

TWINSBURG CITY SCHOOL DISTRICT

SUMMIT COUNTY, OHIO

SINGLE AUDIT

For the year ended June 30, 2023



OHIO AUDITOR OF STATE
KEITH FABER



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Columbus, Ohio 43215
ContactUs@ohioauditor.gov
800-282-0370

Board of Education
Twinsburg City School District
11136 Ravenna Rd
Twinsburg, OH 44087

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

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. Twinsburg 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

May 13, 2024

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TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO
SINGLE AUDIT
For the Year Ended June 30, 2023

TABLE OF CONTENTS

<u>Title</u>	<u>Page</u>
Schedule of Expenditures of Federal Awards (Prepared by Management)	1
Notes to the Schedule of Expenditures of Federal Awards (Prepared by Management)	2
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	3
Independent Auditor's Report on Compliance with Requirements Applicable to the Major Federal Program and on Internal Control Over Compliance Required by the Uniform Guidance	5
Schedule of Findings	8
Schedule of Prior Audit Findings (Prepared by Management)	10

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**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2023
*Prepared by Management***

FEDERAL GRANTOR Pass Through Grantor Program / Cluster Title	Federal AL Number	Pass Through Entity Identifying Number	Total Federal Expenditures
U.S. DEPARTMENT OF AGRICULTURE			
Nutrition Cluster			
<i>Passed Through Ohio Department of Education</i>			
Cash Assistance:			
National School Lunch Program	10.555	N/A	\$ 423,112
National School Lunch Program - COVID Food Pro Manf	10.555	N/A	101,728
School Breakfast Program	10.553	N/A	84,868
<i>Direct Program</i>			
Non-Cash Assistance:			
National School Lunch Program (Commodities - Note E)	10.555	N/A	122,646
Total Nutrition Cluster			<u>732,354</u>
Total U.S. Department of Agriculture			732,354
U.S. DEPARTMENT OF EDUCATION			
<i>Passed Through Ohio Department of Education</i>			
Title I Grants to Local Educational Agencies	84.010	050070-C1S1	418,048
Special Education Cluster			
Special Education (IDEA, Part B)	84.027	0500703-6BSF	919,409
ECSE IDEA	84.173	0500703-PGS1	22,269
Total Special Education Cluster			<u>941,678</u>
Title II-A, Impr Teach Quality	84.367	0500703-TRS1	113,261
Title III LEP	84.365	N/A	6,856
Title IV-A Student Enrichment	84.424	N/A	51,639
ESSER -Emergency Relief Fund 9002	84.425D	N/A	13,356
ARP ESSER	84.425U	N/A	1,251,633
Total ESSER			<u>1,264,989</u>
Total U.S. Department of Education			<u>2,796,471</u>
Total Expenditures of Federal Awards			<u>\$ 3,528,825</u>

The accompanying notes are an integral part of this schedule.

**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE YEAR ENDED JUNE 30, 2023
Prepared by Management**

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the Twinsburg City School District (the District) under programs of the federal government for the year ended June 30, 2023. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position or changes in net position of the District.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE C – INDIRECT COST RATE

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

NOTE D – CHILD NUTRITION CLUSTER

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

NOTE E – FOOD DONATION PROGRAM

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

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

Twinsburg City School District
Summit County
11136 Ravenna Road
Twinsburg, Ohio 44087

To the Board of Education:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Twinsburg City School District, Summit County, Ohio (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 4, 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 purposes of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

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

However, we noted certain matters not requiring inclusion in this report that we reported to the District's management in a separate letter dated December 4, 2023.

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.



Charles E. Harris & Associates, Inc.
December 4, 2023

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

Twinsburg City School District
Summit County
11136 Ravenna Road
Twinsburg, Ohio 44087

To the Board of Education:

Report on Compliance for the Major Federal Programs

Opinion on the Major Federal Programs

We have audited the Twinsburg City School District, Summit County, Ohio's (the District) compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on the major federal programs for the year ended June 30, 2023. The District's major federal programs are identified in the *Summary of Auditor's Results* section of the accompanying Schedule of Findings.

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

Basis for Opinion on the Major Federal Program

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

We are required to be independent of the 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 the major federal programs. 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

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of this 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 4, 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 District's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards (Schedule) is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. The Schedule is the responsibility of management and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this Schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this Schedule 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 is fairly stated in all material respects in relation to the basic financial statements as a whole.



Charles E. Harris & Associates, Inc.
December 4, 2023

**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2023**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unmodified
<i>(d)(1)(ii)</i>	Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material weaknesses in internal control reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unmodified
<i>(d)(1)(vi)</i>	Are there any reportable findings under 2 CFR § 200.516(a)?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Elementary and Secondary School Emergency Relief Fund - #84.425 Special Education Cluster (IDEA): IDEA, Part B – #84.027 Preschool - #84.173
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$ 750,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee under 2 CFR §200.520?	Yes

**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

**SCHEDULE OF FINDINGS – (continued)
2 CFR § 200.515
JUNE 30, 2023**

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

None

3. FINDINGS FOR FEDERAL AWARDS

None

**TWINSBURG CITY SCHOOL DISTRICT
SUMMIT COUNTY**

SCHEDULE OF PRIOR AUDIT FINDINGS

2 CFR § 200.515

JUNE 30, 2023

(Prepared by Management)

FINDING NUMBER	FUNDING SUMMARY	STATUS	ADDITONAL INFORMATION
2022-001	Noncompliance - Ohio Revised Code § 5705.39	Partially corrected	

