



Springfield
CITY SCHOOL DISTRICT

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED JUNE 30, 2023



WELL-ROUNDED ■ INCLUSIVE ■ LEARNERS ■ DEDICATED
COLLABORATIVE ■ AMBITIOUS ■ TRUSTWORTHY ■ SERVICE ORIENTED

OHIO AUDITOR OF STATE
KEITH FABER



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Board of Education
Springfield City School District
1500 West Jefferson Street
Springfield, Ohio 45506

We have reviewed the *Independent Auditors' Report* of the Springfield City School District, Clark County, prepared by Clark, Schaefer, Hackett & Co., 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. The Springfield 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

February 20, 2024

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Springfield City School District
Clark County, Ohio

Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2023

Prepared by:
Nicole Cottrell, Treasurer/CFO





Springfield

CITY SCHOOL DISTRICT



Springfield

CITY SCHOOL DISTRICT

INTRODUCTORY SECTION

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED JUNE 30, 2023



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Springfield City School District, Ohio
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2023

TABLE OF CONTENTS

INTRODUCTORY SECTION

Table of Contents	i
Letter of Transmittal	v
GFOA Certificate of Achievement	xiii
ASBO Certificate of Excellence	xiv
List of Principal Officials.....	xv
Organizational Charts	xvi

FINANCIAL SECTION

Independent Auditors' Report.....	1
Management's Discussion and Analysis	5

Basic Financial Statements:

Government-wide Financial Statements:

Statement of Net Position	13
Statement of Activities.....	15

Fund Financial Statements:

Balance Sheet - Governmental Funds.....	16
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities.....	17
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	19
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual - General Fund	20
Statement of Fund Net Position - Internal Service Funds.....	21

TABLE OF CONTENTS
(Continued)

Statement of Revenues, Expenses and Changes in Fund Net Position - Internal Service Funds	22
Statement of Cash Flows - Internal Service Funds	23
Statement of Fiduciary Net Position - Fiduciary Funds.....	24
Statement of Changes in Fiduciary Net Position - Fiduciary Funds.....	25
Notes to the Basic Financial Statements	27
Required Supplementary Information with Notes:	
Schedule of the District’s Proportionate Share of the Net Pension Liability and Pension Contributions – School Employees Retirement System of Ohio	72
Schedule of the District’s Proportionate Share of the Net Pension Liability and Pension Contributions – State Teachers Retirement System of Ohio.....	73
Schedule of the District’s Proportionate Share of the Net OPEB Liability and OPEB Contributions – School Employees Retirement System of Ohio.....	74
Schedule of the District’s Proportionate Share of the Net OPEB Liability/(Asset) and OPEB Contributions – State Teachers Retirement System of Ohio	75
Notes to Required Supplementary Information	76
Combining Statements:	
Nonmajor Governmental Fund Descriptions	80
Combining Balance Sheet - Nonmajor Governmental Funds.....	84
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds.....	85
Combining Balance Sheet - Nonmajor Special Revenue Funds.....	86
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds.....	93

TABLE OF CONTENTS
(Continued)

Internal Service Fund Descriptions.....	101
Combining Statement of Fund Net Position – Internal Service Funds.....	102
Combining Statement of Revenues, Expenditures and Changes in Fund Net Position – Internal Service Funds	103
Combining Statement of Cash Flows – Internal Service Funds	104
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual:	
Major Fund:	
Permanent Improvement Fund.....	106
Non-major Funds:	
Building Fund	106
Food Service Fund	107
Special Trust Fund	107
Mental Health/Early Start Fund	107
Other Grants Fund.....	108
School Age Child Care/After School Enrichment Fund.....	108
Basic Education Foundation Fund.....	108
Ohio School Facilities Classroom Maintenance Fund.....	109
Student Managed Activities Fund.....	109
District Managed Student Activities Fund.....	109
Auxiliary Services Fund	110
Early Childhood Education Fund.....	110
Data Communications Fund	110
Student Wellness and Success Fund.....	111
Miscellaneous State Grants Fund.....	111
Adult Basic Education Fund	111
Elementary and Secondary School Emergency Relief (ESSER) Fund	112
Title IV Part B 21 st Century Learning Centers Fund	112
Title VI-B Special Education Part B - IDEA Fund.....	112
Title I - School Improvement Stimulus A Fund	113
Title III - Limited English Proficiency Fund	113
Title I Fund	113
Title IV-A Fund	114
Preschool Grant Fund	114
Title VI-R Fund.....	114
Miscellaneous Federal Grants Fund.....	115
Public School Support Fund	115
Underground Storage Tank Fund.....	115

TABLE OF CONTENTS
(Continued)

Bond Retirement Fund.....	116
Self-Insurance Fund.....	117
Retrospective Workers' Comp Fund	117

STATISTICAL SECTION

Statistical Tables Descriptions.....	119
Net Position by Component - Governmental Activities - Last Ten Fiscal Years.....	120
Changes in Net Position - Governmental Activities - Last Ten Fiscal Years.....	122
Fund Balances - Governmental Funds - Last Ten Fiscal Years	126
Changes in Fund Balances - Governmental Funds - Last Ten Fiscal Years.....	128
Assessed Valuation and Estimated Actual Value of Taxable Property - Last Ten Collection (Calendar) Years.....	132
Principal Real Property Taxpayers – Tax Year 2022 and 2013.....	134
Property Tax Rates (Per \$1,000 of Assessed Valuation) Direct and Overlapping Governments - Last Ten Collection (Calendar) Years.....	136
Property Tax Levies and Collections - Real, Public Utility Personal and General Business Personal Property - Last Ten Collection (Calendar) Years	140
Ratio of Debt to Estimated Actual Value, Personal Income and Debt Per Capita - Last Ten Fiscal Years	142
Ratio of General Obligation Bonded Debt to Estimated Actual Value and General Obligation Bonded Debt Per Capita - Last Ten Fiscal Years	144
Computation of Direct and Overlapping Debt - June 30, 2023	145
Computation of Legal Debt Margin - Last Ten Fiscal Years	146
Demographic and Economic Statistics - Last Ten Fiscal Years	148
Ranking of Top Ten Employers For Fiscal Year 2023 and Fiscal Year 2014.....	149
Building Statistics - Last Ten Fiscal Years.....	150
Per Pupil Cost - Last Ten Fiscal Years	152
Employees by Function - Last Ten Fiscal Years	153
Enrollment – Last Ten Fiscal Years.....	154
Percentage of Students who Receive Free and Reduced Lunches - Last Ten Fiscal Years.....	156



December 28, 2023

To the Citizens and Board of Education of the Springfield City School District:

We are pleased to present the Annual Comprehensive Financial Report (ACFR) of the Springfield City School District (District) for the fiscal year ended June 30, 2023. This ACFR is prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA). The intent of this report is to provide taxpayers of the Springfield City School District with comprehensive financial data in a format that enables them to gain a true understanding of the School District's financial affairs as well as provide management with better financial information for future decision making.

This report was prepared by the Treasurer's Office. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Management's discussion and analysis immediately follows the Independent Auditor's Report and provides a narrative introduction, overview, and analysis of the basic financial statements. Management's discussion and analysis complements this letter of transmittal and should be read in conjunction with it.

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

The basic financial statements of the School District for the fiscal year ended June 30, 2023, were audited by Clark Schaefer Hackett whose unmodified opinions are included at the beginning of the Financial Section of this report.

ORGANIZATION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The Board of Education of the Springfield City School District (the "Board") consists of five members and is incorporated as defined by Section 3313.02, Ohio Revised Code. The Board serves as the taxing authority, contracting body, policy maker, ensures that all other general laws of the State of Ohio are followed in the expenditure of the School District's tax dollars, and approves the annual appropriation resolution and tax budget.

The Board members represent a cross section of professions found in the City of Springfield. The Board members on June 30, 2023, were as follows:

<u>Board Member</u>	<u>Service as a Board Member</u>		
	<u>Began</u>	<u>Expires</u>	
Chris Williams	06/18/15	12/31/23	Board President
Jamie Callan	01/01/08	12/31/23	Board Vice-President
Carol Dunlap	01/01/22	12/31/25	Board Member
Joan Elder	01/01/20	12/31/23	Board Member
Stephanie Stephens	01/01/22	12/31/25	Board Member

The Superintendent is the chief executive officer of the School District, responsible directly to the Board of Education for all educational and support operations. Dr. Robert Hill began his tenure as Superintendent on July 1, 2015. The Treasurer is the chief financial officer of the School District, responsible directly to the Board of Education for all financial records and statutorily defined duties which in part relate to paying all expenses, debt issuance, reporting, record retention, strategic planning and many other areas. Mrs. Nicole Cottrell began her tenure as Treasurer on March 1, 2018.

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

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

In addition to providing the general activities mentioned above, the School District has administrative responsibility for State funds distributed to private schools located within School District boundaries. In accordance with GASB Statement No. 24, this responsibility is included in the reporting entity as a special revenue fund. The private schools served are Catholic Central, Springfield Christian and Nightingale Montessori School. While these organizations share operations and services similar with the School District, all are separate and distinct entities. Because of their independent nature, none of these organization's financial statements are included in this report.

The Clark County Family and Children First Council, the Southwestern Ohio Educational Purchasing Council (EPC), and the Springfield-Clark Career Technology Center are reported as jointly governed organizations in Note 16. The Ohio SchoolComp Group Retrospective Rating Program and the Southwestern Ohio EPC-Liability, Fleet, and Property Insurance Program are reported as insurance purchasing pools in Note 17.

The School Board adopts an annual budget by July 1 which may be amended any time during the fiscal year as new information becomes available. This annual budget serves as the foundation of the Springfield City School District's financial planning and control. The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The legal level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level. The Treasurer has been authorized to allocate Board appropriations to the object level within the funds.

THE SCHOOL DISTRICT AND ITS FACILITIES

The School District serves an area of approximately 17 square miles in and around the City of Springfield. It is located in Clark County, approximately 45 miles west of downtown Columbus, the State capital. The Springfield City School District is an urban school district with nearly 100 percent of the City of Springfield being located within the School District. According to the City of Springfield, Springfield's population is 58,763.

Because of economic stress, as in most urban school districts, the Springfield City School District and its surrounding areas struggle. The School District had an enrollment of 7,240 students for the fiscal year ending June 30, 2023. This was an increase of 27 students compared to the fiscal year ending June 30, 2022. The School District estimates enrollment to be between 7,270 and 7,290 for the fiscal year ending June 30, 2024. The School District's enrollment figures do not include students living within the School District's attendance area who attend charter schools.

The School District's facilities include one early learning center (Pre-K), ten neighborhood elementary schools (grades K through 6), three middle schools (Grades 7 and 8), one alternative school, one high school (Grades 9 through 12), a maintenance building, a bus garage, an administration building/preschool and several athletic fields. The maintenance building and stadiums were built in 1960 and 1977, respectively. Of the School District's 18 active buildings, 17 have been built since 2004. In August 2011, a new transportation facility which includes offices, a maintenance area, an automatic bus washing system, and a fueling system was completed. In August 2015, the Career ConnectED center was opened. This center includes teacher training and meeting rooms, District program offices and innovative spaces for students to develop career skills as they explore digital media, computer science, welding, and woodworking. In October 2016, the John Legend Theatre was opened to enhance the cultural opportunities for the students and the entire community.

SERVICES PROVIDED BY THE SCHOOL DISTRICT

The School District provides a wide variety of educational and support services as mandated by the Ohio Revised Code or by Board directives. At the center of the School District's services are the instructional programs. The School District offers regular instructional programs daily to students in Grades PK through 12. The School District serves approximately 140 students with an interest in vocational education, and approximately 1,237 children who need individual instruction or are physically or mentally handicapped. These students receive service through the wide array of special education programs offered in the School District.

There are also several academic and athletic programs for students, providing them with a number of enriching experiences. The programs and activities provide a lifetime of memories for the Springfield City School District students.

In addition to the educational services provided, the School District's fleet of 29 buses traveled approximately 1,751 miles each day providing transportation services to 1,143 public students and 155 private, parochial, and community students. Many of the School District's students walk to school because of the proximity of neighborhood schools to the students' homes. The Food Service Department serves over 7,655 breakfast and lunch meals daily for a total of over 1.3 million meals served annually through the School District's lunchrooms.

Along with transportation and school lunch services offered to children in the School District, the students also receive guidance, psychological, and health services free of charge. The guidance services are designed to help a student match his/her natural skills with vocational and/or academic programs to help him/her achieve his/her full potential in life. Psychological services offer a wide variety of help to students ranging from early developmentally handicapped identification to drug and behavior counseling. Health services provide limited medical services free of charge for many of the School District's youths.

EMPLOYEE RELATIONS

The School District currently has 1,094 full-time and part-time employees. There are two organizations representing School District employees. The Springfield Education Association (SEA) represents certificated employees, including teachers and educational specialists, for collective bargaining purposes. Classified employees, which include bus drivers, cooks, and clerical staff, are represented for collective bargaining purposes by the Springfield Education United Support Staff (SEUSS). The Board successfully concluded negotiations with both labor organizations on a multi-year agreement for wages and fringe benefits. The SEA's wage agreement is in effect for the period August 1, 2023, through July 31, 2026. The SUESS's wage agreement is in effect for the period September 1, 2023 through August 31, 2026.

ECONOMIC CONDITION AND OUTLOOK

The City of Springfield's employment is dominated by healthcare activities, which includes the Springfield Regional Medical Center, one of the School District's largest employers. Other large employers within the City of Springfield include a service industry with the corporate headquarters of the Assurant Specialty Property and governmental services.

Ohio's abnormal adjusted unemployment rate continues to decline as the economy begins to recover after the COVID19 closures. As unemployment rates drop, this positively impacts state and local revenues for districts. These indicators suggest the state of Ohio's overall economy is rebounding and should be able to maintain stable funding through the biennium budget cycle. The Ohio unemployment rate for June 2023 decreased to 3.4 percent from 3.9 percent in June 2022. The nation's unemployment rate for June 2023 was 3.6 percent which was the same unemployment rate for June 2022. Specific employment figures for the Springfield City School District are not available. However, the Clark County unemployment rate for June 2023 was 3.7 percent (U.S. Bureau of Labor Statistics). The School District has an excellent relationship with the City of Springfield, which assures that development projects selected by the City are also highly desirable for the School District. The School District will continue to work with the City of Springfield and the other government agencies to attract desirable development to the community.

FINANCIAL OUTLOOK

The District was awarded restricted federal grant funds from the Elementary and Secondary School Emergency Relief Funds (ESSER). These funds were used in fiscal year 2022 to add additional staff and enhance our summer programming in an effort to reverse the learning loss that resulted from the COVID-19 pandemic. The District used the ESSER funds in fiscal year 2023 to maintain the prior year staffing and programming due to the positive impact on learning loss noted in the prior year.

The biennium budget approved in HB110 for fiscal year 2022-2023, significantly changed how state funding is calculated and how expenses are charged to the District. Specifically, the state foundation aid will be calculated on a base cost methodology with funding paid directly to where the student is enrolled rather than where the student is a resident. This change will impact historical trends and presentation of financial information in future reports. The School District continues to be threatened by cost provisions that will draw funds away from the District through expansion of school choice programs such as Ed Choice. The District is monitoring any new threats to the District's state aid and any increased costs very closely.

FINANCIAL PLANNING AND POLICIES

The School District annually prepares a five-year financial forecast to ensure long-term financial success. The five-year financial forecast is prepared and approved by the Board in November and May of each fiscal year. The five-year financial forecast provides actual data on each major revenue and expenditure category for the past three fiscal years and forecasts these same categories for an additional five fiscal years. The District's most recent five year forecast indicates a positive cash balance through fiscal year 2028.

The five-year financial forecast is a planning tool used to certify if funds are available for future expenditures and additionally to strategize when the School District will need to return to voters for additional funds or reduce expenditures accordingly. The five-year financial forecast is published on the Ohio Department of Education's website for public use.

DISTRICT GOALS

In fiscal year 2022 the District Team began the process of implementing the strategic plan that was adopted in 2021. As a first step, the organizational structure of the district was realigned in fiscal year 2023 to include three executive directors, reporting directly to the Chief Operating Officer. The Executive Director of Instructional Innovation, the Executive Director of Strategic Initiatives, and the Executive Director of Human Capital now provide an effective distribution of leadership across the district. The Executive Cabinet began the process of condensing and creating project leadership statements to ensure the effective advancement of the strategic plan.

Project Leadership Statements (PLS) included in the strategic plan, branded as the FIELD, identifies five strategic priorities as follows:

- 1) F – Foster Social Emotional Learning (SEL) by serving the underlying SEL needs of students to better prepare them as learner.
 - a. In partnership with the Rocking Horse, construct and operate a School Based Health Center at Springfield High School.
 - b. Integrate social emotional learning and positive behavior interventions and supports to better identify and implement programming and strategies to effectively meet the overall wellness of all students. This will occur through the selection and implementation of a PreK-12 District Social Emotional Learning (SEL) curriculum and PreK-12 classroom management plans. Panorama data will be utilized to monitor district-wide progress and plan for next steps.
- 2) I – Inspire and Advance Teaching and Learning by ensuring consistency in teaching and learning standards, practices, and access to student academic support services.
 - a. Increase tier one academic opportunities to ensure consistency in teaching and learning standards, practices, and access to student academic support services through consistent curriculum standards and teaching practices across all buildings and departments.
 - b. Create a student resource center at the secondary level to provide opportunities for students to access education supports within the school day to help them meet their educational goals.

- c. Create a Multi-Tiered System of Supports (MTSS) and student success platform that identifies students in need of additional intervention, appropriate interventions to meet student need, and a shared monitoring platform.
- 3) E – Embrace Inclusive Culture by creating a comprehensive culture development plan for students, staff, and leadership.
 - a. Create a comprehensive culture development plan for students, staff, and leadership to eliminate the separate identities that currently exist across each building, to assume the One Wildcat identity and One Wildcat Team culture.
- 4) L – Leverage Business and Community Partnerships to improve the student experience.
 - a. Create a plan that leverages the local post-secondary and business community to support students in achieving their long-term goals for continued education, employment or enlistment through K-12 programming.
- 5) D- Demonstrate Operational Excellence by enhancing infrastructure to better serve student needs.
 - a. Create a comprehensive data infrastructure that is aligned with data driven culture in order to improve learning outcomes for all students by ensuring that all stakeholders have access to timely, accurate, relevant data in a meaningful format to drive decision making across the district.

MAJOR INITIATIVES AND EVENTS

FOR THE YEAR

In fiscal year 2023, the Executive Cabinet diligently worked on condensing and creating project leadership statements to streamline and prioritize initiatives. These statements serve as a compass, guiding the district towards the effective implementation of the strategic plan. This meticulous approach ensures that each project aligns seamlessly with the overarching goals of the District.

Our major community project, the School Based Health Center (SBHC), remains on target for opening in the fall of 2024. Construction efforts are underway and the district, project management firm, architects and community partners continue to work to ensure the successful completion of the project.

School based health centers provide critical healthcare access and services to students in high poverty areas who face barriers in obtaining medical care. By having care providers physically present in schools full-time, students have a much greater ability to receive needed check-ups, get timely treatment for illnesses/injuries, access behavioral health counseling, manage chronic conditions, and more. This directly supports their health and wellbeing as well as educational outcomes.

The SBHC benefits the district because on-site care can reduce absences and nurse office visits that student health staff must respond to. With higher poverty rates also correlating to more health issues, the wraparound services of an SBHC become even more impactful for removing obstacles students may encounter in staying healthy and engaged at school. The presence of trusted care providers also facilitates earlier intervention for issues that would otherwise escalate much further.

In addition, the District is focused on The Leader in Me, which is a whole-school transformation model that aims to empower students with leadership and life skills. By implementing this program, the District will benefit as follows:

- Improved academic outcomes - The Leader in Me correlates with higher academic test scores, grade point averages, and other measures of academic achievement among participating students.
- Development of essential life skills - The program's principles and methods promote the development of skills and mindsets like leadership, accountability, initiative, communication, and problem solving.

- Better school climate and culture - Schools implementing Leader in Me tend to see improvements in school culture measures like attendance rates, discipline issues, student, staff and parent satisfaction.
- Community engagement - The program emphasizes partnership with families and community entities to align efforts in preparing students with skills and character virtues employers want.

In summary, with its whole-child focus on leadership and life skills development, the Leader in Me program offers the promise of better student outcomes and school climate for the Springfield City School District.

FOR THE FUTURE

The Springfield City School District, recognized as a leader at the state level, remains steadfast in its commitment to excellence. The transformative initiatives and strategic responses to challenges position the district on a trajectory of continued growth and success in fostering the development of skills, traits, and behaviors essential for students' success in college, career, and life. As we progress into the 2023-2024 school year, the District's community looks forward to building upon these foundations and achieving new heights in education and student achievement.

AWARDS AND ACKNOWLEDGEMENTS

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 the Springfield City School District for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2022. This was the eleventh year that the School District has achieved this prestigious award since discontinuing in fiscal year 2005. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized ACFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We are submitting our current ACFR to GFOA to determine its eligibility for another certificate as we believe our current report conforms to the Certificate of Achievement Program's requirements.

ASBO Certificate

The Springfield City School District received the Association of School Business Officials International (ASBO) Certificate of Excellence in Financial Reporting for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2022. This award certifies that the report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials International. An expert ASBO Panel of Review consisting of certified public accountants and practicing school business officials grants the award only after an intensive review of financial reports. Receiving the award is recognition that a school system has met the highest standards of excellence in school financial reporting. A Certificate of Excellence is valid for a period of one year only. We are submitting our current ACFR to ASBO, as we believe that our current report conforms to the Certificate of Excellence Program requirements.

GFOA Certificate of Achievement for the Popular Annual Financial Report

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement in Popular Annual Financial Reporting to the Springfield City School District for its Popular Annual Financial Report (PAFR) for the fiscal year ended June 30, 2022. This was the eighth year that the School District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized PAFR. This report must satisfy both generally accepted accounting principles and information requirements to the general public. A Certificate of Achievement is valid for a period of one year only. We are submitting our current PAFR to GFOA to determine its eligibility for another certificate as we believe our current report conforms to the Certificate of Achievement Program's requirements.

ACKNOWLEDGEMENTS

The preparation and publication of this Comprehensive Annual Financial Report on a timely basis could not have been possible without the cooperation of the entire Treasurer's Department.

Finally, this report would not have been possible without the continued support of the Board of Education, who values quality financial information with which to help make decisions. Without their leadership and commitment to excellence, this report would not be possible.

Sincerely,



Nicole Cottrell
Treasurer/CFO



Dr. Robert F. Hill
Superintendent



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Springfield City School District
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Springfield City School District

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

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



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

John W. Hutchison
President

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

Siobhán McMahon, CAE
Chief Operations Officer/
Interim Executive Director



The Springfield City School District Officials
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Robert F. Hill, Ed.D.
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Board of Education
Mr. Chris Williams, President
Mr. Jamie Callan, Vice President

Board Members
Ms. Carol Dunlap
Ms. Joan Elder
Ms. Stephanie Stephens

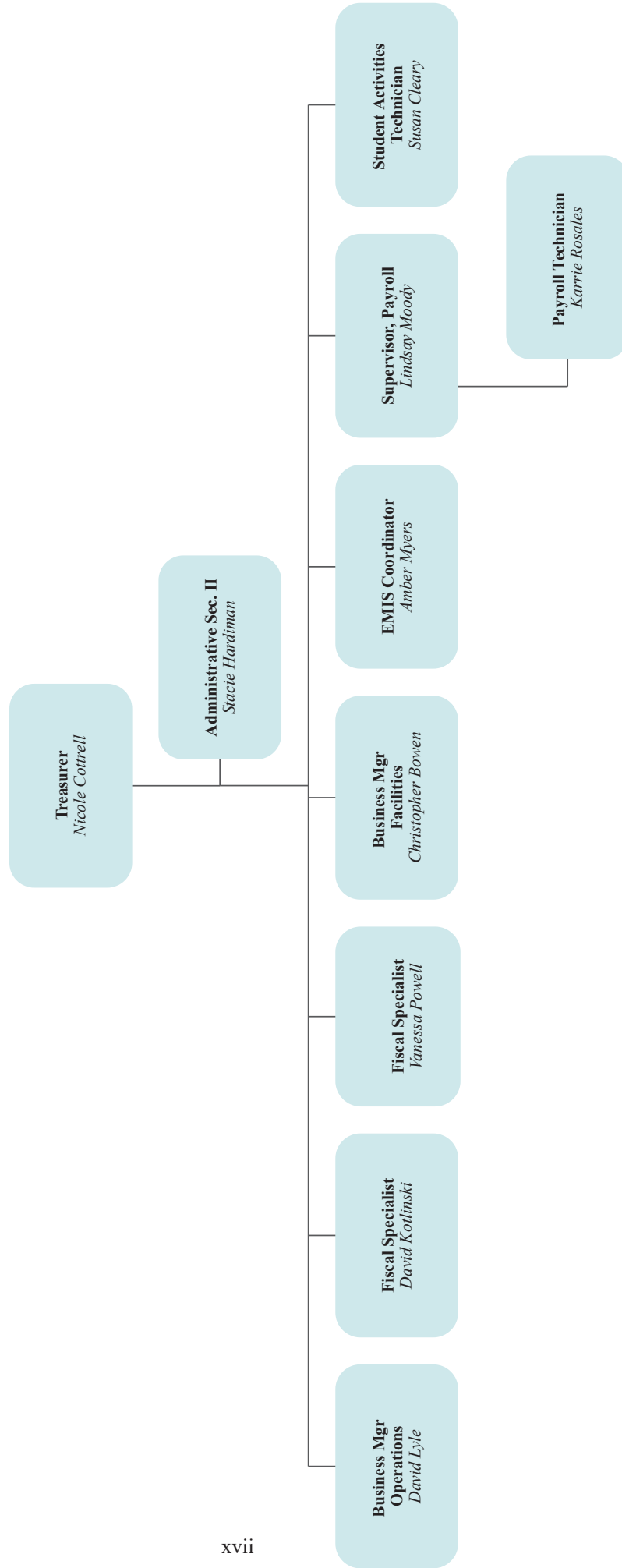
Executive Director of Instructional Innovation
Executive Director of Human Capital
Executive Director of Strategic Initiatives
Director of Technology
Director of Educational Leadership
Director of Student Services
Director of Community Initiatives
Director of Federal Programs

Dr. Craig Myers
Lydia Gaddis
Amy Stacy
Ken Pack
Heidi Shanor
Dr. Tamara Wallace
Dr. Ronald Gordon
Dr. Pam Shay

Springfield City School District Superintendent Overview 2022/2023 SY



Springfield City School District Treasurer Overview 2022-2023





Springfield

CITY SCHOOL DISTRICT



Springfield

CITY SCHOOL DISTRICT

FINANCIAL SECTION

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED JUNE 30, 2023



WELL-ROUNDED ▪ INCLUSIVE ▪ LEARNERS ▪ DEDICATED
COLLABORATIVE ▪ AMBITIOUS ▪ TRUSTWORTHY ▪ SERVICE ORIENTED

INDEPENDENT AUDITORS' REPORT

Board of Education
Springfield City School District
1500 West Jefferson Street
Springfield, Ohio 45506

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Springfield City School District (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 accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof and the respective 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 Auditors' 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.

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required pension and OPEB schedules, 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 GAAS, 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 GAAS. 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 section and statistical section but does not include the basic financial statements and our auditors' 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 28, 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.

Clark, Schaefer, Hackett & Co.

Springfield, Ohio
December 28, 2023



Springfield

CITY SCHOOL DISTRICT

Springfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

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

Financial Highlights

Key financial highlights for fiscal year 2023 are as follows:

- Total net position for fiscal year 2023 increased \$10.9 million from the fiscal year 2022 net position. This increase was due primarily to the \$8.9 million increase in pooled cash and investments and taxes receivable as well as the \$2.7 million increase in taxes receivable. While the net pension liability reported for the current year increased by \$41.7 million over the prior year that increase was offset by the decrease reported for deferred inflows of resources reported.
- General revenues accounted for \$110.1 million or 80.0% of total revenues. Program specific revenues accounted for \$27.6 million or 20.0% of total revenues of \$137.7 million.
- The School District had \$126.8 million in expenses related to governmental activities; only \$27.6 million of these expenses were offset by program specific charges for services, grants, contributions, and interest, and capital grants and contributions. General revenues (primarily grants and entitlements and property taxes) were adequate to provide for these programs.

Using this Annual Comprehensive Financial Report

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Springfield City School District as a financial whole, an entire operating entity.

The Statement of Net Position and the Statement of Activities provide information about the activities of the whole School District, presenting both an aggregated view of the School District's finances and a longer-term view of those statements. 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 School District's most significant funds individually with all other nonmajor funds presented in total in one column.

Reporting the School District as a Whole

One of the most important questions asked about the School District is "How did we do financially during fiscal year 2023?" The Statement of Net Position and the Statement of Activities, which appear first in the School District's financial statements, report information on the School District as a whole and its activities in a way that helps answer this question. These government-wide financial statements include all assets, deferred outflows, liabilities and deferred inflows using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current fiscal year's revenues and expenses regardless of when cash is received or paid.

Springfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

These two statements report the School District's net position and changes in net position. This change in net position is important because it tells the reader that, for the School District as a whole, the financial position of the School District has improved or diminished. However, the School District's goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as the School District's property tax base, current property tax laws in Ohio restricting revenue growth, required educational programs and other factors.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's major funds. The major funds for Springfield City School District are the General Fund and Permanent Improvement Capital Projects Fund.

Governmental Funds

Most of the School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at fiscal year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps 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.

Proprietary Funds

Proprietary funds use the same basis of accounting as business-type activities. The Internal Service Funds are used to report activities that provide services to the School District's other funds and departments.

Fiduciary Funds

The School District's only fiduciary fund is a private purpose trust fund which is reported in a separate Statement of Fiduciary Net Position. We exclude these activities from the School District's other financial statements because the School District cannot use the assets to finance its operations. The School District is responsible for ensuring that the assets reported in these funds are used for their intended purposes. Fiduciary funds use the accrual basis of accounting.

Springfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's Net Position for fiscal year 2023 compared to fiscal year 2022:

Table 1
Net Position

	2023	2022
Assets:		
Current and Other Assets	\$ 148,152,350	\$ 139,537,583
Net OPEB Asset	9,916,643	8,015,262
Capital Assets, Net	151,886,888	152,577,117
Total Assets	309,955,881	300,129,962
Deferred Outflows of Resources:		
Pension and OPEB	27,443,588	27,662,117
Total Deferred Outflows of Resources	27,443,588	27,662,117
Liabilities:		
Current and Other Liabilities	14,993,786	13,816,341
Long-term Liabilities		
Due Within One Year	5,533,320	5,606,140
Due in More than One Year:		
Net Pension Liability	104,062,964	62,381,670
Net OPEB Liability	5,015,087	7,178,093
Other Amounts	18,558,214	21,393,138
Total Liabilities	148,163,371	110,375,382
Deferred Inflows of Resources:		
Property Taxes and Leases	27,767,510	26,992,448
Pension and OPEB	25,351,196	65,217,446
Total Deferred Inflows of Resources	53,118,706	92,209,894
Net Position:		
Net Investment in Capital Assets	141,044,938	142,088,065
Restricted	23,180,978	20,007,170
Unrestricted	(28,108,524)	(36,888,432)
Total Net Position	\$ 136,117,392	\$ 125,206,803

Springfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

The net pension liability (NPL) is the largest single liability reported by the School District at June 30, 2023 and is reported pursuant to GASB Statement 68, "Accounting and Financial Reporting for Pensions – an Amendment of GASB Statement 27". In addition, net other postemployment benefits (OPEB) liability and asset is reported pursuant to GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions", which significantly revises accounting for costs and liabilities/asset related to other postemployment benefits (OPEB). For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the School 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.

