total expenditures and other financing uses	<u>44,368</u>	<u>44,249</u>	<u>119</u>
Net change in fund balance	(4,244)	(4,422)	(178)
Fund balance at beginning of year	3,541	3,541	-
Prior year encumbrances appropriated	<u>1,000</u>	<u>1,000</u>	<u>-</u>
Fund balance at end of year	<u>\$ 297</u>	<u>\$ 119</u>	<u>\$ (178)</u>
<u>Miscellaneous Federal Grants Fund</u>			
Total revenues and other financing sources	\$ 465,314	\$ 465,314	\$ -
Total expenditures and other financing uses	<u>495,309</u>	<u>495,309</u>	<u>-</u>
Net change in fund balance	(29,995)	(29,995)	-
Fund balance at beginning of year	12	12	-
Prior year encumbrances appropriated	<u>29,995</u>	<u>29,995</u>	<u>-</u>
Fund balance at end of year	<u>\$ 12</u>	<u>\$ 12</u>	<u>\$ -</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Special Trusts Fund</u>			
Total revenues and other financing sources	\$ 1,860	\$ 522	\$ (1,338)
Total expenditures and other financing uses	<u>3,600</u>	<u>197</u>	<u>3,403</u>
Net change in fund balance	(1,740)	325	2,065
Fund balance at beginning of year	<u>22,282</u>	<u>22,282</u>	<u>-</u>
Fund balance at end of year	<u>\$ 20,542</u>	<u>\$ 22,607</u>	<u>\$ 2,065</u>
<u>Public School Support Fund</u>			
Total revenues and other financing sources	\$ 52,100	\$ 52,990	\$ 890
Total expenditures and other financing uses	<u>70,062</u>	<u>51,066</u>	<u>18,996</u>
Net change in fund balance	(17,962)	1,924	19,886
Fund balance at beginning of year	81,269	81,269	-
Prior year encumbrances appropriated	<u>5,062</u>	<u>5,062</u>	<u>-</u>
Fund balance at end of year	<u>\$ 68,369</u>	<u>\$ 88,255</u>	<u>\$ 19,886</u>
<u>Summer School Fund</u>			
Fund balance at beginning of year	<u>\$ 4,354</u>	<u>\$ 4,354</u>	<u>\$ -</u>
Fund balance at end of year	<u>\$ 4,354</u>	<u>\$ 4,354</u>	<u>\$ -</u>
<u>SERS Employer Fund</u>			
Fund balance (deficit) at beginning of year	<u>\$ (68,102)</u>	<u>\$ (68,102)</u>	<u>\$ -</u>
Fund balance (deficit) at end of year	<u>\$ (68,102)</u>	<u>\$ (68,102)</u>	<u>\$ -</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
<u>Workers Compensation Fund</u>			
Total revenues and other financing sources	\$ 60,000	\$ 69,065	\$ 9,065
Total expenditures and other financing uses	<u>50,000</u>	<u>36,984</u>	<u>13,016</u>
Net change in fund balance	10,000	32,081	22,081
Fund balance at beginning of year	<u>352,539</u>	<u>352,539</u>	<u>-</u>
Fund balance at end of year	<u>\$ 362,539</u>	<u>\$ 384,620</u>	<u>\$ 22,081</u>
<u>Termination Benefits Fund</u>			
Total revenues and other financing sources	\$ 50,000	\$ 125,000	\$ 75,000
Total expenditures and other financing uses	<u>100,000</u>	<u>53,248</u>	<u>46,752</u>
Net change in fund balance	(50,000)	71,752	121,752
Fund balance at beginning of year	<u>59,614</u>	<u>59,614</u>	<u>-</u>
Fund balance at end of year	<u>\$ 9,614</u>	<u>\$ 131,366</u>	<u>\$ 121,752</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2023

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Assets:			
Equity in pooled cash and cash equivalents	\$ 1,216,685	\$ 2,366	\$ 1,219,051
Receivables:			
Property taxes	758,557	-	758,557
Accounts	3,506	-	3,506
Total assets	<u>\$ 1,978,748</u>	<u>\$ 2,366</u>	<u>\$ 1,981,114</u>
 Liabilities:			
Accounts payable	\$ 17,381	\$ -	\$ 17,381
Total liabilities	17,381	-	17,381
 Deferred inflows of resources:			
Property taxes levied for the next fiscal year	673,010	-	673,010
Delinquent property tax revenue not available	20,103	-	20,103
Total deferred inflows of resources	693,113	-	693,113
 Fund Balances:			
Restricted:			
Capital projects	-	2,366	2,366
Committed:			
Capital projects	1,268,254	-	1,268,254
Total fund balances	1,268,254	2,366	1,270,620
Total liabilities and fund balances	<u>\$ 1,978,748</u>	<u>\$ 2,366</u>	<u>\$ 1,981,114</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Total Nonmajor Capital Projects Funds</u>
Revenues:			
Property taxes	\$ 775,974	\$ -	\$ 775,974
Intergovernmental	15,199	-	15,199
Tuition and fees	46,966	-	46,966
Miscellaneous	29,052	-	29,052
	<hr/>	<hr/>	<hr/>
Total revenue	867,191	-	867,191
Expenditures:			
Current:			
Instruction:			
Regular	2,100	-	2,100
Vocational	8,275	-	8,275
Support services:			
Operations and maintenance	158,355	-	158,355
Pupil transportation	99,342	-	99,342
Central	55,220	-	55,220
Extracurricular activities	2,523	-	2,523
Facilities acquisition and construction	40,208	-	40,208
Debt service:			
Principal retirement	1,054,744	-	1,054,744
Interest and fiscal charges	804,487	-	804,487
	<hr/>	<hr/>	<hr/>
Total expenditures	2,225,254	-	2,225,254
Excess of expenditures over revenues	<hr/>	<hr/>	<hr/>
	(1,358,063)	-	(1,358,063)
Other financing sources:			
Transfers in	1,550,195	-	1,550,195
Total other financing sources	<hr/>	<hr/>	<hr/>
	1,550,195	-	1,550,195
Net change in fund balances	192,132	-	192,132
Fund balances at beginning of year	<hr/>	<hr/>	<hr/>
	1,076,122	2,366	1,078,488
Fund balances at end of year	<hr/>	<hr/>	<hr/>
	\$ 1,268,254	\$ 2,366	\$ 1,270,620

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<u>Permanent Improvement Fund</u>			
Total revenues and other financing sources	\$ 1,758,454	\$ 2,411,901	\$ 653,447
Total expenditures and other financing uses	<u>2,445,770</u>	<u>2,311,558</u>	<u>134,212</u>
Net change in fund balance	(687,316)	100,343	787,659
Fund balance at beginning of year	901,724	901,724	-
Prior year encumbrances appropriated	<u>120,770</u>	<u>120,770</u>	<u>-</u>
Fund balance at end of year	<u>\$ 335,178</u>	<u>\$ 1,122,837</u>	<u>\$ 787,659</u>
<u>Building Fund</u>			
Fund balance at beginning of year	<u>\$ 2,366</u>	<u>\$ 2,366</u>	<u>\$ -</u>
Fund balance at end of year	<u>\$ 2,366</u>	<u>\$ 2,366</u>	<u>\$ -</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

DESCRIPTION OF FUNDS

Enterprise Funds

Enterprise Funds are established to account for operations that are financed and operated in a manner similar to private sector business where the interest is the expense (including depreciation) of providing goods or services primarily or solely to the general public to be financed or recovered primarily through user charges.

Food Services Fund - This fund accounts for the provision of food service to the high school, middle school and elementary school.

Day Care Services Fund - This fund accounts for services provided primarily to the general public for day care services, which are financed or recovered through user charges.

Internal Service Funds

An Internal Service Fund is used to account for the financing of services provided by one department to the other departments of the government or to other districts on a cost reimbursement basis.

Employee Flex Benefits Plan Fund - This fund accounts for a flexible benefits plan offered to District employees.

Health Self Insurance Fund - A fund provided to account for monies received from other funds as payment for providing medical employee benefits.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2023