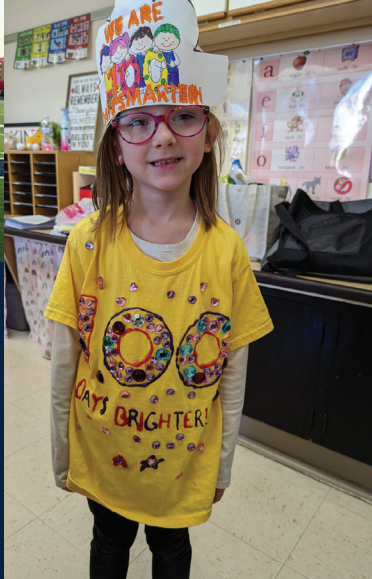
Twinsburg

CITY SCHOOL DISTRICT

www.twinsburg.k12.oh.us



**UNWAVERING
COMMITMENT**



**UNLIMITED
POSSIBILITIES**

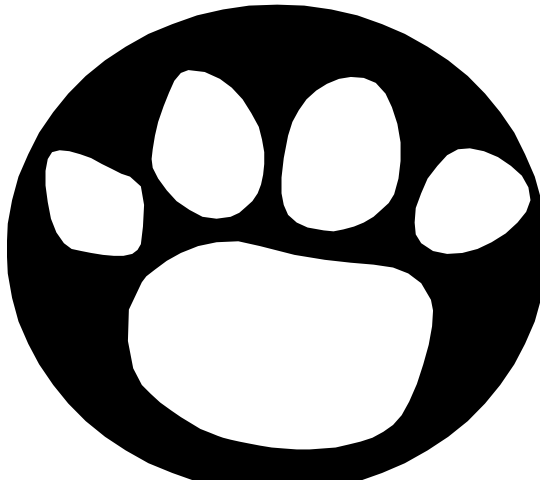
Annual Comprehensive Financial Report

Fiscal Year Ending June 30, 2023



Twinsburg City School District
...where the schools and the communities are one.

TWINSBURG, OHIO



Twinsburg City School District

Annual Comprehensive Financial Report

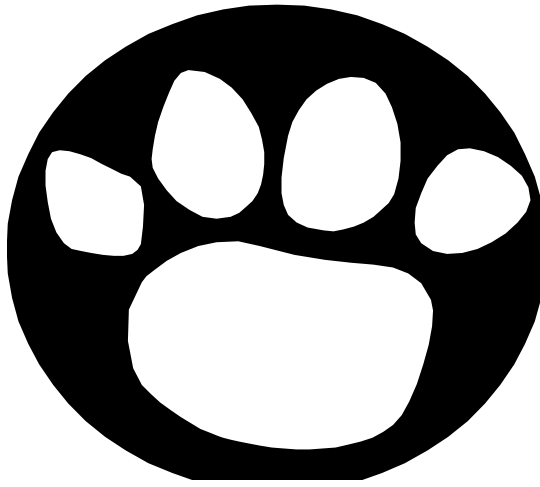
Fiscal Year Ended June 30, 2023



where the schools and the communities are one.

Prepared By:
Julia Rozsnyai, Director of Finance/Treasurer and
Treasurer's Office Staff

11136 Ravenna Road
Twinsburg, Ohio 44087



Twinsburg City School District
Annual Comprehensive Financial Report
For the fiscal year ended June 30, 2023

Table of Contents

Introductory Section	Page
Letter of Transmittal	v
Public Officials Roster	xvi
Organizational Chart	xvii
Certificate of Achievement	xviii
 Financial Section	
Independent Auditor’s Report.....	1
Management’s Discussion and Analysis.....	5
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position	16
Statement of Activities.....	17
Fund Financial Statements	
Balance Sheet – Governmental Funds	18
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	19
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	20
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to Statement of Activities	21
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP) and Actual – General Fund	22
Statement of Fund Net Position – Internal Service Fund.....	23
Statement of Revenue, Expenses and Changes in Fund Net Position – Internal Service Fund	24
Notes to the Basic Financial Statements	25
Required Supplementary Information	
Schedule of the School District’s Proportionate Share of the Net Pension Liability.....	68
Schedule of the School District Contributions – Pension	70
Schedule of the School District’s Proportionate Share of the Net OPEB Liability	72
Schedule of the School District Contributions - OPEB	74
Notes to Required Supplementary Information	76
Combining Statements and Individual Fund Schedules	
Combining Statements – Nonmajor Governmental Funds:	
Fund Descriptions	81
Combining Balance Sheet – Nonmajor Governmental Funds	82
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds.....	83
Combining Balance Sheet – Nonmajor Special Revenue Funds	84
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds.....	88

Twinsburg City School District
Annual Comprehensive Financial Report
For the fiscal year ended June 30, 2023

Table of Contents
(Continued)

	Page
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	92
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds	93
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual - Governmental Funds – Major and Nonmajor Funds	
General Fund.....	96
Uniform School Supplies Fund.....	100
Adult Education Fund	100
Rotary Fund	101
Public School Support Fund	101
Bond Retirement Fund.....	102
Permanent Improvement Fund.....	103
Food Service Fund	104
Special Trust Fund	104
Miscellaneous Local Grants Fund.....	105
Student Activities Fund.....	105
Data Communications Fund.....	106
Student Wellness and Success Fund	106
Miscellaneous State Grants Fund.....	107
ESSER Fund	107
Coronavirus Relief Fund.....	108
Title VI-B Fund.....	108
Title III Fund.....	109
Title I Fund	109
Title IV-A Fund	110
EHA Preschool Grant Fund	110
Improving Teacher Quality Fund.....	111
Miscellaneous Federal Grants Fund.....	111
Building Fund	112
Replacement Fund	112
Scholarships Fund.....	113
Individual Fund Schedules of Revenues, Expenses and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual - Employee Benefits Self Insurance Fund	115