Governmental Accounting Standards Board 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 OPEB liability. GASB 68 and GASB 75 take an earnings approach to pension and OPEB accounting; however, the nature of Ohio's statewide pension/OPEB plans and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

GASB 68 and GASB 75 required the net pension liability and the net OPEB liability (asset) to equal the School 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 (asset), whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. GASB noted that the unfunded portion of this promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the School District is not responsible for certain key factors affecting the balance of these liabilities. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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 systems. 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 pension system is responsible for the administration of the plan.

Springfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

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 the contributions, investment returns, and other changes are insufficient to keep up with required payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability and the net OPEB liability are satisfied, these liabilities are separately identified within the long-term liability section of the statement of net position.

In accordance with GASB 68 and GASB 75, the School 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.

Understanding how participation in the State-wide retirement systems affects the School District's financial condition reported within this report is imperative to gain a complete understanding by the user. Annually, the required adjustments to account for the School District's proportionate share of net pension liabilities and OPEB liabilities and assets flow through the expense accounts reported on the Statement of Activities in addition to reporting all the applicable elements within the Statement of Net Position.

Due to favorable market conditions existing during the period used to record pension and OPEB amounts in fiscal year 2022, the School District's total expenses were reduced by \$10.6 million. Recording the School District's proportionate share of the pension and OPEB activity for fiscal year 2023 also resulted in reducing total expenses, but that reduction amounted to \$2.0 million compared with the \$10.6 million reduction made in the prior year. The \$8.6 million swing in the adjustment amount posted to this year's financial statements amounts to 68.3 percent of the \$12.6 million increase in total expenses compared to those of the prior year.

The School District's reported net position is significantly impacted by pension and OPEB amounts and activity as well. At the end of fiscal year 2023, the unrestricted net position reported by the School District was a negative \$28.1 million. However, if the pension and OPEB components were removed from the Statement of Net Position, the reported unrestricted net position would be a positive \$69.0 million.

We feel pointing out the significant effect pension and OPEB plans has on the reported financial condition and activity of the School District is important as control and operation of the State-wide retirement systems is outside the control of the School District and varies significantly from year to year based on performance of investments, benefits provided, and established contribution rates established by the State of Ohio.

Pooled cash and investments reported for the current year increased by \$8.9 million over the amount reported one year prior due to increases in property taxes and investment income. Property tax values within the area have increased by over 25% due to the required periodic reappraisal. In addition, the amount of taxes collected by the end of the fiscal year and reported as available by the County, increased by over \$2.5 million from those available in the prior year. Investment earnings increased by \$3.0 million over the prior year as interest rates have become more favorable during the past year.

Springfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

Table 2 shows the changes in Net Position for fiscal years 2023 and 2022.

Table 2
Change in Net Position

	<u>2023</u>	<u>2022</u>
REVENUES:		
Program Revenues:		
Charges for Services	\$ 2,949,556	\$ 1,794,593
Operating Grants and Contributions	24,657,452	25,049,469
<i>Total Program Revenues</i>	<u>27,607,008</u>	<u>26,844,062</u>
General Revenues:		
Property Taxes	31,352,053	24,379,931
Grants and Entitlements	75,352,460	74,227,369
Investment Earnings	2,364,770	(559,454)
Miscellaneous	1,010,451	1,531,266
<i>Total General Revenues</i>	<u>110,079,734</u>	<u>99,579,112</u>
<i>Total Revenues</i>	<u>137,686,742</u>	<u>126,423,174</u>
PROGRAM EXPENSES:		
Instruction	64,819,225	59,772,812
Support Services:		
Pupils and Instructional Staff	20,794,491	16,760,568
Board of Education, Administration, Fiscal and Business	12,471,170	9,924,937
Operation and Maintenance of Plant	8,424,626	8,454,122
Pupil Transportation	2,767,478	2,764,622
Central	3,054,674	3,427,523
Operation of Non-Instructional Services	7,030,549	6,148,408
Extracurricular Activities	1,476,321	1,179,426
Interest and Fiscal Charges	508,891	339,673
Unallocated Depreciation	5,428,728	5,395,629
<i>Total Expenses</i>	<u>126,776,153</u>	<u>114,167,720</u>
<i>Change in Net Position</i>	10,910,589	12,255,454
<i>Net Position at Beginning of Year</i>	<u>125,206,803</u>	<u>112,951,349</u>
<i>Net Position at End of Year</i>	<u><u>\$ 136,117,392</u></u>	<u><u>\$ 125,206,803</u></u>

Program revenues increased 2.8 percent over the amount reported in the prior year as charges for services increased by \$1.2 million and operating grants and contributions decreased by nearly \$400,000. As student activities and athletics returned to a state of “normalcy” another year after the pandemic, revenues increased as well. Pandemic related operating grants received by the School District during the current year were not as significant as they were in the prior two years which contributed to the decrease in operating grants and contributions. Property tax revenues increased significantly due to increased property values as well as increased amounts available for advance at year end. Unrestricted grants and entitlements revenue increased slightly as the State implemented a new funding formula which was effective for fiscal year 2023.

Springfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

Unrestricted grants and entitlement revenue made up \$75.4 million or 68.5 percent of the total general revenues for governmental activities of the School District for fiscal year 2023. Property tax revenues made up \$31.4 million or 28.5 percent of the total general revenues for governmental activities. Grants not restricted for specific programs and property tax revenues totaled \$106.7 million, or 77.5 percent of total revenues.

The increase of \$12.6 million or 11.0 percent in program expenses is a result of the following:

- The \$8.6 million increase in expenses due to the adjustments to expenses necessary to record the pension and OPEB amount within the financial statements previously discussed above.
- The 2.5 percent average salary increase provided to employees for fiscal year 2023 as well as a slight increase in the number of personnel for the year accounted for \$1.9 million of the increase.
- Internal Service Funds claim expenses, primarily health insurance claims, increased for the year and added approximately \$2.0 million of functional expense when consolidated within the governmental activities.

The School District's Funds

On a modified accrual basis of accounting, all governmental funds had total revenues and other financing sources of \$143.3 million and expenditures and other financing uses of \$130.7 million. The net change in fund balances was most significant in the General Fund with an increase of \$11.0 million compared with the \$6.2 million increase reported for fiscal year 2022. The increase in the General Fund's fund balance was due to the increases in property tax and investment earnings income previously discussed.

The School District's other major governmental fund, the Permanent Improvement Fund, reported an increase in fund balance of \$2.7 million for fiscal year 2023. Property tax revenue increased as voters approved property tax millage previously designated for debt service to be allocated towards capital improvements. Fiscal year 2023 was the first year of the additional property tax revenues within the fund.

General Fund Budgeting Highlights

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

During the course of fiscal year 2023, the School District revised its General Fund's budget only slightly to address unexpected changes in revenues and expenditures. A variance comparison is presented between the final budgeted amount and the actual amounts.

Original budget estimated revenues and other financing sources were \$101.7 million with final actual revenues of \$108.4 million for a difference of \$6.7 million due increases in tax, intergovernmental, and investment earnings receipts previously discussed above. Estimated expenditures and other financing uses at the beginning of the year totaled \$103.4 million and increased to \$104.5 million at the end of the year. Actual budgetary disbursements for fiscal year 2023 totaled \$98.8 million or \$5.7 million less than final budget estimates due to management's efforts to keep expenditures at or below the budgeted appropriations.

The School District's ending unobligated cash balance was \$5.2 million above the final budgeted amount.

Springfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2023

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2023, the School District had \$151.9 million, net of accumulated depreciation, invested in land, construction in progress, buildings, furniture and equipment, and vehicles in governmental activities. The primary reason for the decrease from the fiscal year 2022 balance of \$152.6 million, net of accumulated depreciation, was current year depreciation exceeding current year additions. (See Note 8 of the Notes to the Basic Financial Statements).

Debt

At June 30, 2023, the School District had total bonded debt outstanding in the amount of \$14.5 million, which includes \$1.7 million of accretion on capital appreciation bonds and \$617,663 in unamortized bond premiums. \$3.3 million of the total bonded debt outstanding is due within one year. The School District also had a financed purchase obligation outstanding of \$328,438 of which \$127,515 is due within one year. See Note 14 of the Notes to the Basic Financial Statements for details on the long-term obligations.

As of June 30, 2023, the overall legal debt margin was \$63.8 million with an unvoted debt margin of \$803,079, and an Energy Conservation debt margin of \$7.0 million.

Current Financial Issues and Concerns

There are a few major concerns for fiscal year 2024:

- 1) House Bill 187 and Senate Bill 153 have been introduced to average property value in reappraisals and updates. These Bills are pending and could have an impact on the 2025 reappraisal and potentially the 20-mill floor. Currently, the School District is at the 20-mill floor so any reduction in the floor would have a direct impact on property tax revenue collection.
- 2) House Bill 33, the State budget for fiscal years 2024 and 2025, continues to phase in what has been referred to as the Fair School Funding Plan (FSFP). Fiscal year 2024 is year three of a six-year phase in plan and reflects 50 percent of the implementation cost and fiscal year 2025 is year four in the phase in plan and will result in 66.66 percent funding of the FSFP. However, the final two years of the phase in plan are not guaranteed.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Treasurer's Office at Springfield City School District, 1500 West Jefferson Street, Springfield, Ohio 45506, or call (937) 505-2811.

Springfield City School District

Statement of Net Position

June 30, 2023

	Governmental Activities
<u>Assets:</u>	
Equity in Pooled Cash, Cash Equivalents and Investments	\$ 101,586,547
Accounts Receivable	308,903
Property Taxes Receivable	37,480,628
Intergovernmental Receivable	4,748,928
Lease Receivable	4,027,344
Net OPEB Asset	9,916,643
Capital Assets:	
Land	15,374,624
Construction in Progress	3,819,483
Depreciable Capital Assets, Net	132,692,781
<i>Total Assets</i>	309,955,881
<u>Deferred Outflows of Resources:</u>	
Pension and OPEB	27,443,588
<i>Total Deferred Outflows of Resources</i>	27,443,588
<u>Liabilities:</u>	
Accounts Payable	1,128,855
Accrued Wages and Benefits Payable	9,443,467
Intergovernmental Payable	2,511,273
Accrued Interest Payable	79,014
Claims Payable	1,700,650
Matured Compensated Absences Payable	130,527
Long-Term Liabilities:	
Due Within One Year	5,533,320
Due in More Than One Year:	
Net Pension Liability	104,062,964
Net OPEB Liability	5,015,087
Other Amounts	18,558,214
<i>Total Liabilities</i>	148,163,371
<u>Deferred Inflows of Resources:</u>	
Property Taxes	23,965,165
Leases	3,802,345
Pension and OPEB	25,351,196
<i>Total Deferred Inflows of Resources</i>	53,118,706
<u>Net Position:</u>	
Net Investment in Capital Assets	141,044,938
Restricted for:	
Debt Service	4,388,514
Capital Improvements	10,142,559
Food Service Operations	3,197,887
Classroom Facilities Maintenance	3,981,435
State Funded Grant Programs	236,946
Federal Funded Grant Programs	485,718
Local Grant and Student Activities Programs	747,919
Unrestricted	(28,108,524)
<i>Total Net Position</i>	\$ 136,117,392

See accompanying notes to the basic financial statements



Springfield

CITY SCHOOL DISTRICT

Springfield City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2023

	Program Revenues			Net (Expense) Revenue and Changes in Net Position
Expenses	Charges for Services	Operating Grants, Contributions, and Interest	Governmental Activities	
<u>Governmental Activities:</u>				
Instruction:				
Regular	\$ 44,454,644	\$ 274,188	\$ 2,129,061	\$ (42,051,395)
Special	18,169,854	203,597	4,297,348	(13,668,909)
Vocational	372,213	-	15,547	(356,666)
Adult/Continuing	106,192	-	50,855	(55,337)
Student Intervention Services	865,852	-	356,256	(509,596)
Other	850,470	-	-	(850,470)
Support Services:				
Pupils	13,535,086	84,570	3,375,321	(10,075,195)
Instructional Staff	7,259,405	-	4,929,214	(2,330,191)
Board of Education	171,936	-	-	(171,936)
Administration	9,915,098	-	-	(9,915,098)
Fiscal	2,026,829	-	-	(2,026,829)
Business	357,307	-	-	(357,307)
Operation and Maintenance of Plant	8,424,626	576,019	2,874,075	(4,974,532)
Pupil Transportation	2,767,478	87,549	32,123	(2,647,806)
Central	3,054,674	-	27,000	(3,027,674)
Operation of Non-Instructional Services	7,030,549	1,246,722	6,522,310	738,483
Extracurricular Activities	1,476,321	476,911	48,342	(951,068)
Interest and Fiscal Charges	508,891	-	-	(508,891)
Unallocated Depreciation *	5,428,728	-	-	(5,428,728)
Total Governmental Activities	\$ 126,776,153	\$ 2,949,556	\$ 24,657,452	(99,169,145)
<u>General Revenues:</u>				
Property Taxes Levied for:				
General Purposes				25,820,337
Debt Service				2,516,044
Capital Outlay				2,732,698
Facilities Maintenance				282,974
Operating Grants and Entitlements not Restricted to Specific Programs				75,352,460
Investment Earnings				2,364,770
Miscellaneous				1,010,451
Total General Revenues				110,079,734
Change in Net Position				10,910,589
Net Position at Beginning of Year				125,206,803
Net Position at End of Year				\$ 136,117,392

* This amount excludes the depreciation that is included in the direct expenses of the various programs.

See accompanying notes to the basic financial statements

Springfield City School District

Balance Sheet
Governmental Funds
June 30, 2023

	<u>General</u>	<u>Permanent Improvement</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Assets:</u>				
Equity in Pooled Cash, Cash Equivalents and Investments	\$ 68,268,739	\$ 10,893,970	\$ 17,395,344	\$ 96,558,053
Receivables:				
Property Taxes	30,027,525	4,418,531	3,034,572	37,480,628
Accounts	46,667	-	20,722	67,389
Intergovernmental	945,742	-	3,803,186	4,748,928
Lease	4,027,344	-	-	4,027,344
Interfund	3,531,514	-	-	3,531,514
<i>Total Assets</i>	<u>\$ 106,847,531</u>	<u>\$ 15,312,501</u>	<u>\$ 24,253,824</u>	<u>\$ 146,413,856</u>
<u>Liabilities:</u>				
Accounts Payable	\$ 244,730	\$ 241,161	\$ 634,380	\$ 1,120,271
Accrued Wages and Benefits Payable	8,123,646	-	1,314,515	9,438,161
Intergovernmental Payable	2,213,405	-	295,328	2,508,733
Interfund Payable	-	847,000	2,684,514	3,531,514
Matured Compensated Absences Payable	130,527	-	-	130,527
<i>Total Liabilities</i>	<u>10,712,308</u>	<u>1,088,161</u>	<u>4,928,737</u>	<u>16,729,206</u>
<u>Deferred Inflows of Resources:</u>				
Unavailable Revenue	6,164,761	95,669	836,430	7,096,860
Property Taxes Not Levied for Current Year	17,641,679	4,100,234	2,223,252	23,965,165
Leases	3,802,345	-	-	3,802,345
<i>Total Deferred Inflows of Resources</i>	<u>27,608,785</u>	<u>4,195,903</u>	<u>3,059,682</u>	<u>34,864,370</u>
<u>Fund Balances:</u>				
Restricted	-	10,028,437	17,003,057	27,031,494
Committed	11,000	-	535,666	546,666
Assigned	9,205,380	-	-	9,205,380
Unassigned (Deficit)	59,310,058	-	(1,273,318)	58,036,740
<i>Total Fund Balances</i>	<u>68,526,438</u>	<u>10,028,437</u>	<u>16,265,405</u>	<u>94,820,280</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 106,847,531</u>	<u>\$ 15,312,501</u>	<u>\$ 24,253,824</u>	<u>\$ 146,413,856</u>

See accompanying notes to the basic financial statements

Springfield City School District
 Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 June 30, 2023

Total Governmental Fund Balances \$ 94,820,280

***Amounts reported for governmental activities in the
 Statement of Net Position are different because:***

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds. These assets consist of:

Land	15,374,624	
Construction in Progress	3,819,483	
Other Capital Assets	241,425,897	
Accumulated Depreciation	<u>(108,733,116)</u>	
Total Capital Assets, Net		151,886,888

Some of the School District's revenues will be collected after fiscal year-end, but are not available soon enough to pay for the current period's expenditures and therefore are reported as deferred inflows in the funds.

Property Taxes	6,624,912	
Intergovernmental	450,790	
Other	<u>21,158</u>	
		7,096,860

The Internal Service Funds are used by management to charge the costs of insurances to individual funds. The assets and liabilities of the Internal Service Funds are included in governmental activities in the Statement of Net Position. 3,552,928

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is recorded when due. (79,014)

Some liabilities and miscellaneous deferred outflows of resources are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:

Bonds Payable	(11,945,995)	
Energy Conservation Notes	(205,000)	
Accretion on Capital Appreciation Bonds	(1,703,462)	
Premium on Bonds	(617,663)	
Lease-Purchase Agreement	(328,438)	
Compensated Absences	<u>(9,290,976)</u>	
		(24,091,534)

The net pension and OPEB assets/liabilities are not available or due and payable in the current period. Therefore, these assets/liabilities and related deferred inflows/outflows are not reported in the governmental funds:

Deferred Outflows - Pension and OPEB	27,443,588	
Deferred Inflows - Pension and OPEB	(25,351,196)	
Net OPEB Asset	9,916,643	
Net Pension Liability	(104,062,964)	
Net OPEB Liability	<u>(5,015,087)</u>	
		<u>(97,069,016)</u>

Net Position of Governmental Activities **\$ 136,117,392**

See accompanying notes to the basic financial statements

Springfield City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2023

	General	Permanent Improvement	Nonmajor Governmental Funds	Total Governmental Funds
<u>Revenues:</u>				
Property Taxes	\$ 26,233,719	\$ 2,816,125	\$ 3,077,957	\$ 32,127,801
Intergovernmental	74,544,809	131,384	28,186,638	102,862,831
Investment Earnings	1,756,779	308,293	299,698	2,364,770
Tuition and Fees	556,718	-	268,233	824,951
Extracurricular Activities	113,236	-	364,487	477,723
Rentals	566,977	-	-	566,977
Charges for Services	84,570	-	941,304	1,025,874
Contributions and Donations	5,095	1,000	75,045	81,140
Miscellaneous	954,904	223,712	33,746	1,212,362
<i>Total Revenues</i>	<u>104,816,807</u>	<u>3,480,514</u>	<u>33,247,108</u>	<u>141,544,429</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	39,814,186	731,253	2,330,924	42,876,363
Special	13,526,148	-	4,572,737	18,098,885
Vocational	372,213	-	-	372,213
Adult/Continuing	73,957	-	55,163	129,120
Student Intervention Services	6,852	-	772,396	779,248
Other	893,685	-	63,113	956,798
Support Services:				
Pupils	9,675,887	-	3,806,571	13,482,458
Instructional Staff	1,880,125	-	5,222,247	7,102,372
Board of Education	173,209	-	-	173,209
Administration	9,395,893	-	675,619	10,071,512
Fiscal	1,684,401	55,965	301,755	2,042,121
Business	369,096	-	42,566	411,662
Operation and Maintenance of Plant	7,098,283	75,506	1,234,992	8,408,781
Pupil Transportation	2,787,202	-	339,619	3,126,821
Central	2,761,425	236,200	7,822	3,005,447
Operation of Non-Instructional Services	300,694	-	6,649,366	6,950,060
Extracurricular Activities	979,895	-	432,650	1,412,545
Capital Outlay	-	1,417,627	4,089,133	5,506,760
Debt Service:				
Principal Retirement	184,670	-	3,417,974	3,602,644
Interest and Fiscal Charges	30,915	-	379,308	410,223
<i>Total Expenditures</i>	<u>92,008,736</u>	<u>2,516,551</u>	<u>34,393,955</u>	<u>128,919,242</u>
Excess of Revenues Over (Under) Expenditures	<u>12,808,071</u>	<u>963,963</u>	<u>(1,146,847)</u>	<u>12,625,187</u>
<u>Other Financing Sources (Uses):</u>				
Transfers In	-	1,750,000	51,023	1,801,023
Transfers Out	(1,801,023)	-	-	(1,801,023)
<i>Total Other Financing Sources (Uses)</i>	<u>(1,801,023)</u>	<u>1,750,000</u>	<u>51,023</u>	<u>-</u>
<i>Net Change in Fund Balances</i>	11,007,048	2,713,963	(1,095,824)	12,625,187
<i>Fund Balances at Beginning of Year</i>	<u>57,519,390</u>	<u>7,314,474</u>	<u>17,361,229</u>	<u>82,195,093</u>
<i>Fund Balances at End of Year</i>	<u>\$ 68,526,438</u>	<u>\$ 10,028,437</u>	<u>\$ 16,265,405</u>	<u>\$ 94,820,280</u>

See accompanying notes to the basic financial statements

Springfield City School District
 Reconciliation of the Statement of Revenues, Expenditures
 and Changes in Fund Balances of Governmental Funds
 to the Statement of Activities
 For the Fiscal Year Ended June 30, 2023

Net Change in Fund Balances - Total Governmental Funds		\$ 12,625,187
<i>Amounts reported for governmental activities in the Statement of Activities are different because:</i>		
Capital outlays are reported as expenditures in governmental funds. However, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:		
Capital Assets Additions	5,872,384	
Depreciation Expense	<u>(6,562,613)</u>	
Excess of Depreciation Expense over Capital Outlay		(690,229)
Because some revenues will not be collected for several months after the School District's fiscal year end, they are not considered "available" revenues and are reported as deferred inflows in the governmental funds.		
Delinquent Property Taxes	(775,748)	
Intergovernmental	(2,934,059)	
Miscellaneous	<u>(144,188)</u>	
		(3,853,995)
Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. In the current fiscal year, these amounts consist of:		
Principal Retirement	3,480,000	
Lease-Purchase Payments	<u>122,644</u>	
Total Long-Term Debt Repayment		3,602,644
Accretion of interest on bonds and amortization of bond premiums, as well as interest as well as accrued interest payable on the bonds are not reported in the funds, but is allocated as an expense over the life of the debt in the Statement of Activities.		
Amortization of Bond Premium	81,581	
Accretion on Bonds	(133,761)	
Increase in Accrued Interest	<u>(46,488)</u>	
		(98,668)
Contractually required pension and OPEB contributions are reported as expenditures in governmental funds; however, the statement of activities reports these amount as deferred outflows.		
		9,389,224
Except for amounts reported as deferred inflows/outflows, changes in the net pension and OPEB assets/liabilities are allocated by functional expense in the statement of activities.		
		(7,358,410)
The Internal Service Fund used by management to charge the cost of insurance to individual funds is reported in the entity-wide Statement of Activities.		
		(2,062,444)
Some items reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:		
Increase in Compensated Absences Payable		<u>(642,720)</u>
Change in Net Position of Governmental Activities		<u><u>\$ 10,910,589</u></u>

See accompanying notes to the basic financial statements

Springfield City School District
Statement of Revenues, Expenditures and Changes in Fund Balance
General Fund - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2023

	Original Budget	Final Budget	Actual	Variance with Final Budget
<u>Revenues:</u>				
Property Taxes	\$ 23,355,284	\$ 23,355,284	\$ 24,022,353	\$ 667,069
Intergovernmental	73,730,310	73,730,310	74,881,082	1,150,772
Interest	195,000	195,000	1,562,527	1,367,527
Tuition and Fees	330,710	330,710	551,744	221,034
Rent	222,300	222,300	458,191	235,891
Extracurricular Activities	5,500	5,500	1,268	(4,232)
Gifts and Donations	2,000	2,000	-	(2,000)
Customer Sales and Services	90,000	90,000	84,570	(5,430)
Miscellaneous	501,115	501,115	766,229	265,114
<i>Total Revenues</i>	<u>98,432,219</u>	<u>98,432,219</u>	<u>102,327,964</u>	<u>3,895,745</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	43,201,488	42,279,452	39,909,074	2,370,378
Special	14,565,279	14,474,714	13,538,704	936,010
Vocational	438,276	438,276	438,277	(1)
Adult/Continuing	67,000	67,000	74,188	(7,188)
Student Intervention Services	-	10,000	6,852	3,148
Other Instruction	2,406,737	2,365,650	894,308	1,471,342
Support Services:				
Pupils	8,905,893	9,278,106	9,626,159	(348,053)
Instructional Staff	2,218,970	2,403,295	1,879,628	523,667
Board of Education	144,712	204,712	198,361	6,351
Administration	8,992,062	9,228,844	9,252,576	(23,732)
Fiscal	1,670,149	1,749,725	1,748,621	1,104
Business	411,985	418,434	388,406	30,028
Operation and Maintenance of Plant	8,403,709	8,454,677	7,887,922	566,755
Pupil Transportation	2,890,717	2,895,566	2,867,981	27,585
Central	3,068,301	3,119,027	2,926,411	192,616
Non-Instructional Services	304,640	300,175	304,560	(4,385)
Extracurricular Activities	882,835	884,450	891,786	(7,336)
Debt Service:				
Principal Retirement	65,000	65,000	65,000	-
Interest and Fiscal Charges	14,155	14,155	14,013	142
<i>Total Expenditures</i>	<u>98,651,908</u>	<u>98,651,258</u>	<u>92,912,827</u>	<u>5,738,431</u>
Excess (Deficiency) of Revenues Over Expenditures	(219,689)	(219,039)	9,415,137	9,634,176
<u>Other Financing Sources (Uses):</u>				
Insurance Recoveries	6,000	6,000	2,229	(3,771)
Refund of Prior Year Expenditures	262,000	262,000	186,385	(75,615)
Refund of Prior Year Receipts	-	(675)	(15,567)	(14,892)
Advances-In	3,000,000	4,093,026	5,890,026	1,797,000
Advances-Out	(3,000,000)	(4,093,026)	(4,093,026)	-
Transfers-Out	(1,780,000)	(1,780,000)	(1,801,023)	(21,023)
<i>Total Other Financing Sources (Uses)</i>	<u>(1,512,000)</u>	<u>(1,512,675)</u>	<u>169,024</u>	<u>1,681,699</u>
<i>Net Change in Fund Balances</i>	(1,731,689)	(1,731,714)	9,584,161	11,315,875
<i>Fund Balance at Beginning of Year</i>	59,083,358	59,083,358	59,083,358	-
<i>Prior Year Encumbrances Appropriated</i>	1,047,315	1,047,315	1,047,315	-
<i>Fund Balance at End of Year</i>	<u>\$ 58,398,984</u>	<u>\$ 58,398,959</u>	<u>\$ 69,714,834</u>	<u>\$ 11,315,875</u>

See accompanying notes to the basic financial statements

Springfield City School District
Statement of Fund Net Position
Internal Service Funds
June 30, 2023

	Internal Service Funds
<u>Current Assets:</u>	
Equity in Pooled Cash and Cash Equivalents and Investments	\$ 5,028,494
Accounts Receivable	241,514
<i>Total Assets</i>	5,270,008
<u>Current Liabilities:</u>	
Accounts Payable	8,584
Intergovernmental Payable	5,306
Accrued Wages and Benefits	2,540
Claims Payable	1,700,650
<i>Total Liabilities</i>	1,717,080
<u>Net Position:</u>	
Unrestricted	\$ 3,552,928

See accompanying notes to the basic financial statements

Springfield City School District
Statement of Revenues, Expenses
and Changes in Fund Net Position
Internal Service Funds
For the Fiscal Year Ended June 30, 2023

	Internal Service Funds
<u>Operating Revenues:</u>	
Charges for Services	\$ 15,706,978
Other	867,801
	16,574,779
 <i>Total Operating Revenues</i>	
<u>Operating Expenses:</u>	
Salaries	95,037
Fringe Benefits	43,910
Purchased Services	1,509,072
Claims	17,183,812
Other	5,073
	18,836,904
 <i>Total Operating Expenses</i>	
<i>Operating Loss</i>	(2,262,125)
 <u>Non-Operating Revenues:</u>	
Investment Earnings	199,681
	199,681
<i>Change in Net Position</i>	(2,062,444)
<i>Net Position at Beginning of Year</i>	5,615,372
	5,615,372
<i>Net Position at End of Year</i>	\$ 3,552,928

See accompanying notes to the basic financial statements

Springfield City School District
Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2023

	Internal Service Funds
<i>Increase (Decrease) in Cash and Cash Equivalents:</i>	
<u>Cash Flows From Operating Activities:</u>	
Receipts from Interfund Services Provided	\$ 15,706,978
Receipts from Other Sources	726,469
Cash Payments to Suppliers for Goods and Services	(1,505,211)
Cash Payments to Employees for Services	(95,831)
Cash Payments for Employee Benefits	(46,908)
Cash Payments for Claims	(17,108,312)
<i>Net Cash Used by Operating Activities</i>	(2,322,815)
<u>Cash Flows From Investing Activities:</u>	
Investment Earnings	199,681
<i>Net Decrease in Cash and Cash Equivalents</i>	(2,123,134)
<i>Cash and Cash Equivalents at Beginning of Year</i>	7,151,628
<i>Cash and Cash Equivalents at End of Year</i>	\$ 5,028,494
<i>Reconciliation of Operating Loss to Net Cash Used By Operating Activities:</i>	
Operating Loss	\$ (2,262,125)
<u>Adjustments to Reconcile Operating Loss to Net Cash Used By Operating Activities:</u>	
Changes in Assets and Liabilities:	
Increase in Accounts Receivable	(141,332)
Increase in Accounts Payable	8,584
Decrease in Accrued Wages and Benefits	(2,667)
Decrease in Intergovernmental Payable	(1,125)
Increase in Claims Payable	75,850
Total Adjustments	(60,690)
<i>Net Cash Used By Operating Activities</i>	\$ (2,322,815)

See accompanying notes to the basic financial statements

Springfield City School District
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2023

	<u>Private Purpose Trust</u>
<u>Assets:</u>	
Equity in Pooled Cash and Cash Equivalents	\$ 18,342
<i>Total Assets</i>	<u>18,342</u>
<u>Net Position:</u>	
Restricted - Nonexpendable	10,000
Held in Trust for Scholarships	<u>8,342</u>
<i>Total Net Position</i>	<u><u>\$ 18,342</u></u>

See accompanying notes to the basic financial statements

Springfield City School District
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2023

	<u>Private Purpose Trust</u>
<u>Additions:</u>	
Investment Earnings	\$ <u>678</u>
<i>Change in Net Position</i>	678
<i>Net Position at Beginning of Year</i>	<u>17,664</u>
<i>Net Position at End of Year</i>	<u><u>\$ 18,342</u></u>

See accompanying notes to the basic financial statements



Springfield

CITY SCHOOL DISTRICT

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

Springfield City School District (the "School District") is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The School District operates under a locally-elected Board form of government consisting of five members elected at-large for staggered four-year terms. The first official body designated as the Springfield Board of Education was formed on April 28, 1855. The School District provides educational services as authorized by State statute and federal guidelines.

The Board controls the School District's 18 instructional/support facilities staffed by 359 non-certificated employees, 625 certificated full-time teaching personnel and 110 administrative employees who provide services to approximately 7,000 students and other community members.

Reporting Entity

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

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

The following activities are included within the reporting entity:

Parochial Schools - Within the School District boundaries, Catholic Central School, Springfield Christian, and Nightingale Montessori School are operated as private schools. Current State legislation provides funding to these parochial schools. These monies are received and disbursed on behalf of the parochial schools by the Treasurer of the School District, as directed by the parochial schools. This activity is reflected in a nonmajor special revenue fund for financial reporting purposes.

The School District participates in three jointly governed organizations and two insurance purchasing pools. These organizations are the Clark County Family and Children First Council, the Southwestern Ohio Educational Purchasing Council, the Springfield-Clark Career Technology Center, the Ohio SchoolComp Group Retrospective Rating Program and the Southwestern Ohio Educational Purchasing Council (EPC) Liability, Fleet & Property Program. These organizations are presented in Notes 16 and 17 to the basic financial statements.