	Food Service	Day Care Services	Total Nonmajor Enterprise Funds
Assets:			
Current assets:			
Equity in pooled cash and cash equivalents	\$ 535,704	\$ 789,278	\$ 1,324,982
Receivables:			
Accounts	8,170	3,930	12,100
Materials and supplies inventory	289	-	289
Inventory held for resale	3,543	-	3,543
Total current assets	<u>547,706</u>	<u>793,208</u>	<u>1,340,914</u>
Noncurrent assets:			
Net OPEB asset	-	7,385	7,385
Depreciable capital assets, net	102,485	-	102,485
Total assets	<u>650,191</u>	<u>800,593</u>	<u>1,450,784</u>
Deferred outflows of resources:			
Pension	47,141	86,608	133,749
OPEB	23,992	37,322	61,314
Total deferred outflows of resources	<u>71,133</u>	<u>123,930</u>	<u>195,063</u>
Liabilities:			
Accounts payable	2,877	2,075	4,952
Accrued wages and benefits	16,165	35,197	51,362
Compensated absences	-	14,913	14,913
Pension and postemployment benefits payable	8,174	8,996	17,170
Intergovernmental payable	202	506	708
Total current liabilities	<u>27,418</u>	<u>61,687</u>	<u>89,105</u>
Long-term liabilities:			
Compensated absences payable	65,758	95,332	161,090
Net pension liability	250,735	484,660	735,395
Net OPEB liability	66,696	112,057	178,753
Total long-term liabilities	<u>383,189</u>	<u>692,049</u>	<u>1,075,238</u>
Total liabilities	<u>410,607</u>	<u>753,736</u>	<u>1,164,343</u>
Deferred inflows of resources:			
Pension	16,911	124,793	141,704
OPEB	77,851	278,836	356,687
Total deferred inflows of resources	<u>94,762</u>	<u>403,629</u>	<u>498,391</u>
Net position:			
Investment in capital assets	102,485	-	102,485
Restricted for OPEB	-	4,071	4,071
Unrestricted (deficit)	113,470	(236,913)	(123,443)
Total net position	<u>\$ 215,955</u>	<u>\$ (232,842)</u>	<u>\$ (16,887)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	<u>Food Service</u>	<u>Day Care Services</u>	<u>Total Nonmajor Enterprise Funds</u>
Operating revenues:			
Sales/charges for services	\$ 305,871	\$ 1,096,860	\$ 1,402,731
Total operating revenues	<u>305,871</u>	<u>1,096,860</u>	<u>1,402,731</u>
Operating expenses:			
Personal services	218,520	344,559	563,079
Purchased services	(33,963)	122,174	88,211
Materials and supplies	290,758	63,562	354,320
Other	667	-	667
Claims			
Depreciation	9,992	-	9,992
Total operating expenses	<u>485,974</u>	<u>530,295</u>	<u>1,016,269</u>
Operating income (loss)	<u>(180,103)</u>	<u>566,565</u>	<u>386,462</u>
Nonoperating revenues:			
Grants and subsidies	306,061	-	306,061
Gain on disposal of capital assets	54,277	-	54,277
Total nonoperating revenues	<u>360,338</u>	<u>-</u>	<u>360,338</u>
Change in net position	180,235	566,565	746,800
Net position (deficit) at beginning of year	<u>35,720</u>	<u>(799,407)</u>	<u>(763,687)</u>
Net position (deficit) at end of year	<u>\$ 215,955</u>	<u>\$ (232,842)</u>	<u>\$ (16,887)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Food Service	Day Care Services	Total Nonmajor Enterprise Funds
Cash flows from operating activities:			
Cash received from sales/charges for services	\$ 301,153	\$ 1,095,899	\$ 1,397,052
Cash payments for personal services	(240,995)	(522,682)	(763,677)
Cash payments for contractual services	(13,978)	(122,246)	(136,224)
Cash payments for materials and supplies	(212,963)	(70,067)	(283,030)
Cash payments for other expenses	(667)	-	(667)
Net cash provided by (used in) operating activities	<u>(167,450)</u>	<u>380,904</u>	<u>213,454</u>
Cash flows from noncapital financing activities:			
Cash received from grants and subsidies	277,286	-	277,286
Net cash provided by noncapital financing activities	<u>277,286</u>	<u>-</u>	<u>277,286</u>
Cash flows from capital and related financing activities:			
Acquisition of capital assets	(47,941)	-	(47,941)
Net cash used in capital and related financing activities	<u>(47,941)</u>	<u>-</u>	<u>(47,941)</u>
Net change in cash and cash equivalents	61,895	380,904	442,799
Cash and cash equivalents at beginning of year	473,809	408,374	882,183
Cash and cash equivalents at end of year	<u>\$ 535,704</u>	<u>\$ 789,278</u>	<u>\$ 1,324,982</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ (180,103)	\$ 566,565	\$ 386,462
Adjustments:			
Depreciation	9,992	-	9,992
Federal donated commodities	28,775	-	28,775
Change in assets, deferred outflows of resources, liabilities and deferred inflows of resources:			
Materials and supplies inventory	(40)	(961)	(1,001)
Inventory held for resale	(1,758)	-	(1,758)
Accounts receivable	(4,718)	-	(4,718)
Net OPEB asset	(15,322)	(2,295)	(17,617)
Deferred outflows - pension	536	(12,592)	(12,056)
Deferred outflows - OPEB	-	19,462	19,462
Accounts payable	2,877	(6,577)	(3,700)
Accrued wages and benefits	(1,810)	(3,238)	(5,048)
Intergovernmental payable	(36)	(36)	(72)
Compensated absences	1,294	17,118	18,412
Pension and postemployment benefits payable	(114)	(3,887)	(4,001)
Net pension liability	88,706	111,384	200,090
Net OPEB liability	(19,286)	(69,645)	(88,931)
Deferred inflows - pension	(88,302)	(246,019)	(334,321)
Deferred inflows - OPEB	11,859	11,625	23,484
Net cash provided by (used in) operating activities	<u>\$ (167,450)</u>	<u>\$ 380,904</u>	<u>\$ 213,454</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<u>Food Services Fund</u>			
Total revenues and other financing sources	\$ 400,000	\$ 578,439	\$ 178,439
Total expenses and other financing uses	<u>624,807</u>	<u>536,760</u>	<u>88,047</u>
Net change in fund equity	(224,807)	41,679	266,486
Fund equity at beginning of year	449,002	449,002	-
Prior year encumbrances appropriated	<u>24,807</u>	<u>24,807</u>	<u>-</u>
Fund equity at end of year	<u>\$ 249,002</u>	<u>\$ 515,488</u>	<u>\$ 266,486</u>
<u>Day Care Services Fund</u>			
Total revenues and other financing sources	\$ 800,000	\$ 1,095,898	\$ 295,898
Total expenses and other financing uses	<u>811,886</u>	<u>717,991</u>	<u>93,895</u>
Net change in fund equity	(11,886)	377,907	389,793
Fund equity at beginning of year	396,488	396,488	-
Prior year encumbrances appropriated	<u>11,886</u>	<u>11,886</u>	<u>-</u>
Fund equity at end of year	<u>\$ 396,488</u>	<u>\$ 786,281</u>	<u>\$ 389,793</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2023

	<u>Employee Flex Benefits Plan</u>	<u>Health Self Insurance Fund</u>	<u>Total Governmental Activities - Internal Service Funds</u>
Assets:			
Current assets:			
Equity in pooled cash and cash equivalents	\$ 8,574	\$ 727,604	\$ 736,178
Receivables:			
Accounts	3,503	-	3,503
Total assets	<u>12,077</u>	<u>727,604</u>	<u>739,681</u>
Liabilities:			
Current liabilities:			
Accounts payable	245	-	245
Claims payable	-	252,026	252,026
Total liabilities	<u>245</u>	<u>252,026</u>	<u>252,271</u>
Net position:			
Unrestricted	<u>11,832</u>	<u>475,578</u>	<u>487,410</u>
Total net position	<u>\$ 11,832</u>	<u>\$ 475,578</u>	<u>\$ 487,410</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Employee Flex Benefits Plan	Health Self Insurance Fund	Total Governmental Activities - Internal Service Funds
Operating revenues:			
Sales/charges for services	\$ -	\$ 2,956,466	\$ 2,956,466
Other	124,242	-	124,242
Total operating revenues	<u>124,242</u>	<u>2,956,466</u>	<u>3,080,708</u>
Operating expenses:			
Purchased services	124,430	-	124,430
Other	245	-	245
Claims	-	2,891,052	2,891,052
Total operating expenses	<u>124,675</u>	<u>2,891,052</u>	<u>3,015,727</u>
Operating income (loss)/change in net position	<u>(433)</u>	<u>65,414</u>	<u>64,981</u>
Change in net position	(433)	65,414	64,981
Net position at beginning of year	<u>12,265</u>	<u>410,164</u>	<u>422,429</u>
Net position at end of year	<u>\$ 11,832</u>	<u>\$ 475,578</u>	<u>\$ 487,410</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Employee Flex Benefits Plan	Health Self Insurance Fund	Total Governmental Activities - Internal Service Funds
Cash flows from operating activities:			
Cash received from sales/charges for services	\$ -	\$ 2,956,466	\$ 2,956,466
Cash received from other operations	124,159	-	124,159
Cash payments for contractual services	(124,430)	-	(124,430)
Cash payments for claims	-	(2,884,398)	(2,884,398)
Cash payments for other expenses	(403)	-	(403)
Net cash provided by (used in) operating activities	<u>(674)</u>	<u>72,068</u>	<u>71,394</u>
Net change in cash and cash equivalents	(674)	72,068	71,394
Cash and cash equivalents at beginning of year	<u>9,248</u>	<u>655,536</u>	<u>664,784</u>
Cash and cash equivalents at end of year	<u><u>\$ 8,574</u></u>	<u><u>\$ 727,604</u></u>	<u><u>\$ 736,178</u></u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ (433)	\$ 65,414	\$ 64,981
Changes in assets and liabilities:			
Accounts receivable	(83)	-	(83)
Accounts payable	(158)	-	(158)
Claims payable	-	6,654	6,654
Net cash provided by (used in) operating activities	<u><u>\$ (674)</u></u>	<u><u>\$ 72,068</u></u>	<u><u>\$ 71,394</u></u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>Budgeted Amounts</u>		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<u>Employee Flex Benefits Plan Fund</u>			
Total revenues and other financing sources	\$ 140,000	\$ 124,159	\$ (15,841)
Total expenses and other financing uses	<u>130,400</u>	<u>124,833</u>	<u>5,567</u>
Net change in fund equity	9,600	(674)	(10,274)
Fund equity at beginning of year	<u>9,248</u>	<u>9,248</u>	<u>-</u>
Fund equity at end of year	<u>\$ 18,848</u>	<u>\$ 8,574</u>	<u>\$ (10,274)</u>
<u>Health Self Insurance Fund</u>			
Total revenues and other financing sources	\$ 3,300,000	\$ 2,956,466	\$ (343,534)
Total expenses and other financing uses	<u>2,885,000</u>	<u>2,884,398</u>	<u>602</u>
Net change in fund balance	415,000	72,068	(342,932)
Fund equity at beginning of year	<u>655,536</u>	<u>655,536</u>	<u>-</u>
Fund equity at end of year	<u>\$ 1,070,536</u>	<u>\$ 727,604</u>	<u>\$ (342,932)</u>

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STATISTICAL SECTION



Learning to Believe & Achieve

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**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	136-149
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	150-154
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	155-159
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	160-161
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	162-169

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Governmental activities				
Net investment in capital assets	\$ 7,696,605	\$ 8,090,785	\$ 7,648,472	\$ 6,760,491
Restricted for:				
Capital projects	2,366	2,366	48,000	221,548
OPEB	501,178	-	-	-
Debt service	3,548,418	3,071,171	2,810,300	2,730,396
Locally funded programs	-	-	-	772
State funded programs	18,273	69,863	246,417	148,991
Federally funded programs	86,797	4,521	3,288	303,738
Extracurricular programs	96,689	91,056	53,757	45,417
Scholarships	3,789,416	3,766,278	3,856,038	3,853,875
Other purposes	22,443	23,523	19,322	-
Unrestricted (deficit)	<u>(5,054,800)</u>	<u>(8,243,686)</u>	<u>(13,851,194)</u>	<u>(12,257,932)</u>
Total governmental activities net position	<u>10,707,385</u>	<u>6,875,877</u>	<u>834,400</u>	<u>1,807,296</u>
Business-type activities				
Net investment in capital assets	102,485	10,259	13,691	17,123
Restricted for:				
OPEB	4,071	-	-	-
Unrestricted (deficit)	<u>(123,443)</u>	<u>(773,946)</u>	<u>(1,594,610)</u>	<u>(1,625,192)</u>
Total business-type activities net position	<u>(16,887)</u>	<u>(763,687)</u>	<u>(1,580,919)</u>	<u>(1,608,069)</u>
Primary government				
Net investment in capital assets	7,799,090	8,101,044	7,662,163	6,777,614
Restricted for:				
Capital projects	2,366	2,366	48,000	221,548
OPEB	505,249	-	-	-
Debt service	3,548,418	3,071,171	2,810,300	2,730,396
Locally funded programs	-	-	-	772
State funded programs	18,273	69,863	246,417	148,991
Federally funded programs	86,797	4,521	3,288	303,738
Student activities	96,689	91,056	53,757	45,417
Other purposes	22,443	23,523	19,322	-
Scholarships	3,789,416	3,766,278	3,856,038	3,853,875
Unrestricted (deficit)	<u>(5,178,243)</u>	<u>(9,017,632)</u>	<u>(15,445,804)</u>	<u>(13,883,124)</u>
Total primary government net position	<u>\$ 10,690,498</u>	<u>\$ 6,112,190</u>	<u>\$ (746,519)</u>	<u>\$ 199,227</u>

Source: District financial records.