**Twinsburg City School District
Annual Comprehensive Financial Report
For the fiscal year ended June 30, 2023**

Table of Contents
(Continued)

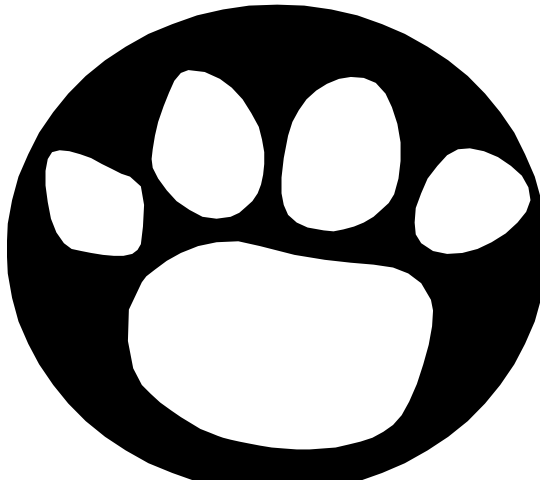
	Page
Statistical Section	
Table of Contents	S-1
<u>Financial Trends:</u>	
Net Position by Component – Last Ten Fiscal Years	S-2
Changes in Net Position of Governmental Activities	
- Last Ten Fiscal Years	S-4
Program Revenues of Governmental Activities by Function	
- Last Ten Fiscal Years	S-8
Fund Balances, Governmental Funds	
- Last Ten Fiscal Years	S-10
Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years	S-12
<u>Revenue Capacity:</u>	
Assessed and Estimated Actual Value of Taxable Property	
- Last Ten Collection Years	S-14
Property Tax Rates - Direct and Overlapping Governments	
- Last Ten Collection Years	S-15
Property Tax Levies and Collections - Last Ten Calendar Years	S-16
Principal Taxpayers – Real Estate Tax – 2023 and 2014.....	S-17
Principal Taxpayers – Public Utility Tax – 2023 and 2014.....	S-18
<u>Debt Capacity:</u>	
Ratio of Outstanding Debt by Type - Last Ten Fiscal Years.....	S-19
Ratio of Debt to Assessed Value and Debt per Capita - Last Ten Fiscal Years	S-20
Computation of Direct and Overlapping Bonded Debt as of June 30, 2023.....	S-21
Computation of Legal Debt Margin – Last Ten Fiscal Years.....	S-22
<u>Economic and Demographic Information:</u>	
Demographic and Economic Statistics – Last Ten Years	S-24
Principal Employers – 2022 and 2013	S-25
<u>Operating Information:</u>	
School District Employees by Function/Program – Last Ten Years	S-26
Operating Statistics – Last Ten Fiscal Years	S-27
Building Statistics – Last Ten Fiscal Years	S-28
Teachers’ Salaries – Last Ten Fiscal Years	S-29

Twinsburg City School District
Annual Comprehensive Financial Report
For the fiscal year ended June 30, 2023

Table of Contents
(Continued)

	Page
Enrollment Statistics – Last Ten Fiscal Years	S-30
Attendance and Graduation Rates – Last Ten Fiscal Years	S-31

INTRODUCTORY SECTION





TWINSBURG CITY SCHOOL DISTRICT

11136 Ravenna Road • Twinsburg OH 44087-1022

Phone: (330) 486-2000

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Kathryn Powers, Superintendent
Julia Rozsnyai, Treasurer/CFO
Matt Strickland, Business Manager

Jennifer Farthing, Director of Curriculum
Belinda McKinney Director of Human Resources
Ryan Bandiera, Director of Pupil Personnel
Andrea Walker, Director of Student Wellness

December 4, 2023

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

The Annual Comprehensive Financial Report (ACFR) of the Twinsburg City School District, (the School District) for the fiscal year ended June 30, 2023, is hereby submitted. This report, prepared by the Fiscal Office, includes financial statements, supplemental statements, and other financial and statistical information to provide complete and full disclosure of all material financial aspects of the School District for the 2022-2023 fiscal year. This report is presented in compliance with Governmental Accounting Standards Board (GASB) Statement No. 34, “Basic Financial Statements - and Management’s Discussion and Analysis - for State and Local Governments” and is representative of the School District’s commitment to provide meaningful information to its stakeholders.

Responsibility for both the accuracy of the data presented, and the completeness and fairness of the presentation, including the disclosures, rests with the School District’s management. To the best of our knowledge and belief, the ACFR and enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School District.

State law requires the School District’s financial statements to be subjected to a biennial examination by the Auditor of State of Ohio (Auditor) or an independent auditor contracted by the Auditor unless an annual Federal Single Audit is required. In addition, the law requires the School District to prepare and file, within 150 days following the close of their fiscal period, a financial statement prepared in accordance with generally accepted accounting principles (GAAP) with the Auditor. The financial statements, at a minimum, should be the basic financial statements of the School District and include the notes to those statements. Although not required by law, management of the School District has decided to prepare this ACFR. A further discussion of the audit can be found later in this letter.

This ACFR, which includes an opinion from Charles E. Harris & Associates Inc., conforms to generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB) and is representative of the School District’s commitment to provide meaningful information to the citizens of the School District.

Management’s discussion and analysis (MD&A), immediately follows the independent auditor’s report, provides a narrative introduction, overview and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Description of the School District

The School District serves an area of approximately 30 square miles. It is comprised of the City of Twinsburg, Twinsburg Township, the Village of Reminderville and a portion of the City of Macedonia. It is located in the Northeast corner of Summit County and is approximately 21 miles southeast of downtown Cleveland and 24 miles northwest of Akron. Residents are from a broad range of socioeconomic and ethnic backgrounds. According to the 2020 Census, the population of the School District was 25,673.