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

Basis of Presentation

The School District's basic financial statements consist of government-wide statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the Internal Service Funds are eliminated to avoid "doubling up" revenues and expenses. The government-wide financial statements usually distinguish between activities that are governmental and those that are considered business-type. The School District, however, has no activities which are reported as business-type.

The Statement of Net Position presents the financial condition of the governmental activities of the School District at fiscal year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and 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, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues that are not classified as program revenues are presented as general revenues of the School District with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements

During the fiscal year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental fund financial statements is on major funds rather than reporting 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 presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Accounting

The School District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. All funds of the School District fall within three categories: governmental, proprietary and fiduciary.

Governmental Funds

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

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

Permanent Improvement Fund – The Permanent Improvement Fund accounts for and reports all restricted transactions relating to the acquiring, constructing, or improving facilities within the School District.

The other governmental funds of the School District account for grants and other resources whose use is restricted or committed to a particular purpose.

Proprietary Fund

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

Internal Service Funds – The 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. The Self-Insurance Internal Service Fund is used to account for medical and dental benefits provided to employees. The Retrospective Workers' Comp Fund is used to account for the District's participation in the Ohio SchoolComp Group Retrospective Rating Program as an insurance purchasing pool.

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 used to account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. The School District has one private purpose trust fund reported in fiduciary funds. This fund provides scholarships to District's students from an endowment. The School District has no custodial funds.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Measurement Focus

Government-wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets, deferred outflows, liabilities and deferred inflows associated with the operation of the School District are included on the Statement of Net Position. The Statement of Activities presents increases (e.g., revenues) and decreases (e.g., expenses) in total net position.

Fund Financial Statements

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

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

The private purpose trust funds are reported using the economic resources measurement focus.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements and the financial statements of the proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred 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. “Measurable” means that the amount of the transaction can be determined, and “available” means that the resources are collectible within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within 60 days of fiscal year-end.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the School District, deferred outflows of resources are reported on the government-wide statement of net position for pension and OPEB which are further explained in Note 10 and 11.

In addition to liabilities, the government-wide Statement of Net Position and the governmental funds Balance Sheet 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. For the School District, deferred inflows of resources include property taxes, pension, OPEB, Leases, 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. Leases represent the systematic recognition of the discounted lease revenue in the appropriate period during the remaining term of the lease agreement. Both of these amounts have been recorded as deferred inflow 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. For the School District, unavailable revenue includes delinquent property taxes, intergovernmental grants, and other revenues. These amounts are deferred and recognized as an inflow of the resources in the period the amounts become available. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide Statement of Net Position. (See Notes 10 and 11)

Pensions/Other Postemployment Benefit (OPEB) Plans

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

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 the governmental funds.

Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the School District's records. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents and Investments" on the financial statements.

During fiscal year 2023, the School District's investments were limited to commercial paper, STAROhio, negotiable certificates of deposit, US Treasuries, US Agencies, and money market mutual funds. Investments in commercial paper, negotiable certificates of deposit, US Treasuries, US Agencies, and money market mutual funds are reported at fair value which is based on quoted market prices or current share prices.

During fiscal year 2023, the School 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 implemented Governmental Accounting Standards Board (GASB), Statement No. 79, "Certain External Investment Pools and Pool Participants." The School District measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For the fiscal year 2023, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, a 24 hour notice is encouraged for all deposits and withdrawals of \$100 million or more. STAR Ohio reserves the right to limit the transaction to \$250 million per day, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Investment earnings credited to the General Fund during fiscal year 2023 amounted to \$1,756,779; of which \$119,170 was assigned from other funds.

Investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are presented on the financial statements as cash and cash equivalents. Additional information regarding the fair value measurement of investments is disclosed in Note 5.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Capital Assets

The School District’s only capital assets are general capital assets. General capital assets are those assets specifically related to governmental activities. General capital assets generally result from expenditures in the governmental funds. These assets are reported in the government-wide Statement of Net Position but are not reported in the fund financial statements.

Capital assets are capitalized at cost (or estimated historical cost, which is determined by indexing the current replacement cost back to the year of acquisition) and updated for additions and retirements during the fiscal year. Donated capital assets are recorded at their acquisition value. The School District maintains a capitalization threshold of \$5,000. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are not capitalized.

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

<u>Description</u>	<u>Estimated Lives</u>
Buildings	40 years
Furniture and Equipment	7 - 20 years
Vehicles	7 years

Lease Receivable

Lease related amounts are recognized from the inception of leases in which the School District is the lessor. The deferred inflow of resources is recorded in amount equal to the corresponding lease receivable plus certain additional amounts received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The inflow of resources is recognized in a systematic and rational manner over the term of the lease.

Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “Interfund Receivable” and “Interfund Payable”. These amounts are eliminated in the governmental activities column of the Statement of Net Position.

Compensated Absences

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

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Sick leave benefits are accrued as a liability using the termination method. An accrual for earned sick leave is made to the extent it is probable that benefits will result in termination payments. The liability is an estimate based on the School District's past experience of making termination payments.

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

On the governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the funds from which the employees will be paid.

Accrued Liabilities and Long-term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the governmental funds. However, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment with current available resources. Net pension and OPEB liabilities should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension and OPEB plans' fiduciary net position is not sufficient for payment of those benefits. Long-term bonds, notes, and financed purchases that will be paid from governmental funds are recognized as an expenditure and liability in the governmental fund financial statements when due.

Bond Premiums and Compounded Interest on Capital Appreciation Bonds

For governmental activities, bond premiums are deferred and amortized over the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Capital appreciation bonds are accreted each fiscal year for the compounded interest accrued during the fiscal year. Bond premiums and the compounded interest on the capital appreciation bonds are presented as an addition to the face amount of the bonds payable.

On the governmental fund financial statements bond premiums are recognized in the period in which the bonds were issued. Accretion on the capital appreciation bonds is not reported. Interest on the capital appreciation bonds is recorded as an expenditure when the debt becomes due.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Net Position

Net position represents the difference between assets and deferred outflows compared with liabilities and deferred inflows. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes include resources restricted for student activities and federal and State grants restricted to expenditures for specified purposes.

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

Internal Activity

Transfers within governmental activities are eliminated on the government-wide financial statements.

Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Payments for interfund services provided and used are not eliminated.

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

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the Internal Service Fund. For the School District, these revenues are charges for services and other revenues for medical and dental insurance and for retrospective workers' compensation group insurance plan. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the fund. Revenues and expenses that do not meet these definitions are reported as non-operating.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Balance

The School District's fund balance, as of June 30, 2023, is divided into four classifications based primarily on the extent to which the School District is bound to observe constraints imposed upon the use of the resources in the governmental funds.

These classifications are as follows:

Restricted

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

Committed

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

Assigned

Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, through the School District's purchasing policy, the Board has given the Treasurer the authority to constrain monies for intended purposes, which are reported as assigned.

Unassigned

Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

Budgetary Process

All funds are legally required to be budgeted and appropriated. In fiscal year 2023, the Race to the Top fund did not have a legally adopted budget as no cash activity was anticipated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of budgetary control has been established by the Board of Education at the fund level. The Treasurer has been authorized to allocate appropriations to the object level within each fund.

The certificate of estimated resources may be amended during the fiscal year if projected increases or decreases in revenue are identified by the School 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 final budgeted amounts reflect the amounts in the amended certificate in effect at the time the final appropriations were passed by the Board of Education.

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

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.

NOTE 3 - ACCOUNTABILITY

At June 30, 2023, the following funds had deficit fund balances:

	<u>Deficit Fund Equity</u>
Special Revenue Funds:	
Early Childhood Education	\$ 80,278
Elementary & Secondary School Emergency Relief	832,028
Title VI-B Special Education Part B - IDEA	65,683
Title I - School Improvement, Stimulus A	149,523
Preschool Grant	4,591
Title VI-R	<u>141,215</u>
	<u>\$ 1,273,318</u>

The General Fund provides transfers to cover deficit balances in these funds; however, this is done when cash is needed rather than when accruals occur.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

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

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget basis) rather than restricted, committed, or assigned fund balance (GAAP basis).
4. Advances In and Advances Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
5. Investments are recorded at fair value (GAAP) rather than cost (budget basis).

The following table summarizes the adjustments necessary to reconcile the GAAP and budgetary basis statements for the General Fund.

Net Change in Fund Balances	
	General Fund
GAAP Basis	\$ 11,007,048
Revenue Accruals	(2,359,075)
Expenditure Accruals	433,549
Encumbrances	(1,478,640)
Other Financing Sources (Uses)	1,970,047
Perspective Difference	<u>11,232</u>
Budget (Non-GAAP) Basis	<u>\$ 9,584,161</u>

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 5 - DEPOSITS AND INVESTMENTS

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

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

Inactive deposits are public deposits that the Board 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 five years from the date of deposit, or by savings or deposit accounts, including passbook accounts.

Interim monies held by the School District 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, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above;
4. Bonds and other obligations of the State of Ohio;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) above;
7. The State Treasurer's investment pool (STAROhio); and
8. Commercial paper and bankers' acceptances if training requirements have been meet.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 5 - DEPOSITS AND INVESTMENTS (continued)

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivative instruments are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Investments may only be made through specified dealers and institutions.

Deposits

Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in the possession of an outside party. At fiscal year-end, \$16,861,963 of the School District's bank balance of \$30,108,701 was exposed to custodial credit risk because it was uninsured and collateralized with securities held by the pledging financial institution but not in the name of the School District.

The School District has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits either be insured or be protected by eligible securities pledged to and deposited either with the School District or a qualified trustee by the financial institution as security for repayment whose market value at all times shall be at least 105 percent of the deposits being secured, or participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total market value of the securities to be 102 percent of the deposits being secured or a rate set by the Treasurer of State.

Investments

The School District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure 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.

As of June 30, 2023 the School District had the following recurring fair value measurements.

- U.S. Treasury and Agency securities of \$23,552,420, money market mutual funds of \$539,954, commercial paper of \$14,602,997 and negotiable certificates of deposit of \$3,160,763 are valued using significant other observable inputs (Level 2 inputs), or quoted market prices provided by investment manager.

Interest Rate Risk

As a means of limiting its exposure to fair value losses caused by rising interest rates, the School District's investment policy requires that, to the extent possible, investments will match anticipated cash flow requirements. No investment shall be made unless the Treasurer, at the time of making the investment, reasonably expects it can be held to its maturity. Unless matched to a specific obligation or debt of the School District, the School District will not directly invest in securities maturing more than five years from the date of investment.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 5 - DEPOSITS AND INVESTMENTS (continued)

Credit Risk

The Standard and Poor's rating of the investment securities are listed in the table below. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service and that the mutual fund be rated in the highest category at the time of purchase by at least one nationally recognized rating service. The School District's investment policy limits investments to those authorized by State statute.

Concentration of Credit Risk

The School District's investment policy provides that the School District will diversify its investments in securities by maturity, issue, and class. The percentage that each investment represents of the total investments is listed in the table below.

As of June 30, 2023, the School District had the following internally pooled investments:

	Measurement Value	Maturity (in years)			Percent of Total Portfolio	Credit Rating*
		0 - 1	2 - 3	4 - 5		
Money Market	\$ 539,954	539,954	-	-	0.75%	AAAm
Negotiable CDs	3,160,763	523,545	1,920,719	716,499	4.39%	N/A
US Treasury	4,621,231	3,206,923	977,765	436,543	6.42%	AA+
US Agencies	18,931,189	6,404,628	10,423,865	2,102,696	26.28%	AA+
Commercial Paper	14,602,997	14,602,997	-	-	20.27%	A-1/A-1+
STAROhio	30,178,868	30,178,868	-	-	41.89%	AAAm
Total Investments	\$ 72,035,002	55,456,915	13,322,349	3,255,738		

* - as rated by Standard & Poor's rating services

NOTE 6 - PROPERTY TAXES

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

Property taxes include amounts levied against all real and public utility property located in the School District. Real property tax revenue received in fiscal year 2023 represents collections of calendar year 2022 taxes. Real property taxes received in calendar year 2023 were levied after April 1, 2022, on the assessed value listed as of January 1, 2022, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31st; if paid semi-annually, the first payment is due December 31st with the remainder payable by June 20th. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in fiscal year 2023 represents collections of calendar year 2022 taxes. Public utility real and tangible personal property taxes received in calendar year 2022 became a lien 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 currently is assessed at varying percentages of true value.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 6 - PROPERTY TAXES (continued)

The School District receives property taxes from Clark County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half 2023 real property tax payments collected by the County by June 30, 2023 are available to finance fiscal year 2023 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property and public utility property taxes which were 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 reflected 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.

The amounts available as an advance at June 30, 2023 was, \$6,242,243 in the General Fund, \$222,628 in the Permanent Improvement Capital Projects Fund, and \$425,680 in the Other Governmental Funds. The amounts available as an advance at June 30, 2022 was, \$4,030,877 in the General Fund, \$373,073 in the Bond Retirement Debt Service Fund, and \$145,589 in the Other Governmental Funds.

On an accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue. Effective for the current tax year, the County determined certain long-term personal property delinquent taxes to be uncollectible, and therefore has written those off which affects the School District’s property tax receivable reported.

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

	2023 First Half Collections		2022 Second Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$ 725,599,780	90.35%	608,189,420	89.22%
Public Utility	77,479,480	9.65%	73,440,140	10.78%
Total Assessed Value	\$ 803,079,260	100.00%	681,629,560	100.00%
Tax rate per \$1,000 of assessed valuation	<u>\$65.89</u>		<u>\$64.02</u>	

NOTE 7 - RECEIVABLES

Receivables at June 30, 2023, consisted of property taxes, leases, accounts, intergovernmental grants, and interfund. All receivables are considered collectible in full. With the exception of delinquent property taxes and leases (see note 13), all receivables will be received within one year. Property taxes, although ultimately collectible, include some portion of delinquents that will not be collected within one year. A summary of the principal items of intergovernmental receivables follows:

<u>Governmental Activities:</u>	<u>Amount</u>
Medicare and other Reimbursements	\$ 945,742
Food Service	21,705
State Educational Grants	63,919
Federal Educational Grants	3,717,562
Total Intergovernmental Receivables	\$ 4,748,928

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 8 - CAPITAL ASSETS

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

<u>Governmental Activities:</u>	<u>Balance at</u> <u>6/30/2022</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at</u> <u>6/30/2023</u>
Capital Assets Not Being Depreciated				
Land	\$ 15,374,624	\$ -	\$ -	\$ 15,374,624
Construction in Progress	1,175,180	3,757,673	(1,113,370)	3,819,483
Total Capital Assets Not Being Depreciated	<u>16,549,804</u>	<u>3,757,673</u>	<u>(1,113,370)</u>	<u>19,194,107</u>
Depreciable Capital Assets				
Buildings	219,651,366	2,062,850	-	221,714,216
Furniture and Equipment	14,505,735	639,347	-	15,145,082
Vehicles	4,370,897	525,884	(330,182)	4,566,599
Total Depreciable Capital Assets	<u>238,527,998</u>	<u>3,228,081</u>	<u>(330,182)</u>	<u>241,425,897</u>
Accumulated Depreciation				
Buildings	(89,943,567)	(5,284,428)	-	(95,227,995)
Furniture and Equipment	(9,133,756)	(939,677)	-	(10,073,433)
Vehicles	(3,423,362)	(338,508)	330,182	(3,431,688)
Total Accumulated Depreciation	<u>(102,500,685)</u>	<u>(6,562,613) *</u>	<u>330,182</u>	<u>(108,733,116)</u>
Depreciable Capital Assets, Net	<u>136,027,313</u>	<u>(3,334,532)</u>	<u>-</u>	<u>132,692,781</u>
Governmental Activities Capital Assets, Net	<u>\$ 152,577,117</u>	<u>\$ 423,141</u>	<u>\$ (1,113,370)</u>	<u>\$ 151,886,888</u>

* - Depreciation expense was charged to governmental functions as follows:

Instruction	
Regular	\$ 4,698
Special	5,473
Other Instruction	522
Support Services	
Pupils	7,342
Administration	2,539
Fiscal	88,035
Operation and Maintenance of Plant	246,425
Pupil Transportation	257,868
Central	192,003
Operation of Non-Instructional Services	180,043
Extracurricular Activities	148,937
	<u>1,133,885</u>
Unallocated Depreciation	5,428,728
Total Depreciation Expense	<u>\$ 6,562,613</u>

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 9 - RISK MANAGEMENT

Workers' Compensation

For fiscal year 2023, the School District participated in the Ohio SchoolComp Group Retrospective Rating Program (GRRP), an insurance purchasing pool (See Note 17). The intent of the GRRP is to reward participants that are able to keep their claims costs below a predetermined amount. As part of the GRRP, school districts join together as a group. Each school district continues to pay its own individual premium to the State. However, each school district has the opportunity to receive retrospective premium adjustments (refunds or assessments) at 12, 24, and 36 months after the end of the policy year. At the end of each policy year, the Bureau of Workers' Compensation (BWC) will take a snap-shot of the incurred claims losses (indemnity, medical, and reserves) for the entire group and calculate the group's retrospective premium. If the retrospective premium that is calculated is less than the group's total standard premium, the participants will receive a refund. However, if the retrospective premium is greater than the group's total standard premium, an assessment will be levied by BWC. Each group limits the maximum assessment by selecting a premium cap between five percent and 100 percent of merit rated premium. Participation in the GRRP is limited to school districts that can meet the GRRP's selection criteria. The firm of Sedgwick, provides administrative, cost control, and actuarial services to the GRRP. At year-end, the School District reports \$350 of claims payable associated with workers' comp program.

Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The School District, along with other school districts in Ohio, participates in the Southwestern Ohio EPC Liability, Fleet, and Property Program (EPC-LFP), an insurance purchasing pool. Each individual School District enters into an agreement with the EPC-LFP and its premium is based on types of coverage, limits of coverage, and deductibles that it selects. The School District pays this annual premium to the Southwestern Ohio EPC. (See Note 17). During fiscal year 2023, the School District contracted with the Southwestern Ohio EPC for property, inland marine, crime, automobile liability and general liability insurance coverage. Settled claims have not exceeded this commercial coverage in any of the past four fiscal years. There has been no significant change in insurance coverage from last fiscal year.

Employee Health Insurance

The School District is self-insured for health benefits with Anthem as the plan administrator. It is the stated goal of the insurance committee to maintain a balance of one to two months' average claims history. The School District purchased additional stop-loss coverage from Anthem. The specific stop-loss limit is \$225,000 with a maximum aggregate limit of \$2,000,000 per person.

The School District is self-insured for dental benefits with Delta Dental as the plan administrator. The School District made claims payments of \$584,392 during the fiscal year.

The liability for unpaid claims of \$1,700,300 reported in the Self-Insurance Fund at June 30, 2023, is based on 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 Management Omnibus," which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. Estimates were calculated based upon an independent actuarial evaluation of claims payable. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claims adjustment expenses. Due to nature of health claims, payment of all claims outstanding at June 30, 2023, is expected to be made within one year.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 9 - RISK MANAGEMENT (continued)

Changes in claims activity for the past two fiscal years are as follows:

<u>Year</u>	<u>Balance at Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>Balance at End of Year</u>
2022	\$ 1,444,100	17,281,427	(17,100,727)	1,624,800
2023	\$ 1,624,800	16,750,979	(16,675,479)	1,700,300

NOTE 10 - DEFINED BENEFIT PENSION PLANS

Net Pension Liability

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

The net pension liability represents the School District’s proportionate share of each pension plan’s collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension plan’s fiduciary net position. The net pension liability 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 this estimate annually.

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

GASB Statement No. 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan’s board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

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

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 10 - DEFINED BENEFIT PENSION PLANS (continued)

School Employees Retirement System (SERS)

Plan Description – School District non-teaching employees participate in SERS, a cost-sharing multiple-employer defined benefit pension plan administered by SERS. SERS provides retirement, disability and survivor benefits, 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 on or after August 1, 2017
Full benefits	Any age with 30 years of service credit	Age 67 with 10 years of service credit; or age 57 with 30 years of service credit
Actuarially reduced benefits	Age 60 with 5 years of service credit; or age 55 with 25 years of service credit	Age 62 with 10 years of service credit; or age 60 with 25 years of service credit

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

Annual retirement benefits are calculated based on final average salary multiplied by a percentage that varies based on year of service; 2.2% for the first 30 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.

Funding Policy – Plan members are required to contribute 10% of their annual covered salary and the School District is required to contribute 14% 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% for plan members and 14% 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, and Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2023, the 14% was allocated to only three of the funds (Pension Trust Fund, Death Benefit Fund and Medicare B Fund).

The School District’s contractually required contribution to SERS was \$2,035,108 for fiscal year 2023. Of this amount, \$695,585 is reported as an intergovernmental payable.

State Teachers Retirement System (STRS)

Plan Description – School District licensed teachers and other faculty members participate in STRS Ohio, a cost-sharing multiple-employer public employee 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 Web site at www.strsoh.org.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 10 - DEFINED BENEFIT PENSION PLANS (continued)

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. The calculation will be 2.2% of final average salary for the five highest years of earnings multiplied by all years of service. For members who were eligible to retire on July 1, 2015, the annual benefit is the greater of the benefit amount calculated upon retirement under the new benefit formula or the frozen benefit amount as of July 1, 2015. Effective August 1, 2021 to July 1, 2023, any member can retire with unreduced benefits with 34 years of service credit at any age or 5 years of service credit and age 65. Retirement eligibility for reduced benefits is 30 years of service credit at any age; or 29 years of service credit and age 55; or 5 years of service credit and age 60. Effective on or after August 1, 2023, any member can retire with unreduced benefits with 35 years of service credit at any age or 5 years of service credit at age 65. Retirement eligibility for reduced benefits is 30 years of service credit at any age or 5 years of service credit and age 60.

The DC Plan allows members to place all 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 liabilities. Effective July 1, 2022, 2.91% of salaries are used to pay for unfunded liabilities. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

The CO Plan offers features of both the DB Plan and the DC Plan. In the CO Plan, 12% of the 14% member rate is deposited into the member's DC account 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 CO Plan payment is payable to a member on or after age 60 with 5 years of service. The defined contribution portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity at age 50 and after termination of employment.

New members who choose the DC Plan or CO 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 Ohio plan. The optional annuitization of a member's defined contribution account or the defined contribution portion of a member's CO Plan account to a lifetime benefit results in STRS Ohio bearing the risk of investment gain or loss on the account. STRS Ohio therefore has included all three plan options as one defined benefit plan for GASB Statement No. 68 reporting purposes.

A DB or CO 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 10 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.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 10 - DEFINED BENEFIT PENSION PLANS (continued)

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. For the fiscal year ended June 30, 2023, plan members were required to contribute 14% of their annual covered salary. The School District was required to contribute 14%; the entire 14% was the portion used to fund pension obligations. The fiscal year 2023 contribution rates were equal to the statutory maximum rates.

The School District’s contractually required contribution to STRS was \$7,127,676 for fiscal year 2023. Of this amount, \$1,342,187 is reported as an intergovernmental payable.

Pension Liabilities, Pension Expense, and Deferred Outflows and Inflows of Resources for 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 School District's proportion of the net pension liability was based on the School District's share of contributions to the pension plan relative to the projected contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	SERS	STRS	Total
Proportionate share of the net pension liability	\$ 18,925,896	\$ 85,137,068	\$ 104,062,964
Proportion of the net pension liability	0.349911%	0.382981%	
Change in proportionate share	-0.023436%	0.002826%	
Pension expense	\$ 399,162	\$ 9,258,727	\$ 9,657,889

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

	SERS	STRS	Total
<u>Deferred Outflows of Resources:</u>			
Differences between expected and actual experience	\$ 766,514	\$ 1,089,865	\$ 1,856,379
Net difference between projected and actual earnings on pension plan investments	-	2,962,584	2,962,584
Change in assumptions	186,745	10,188,348	10,375,093
Change in School District's proportionate share and difference in employer contributions	-	1,055,829	1,055,829
School District contributions subsequent to the measurement date	2,035,108	7,127,676	9,162,784
Total	\$ 2,988,367	\$ 22,424,302	\$ 25,412,669

(Continued)

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 10 - DEFINED BENEFIT PENSION PLANS (continued)

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
<u>Deferred Inflows of Resources:</u>			
Differences between expected and actual experience	\$ 124,244	\$ 325,677	\$ 449,921
Net difference between projected and actual earnings on pension plan investments	660,427	-	660,427
Change in assumptions	-	7,668,897	7,668,897
Change in School District's proportionate share and difference in employer contributions	972,905	864,628	1,837,533
Total	<u>\$ 1,757,576</u>	<u>\$ 8,859,202</u>	<u>\$ 10,616,778</u>

\$9,162,784 reported as deferred outflows of resources related to pension resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows and 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	\$ (491,491)	\$ 70,121	\$ (421,370)
2025	(466,915)	(291,262)	(758,177)
2026	(943,434)	(1,975,716)	(2,919,150)
2027	<u>1,097,523</u>	<u>8,634,281</u>	<u>9,731,804</u>
	<u>\$ (804,317)</u>	<u>\$ 6,437,424</u>	<u>\$ 5,633,107</u>

Actuarial Assumptions – SERS

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

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

Actuarial calculations reflect a long-term perspective. For a newly hired employee, actuarial calculations will consider the employee's entire career with the employer and 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.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 10 - DEFINED BENEFIT PENSION PLANS (continued)

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:

Inflation:	
Current measurement period	2.40 percent
Prior measurement period	2.40 percent
Future salary increases, including inflation	
Current measurement period	3.25 percent to 13.58 percent
Prior measurement period	3.25 percent to 13.58 percent
COLA or Ad Hoc COLA	
Current measurement period	2.00 percent, on and after 4/1/2018, COLA's for future retirees will be delayed for 3 years following retirement.
Prior measurement period	2.00 percent, on and after 4/1/2018, COLA's for future retirees will be delayed for 3 years following retirement.
Investment rate of return	
Current measurement period	7.00 percent net of investment expense, including inflation
Prior measurement period	7.00 percent net of investment expense, including inflation
Actuarial cost method	Entry Age Normal

Mortality rates were based on the PUB-2010 General Employee Amount Weighted Below Median Health 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. Mortality among contingent survivors were based upon the PUB-2010 General Amount Weighed Below Median Contingent Survivor mortality table projected to 2017 with ages set forward 1 year and adjusted 105.5% for males and adjusted 122.5% for females. The PUB-2010 General Amount Weighted Below Median Employee mortality table was used for active members. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

The actuarial assumptions used were based on the results of an actuarial experience study for the period ending July 1, 2015 to June 30, 2020 adopted by the Board on April 15, 2021.

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 averaged 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:

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 10 - DEFINED BENEFIT PENSION PLANS (continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
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 strategies	4.00%	3.39%
Private debt/private credit	<u>3.00%</u>	5.38%
Total	<u>100.00%</u>	

Discount Rate – Total pension liability was calculated using the discount rate of 7.0%. 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 earning were calculated using the long-term assumed investment rate of return (7.0%). Based on those assumptions, the plan’s fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the School District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.0%, 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 (6.0%), or one percentage point higher (8.0%) than the current rate.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net pension liability	\$ 27,858,015	\$ 18,925,896	\$ 11,400,706

Actuarial Assumptions - STRS

The total pension liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases:	
Current measurement period	Varies by service from 2.5% to 8.5%
Prior measurement period	12.50% at age 20 to 2.50% at age 65
Payroll increases	
Current measurement period	3.00%
Prior measurement period	3.00%

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 10 - DEFINED BENEFIT PENSION PLANS (continued)

Investment rate of return, including inflation:	
Current measurement period	7.00%, net of investment expenses
Prior measurement period	7.00%, net of investment expenses
Discount rate of return	
Current measurement period	7.00%
Prior measurement period	7.00%
Cost-of-living adjustments (COLA)	0.00%

Demographic assumptions were changed based on the actuarial experience study for the period July 1, 2015 through June 30, 2021.

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 Pub-2010 Teachers Disabled Annuitant Table projected forward generationally using mortality improvement scale MP-2020.

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

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

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

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

** 10-year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25% and does not include investment expenses. Over a 30-year period, STRS investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

Discount Rate – The discount rate used to measure the total pension liability was 7.0% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumes member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 10 - DEFINED BENEFIT PENSION PLANS (continued)

Based on those assumptions, STRS’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 7.0% was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2022.

Sensitivity of the School District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate – The following table presents the School District's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.0%, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.0%) or one-percentage-point higher (8.0%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net pension liability	\$ 128,611,116	\$ 85,137,068	\$ 48,371,483

Social Security System

All employees not covered by SERS or STRS have an option to choose Social Security or SERS/STRS. As of June 30, 2023, one of the members of the Board of Education has elected social security. The Board's liability is 6.2% of wages paid.

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB)

Net OPEB Liability/Asset

The net OPEB liability (asset) reported on the statement of net position represents a liability to (or assets for) employees for OPEB. OPEB is a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. 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 OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

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

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

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (continued)

GASB Statement No. 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio Revised Code permits, but does not require, the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability (asset). Resulting adjustments to the net OPEB liability (asset) would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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

School Employees Retirement System (SERS)

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

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 fiscal year 2023, there was no portion allocated to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2023, the minimum compensation 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 School District's surcharge obligation was \$226,440.

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 Board to offer this plan.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (continued)

Coverage under the current program includes hospitalization, physicians' fees and prescription drugs and partial reimbursement of the monthly Medicare Part B premiums. Pursuant to the Ohio Revised Code, the Retirement Board has discretionary authority over how much, if any, of the associated health care costs will be absorbed by the Plan. All benefit recipients pay a portion of the health care costs in the form of a monthly premium. 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 Liability (Asset), OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB liability (asset) was measured as of June 30, 2022, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of that date. The School District's proportion of the net OPEB liability (asset) was based on the School District's share of contributions to the respective retirement systems relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	SERS	STRS	Total
Proportionate share of the net OPEB asset	\$ -	\$ 9,916,643	\$ 9,916,643
Proportionate share of the net OPEB liability	5,015,087	-	5,015,087
Proportion of the net OPEB asset/liability	0.357197%	0.382981%	
Change in proportionate share	-0.022078%	0.002826%	
OPEB (negative) expense	\$ (557,863)	\$ (1,741,616)	\$ (2,299,479)

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

	SERS	STRS	Total
<u>Deferred Outflows of Resources:</u>			
Differences between expected and actual experience	\$ 42,159	\$ 143,756	\$ 185,915
Net difference between projected and actual earnings on OPEB plan investments	26,065	172,625	198,690
Change in assumptions	797,714	422,416	1,220,130
Difference between employer contributions and proportionate share of contributions	130,946	68,798	199,744
School District contributions subsequent to the measurement date	226,440	-	226,440
Total	\$ 1,223,324	\$ 807,595	\$ 2,030,919

(continued)

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (continued)

	SERS	STRS	Total
<u>Deferred Inflows of Resources:</u>			
Differences between expected and actual experience	\$ 3,208,018	\$ 1,489,288	\$ 4,697,306
Change in assumptions	2,058,730	7,031,852	9,090,582
Difference between employer contributions and proportionate share of contributions	901,800	44,730	946,530
Total	\$ 6,168,548	\$ 8,565,870	\$ 14,734,418

\$226,440 reported as deferred outflows of resources related to OPEB resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability (asset) in the year ending June 30, 2024. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2024	\$ (1,223,926)	\$ (2,229,036)	\$ (3,452,962)
2025	(1,108,646)	(2,261,186)	(3,369,832)
2026	(942,152)	(1,069,404)	(2,011,556)
2027	(657,589)	(444,783)	(1,102,372)
2028	(468,553)	(579,454)	(1,048,007)
2029-2031	(770,798)	(1,174,412)	(1,945,210)
	\$ (5,171,664)	\$ (7,758,275)	\$ (12,929,939)

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 consider the employee’s entire career with the employer and 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.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (continued)

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

Investment rate of return:	
Current measurement date	7.00% of net investment expense, including inflation
Prior measurement date	7.00% of net investment expense, including inflation
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%
Municipal bond index rate:	
Current measurement date	3.69%
Prior measurement date	1.92%
Single equivalent interest rate, net of plan investment expense:	
Current measurement date	4.08%, including price inflation
Prior measurement date	2.27%, including price inflation
Medical Trend Assumption:	
Current measurement date	7.00% - 4.40%
Prior measurement date	6.75% - 4.40%

Mortality rates were based on the PUB-2010 General Employee Amount Weighted Below Median Health 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. Mortality among contingent survivors were based upon the PUB-2010 General Amount Weighted Below Median Contingent Survivor mortality table projected to 2017 with ages set forward 1 year and adjusted 105.5% for males and adjusted 122.5% for females. The PUB-2010 General Amount Weighted Below Median Employee mortality table was used for active members. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

The actuarial assumptions used were based on the results of an actuarial experience study for the period ending July 1, 2015 to June 30, 2020 adopted by the Board on April 15, 2021.