- (1) New terminology in accordance with GASB Statement No. 63 which was implemented in 2013.
- (2) Net position restated for GASB Statement No. 68, which was implemented in 2015.
- (3) Net position restated for GASB Statement No. 75, which was implemented in 2018.
- (4) Net position restated for GASB Statement No. 84, which was implemented in 2020.

	2019 (4)	2018	2017 (3)	2016	2015	2014 (2)
\$	6,258,898	\$ 6,120,726	\$ 7,064,475	\$ 7,746,123	\$ 7,882,991	\$ 7,601,570
	632,968	14,282	-	2,367	540,935	3,429
	-	-	-	-	-	-
	3,276,227	3,080,358	3,578,965	2,840,995	2,724,609	2,542,419
	740	3,994	7,380	8,510	9,300	9,351
	-	5,929	2,423	-	13,280	41,370
	10,514	119,775	14,039	21,827	50,260	118,984
	35,499	-	10,995	28,445	26,448	31,077
	3,682,521	-	-	-	-	-
	-	-	-	-	-	-
	<u>(6,341,462)</u>	<u>(8,863,434)</u>	<u>(20,902,380)</u>	<u>(6,864,632)</u>	<u>(9,076,564)</u>	<u>(10,167,556)</u>
	<u>7,555,905</u>	<u>481,630</u>	<u>(10,224,103)</u>	<u>3,783,635</u>	<u>2,171,259</u>	<u>180,644</u>
	26,323	37,695	47,527	58,061	69,285	81,291
	-	-	-	-	-	-
	<u>(1,234,712)</u>	<u>(1,226,051)</u>	<u>(1,461,100)</u>	<u>(819,906)</u>	<u>(920,747)</u>	<u>25,496</u>
	<u>(1,208,389)</u>	<u>(1,188,356)</u>	<u>(1,413,573)</u>	<u>(761,845)</u>	<u>(851,462)</u>	<u>106,787</u>
	6,285,221	6,158,421	7,112,002	7,804,184	7,952,276	7,682,861
	632,968	14,282	-	2,367	540,935	3,429
	-	-	-	-	-	-
	3,276,227	3,080,358	3,578,965	2,840,995	2,724,609	2,542,419
	740	3,994	7,380	8,510	9,300	9,351
	-	5,929	2,423	-	13,280	41,370
	10,514	119,775	14,039	21,827	50,260	118,984
	35,499	-	10,995	28,445	26,448	31,077
	-	-	-	-	-	-
	3,682,521	-	-	-	-	-
	<u>(7,576,174)</u>	<u>(10,089,485)</u>	<u>(22,363,480)</u>	<u>(7,684,538)</u>	<u>(9,997,311)</u>	<u>(10,142,060)</u>
\$	<u>6,347,516</u>	<u>\$ (706,726)</u>	<u>\$ (11,637,676)</u>	<u>\$ 3,021,790</u>	<u>\$ 1,319,797</u>	<u>\$ 287,431</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

Expenses	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Governmental activities:				
Instruction:				
Regular	\$ 12,097,811	\$ 10,573,728	\$ 12,772,178	\$ 14,432,412
Special	5,232,880	4,556,605	4,856,144	4,616,032
Vocational	11,317	4,230	27,689	7,503
Other instructional	32,420	12,997	30,805	30,911
Support services:				
Pupil	1,792,841	1,625,469	1,763,190	1,730,019
Instructional staff	717,084	580,482	761,638	855,361
Board of education	79,221	47,107	91,081	54,798
Administration	1,655,467	1,424,605	1,484,635	1,673,523
Fiscal	884,570	786,743	776,618	677,154
Business	187,202	177,663	204,435	195,686
Operations and maintenance	1,854,292	1,847,873	1,861,870	1,725,990
Pupil transportation	930,267	802,926	701,134	838,445
Central	314,143	293,870	2,404,991	580,846
Operation of non-instructional services:				
Other non-instructional services	806,389	602,306	552,181	516,883
Extracurricular activities	717,909	690,833	579,822	611,804
Interest and fiscal charges	1,517,408	1,648,263	1,742,660	2,074,241
Bond issuance costs	-	-	-	-
Total governmental activities expenses	<u>28,831,221</u>	<u>25,675,700</u>	<u>30,611,071</u>	<u>30,621,608</u>
Business-type activities:				
Food service	485,974	567,618	480,168	499,636
Day care services	530,295	489,446	718,043	1,009,583
Total business-type activities expenses	<u>1,016,269</u>	<u>1,057,064</u>	<u>1,198,211</u>	<u>1,509,219</u>
Total primary government expenses	<u>\$ 29,847,490</u>	<u>\$ 26,732,764</u>	<u>\$ 31,809,282</u>	<u>\$ 32,130,827</u>

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$	10,778,829	\$ 5,772,202	\$ 12,713,393	\$ 11,182,440	\$ 10,613,471	\$ 10,160,176
	3,730,179	1,983,087	3,775,162	3,274,139	3,017,452	2,966,148
	1,990	212	46,841	92,529	85,816	119,372
	31,617	31,499	31,936	29,776	27,580	28,429
	1,583,370	798,083	1,557,977	1,483,200	1,388,422	1,327,486
	663,047	393,706	608,533	619,491	481,574	508,121
	53,384	45,446	59,093	71,643	268,722	63,735
	1,638,383	719,777	1,584,574	1,627,613	1,419,446	1,530,055
	821,670	516,257	908,432	753,854	594,717	821,468
	129,210	82,291	21,753	14,811	18,594	15,969
	1,660,335	1,320,479	2,027,688	2,034,114	1,761,981	2,339,963
	724,459	473,019	903,762	773,702	670,257	635,344
	378,670	181,326	2,342,440	800,018	605,860	317,623
	514,096	393,264	452,870	479,910	487,070	435,425
	415,092	265,689	575,895	459,121	449,449	475,581
	2,007,651	2,170,106	1,380,473	830,372	534,058	782,309
	-	-	-	-	-	79,000
	<u>25,131,982</u>	<u>15,146,443</u>	<u>28,990,822</u>	<u>24,526,733</u>	<u>22,424,469</u>	<u>22,606,204</u>
	517,441	448,593	441,249	374,766	378,023	407,926
	988,788	776,171	1,038,329	805,092	717,833	710,406
	<u>1,506,229</u>	<u>1,224,764</u>	<u>1,479,578</u>	<u>1,179,858</u>	<u>1,095,856</u>	<u>1,118,332</u>
\$	<u>26,638,211</u>	<u>\$ 16,371,207</u>	<u>\$ 30,470,400</u>	<u>\$ 25,706,591</u>	<u>\$ 23,520,325</u>	<u>\$ 23,724,536</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

Program Revenues	2023	2022	2021	2020
Governmental activities:				
Charges for services and sales:				
Instruction:				
Regular	\$ 335,281	\$ 328,503	\$ 194,937	\$ 315,493
Special	175,642	155,287	90,433	95,168
Support services:				
Pupil	-	-	200	-
Instructional staff	-	-	-	53
Operations and maintenance	124,252	117,147	100,495	51,105
Pupil transportation	15,670	11,990	1,170	13,590
Central	-	-	-	-
Operation of non-instructional services:				
Other non-instructional services	782	1,568	600	1,018
Extracurricular activities	231,427	203,633	117,179	157,348
Operating grants and contributions:				
Instruction:				
Regular	718,301	370,838	221,833	124,439
Special	776,248	803,565	1,020,515	1,041,440
Vocational	-	-	3,453	3,397
Support services:				
Pupil	210,407	172,807	387,502	354,260
Instructional staff	167,439	69,305	84,828	49,857
Board of education	-	-	1,202	-
Administration	-	3,883	-	-
Fiscal	-	-	385	-
Business	-	-	6,803	-
Operations and maintenance	158,420	126,379	63,606	5,501
Pupil transportation	94,128	71,829	7,460	-
Central	-	-	9,099	-
Operation of non-instructional services:				
Other non-instructional services	880,223	619,676	521,067	554,458
Extracurricular activities	14,391	16,278	6,489	6,422
Capital grants and contributions:				
Instruction:				
Regular	-	-	-	-
Support services:				
Operations and maintenance	-	-	-	-
Pupil transportation	90,000	-	24,068	-
Total governmental program revenues	3,992,611	3,072,688	2,863,324	2,773,549
Business-type activities:				
Charges for services and sales:				
Food service	305,871	53,922	56,239	176,443
Day care services	1,096,860	976,108	666,962	753,486
Operating grants and contributions:				
Food service	306,061	844,266	492,459	179,610
Day care services	-	-	9,701	-
Total business-type activities program revenues	1,708,792	1,874,296	1,225,361	1,109,539
Total primary government program revenue	5,701,403	4,946,984	4,088,685	3,883,088
Net (Expense)/Revenue				
Governmental activities	(24,838,610)	(22,603,012)	(27,747,747)	(27,848,059)
Business-type activities	692,523	817,232	27,150	(399,680)
Total primary government net expense	\$ (24,146,087)	\$ (21,785,780)	\$ (27,720,597)	\$ (28,247,739)