During fiscal year 2023, there were 4,052 students attending the five schools in the School District. They are: Wilcox Primary built in 1960, Bissell Elementary built in 1963, Dodge Intermediate built in 1969, Chamberlin Middle School built in 1958, and Twinsburg High School built in 1999. The School District also owns a central office building built in 1957, a bus garage, a football stadium, and various athletic fields. To date Twinsburg residents have invested over \$75 million in School District buildings, land, furniture, equipment and vehicles.

Historically, there has been overall growth in student population. The 1992-93 enrollment was 2,431 students. Since then the student population has increased nearly 70%. However, recent trends indicate the School District's student population is expected to be steady or a small decline over the next five years.

Organization of the School District

The Board of Education of the School District is comprised of five members elected at-large by the citizens of the School District. The Board serves as the taxing authority, contracting body, and policy initiator for the operation of the School District. The Board is responsible for the adoption of the tax budget, the annual operating budget and approves all expenditures of the School District. The Board is a body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code, and has only those powers and authority conferred upon it by the law.

The Superintendent is the Chief Executive Officer of the School District and is directly responsible to the Board for all operations within the School District. Effective August 1, 2011, Mrs. Kathryn Powers was hired as Superintendent. Mrs. Powers served as Director of Human Resources with the Brecksville-Broadview Heights City School District from 2008 to 2011 and as the Director of Instruction with the South Euclid-Lyndhurst City School District. Mrs. Powers also served as an elementary and middle school principal. She replaced Mr. Stephen Marlow who served as superintendent until he tendered his resignation at the February 2, 2011 board meeting.

The Treasurer is the Chief Fiscal Officer of the School District and is responsible directly to the Board for all financial operations, investments, custody of School District funds and assets, and serves as Secretary to the Board. Mrs. Julia Rozsnyai was hired in this capacity as of August 1, 2022. She joined the public schools field after many years of working in different departments in mortgage banking. She started out in the Assistant Superintendent's office at Kenston Schools in 2011, then she was an Assistant Treasurer for five years at the Chagrin Falls Exempted Village Schools. Julia then joined the Education Service Center of North East Ohio as the Fiscal Lead of their Information Technology Center, Connect. She has been a treasurer for 3 years prior to joining Twinsburg City Schools. Julia has a Bachelors' degree from Cleveland State University with major in Accounting, and two Associate degrees from Cuyahoga Community College.

The Treasurer's office employs four staff members. All other School District employees are reporting to the School Principals or Department Managers of various areas who in turn are direct reports to the Superintendent. All staff members are employed by the Board upon the recommendation of the Superintendent.

The Reporting Entity

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

A complete discussion of the School District's reporting entity is provided in Note 1 to the basic financial statements.

Economic Conditions

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the School District operates.

Local Economy

The City of Twinsburg is an enviable location as part of the metropolitan Cleveland-Akron area. The two entrances to Interstate 480 are in very close proximity to Interstate 271 and Interstate 80 (Ohio Turnpike). The easy access to interstate highways has enabled the vitality of a large industrial park. Located within this park was a large Chrysler stamping plant that closed March 2010. The property has been cleared and is being redeveloped as warehouse/shipping space for FedEx, Amazon, O'Reilly Auto Parts and several other large companies.

Four State-supported and six private colleges and universities are located within a convenient driving distance from Twinsburg. The Twinsburg Public Library has been nationally recognized when compared to similar size libraries. The Twinsburg Public Library's consistently receives top ratings and has received several number one rating as measured by Hennen's American Public Library Ratings. In 2006 the Library surpassed the circulation milestone of one million items and in 2014 surpassed 1.25 million items. The Library celebrated its 110 birthday on May 2, 2020 and serves a population of just over 24,000 in innovative ways.

Twinsburg hosts the Twins Days Festival on the first full weekend of August each year. The Twins Days Festival is the largest annual gathering of twins and multiples in the world! It annually attracts twins, multiples and their families from all over the globe.

Twinsburg City, Twinsburg Township and the Village of Reminderville have experienced a vibrant business sector over the past two decades. Limited growth is expected to continue as space remains available for this use. Tax incentive programs have assisted the growth. The benefits of the plans are being realized as businesses are committed to their partnership and remain in the community. The School District is deeply affected by the local economy as well as the overall economic health of the country. Property taxes and intergovernmental revenues, prime indicators of the strength or weaknesses of the local economy, are closely tracked.

In monitoring property tax revenues, the School District takes in account several factors, including tax collections, the values of new construction, property reappraisals and updates.

Long-term financial planning

During these uncertain economic times the administration and Board of Education endeavor to hold down expenditures and continue to examine areas to make future resource reallocations. Our goal is to create dynamic curriculum and learning environments that challenge all students' creative, analytical and critical thinking abilities and skills beyond standardized requirements. The Twinsburg City School District focuses on implementing a focused curriculum, social/emotional supports, ensuring educational equity and excellence for every student, high quality professional development, and community partnerships. With the continued support of our community and the dedication of our staff, we will provide staff members with access to support, tools and systems to improve student's fullest potential and achievement.

The litigation now referred to as the "DeRolph Case" began in 1991 ultimately found the State's method of funding school districts to be unconstitutional. Subsequently the Ohio Supreme Court relinquished jurisdiction over the case and directed the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient. Under the guise of education reform, charter schools, online schools in addition to voucher programs deleteriously divert funds from traditional public schools. And in most cases charters subpar performance, and lack accountability and transparency giving rise to concerns over their fiscal stewardship.