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 averaged 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:

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
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 strategies	4.00%	3.39%
Private debt/private credit	<u>3.00%</u>	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 projection of cash flows used to determine the discount rate assumed that contributions will be made from members and SERS at the state statute contribution rate of 1.5% of projected covered employee payroll each year, which includes a 1.50% payroll surcharge and no contributions from basic benefits plan. Based on these assumptions, the OPEB plan’s fiduciary net position was projected to become insufficient to make future benefit payments during the fiscal year ending June 30, 2044. Therefore, the long-term expected rate of return on OPEB plan assets was used to present value the projected benefit payments through the fiscal year ending June 30, 2043 and the Municipal Bond Index rate of 3.69% as of June 30, 2022 (i.e., municipal bond rate) was used to present value the projected benefit payments for the remaining years in the projection. The total present value of projected benefit payments from all years was then used to determine the single rate of return that was used as the discount rate. The projection of future benefit payments for all current plan members was until the benefit payments ran out.

Sensitivity of the School District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and 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 calculated using the discount rate of 4.08%, as well as what the School District’s net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.08%) and one percentage point higher (5.08%) than the current rate.

	<u>1% Decrease (3.08%)</u>	<u>Current Discount Rate (4.08%)</u>	<u>1% Increase (5.08%)</u>
School District's proportionate share of the net OPEB liability	\$ 6,228,814	\$ 5,015,087	\$ 4,035,280

The following table presents the net OPEB liability calculated using current health care cost trend rates, as well as what the School District’s net OPEB liability would be if it were calculated using health care cost trend rates that are one percentage point lower (6.00% decreasing to 3.40%) and one percentage point higher (8.00% decreasing to 5.40%) than the current rates.

	<u>1% Decrease (6.00% decreasing to 3.40%)</u>	<u>Current Trend Rate (7.00% decreasing to 4.40%)</u>	<u>1% Increase (8.00% decreasing to 5.40%)</u>
School District's proportionate share of the net OPEB liability	\$ 3,867,532	\$ 5,015,087	\$ 6,513,979

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (continued)

Actuarial Assumptions - STRS

The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following assumptions, applied to all periods included in the measurement:

Salary increases				
Current measurement date	Varies by service from 2.5% to 8.5%			
Prior measurement date	12.50% at age 20 to 2.50% at age 65			
Payroll increases:				
Current measurement date	3.00%			
Prior measurement date	3.00%			
Investment rate of return:				
Current measurement date	7.00%, net of investment expenses, including inflation			
Prior measurement date	7.00%, net of investment expenses, including inflation			
Discount rate of return:				
Current measurement date	7.00%			
Prior measurement date	7.00%			
Health care cost trends:	<u>Current Measurement</u>		<u>Prior Measurement</u>	
	<u>Initial</u>	<u>Ultimate</u>	<u>Initial</u>	<u>Ultimate</u>
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%

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. Additionally, healthcare trends were updated to reflect emerging claims and recoveries experience.

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 Pub-2010 Teachers Disabled Annuitant Table projected forward generationally using mortality improvement scale MP-2020.

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

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

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 11 - POSTEMPLOYMENT BENEFITS OTHER THAN PENSION (OPEB) (continued)

<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>100.00%</u>	

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

** 10-year annualized geometric nominal returns, which include the real rate of return and inflation of 2.25% and does not include investment expenses. Over a 30-year period, STRS investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

Discount Rate – The discount rate used to measure the total OPEB liability was 7.0% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumes STRS Ohio continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members as of June 30, 2022. Therefore, the long-term expected rate of return on OPEB plan assets of 7.0% was applied to all periods of projected health care costs to determine the total OPEB liability as of June 30, 2022.

Sensitivity of the School District's Proportionate Share of the Net OPEB (Asset) to Changes in the Discount Rate and the Health Care Cost Trend Rates – The following table presents the School District's proportionate share of the net OPEB (asset) calculated using the current period discount rate assumption of 7.0%, as well as what the School District's proportionate share of the net OPEB (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.0%) and one percentage point higher (8.0%) than the current rate. Also shown is the net OPEB (asset) as if it were calculated using health care cost trend rates that are one percentage point lower and one percentage point higher than the current health care cost trend rates:

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
School District's proportionate share of the net OPEB asset	\$ 9,167,675	\$ 9,916,643	\$ 10,558,197
	<u>1% Decrease In Trend Rates</u>	<u>Current Trend Rates</u>	<u>1% Increase In Trend Rates</u>
School District's proportionate share of the net OPEB asset	\$ 10,285,970	\$ 9,916,643	\$ 9,450,456

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 12 - EMPLOYEE BENEFITS

Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees and administrators earn 10 to 20 days of vacation per fiscal year, depending upon length of service, except for the Superintendent and the Treasurer. The Superintendent receives 25 days and the Treasurer receives 20 days per fiscal year. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time.

Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to a maximum of 253 days for teachers, 3,120 hours for classified employees, and 320 days for administrative personnel. Upon retirement, payment is made for one-fourth of the total sick leave accumulation up to a maximum of 63.25 days for teachers, or 27% if the teacher does not use more than 3 days of sick leave in the last year of employment if at maximum accumulated sick leave in the year in which the teacher retires. For administrators, payment is made for one-fourth of the total sick leave accumulation. For classified personnel, payment is made for one-fourth of the total sick leave accumulation up to a maximum of 512 hours.

Insurance

The School District provides life insurance and accidental death and dismemberment insurance to most employees through various life insurance companies. The School District provides health benefits to employees through a self-insurance plan administered through Anthem. Dental insurance is provided by the School District to all employees through a self-insurance plan administered through Delta Dental.

Deferred Compensation

School District employees may participate in the VOYA Financial, VALIC or Ohio Public Employees Deferred Compensation plans in accordance with Internal Revenue Code Section 457. The employees may also participate in a qualified annuity plan, sponsored by multiple providers, in accordance with Internal Revenue Code Section 403(b). Participation is on a voluntary payroll deduction basis. The plans permit deferral of compensation until future years. According to the plans, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

NOTE 13 – LEASE RECEIVABLE

In 2019, the School District entered into a lease with Global Impact STEM Academy (GISA) for instructional space within a building owned by the School District. Under the lease, GISA pays the School District annual rental payments of \$350,000, which increase 2% annually through the end of the lease agreement, June 30, 2035. The lease receivable is measured as the present value of the future minimum rent payments expected to be received during the lease term at a discount rate of 3.85%. For fiscal year 2023, the School District received \$211,925 in lease revenue and \$159,498 in interest revenue associated with this lease agreement.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 13 – LEASE RECEIVABLE (continued)

At June 30, 2023, the School District reported a lease receivable of \$4,027,344 and a deferred inflow of resources of \$3,802,345, which will be amortized in the following table.

Fiscal Year	Lease Revenue	Interest	Unamortized Lease Deferred Inflows
2024	\$ 227,790	\$ 151,061	\$ 316,862
2025	244,429	142,000	316,862
2026	261,873	132,283	316,862
2027	280,159	121,881	316,862
2028	299,322	110,759	316,862
2029-2033	1,817,464	359,294	1,584,310
2034-2035	896,307	36,564	633,725
Totals	<u>\$ 4,027,344</u>	<u>\$ 1,053,842</u>	<u>\$ 3,802,345</u>

NOTE 14 - LONG-TERM OBLIGATIONS

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

	Balance June 30, 2022	Additions	Deductions	Balance June 30, 2023	Due Within One Year
Government Activities:					
2006 Various Purpose Refunding Bonds					
Capital Appreciation Bonds (4.25% - 4.30%)	\$ 2,014,095	\$ -	\$ (1,038,100)	\$ 975,995	\$ 975,995
Accretion on Capital Appreciation Bonds	3,306,601	133,761	(1,736,900)	1,703,462	1,703,462
2010 Energy Conservation Notes (5.9%)	270,000	-	(65,000)	205,000	65,000
2013 School Facility Construction Bonds					
Serial Bonds (2.00% - 4.00%)	4,155,000	-	(275,000)	3,880,000	285,000
Bond Premium	84,180	-	(16,837)	67,343	-
2019 School Facility Construction Bonds					
Serial Bonds (2.00% - 4.00%)	7,455,000	-	(365,000)	7,090,000	260,000
Bond Premium	615,064	-	(64,744)	550,320	-
Net Pension Liability					
State Teachers Retirement System	48,606,243	36,530,825	-	85,137,068	-
School Employees Retirement System	13,775,427	5,150,469	-	18,925,896	-
Net OPEB Liability					
School Employees Retirement System	7,178,093	-	(2,163,006)	5,015,087	-
Direct Borrowing: Financed Purchase	451,082	-	(122,644)	328,438	127,515
Compensated Absences	<u>8,648,256</u>	<u>2,646,216</u>	<u>(2,003,496)</u>	<u>9,290,976</u>	<u>2,116,348</u>
Total Governmental Activities Long Term Obligations	<u>\$ 96,559,041</u>	<u>\$ 44,461,271</u>	<u>\$ (7,850,727)</u>	<u>\$ 133,169,585</u>	<u>\$5,533,320</u>

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 14 - LONG-TERM OBLIGATIONS (continued)

Annual debt service requirements to maturity for governmental long-term general obligations are:

Fiscal Year	Serial Bond Principal	Serial Bond Interest	Capital Appreciation Bond Principal	Capital Appreciation Bond Interest	Total
2024	\$ 545,000	\$ 360,231	\$ 975,995	\$ 1,799,005	\$ 3,680,231
2025	1,590,000	325,600	-	-	1,915,600
2026	1,650,000	269,700	-	-	1,919,700
2027	1,705,000	207,100	-	-	1,912,100
2028	1,015,000	152,700	-	-	1,167,700
2029-2032	4,465,000	225,900	-	-	4,690,900
	<u>\$ 10,970,000</u>	<u>\$ 1,541,231</u>	<u>\$ 975,995</u>	<u>\$ 1,799,005</u>	<u>\$ 15,286,231</u>

The School District's overall legal debt margin was \$63.8 million with an unvoted debt margin of \$803,079 and an Energy Conservation debt margin of \$7.0 million at June 30, 2023.

2006 Various Purpose Refunding Bonds - On December 21, 2006, the School District issued bonds for the purpose of advance refunding the \$19,890,000 outstanding 2001 Classroom Facilities Assistance General Obligation Term Bonds.

The capital appreciation bonds, issued at \$2,014,095, are not subject to prior redemption. The capital appreciation bonds will mature in fiscal years 2023 and 2024. The maturity amounts of the capital appreciation bonds are \$2,775,000 in each fiscal year 2023 and 2024. Accretion on the capital appreciation bonds for fiscal year 2023 was \$133,761 and the remainder of \$95,543 to be accreted in fiscal year 2024.

2013 School Facility Construction Bonds – On September 12, 2013, the School District issued \$5,880,000 of School Facilities Construction and Improvement Bonds for the purpose of renovating, improving, refurbishing and maintaining existing school facilities; furnishing and equipping the same; acquiring school buses; and upgrading and improving technology and building security. The bonds were issued for a 11-year period and will be retired from the Debt Service fund.

2019 School Facility Construction Bonds – On November 6, 2019, the School District issued \$8,115,000 of School Facilities Construction and Improvement Bonds for the purpose of renovating, improving, refurbishing and maintaining existing school facilities; furnishing and equipping the same; acquiring school buses; and upgrading and improving technology and building security enhancements District-wide. The bonds were issued for a 12-year period and will be retired from the Debt Service fund.

2010 Energy Conservation Notes - On December 21, 2010, the School District issued \$985,000 in Energy Conservation Notes, Series 2010 (Taxable Qualified School Construction Bonds), for the purpose of making energy conservation improvements to the School District's various buildings. The notes were issued for a 15-year period. The federal government is expected to subsidize the interest on the notes by reimbursing the School District for 95 percent of the interest payments made. The notes will be retired from the General Fund. The School District will make annual principal payments, with the first payment due on December 1, 2011 and the final payment on December 1, 2025 as follows:

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 14 - LONG-TERM OBLIGATIONS (continued)

Fiscal Year	Principal	Interest	Interest Subsidy
2024	\$ 65,000	\$ 9,936	\$ 9,470
2025	70,000	6,048	5,765
2026	70,000	2,016	1,922
	<u>\$ 205,000</u>	<u>\$ 18,000</u>	<u>\$ 17,157</u>

The notes are subject to extraordinary optional redemption by the School District prior to maturity, in whole at any time or in any part on any interest date, at a redemption price of 100 percent, plus interest accrued to date fixed for redemption in the event that the subsidy payments from the federal government cease or are in an amount less than the lesser of (i) of the interest payable under such bond or (ii) the amount of interest which would have been payable under such bond if interest were determined at the applicable credit rate determined under Section 54A(b)(3) of the Code with respect to such bond.

In a prior year, the School District entered into a financed purchase agreement to acquire copier equipment throughout the District totaling \$616,247. The source of revenue to fund the principal and interest requirement will be derived from general operating revenue of the School District. This agreement is being repaid from the General Fund and Nonmajor Governmental Funds. Annual debt service requirements required by this financed purchase agreement are as follows:

Fiscal Year	Principal	Interest	Total
2024	\$ 127,515	\$ 12,055	\$ 139,570
2025	132,632	6,502	139,134
2026	68,291	1,102	69,393
	<u>\$ 328,438</u>	<u>\$ 19,659</u>	<u>\$ 348,097</u>

Compensated absences, as well as required pension and OPEB contributions, will be paid from the General Fund and the Food Service, Mental Health – Early Start, School Age Childcare/After School Enrichment, Auxiliary Services, Early Childhood Education, Miscellaneous State Grants, Adult Basic Education, 21st Century Learning Centers, Special Education Part B-IDEA, Title I School Improvement, Title I, Preschool Grant, Title VI-R, and Miscellaneous Federal Grants Special Revenue Funds.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 15 - INTERFUND ACTIVITY

Transfers made during the fiscal year ended June 30, 2023, were as follows:

	Transfer Out	Transfer In
General Fund	\$ 1,801,023	-
Permanent Improvement	-	1,750,000
District Managed Student Activities	-	51,023
	\$ 1,801,023	1,801,023

The transfer from the General Fund to the Permanent Improvement Fund is to provide continuing funds for future capital improvements and the transfer to the District Managed Student Activity Fund was to make the fund whole as a result of suspending pay to participate fees.

Interfund balances at June 30, 2023, consist of the following interfund receivables and payables:

Fund Due To	Fund Due From	Amount
General Fund	Permanent Improvement	\$ 847,000
General Fund	District Managed Student Activities	65,000
General Fund	Adult Basic Education	13,402
General Fund	Elementary and Secondary School Emergency Relief	1,611,008
General Fund	21st Century Learning Centers	1,364
General Fund	Title VI-B Special Education Part B-IDEA	235,846
General Fund	Title I-School Improvement, Stimulus A	75,260
General Fund	Title III-Limited English Proficiency	10,787
General Fund	Title I	542,820
General Fund	Title IV-A	57,238
General Fund	Preschool Grant	10,459
General Fund	Title VI-R	61,330
		\$ 3,531,514

General Fund advances are made to move unrestricted balances to support programs and projects accounted for in other funds. Advancing monies to other funds is necessary due to timing differences in receiving grant monies on reimbursement basis and the pledged donations for capital improvements. When the grant monies and donations are finally received, those restricted monies will be used to reimburse the General Fund for the initial advance.

NOTE 16 - JOINTLY GOVERNED ORGANIZATIONS

Clark County Family and Children First Council

The School District participates in the Clark County Family and Children First Council. The Council coordinates and integrates services within Clark County, which are available for families and children, and establishes a comprehensive, coordinated, multi-disciplinary, interagency system for the delivery of such services in order to more effectively meet the needs of families and children. A board of 16 trustees, one of which is the Superintendent of the Springfield City School District, governs the Council. During fiscal year 2023, the School District paid \$11,125 to the Council. Financial information can be obtained from Virginia Martycz, Director, at 1345 Lagonda Ave, Springfield, Ohio 45503.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 16 - JOINTLY GOVERNED ORGANIZATIONS (continued)

Southwestern Ohio Educational Purchasing Council

The Southwestern Ohio Educational Purchasing Council (SOEPC) is a purchasing council made up of nearly 248 school districts in Ohio. The purpose of the cooperative is to obtain prices for quality merchandise and services commonly used by schools. All member districts are obligated to pay all fees, charges, or other assessments as established by the SOEPC. Each member district has one voting representative. Title to any and all equipment, furniture, and supplies purchased by the SOEPC is held in trust for the member district. Any district withdrawing from SOEPC forfeits its claim to any and all SOEPC assets. One-year prior notice is necessary for withdrawal from the SOEPC. During this time, the withdrawing member is liable for all member obligations. The School District did not make any payments to the SOEPC during the current fiscal year. To obtain financial information, write to the Southwestern Ohio Educational Purchasing Council, Ken Swink, who serves as Director, at 303 Corporate Center Drive, Suite 208, Vandalia, Ohio 45377.

Springfield-Clark Career Technology Center

Springfield-Clark Career Technology Center is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of one or two representatives from each of the eight participating school districts' and educational service centers' elected boards, which possesses its own budgeting and taxing authority. One member is appointed from the following: Clark-Shawnee Local School District, Greenon Local School District, Northeastern Local School District, Northwestern Local School District, Southeastern Local School District, Tecumseh Local School District, and the Clark County Educational Service Center. Two members are appointed from the Springfield City School District. The School District makes payments to the Career Technology Center through direct deductions by the Ohio Department of Education from the School District's State funding. To obtain financial information, write to the Springfield-Clark Career Technology Center, Treasurer's Department, at 1901 Selma Road, Springfield, Ohio 45505.

NOTE 17 - INSURANCE PURCHASING POOL

Ohio SchoolComp Group Retrospective Rating Program

The School District participates in the Ohio SchoolComp Group Retrospective Rating Program (GRRP), an insurance purchasing pool. The GRRP's business and affairs are conducted by a five-member Board of Directors. Each fiscal year, the participants pay an enrollment fee to Sedgwick, to cover the costs of administering the program.

Southwestern Ohio EPC-Liability, Fleet and Property Insurance Program

The School District participates in the Southwestern Ohio EPC-Liability, Fleet and Property Insurance Program (Insurance Program), a self-funded insurance purchasing pool. The Insurance Program was created and organized pursuant to and as authorized by Section 2744.081 of the Ohio Revised Code. The Insurance Program is an unincorporated, non-profit association of its members and an instrumentality for each member for the sole purpose of enabling members of the Insurance Program to provide for a formalized, jointly administered self-insurance program to maintain adequate insurance protection, risk management programs and other administrative services. The Insurance Program's business and affairs are conducted by a 11-member Board of Directors consisting of school district superintendents, business managers, and treasurers. The Insurance Program has an agreement with Arthur J. Gallagher & Co to provide the program administration and JWF Specialty Company as the claims administrator.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 18 - SET-ASIDES

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

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

	Capital Acquisition
Set-aside Cash Balance as of June 30, 2022	\$ -
Current Year Set-aside Requirement	1,561,036
Current Year Off-Sets	<u>(1,561,036)</u>
Total	<u>\$ -</u>
Balance Carried Forward to FY 2024	<u>\$ -</u>

Amounts of offsets and qualifying disbursements presented in the table for capital improvements were limited to those necessary to reduce the fiscal year-end balance to zero. Although the School District may have had additional offsets and qualifying disbursements for capital improvements during the fiscal year, this extra amount may not be used to reduce the set-aside requirements of future fiscal years.

NOTE 19 – COMMITMENTS

At June 30, 2023, the School District had the following significant outstanding encumbrances:

General Fund	\$ 1,478,640
Permanent Improvement Fund	1,355,277
Non-Major Governmental Funds	<u>13,816,324</u>
Total	<u><u>\$ 16,650,241</u></u>

At June 30, 2023, the School District had construction contracts outstanding amounting to approximately \$11.0 million in the non-major governmental funds for school facilities renovations. These contracts are included within the outstanding encumbrances reported above.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 20 - FUND BALANCES

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the School District is bound to observe constraints imposed upon the use of the resources in the governmental funds.

The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balances	General	Permanent Improvement	Other Governmental	Total
Restricted for:				
Capital Improvements	\$ -	\$ 10,028,437	\$ 2,273,599	\$ 12,302,036
Debt Service	-	-	5,835,000	5,835,000
Food Service Operations	-	-	3,503,450	3,503,450
Classroom Facilities Maintenance	-	-	3,931,785	3,931,785
Student Wellness Programs	-	-	154,050	154,050
Student Activities	-	-	272,375	272,375
Auxiliary Services	-	-	209,806	209,806
Mental Health/Early Start	-	-	162,017	162,017
Federal Grant Programs	-	-	403,773	403,773
Other Purposes	-	-	257,202	257,202
Total Restricted	-	10,028,437	17,003,057	27,031,494
Committed to:				
Underground Storage	11,000	-	-	11,000
School Age Child Care	-	-	535,666	535,666
Total Committed	11,000	-	535,666	546,666
Assigned to:				
Educational Materials and Services on Order	1,275,570	-	-	1,275,570
Subsequent Appropriations	7,771,159	-	-	7,771,159
Student Activities	158,651	-	-	158,651
Total Assigned	9,205,380	-	-	9,205,380
Unassigned (Deficit)	59,310,058	-	(1,273,318)	58,036,740
Total Fund Balances	\$ 68,526,438	\$ 10,028,437	\$ 16,265,405	\$ 94,820,280

NOTE 21 - CONTINGENCIES

Grants

The School District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2023 is not determinable at this time.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 21 – CONTINGENCIES (continued)

Litigation

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

School Foundation

School District foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education (ODE) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. As of the date of this report, additional ODE adjustments for fiscal year 2023 have been finalized and resulted in the recording of an intergovernmental payable of \$356,622, and reduction of current year intergovernmental revenue, within the financial statements. This amount will be deducted from State Foundation payments received by the School District in fiscal year 2024.

NOTE 22 – TAX ABATEMENTS

Government Accounting Standards Board (GASB) Statement No. 77, *Tax Abatement Disclosures*, requires disclosures about certain tax abatements resulting from both (a) agreements that are entered into by the reporting government and (b) agreements that are entered into by other governments that reduce the reporting government's tax revenues.

For property tax year 2021 and collected in calendar year 2022, the School District's property tax revenues were reduced approximately by \$1,279,167 under agreements entered into by the City of Springfield. The tax abatement data for tax year 2023 is not available and the estimated financial impact on the School District's February 2023 property tax settlement revenue cannot be determined.

NOTE 23 – CHANGE IN ACCOUNTING PRINCIPLES

For the fiscal year ended June 30, 2023, the School District 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*, and GASB Statement No. 99, *Omnibus 2022*.

GASB Statement No. 91 clarifies the definition of conduit debt and provides a single method of reporting these obligations (disclosure only). This Statement provides a single method of reporting conduit debt obligations by issuers and eliminates diversity in practice associated with commitments extended by issuers, arrangements associated with conduit debt obligations, and related note disclosures.

GASB Statement No. 94 addresses the gap in current accounting guidance related to public-private and public-public partnerships (both referred to as PPPs) that do not meet the definition of a service concession arrangement.

Springfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

NOTE 23 – CHANGE IN ACCOUNTING PRINCIPLES (continued)

GASB Statement No. 96 addresses accounting and financial reporting for subscription-based information technology arrangements (SBITAs), a type of information technology (IT) arrangement (i.e. software licensing). This Statement also defines a SBITA, establishes that a SBITA results in a right-to-use subscription asset (intangible asset) and a corresponding subscription liability, provides capitalization criteria, and requires footnote disclosure. The standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended.

GASB Statement No. 99 addresses a variety of topics to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements and accounting and financial reporting for financial guarantees.

The School District determined that any contracts covered by GASB Statement No. 96 were insignificant and therefore were not incorporated into these financial statements. The implementation of GASB Statements No. 91, 94 and 99 did not have an effect on the School District's financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

Springfield City School District
 Required Supplementary Information
 Schedules of School District's Proportionate Share of the Net Pension Liability
 and School District Pension Contributions
 School Employees Retirement System of Ohio

Measurement Date Fiscal Year (1)	School District's Proportion of the Net Pension Liability	School District's Proportionate Share of the Net Pension Liability	School District's Covered Payroll	School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2014	0.366736%	\$ 21,808,613	\$ 9,634,292	226.36%	65.52%
2015	0.366736%	18,560,300	10,764,257	172.43%	71.70%
2016	0.363092%	20,718,393	11,611,047	178.44%	69.16%
2017	0.377872%	27,656,747	11,735,300	235.67%	62.98%
2018	0.403055%	24,081,622	12,533,279	192.14%	69.50%
2019	0.363527%	20,819,836	12,679,267	164.20%	71.36%
2020	0.374778%	22,423,600	12,856,993	174.41%	70.85%
2021	0.384102%	25,405,289	12,997,221	195.47%	68.55%
2022	0.373347%	13,775,427	12,802,600	107.60%	82.86%
2023	0.349911%	18,925,896	13,641,393	138.74%	75.82%

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

Fiscal Year	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	School District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 1,491,926	\$ (1,491,926)	\$ -	\$ 10,764,257	13.86%
2015	1,530,336	(1,530,336)	-	11,611,047	13.18%
2016	1,642,942	(1,642,942)	-	11,735,300	14.00%
2017	1,754,659	(1,754,659)	-	12,533,279	14.00%
2018	1,711,701	(1,711,701)	-	12,679,267	13.50%
2019	1,735,694	(1,735,694)	-	12,856,993	13.50%
2020	1,819,611	(1,819,611)	-	12,997,221	14.00%
2021	1,792,364	(1,792,364)	-	12,802,600	14.00%
2022	1,909,795	(1,909,795)	-	13,641,393	14.00%
2023	2,035,108	(2,035,108)	-	14,536,486	14.00%

See Notes to Required Supplementary Information.

Springfield City School District
 Required Supplementary Information
 Schedules of School District's Proportionate Share of the Net Pension Liability
 and School District Pension Contributions
 State Teachers Retirement System of Ohio

Measurement Date Fiscal Year (1)	School District's Proportion of the Net Pension Liability	School District's Proportionate Share of the Net Pension Liability	School District's Covered Payroll	School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2014	0.360258%	\$ 104,381,036	\$ 37,119,969	281.20%	69.3%
2015	0.360258%	87,627,274	39,639,862	221.06%	74.7%
2016	0.365449%	100,999,349	38,128,457	264.89%	72.1%
2017	0.381084%	127,560,422	40,097,400	318.13%	66.8%
2018	0.389824%	92,603,546	42,856,379	216.08%	75.3%
2019	0.387831%	85,275,370	44,089,864	193.41%	77.3%
2020	0.384143%	84,950,806	45,099,814	188.36%	77.4%
2021	0.375319%	90,813,785	45,295,107	200.49%	75.5%
2022	0.380155%	48,606,243	46,908,650	103.62%	87.8%
2023	0.382981%	85,137,068	49,789,300	170.99%	78.9%

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

Fiscal Year	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	School District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2014	\$ 5,153,182	\$ (5,153,182)	\$ -	\$ 39,639,862	13.00%
2015	5,337,984	(5,337,984)	-	38,128,457	14.00%
2016	5,613,636	(5,613,636)	-	40,097,400	14.00%
2017	5,999,893	(5,999,893)	-	42,856,379	14.00%
2018	6,172,581	(6,172,581)	-	44,089,864	14.00%
2019	6,313,974	(6,313,974)	-	45,099,814	14.00%
2020	6,341,315	(6,341,315)	-	45,295,107	14.00%
2021	6,567,211	(6,567,211)	-	46,908,650	14.00%
2022	6,970,502	(6,970,502)	-	49,789,300	14.00%
2023	7,127,676	(7,127,676)	-	50,911,971	14.00%

See Notes to Required Supplementary Information.

Springfield City School District
 Required Supplementary Information
 Schedules of School District's Proportionate Share of the Net OPEB Liability
 and School District OPEB Contributions
 School Employees Retirement System of Ohio

Measurement Date Fiscal Year (1)(2)	School District's Proportion of the Net OPEB Liability	School District's Proportionate Share of the Net OPEB Liability	School District's Covered Payroll	School District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
2017	0.383129%	\$ 10,920,594	\$ 11,735,300	93.06%	11.49%
2018	0.410050%	11,004,669	12,533,279	87.80%	12.46%
2019	0.369874%	10,261,294	12,679,267	80.93%	13.57%
2020	0.380200%	9,561,233	12,856,993	74.37%	15.57%
2021	0.381078%	8,282,079	12,997,221	63.72%	18.17%
2022	0.379275%	7,178,093	12,802,600	56.07%	24.08%
2023	0.357197%	5,015,087	13,641,393	36.76%	30.34%

(1) Information prior to 2017 is not available. The School District will continue to present information for years available until a full ten-year trend is compiled.

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

Fiscal Year (3)	Contractually Required Contributions (4)	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	School District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ 194,705	\$ (194,705)	\$ -	\$ 11,735,300	1.66%
2017	228,311	(228,311)	-	12,533,279	1.82%
2018	257,143	(257,143)	-	12,679,267	2.03%
2019	278,195	(278,195)	-	12,856,993	2.16%
2020	162,027	(162,027)	-	12,997,221	1.25%
2021	217,358	(217,358)	-	12,802,600	1.70%
2022	230,254	(230,254)	-	13,641,393	1.69%
2023	226,440	(226,440)	-	14,536,486	1.56%

(3) The School District elected not to present information prior to 2016. The School District will continue to present information for years available until a full ten-year trend is compiled.

(4) Includes Surcharge.

See Notes to Required Supplementary Information.

Springfield City School District
 Required Supplementary Information
 Schedules of School District's Proportionate Share of the Net OPEB Liability/(Asset)
 and School District OPEB Contributions
 State Teachers Retirement System of Ohio

Measurement Date Fiscal Year (1)(2)	School District's Proportion of the Net OPEB Liability/(Asset)	School District's Proportionate Share of the Net OPEB Liability/(Asset)	School District's Covered Payroll	School District's Proportionate Share of the Net OPEB Liability/(Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
2017	0.381084%	\$ 20,380,491	\$ 40,097,400	50.83%	37.3%
2018	0.389824%	15,209,496	42,856,379	35.49%	47.1%
2019	0.387831%	(6,232,051)	44,089,864	(14.13%)	176.0%
2020	0.384143%	(6,362,322)	45,099,814	(14.11%)	174.7%
2021	0.375319%	(6,596,219)	45,295,107	(14.56%)	182.1%
2022	0.380155%	(8,015,262)	46,908,650	(17.09%)	174.7%
2023	0.382981%	(9,916,643)	49,789,300	(19.92%)	230.7%

(1) Information prior to 2017 is not available. The School District will continue to present information for years available until a full ten-year trend is compiled.