	2019	2018	2017	2016	2015	2014
\$	269,688	\$ 259,126	\$ 284,146	\$ 388,870	\$ 377,091	\$ 336,844
	140,476	175,114	85,297	92,449	29,083	38,480
	-	-	-	-	-	-
	-	-	4,546	-	-	-
	137,443	130,677	104,996	106,943	102,301	102,164
	8,040	50,501	5,603	1,670	6,108	29,600
	-	-	-	-	-	-
	476	1,992	538	612	-	1,990
	116,883	121,031	119,805	109,506	116,018	101,150
	46,639	66,352	64,743	69,269	63,046	63,770
	1,003,238	1,114,651	996,773	856,418	962,436	952,668
	2,464	3,808	265	743	284	140
	126,743	112,271	115,201	97,004	114,345	104,071
	17,318	21,590	26,715	28,806	28,204	44,373
	-	-	-	-	-	-
	1,043	871	535	764	1,162	4,133
	-	-	-	-	-	25,756
	-	-	-	-	-	-
	-	-	-	-	-	2,589
	-	8,154	13,636	-	-	-
	-	-	-	-	-	-
	494,128	440,936	445,008	465,242	457,319	448,969
	479	14,988	7,404	4,995	200	1,825
	-	109	-	-	-	-
	-	2,847	-	-	-	-
	-	4,679	-	-	-	-
	<u>2,365,058</u>	<u>2,529,697</u>	<u>2,275,211</u>	<u>2,223,291</u>	<u>2,257,597</u>	<u>2,258,522</u>
	231,233	248,166	242,923	204,915	184,078	228,269
	1,021,283	995,895	951,572	854,022	741,552	793,720
	232,455	205,920	196,829	199,368	187,378	171,535
	-	-	-	-	-	-
	<u>1,484,971</u>	<u>1,449,981</u>	<u>1,391,324</u>	<u>1,258,305</u>	<u>1,113,008</u>	<u>1,193,524</u>
	<u>3,850,029</u>	<u>3,979,678</u>	<u>3,666,535</u>	<u>3,481,596</u>	<u>3,370,605</u>	<u>3,452,046</u>
	(22,766,924)	(12,616,746)	(26,715,611)	(22,303,442)	(20,166,872)	(20,347,682)
	(21,258)	225,217	(88,254)	78,447	17,152	75,192
\$	<u>(22,788,182)</u>	<u>(12,391,529)</u>	<u>(26,803,865)</u>	<u>(22,224,995)</u>	<u>(20,149,720)</u>	<u>(20,272,490)</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
General Revenues and Other Changes in Net Position				
Governmental activities:				
Property taxes levied for:				
General purposes	\$ 20,270,514	\$ 20,083,994	\$ 18,512,754	\$ 14,090,088
Debt service	1,906,955	2,347,535	2,307,140	1,934,013
Capital outlay	769,301	764,299	782,048	625,832
Grants and entitlements not restricted to specific programs	4,984,749	5,070,919	4,920,432	4,600,970
Investment earnings	757,171	128,013	158,353	506,465
Fair value adjustment	(118,305)	(608,877)	(157,611)	337,926
Miscellaneous	99,733	440,840	251,735	4,156
Transfers	-	-	-	-
Total governmental activities	<u>28,670,118</u>	<u>28,226,723</u>	<u>26,774,851</u>	<u>22,099,450</u>
Business-type activities:				
Miscellaneous	-	-	-	-
Transfers	-	-	-	-
Gain on disposal of capital assets	54,277	-	-	-
Total business-type activities	<u>54,277</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total primary government	<u>28,724,395</u>	<u>28,226,723</u>	<u>26,774,851</u>	<u>22,099,450</u>
Change in Net Position				
Governmental activities	3,831,508	5,623,711	(972,896)	(5,748,609)
Business-type activities	746,800	817,232	27,150	(399,680)
Total primary government	<u>\$ 4,578,308</u>	<u>\$ 6,440,943</u>	<u>\$ (945,746)</u>	<u>\$ (6,148,289)</u>

Source: District financial records.

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$	16,469,682	\$ 15,230,017	\$ 13,214,078	\$ 16,945,403	\$ 15,302,280	\$ 16,876,303
	2,205,805	1,930,380	1,645,228	1,776,939	1,636,060	1,925,240
	762,315	727,981	579,683	-	-	-
	5,014,764	4,911,677	4,873,761	4,850,596	4,776,039	4,580,830
	703,684	744,644	268,157	334,013	94,653	135,563
	567,438	(227,440)	(350,762)	-	-	-
	80,250	5,220	23,184	8,867	388,455	26,392
	-	-	-	-	(40,000)	(107,000)
	<u>25,803,938</u>	<u>23,322,479</u>	<u>20,253,329</u>	<u>23,915,818</u>	<u>22,157,487</u>	<u>23,437,328</u>
	1,225	-	-	11,170	8,185	703
	-	-	-	-	40,000	107,000
	-	-	-	-	-	-
	<u>1,225</u>	<u>-</u>	<u>-</u>	<u>11,170</u>	<u>48,185</u>	<u>107,703</u>
	<u>25,805,163</u>	<u>23,322,479</u>	<u>20,253,329</u>	<u>23,926,988</u>	<u>22,205,672</u>	<u>23,545,031</u>
	3,037,014	10,705,733	(6,462,282)	1,612,376	1,990,615	3,089,646
	(20,033)	225,217	(88,254)	89,617	65,337	182,895
\$	<u>3,016,981</u>	<u>\$ 10,930,950</u>	<u>\$ (6,550,536)</u>	<u>\$ 1,701,993</u>	<u>\$ 2,055,952</u>	<u>\$ 3,272,541</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

PROGRAM REVENUES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Governmental activities:				
Instruction:				
Regular	\$ 1,053,582	\$ 699,341	\$ 416,770	\$ 439,932
Special	951,890	958,852	1,110,948	1,136,608
Vocational	-	-	3,453	3,397
Support services:				
Pupil	210,407	172,807	387,702	354,260
Instructional staff	167,439	69,305	84,828	49,910
Board of education	-	-	1,202	-
Administration	-	3,883	-	-
Fiscal	-	-	385	-
Business	-	-	6,803	-
Operations and maintenance	282,672	243,526	164,101	56,606
Pupil transportation	199,798	83,819	32,698	13,590
Central	-	-	9,099	-
Operation of non-instructional services:				
Other non-instructional services	881,005	621,244	521,667	555,476
Extracurricular activities	245,818	219,911	123,668	163,770
Total governmental activities	<u>3,992,611</u>	<u>3,072,688</u>	<u>2,863,324</u>	<u>2,773,549</u>
Business-type activities:				
Food service	611,932	898,188	548,698	356,053
Day care services	1,096,860	976,108	676,663	753,486
Total business-type activities	<u>1,708,792</u>	<u>1,874,296</u>	<u>1,225,361</u>	<u>1,109,539</u>
Total primary government	<u>\$ 5,701,403</u>	<u>\$ 4,946,984</u>	<u>\$ 4,088,685</u>	<u>\$ 3,883,088</u>

Source: District financial records.

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$	316,327	\$ 325,587	\$ 348,889	\$ 458,139	\$ 440,137	\$ 400,614
	1,143,714	1,289,765	1,082,070	948,867	991,519	991,148
	2,464	3,808	265	743	284	140
	126,743	112,271	115,201	97,004	114,345	104,071
	17,318	21,590	31,261	28,806	28,204	44,373
	-	-	-	-	-	-
	1,043	871	535	764	1,162	4,133
	-	-	-	-	-	25,756
	-	-	-	-	-	-
	137,443	133,524	104,996	106,943	102,301	104,753
	8,040	63,334	19,239	1,670	6,108	29,600
	-	-	-	-	-	-
	494,604	442,928	445,546	465,854	457,319	450,959
	117,362	136,019	127,209	114,501	116,218	102,975
	<u>2,365,058</u>	<u>2,529,697</u>	<u>2,275,211</u>	<u>2,223,291</u>	<u>2,257,597</u>	<u>2,258,522</u>
	463,688	454,086	439,752	404,283	371,456	399,804
	1,021,283	995,895	951,572	854,022	741,552	793,720
	<u>1,484,971</u>	<u>1,449,981</u>	<u>1,391,324</u>	<u>1,258,305</u>	<u>1,113,008</u>	<u>1,193,524</u>
\$	<u>3,850,029</u>	<u>\$ 3,979,678</u>	<u>\$ 3,666,535</u>	<u>\$ 3,481,596</u>	<u>\$ 3,370,605</u>	<u>\$ 3,452,046</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
General Fund:				
Nonspendable	\$ 53,748	\$ 37,632	\$ 44,886	\$ 45,028
Committed	97,017	50,317	13,061	42,945
Assigned	839,294	349,558	448,933	128,682
Unassigned	<u>18,045,759</u>	<u>16,239,770</u>	<u>14,123,895</u>	<u>12,500,242</u>
Total general fund	<u>19,035,818</u>	<u>16,677,277</u>	<u>14,630,775</u>	<u>12,716,897</u>
All Other Governmental Funds:				
Nonspendable	3,778,015	3,766,278	3,849,389	3,844,524
Restricted	3,850,588	3,863,983	3,694,381	3,673,285
Committed	1,268,254	1,076,122	543,424	47,768
Unassigned (deficit)	<u>(80,222)</u>	<u>(68,871)</u>	<u>(181,192)</u>	<u>(275,562)</u>
Total all other governmental funds	<u>8,816,635</u>	<u>8,637,512</u>	<u>7,906,002</u>	<u>7,290,015</u>
Total governmental funds	<u>\$ 27,852,453</u>	<u>\$ 25,314,789</u>	<u>\$ 22,536,777</u>	<u>\$ 20,006,912</u>

Source: District financial records.

(1) The District implemented GASB Statement 84 in fiscal year 2020.