The Ohio Legislature enacted in 1976, House Bill 920, severely limiting school funding. This law prohibits school districts from realizing any additional revenue on a previously approved levy via inflationary pressures. Historically, millage rates have been rolled back as reappraisals boost property values. Furthermore, in 1972, taxpayers were promised Real Estate tax relief when the State put forth a State-wide income tax. In 2013 HB59 ended this promise by denying homeowners the Homestead and Roll Back discount on all new levies.

House Bill 95 passed in June 2003 and House Bill 66 passed in June 2005 have eliminated the collection of taxes on tangible personal property. Tangible personal property is the machinery, inventory, furniture and fixtures owned by businesses. As the tax on tangible personal property was eliminated, the State provided a limited reimbursement for a short period of time. An ebbing flow of revenue came from a Commercial Activity Tax. Interestingly, revenue that once originated from local sources were relabeled and appear as if the State has increased funding to education. *The net effect is an overall reduction of revenue to the School Districts and consequently many Ohio schools were forced to seek voter-approved levies more frequently.* Instead of the State of Ohio assisting public schools, as directed by the DeRolph decisions, the State has and continues to limit and/or reduce public school funding.

The State is further shifting the tax burden from the State to the local level by shifting State foundation funding from traditional public schools to charter school, scholarship programs and voucher to private and sectarian schools.

Financial Policy

The School District is required by Ohio law to complete a five-year financial forecast annually. The School District completed the forecast in November as required and updated the forecast in May. Per the ODE the forecast is designed to engage the local board of education and community in the long range planning and discussion of financial issues facing the school district based on information currently available and serves as a basis for determining school district's ability to sign the "412 certificate". The five-year forecast is the primary source for the Department of Education and Auditor of State to identify school districts with potential financial problems. Events and circumstances frequently do not occur as expected and will significantly alter the outcomes and results of the forecast and assumptions. The forecast numbers, and assumptions while made in good faith, *can, will and do* change over time, based on many factors, and cannot be guaranteed.

The financial forecast of general fund operations for the next five years demonstrates the School District's eroding financial position. The School District adopted an Operational Change Plan in fiscal year 2013 reducing expenditures by \$3.2 million paired with a new operating levy, however, expenditures started exceeding revenues in fiscal years 2020. Although the School District has a carry-over cash balance at this point in time, it will be used up by fiscal year 2025 (*please see November 2022 Five Year Forecast available on the Treasurer page on the District's website*). Therefore, the Board President, Superintendent and Treasurer were notified in December 2022 by the Ohio Department of Education (ODE) Fiscal Oversight Committee who designated the Twinsburg City School District to be in a "precautionary" fiscal status and requested a plan to address the deficit projected for FY2025 to be submitted to ODE by February 28, 2023. State legislative decisions, consequently resulted in the School District experiencing relatively flat revenues, including the lessening of tangible personal property revenues, last received in 2022. Administration has worked on a Expenditure Reduction Plan which was presented and Board approved at the February 15, 2023 Board meeting. The Expenditure Reduction plan included four sections: additional revenue generation, cost avoidance, efficiency measures and staff reductions totaling to \$2.7 million starting with fiscal year 2024.

As measured by the Ohio Department of Education, the School District Profile Report from FY2022, per-pupil average expenditure (\$14,088) is still lower than the State average (\$14,686), and most of the neighboring school district; yet higher than similar districts (\$13,936). The focus on academics results in the School District being among the top 20% of public districts with the highest academic performance index scores.

Initiatives and Accomplishments

Across the School District a number of major accomplishments have taken place. The following are examples of those initiatives that directly impact teaching and learning.

Instruction

➤ **Curriculum and Instruction**

The School District offers approximately twenty Advanced Placement courses permitting students to earn college level credits. Additionally, Dual Credit, Credit Flex and College Credit Plus options are available to students. The Connections Courses at Twinsburg High School is designed for students to shadow and/or participate in internships with over 60 surrounding businesses while they explore future career pathways.

Curriculum leaders and teachers have continued to work hard on refining curriculum maps and develop quality formative assessments. The School District emphasis on professional development ensures the coherent and rigorous implementation of Ohio's Learning Standards. Professional development opportunities support teachers' use of the data to improve instruction. Additionally, Professional Learning Communities (PLCs) enhance teaching, learning and collaboration.

The School District has implemented Makerspaces environments which challenge students to create and learn through hands-on, personalized experiences. Also, Blended Learning classrooms combine online educational materials and traditional classroom methods. Students can, to a degree, choose their path and pace in the classroom during instruction.

➤ **Activities**

Many activities support student learning such as Vocal/Orchestra/Band Music Programs, Cub Community Program, Interactive Media Program, Drama Club, and RBC Honor Corps. Instrumental and vocal music programs excel for example Great Expectations Show Choir has earned numerous Grand Champion awards. The School District offers a variety athletic opportunities for student athletes. Students participated in regional and state competitions. Activities have also been designed to facilitate parental involvement in the schools. These include Family Focus Nights, Parent Workshops, Father's Walk, Veteran's/Grandparents Days, and Parent-to-Parent Support Group. In partnership with a local hospital CPR training has been rolled out to many students and all staff have been trained and certified.

➤ Recognition

U.S. News & World Report ranks Twinsburg High School (THS) number 44 out of 872 Ohio high schools in 2020! THS also ranked number 1356 in the U.S. out of 17,857 high schools. That is the top 5 percent of high schools in Ohio. It is based on their performance on state assessments and how well they prepare students for college.

➤ All Day Kindergarten and Preschool

The School District has offered All-Day Kindergarten for many years in an effort to ensure all students are reading at grade level or better as they progress to first grade. And yet again, our third grade students met the requirements of the Third Grade Reading Guarantee. Numerous summer reading intervention programs are provided by the School District to assist struggling readers achieve success.