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

Fiscal Year (3)	Contractually Required Contributions (4)	Contributions in Relation to the Contractually Required Contributions	Contribution Deficiency (Excess)	School District's Covered Payroll	Contributions as a Percentage of Covered Payroll
2016	\$ -	\$ -	\$ -	\$ 40,097,400	0.00%
2017	-	-	-	42,856,379	0.00%
2018	-	-	-	44,089,864	0.00%
2019	-	-	-	45,099,814	0.00%
2020	-	-	-	45,295,107	0.00%
2021	-	-	-	46,908,650	0.00%
2022	-	-	-	49,789,300	0.00%
2023	-	-	-	50,911,971	0.00%

(3) The School District elected not to present information prior to 2016. The School District will continue to present information for years available until a full ten-year trend is compiled.

(4) STRS allocated the entire 14% employer contribution rate towards pension benefits.

See Notes to Required Supplementary Information.

Springfield City School District
Required Supplementary Information
Notes to Required Supplementary Information
School Employees Retirement System of Ohio

Notes to Pension Information

Changes of Benefit Terms

For measurement period 2017, the COLA was changed from a fixed 3.00% to a COLA that is indexed to CPI-W not greater than 2.50% with a floor of 0.0% beginning January 1, 2018. In addition, with the authority granted to the Board under Ohio House Bill 49, the Board enacted a three-year COLA suspension for benefit recipients in calendar years 2018, 2019 and 2020.

For measurement period 2018, with the authority granted to the Board under Ohio Senate Bill 8, the Board enacted a three-year COLA delay for future benefit recipients commencing on or after April 1, 2018.

Changes of Assumptions

For measurement period 2016, the assumed rate of inflation was reduced from 3.25% to 3.00%, the payroll growth assumption was reduced from 4.00% to 3.50%, the assumed real wage growth was reduced from 0.75% to 0.50%, the rates of withdrawal, retirement, and disability were updated to reflect recent experience, and mortality among active members, service retirees and beneficiaries, and disabled members were updated.

For measurement period 2021, the assumed rate of inflation was reduced from 3.00% to 2.40%, the assumed real wage growth was increased from 0.50% to 0.85%, the cost-of-living adjustments were reduced from 2.50% to 2.00%, the discount rate was reduced from 7.50% to 7.00%, the rates of withdrawal, compensation, participation, spouse coverage assumption, retirement, and disability were updated to reflect recent experience, and mortality among active members, service retirees and beneficiaries and disabled members were updated.

For measurement period 2022, the cost of living adjustments was increased from 2.00% to 2.50%.

Notes to OPEB Information

Changes of Benefit Terms

None noted.

Changes of Assumptions

For measurement period 2016, the assumed rate of inflation was reduced from 3.25% to 3.00%, the payroll growth assumption was reduced from 4.00% to 3.50%, the assumed real wage growth was reduced from 0.75% to 0.50%, the rates of withdrawal, retirement, and disability were updated to reflect recent experience, and mortality among active members, service retirees and beneficiaries, and disabled members were updated.

For measurement period 2021, the assumed rate of inflation was reduced from 3.00% to 2.40%, the assumed real wage growth was increased from 0.50% to 0.85%, the cost-of-living adjustments were reduced from 2.50% to 2.00%, the discount rate was reduced from 7.50% to 7.00%, the rates of withdrawal, compensation, participation, spouse coverage assumption, retirement, and disability were updated to reflect recent experience, and mortality among active members, service retirees and beneficiaries and disabled members were updated.

For measurement period 2022, the discount rate was increased from 2.27% to 4.08% and the health care trend rates were updated.

Springfield City School District
Required Supplementary Information
Notes to Required Supplementary Information
State Teachers Retirement System of Ohio

Notes to Pension Information

Changes of Benefit Terms

For measurement period 2017, the COLA was reduced to zero.

Changes of Assumptions

For the measurement period 2017, changes in assumptions were made based upon an updated experience study that was completed for the five-year period ended June 30, 2016. Significant changes included a reduction of the discount rate from 7.75% to 7.45%, the inflation assumption was lowered from 2.75% to 2.50%, the payroll growth assumption was lowered to 3.00%, and 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. The health and disabled mortality assumptions were updated to the RP-2014 mortality tables with generational improvement scale MP-2016. Rates of retirement, termination and disability were modified to better reflect anticipated future experience.

For measurement period 2021, the discount rate was adjusted to 7.00% from 7.45%.

For measurement period 2022, demographic assumptions were changed based on the actuarial experience study for the period July 1, 2015 through June 30, 2021.

Notes to OPEB Information

Changes of Benefit Terms

For the measurement period 2017, the subsidy multiplier for non-Medicare benefit recipients was reduced 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 1, 2019.

For the measurement period 2018, the subsidy multiplier for non-Medicare benefit recipients was increased from 1.9% to 1.944% per year of service effective January 1, 2019. The non-Medicare frozen subsidy base premium was increased effective January 1, 2019 and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 1, 2020.

For the measurement period 2019, there was no change to the claims cost process. Claims curves were trended to the fiscal year ending June 30, 2020 to reflect the current price renewals. The non-Medicare subsidy percentage was increased effective January 1, 2020 from 1.944% to 1.984% per year of service. The non-Medicare frozen subsidy base premium was increased effective January 1, 2020. The Medicare subsidy percentages were adjusted effective January 1, 2021 to 2.1% for the Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed to January 1, 2021.

For measurement year 2020, there was no change to the claims costs process. Claim curves were trended to the fiscal year ending June 30, 2021 to reflect the current price renewals. 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 measurement year 2021, the non-Medicare subsidy percentage was increased effective January 1, 2022 from 2.055% to 2.10%. 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.

For measurement year 2022, 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.

Springfield City School District
Required Supplementary Information
Notes to Required Supplementary Information
State Teachers Retirement System of Ohio
(continued)

Notes to OPEB Information (continued)

Changes of Assumptions

For measurement year 2017, 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)*, and the long-term expected rate of return was reduced from 7.75% to 7.45%. Valuation year per capita health care costs were updated, and the salary scale was modified. The percentage of future retirees electing each option was updated based on current data and the percentage of future disabled retirees and terminated vested participants electing health coverage were decreased. The assumed mortality, disability, retirement, withdrawal and future health care cost trends were modified along with the portion of rebated prescription drug costs.

For measurement year 2018, 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. Valuation year per capita health care costs were updated.

For measurement year 2021, the discount rate was adjusted to 7.00% from 7.45%.

For measurement year 2022, healthcare trends were updated to reflect emerging claims and recoveries experience.

Springfield City School District

Combining and Individual Fund Statements and Schedules



Springfield City School District

Nonmajor Governmental Fund Descriptions

NONMAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt or capital projects. The following are descriptions of the School District's nonmajor special revenue funds.

Food Service

To account for and report monies restricted to the food service operations of the School District.

Special Trusts Fund

To account for and report donations to be used as scholarships for students in the School District.

Mental Health/Early Start

To account for and report revenues and expenditures restricted in conjunction with programs entered into with the Boards of Mental Health and Developmental Disabilities of Clark County.

Other Grants

To account for and report the proceeds of restricted revenue sources, except for State and federal grants that are legally restricted to expenditures for specified purposes.

School Age Childcare/After School Enrichment

To account for and report the revenues and expenditures committed for after-school care and instructional services to students whose parents are not at home when the student gets out of school.

Basic Education Foundation

A fund used to account for and report restricted donations that are used to recognize student and staff achievements.

Ohio School Facilities Classroom Maintenance

To account for and report the revenues restricted to expenditures for the maintenance and upkeep of School District classroom facilities.

Student Managed Activities

To account for student activity programs which have student participation in the 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 Activities

To account for and report the revenues and expenditures restricted for student activity programs which have student participation in the activity, but are not student managed programs.

(continued)

NONMAJOR SPECIAL REVENUE FUNDS (continued)

Auxiliary Services

To account for and report restricted monies which provide services and materials to pupils attending non-public schools within the School District.

Early Childhood Education

To account for and report restricted monies used to assist school districts in paying the cost of preschool programs for three and four year-olds.

Data Communications

To account for and report restricted monies for Ohio Education Computer Network connections.

Student Wellness and Success

To account for and report restricted monies allocated by the State of Ohio to assist school districts in paying the cost of mental health, homeless youth, physical health care services, and similar community connection programs for student wellness.

Miscellaneous State Grants

To account for and report various restricted state monies received from state agencies which are not classified elsewhere

Adult Basic Education

To account for and report restricted monies used for planning and conducting programs for persons 16 years of age and older who are not enrolled in secondary school and who have less than a twelfth grade education or its equivalent; development of basic educational skills; or do not have a secondary school diploma or its recognized equivalent, and have not achieved an equivalent level of education, or are unable to speak, read, or write the English language.

Race to the Top

To account for and report restricted monies that provide for either a new program or expansion of an existing program to support initiatives in the following areas: Standards and Assessments; Using Data to Improve Instruction; Great Teachers and Leaders; and Turning Around the Lowest-Achieving School.

Elementary and Secondary School Emergency Relief (ESSER)

To account for and report restricted federal monies that provide for emergency relief to school districts related to the COVID-19 pandemic response.

Title IV, Part B 21st Century Learning Centers

To account for and report restricted federal monies for the creation of community learning centers that provide academic enrichment opportunities during non-school hours for children, particularly students who attend high-poverty and low-performing schools.

Title VI-B Special Education Part B - IDEA

To account for and report restricted federal monies used to offer full educational opportunities to handicapped children at the preschool, elementary and secondary levels, and to assist in the training of teachers, supervisors and other specialists in providing educational services to the handicapped.

(continued)

NONMAJOR SPECIAL REVENUE FUNDS (continued)

Title I – School Improvement, Stimulus A

To account for and report restricted federal monies allocated from the American Recovery and Reinvestment Act to Ohio for distribution to school districts based on four distinct funding formulas as affected by census poverty data. The funding is to provide supplemental funding to economically disadvantaged school districts and some of their eligible schools for improving educational outcomes for students who are failing or at risk of failing to meet State standards.

Title III – Limited English Proficiency

To account for and report restricted monies used to develop and carry out elementary and secondary school programs, including activities at the preschool level, to meet the educational needs of children of limited English proficiency.

Title I

To account for and report restricted financial assistance to meet the special needs of educationally deprived children.

Title IV-A

To account for and report restricted financial grant funding to be used to improve student academic achievement by increasing capacity to: provide all students with access to a well-rounded education; improve school conditions for student learning; and improve the use of technology in order to improve the academic achievement and digital literacy of all students.

Preschool Grant

To account for and report restricted federal monies used to support preschool improvement and expansion of services for handicapped children ages three through five years.

Title VI-R

To account for and report restricted monies received from the Preschool Grant Program, Section 619 of Public Law 99-457, which addresses the improvement and expansion of services for handicapped children ages three through five years.

Miscellaneous Federal Grants

To account for and report various restricted federal monies received from federal agencies which are not classified elsewhere.

NONMAJOR DEBT SERVICE FUND

The Debt Service Funds are used to account for and report financial resources that are restricted to expenditure for principal and interest on outstanding debt obligations.

Bond Retirement Fund

Used to account for and report restricted financial resources, including property taxes, to be used for the repayment of principal, interest, and related costs of general long-term debt obligations of the School District.

NONMAJOR CAPITAL PROJECTS FUND

The Capital Projects Funds are established to account for and report financial resources that are restricted to expenditure for capital outlays, including the acquisition or construction of capital facilities and other, committed or assigned capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organization, or other governments. The following is the description of the nonmajor Capital Projects Fund.

Building Fund

Used to account for and report restricted proceeds from the sale of bonds, notes, or certificates of indebtedness, except premiums and accrued interest, paid into this fund. Expenditures recorded in this fund represent costs of acquiring capital facilities as well as the costs of renovating, improving, refurbishing, and maintaining existing School District facilities.

FUNDS WITH LEGALY ADOPTED BUDGETS

The following funds have been combined with the General Fund for reporting purposes but have legally adopted budgets as a nonmajor special revenue fund.

Public School Support

To account for special local revenue sources, other than taxes and permanent fund monies (i.e., profits from vending machines, sales of pictures, etc.) that are restricted to specified purposes approved by Board resolution

Underground Storage Tank

To account for the underground storage tank money as required by Ohio Administrative Code.

Springfield City School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2023

	Special Revenue Funds	Bond Retirement Fund	Building Fund	Total Nonmajor Governmental Funds
<u>Assets:</u>				
Equity in Pooled Cash, Cash Equivalents and Investments	\$ 9,659,136	\$ 5,462,609	\$ 2,273,599	\$ 17,395,344
Receivables:				
Property Taxes	317,313	2,717,259	-	3,034,572
Accounts	20,722	-	-	20,722
Intergovernmental	3,803,186	-	-	3,803,186
<i>Total Assets</i>	\$ 13,800,357	\$ 8,179,868	\$ 2,273,599	\$ 24,253,824
<u>Liabilities:</u>				
Accounts Payable	\$ 634,380	\$ -	\$ -	\$ 634,380
Accrued Wages and Benefits Payable	1,314,515	-	-	1,314,515
Intergovernmental Payable	295,328	-	-	295,328
Interfund Payable	2,684,514	-	-	2,684,514
<i>Total Liabilities</i>	4,928,737	-	-	4,928,737
<u>Deferred Inflows of Resources:</u>				
Unavailable Revenue	500,440	335,990	-	836,430
Property Taxes Not Levied for Current Yea	214,374	2,008,878	-	2,223,252
<i>Total Deferred Inflows of Resources</i>	714,814	2,344,868	-	3,059,682
<u>Fund Balances:</u>				
Restricted	8,894,458	5,835,000	2,273,599	17,003,057
Committed	535,666	-	-	535,666
Unassigned (Deficit)	(1,273,318)	-	-	(1,273,318)
<i>Total Fund Balances</i>	8,156,806	5,835,000	2,273,599	16,265,405
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	\$ 13,800,357	\$ 8,179,868	\$ 2,273,599	\$ 24,253,824

Springfield City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ending June 30, 2023

	Special Revenue Funds	Bond Retirement Fund	Building Fund	Total Nonmajor Governmental Funds
<u>Revenues:</u>				
Property Taxes	\$ 291,049	\$ 2,786,908	\$ -	\$ 3,077,957
Intergovernmental	27,797,487	389,151	-	28,186,638
Investment Earnings	147,708	151,990	-	299,698
Tuition and Fees	268,233	-	-	268,233
Extracurricular Activities	364,487	-	-	364,487
Charges for Services	941,304	-	-	941,304
Contributions and Donations	75,045	-	-	75,045
Miscellaneous	33,746	-	-	33,746
<i>Total Revenues</i>	<u>29,919,059</u>	<u>3,328,049</u>	<u>-</u>	<u>33,247,108</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	2,330,924	-	-	2,330,924
Special	4,572,737	-	-	4,572,737
Adult/Continuing	55,163	-	-	55,163
Student Intervention Services	772,396	-	-	772,396
Other	63,113	-	-	63,113
Support Services:				
Pupils	3,806,571	-	-	3,806,571
Instructional Staff	5,222,247	-	-	5,222,247
Administration	675,619	-	-	675,619
Fiscal	239,473	62,282	-	301,755
Business	42,566	-	-	42,566
Operation and Maintenance of Plant	1,234,992	-	-	1,234,992
Pupil Transportation	339,619	-	-	339,619
Central	7,822	-	-	7,822
Operation of Non-Instructional Services	6,649,366	-	-	6,649,366
Extracurricular Activities	432,650	-	-	432,650
Capital Outlay	1,972,377	-	2,116,756	4,089,133
Debt Service:				
Principal Retirement	2,974	3,415,000	-	3,417,974
Interest and Fiscal Charges	420	378,888	-	379,308
<i>Total Expenditures</i>	<u>28,421,029</u>	<u>3,856,170</u>	<u>2,116,756</u>	<u>34,393,955</u>
Excess of Revenues Over(Under) Expenditures	1,498,030	(528,121)	(2,116,756)	(1,146,847)
<u>Other Financing Sources:</u>				
Transfers In	51,023	-	-	51,023
<i>Net Change in Fund Balance</i>	1,549,053	(528,121)	(2,116,756)	(1,095,824)
<i>Fund Balance at Beginning of Year</i>	<u>6,607,753</u>	<u>6,363,121</u>	<u>4,390,355</u>	<u>17,361,229</u>
<i>Fund Balance at End of Year</i>	<u>\$ 8,156,806</u>	<u>\$ 5,835,000</u>	<u>\$ 2,273,599</u>	<u>\$ 16,265,405</u>

Springfield City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2023

	Food Service	Special Trusts Fund	Mental Health/ Early Start	Other Grants
<u>Assets:</u>				
Equity in Pooled Cash, Cash Equivalents and Investments	\$ 3,531,429	\$ 83,841	\$ 146,370	\$ 83,719
Receivables:				
Property Taxes	-	-	-	-
Accounts	19,822	-	-	-
Intergovernmental	21,705	-	38,167	-
<i>Total Assets</i>	<u>\$ 3,572,956</u>	<u>\$ 83,841</u>	<u>\$ 184,537</u>	<u>\$ 83,719</u>
<u>Liabilities:</u>				
Accounts Payable	\$ 12,957	\$ 2,500	\$ 718	\$ 3,345
Accrued Wages and Benefits Payable	43,093	-	7,831	-
Intergovernmental Payable	13,456	-	13,971	-
Interfund Payable	-	-	-	-
<i>Total Liabilities</i>	<u>69,506</u>	<u>2,500</u>	<u>22,520</u>	<u>3,345</u>
<u>Deferred Inflows of Resources:</u>				
Unavailable Revenue	-	-	-	-
Property Taxes Not Levied for Current Year	-	-	-	-
<i>Total Deferred Inflows of Resources</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Fund Balances:</u>				
Restricted	3,503,450	81,341	162,017	80,374
Committed	-	-	-	-
Unassigned (Deficit)	-	-	-	-
<i>Total Fund Balances</i>	<u>3,503,450</u>	<u>81,341</u>	<u>162,017</u>	<u>80,374</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 3,572,956</u>	<u>\$ 83,841</u>	<u>\$ 184,537</u>	<u>\$ 83,719</u>

(Continued)

Springfield City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2023
(Continued)

	School Age Childcare/ After School Enrichment	Basic Education Foundation	Ohio School Facilities Classroom Maintenance	Student Managed Activities
<u>Assets:</u>				
Equity in Pooled Cash, Cash Equivalents and Investments	\$ 540,473	\$ 1,323	\$ 3,899,777	\$ 74,111
Receivables:				
Property Taxes	-	-	317,313	-
Accounts	-	-	-	-
Intergovernmental	-	-	-	-
<i>Total Assets</i>	<u>\$ 540,473</u>	<u>\$ 1,323</u>	<u>\$ 4,217,090</u>	<u>\$ 74,111</u>
<u>Liabilities:</u>				
Accounts Payable	\$ -	\$ -	\$ 21,281	\$ 385
Accrued Wages and Benefits Payable	1,787	-	-	-
Intergovernmental Payable	3,020	-	-	-
Interfund Payable	-	-	-	-
<i>Total Liabilities</i>	<u>4,807</u>	<u>-</u>	<u>21,281</u>	<u>385</u>
<u>Deferred Inflows of Resources:</u>				
Unavailable Revenue	-	-	49,650	-
Property Taxes Not Levied for Current Year	-	-	214,374	-
<i>Total Deferred Inflows of Resources</i>	<u>-</u>	<u>-</u>	<u>264,024</u>	<u>-</u>
<u>Fund Balances:</u>				
Restricted	-	1,323	3,931,785	73,726
Committed	535,666	-	-	-
Unassigned (Deficit)	-	-	-	-
<i>Total Fund Balances</i>	<u>535,666</u>	<u>1,323</u>	<u>3,931,785</u>	<u>73,726</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 540,473</u>	<u>\$ 1,323</u>	<u>\$ 4,217,090</u>	<u>\$ 74,111</u>

(Continued)

Springfield City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2023
(Continued)

	District Managed Student Activities	Auxiliary Services	Early Childhood Education	Data Communications
<u>Assets:</u>				
Equity in Pooled Cash, Cash Equivalents and Investments	\$ 268,030	\$ 226,060	\$ 21,686	\$ 60,992
Receivables:				
Property Taxes	-	-	-	-
Accounts	900	-	-	-
Intergovernmental	-	-	25,752	-
<i>Total Assets</i>	<u>\$ 268,930</u>	<u>\$ 226,060</u>	<u>\$ 47,438</u>	<u>\$ 60,992</u>
<u>Liabilities:</u>				
Accounts Payable	\$ 5,281	\$ 16,254	\$ -	\$ -
Accrued Wages and Benefits Payable	-	-	100,507	-
Intergovernmental Payable	-	-	1,457	-
Interfund Payable	65,000	-	-	-
<i>Total Liabilities</i>	70,281	16,254	101,964	-
<u>Deferred Inflows of Resources:</u>				
Unavailable Revenue	-	-	25,752	-
Property Taxes Not Levied for Current Year	-	-	-	-
<i>Total Deferred Inflows of Resources</i>	-	-	25,752	-
<u>Fund Balances:</u>				
Restricted	198,649	209,806	-	60,992
Committed	-	-	-	-
Unassigned (Deficit)	-	-	(80,278)	-
<i>Total Fund Balances</i>	198,649	209,806	(80,278)	60,992
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 268,930</u>	<u>\$ 226,060</u>	<u>\$ 47,438</u>	<u>\$ 60,992</u>

(Continued)

Springfield City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2023
(Continued)

	Student Wellness and Success	Miscellaneous State Grants	Adult Basic Education	Race to the Top
<u>Assets:</u>				
Equity in Pooled Cash, Cash Equivalents and Investments	\$ 200,054	\$ 33,172	\$ -	\$ -
Receivables:				
Property Taxes	-	-	-	-
Accounts	-	-	-	-
Intergovernmental	-	-	14,269	-
<i>Total Assets</i>	<u>\$ 200,054</u>	<u>\$ 33,172</u>	<u>\$ 14,269</u>	<u>\$ -</u>
<u>Liabilities:</u>				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Accrued Wages and Benefits Payable	41,482	-	-	-
Intergovernmental Payable	4,522	-	867	-
Interfund Payable	-	-	13,402	-
<i>Total Liabilities</i>	<u>46,004</u>	<u>-</u>	<u>14,269</u>	<u>-</u>
<u>Deferred Inflows of Resources:</u>				
Unavailable Revenue	-	-	-	-
Property Taxes Not Levied for Current Year	-	-	-	-
<i>Total Deferred Inflows of Resources</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Fund Balances:</u>				
Restricted	154,050	33,172	-	-
Committed	-	-	-	-
Unassigned (Deficit)	-	-	-	-
<i>Total Fund Balances</i>	<u>154,050</u>	<u>33,172</u>	<u>-</u>	<u>-</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 200,054</u>	<u>\$ 33,172</u>	<u>\$ 14,269</u>	<u>\$ -</u>

(Continued)

Springfield City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2023
(Continued)

	Elementary and Secondary School Emergency Relief	Title IV Part B 21st Century Learning Centers	Title VI-B Special Education Part B - IDEA	Title I - School Improvement Stimulus A
<u>Assets:</u>				
Equity in Pooled Cash, Cash Equivalents and Investments	\$ -	\$ -	\$ -	\$ -
Receivables:				
Property Taxes	-	-	-	-
Accounts	-	-	-	-
Intergovernmental	1,820,524	1,364	385,132	89,809
<i>Total Assets</i>	\$ 1,820,524	\$ 1,364	\$ 385,132	\$ 89,809
<u>Liabilities:</u>				
Accounts Payable	\$ 418,222	\$ -	\$ 66	\$ 1,900
Accrued Wages and Benefits Payable	505,971	-	136,571	-
Intergovernmental Payable	117,351	-	28,554	12,649
Interfund Payable	1,611,008	1,364	235,846	75,260
<i>Total Liabilities</i>	2,652,552	1,364	401,037	89,809
<u>Deferred Inflows of Resources:</u>				
Unavailable Revenue	-	-	49,778	-
Property Taxes Not Levied for Current Year	-	-	-	-
<i>Total Deferred Inflows of Resources</i>	-	-	49,778	-
<u>Fund Balances:</u>				
Restricted	-	-	-	-
Committed	-	-	-	-
Unassigned (Deficit)	(832,028)	-	(65,683)	-
<i>Total Fund Balances</i>	(832,028)	-	(65,683)	-
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	\$ 1,820,524	\$ 1,364	\$ 385,132	\$ 89,809

(Continued)

Springfield City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2023
(Continued)

	Title III - Limited English Proficiency	Title I	Title IV-A	Preschool Grant
<u>Assets:</u>				
Equity in Pooled Cash, Cash Equivalents and Investments	\$ -	\$ -	\$ -	\$ -
Receivables:				
Property Taxes	-	-	-	-
Accounts	-	-	-	-
Intergovernmental	11,233	1,074,936	57,406	15,204
<i>Total Assets</i>	\$ 11,233	\$ 1,074,936	\$ 57,406	\$ 15,204
<u>Liabilities:</u>				
Accounts Payable	\$ 446	\$ 49,955	\$ -	\$ -
Accrued Wages and Benefits Payable	-	395,392	-	8,041
Intergovernmental Payable	-	86,769	168	1,099
Interfund Payable	10,787	542,820	57,238	10,459
<i>Total Liabilities</i>	11,233	1,074,936	57,406	19,599
<u>Deferred Inflows of Resources:</u>				
Unavailable Revenue	-	149,523	-	196
Property Taxes Not Levied for Current Year	-	-	-	-
<i>Total Deferred Inflows of Resources</i>	-	149,523	-	196
<u>Fund Balances:</u>				
Restricted	-	-	-	-
Committed	-	-	-	-
Unassigned (Deficit)	-	(149,523)	-	(4,591)
<i>Total Fund Balances</i>	-	(149,523)	-	(4,591)
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	\$ 11,233	\$ 1,074,936	\$ 57,406	\$ 15,204

(Continued)

Springfield City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2023
(Continued)

	Title VI-R	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
<u>Assets:</u>			
Equity in Pooled Cash, Cash Equivalents and Investments	\$ -	\$ 488,099	\$ 9,659,136
Receivables:			
Property Taxes	-	-	317,313
Accounts	-	-	20,722
Intergovernmental	142,577	105,108	3,803,186
<i>Total Assets</i>	\$ 142,577	\$ 593,207	\$ 13,800,357
<u>Liabilities:</u>			
Accounts Payable	\$ -	\$ 101,070	\$ 634,380
Accrued Wages and Benefits Payable	71,383	2,457	1,314,515
Intergovernmental Payable	9,864	1,581	295,328
Interfund Payable	61,330	-	2,684,514
<i>Total Liabilities</i>	142,577	105,108	4,928,737
<u>Deferred Inflows of Resources:</u>			
Unavailable Revenue	141,215	84,326	500,440
Property Taxes Not Levied for Current Year	-	-	214,374
<i>Total Deferred Inflows of Resources</i>	141,215	84,326	714,814
<u>Fund Balances:</u>			
Restricted	-	403,773	8,894,458
Committed	-	-	535,666
Unassigned (Deficit)	(141,215)	-	(1,273,318)
<i>Total Fund Balances</i>	(141,215)	403,773	8,156,806
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	\$ 142,577	\$ 593,207	\$ 13,800,357

(Concluded)

Springfield City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ending June 30, 2023

	Food Service	Special Trusts Fund	Mental Health/ Early Start	Other Grants
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	4,755,334	-	565,184	90,800
Investment Earnings	117,067	3,017	-	-
Tuition and Fees	-	-	-	-
Extracurricular Activities	-	-	-	3,439
Charges for Services	941,304	-	-	-
Contributions and Donations	-	6,227	27,000	378
Miscellaneous	33,450	-	-	296
<i>Total Revenues</i>	<u>5,847,155</u>	<u>9,244</u>	<u>592,184</u>	<u>94,913</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	-	-	3,264	-
Special	-	-	-	-
Adult/Continuing	-	-	18,245	-
Student Intervention Services	-	-	-	-
Other	-	-	-	12,179
Support Services:				
Pupils	-	-	22,233	6,347
Instructional Staff	-	-	399,193	168
Administration	-	-	89,613	-
Fiscal	218,168	-	-	-
Business	-	-	-	41,000
Operation and Maintenance of Plant	65,532	-	-	-
Pupil Transportation	-	-	2,433	-
Central	-	-	-	-
Operation of Non-Instructional Services	4,961,923	2,429	16,828	14,761
Extracurricular Activities	-	5,000	-	10,067
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	1,583	-	695	-
Interest and Fiscal Charges	224	-	98	-
<i>Total Expenditures</i>	<u>5,247,430</u>	<u>7,429</u>	<u>552,602</u>	<u>84,522</u>
Excess of Revenues Over(Under)				
Expenditures	599,725	1,815	39,582	10,391
<u>Other Financing Sources:</u>				
Transfers-In	-	-	-	-
<i>Net Change in Fund Balance</i>	599,725	1,815	39,582	10,391
<i>Fund Balance at Beginning of Year</i>	2,903,725	79,526	122,435	69,983
<i>Fund Balance at End of Year</i>	<u>\$ 3,503,450</u>	<u>\$ 81,341</u>	<u>\$ 162,017</u>	<u>\$ 80,374</u>

(Continued)

Springfield City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ending June 30, 2023
(Continued)

	School Age Childcare/ After School Enrichment	Basic Education Foundation	Ohio School Facilities Classroom Maintenance	Student Managed Activities
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ 291,049	\$ -
Intergovernmental	-	-	312,663	-
Investment Earnings	14,088	-	-	-
Tuition and Fees	268,233	-	-	-
Extracurricular Activities	-	-	-	31,669
Charges for Services	-	-	-	-
Contributions and Donations	-	4,420	-	4,786
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>282,321</u>	<u>4,420</u>	<u>603,712</u>	<u>36,455</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	-	-	-	-
Special	-	-	-	-
Adult/Continuing	-	-	-	-
Student Intervention Services	-	-	-	-
Other	-	-	-	-
Support Services:				
Pupils	-	5,242	-	-
Instructional Staff	-	-	-	-
Administration	-	-	-	-
Fiscal	-	-	5,699	-
Business	-	-	-	-
Operation and Maintenance of Plant	-	-	279,969	-
Pupil Transportation	-	-	-	-
Central	-	-	-	-
Operation of Non-Instructional Services	43,467	-	-	-
Extracurricular Activities	-	-	-	35,987
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
<i>Total Expenditures</i>	<u>43,467</u>	<u>5,242</u>	<u>285,668</u>	<u>35,987</u>
Excess of Revenues Over(Under)				
Expenditures	238,854	(822)	318,044	468
<u>Other Financing Sources:</u>				
Transfers-In	-	-	-	-
<i>Net Change in Fund Balance</i>	238,854	(822)	318,044	468
<i>Fund Balance at Beginning of Year</i>	<u>296,812</u>	<u>2,145</u>	<u>3,613,741</u>	<u>73,258</u>
<i>Fund Balance at End of Year</i>	<u>\$ 535,666</u>	<u>\$ 1,323</u>	<u>\$ 3,931,785</u>	<u>\$ 73,726</u>

(Continued)

Springfield City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ending June 30, 2023
(Continued)

	District Managed Student Activities	Auxiliary Services	Early Childhood Education	Data Communications
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	390,149	983,967	27,000
Investment Earnings	4,330	9,206	-	-
Tuition and Fees	-	-	-	-
Extracurricular Activities	329,379	-	-	-
Charges for Services	-	-	-	-
Contributions and Donations	32,234	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>365,943</u>	<u>399,355</u>	<u>983,967</u>	<u>27,000</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	-	-	-	-
Special	-	-	1,072,525	-
Adult/Continuing	-	-	-	-
Student Intervention Services	-	-	-	-
Other	-	-	-	-
Support Services:				
Pupils	-	-	-	-
Instructional Staff	-	-	-	-
Administration	-	-	-	-
Fiscal	-	15,606	-	-
Business	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Pupil Transportation	-	-	-	-
Central	-	-	-	4,312
Operation of Non-Instructional Services	-	269,617	-	-
Extracurricular Activities	381,596	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	696	-	-	-
Interest and Fiscal Charges	98	-	-	-
<i>Total Expenditures</i>	<u>382,390</u>	<u>285,223</u>	<u>1,072,525</u>	<u>4,312</u>
Excess of Revenues Over(Under)				
Expenditures	(16,447)	114,132	(88,558)	22,688
<u>Other Financing Sources:</u>				
Transfers-In	51,023	-	-	-
<i>Net Change in Fund Balance</i>	34,576	114,132	(88,558)	22,688
<i>Fund Balance at Beginning of Year</i>	164,073	95,674	8,280	38,304
<i>Fund Balance at End of Year</i>	<u>\$ 198,649</u>	<u>\$ 209,806</u>	<u>\$ (80,278)</u>	<u>\$ 60,992</u>