<u>2019 (1)</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 12,501	\$ 16,278	\$ 22,707	\$ 11,453	\$ 61,494	\$ 10,689
214,426	58,789	123,506	17,356	-	-
185,981	2,745,502	1,230,332	230,746	1,550,484	313,968
<u>14,750,205</u>	<u>12,816,652</u>	<u>16,109,357</u>	<u>20,549,891</u>	<u>18,007,077</u>	<u>17,921,642</u>
15,163,113	15,637,221	17,485,902	20,809,446	19,619,055	18,246,299
-	-	-	-	-	-
22,388,995	35,140,587	37,826,418	3,309,884	3,596,800	2,892,863
190,131	305,766	734,522	839,531	-	273,857
<u>(148,845)</u>	<u>(243,622)</u>	<u>(38,682)</u>	<u>(103,446)</u>	<u>(51,372)</u>	<u>-</u>
22,430,281	35,202,731	38,522,258	4,045,969	3,545,428	3,166,720
<u>\$ 37,593,394</u>	<u>\$ 50,839,952</u>	<u>\$ 56,008,160</u>	<u>\$ 24,855,415</u>	<u>\$ 23,164,483</u>	<u>\$ 21,413,019</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS (1)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Revenues				
Property taxes	\$ 23,149,399	\$ 23,041,299	\$ 21,522,212	\$ 16,574,489
Intergovernmental	7,826,198	7,267,285	7,326,539	6,322,781
Investment earnings	823,533	172,965	214,517	571,988
Tuition and fees	500,504	467,041	261,098	229,275
Transportation fees	-	-	-	13,590
Extracurricular	258,298	226,758	143,421	199,828
Classroom materials and fees	-	-	-	134,724
Rental income	124,252	117,147	100,495	50,675
Contributions and donations	46,378	7,859	20,491	13,822
Contract services	-	7,182	-	5,683
Miscellaneous	166,308	604,546	326,860	110,337
Change in fair value on investments	(118,305)	(608,877)	(157,611)	337,926
Total revenues	<u>32,776,565</u>	<u>31,303,205</u>	<u>29,758,022</u>	<u>24,565,118</u>
Expenditures				
Current:				
Instruction:				
Regular	10,345,906	9,798,801	10,015,958	9,979,466
Special	5,378,106	5,062,000	4,502,157	4,281,307
Vocational	10,922	3,835	1,328	215,084
Other	10,314	11,490	10,639	10,745
Support services:				
Pupil	1,839,164	1,799,506	1,642,962	1,630,262
Instructional staff	736,445	626,085	761,241	784,193
Board of education	79,770	49,240	89,807	53,612
Administration	1,681,244	1,589,817	1,374,410	1,567,578
Fiscal	904,583	832,220	739,663	650,410
Business	192,917	195,240	186,437	183,919
Operations and maintenance	2,046,326	2,017,724	1,761,484	1,646,263
Pupil transportation	1,044,437	844,338	696,868	637,529
Central	319,536	310,263	2,374,789	370,038
Operation of non-instructional services:				
Other non-instructional services	817,928	628,231	538,551	505,843
Extracurricular activities	730,277	640,979	537,790	567,341
Facilities acquisition and construction	40,208	75,430	358,259	14,926,338
Capital outlay	5,464	-	-	-
Debt service:				
Principal retirement	1,732,969	2,269,636	1,495,894	1,515,315
Interest and fiscal charges	1,566,674	1,616,155	1,574,905	1,901,849
Bond and certificates of participation issuance costs	-	19,000	197,583	214,200
Payment refunded bond escrow agent	-	25,312	500,000	500,000
Accretion on capital appreciation bonds	761,175	128,891	128,106	235,685
Total expenditures	<u>30,244,365</u>	<u>28,544,193</u>	<u>29,488,831</u>	<u>42,376,977</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,532,200</u>	<u>2,759,012</u>	<u>269,191</u>	<u>(17,811,859)</u>
Other Financing Sources (Uses)				
Sale of assets and insurance recoveries	-	-	2,348	2,741
Transfers in	1,575,000	1,494,265	1,382,850	1,052,589
Transfers (out)	(1,575,000)	(1,494,265)	(1,382,850)	(1,052,589)
Capital lease transaction	5,464	-	2,058,975	-
General obligation bonds issued	-	-	-	-
Refunding bonds issued	-	1,235,000	10,340,000	12,450,000
Premium on certificates of participations and bonds	-	-	1,119,333	1,887,242
Payment refunded bond escrow agent	-	(1,216,000)	(11,259,982)	(14,114,606)
Certificates of participation issued	-	-	-	-
Total other financing sources (uses)	<u>5,464</u>	<u>19,000</u>	<u>2,260,674</u>	<u>225,377</u>
Net change in fund balances	<u>\$ 2,537,664</u>	<u>\$ 2,778,012</u>	<u>\$ 2,529,865</u>	<u>\$ (17,586,482)</u>
Capital expenditures (included in expenditures above)	456,782	149,676	672,146	12,724,659
Debt service as a percentage of noncapital expenditures	11.08%	13.69%	10.66%	11.52%

Source: District financial records.

(1) Includes General, Special Revenue, Capital Projects, and Debt Service funds.

	2019	2018	2017	2016	2015	2014
\$	19,414,142	\$ 17,910,207	\$ 15,434,566	\$ 18,653,576	\$ 17,463,995	\$ 18,416,893
	6,850,923	6,477,788	6,527,414	6,454,356	6,407,102	6,368,137
	721,559	745,200	298,909	338,748	88,514	132,284
	169,489	211,277	133,186	259,359	208,922	222,481
	8,040	17,230	-	-	-	-
	169,619	201,228	226,960	191,232	181,275	164,039
	161,930	159,486	126,028	122,996	107,442	79,751
	158,733	110,438	104,996	106,943	102,301	102,164
	27,898	25,248	21,307	20,573	10,671	12,069
	5,195	38,782	8,157	13,764	-	-
	4,692	20,781	51,563	19,171	36,032	72,341
	567,438	(227,440)	(431,252)	-	-	-
	<u>28,259,658</u>	<u>25,690,225</u>	<u>22,501,834</u>	<u>26,180,718</u>	<u>24,606,254</u>	<u>25,570,159</u>
	10,691,661	10,847,292	10,494,713	10,071,144	9,520,195	8,947,016
	4,149,985	4,081,533	3,490,003	3,294,387	3,063,183	2,969,311
	2,007	378	58,070	109,194	104,218	131,726
	11,676	11,558	12,192	11,966	12,029	14,478
	1,706,784	1,471,241	1,442,216	1,486,365	1,411,112	1,315,830
	647,254	692,700	581,746	609,876	450,574	454,886
	55,533	53,335	57,925	71,743	268,996	63,735
	1,762,882	1,532,160	1,497,235	1,633,050	1,461,397	1,514,324
	848,750	799,005	862,482	747,497	611,516	816,874
	145,550	159,100	21,428	14,811	18,594	15,969
	1,786,723	1,881,694	1,889,757	1,964,733	1,810,888	1,695,749
	728,287	875,062	817,352	735,082	729,462	697,314
	294,927	243,806	2,182,297	795,281	788,137	301,018
	501,928	441,527	440,186	485,062	488,433	434,108
	473,544	537,211	546,529	493,861	460,659	473,027
	17,521,308	2,721,611	685,154	86,446	100,095	821,181
	-	-	-	-	-	446,648
	2,000,716	2,203,385	1,686,414	1,203,620	1,203,893	1,365,000
	1,915,202	2,079,047	803,544	675,668	702,849	729,413
	-	-	457,402	-	-	79,000
	-	-	-	-	-	-
	232,456	226,788	102,894	-	-	-
	<u>45,477,173</u>	<u>30,858,433</u>	<u>28,129,539</u>	<u>24,489,786</u>	<u>23,206,230</u>	<u>23,286,607</u>
	<u>(17,217,515)</u>	<u>(5,168,208)</u>	<u>(5,627,705)</u>	<u>1,690,932</u>	<u>1,400,024</u>	<u>2,283,552</u>
	1,800	-	-	-	431,440	-
	1,432,891	1,368,000	850,000	1,600,000	899,000	1,019,132
	(1,432,891)	(1,368,000)	(1,180,000)	(1,600,000)	(979,000)	(1,162,156)
	-	-	1,644,518	-	-	446,648
	-	-	10,750,000	-	-	-
	-	-	-	-	-	6,901,000
	-	-	550,932	-	-	490,730
	-	-	-	-	-	(7,312,465)
	-	-	24,165,000	-	-	-
	<u>1,800</u>	<u>-</u>	<u>36,780,450</u>	<u>-</u>	<u>351,440</u>	<u>382,889</u>
\$	<u>(17,215,715)</u>	<u>(5,168,208)</u>	<u>\$ 31,152,745</u>	<u>\$ 1,690,932</u>	<u>\$ 1,751,464</u>	<u>\$ 2,666,441</u>
	17,612,025	2,973,080	640,033	42,566	383,049	692,418
	14.05%	15.36%	9.06%	7.69%	8.35%	9.27%

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS

Collection Year	Real Property		Tangible Personal Property	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2023	\$ 487,111,840	\$ 1,391,748,114	\$ 8,258,950	\$ 9,385,170
2022	483,535,720	1,381,530,629	6,786,630	7,712,080
2021	400,640,380	1,144,686,800	6,341,500	7,206,250
2020	402,019,580	1,148,627,371	6,040,490	6,864,193
2019	402,409,130	1,149,740,371	5,625,260	6,392,341
2018	354,857,500	1,013,878,571	5,332,130	6,059,239
2017	354,231,570	1,012,090,200	4,984,210	5,663,875
2016	361,371,420	1,032,489,771	4,705,490	5,347,148
2015	334,796,640	956,561,829	4,598,810	5,225,920
2014	340,827,800	973,793,714	4,394,500	4,993,750

Note: The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property.

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

(1) The effective tax rate has been replaced by the direct tax rate for all years covered by this schedule.