The preschool program provides services to a population of special education and typical peer students. Wilcox Primary School's award winning 5 Star Step Up to Quality Program was expanded through the addition of a new project-based Kindergarten Preparatory Program.

➤ Student Supports

Positive Behavioral Interventions and Supports (PBIS) is a School District initiative that encompasses preschool through 12th grade. PBIS promotes positive relationships, clear expectations, while consistently acknowledging and correcting behaviors. The focus is for all students to "Be Respectful, Be Responsible, Be Safe and Be Caring".

The School District is committed to providing both academic and social-emotional services for students in order to support the whole child. The School District is very fortunate to have a School-Based Wellness Program to support the social-emotional needs of our students.

➤ Nutrition and Wellness

All of the District's schools are USDA certified as Healthier US Schools. The School District in the top 4% of schools nationwide that exceed all current USDA guidelines for food served in our schools. We strive for food that is fresh, healthy and appealing. The District was awarded the "Super Star" distinction and a medallion from the Ohio School Breakfast Challenge for its innovative work to increase access to school meals during the pandemic.

➤ Planning

The process of developing the Strategic Plan started October 2018 with the assembly of the Action Teams enlisting community members, teachers, staff and administrators. The planning process focused on six areas; 1. 21st Century Teaching & Learning, 2. Financial, 3. Communications, 4. Climate & Culture, 4. Safety, and 6. Facilities. The completed Strategic Plan was presented to the Board of Education for their approval and has been updated annually.

Plant and Educational Support

- **Facilities**

All school buildings are in excellent physical condition. A Permanent Improvement levy supports the building maintenance program. An architectural firm made a thorough assessment of all School District facilities and from this assessment; the Facilities Strategic Plan was presented to the Board of Education on June 29, 2016 and updated for 2021. The Twinsburg High School was opened January 1999. Attached to it is a Fitness Center operated by the City of Twinsburg Parks and Recreation Department. An artificial-grass surface was initially installed at our Tiger Stadium during the summer of 2006 and replaced in 2015. It has been positively received by the athletes and community alike.
- **Energy Conservation**

A House Bill 264 Energy Conservation Project at the High School (built in 1999) was completed in 2011. It has reduced energy consumption by approximately 46% and earned the High School an Energy Star Rating. At R.B. Chamberlin, the energy conservation project completed in 2015 replaced a boiler and upgraded lighting and HVAC controls. The District is currently completing another energy conservation project upgrading HVAC controls and retrofitting LED lighting throughout the District.
- **Technology**

All buildings are wired, networked, and have internet access. The School District has over 4,000 computers for student and staff use. All staff and Board of Education members have e-mail access. Other technologies that support education are also available. The School District has rolled-out Chromebooks one-to-one for students and teachers. The roll-out started at the High School in 2018 for two grade levels and progressed to additional grade levels. The Covid-19 pandemic accelerated the roll-out to ensure all student needing a device received one. Chromebooks have been a valuable tool to facilitate teaching and learning in both the classroom and remote settings.
- **Security**

The School District has implemented a School District-wide security plan to protect the students and the staff in case of an emergency. All buildings have security equipment and procedures in place. All staff members as well as students in grades 4-12 have been trained in A.L.I.C.E., an intruder response program. The School District staff and area safety forces have participated in safety response drills. Building Welcome Centers and guest access solutions have been installed in all five educational buildings.
- **Buses**

The School District has a fleet of 44 buses. The School District has developed a replacement schedule to refresh the fleet over a ten year cycle.

Financial Information

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

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timeframe. All funds, other than agency funds are required to be budgeted and appropriated. Encompassed in this process expenditures and encumbrances must be within appropriations and appropriations must be within estimated resources. The level of budgetary control for the School District is at the object level for the general fund and the fund level for all other funds. The School District utilizes a fully automated accounting system. Each fund is a distinct self-balancing accounting entity.

Other Information

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 Twinsburg City School District for its annual comprehensive financial report for the fiscal year ended June 30, 2022. This is the twenty first consecutive 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 report. The report must satisfy Generally Accepted Accounting Principles and applicable legal requirements

A Certificate of Achievement is valid for one year only. We believe our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Auditor of State's Award

The School District has received multiple Auditor of the State of Ohio Awards. Upon the completion of a financial audit, The Auditor of State Award is presented to school districts for the timely filing of the annual financial report in the form of an ACFR. Additionally, the audit report is "clean" and does not contain any findings for recovery, material citations, material weaknesses, significant deficiencies, questioned costs, or Single Audit findings. Fewer than five percent of all Ohio government agencies are eligible for this award.

Additional Information

For a more in depth discussion of the financial condition of the School District, please refer to the Management's Discussion and Analysis and the Notes to the Basic Financial Statements of the Annual Comprehensive Financial Report.

Acknowledgements

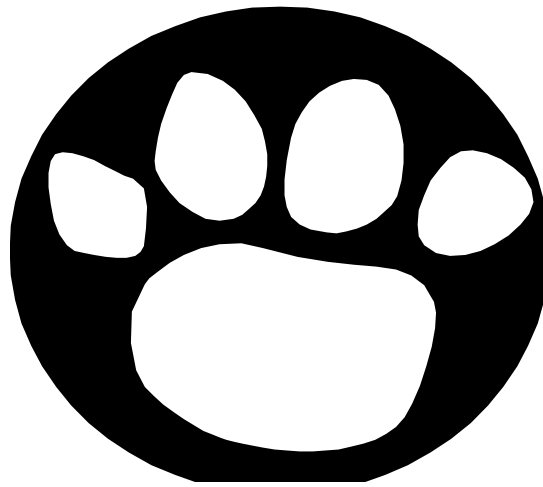
The publication of this Annual Comprehensive Financial Report significantly increases the accountability of the Twinsburg City School District and is a significant step toward elevating professional standards for the Twinsburg City School District's financial reporting. Its preparation and publication would not have been possible without the commitment of the Board of Education and administration and the tireless efforts of the Treasurer's Department and building staff. I wish to express my deepest appreciation and thanks to the individuals who assisted with the preparation of this Annual Comprehensive Financial Report. It is with great pride that the Twinsburg City School District presents the 2023 Annual Comprehensive Financial Report to the citizens and taxpayers of the School District.