(Continued)

Springfield City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ending June 30, 2023
(Continued)

	Student Wellness and Success	Miscellaneous State Grants	Adult Basic Education	Race to the Top
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	192,449	89,940	-
Investment Earnings	-	-	-	-
Tuition and Fees	-	-	-	-
Extracurricular Activities	-	-	-	-
Charges for Services	-	-	-	-
Contributions and Donations	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>-</u>	<u>192,449</u>	<u>89,940</u>	<u>-</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	-	-	-	-
Special	-	-	-	789
Adult/Continuing	-	-	36,918	-
Student Intervention Services	-	-	-	-
Other	-	-	-	-
Support Services:				
Pupils	357,360	-	-	-
Instructional Staff	-	-	32,032	-
Administration	-	-	15,636	-
Fiscal	-	-	-	-
Business	-	-	-	-
Operation and Maintenance of Plant	-	54,251	-	-
Pupil Transportation	-	105,026	-	-
Central	-	-	-	-
Operation of Non-Instructional Services	-	-	-	-
Extracurricular Activities	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
<i>Total Expenditures</i>	<u>357,360</u>	<u>159,277</u>	<u>84,586</u>	<u>789</u>
Excess of Revenues Over(Under)				
Expenditures	(357,360)	33,172	5,354	(789)
<u>Other Financing Sources:</u>				
Transfers-In	-	-	-	-
<i>Net Change in Fund Balance</i>	(357,360)	33,172	5,354	(789)
<i>Fund Balance at Beginning of Year</i>	511,410	-	(5,354)	789
<i>Fund Balance at End of Year</i>	<u>\$ 154,050</u>	<u>\$ 33,172</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

Springfield City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ending June 30, 2023
(Continued)

	Elementary and Secondary School Emergency Relief	Title IV Part B 21st Century Learning Centers	Title VI-B Special Education Part B - IDEA	Title I - School Improvement Stimulus A
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	8,562,593	69,733	2,734,685	321,910
Investment Earnings	-	-	-	-
Tuition and Fees	-	-	-	-
Extracurricular Activities	-	-	-	-
Charges for Services	-	-	-	-
Contributions and Donations	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>8,562,593</u>	<u>69,733</u>	<u>2,734,685</u>	<u>321,910</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	2,279,003	-	-	11,592
Special	1,462,019	-	1,384,361	1,763
Adult/Continuing	-	-	-	-
Student Intervention Services	401,406	43,367	425	-
Other	-	-	-	26,765
Support Services:				
Pupils	1,451,233	126	797,629	168,398
Instructional Staff	1,351,381	-	124,481	32,857
Administration	64,194	-	290,021	-
Fiscal	-	-	-	-
Business	1,566	-	-	-
Operation and Maintenance of Plant	438,342	-	-	-
Pupil Transportation	230,902	-	1,258	-
Central	3,510	-	-	-
Operation of Non-Instructional Services	162,193	18,534	94,200	80,948
Extracurricular Activities	-	-	-	-
Capital Outlay	1,859,714	-	-	-
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
<i>Total Expenditures</i>	<u>9,705,463</u>	<u>62,027</u>	<u>2,692,375</u>	<u>322,323</u>
Excess of Revenues Over(Under)				
Expenditures	(1,142,870)	7,706	42,310	(413)
<u>Other Financing Sources:</u>				
Transfers-In	-	-	-	-
<i>Net Change in Fund Balance</i>	(1,142,870)	7,706	42,310	(413)
<i>Fund Balance at Beginning of Year</i>	<u>310,842</u>	<u>(7,706)</u>	<u>(107,993)</u>	<u>413</u>
<i>Fund Balance at End of Year</i>	<u>\$ (832,028)</u>	<u>\$ -</u>	<u>\$ (65,683)</u>	<u>\$ -</u>

(Continued)

Springfield City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ending June 30, 2023
(Continued)

	Title III - Limited English Proficiency	Title I	Title IV-A	Preschool Grant
<u>Revenues:</u>				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	52,114	4,814,130	380,222	78,784
Investment Earnings	-	-	-	-
Tuition and Fees	-	-	-	-
Extracurricular Activities	-	-	-	-
Charges for Services	-	-	-	-
Contributions and Donations	-	-	-	-
Miscellaneous	-	-	-	-
<i>Total Revenues</i>	<u>52,114</u>	<u>4,814,130</u>	<u>380,222</u>	<u>78,784</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	-	37,065	-	-
Special	51,092	537,405	-	62,783
Adult/Continuing	-	-	-	-
Student Intervention Services	-	327,198	-	-
Other	-	24,169	-	-
Support Services:				
Pupils	-	625,586	372,417	-
Instructional Staff	506	2,718,511	1,593	12,423
Administration	-	216,155	-	-
Fiscal	-	-	-	-
Business	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Pupil Transportation	-	-	-	-
Central	-	-	-	-
Operation of Non-Instructional Services	579	702,073	6,212	-
Extracurricular Activities	-	-	-	-
Capital Outlay	-	-	-	-
Debt Service:				
Principal Retirement	-	-	-	-
Interest and Fiscal Charges	-	-	-	-
<i>Total Expenditures</i>	<u>52,177</u>	<u>5,188,162</u>	<u>380,222</u>	<u>75,206</u>
Excess of Revenues Over(Under)				
Expenditures	(63)	(374,032)	-	3,578
<u>Other Financing Sources:</u>				
Transfers-In	-	-	-	-
<i>Net Change in Fund Balance</i>	(63)	(374,032)	-	3,578
<i>Fund Balance at Beginning of Year</i>	63	224,509	-	(8,169)
<i>Fund Balance at End of Year</i>	<u>\$ -</u>	<u>\$ (149,523)</u>	<u>\$ -</u>	<u>\$ (4,591)</u>

(Continued)

Springfield City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ending June 30, 2023
(Continued)

	Title VI-R	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
<u>Revenues:</u>			
Property Taxes	\$ -	\$ -	\$ 291,049
Intergovernmental	410,858	2,964,972	27,797,487
Investment Earnings	-	-	147,708
Tuition and Fees	-	-	268,233
Extracurricular Activities	-	-	364,487
Charges for Services	-	-	941,304
Contributions and Donations	-	-	75,045
Miscellaneous	-	-	33,746
<i>Total Revenues</i>	<u>410,858</u>	<u>2,964,972</u>	<u>29,919,059</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	-	-	2,330,924
Special	-	-	4,572,737
Adult/Continuing	-	-	55,163
Student Intervention Services	-	-	772,396
Other	-	-	63,113
Support Services:			
Pupils	-	-	3,806,571
Instructional Staff	549,102	-	5,222,247
Administration	-	-	675,619
Fiscal	-	-	239,473
Business	-	-	42,566
Operation and Maintenance of Plant	-	396,898	1,234,992
Pupil Transportation	-	-	339,619
Central	-	-	7,822
Operation of Non-Instructional Services	20,515	255,087	6,649,366
Extracurricular Activities	-	-	432,650
Capital Outlay	-	112,663	1,972,377
Debt Service:			
Principal Retirement	-	-	2,974
Interest and Fiscal Charges	-	-	420
<i>Total Expenditures</i>	<u>569,617</u>	<u>764,648</u>	<u>28,421,029</u>
Excess of Revenues Over(Under)			
Expenditures	(158,759)	2,200,324	1,498,030
<u>Other Financing Sources:</u>			
Transfers-In	-	-	51,023
<i>Net Change in Fund Balance</i>	(158,759)	2,200,324	1,549,053
<i>Fund Balance at Beginning of Year</i>	17,544	(1,796,551)	6,607,753
<i>Fund Balance at End of Year</i>	<u>\$ (141,215)</u>	<u>\$ 403,773</u>	<u>\$ 8,156,806</u>

(Concluded)



Springfield

CITY SCHOOL DISTRICT

INTERNAL SERVICE FUND DESCRIPTIONS

Internal Service Funds

Internal Service Funds are used to account for services provided to the various departments and functions throughout the District on a cost-reimbursement basis.

Self-Insured Medical Benefits

To account for all transactions related to operating the District's medical and dental benefits programs provided to employees including premium charges allocated to the funds paying employee payroll, claims expense, stop loss coverage, and administration.

Self-Insured Retrospective Workers' Comp Benefits

To account for all transactions related to operating the District's Ohio SchoolComp Group Retrospective Rating Program as an insurance purchasing pool, including premium charges allocated to funds paying employee payroll and payment of future workers' compensation claim related expenses.

Springfield City School District
Combining Statement of Fund Net Position
Internal Service Funds
June 30, 2023

	Self-Insured Medical Benefits	Retrospective Workers' Comp	Total Internal Service Funds
<u>Current Assets:</u>			
Equity in Pooled Cash, Cash Equivalents and Investments	\$ 4,705,295	\$ 323,199	\$ 5,028,494
Accounts Receivable	241,514	-	241,514
<i>Total Assets</i>	4,946,809	323,199	5,270,008
<u>Current Liabilities:</u>			
Accounts Payable	8,584	-	8,584
Accrued Wages and Benefits	2,370	2,936	5,306
Intergovernmental Payable	2,540	-	2,540
Claims Payable	1,700,300	350	1,700,650
<i>Total Current Liabilities</i>	1,713,794	3,286	1,717,080
<u>Net Position:</u>			
Unrestricted	\$ 3,233,015	\$ 319,913	\$ 3,552,928

Springfield City School District
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Fiscal Year Ended June 30, 2023

	<u>Self-Insured Medical Benefits</u>	<u>Retrospective Workers' Comp</u>	<u>Total Internal Service Funds</u>
<u>Operating Revenues:</u>			
Charges for Services	\$ 15,706,978	\$ -	\$ 15,706,978
Other	699,343	168,458	867,801
<i>Total Operating Revenues</i>	<u>16,406,321</u>	<u>168,458</u>	<u>16,574,779</u>
<u>Operating Expenses:</u>			
Salaries	44,367	50,670	95,037
Fringe Benefits	22,683	21,227	43,910
Purchased Services	1,489,882	19,190	1,509,072
Claims	16,750,979	432,833	17,183,812
Other	4,798	275	5,073
<i>Total Operating Expenses</i>	<u>18,312,709</u>	<u>524,195</u>	<u>18,836,904</u>
<i>Operating Loss</i>	(1,906,388)	(355,737)	(2,262,125)
<u>Non-Operating Revenue:</u>			
Investment Earnings	199,681	-	199,681
Change in Net Position	(1,706,707)	(355,737)	(2,062,444)
Net Position at Beginning of Year	<u>4,939,722</u>	<u>675,650</u>	<u>5,615,372</u>
Net Position at End of Year	<u>\$ 3,233,015</u>	<u>\$ 319,913</u>	<u>\$ 3,552,928</u>

Springfield City School District
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2023

	<u>Self-Insured Medical Benefits</u>	<u>Retrospective Workers' Comp</u>	<u>Total Internal Service Funds</u>
<i>Increase (Decrease) in Cash and Cash Equivalents:</i>			
<u>Cash Flows From Operating Activities:</u>			
Receipts from Interfund Services Provided	\$ 15,706,978	\$ -	\$ 15,706,978
Receipts from Other Sources	558,011	168,458	726,469
Cash Payments to Suppliers for Goods and Services	(1,486,096)	(19,115)	(1,505,211)
Cash Payments to Employees for Services	(45,206)	(50,625)	(95,831)
Cash Payments for Employee Benefits	(22,326)	(24,582)	(46,908)
Cash Payments for Claims	<u>(16,675,479)</u>	<u>(432,833)</u>	<u>(17,108,312)</u>
<i>Net Cash Used by Operating Activities</i>	(1,964,118)	(358,697)	(2,322,815)
<u>Cash Flows From Investing Activities:</u>			
Investment Earnings	<u>199,681</u>	<u>-</u>	<u>199,681</u>
<i>Net Decrease in Cash and Cash Equivalents</i>	(1,764,437)	(358,697)	(2,123,134)
<i>Cash and Cash Equivalents at Beginning of Year</i>	<u>6,469,732</u>	<u>681,896</u>	<u>7,151,628</u>
<i>Cash and Cash Equivalents at End of Year</i>	<u>\$ 4,705,295</u>	<u>\$ 323,199</u>	<u>\$ 5,028,494</u>
<u>Reconciliation of Operating Loss to Net Cash Used By Operating Activities:</u>			
Operating Loss	\$ (1,906,388)	\$ (355,737)	\$ (2,262,125)
<u>Adjustments to Reconcile Operating Loss to Net Cash Used By Operating Activities:</u>			
Changes in Assets and Liabilities:			
Increase in Accounts Receivable	(141,332)	-	(141,332)
Increase in Accounts Payable	8,584	-	8,584
Increase in Accrued Wages and Benefits	54	45	99
Decrease in Intergovernmental Payable	(536)	(3,355)	(3,891)
Increase in Claims Payable	<u>75,500</u>	<u>350</u>	<u>75,850</u>
Total Adjustments	<u>(57,730)</u>	<u>(2,960)</u>	<u>(60,690)</u>
<i>Net Cash Used by Operating Activities</i>	<u>\$ (1,964,118)</u>	<u>\$ (358,697)</u>	<u>\$ (2,322,815)</u>

Springfield City School District

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



Springfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Capital Projects Funds
For the Fiscal Year Ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<i>Permanent Improvement Fund</i>			
Total Revenues and Other Sources	\$ 2,645,500	\$ 5,117,989	\$ 2,472,489
Total Expenditures and Other Uses	<u>5,708,592</u>	<u>3,715,425</u>	<u>1,993,167</u>
Net Change in Fund Balances	(3,063,092)	1,402,564	4,465,656
Fund Balance, July 1	6,010,381	6,010,381	-
Prior Year Encumbrances	<u>2,125,700</u>	<u>2,125,700</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 5,072,989</u>	<u>\$ 9,538,645</u>	<u>\$ 4,465,656</u>
<i>Building Fund</i>			
Total Revenues and Other Sources	\$ -	\$ -	\$ -
Total Expenditures and Other Uses	<u>4,555,369</u>	<u>3,613,683</u>	<u>941,686</u>
Net Change in Fund Balances	(4,555,369)	(3,613,683)	941,686
Fund Balance, July 1	3,531,842	3,531,842	-
Prior Year Encumbrances Appropriated	<u>1,041,985</u>	<u>1,041,985</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 18,458</u>	<u>\$ 960,144</u>	<u>\$ 941,686</u>

Springfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<i>Food Service Fund</i>			
Total Revenues and Other Sources	\$ 5,811,900	\$ 5,871,794	\$ 59,894
Total Expenditures and Other Uses	<u>5,931,801</u>	<u>5,665,114</u>	<u>266,687</u>
Net Change in Fund Balances	(119,901)	206,680	326,581
Fund Balance, July 1	2,467,777	2,467,777	-
Prior Year Encumbrances	<u>433,275</u>	<u>433,275</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 2,781,151</u>	<u>\$ 3,107,732</u>	<u>\$ 326,581</u>
<i>Special Trusts Fund</i>			
Total Revenues and Other Sources	\$ 9,606	\$ 9,245	\$ (361)
Total Expenditures and Other Uses	<u>58,484</u>	<u>10,058</u>	<u>48,426</u>
Net Change in Fund Balances	(48,878)	(813)	48,065
Fund Balance, July 1	77,303	77,303	-
Prior Year Encumbrances Appropriated	<u>2,229</u>	<u>2,229</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 30,654</u>	<u>\$ 78,719</u>	<u>\$ 48,065</u>
<i>Mental Health - Early Start Fund</i>			
Total Revenues and Other Sources	\$ 531,661	\$ 554,017	\$ 22,356
Total Expenditures and Other Uses	<u>616,023</u>	<u>565,345</u>	<u>50,678</u>
Net Change in Fund Balances	(84,362)	(11,328)	73,034
Fund Balance, July 1	141,965	141,965	-
Prior Year Encumbrances Appropriated	<u>7,318</u>	<u>7,318</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 64,921</u>	<u>\$ 137,955</u>	<u>\$ 73,034</u>

(Continued)

Springfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
<i>Other Grants Fund</i>			
Total Revenues and Other Sources	\$ 174,000	\$ 104,913	\$ (69,087)
Total Expenditures and Other Uses	<u>226,192</u>	<u>116,525</u>	<u>109,667</u>
Net Change in Fund Balances	(52,192)	(11,612)	40,580
Fund Balance, July 1	52,118	52,118	-
Prior Year Encumbrances	<u>37,308</u>	<u>37,308</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 37,234</u>	<u>\$ 77,814</u>	<u>\$ 40,580</u>
<i>School Age Child Care/After School Enrichment Fund</i>			
Total Revenues and Other Sources	\$ 327,500	\$ 282,322	\$ (45,178)
Total Expenditures and Other Uses	<u>329,857</u>	<u>48,436</u>	<u>281,421</u>
Net Change in Fund Balances	(2,357)	233,886	236,243
Fund Balance, July 1	300,092	300,092	-
Prior Year Encumbrances	<u>5,056</u>	<u>5,056</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 302,791</u>	<u>\$ 539,034</u>	<u>\$ 236,243</u>
<i>Basic Education Foundation Fund</i>			
Total Revenues and Other Sources	\$ 7,000	\$ 4,420	\$ (2,580)
Total Expenditures and Other Uses	<u>7,500</u>	<u>5,242</u>	<u>2,258</u>
Net Change in Fund Balances	(500)	(822)	(322)
Fund Balance, July 1	<u>2,146</u>	<u>2,146</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 1,646</u>	<u>\$ 1,324</u>	<u>\$ (322)</u>

(Continued)

Springfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
<i>Ohio School Facilities Classroom Maintenance Fund</i>			
Total Revenues and Other Sources	\$ 330,500	\$ 585,910	\$ 255,410
Total Expenditures and Other Uses	<u>536,185</u>	<u>342,212</u>	<u>193,973</u>
Net Change in Fund Balances	(205,685)	243,698	449,383
Fund Balance, July 1	3,586,152	3,586,152	-
Prior Year Encumbrances	<u>13,685</u>	<u>13,685</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 3,394,152</u>	<u>\$ 3,843,535</u>	<u>\$ 449,383</u>
<i>Student Managed Activities Fund</i>			
Total Revenues and Other Sources	\$ 66,750	\$ 37,219	\$ (29,531)
Total Expenditures and Other Uses	<u>124,604</u>	<u>35,486</u>	<u>89,118</u>
Net Change in Fund Balances	(57,854)	1,733	59,587
Fund Balance, July 1	71,917	71,917	-
Prior Year Encumbrances	<u>460</u>	<u>460</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 14,523</u>	<u>\$ 74,110</u>	<u>\$ 59,587</u>
<i>District Managed Student Activities Fund</i>			
Total Revenues and Other Sources	\$ 649,947	\$ 434,240	\$ (215,707)
Total Expenditures and Other Uses	<u>716,758</u>	<u>389,143</u>	<u>327,615</u>
Net Change in Fund Balances	(66,811)	45,097	111,908
Fund Balance, July 1	200,406	200,406	-
Prior Year Encumbrances Appropriated	<u>12,275</u>	<u>12,275</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 145,870</u>	<u>\$ 257,778</u>	<u>\$ 111,908</u>

(Continued)

Springfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
<i>Auxiliary Services Fund</i>			
Total Revenues and Other Sources	\$ 396,990	\$ 399,355	\$ 2,365
Total Expenditures and Other Uses	<u>601,987</u>	<u>394,896</u>	<u>207,091</u>
Net Change in Fund Balances	(204,997)	4,459	209,456
Fund Balance, July 1	57,496	57,496	-
Prior Year Encumbrances Appropriated	<u>147,501</u>	<u>147,501</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ 209,456</u>	<u>\$ 209,456</u>
<i>Early Childhood Education Fund</i>			
Total Revenues and Other Sources	\$ 1,009,719	\$ 983,967	\$ (25,752)
Total Expenditures and Other Uses	<u>1,018,000</u>	<u>1,017,761</u>	<u>239</u>
Net Change in Fund Balances	(8,281)	(33,794)	(25,513)
Fund Balance, July 1	(77,719)	(77,719)	-
Prior Year Encumbrances Appropriated	<u>86,000</u>	<u>86,000</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ (25,513)</u>	<u>\$ (25,513)</u>
<i>Data Communications Fund</i>			
Total Revenues and Other Sources	\$ 27,000	\$ 27,000	\$ -
Total Expenditures and Other Uses	<u>51,436</u>	<u>4,312</u>	<u>47,124</u>
Net Change in Fund Balances	(24,436)	22,688	47,124
Fund Balance, July 1	36,556	36,556	-
Prior Year Encumbrances Appropriated	<u>1,748</u>	<u>1,748</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 13,868</u>	<u>\$ 60,992</u>	<u>\$ 47,124</u>

(Continued)

Springfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
<i>Student Wellness and Success Fund</i>			
Total Revenues and Other Sources	\$ -	\$ 14,284	\$ 14,284
Total Expenditures and Other Uses	<u>617,666</u>	<u>431,897</u>	<u>185,769</u>
Net Change in Fund Balances	(617,666)	(417,613)	200,053
Fund Balance, July 1	362,564	362,564	-
Prior Year Encumbrances	<u>255,102</u>	<u>255,102</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ 200,053</u>	<u>\$ 200,053</u>
<i>Miscellaneous State Grants Fund</i>			
Total Revenues and Other Sources	\$ 264,557	\$ 192,448	\$ (72,109)
Total Expenditures and Other Uses	<u>303,264</u>	<u>217,984</u>	<u>85,280</u>
Net Change in Fund Balances	(38,707)	(25,536)	13,171
Fund Balance, July 1	1	1	-
Prior Year Encumbrances	<u>38,706</u>	<u>38,706</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ 13,171</u>	<u>\$ 13,171</u>
<i>Adult Basic Education Fund</i>			
Total Revenues and Other Sources	\$ 119,271	\$ 93,405	\$ (25,866)
Total Expenditures and Other Uses	<u>112,156</u>	<u>99,694</u>	<u>12,462</u>
Net Change in Fund Balances	7,115	(6,289)	(13,404)
Fund Balance, July 1	(7,150)	(7,150)	-
Prior Year Encumbrances Appropriated	<u>35</u>	<u>35</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ (13,404)</u>	<u>\$ (13,404)</u>

(Continued)

Springfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
<i>Elementary and Secondary School Emergency Relief (ESSER) Fund</i>			
Total Revenues and Other Sources	\$ 36,465,006	\$ 8,024,494	\$ (28,440,512)
Total Expenditures and Other Uses	<u>36,036,692</u>	<u>20,016,179</u>	<u>16,020,513</u>
Net Change in Fund Balances	428,314	(11,991,685)	(12,419,999)
Fund Balance, July 1	(1,526,556)	(1,526,556)	-
Prior Year Encumbrances	<u>1,098,242</u>	<u>1,098,242</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ (12,419,999)</u>	<u>\$ (12,419,999)</u>
<i>Title IV Part B 21st Century Learning Centers Fund</i>			
Total Revenues and Other Sources	\$ 219,901	\$ 176,225	\$ (43,676)
Total Expenditures and Other Uses	<u>219,732</u>	<u>178,594</u>	<u>41,138</u>
Net Change in Fund Balances	169	(2,369)	(2,538)
Fund Balance, July 1	(176,182)	(176,182)	-
Prior Year Encumbrances	<u>176,013</u>	<u>176,013</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ (2,538)</u>	<u>\$ (2,538)</u>
<i>Title VI-B Special Education Part B - IDEA Fund</i>			
Total Revenues and Other Sources	\$ 5,004,572	\$ 4,100,563	\$ (904,009)
Total Expenditures and Other Uses	<u>4,680,634</u>	<u>4,060,804</u>	<u>619,830</u>
Net Change in Fund Balances	323,938	39,759	(284,179)
Fund Balance, July 1	(609,425)	(609,425)	-
Prior Year Encumbrances	<u>287,470</u>	<u>287,470</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 1,983</u>	<u>\$ (282,196)</u>	<u>\$ (284,179)</u>

(Continued)

Springfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
<i>Title I - School Improvement Stimulus A Fund</i>			
Total Revenues and Other Sources	\$ 851,250	\$ 359,083	\$ (492,167)
Total Expenditures and Other Uses	<u>850,837</u>	<u>488,255</u>	<u>362,582</u>
Net Change in Fund Balances	413	(129,172)	(129,585)
Fund Balance, July 1	(17,885)	(17,885)	-
Prior Year Encumbrances	<u>17,472</u>	<u>17,472</u>	<u>-</u>
Fund Balance, June 30	<u><u>\$ -</u></u>	<u><u>\$ (129,585)</u></u>	<u><u>\$ (129,585)</u></u>
<i>Title III - Limited English Proficiency Fund</i>			
Total Revenues and Other Sources	\$ 109,143	\$ 67,429	\$ (41,714)
Total Expenditures and Other Uses	<u>109,082</u>	<u>101,967</u>	<u>7,115</u>
Net Change in Fund Balances	61	(34,538)	(34,599)
Fund Balance, July 1	(2,307)	(2,307)	-
Prior Year Encumbrances	<u>2,246</u>	<u>2,246</u>	<u>-</u>
Fund Balance, June 30	<u><u>\$ -</u></u>	<u><u>\$ (34,599)</u></u>	<u><u>\$ (34,599)</u></u>
<i>Title I Fund</i>			
Total Revenues and Other Sources	\$ 9,958,896	\$ 7,238,072	\$ (2,720,824)
Total Expenditures and Other Uses	<u>9,592,748</u>	<u>7,874,971</u>	<u>1,717,777</u>
Net Change in Fund Balances	366,148	(636,899)	(1,003,047)
Fund Balance, July 1	(1,165,684)	(1,165,684)	-
Prior Year Encumbrances	<u>799,596</u>	<u>799,596</u>	<u>-</u>
Fund Balance, June 30	<u><u>\$ 60</u></u>	<u><u>\$ (1,002,987)</u></u>	<u><u>\$ (1,003,047)</u></u>

(Continued)

Springfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
<i>Title IV-A Fund</i>			
Total Revenues and Other Sources	\$ 826,262	\$ 548,027	\$ (278,235)
Total Expenditures and Other Uses	<u>815,357</u>	<u>679,766</u>	<u>135,591</u>
Net Change in Fund Balances	10,905	(131,739)	(142,644)
Fund Balance, July 1	(34,187)	(34,187)	-
Prior Year Encumbrances Appropriated	<u>23,282</u>	<u>23,282</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ (142,644)</u>	<u>\$ (142,644)</u>
<i>Preschool Grant Fund</i>			
Total Revenues and Other Sources	\$ 136,393	\$ 116,779	\$ (19,614)
Total Expenditures and Other Uses	<u>123,563</u>	<u>114,926</u>	<u>8,637</u>
Net Change in Fund Balances	12,830	1,853	(10,977)
Fund Balance, July 1	(14,230)	(14,230)	-
Prior Year Encumbrances	<u>1,400</u>	<u>1,400</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ (10,977)</u>	<u>\$ (10,977)</u>
<i>Title VI-R Fund</i>			
Total Revenues and Other Sources	\$ 1,026,820	\$ 697,092	\$ (329,728)
Total Expenditures and Other Uses	<u>1,003,139</u>	<u>752,237</u>	<u>250,902</u>
Net Change in Fund Balances	23,681	(55,145)	(78,826)
Fund Balance, July 1	<u>(23,681)</u>	<u>(23,681)</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ (78,826)</u>	<u>\$ (78,826)</u>

(Continued)

Springfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2023
(Continued)

	Final Budget	Actual	Variance with Final Budget
<i>Miscellaneous Federal Grants Fund</i>			
Total Revenues and Other Sources	\$ 3,132,400	\$ 2,968,190	\$ (164,210)
Total Expenditures and Other Uses	<u>3,146,366</u>	<u>2,874,389</u>	<u>271,977</u>
Net Change in Fund Balances	(13,966)	93,801	107,767
Fund Balance, July 1	<u>13,966</u>	<u>13,966</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ 107,767</u>	<u>\$ 107,767</u>
<i>Public School Support Fund</i>			
Total Revenues and Other Sources	\$ 154,180	\$ 120,111	\$ (34,069)
Total Expenditures and Other Uses	<u>283,767</u>	<u>138,929</u>	<u>144,838</u>
Net Change in Fund Balances	(129,587)	(18,818)	110,769
Fund Balance, July 1	170,966	170,966	-
Prior Year Encumbrances	<u>7,292</u>	<u>7,292</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 48,671</u>	<u>\$ 159,440</u>	<u>\$ 110,769</u>
<i>Underground Storage Tank Fund</i>			
Total Revenues and Other Sources	\$ -	\$ -	\$ -
Total Expenditures and Other Uses	<u>11,000</u>	<u>-</u>	<u>11,000</u>
Net Change in Fund Balances	(11,000)	-	11,000
Fund Balance, July 1	<u>11,000</u>	<u>11,000</u>	<u>-</u>
Fund Balance, June 30	<u>\$ -</u>	<u>\$ 11,000</u>	<u>\$ 11,000</u>

(Concluded)

Springfield City School District
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Debt Service Fund
 For the Fiscal Year Ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
<i>Bond Retirement Fund</i>			
Total Revenues and Other Sources	\$ 1,668,000	\$ 3,328,733	\$ 1,660,733
Total Expenditures and Other Uses	<u>3,879,388</u>	<u>3,861,560</u>	<u>17,828</u>
Net Change in Fund Balances	(2,211,388)	(532,827)	1,678,561
Fund Balance, July 1	<u>5,990,047</u>	<u>5,990,047</u>	<u>-</u>
Fund Balance, June 30	<u>\$ 3,778,659</u>	<u>\$ 5,457,220</u>	<u>\$ 1,678,561</u>

Springfield City School District
Schedule of Revenues, Expenses and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Internal Service Funds
For the Fiscal Year Ended June 30, 2023

	Final Budget	Actual	Variance with Final Budget
Self-Insured Medical Benefits Fund			
Total Revenues	\$ 16,273,700	\$ 16,464,670	\$ 190,970
Total Expenses	<u>18,264,212</u>	<u>18,287,240</u>	<u>(23,028)</u>
Net Change in Net Position	(1,990,512)	(1,822,570)	167,942
Net Position, July 1	6,437,164	6,437,164	-
Prior Year Encumbrances	<u>32,565</u>	<u>32,565</u>	<u>-</u>
Net Position, June 30	<u>\$ 4,479,217</u>	<u>\$ 4,647,159</u>	<u>\$ 167,942</u>
Retrospective Workers' Comp Fund			
Total Revenues	\$ 170,000	\$ 168,458	\$ (1,542)
Total Expenses	<u>573,718</u>	<u>527,155</u>	<u>46,563</u>
Net Change in Net Position	(403,718)	(358,697)	45,021
Net Position, July 1	<u>681,897</u>	<u>681,897</u>	<u>-</u>
Net Position, June 30	<u>\$ 278,179</u>	<u>\$ 323,200</u>	<u>\$ 45,021</u>



Springfield

CITY SCHOOL DISTRICT



Springfield

CITY SCHOOL DISTRICT

STATISTICAL SECTION

ANNUAL COMPREHENSIVE FINANCIAL REPORT



FOR THE FISCAL YEAR ENDED JUNE 30, 2023



WELL-ROUNDED ▪ INCLUSIVE ▪ LEARNERS ▪ DEDICATED
COLLABORATIVE ▪ AMBITIOUS ▪ TRUSTWORTHY ▪ SERVICE ORIENTED

STATISTICAL TABLES

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

<u>CONTENTS</u>	<u>PAGES</u>
Financial Trends	120-131
These schedules contain trend information to help the reader understand how the School District’s financial performance and well-being have changed over time.	
Revenue Capacity	132-141
These schedules contain information to help the reader assess the School District’s most significant local revenue sources.	
Debt Capacity	142-147
These schedules present information to help the reader assess the affordability of the School District’s current levels of outstanding debt and the School District’s ability to issue additional debt in the future.	
Demographic and Economic Information	148-149
These schedules offer demographic and economic indicators to help the reader understand the environment within which the School District’s financial activities take place.	
Operating information	150-156
These schedules contain service and capital assets data to help the reader understand how the information in the School District’s financial report relates to the services the School District provides and the activities it performs.	