Source: Office of the Fiscal Officer, Cuyahoga County

Total

Assessed Value	Estimated Actual Value	Ratio	Direct Tax Rate (1)
\$ 495,370,790	\$ 1,401,133,284	35.36%	\$ 101.84
490,322,350	1,389,242,709	35.29%	105.22
406,981,880	1,151,893,050	35.33%	106.02
408,060,070	1,155,491,564	35.31%	98.12
408,034,390	1,156,132,712	35.29%	98.72
360,189,630	1,019,937,810	35.31%	98.72
359,215,780	1,017,754,075	35.29%	98.62
366,076,910	1,037,836,919	35.27%	96.17
339,395,450	961,787,749	35.29%	96.47
345,222,300	978,787,464	35.27%	96.47

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

PROPERTY TAX RATES
(RATE PER \$1,000 OF ASSESSED VALUE)
LAST TEN YEARS

Tax Year/ Collection Year	Direct Tax Rates				Overlapping Tax Rates					
	Voted			Unvoted	Total Direct	Cuyahoga County	City of Fairview Park	Other Levies (1)	Total Levy	
	General	Bond	Permanent Improvement							
2022/2023	\$ 91.85	\$ 3.27	\$ 2.15	\$ 4.57	\$ 101.84	\$ 14.85	\$ 11.80	\$ 14.37	\$ 142.86	
2021/2022	93.00	5.50	2.15	4.57	105.22	14.85	11.80	14.37	146.24	
2020/2021	92.90	6.40	2.15	4.57	106.02	14.85	11.80	14.37	147.04	
2019/2020	85.30	6.10	2.15	4.57	98.12	14.05	11.80	13.37	137.34	
2018/2019	85.80	6.20	2.15	4.57	98.72	14.05	11.80	12.97	137.54	
2017/2018	85.80	6.20	2.15	4.57	98.72	14.05	11.80	12.97	137.54	
2016/2017	85.70	6.20	2.15	4.57	98.62	14.05	11.80	12.47	136.94	
2015/2016	86.30	5.30	-	4.57	96.17	14.05	11.80	12.08	134.10	
2014/2015	86.30	5.60	-	4.57	96.47	14.05	11.80	11.78	134.10	
2013/2014	86.30	5.60	-	4.57	96.47	14.05	11.80	10.88	133.20	

Source: Cuyahoga County Fiscal Officer's Office - Data is presented on a calendar year basis consistent with the County Fiscal Officer's method of maintaining the information. Composite Reduction Factor (DTE515) report.

(1) Note: Other levies consists of Polaris JVSD, Cuyahoga County Library, Cuyahoga Community College, Cleveland Metro Parks and Cuyahoga County Port Authority.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

PROPERTY TAX LEVIES AND COLLECTIONS (1)
LAST TEN YEARS

Collection Year	Current Tax Levy	Current Tax Collections	Percent of Current Levy Collected	Delinquent Tax Collections (2)	Total Tax Collection	Total Collection As a Percent of Total Levy
2023	\$ 24,939,518	\$ 24,283,056	97.37%	\$ 618,468	\$ 24,901,524	99.85%
2022	26,228,533	25,560,198	97.45%	533,662	26,093,860	99.49%
2021	25,009,649	24,400,839	97.57%	492,636	24,893,475	99.54%
2020	21,778,305	21,307,905	97.84%	353,394	21,661,299	99.46%
2019	21,999,067	21,587,950	98.13%	325,249	21,913,199	99.61%
2018	21,130,672	20,779,310	98.34%	371,336	21,150,646	100.09%
2017	21,030,238	20,598,397	97.95%	400,537	20,998,934	99.85%
2016	19,764,698	19,472,336	98.52%	280,719	19,753,055	99.94%
2015	19,772,724	19,361,912	97.92%	390,321	19,752,233	99.90%
2014	19,798,918	19,285,908	97.41%	461,947	19,747,855	99.74%

Source: Office of the Fiscal Officer, Cuyahoga County.

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

(2) The County does not identify delinquent tax collections by tax year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

PRINCIPAL TAXPAYERS
REAL ESTATE TAX
DECEMBER 31, 2022 AND DECEMBER 31, 2013

December 31, 2022			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Real Estate Assessed Value
GT Venus Holdings, LLC	\$ 7,675,820	1	1.55%
Farivew Village Associates LLC	4,459,060	2	0.90%
Cleveland Electric Illumination	3,775,070	3	0.76%
Farivew Park Holdings LLC	3,710,490	4	0.75%
Farview Retail LLC	3,470,500	5	0.70%
LVIHEF LLC	2,309,100	6	0.47%
View 200 West 8468-1 LLC	2,235,630	7	0.45%
East Ohio Gas Co	1,803,450	8	0.36%
West Valley Medical	1,564,260	9	0.32%
American Transmission System	938,990	10	0.19%
Totals	\$ 31,942,370		6.45%
Toal Assessed Valuation	\$ 495,370,790		

December 31, 2013			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Real Estate Assessed Value
Z & Sons Limited Partnership	\$ 5,930,960	1	1.72%
Fairview Shopping Center Corporation	3,580,990	2	1.04%
Cleveland Electric Illuminating Company	3,087,620	3	0.89%
Lawn Village Incorporated	2,404,290	4	0.70%
200 West Apartments	1,765,680	5	0.51%
West Valley Medical	1,764,950	6	0.51%
Stallard-Schrier Family Limited Partnership	917,560	7	0.27%
McGowan Realty Invest. Ltd.	906,570	8	0.26%
Fairview Realty Invest Ltd.	840,710	9	0.24%
Puzzitiello Rocc H Jr. Trs	728,250	10	0.21%
Totals	\$ 21,927,580		6.36%
Toal Assessed Valuation	\$ 345,222,300		

Source: Office of the Fiscal Officer, Cuyahoga County

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
ATTRIBUTABLE TO GOVERNMENTAL ACTIVITIES
JUNE 30, 2023

	Debt Attributable to Governmental Activities	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt Debt
Overlapping debt:			
City of Fairview Park	\$ 750,000	100.00%	\$ 750,000
Cuyahoga County	240,795,000	1.41%	3,395,210
Polaris Career Center	1,140,000	8.13%	92,682
Cuyahoga Community College	189,980,000	1.41%	2,678,718
Total overlapping debt	432,665,000		6,916,610
Direct debt	48,283,766	100.00%	48,283,766
Total direct and overlapping debt	\$ 480,948,766		\$ 55,200,376

Source: Ohio Municipal Advisory Council (OMAC)

(1) Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the District by the total assessed valuation of the government.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	<u>Governmental Activities</u>					Total	Percentage of Total Personal Income (2)	Per Capita (2)
	General Obligation Bonds (1)	Certificates of Participation	Finance Purchase	Leases Payable				
2023	\$26,321,507	\$ 20,930,000	\$1,029,487	\$2,772		\$48,283,766	7.61%	\$ 2,860
2022	27,767,335	21,470,000	1,544,231	708		50,782,274	7.83%	2,937
2021	29,354,948	21,990,000	2,058,975	-		53,403,923	8.23%	3,089
2020	29,901,951	22,495,000	-	-		52,396,951	10.63%	3,242
2019	32,569,093	22,985,000	-	-		55,554,093	10.32%	3,412
2018	33,729,443	23,465,000	548,172	-		57,742,615	10.72%	3,544
2017	34,859,389	24,165,000	1,096,345	-		60,120,734	11.26%	3,573
2016	24,708,615	-	149,135	-		24,857,750	4.78%	1,477
2015	25,664,301	-	295,755	-		25,960,056	5.22%	1,543
2014	26,842,945	-	446,648	-		27,289,593	5.49%	1,647

Source: District financial records.

(1) Includes unamortized premiums and accreted interest on capital appreciation bonds.

(2) See "Demographic and Economic Statistics" for population and personal income information.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

RATIO OF DEBT TO ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY AND DEBT PER CAPITA
LAST TEN FISCAL YEARS

Fiscal Year	Population (1)	(2) Estimated Actual Value of Taxable Property	General Bonded Debt			Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt Per Capita
			General Bonded Debt Outstanding (4)	Resources Available to Pay Principal (3)	Net General Bonded Debt		
2023	16,885	\$ 1,401,133,284	\$ 26,321,507	\$ 3,548,418	\$ 22,773,089	1.63%	\$ 1,349
2022	17,026	1,389,242,709	27,767,335	3,071,171	24,696,164	1.78%	1,450
2021	17,291	1,151,893,050	29,354,948	2,810,300	26,544,648	2.30%	1,535
2020	16,161	1,155,491,564	29,901,951	2,730,396	27,171,555	2.35%	1,681
2019	16,284	1,156,132,712	32,569,093	3,276,227	29,292,866	2.53%	1,799
2018	16,292	1,019,937,810	33,729,443	3,080,358	30,649,085	3.00%	1,881
2017	16,826	1,017,754,075	34,859,389	3,578,965	31,280,424	3.07%	1,859
2016	16,826	1,037,836,919	24,708,615	2,840,995	21,867,620	2.11%	1,300
2015	16,826	961,787,749	25,664,301	2,724,609	22,939,692	2.39%	1,363
2014	16,571	978,787,464	26,842,945	2,542,419	24,300,526	2.48%	1,466

Source: District financial records.

- (1) See "Demographic and Economic Statistics" for population information.
- (2) See "Assessed Valuation and estimated Actual Value of Taxable Property" for estimated actual value of taxable property information.
- (3) Represents the amount restricted for debt service on the statement of net position. Portion specific to principal and interest cannot be determined. Entire balance may be applied to principal.
- (4) Includes unamortized premiums and accreted interest on capital appreciation bonds.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>Voted</u>				
Assessed Valuation	\$ 495,370,790	\$ 1,389,242,709	\$ 1,151,893,050	\$ 1,155,491,564
Debt Limit - 9% of assessed value	\$ 44,583,371	\$ 125,031,844	\$ 103,670,375	\$ 103,994,241
Amount of debt applicable to debt limit:				
General obligation bonds (1)	23,690,014	24,424,839	25,656,948	26,717,842
Less amount available in debt service	(3,602,683)	(3,689,537)	(3,296,398)	(3,101,799)
Total	<u>20,087,331</u>	<u>20,735,302</u>	<u>22,360,550</u>	<u>23,616,043</u>
Overall debt margin	<u>\$ 24,496,040</u>	<u>\$ 104,296,542</u>	<u>\$ 81,309,825</u>	<u>\$ 80,378,198</u>
Total net debt applicable to limit as a percentage of debt limit	45.06%	16.58%	21.57%	22.71%
<u>Unvoted</u>				
Debt margin - .10% of assessed value	\$ 495,371	\$ 1,389,243	\$ 1,151,893	\$ 1,155,492
Amount of debt applicable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unvoted debt margin	<u>\$ 495,371</u>	<u>\$ 1,389,243</u>	<u>\$ 1,151,893</u>	<u>\$ 1,155,492</u>

Source: District financial records.