Finally, a special thanks to the Board of Education where the commitment to excellence begins.

Respectfully Submitted,



Julia Rozsnyai
Treasurer



Twinsburg City School District
Public Officials Roster
For the Fiscal Year Ended June 30, 2023

Board of Education

Mr. Rob Felber	President
Mrs. Lea Travis	Vice President
Mrs. Rhonda Crawford	Member
Mr. Mark Curtis	Member
Mrs. Tina Davis	Member

Treasurer/CFO

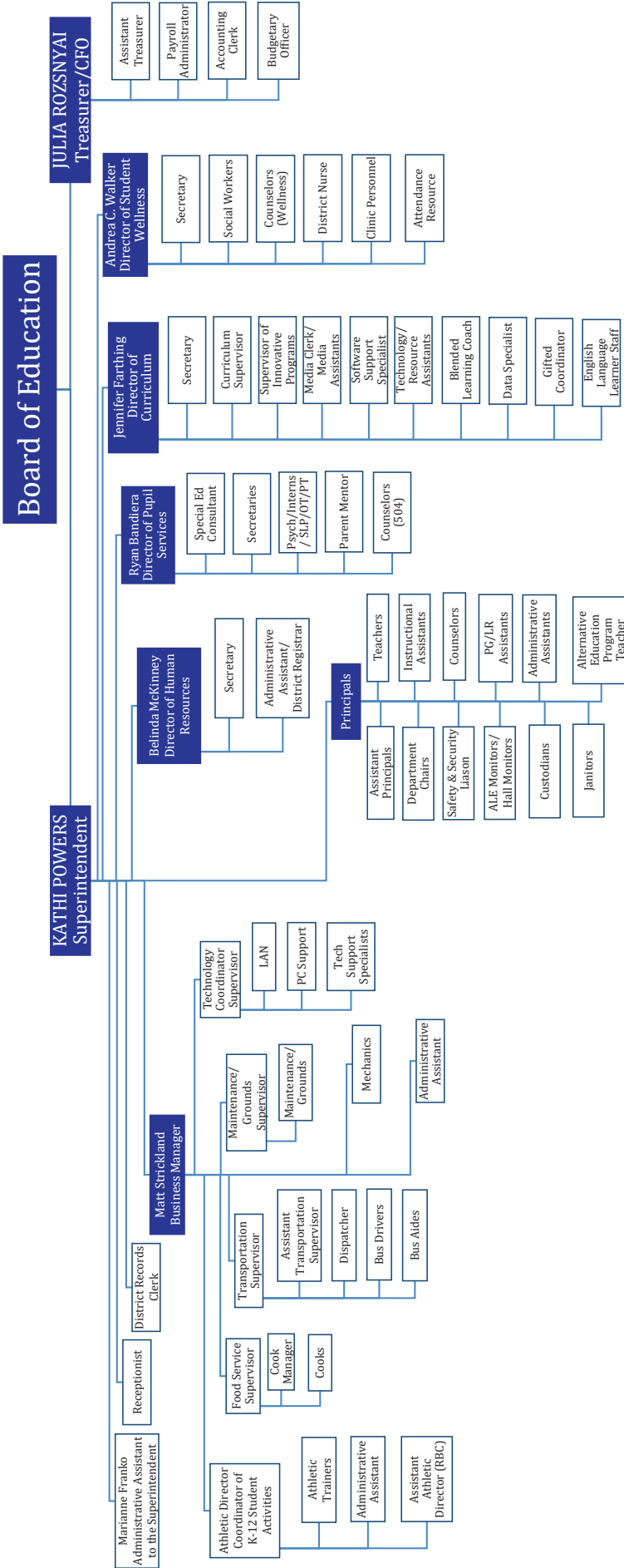
Mrs. Julia Rozsnyai

Administration

Mrs. Kathryn M. Powers	Superintendent
Mrs. Jennifer C. Farthing	Director of Curriculum
Mr. Ryan Bandiera	Director of Pupil Personnel
Mr. Matthew Strickland	Director of Business Services
Mrs. Belinda McKinney	Director of Human Resources
Mrs. Andrea Walker	Director of Student Wellness



Twinsburg City School District Organizational Chart 2022 – 2023





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Twinsburg City School District
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

Charles E. Harris & Associates, Inc.

Certified Public Accountants

5510 Pearl Road Ste 102

Parma, OH 44129-2550

Phone - (216) 575-1630

Fax - (216) 436-2411

INDEPENDENT AUDITOR'S REPORT

Twinsburg City School District
Summit County
11136 Ravenna Road
Twinsburg, Ohio 44087

To the Board of Education:

Report on the Audit of the Financial Statements

Opinion

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

In our opinion, the 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 thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the 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 opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary information

Our audit was conducted for the purpose of forming an opinion 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 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

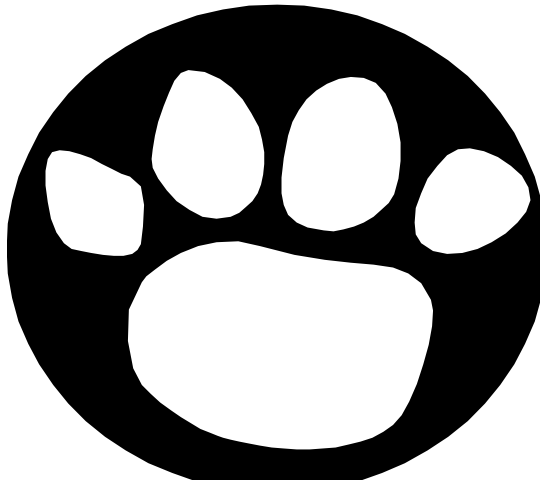
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. 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 4, 2023, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

Charles E. Harris & Associates, Inc.