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

Springfield City School District
Net Position by Component
Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2014 (1)	2015	2016	2017 (2)
Net Investment in Capital Assets	\$ 142,878,068	\$ 148,898,831	\$ 152,888,984	\$ 152,049,477
Restricted	14,293,037	15,275,859	12,577,780	13,136,246
Unrestricted (Deficit)	(87,017,215)	(86,083,798)	(85,450,656)	(121,878,842)
<i>Total Net Position</i>	\$ 70,153,890	\$ 78,090,892	\$ 80,016,108	\$ 43,306,881

(1) The District implemented GASB 68 in fiscal year 2015 which required a restatement of fiscal year 2014 amounts and explains the significant decrease in Unrestricted Net Position.

(2) The District implemented GASB 75 in fiscal year 2018 which required a restatement of fiscal year 2017 amounts and explains the significant decrease in Unrestricted Net Position.

(3) The District implemented GASB 84 in fiscal year 2021 which required a restatement of fiscal year 2020 amount.

2018	2019	2020 (3)	2021	2022	2023
\$ 150,314,696	\$ 149,021,281	\$ 146,262,385	\$ 143,393,999	\$ 142,088,065	\$ 141,044,938
13,850,702	14,483,482	17,889,198	20,177,199	20,007,170	23,180,978
(71,687,330)	(53,619,961)	(48,887,895)	(50,619,849)	(36,888,432)	(28,108,524)
<u>\$ 92,478,068</u>	<u>\$ 109,884,802</u>	<u>\$ 115,263,688</u>	<u>\$ 112,951,349</u>	<u>\$ 125,206,803</u>	<u>\$ 136,117,392</u>

Springfield City School District
Changes in Net Position
Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)

Fiscal Year	2014 (1)	2015	2016	2017 (2)
Expenses:				
Current:				
Instruction:				
Regular	\$ 28,304,925	\$ 32,729,214	\$ 33,299,111	\$ 36,303,389
Special	13,282,992	13,372,436	14,301,335	16,967,107
Vocational	221,834	297,577	388,387	368,300
Adult/Continuing	99,254	88,041	113,516	121,459
Student Intervention Services	15,817,670	17,588,982	16,598,378	16,262,495
Support Services:				
Pupils	7,216,500	8,093,932	8,521,514	9,420,341
Instructional Staff	4,134,605	5,091,965	5,035,073	5,857,667
Board of Education	155,191	301,796	143,439	258,826
Administration	7,468,692	7,384,742	8,196,928	9,319,267
Fiscal	1,788,430	2,105,149	1,918,952	2,114,845
Business	281,957	251,433	196,131	187,562
Operation and Maintenance of Plant	7,528,706	7,591,939	8,395,747	8,658,008
Pupil Transportation	2,422,546	2,561,420	2,723,857	2,902,373
Central	2,014,929	2,026,274	2,199,399	4,091,097
Operation of Non-Instructional Services	6,710,022	8,093,844	6,665,390	7,340,430
Extracurricular Activities	1,081,018	1,081,167	1,324,026	1,354,644
Interest and Fiscal Charges	1,579,546	1,090,791	1,060,057	784,016
Unallocated Depreciation	4,815,340	4,862,059	5,154,810	5,284,118
<i>Total Expenses</i>	<u>104,924,157</u>	<u>114,612,761</u>	<u>116,236,050</u>	<u>127,595,944</u>
Program Revenues:				
Charges for Services:				
Instruction:				
Regular	1,282,628	1,029,543	1,261,926	1,491,595
Special	18,705	19,665	10,005	545
Support Services:				
Pupils	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-
Pupil Transportation	88,352	79,051	104,865	74,545
Operation of Non-Instructional Services	1,065,941	1,095,420	1,053,871	1,065,121
Extracurricular Activities	424,589	480,322	577,022	531,269
Operating Grants, Contributions, and Interest	15,264,059	15,545,074	16,370,983	16,673,827
Capital Grants and Contributions	-	11,289,980	108,954	-
<i>Total Program Revenues</i>	<u>18,144,274</u>	<u>29,539,055</u>	<u>19,487,626</u>	<u>19,836,902</u>
<i>Net Expense</i>	<u>\$ (86,779,883)</u>	<u>\$ (85,073,706)</u>	<u>\$ (96,748,424)</u>	<u>\$ (107,759,042)</u>

2018	2019	2020 (3)	2021	2022	2023
\$ 14,158,293	\$ 32,843,262	\$ 40,440,040	\$ 47,728,951	\$ 40,586,111	\$ 44,454,644
8,199,419	14,581,118	17,840,502	17,446,618	15,865,763	18,169,854
368,300	337,608	417,406	386,715	386,715	372,213
77,335	100,385	109,658	111,834	99,355	106,192
14,363,263	13,621,135	13,038,771	13,935,254	2,834,868	1,716,322
4,897,545	8,368,504	9,722,658	11,607,780	11,046,171	13,535,086
2,680,901	4,787,431	5,171,677	6,012,475	5,714,397	7,259,405
117,203	131,199	176,073	162,790	123,933	171,936
1,534,754	6,854,276	9,065,093	10,218,841	7,691,422	9,915,098
1,932,742	1,817,027	2,020,395	1,976,063	1,714,618	2,026,829
142,502	163,656	332,147	385,568	394,964	357,307
7,725,864	8,630,286	8,959,691	9,229,219	8,454,122	8,424,626
2,621,302	2,667,191	2,727,539	2,612,983	2,764,622	2,767,478
2,578,885	2,544,933	3,053,786	3,065,769	3,427,523	3,054,674
6,535,773	7,037,176	6,855,025	6,468,057	6,148,408	7,030,549
1,342,464	1,442,518	1,288,037	1,086,061	1,179,426	1,476,321
651,091	557,589	611,349	593,844	339,673	508,891
5,277,930	5,285,414	5,291,211	5,311,293	5,395,629	5,428,728
75,205,566	111,770,708	127,121,058	138,340,115	114,167,720	126,776,153
1,688,433	1,634,138	1,562,123	1,374,026	435,184	274,188
-	-	-	-	-	203,597
-	-	-	-	-	84,570
-	-	-	-	-	576,019
84,830	90,908	42,533	1,980	39,607	87,549
1,112,822	1,161,425	968,031	721,489	1,037,565	1,246,722
601,147	634,149	377,739	143,211	282,237	476,911
14,556,340	15,348,227	16,733,577	20,045,265	25,049,469	24,657,452
-	260,860	414,889	285,418	-	-
18,043,572	19,129,707	20,098,892	22,571,389	26,844,062	27,607,008
\$ (57,161,994)	\$ (92,641,001)	\$ (107,022,166)	\$ (115,768,726)	\$ (87,323,658)	\$ (99,169,145)

(continued)

Springfield City School District
Changes in Net Position
Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)
(continued)

Fiscal Year	2014 (1)	2015	2016	2017 (2)
General Revenues:				
Property Taxes Levied for:				
General Purposes	\$ 20,346,092	\$ 20,587,370	\$ 20,894,336	\$ 19,686,341
Debt Service	2,603,938	2,609,543	2,741,429	2,606,580
Capital Outlay	672,263	683,514	696,561	665,801
Facilities Maintenance	236,075	240,578	244,131	233,870
Grants and Entitlements not Restricted to Specific Programs	61,870,010	67,762,794	72,808,491	78,093,810
Investment Earnings	173,477	87,201	230,961	190,483
Miscellaneous	576,058	1,039,708	1,057,731	645,704
<i>Total General Revenues</i>	<u>86,477,913</u>	<u>93,010,708</u>	<u>98,673,640</u>	<u>102,122,589</u>
<i>Change in Net Position</i>	<u>(301,970)</u>	<u>7,937,002</u>	<u>1,925,216</u>	<u>(5,636,453)</u>
Net Position Beginning of Year	190,000,401	70,153,890	78,090,892	80,016,108
<i>Restatement to Implement GASB 68 and 75 (1) (2)</i>	<u>(119,544,541)</u>	<u>-</u>	<u>-</u>	<u>(31,072,774)</u>
Net Position End of Year	<u>\$ 70,153,890</u>	<u>\$ 78,090,892</u>	<u>\$ 80,016,108</u>	<u>\$ 43,306,881</u>

(1) The District implemented GASB 68 in fiscal year 2015 which required a restatement of fiscal year 2014 ending net position; however information necessary to restate beginning balance was not available.

(2) The District implemented GASB 75 in fiscal year 2018 which required a restatement of fiscal year 2017 ending net position; however information necessary to restate beginning balance was not available.

(3) The District implemented GASB 84 in fiscal year 2021 which required a restatement of fiscal year 2020 ending net position.

Source: School District Financial Records

2018	2019	2020 (3)	2021	2022	2023
\$ 20,847,781	\$ 21,696,726	\$ 23,208,246	\$ 23,497,693	\$ 20,474,410	\$ 25,820,337
2,518,926	2,630,184	2,655,670	3,239,843	2,962,259	2,516,044
698,516	725,515	764,027	776,381	697,325	2,732,698
245,473	253,952	266,438	270,582	245,937	282,974
80,528,240	82,187,037	81,542,374	82,895,090	74,227,369	75,352,460
368,677	1,087,427	1,273,819	208,820	(559,454)	2,364,770
1,125,568	1,466,894	1,335,724	2,567,978	1,531,266	1,010,451
106,333,181	110,047,735	111,046,298	113,456,387	99,579,112	110,079,734
49,171,187	17,406,734	4,024,132	(2,312,339)	12,255,454	10,910,589
43,306,881	92,478,068	111,239,556	115,263,688	112,951,349	125,206,803
-	-	-	-	-	-
\$ 92,478,068	\$ 109,884,802	\$ 115,263,688	\$ 112,951,349	\$ 125,206,803	\$ 136,117,392

Springfield City School District
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
General Fund:				
Committed	\$ 11,000	\$ 11,000	\$ 11,000	\$ 11,000
Assigned	2,050,295	5,781,891	4,950,450	1,309,480
Unassigned	<u>24,003,989</u>	<u>19,352,136</u>	<u>21,034,725</u>	<u>27,966,186</u>
<i>Total General Fund</i>	<u>26,065,284</u>	<u>25,145,027</u>	<u>25,996,175</u>	<u>29,286,666</u>
All Other Governmental Funds:				
Restricted	16,014,346	15,769,265	14,536,312	13,875,094
Committed	80,332	109,172	106,307	93,337
Unassigned (Deficit)	<u>(535,717)</u>	<u>(414)</u>	<u>(21,176)</u>	<u>(115,943)</u>
<i>Total All Other Governmental Funds</i>	<u>15,558,961</u>	<u>15,878,023</u>	<u>14,621,443</u>	<u>13,852,488</u>
<i>Total Governmental Funds</i>	<u><u>\$ 41,624,245</u></u>	<u><u>\$ 41,023,050</u></u>	<u><u>\$ 40,617,618</u></u>	<u><u>\$ 43,139,154</u></u>

(1) The District implemented GASB 84 in fiscal year 2021 which required a restatement of fiscal year 2020 amounts.

<u>2018</u>	<u>2019</u>	<u>2020 (1)</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 11,000	\$ 11,000	\$ 11,000	\$ 11,000	\$ 11,000	\$ 11,000
2,842,795	2,435,622	7,199,472	701,863	3,128,425	9,205,380
<u>29,253,231</u>	<u>35,279,394</u>	<u>37,241,572</u>	<u>50,628,838</u>	<u>54,379,965</u>	<u>59,310,058</u>
<u>32,107,026</u>	<u>37,726,016</u>	<u>44,452,044</u>	<u>51,341,701</u>	<u>57,519,390</u>	<u>68,526,438</u>
14,447,656	15,142,896	25,923,814	27,922,915	26,304,664	27,031,494
63,975	92,385	127,929	47,872	296,812	535,666
<u>(257,224)</u>	<u>(93,179)</u>	<u>(261,052)</u>	<u>(257,840)</u>	<u>(1,925,773)</u>	<u>(1,273,318)</u>
<u>14,254,407</u>	<u>15,142,102</u>	<u>25,790,691</u>	<u>27,712,947</u>	<u>24,675,703</u>	<u>26,293,842</u>
<u>\$ 46,361,433</u>	<u>\$ 52,868,118</u>	<u>\$ 70,242,735</u>	<u>\$ 79,054,648</u>	<u>\$ 82,195,093</u>	<u>\$ 94,820,280</u>

Springfield City School District
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2014	2015	2016	2017
<u>Revenues:</u>				
Property Taxes	\$ 23,547,802	\$ 23,953,967	\$ 24,542,230	\$ 23,328,634
Intergovernmental	77,111,332	94,738,218	89,663,907	94,272,297
Investment Earnings	173,477	87,201	230,961	190,483
Tuition and Fees	1,728,198	1,465,523	1,691,562	1,907,516
Extracurricular Activities	424,589	480,322	577,022	531,269
Rentals	23,620	26,079	110,603	168,187
Charges for Services	727,428	758,156	739,105	724,290
Contributions and Donations	30,430	45,462	39,913	58,969
Miscellaneous	522,008	958,294	907,215	363,282
Total Revenues	104,288,884	122,513,222	118,502,518	121,544,927
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	28,515,528	33,168,097	33,284,220	32,826,151
Special	13,301,443	13,537,505	14,294,574	15,507,608
Vocational	221,834	298,439	388,387	368,300
Adult/Continuing	98,711	83,021	112,366	114,017
Student Intervention Services and Other	15,818,217	17,666,227	16,588,827	16,077,770
Support Services:				
Pupils	7,249,731	8,098,967	8,624,926	8,682,301
Instructional Staff	4,197,510	5,140,932	5,008,586	5,371,330
Board of Education	155,191	302,426	144,079	257,123
Administration	7,476,384	7,646,462	8,113,276	8,148,379
Fiscal	1,684,117	2,007,124	1,790,412	2,417,502
Business	279,331	241,702	204,052	170,442
Operation and Maintenance of Plant	7,580,203	7,786,023	8,471,791	8,330,734
Pupil Transportation	2,551,218	2,633,329	2,664,889	2,668,114
Central	1,925,881	2,072,321	2,475,891	3,890,161
Operation of Non-Instructional Services	6,563,349	6,523,784	6,707,200	7,402,907
Extracurricular Activities	1,091,994	1,102,028	1,298,772	1,310,616
Capital Outlay	2,000,728	9,534,374	5,352,818	2,968,965
Debt Service:				
Principal Retirement	1,145,060	2,562,273	2,430,549	2,497,608
Interest and Fiscal Charges	2,378,033	2,614,995	952,335	550,077
Escrow	-	104,258	-	-
Issuance Costs	-	-	-	167,818
Total Expenditures	104,234,463	123,124,287	118,907,950	119,727,923
Excess of Revenues Over (Under) Expenditures	\$ 54,421	\$ (611,065)	\$ (405,432)	\$ 1,817,004

2018	2019	2020 (1)	2021	2022	2023
\$ 24,095,891	\$ 25,042,345	\$ 25,886,124	\$ 28,206,495	\$ 25,555,598	\$ 32,127,801
94,782,260	97,735,773	97,809,925	103,261,367	98,637,806	102,862,831
368,677	1,087,427	1,273,819	208,820	(559,454)	2,364,770
2,087,837	1,996,556	1,876,295	1,475,130	644,492	824,951
601,147	634,149	377,739	143,211	287,657	477,723
214,094	389,904	440,552	415,776	524,027	566,977
798,248	889,915	696,392	622,365	862,444	1,025,874
27,628	42,431	48,653	33,802	80,813	81,140
875,339	1,014,388	835,056	1,940,815	761,080	1,212,362
<u>123,851,121</u>	<u>128,832,888</u>	<u>129,244,555</u>	<u>136,307,781</u>	<u>126,794,463</u>	<u>141,544,429</u>
37,418,564	38,493,920	38,962,695	43,872,531	43,786,707	42,876,363
15,975,157	16,602,423	17,188,005	16,363,556	16,763,657	18,098,885
368,300	337,608	417,406	386,715	386,715	372,213
116,167	113,616	111,303	103,162	109,288	129,120
15,870,495	13,999,200	12,953,676	13,931,845	3,139,819	1,736,046
9,205,937	9,437,021	9,400,031	10,803,869	11,781,273	13,482,458
4,989,367	5,497,102	5,084,861	5,602,790	6,138,219	7,102,372
119,761	131,595	173,335	161,680	124,618	173,209
8,323,361	8,465,157	8,200,101	9,111,032	8,878,717	10,071,512
1,982,242	1,762,184	1,834,112	2,265,680	1,691,044	2,042,121
160,794	171,898	303,273	357,348	365,364	411,662
7,897,893	8,188,568	7,961,796	8,690,675	9,094,121	8,408,781
2,759,135	2,728,549	2,569,875	2,389,830	2,762,540	3,126,821
2,688,572	2,728,216	3,597,730	2,780,985	3,329,675	3,005,447
6,673,668	7,916,442	6,903,173	6,102,285	6,303,662	6,950,060
2,484,355	1,357,266	1,110,790	953,562	1,182,482	1,412,545
459,980	1,284,093	921,265	541,103	4,071,084	5,506,760
2,557,005	2,645,638	2,744,431	3,311,471	3,282,936	3,602,644
586,596	485,878	535,678	559,581	462,097	410,223
-	-	-	-	-	-
-	-	-	-	-	-
<u>120,637,349</u>	<u>122,346,374</u>	<u>120,973,536</u>	<u>128,289,700</u>	<u>123,654,018</u>	<u>128,919,242</u>
<u>\$ 3,213,772</u>	<u>\$ 6,486,514</u>	<u>\$ 8,271,019</u>	<u>\$ 8,018,081</u>	<u>\$ 3,140,445</u>	<u>\$ 12,625,187</u>

(continued)

Springfield City School District
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(continued)

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
<u>Other Financing Sources (Uses):</u>				
Refunding General Obligation Bonds Issued	\$ -	\$ -	\$ -	\$ 11,675,000
Payment to Refunded Bond Escrow Agent	-	-	-	(12,308,041)
Premium on Debt Issuance	227,294	-	-	800,859
Proceeds from Sale of Capital Assets	11,738	9,870	-	47,265
General Obligation Bonds Issued	5,880,000	-	-	-
Financed Purchases	-	-	-	489,449
Transfers In	547,250	525,750	1,730,000	1,730,000
Transfers Out	(547,250)	(525,750)	(1,730,000)	(1,730,000)
<i>Total Other Financing Sources (Uses)</i>	<u>6,119,032</u>	<u>9,870</u>	<u>-</u>	<u>704,532</u>
Net Change in Fund Balances	<u>\$ 6,173,453</u>	<u>\$ (601,195)</u>	<u>\$ (405,432)</u>	<u>\$ 2,521,536</u>
Debt Service as a Percentage of Noncapital Expenditures	3.5%	4.3%	3.0%	2.8%

(1) The District implemented GASB 84 in fiscal year 2021 which required a restatement of fiscal year 2020 amounts..

2018	2019	2020 (1)	2021	2022	2023
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	776,924	-	-	-
8,507	20,171	11,463	177,585	-	-
-	-	8,115,000	-	-	-
-	-	-	616,247	-	-
1,740,000	1,740,000	1,780,000	1,780,000	1,790,500	1,801,023
(1,740,000)	(1,740,000)	(1,780,000)	(1,780,000)	(1,790,500)	(1,801,023)
8,507	20,171	8,903,387	793,832	-	-
<u>\$ 3,222,279</u>	<u>\$ 6,506,685</u>	<u>\$ 17,174,406</u>	<u>\$ 8,811,913</u>	<u>\$ 3,140,445</u>	<u>\$ 12,625,187</u>
2.7%	2.6%	2.8%	3.1%	3.2%	3.3%

Springfield City School District
Assessed Valuation and Estimated Actual Value of Taxable Property
Last Ten Collection (Calendar) Years

Collection Year	Real Property			Tangible Personal Property		
	Assessed Value			Public Utility		
	Residential/ Agricultural	Commercial/ Industrial/PU	Total Real Property	Estimated Actual Value	Assessed Value	Estimated Actual Value
2014	\$ 399,539,970	\$ 173,118,880	\$ 572,658,850	\$ 1,636,168,143	\$ 30,731,110	\$ 122,924,440
2015	395,474,060	167,194,220	562,668,280	1,607,623,657	36,181,960	144,727,840
2016	393,717,610	164,195,290	557,912,900	1,594,036,857	38,210,300	152,841,200
2017	397,906,370	167,710,520	565,616,890	1,616,048,257	43,506,600	174,026,400
2018	396,521,980	165,206,480	561,728,460	1,604,938,457	54,348,140	217,392,560
2019	395,576,930	170,923,160	566,500,090	1,618,571,686	56,455,030	225,820,120
2020	433,102,160	172,906,970	606,009,130	1,731,454,657	60,467,420	241,869,680
2021	432,834,050	171,523,450	604,357,500	1,726,735,714	69,058,520	276,234,080
2022	432,127,020	176,062,400	608,189,420	1,737,684,057	73,440,140	293,760,560
2023	541,139,210	184,460,570	725,599,780	2,073,142,229	77,479,480	309,917,920

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

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

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

Source: Ohio Department of Taxation

(1) Ratio represents assessed value/total estimated actual value.

Total			
Assessed Value	Estimated Actual Value	Ratio (1)	Direct Rate (per \$1,000 of assessed value)
\$ 603,389,960	\$ 1,759,092,583	34.30%	64.60
598,850,240	1,752,351,497	34.17%	65.05
596,123,200	1,746,878,057	34.13%	65.26
609,123,490	1,790,074,657	34.03%	64.93
616,076,600	1,822,331,017	33.81%	64.41
622,955,120	1,844,391,806	33.78%	64.44
666,476,550	1,973,324,337	33.77%	63.42
673,416,020	2,002,969,794	33.62%	64.15
681,629,560	2,031,444,617	33.55%	64.02
803,079,260	2,383,060,149	33.70%	65.89

*Springfield City School District
Principal Real Property Taxpayers
Tax Year 2022 and nine years ago*

Tax Payer	2022	
	Assessed Value	Percentage of Real Property Assessed Valuation
Allied Park LLC	\$ 3,765,150	0.55%
Topre America Corporation	2,956,180	0.43%
Springfield Surgical Properties	2,728,300	0.40%
Westerville Square Inc	2,475,340	0.36%
First SOC LLC	2,242,290	0.33%
Springfield Real Property LLC	2,051,140	0.30%
Jan LTD	2,011,680	0.30%
DW28 Sylvania Towers LLC	1,702,220	0.25%
JRM Springfield Holdings LLC	1,603,540	0.24%
Coventry Village	1,540,030	0.23%
Subtotal	23,075,870	3.39%
All Others	585,113,550	96.61%
Total Assessed Valuation	\$ 608,189,420	100.00%

Tax Payer	2013	
	Assessed Value	Percentage of Real Property Assessed Valuation
Allied Park LLC	\$ 3,732,370	0.60%
American Transmission Systems	3,688,810	0.59%
HCPCC SNF, Inc	2,661,710	0.43%
Springfield Surgical Properties	2,592,480	0.42%
Westerville Square Inc.	2,414,190	0.39%
Coventry Village LLC	2,054,790	0.33%
Jan Ltd.	2,004,300	0.32%
Wellington Square Hotel, Inc.	1,967,930	0.32%
City Forest of Springfield LLC	1,900,830	0.30%
DFG Burnett LLC	1,541,970	0.25%
Subtotal	24,559,380	3.94%
All Others	599,115,440	96.06%
Total Assessed Valuation	\$ 623,674,820	100.00%

Source: Clark County Auditor



Springfield

CITY SCHOOL DISTRICT

Springfield City School District
Property Tax Rates (Per \$1,000 of Assessed Valuation)
Direct and Overlapping Governments
Last Ten Collection (Calendar) Years

	<u>2014</u>	<u>2015</u>	<u>2016</u>
UNVOTED MILLAGE:			
Operating	<u>\$6.60</u>	<u>\$6.60</u>	<u>\$6.60</u>
VOTED MILLAGE - BY LEVY:			
1976 Current Expense			
Residential/Agricultural Real	\$7.64	\$7.72	\$7.74
Commercial/Industrial and Public Utility Real	13.83	14.31	14.51
General Business and Public Utility Personal	26.50	26.50	26.50
1987 Current Expense			
Residential/Agricultural Real	3.82	3.86	3.87
Commercial/Industrial and Public Utility Real	4.80	4.97	5.04
General Business and Public Utility Personal	7.00	7.00	7.00
1991 Bond Levy (\$20,000,000)			
Residential/Agricultural Real	0.00	0.00	0.00
Commercial/Industrial and Public Utility Real	0.00	0.00	0.00
General Business and Public Utility Personal	0.00	0.00	0.00
1996 Permanent Improvement			
Residential/Agricultural Real	1.24	1.25	1.25
Commercial/Industrial and Public Utility Real	1.36	1.41	1.43
General Business and Public Utility Personal	1.55	1.55	1.55
2000 Current Expense			
Residential/Agricultural Real	6.35	6.41	6.43
Commercial/Industrial and Public Utility Real	6.37	6.60	6.69
General Business and Public Utility Personal	7.00	7.00	7.00
2000 Bond Levy (\$29,853,000)			
Residential/Agricultural Real	3.48	3.52	3.62
Commercial/Industrial and Public Utility Real	0.00	3.52	3.62
General Business and Public Utility Personal	3.48	3.52	3.62
2000 Site Acquisition (\$8,250,000)			
Residential/Agricultural Real	0.96	0.85	0.91
Commercial/Industrial and Public Utility Real	0.96	0.85	0.91
General Business and Public Utility Personal	0.96	0.85	0.91
2001 Classroom Facilities			
Residential/Agricultural Real	0.45	0.46	0.46
Commercial/Industrial and Public Utility Real	0.45	0.47	0.48
General Business and Public Utility Personal	0.50	0.50	0.50
2006 Emergency Levy (\$6,462,895)			
Residential/Agricultural Real	0.00	0.00	0.00
Commercial/Industrial and Public Utility Real	0.00	0.00	0.00
General Business and Public Utility Personal	0.00	0.00	0.00

2017	2018	2019	2020	2021	2022	2023
<u>\$6.60</u>	<u>\$6.60</u>	<u>\$6.60</u>	<u>\$6.60</u>	<u>\$6.60</u>	<u>\$6.60</u>	<u>\$6.60</u>
\$7.64	\$7.67	\$7.68	\$7.01	\$7.02	\$7.03	\$5.85
14.29	14.47	14.32	14.21	14.25	14.30	14.02
26.50	26.50	26.50	26.50	26.50	26.50	26.50
3.82	3.83	3.84	3.50	3.51	3.51	2.85
4.96	5.02	4.97	4.94	4.95	4.96	4.87
7.00	7.00	7.00	7.00	7.00	7.00	7.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00
1.24	1.24	1.25	1.14	1.14	1.14	0.91
1.41	1.43	1.41	1.40	1.41	1.41	1.38
1.55	1.55	1.55	1.55	1.55	1.55	1.55
6.35	6.37	6.38	5.83	5.83	5.84	4.69
6.59	6.67	6.60	6.55	6.57	6.59	6.47
7.00	7.00	7.00	7.00	7.00	7.00	7.00
3.47	3.15	3.22	2.98	2.99	2.95	1.78
3.47	3.15	3.22	2.98	2.99	2.95	1.78
3.47	3.15	3.22	2.98	2.99	2.95	1.78
0.97	0.88	0.90	0.84	0.84	0.82	0.51
0.97	0.88	0.90	0.84	0.84	0.82	0.51
0.97	0.88	0.90	0.84	0.84	0.82	0.51
0.45	0.45	0.46	0.42	0.42	0.42	0.33
0.47	0.48	0.47	0.47	0.47	0.47	0.46
0.50	0.50	0.50	0.50	0.50	0.50	0.50
0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00	0.00

(continued)

Springfield City School District
Property Tax Rates (Per \$1,000 of Assessed Valuation)
Direct and Overlapping Governments
Last Ten Collection (Calendar) Years
(continued)

	2014	2015	2016
2011 Emergency Levy (\$6,462,895)			
Residential/Agricultural Real	10.67	10.80	10.84
Commercial/Industrial and Public Utility Real	10.67	10.80	10.84
General Business and Public Utility Personal	10.67	10.80	10.84
2013 Bond Levy			
Residential/Agricultural Real	0.34	0.73	0.74
Commercial/Industrial and Public Utility Real	0.34	0.73	0.74
General Business and Public Utility Personal	0.34	0.73	0.74
2016 Substitute Levy			
Residential/Agricultural Real	0.00	0.00	0.00
Commercial/Industrial and Public Utility Real	0.00	0.00	0.00
General Business and Public Utility Personal	0.00	0.00	0.00
2022 Permanent Improvement			
Residential/Agricultural Real	0.00	0.00	0.00
Commercial/Industrial and Public Utility Real	0.00	0.00	0.00
General Business and Public Utility Personal	0.00	0.00	0.00
TOTAL VOTED MILLAGE BY TYPE OF PROPERTY			
Residential/Agricultural Real	\$34.95	\$35.60	\$35.86
Commercial/Industrial and Public Utility Real	38.78	43.67	44.26
General Business and Public Utility Personal	58.00	58.45	58.66
TOTAL MILLAGE BY TYPE OF PROPERTY			
Residential/Agricultural Real	41.55	42.20	42.46
Commercial/Industrial and Public Utility Real	45.38	50.27	50.86
General Business and Public Utility Personal	64.60	65.05	65.26
OVERLAPPING RATES BY TAXING DISTRICT (1)			
TOWNSHIPS:			
Residential/Agricultural Real	0.03 - 2.00	0.03 - 2.00	0.03 - 2.00
Commercial/Industrial and Public Utility Real	0.03 - 1.76	0.03 - 1.76	0.03 - 1.76
General Business and Public Utility Personal	0.03 - 2.00	0.03 - 2.00	0.03 - 2.00
CORPORATIONS:			
Residential/Agricultural Real	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00
Commercial/Industrial and Public Utility Real	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00
General Business and Public Utility Personal	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00
SPRINGFIELD-CLARK COUNTY JOINT VOCATIONAL SCHOOL DISTRICT:			
Residential/Agricultural Real	0.82 - 1.64	0.82 - 1.64	0.82 - 1.64
Commercial/Industrial and Public Utility Real	0.87 - 1.75	0.87 - 1.75	0.87 - 1.75
General Business and Public Utility Personal	1.00 - 2.00	1.00 - 2.00	1.00 - 2.00
COUNTY AND OTHER UNITS:			
Residential/Agricultural Real	0.60 - 3.21	0.60 - 3.21	0.60 - 3.21
Commercial/Industrial and Public Utility Real	0.60 - 3.07	0.60 - 3.07	0.60 - 3.07
General Business and Public Utility Personal	0.60 - 3.50	0.60 - 3.50	0.60 - 3.50

Source: Ohio Department of Taxation

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue for that year. Rates may only be raised by obtaining the approval of the voters at a public election.

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes. Real property is reappraised every six years and property values are updated in the third year following each reappraisal.

(1) The overlapping rates by taxing district are presented for all overlapping governments by type of government and property type. Each corresponding range provides the lowest and highest tax rate for each type of property by government type. All property tax rates for each type of government fall within the ranges presented.