(1) Excludes unamortized premiums and accreted interest on capital appreciation bonds.

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<u>\$ 1,156,132,712</u>	<u>\$ 1,019,937,810</u>	<u>\$ 1,017,754,075</u>	<u>\$ 1,037,836,919</u>	<u>\$ 961,787,749</u>	<u>\$ 978,787,464</u>
<u>\$ 104,051,944</u>	<u>\$ 91,794,403</u>	<u>\$ 91,597,867</u>	<u>\$ 93,405,323</u>	<u>\$ 86,560,897</u>	<u>\$ 88,090,872</u>
52,873,157	54,325,701	55,980,913	22,055,019	23,019,717	23,991,516
(3,727,674)	(3,542,241)	(3,709,916)	(3,257,314)	(2,970,985)	(2,771,555)
<u>49,145,483</u>	<u>50,783,460</u>	<u>52,270,997</u>	<u>18,797,705</u>	<u>20,048,732</u>	<u>21,219,961</u>
<u>\$ 54,906,461</u>	<u>\$ 41,010,943</u>	<u>\$ 39,326,870</u>	<u>\$ 74,607,618</u>	<u>\$ 66,512,165</u>	<u>\$ 66,870,911</u>
47.23%	55.32%	57.07%	20.12%	23.16%	24.09%
<u>\$ 1,156,133</u>	<u>\$ 1,019,938</u>	<u>\$ 1,017,754</u>	<u>\$ 1,037,837</u>	<u>\$ 961,788</u>	<u>\$ 978,787</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 1,156,133</u>	<u>\$ 1,019,938</u>	<u>\$ 1,017,754</u>	<u>\$ 1,037,837</u>	<u>\$ 961,788</u>	<u>\$ 978,787</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Year	Fairview Park Population (1)	Average Personal Income (1)	Per Capita Personal Income (1)	Cuyahoga County Unemployment Rate (2)
2023	16,885	\$ 671,904,805	\$ 39,793	4.7%
2022	17,026	634,184,448	37,248	6.3%
2021	17,291	648,550,828	37,508	5.8%
2020	16,161	492,829,695	30,495	6.6%
2019	16,284	538,267,620	33,055	4.9%
2018	16,292	538,532,060	33,055	6.4%
2017	16,826	534,023,588	31,738	4.8%
2016	16,826	519,973,878	30,903	4.0%
2015	16,826	497,477,516	30,503	6.4%
2014	16,571	497,477,516	32,144	7.0%
2013	16,826	497,477,516	29,566	7.3%

(1) U. S. Census Bureau website

(2) Ohio Department of Job and Family Services

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

<u>Employer</u>	2022	
	Number of Employees	Percentage of Total Employment
Target Corporation	437	4.56%
Fairview Park City School District	336	3.50%
Cleveland Metroparks	272	2.84%
O'Neill Management, LLC	183	1.91%
City of Fairview Park	175	1.83%
Cleveland Clinic Foundation	165	1.72%
Cuyahoga County Auditor	152	1.59%
McGowan & Company Inc.	132	1.38%
Western Reserve Care Solutions	105	1.10%
KeyBank National Association	86	0.90%
Total	<u>2,043</u>	<u>21.31%</u>
Total employment within the District	<u>9,588</u>	
<u>Employer</u>	2013	
	Number of Employees	Percentage of Total Employment
Fairview Park CSD	407	9.98%
Target Corporation	349	8.56%
Kohl's Department Stores, Inc.	293	7.19%
Cleveland Metroparks System	236	5.79%
Cuyahoga County	184	4.51%
Riser Foods	139	3.41%
City of Fairview Park	127	3.12%
McGowan & Company	102	2.50%
St. Angelas Church	93	2.28%
Cuyahoga County Educational Service Center	82	2.01%
Total	<u>2,012</u>	<u>49.35%</u>
Total employment within the District	<u>4,077</u>	

Source: City of Fairview Park ACFR; Number of employees obtained from the W2's from RITA.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

**BUILDING STATISTICS BY FUNCTION/PROGRAM
CURRENT FISCAL YEAR**

Parkview Early Education Learning Center

Constructed in 1952, 1959, 1966, 2020
Total Building Square Footage 40,086
Enrollment Grades - Preschool, Day Care, Kindergarten
Student Capacity - 500
Regular Instruction Classrooms - 6
Regular Instruction Teachers - 6
Special Instruction Teachers - 6

Fairview High School

Constructed in 1929, 1948, 1952, 1954
1960, 1968, 1970, 1978, 2020
Total Building Square Footage 160,559
Enrollment Grades - 9-12
Student Capacity - 850
Regular Instruction Classrooms - 24
Regular Instruction Teachers - 23.5
Special Instruction Teachers - 6

Lewis F. Mayer Middle School

Constructed in 1954, 1960, 1968, 2020
Total Building Square Footage 30,790
Enrollment Grades - 6 - 8
Student Capacity - 450
Regular Instruction Classrooms - 23
Regular Instruction Teachers - 23
Special Instruction Teachers - 5

Gilles-Sweet Elementary School

Constructed in 2007
Total Building Square Footage 104,987
Enrollment Grades - 1 - 5
Student Capacity - 882
Regular Instruction Classrooms - 33
Regular Instruction Teachers - 33
Special Instruction Teachers - 9

Source: District records.

Latest information available

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

PER PUPIL COST
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities Expenses	Enrollment (1)	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio
2023	\$ 28,831,221	1,456	\$ 19,802	0.85%	116.00	12.6
2022	25,675,700	1,599	16,057	-10.80%	120.00	13.3
2021	30,611,071	1,559	19,635	9.07%	122.00	12.8
2020	30,621,608	1,701	18,002	22.20%	121.00	14.1
2019	25,131,982	1,706	14,732	74.49%	127.00	13.4
2018	15,146,443	1,794	8,443	-47.38%	125.00	14.4
2017	28,990,822	1,807	16,044	20.69%	123.00	14.7
2016	24,526,733	1,845	13,294	5.82%	115.00	16.0
2015	22,424,469	1,785	12,563	-0.25%	118.33	15.1
2014	22,606,204	1,795	12,594	2.80%	105.00	17.1

Source: District records.

(1) Based upon EMIS information provided to the Ohio Department of Education.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

ENROLLMENT STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Elementary Schools (1)	Middle School Enrollment	High School	Totals
2023	617	347	492	1,456
2022	715	364	520	1,599
2021	663	376	520	1,559
2020	789	395	517	1,701
2019	791	396	519	1,706
2018	837	414	543	1,794
2017	830	405	572	1,807
2016	854	415	576	1,845
2015	815	394	573	1,782
2014	799	424	572	1,795

Source: Ohio Department of Education.

(1) Includes Kindergarten enrollment.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

**FULL-TIME EQUIVALENT SCHOOL DISTRICT TEACHERS BY EDUCATION
LAST TEN FISCAL YEARS**

Fiscal Year	Bachelor's Degree	Bachelor + 18	Bachelor + 30	Master's Degree	Master + 18	Master + 30	PhD/EDS	Total
2023	11.00	3.00	14.00	46.00	19.00	17.00	6.00	116.00
2022	10.00	6.00	13.00	46.00	20.00	19.00	6.00	120.00
2021	13.00	6.00	13.00	46.00	16.00	22.00	6.00	122.00
2020	15.00	8.00	13.00	48.00	16.00	15.00	6.00	121.00
2019	17.00	9.00	13.00	56.00	10.00	16.00	6.00	127.00
2018	18.00	5.00	17.00	54.00	11.00	14.00	6.00	125.00
2017	10.00	10.00	19.00	60.00	7.00	13.00	4.00	123.00
2016	13.00	9.00	18.00	53.00	6.00	12.00	4.00	115.00
2015	19.00	8.00	18.33	50.00	9.00	10.00	4.00	118.33
2014	6.00	5.00	20.00	55.00	3.00	12.00	4.00	105.00

Source: District records.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

ATTENDANCE AND GRADUATION RATES
LAST TEN FISCAL YEARS

Fiscal Year	Fairview Park Attendance Rate	State Average	Fairview Park Graduation Rate	State Average
2023	93.4%	(1)	95.6%	87.3%
2022	93.2%	90.4%	95.9%	89.0%
2021	95.9%	(1)	92.9%	87.2%
2020	96.8%	(1)	92.0%	85.9%
2019	95.4%	(1)	92.2%	85.3%
2018	93.3%	(1)	94.3%	84.1%
2017	94.9%	(1)	93.1%	(1)
2016	95.4%	(1)	90.1%	78.7%
2015	(1)	(1)	(1)	(1)
2014	95.1%	94.3%	90.8%	82.2%

Source: Ohio Department of Education Local Report Cards.

(1) Information for fiscal year 2015-2021 and 2023 not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

ACT COMPOSITE SCORES
LAST TEN SCHOOL YEARS

School Year	Number of Test Takers	Number of Seniors	Fairview Park Composite	Ohio Composite	National Composite
2022-2023	159	121	20.7	19.4	19.8
2021-2022	157	131	20.7	19.6	20.3
2020-2021	166	121	20.2	19.9	20.8
2019-2020	113	132	19.8	21.0	20.8
2018-2019	124	131	20.0	20.0	20.7
2017-2018	145	145	21.2	20.3	20.8
2016-2017	94	94	22.5	22.0	21.0
2015-2016	98	98	22.7	22.0	20.8
2014-2015	97	97	21.9	22.0	21.0
2013-2014	104	104	22.1	22.0	21.0

Source: High School Guidance Office.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