2017	2018	2019	2020	2021	2022	2023
10.62	0.00	0.00	0.00	0.00	0.00	0.00
10.62	0.00	0.00	0.00	0.00	0.00	0.00
10.62	0.00	0.00	0.00	0.00	0.00	0.00
0.72	0.72	0.71	0.67	1.50	1.48	1.16
0.72	0.72	0.71	0.67	1.50	1.48	1.16
0.72	0.72	0.71	0.67	1.50	1.48	1.16
0.00	10.51	10.46	9.78	9.67	9.62	8.23
0.00	10.51	10.46	9.78	9.67	9.62	8.23
0.00	10.51	10.46	9.78	9.67	9.62	8.23
0.00	0.00	0.00	0.00	0.00	0.00	4.04
0.00	0.00	0.00	0.00	0.00	0.00	4.96
0.00	0.00	0.00	0.00	0.00	0.00	5.06
\$35.28	\$34.82	\$34.90	\$32.17	\$32.92	\$32.81	\$30.35
43.50	43.33	43.06	41.84	42.65	42.60	43.84
58.33	57.81	57.84	56.82	57.55	57.42	59.29
41.88	41.42	41.50	38.77	39.52	39.41	36.95
50.10	49.93	49.66	48.44	49.25	49.20	50.44
64.93	64.41	64.44	63.42	64.15	64.02	65.89
0.03 - 2.00	0.03 - 2.00	0.03 - 2.00	0.03 - 2.00	0.03 - 1.76	0.03 - 1.75	0.03 - 1.75
0.03 - 1.76	0.03 - 1.76	0.03 - 1.76	0.03 - 1.76	0.03 - 1.86	0.03 - 1.85	0.03 - 1.85
0.03 - 2.00	0.03 - 2.00	0.03 - 2.00	0.03 - 2.00	0.03 - 2.00	0.03 - 2.00	0.03 - 2.00
0.30 - 3.00	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00
0.30 - 3.00	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00
0.30 - 3.00	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00	0.30 - 3.00
0.82 - 1.64	0.82 - 1.64	0.82 - 1.64	0.82 - 1.64	0.73 - 1.46	0.73 - 1.46	0.73 - 1.46
0.87 - 1.75	0.87 - 1.75	0.87 - 1.75	0.87 - 1.75	0.91 - 1.82	0.91 - 1.82	0.91 - 1.82
1.00 - 2.00	1.00 - 2.00	1.00 - 2.00	1.00 - 2.00	1.00 - 2.00	1.00 - 2.00	1.00 - 2.00
0.60 - 3.21	0.60 - 3.21	0.60 - 3.21	0.60 - 3.21	0.28 - 2.87	0.28 - 2.86	0.28 - 2.86
0.60 - 3.07	0.60 - 3.07	0.60 - 3.07	0.60 - 3.07	0.29 - 3.40	0.29 - 3.41	0.29 - 3.41
0.60 - 3.50	0.60 - 3.50	0.60 - 3.50	0.60 - 3.50	0.30 - 3.50	0.30 - 3.50	0.30 - 3.50

Springfield City School District

*Property Tax Levies and Collections - Real, Public Utility Personal
and General Business Personal Property
Last Ten Collection (Calendar) Years*

<u>Collection Year (1)</u>	<u>Total Tax Levied (2)</u>	<u>Current Tax Collection</u>	<u>Percent of Current Levy Collected</u>	<u>Delinquent Tax Collection (3)</u>	<u>Total Tax Collections</u>
2013	\$ 30,763,752	\$ 22,637,334	73.58%	\$ 1,297,985	\$ 23,935,319
2014	30,806,645	22,054,543	71.59%	1,471,964	23,526,507
2015	31,177,109	22,199,346	71.20%	1,337,038	23,536,384
2016	31,435,805	22,902,117	72.85%	1,302,857	24,204,974
2017	31,919,162	23,130,923	72.47%	1,206,786	24,337,709
2018	32,044,303	23,643,800	73.78%	1,082,719	24,726,519
2019	33,853,392	23,982,430	70.84%	1,218,275	25,200,705
2020	33,517,668	24,215,404	72.25%	1,187,188	25,402,592
2021	35,831,496	25,011,496	69.80%	2,464,528	27,476,024
2022	35,578,765	25,674,963	72.16%	2,064,306	27,739,269

Source: Clark County Auditor

- (1) The 2022 information cannot be presented because all collections have not been made by June 30, 2022.
- (2) Taxes levied and collected are presented on a cash basis because that is the manner that information is maintained by the County Auditor.
- (3) Penalties and interest are included since, by Ohio law, they become part of the tax obligation as assessment occurs.

<u>Percent of Total Collections To Total Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Percent of Outstanding Delinquent Taxes To Total Tax Levied</u>
77.80%	\$ 6,717,322	21.84%
76.37%	7,280,138	23.63%
75.49%	7,640,725	24.51%
77.00%	7,511,229	23.89%
76.25%	7,581,452	23.75%
77.16%	7,317,784	22.84%
74.44%	8,652,687	25.56%
75.79%	8,115,076	24.21%
76.68%	8,355,472	23.32%
77.97%	7,839,496	22.03%

Springfield City School District
*Ratio of Debt to Estimated Actual Value,
 Personal Income and Debt Per Capita
 Last Ten Fiscal Years*

<u>Fiscal Year</u>	<u>General Obligation Bonds (1)</u>	<u>Energy Conservation Notes (1)</u>	<u>Financed Purchase Obligations (1)</u>	<u>Total Outstanding Debt</u>	<u>Estimated Actual Value (2)</u>
2014	\$ 31,032,142	\$ 790,000	\$ 394,090	\$ 32,216,232	\$ 1,759,092,583
2015	27,082,368	725,000	310,592	28,117,960	1,752,351,497
2016	24,864,945	660,000	215,043	25,739,988	1,746,878,057
2017	22,261,286	595,000	456,316	23,312,602	1,790,074,657
2018	19,881,217	530,000	374,311	20,785,528	1,822,331,017
2019	17,424,189	465,000	288,673	18,177,862	1,844,391,806
2020	23,740,093	400,000	199,242	24,339,335	1,973,324,337
2021	20,785,815	335,000	569,018	21,689,833	2,002,969,794
2022	17,629,940	270,000	451,082	18,351,022	2,031,444,617
2023	14,267,120	205,000	328,438	14,800,558	2,383,060,149

Source: (1) School District Financial Records; includes outstanding principal on debt issuances, as well as accretion on capital appreciation bonds and unamortized premiums.
 (2) Ohio Department of Taxation
 (3) City of Springfield Annual Comprehensive Financial Report; information is reported for calendar years 2013 through 2022 as fiscal years 2014 through 2023.

<u>Population (3)</u>	<u>Total Personal Income (3)</u>	<u>Ratio of Debt to Estimated Actual Value</u>	<u>Ratio of Debt to Personal Income</u>	<u>Debt Per Capita</u>
60,147	\$ 1,232,106,100	1.83%	2.61%	\$ 536
59,357	1,116,060,801	1.60%	2.52%	473.71
59,680	1,114,796,982	1.47%	2.31%	431.30
59,680	1,138,665,577	1.30%	2.05%	390.63
60,960	1,158,577,896	1.14%	1.79%	340.97
59,282	1,226,730,552	0.99%	1.48%	306.63
55,887	1,169,882,571	1.23%	2.08%	435.51
58,877	1,278,514,055	1.08%	1.70%	368.39
58,662	1,258,417,224	0.90%	1.46%	312.83
58,763	1,349,668,584	0.62%	1.10%	251.87

Springfield City School District
*Ratio of General Obligation Bonded Debt to
 Estimated Actual Value and General Obligation Bonded Debt Per Capita
 Last Ten Fiscal Years*

<u>Fiscal Year</u>	<u>General Obligation Bonded Debt (1)</u>	<u>Estimated Actual Value (2)</u>	<u>Population (3)</u>	<u>Ratio of General Obligation Debt to Estimated Actual Value</u>	<u>General Obligation Debt Per Capita</u>
2014	\$ 31,822,142	\$ 1,759,092,583	60,147	1.81%	\$ 529.07
2015	27,807,368	1,752,351,497	59,357	1.59%	468.48
2016	25,524,945	1,746,878,057	59,680	1.46%	427.70
2017	22,856,286	1,790,074,657	59,680	1.28%	382.98
2018	20,411,217	1,822,331,017	60,960	1.12%	334.83
2019	17,889,189	1,844,391,806	59,282	0.97%	301.76
2020	24,140,093	1,973,324,337	55,887	1.22%	431.94
2021	21,120,815	2,002,969,794	58,877	1.05%	358.73
2022	17,899,940	2,031,444,617	58,662	0.88%	305.14
2023	14,472,120	2,383,060,149	58,763	0.61%	246.28

Source: (1) Includes the School District's general obligation bonds and energy conservation bonds
 (2) Ohio Department of Taxation
 (3) City of Springfield Annual Comprehensive Financial Report;
 information is reported for calendar years 2013 through 2022 as fiscal years 2014 through 2023.

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

Springfield City School District
Computation of Direct and Overlapping Debt
 June 30, 2023

Jurisdiction	Debt Attributable to Governmental Activities	Percentage Applicable to District (1)	Amount Applicable to District
Direct:			
Springfield City School District:			
General Obligation Bonds	\$14,267,120	100.00	\$14,267,120
Energy Conservation Notes	205,000	100.00	205,000
Financed Purchase Obligations	<u>328,438</u>	100.00	<u>328,438</u>
Total Direct Debt	<u>14,800,558</u>		<u>14,800,558</u>
Overlapping:			
Clark County:			
General Obligation Bonds	14,264,000	25.29	3,607,366
Springfield-Clark County Joint Vocational School District:			
HB 264 Bonds	360,000	25.19	90,684
City of Springfield:			
Bond Anticipation Note	<u>255,000</u>	75.73	<u>193,112</u>
Total Overlapping Debt	<u>14,879,000</u>		<u>3,891,162</u>
Total Direct and Overlapping Debt	<u><u>\$29,679,558</u></u>		<u><u>\$18,691,720</u></u>

Source: Ohio Municipal Advisory Council

(1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the School District. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the School District. This process recognizes that, when considering the School District's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore, responsible for repaying the debt of each overlapping government.

Springfield City School District
Computation of Legal Debt Margin
Last Ten Fiscal Years

	<u>2014</u>	<u>2015</u>	<u>2016</u>
Total Assessed Valuation used to Calculate Legal Debt Margin (1)	\$ 603,389,960	\$ 598,850,240	\$ 596,123,200
Overall debt limitation - 9.0% of assessed valuation (2)	54,305,096	53,896,522	53,651,088
Gross indebtedness authorized by the School District	31,822,142	27,807,368	25,524,945
Less exempt debt:			
Energy Conservation Notes	<u>(2,529,000)</u>	<u>(725,000)</u>	<u>(660,000)</u>
Debt within 9.0% limitation	29,293,142	27,082,368	24,864,945
Less amount available in the debt service fund	<u>(5,445,537)</u>	<u>(5,488,403)</u>	<u>(5,473,194)</u>
Net debt within 9.0% limitation	<u>23,847,605</u>	<u>21,593,965</u>	<u>19,391,751</u>
Legal debt margin within 9.0% limitation	<u>\$ 30,457,491</u>	<u>\$ 32,302,557</u>	<u>\$ 34,259,337</u>
Legal Debt Margin as a Percentage of the Debt Limit	56.1%	59.9%	63.9%
<hr/>			
Energy Conservation Debt limitation 0.9% of assessed valuation	\$ 5,430,510	\$ 5,389,652	\$ 5,365,109
Net debt within 0.9% limitation	<u>(2,529,000)</u>	<u>(725,000)</u>	<u>(660,000)</u>
Energy Conservation Debt Margin	<u>\$ 2,901,510</u>	<u>\$ 4,664,652</u>	<u>\$ 4,705,109</u>
Energy Conservation Debt Margin as a Percentage of the Energy Conservation Debt Limit	53.4%	86.5%	87.7%
<hr/>			
Unvoted debt limitation .10% of assessed valuation (2)	\$ 603,390	\$ 598,850	\$ 596,123
Gross indebtedness authorized by the School District	2,529,000	725,000	660,000
Less exempt debt:			
Energy Conservation Notes	<u>(2,529,000)</u>	<u>(725,000)</u>	<u>(660,000)</u>
Legal debt margin within .10% limitation	<u>\$ 603,390</u>	<u>\$ 598,850</u>	<u>\$ 596,123</u>
Unvoted Legal Debt Margin as a Percentage of the Excess of Revenues Over (Under) Expenditures	100.0%	100.0%	100.0%

Source: Ohio Department of Taxation and School District Records

(1) The definition of tax valuation for the purpose of calculating the debt margin was modified by H.B. 530, effective 3/30/06, to exclude 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.

(2) Ohio Bond Law sets a limit of 9 percent for voted debt and .10 percent for unvoted debt.

2017	2018	2019	2020	2021	2022
\$ 609,123,490	\$ 616,076,600	\$ 622,955,120	\$ 666,476,550	\$ 673,416,020	\$ 681,629,560
54,821,114	55,446,894	56,065,961	59,982,890	60,607,442	61,346,660
22,856,286	20,411,217	17,889,189	24,140,093	21,120,815	17,899,940
<u>(595,000)</u>	<u>(530,000)</u>	<u>(465,000)</u>	<u>(400,000)</u>	<u>(335,000)</u>	<u>(270,000)</u>
22,261,286	19,881,217	17,424,189	23,740,093	20,785,815	17,629,940
<u>(5,661,513)</u>	<u>(5,674,387)</u>	<u>(5,750,056)</u>	<u>(6,302,409)</u>	<u>(6,407,609)</u>	<u>(6,363,121)</u>
16,599,773	14,206,830	11,674,133	17,437,684	14,378,206	11,266,819
<u>\$ 38,221,341</u>	<u>\$ 41,240,064</u>	<u>\$ 44,391,828</u>	<u>\$ 42,545,206</u>	<u>\$ 46,229,236</u>	<u>\$ 50,079,841</u>
69.7%	74.4%	79.2%	70.9%	76.3%	81.6%
\$ 5,482,111	\$ 5,544,689	\$ 5,606,596	\$ 5,998,289	\$ 6,060,744	\$ 6,134,666
<u>(595,000)</u>	<u>(530,000)</u>	<u>(465,000)</u>	<u>(400,000)</u>	<u>(335,000)</u>	<u>(270,000)</u>
<u>\$ 4,887,111</u>	<u>\$ 5,014,689</u>	<u>\$ 5,141,596</u>	<u>\$ 5,598,289</u>	<u>\$ 5,725,744</u>	<u>\$ 5,864,666</u>
89.1%	90.4%	91.7%	93.3%	94.5%	95.6%
\$ 609,123	\$ 616,077	\$ 622,955	\$ 666,477	\$ 673,416	\$ 681,630
595,000	530,000	465,000	400,000	335,000	270,000
<u>(595,000)</u>	<u>(530,000)</u>	<u>(465,000)</u>	<u>(400,000)</u>	<u>(335,000)</u>	<u>(270,000)</u>
<u>\$ 609,123</u>	<u>\$ 616,077</u>	<u>\$ 622,955</u>	<u>\$ 666,477</u>	<u>\$ 673,416</u>	<u>\$ 681,630</u>
100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

*Springfield City School District
Demographic and Economic Statistics
Last Ten Fiscal Years*

<u>Year</u>	<u>Population (1)</u>	<u>Total Personal Income (1)</u>	<u>Per Capita Personal Income (2)</u>	<u>Clark County Unemployment Rate (3)</u>
2014	60,147	\$ 1,232,106,100	\$ 20,485	6.20%
2015	59,357	1,116,060,801	18,803	4.80%
2016	59,680	1,114,796,982	18,680	4.80%
2017	59,680	1,138,665,577	19,080	5.40%
2018	60,960	1,158,577,896	19,006	4.00%
2019	59,282	1,226,730,552	20,693	4.20%
2020	55,887	1,169,882,571	20,933	10.40%
2021	58,877	1,278,514,055	21,715	6.70%
2022	58,662	1,258,417,224	21,452	4.40%
2023	58,763	1,349,668,584	22,968	3.70%

Source: (1) City of Springfield Annual Comprehensive Financial Report; information is reported for calendar years 2013 through 2022 as fiscal years 2014 through 2023.
(2) Computation of total personal income divided by population
(3) Ohio Department of Job and Family Services and the U.S. Bureau of Labor Statistics.

Springfield City School District
Ranking of Top Ten Employers
For Fiscal Year 2023 and Fiscal Year 2014

	2023	2014
Employer	Rank	Rank
Catholic Healcare Partners (1)	1	2
Navistar	2	-
American Security Group: DBA: Assurant Specialty Group	3	1
Springfield City School District	4	3
Clark County, Ohio	5	4
AM-PM Employment	6	-
Dole Fresh Vegetables	7	-
Clark State Community College	8	5
Kroger Stores	9	6
City of Springfield	10	7
Wittenberg University	-	8
Eby Brown Co.	-	9
Gordon Food Services, LLC	-	10

Source: City of Springfield Annual Comprehensive Financial report; information reported for calendar year 2022 and 2013 as fiscal years 2023 and 2014.

(1) Communnity Mercy Health Partners later became know as Catholic Healthcare Partners also know as Springfield Regional Medical Center

Note: Number of employees by employer is unavailable

Springfield City School District
Building Statistics
Last Ten Fiscal Years

<u>Buildings</u>	<u>Primary Use of Building</u>	<u>Year Built/ Renovated</u>	<u>2014 Average Daily Membership</u>	<u>2015 Average Daily Membership</u>	<u>2016 Average Daily Membership</u>
Fulton Elementary School	Elementary K to 6	2004	406	395	396
Kenton Elementary School	Elementary K to 6	2004	418	453	504
Kenwood Elementary School	Elementary K to 6	2004	431	458	456
Lagonda Elementary School	Elementary K to 6	2004	394	398	422
Lincoln Elementary School	Elementary K to 6	2004	418	435	438
Mann Elementary School	Elementary K to 6	2004	406	457	466
Perrin Woods Elementary School	Elementary K to 6	2004	405	432	411
Snowhill Elementary School	Elementary K to 6	2006	502	491	462
Snyder Park Elementary	Elementary K to 6	2006	397	369	370
Warder Park - Wayne Elementary School	Elementary K to 6	2004	440	447	456
Springfield High School	High School 9 to 12	2008	1,853	1745	1,761
Hayward Middle School	Middle School 7 to 8	2005	363	331	330
Roosevelt Middle School	Middle School 7 to 8	2005	419	445	433
Schaefer Middle School	Middle School 7 to 8	2005	315	297	287
Clark Center	Administration and Preschool	2005	242	329	402
Keifer Alternative School / School of Innovation	Administration, K to 12 Special Education, and 9 to 12 Alternative Education	2006	280	377	334
Service Center	Administration and Warehouse	2004			
Transportation Center	Transportation	2011			
South High School	Community Center	1981			
Evans Stadium	Athletic Activities	1985			
(North) High School Stadium	Athletic Activities	1973/2019			

Source: School District Records

2017 Average Daily Membership	2018 Average Daily Membership	2019 Average Daily Membership	2020 Average Daily Membership	2021 Average Daily Membership	2022 Average Daily Membership	2023 Average Daily Membership
368	368	347	361	370	409	391
497	454	460	482	480	469	478
468	438	418	429	390	404	396
337	376	404	402	387	362	375
424	430	392	355	365	368	345
462	476	452	465	405	389	401
426	408	391	432	397	395	380
487	505	478	488	471	467	453
407	406	430	396	335	318	294
462	457	454	454	419	420	401
1,833	1,785	1,655	1,529	1,476	1,474	1,401
319	304	323	333	355	337	346
443	393	385	430	437	399	384
282	282	271	293	284	267	267
420	455	445	465	349	349	477
303	281	282	334	241	386	451

Springfield City School District
Per Pupil Cost
Last Ten Fiscal Years

<u>Year</u>	<u>General Government Expenditures (1)</u>	<u>Average Daily Membership (2)</u>	<u>Per Pupil Cost</u>	<u>Teaching Staff</u>	<u>Pupil/ Teacher Ratio</u>
2014	\$ 104,234,463	7,674	\$ 13,583	473	16.22
2015	123,124,287	7,847	15,691	556	14.11
2016	118,907,950	7,928	14,998	598	13.26
2017	119,727,923	7,938	15,083	616	12.89
2018	120,637,349	7,818	15,431	620	12.61
2019	122,346,374	7,587	16,126	624	12.16
2020	120,973,536	7,648	15,818	608	12.58
2021	128,289,700	7,161	17,915	613	11.68
2022	123,654,018	7,213	17,143	677	10.65
2023	128,919,242	7,240	17,807	625	11.58

Source: School District Records

- (1) Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds
- (2) These numbers match the "Enrollment" table in this annual financial report.

Springfield City School District
Employees by Function
Last Ten Fiscal Years

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental Activities										
Instruction:										
Regular	386	382	412	380	396	386	371	396	393	403
Special	94	98	91	209	231	215	220	245	211	216
Vocational	1	2	2	3	0	0	0	0	0	0
Adult/Continuing	1	1	1	1	1	0	0	0	1	0
Student Intervention Services	3	3	3	0	0	0	0	0	0	0
Support Services:										
Pupils	69	70	73	80	80	87	76	74	95	101
Instructional Staff	120	119	154	47	52	51	43	32	49	56
Administration	86	82	80	100	93	84	80	91	77	85
Fiscal	8	8	8	8	8	7	7	7	7	8
Business	4	4	5	2	2	2	3	3	4	3
Operation and Maintenance of Plant	62	64	66	69	72	75	78	76	62	68
Pupil Transportation	60	60	55	55	53	54	55	50	54	53
Operation of Non-Instructional Services	73	74	75	97	98	88	90	73	92	101
Total Number of Employees	967	967	1025	1051	1,086	1,049	1,023	1,047	1,045	1,094

Source: School District Records (Count is taken on June 30th of each fiscal year)

*Springfield City School District
Enrollment
Last Ten Fiscal Years*

<u>Year</u>	<u>Preschool</u>	<u>K</u>	<u>1</u>	<u>2</u>	<u>3</u>	<u>4</u>	<u>5</u>
2014	242	711	722	626	554	544	527
2015	329	730	772	641	614	528	545
2016	402	693	737	710	636	583	509
2017	420	624	691	627	706	617	597
2018	455	641	625	646	634	635	599
2019	445	616	625	588	612	592	625
2020	465	671	609	612	600	583	597
2021	349	532	637	572	578	570	570
2022	349	598	530	618	582	567	570
2023	477	523	603	522	601	568	561

Source: School District Records

<u>6</u>	<u>7</u>	<u>8</u>	<u>9</u>	<u>10</u>	<u>11</u>	<u>12</u>	<u>Total</u>
555	566	559	662	496	503	407	7,674
530	573	558	646	536	438	407	7,847
554	538	579	611	524	456	396	7,928
511	539	561	634	504	451	456	7,938
570	485	538	611	519	423	437	7,818
591	526	495	631	477	388	376	7,587
612	566	518	585	503	353	374	7,648
567	534	560	566	463	357	306	7,161
573	531	538	663	440	312	342	7,213
573	519	536	623	507	309	318	7,240

Springfield City School District
Percentage of Students who Receive Free and Reduced Lunches
Last Ten Fiscal Years

<u>Year</u>	<u>Free Lunches</u>	<u>Reduced Lunches</u>	<u>Total</u>
2014	100.00%	0.00%	100.00%
2015(1)	100.00%	0.00%	100.00%
2016	100.00%	0.00%	100.00%
2017(1)	100.00%	0.00%	100.00%
2018	100.00%	0.00%	100.00%
2019(1)	100.00%	0.00%	100.00%
2020	100.00%	0.00%	100.00%
2021(1)	100.00%	0.00%	100.00%
2022	100.00%	0.00%	100.00%
2023 (1)	100.00%	0.00%	100.00%

Source: Ohio Department of Education

(1) Fiscal year 2013 was the first full school year that the District qualified as a Provision 1 District. Provision 1 allows free eligibility for all students for a two year period, regardless of whether or not the individual student qualifies. The District renewed it's Provision 1 status in fiscal year 2015, 2017, 2019, 2021, and 2023 for an additional two year period each.



CLARK SCHAEFER HACKETT
BUSINESS ADVISORS

**SPRINGFIELD CITY SCHOOL DISTRICT
CLARK COUNTY, OHIO**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2023

TABLE OF CONTENTS

Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1 – 2
Independent Auditors' Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance.....	3 – 5
Schedule of Expenditures of Federal Awards.....	6 – 7
Notes to the Schedule of Expenditures of Federal Awards.....	8
Schedule of Findings and Questioned Costs.....	9
Summary Schedule of Prior Audit Findings.....	10

**INDEPENDENT AUDITORS' 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**

Board of Education
Springfield City School District
1500 West Jefferson Street
Springfield, Ohio 45506

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Springfield City School District (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 28, 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) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

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

Clark, Schaefer, Hackett & Co.

Springfield, Ohio
December 28, 2023

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

Board of Education
Springfield City School District
1500 West Jefferson Street
Springfield, Ohio 45506

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Springfield City School District'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 each of the District's major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditors' Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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 audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 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 28, 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 purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Clark, Schaefer, Hackett & Co.

Springfield, Ohio
December 28, 2023

SPRINGFIELD CITY SCHOOL DISTRICT
CLARK COUNTY, OHIO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

Federal Agency/ Pass Through Agency/ Program Title	Assistance Listing Number	Disbursements	Non-Cash Disbursements
U.S. Department of Agriculture:			
<i>Passed through Ohio Department of Education:</i>			
<u>Child Nutrition Cluster:</u>			
School Breakfast Program	10.553	1,219,104	-
National School Lunch Program	10.555	3,312,292	-
COVID-19 National School Lunch Program	10.555	199,354	-
National School Lunch Program - Food Distribution	10.555	-	291,607
		3,511,646	291,607
Total Child Nutrition Cluster		4,730,750	291,607
COVID-19 Pandemic EBT Administrative Costs	10.649	5,950	-
Total U.S. Department of Agriculture		4,736,700	291,607
U.S. Department of Housing and Urban Development:			
<i>Passed through the City of Springfield, Ohio:</i>			
<u>CDBG - Entitlement Grants Cluster:</u>			
Community Development Block Grants/Entitlement Grants	14.218	106,572	-
Total CDBG - Entitlement Grants Cluster		106,572	-
Total Department of Housing and Urban Development		106,572	-
U.S. Department of Education:			
<i>Passed through Ohio Department of Education:</i>			
Adult Education - Basic Grants to States	84.002A	99,694	-
Title I Grants to Local Education Agencies	84.010A	5,482,539	-
<u>Special Education Cluster:</u>			
Special Education Grants to States	84.027A	2,461,744	-
COVID-19 Special Education Grants to States	84.027X	337,628	-
		2,799,372	-
Special Education Preschool Grants	84.173A	66,162	-
COVID-19 Special Education Preschool Grants	84.173X	16,907	-
		83,069	-
Total Special Education Cluster		2,882,441	-
Twenty-First Century Community Learning Centers	84.287C	177,419	-
English Language Acquisition State Grants	84.365A	53,013	-
Supporting Effective Instruction State Grants	84.367A	493,712	-
Student Support and Academic Enrichment Program	84.424A	380,053	-
<u>COVID-19 Education Stabilization Fund:</u>			
Elementary and Secondary School Emergency Relief	84.425D	3,970,407	-
American Rescue Plan–Elementary and Secondary School Emergency Relief (ARP ESSER)	84.425U	5,124,217	-
American Rescue Plan–Elementary and Secondary School Emergency Relief - Homeless Children and Youth (ARP-HCY)	84.425W	141,393	-
		9,236,017	-
Total U.S. Department of Education		18,804,888	-

(Continued)

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

SPRINGFIELD CITY SCHOOL DISTRICT
 CLARK COUNTY, OHIO
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023
 (CONTINUED)

Federal Agency/ Pass Through Agency/ Program Title	Assistance Listing Number	Disbursements	Non-Cash Disbursements
U.S. Department of the Treasury:			
<i>Passed through State of Ohio Office of Budget and Management:</i>			
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	<u>301,920</u>	<u>-</u>
Total U.S. Department of the Treasury		<u>301,920</u>	<u>-</u>
U.S. Department of Health and Human Services:			
<i>Passed through Ohio Child Care Resource and Referral Association:</i>			
<u>CCDF Cluster:</u>			
COVID-19 - Child Care and Development Block Grant	93.575	<u>288,553</u>	<u>-</u>
Total CCDF Cluster		<u>288,553</u>	<u>-</u>
Total U.S. Department of Health and Human Services		<u>288,553</u>	<u>-</u>
Total Expenditures of Federal Awards		<u>\$ 24,238,633</u>	<u>\$ 291,607</u>

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

Springfield City School District
Clark County, Ohio

Notes to the Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2023

NOTE 1 – GENERAL

The accompanying schedule of expenditures of federal awards is a summary activity of all federal award programs of the Springfield City School District (School District). 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 the School District, it is not intended to and does not present the financial position, changes in net position or cash flows of the School District.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards has been prepared on the cash basis of accounting. Expenditures are recognized following the cost principles contained in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* wherein certain types of expenditures are not allowable or are limited as to reimbursement. In addition, the School District did not pass-through any federal awards to subrecipients during the year ended June 30, 2023.

The School District has elected not to use the 10 percent de minimus indirect cost rate to recover indirect costs as allowed under the Uniform Guidance.

NOTE 3 – U.S. DEPARTMENT OF AGRICULTURE PROGRAMS

Non-monetary assistance, such as food received from the U.S. Department of Agriculture, is reported on the schedule of expenditures of federal awards at the market value of the commodities received and consumed. Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first.

Section I – Summary of Auditors’ Results

Financial Statements

Type of auditors’ report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified not considered to be material weakness(es)?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified not considered to be material weakness(es)?	None reported
Type of auditors’ report issued on compliance for major programs:	Unmodified
Any audit findings that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of major programs:

ALN 84.010A – Title I Grants to Local Education Agencies

COVID-19 Education Stabilization Fund:

ALN 84.425D – Elementary and Secondary School Emergency Relief Fund

ALN 84.425U – American Rescue Plan – Elementary and Secondary School
Emergency Relief (ARP ESSER)

ALN 84.425W – American Rescue Plan – Elementary and Secondary School
Emergency Relief – Homeless Children and Youth

Dollar threshold to distinguish between Type A and Type B programs:	\$750,000
Auditee qualified as low-risk auditee?	Yes

Section II – Financial Statement Findings

None noted

Section III – Federal Awards Findings and Questioned Costs

None noted



Springfield City School District
Summary Schedule of Prior Audit Findings
Year Ended June 30, 2023

Finding 2022-001: Wage Rate Requirements, ALN 84.425D, 84.425U, 84.425W

Condition and Criteria: In accordance with 29 CFR sections 5.5 and 5.6, contractors and subcontractors are required to submit to the entity, weekly, for each week in which any contract work is performed, a copy of the payroll and a statement of compliance (certified payrolls). During our audit of wage rate requirements, we noted the District's contract with a certain vendor included the purchase of ionization equipment and labor costs associated with the installation of the equipment did not include a provision to ensure the contractor complied with Federal Prevailing wage rate requirements. Although, the labor portion of the contract was not material to the program, the District could not provide support that weekly certified payroll documents were provided by the contractor.

Recommendation: We recommend the District develop and implement procedures to ensure that, when required by Federal program legislation, all contracts include a provision for compliance with Federal Prevailing wage rate requirements. In addition, we recommend the District implement procedures to ensure tracking of contractor and subcontractor work and subsequent submission of required certified payroll documentation.

Current Status: Corrected.



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OHIO AUDITOR OF STATE KEITH FABER



SPRINGFIELD CITY SCHOOL DISTRICT

CLARK 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 3/5/2024

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