SCHOOL DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS

<u>Type</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Regular instruction:										
Elementary classroom teachers	39.00	35.50	35.00	39.00	41.00	40.40	38.50	38.50	43.67	35.50
Middle school classroom teachers	22.50	22.00	22.50	23.00	22.75	22.50	22.00	19.00	20.01	13.44
High School classroom teachers	23.00	20.50	21.00	23.50	24.50	26.00	31.50	27.00	26.51	25.50
Special instruction:										
Elementary classroom teachers	13.00	16.00	13.00	12.00	12.00	11.00	9.00	8.00	7.85	6.50
Gifted education teachers	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.40
Middle school classroom teachers	5.00	5.00	6.50	5.00	4.00	4.00	4.00	4.00	4.00	2.00
High school classroom teachers	6.00	6.00	5.50	6.00	5.00	5.00	4.50	4.00	4.00	3.00
Vocational instruction:										
High school classroom teachers	-	-	-	-	-	-	1.00	1.00	1.00	1.80
Pupil support services:										
Guidance counselors	4.00	4.00	4.00	5.00	4.00	4.00	4.00	4.00	4.00	4.00
Librarians	1.00	1.00	2.00	2.00	2.00	1.00	-	1.00	1.00	1.00
Library Aids	2.00	2.00	2.00	2.00	3.00	4.00	3.50	3.50	3.43	3.50
Psychologists	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Speech and language pathologists	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Non-teaching support staff central	0.50	0.50	0.50	0.50	1.00	0.90	0.90	0.90	0.90	1.00
Instructional Support Service:										
Non-teaching support staff elementary	23.25	24.00	23.00	19.50	22.00	21.00	20.50	20.00	20.25	21.94
Non-teaching support staff middle	10.00	9.00	8.00	9.00	6.50	6.50	4.80	4.80	4.93	10.00
Non-teaching support staff high	7.50	9.00	12.00	11.50	9.00	10.50	9.00	10.00	9.02	10.80
Non-teaching support staff central	2.50	3.00	1.50	1.50	1.50	2.80	2.80	1.80	1.80	2.90
Administration:										
Elementary	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	2.20	3.00
Middle school	1.00	1.50	1.50	0.50	1.50	1.50	1.50	1.50	1.50	1.50
High school	2.00	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	2.00
Central	2.00	2.00	2.00	3.00	3.00	5.00	5.00	5.00	3.80	3.20
Business:										
Central	1.00	1.00	1.00	1.00	1.00	0.50	-	-	-	0.50
Fiscal:										
Treasurer department	4.25	4.00	4.00	4.00	4.00	4.00	4.00	4.00	3.95	4.00
Operation of plant:										
Custodial department	14.75	15.50	16.00	13.00	13.00	10.50	12.50	13.50	14.13	13.13
Maintenance department	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Pupil transportation:										
Bus drivers	6.50	7.00	7.00	7.50	6.00	6.90	7.00	6.50	6.50	6.42
Transportation support staff	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	-
Central:										
Community relations	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Technology	1.00	-	-	-	-	-	1.00	1.00	1.00	1.00
Personnel	0.50	0.50	0.50	0.50	0.50	0.50	0.50	1.00	1.00	1.00
Extracurricular:										
Athletic department	1.00	0.50	0.50	1.00	0.50	0.50	1.00	1.00	1.00	17.00
Food service program:										
Elementary	5.25	2.50	3.00	3.50	4.00	3.90	3.50	3.30	3.31	3.00
Middle school	1.50	1.00	1.00	0.75	0.75	0.75	0.60	0.60	-	-
High school cooks	1.50	1.00	1.00	0.75	0.75	0.75	0.60	0.60	1.16	1.75
Central	1.00	1.00	1.00	-	-	-	-	-	-	-
Adult education/community service:										
Preschool	7.00	8.00	8.00	5.50	5.50	5.20	2.50	2.50	2.00	1.00
Extended care	9.25	12.00	12.00	15.00	17.00	16.00	12.00	12.00	11.11	10.00
Total	<u>230.25</u>	<u>228.00</u>	<u>228.00</u>	<u>228.50</u>	<u>228.75</u>	<u>228.60</u>	<u>220.70</u>	<u>213.00</u>	<u>215.02</u>	<u>219.78</u>

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

FREE OR REDUCED LUNCH PROGRAM PERCENTAGES
LAST TEN FISCAL YEARS

Fiscal Year	Students	Students Applicable for Free Lunch	Percentage of Applicable Students for the Free Lunch Program	Students Applicable for Reduced Lunch	Percentage of Applicable Students for the Reduced Lunch Program	Total Students Applicable for the Free and Reduced Lunch Programs	Total Percentage of Applicable Students for the Free and Reduced Programs
2023	1,456	294	20.19%	47	3.23%	341	23.42%
2022	1,599	(1)	(1)	(1)	(1)	(1)	(1)
2021	1,559	(1)	(1)	(1)	(1)	(1)	(1)
2020	1,701	380	22.34%	72	4.23%	452	26.57%
2019	1,706	413	24.21%	84	4.92%	497	29.13%
2018	1,794	451	25.14%	95	5.30%	546	30.43%
2017	1,807	419	23.19%	110	6.09%	529	29.28%
2016	1,845	447	24.23%	105	5.69%	552	29.92%
2015	1,782	434	24.35%	75	4.21%	509	28.56%
2014	1,795	376	20.95%	95	5.29%	471	26.24%

Source: "Lunch MR 81 Report for October" obtained from the Ohio Department of Education.

(1) Due to the COVID-19 Pandemic, the District did not collect nor report free and reduced data.

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**FAIRVIEW PARK CITY
SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO**

SINGLE AUDIT REPORT

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

Zupka & Associates
Certified Public Accountants

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

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**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Assistance Listing Number	Expenditures	Non-Cash Expenditures
<u>U.S. Department of Agriculture</u>			
<i>Passed through Ohio Department of Education</i>			
Child Nutrition Cluster:			
School Breakfast Program	10.553	\$ 80,711	\$ 0
National School Lunch Program	10.555	392,427	28,775
COVID-19 - National School Lunch Program	10.555	42,777	0
Total Child Nutrition Cluster		515,915	28,775
COVID-19 - Pandemic EBT Administrative Costs	10.649	628	0
<i>Total Passed through Ohio Department of Education</i>		516,543	28,775
Total U.S. Department of Agriculture		516,543	28,775
<u>U.S. Department of Education</u>			
<i>Passed through Ohio Department of Education</i>			
Title I - Grants to Local Educational Agencies - 2023	84.010	213,048	0
Special Education Cluster (IDEA):			
Special Education - Grants to States - 2022	84.027	39,130	0
Special Education - Grants to States - 2023	84.027	408,816	0
COVID-19 - Special Education Grants to States - 2022	84.027X	1,118	0
COVID-19 - Special Education Grants to States - 2023	84.027X	73,697	0
Special Education - Preschool Grants - 2023	84.173	13,960	0
COVID-19 - Special Education - Preschool Grants - 2022	84.173X	5,444	0
COVID-19 - Special Education - Preschool Grants - 2023	84.173X	3,564	0
Total Special Education Cluster (IDEA)		545,729	0
Improving Teacher Quality State Grants - 2022	84.367	2,658	0
Improving Teacher Quality State Grants - 2023	84.367	41,591	0
<i>Total ALN #84.367</i>		44,249	0
Student Support and Academic Enrichment Program - 2022	84.424	854	0
Student Support and Academic Enrichment Program - 2023	84.424	18,810	0
<i>Total ALN #84.424</i>		19,664	0
Education Stabilization Fund - Elementary and Secondary School Emergency Relief Fund - ESSER II - 2023	84.425D	659,733	0
<i>Total Passed through Ohio Department of Education</i>		1,482,423	0
Total U.S. Department of Education		1,482,423	0
<u>U.S. Department of Treasury</u>			
<i>Passed Through Ohio Facilities Construction Commission</i>			
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	86,529	0
<i>Total Passed Through Ohio Facilities Construction Commission</i>		86,529	0
Total U.S. Department of Treasury		86,529	0
<u>U.S. Department of Health and Human Services</u>			
<i>Passed through Ohio Department of Education</i>			
CCDF Cluster:			
Child Care and Development Block Grant	93.575	321,995	0
Total CCDF Cluster		321,995	0
Total U.S. Department of Health and Human Services		321,995	0
TOTAL EXPENDITURES OF FEDERAL AWARDS		\$ 2,407,490	\$ 28,775

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

NOTE 1: BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the Fairview Park City School District under programs of the federal government for the year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Fairview Park City School District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Fairview Park City School District.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE 3: INDIRECT COST RATE

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

NOTE 4: CHILD NUTRITION CLUSTER

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

NOTE 5: FOOD DONATION PROGRAM

Program regulations do not require the District to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture. This non-monetary assistance (expenditures) is reported in the Schedule at the fair value of the commodities received.

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

Fairview Park City School District
Cuyahoga County
21620 Mastick Road
Fairview Park, OH 44126

To the Members of the Board of Education:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Fairview Park City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 27, 2023.

Report on Internal Control Over Financial Reporting

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

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

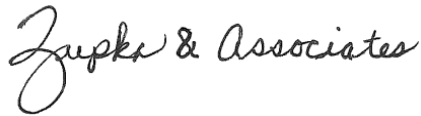
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Report on Compliance and Other Matters

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

Purpose of This Report

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



Zupka & Associates
Certified Public Accountants

December 27, 2023

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

Fairview Park City School District
Cuyahoga County
21620 Mastick Road
Fairview Park, OH 44126

To the Members of the Board of Education:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Fairview Park City School District, Cuyahoga County, Ohio's (the District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on the District's major federal program for the year ended June 30, 2023. The District's major federal program is identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the Fairview Park City School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

Report on Internal Control over Compliance

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

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

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

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

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

We have also audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 27, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for the purpose of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Zupka & Associates
Certified Public Accountants

December 27, 2023

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 UNIFORM GUIDANCE
 JUNE 30, 2023**

1. SUMMARY OF AUDITOR'S RESULTS

2023(i)	Type of Financial Statement Opinion	Unmodified
2023(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
2023(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
2023(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
2023(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
2023(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
2023(v)	Type of Major Programs' Compliance Opinions	Unmodified
2023(vi)	Are there any reportable findings under 2 CFR 200.516(a)?	No
2023(vii)	Major Programs (list): Education Stabilization Fund - ESSER II - ALN #84.425D	
2023(viii)	Dollar Threshold: A/B Program	Type A: \$750,000 Type B: All Others
2023(ix)	Low Risk Auditee?	Yes

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
SCHEDULE OF PRIOR AUDIT FINDINGS AND RECOMMENDATIONS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

The audit report for the fiscal year ending June 30, 2022 contained no audit findings. Management letter recommendations have been corrected, repeated, or procedures instituted to prevent occurrences this audit period.

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OHIO AUDITOR OF STATE KEITH FABER



FAIRVIEW PARK CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 3/21/2024

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

This report is a matter of public record and is available online at
www.ohioauditor.gov