Charles E. Harris & Associates, Inc.
December 4, 2023



Twinsburg City School District

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2023

Unaudited

This discussion and analysis of Twinsburg City School District's (the School District) 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 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 2023 are as follows:

- General revenues accounted for \$59,693,616 in revenue or 89.04% of all revenues. Program specific revenues in the form of charges for services, operating grants, contributions and interest accounted for \$7,344,553 or 10.96% of total revenues of \$67,038,169.
- The School District had \$67,813,227 in expenses related to governmental activities; program revenues offset \$7,344,553 of these expenses. \$59,693,616 of general revenues was not adequate to provide for these programs resulting in a decrease in net position of \$775,058.
- Of the total governmental expenses of \$67,813,227, the amount related to instruction amounted to \$41,316,191 or 60.93% of this total.
- The School District had three major governmental funds, the general fund, the bond retirement fund and the permanent improvement fund. The general fund's balance increased \$41,739 to \$23,269,344 at June 30, 2023. The bond retirement's fund balance decreased \$30,657 to \$542,836 at June 30, 2023. The permanent improvement's fund balance increased \$578,333 to \$5,206,141 at June 30, 2023.

Using this Annual Financial Report

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

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

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While these statements contain information about a large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and helps answer the question, "How did we do financially during 2023?" These statements include all non-fiduciary assets, deferred outflows of resources, liabilities and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting, takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net position and changes in this 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. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's current property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors. In the statement of net position and the statement of activities, the School District's activities are considered to be all governmental activities.

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

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 11. 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 most significant funds. The School District's major governmental funds are the general, bond retirement debt service and permanent improvement capital projects funds.

Governmental Funds Most of the School District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and 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 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.

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

The School District as a Whole

Table 1 provides a summary of the School District's net position for 2023 compared to 2022.

	Table 1 Net Position	
	<u>Governmental Activities</u>	
	<u>2023</u>	Restated <u>2022</u>
Assets		
Current and other assets	\$ 70,518,761	\$ 75,394,862
Net OPEB asset	5,700,385	4,673,482
Capital assets, net of depreciation	<u>27,440,097</u>	<u>28,705,970</u>
Total assets	<u>103,659,243</u>	<u>108,774,314</u>
Deferred outflows of resources		
Pension	16,213,636	17,421,053
OPEB	<u>1,618,296</u>	<u>2,009,351</u>
Total deferred outflows of resources	<u>17,831,932</u>	<u>19,430,404</u>
Liabilities		
Current and other liabilities	7,424,348	6,913,053
Long-term liabilities:		
Due within one year	890,167	915,151
Due in more than one year:		
Net pension liability	60,595,648	36,398,263
Net OPEB liability	3,086,315	4,241,316
Other amounts due in more than one year	<u>5,366,709</u>	<u>5,573,978</u>
Total liabilities	<u>77,363,187</u>	<u>54,041,761</u>
Deferred inflows of resources		
Property taxes	31,036,130	37,157,673
Pension	5,411,104	28,960,841
OPEB	<u>8,391,921</u>	<u>7,980,552</u>
Total deferred inflows of resources	<u>44,839,155</u>	<u>74,099,066</u>
Net Position		
Net investment in capital assets	24,601,350	25,462,907
Restricted	8,338,036	6,727,282
Unrestricted	<u>(33,650,553)</u>	<u>(32,126,298)</u>
Total net position	<u>\$ (711,167)</u>	<u>\$ 63,891</u>

Twinsburg City School District

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2023

Unaudited

Recall that the statement of net position provides the perspective of the School District as a whole. Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2023, the School District had a decrease in net position of \$775,058.

Net investment in capital assets reported on the government-wide statements represents a large component of net position. Capital assets include land, construction in progress, land improvements, buildings and improvements, furniture, fixtures and equipment and vehicles, and are used to provide services to students and are not available for future spending. Although the School District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the School District's net position, \$8,338,036, represents resources that are subject to external restrictions on how the funds may be used. Of the total restricted net position, \$542,179 is restricted for debt service payments, \$5,438,974 is restricted for capital projects, \$56,762 is restricted for extracurricular activities, \$413,760 is restricted for food services, \$802,176 is restricted for OPEB and \$1,084,185 is restricted for other purposes. Restricted for other purposes for the School District is net position restricted for special revenue funds which are used for educational services.

The School District's statements prepared on an accrual basis of accounting include an annual pension expense and an annual OPEB expense equal to its proportionate share of each plan's change in net pension liability and net OPEB liability or asset, respectively, not accounted for as deferred inflows/outflows.

As a result of implementing the accounting standard for pension and OPEB, the School District is reporting a significant net pension liability, net OPEB liability, related deferred inflows of resources and an increase in pension expense for the fiscal year which have a negative effect on net position. In addition, the School District is reporting a net OPEB asset, deferred outflows of resources and a decrease in expenses related to OPEB, which have a positive impact on net position. The increase and decrease in pension and OPEB expense is the difference between the contractually required contributions and the pension and OPEB expense resulting from the change in the liability or asset that is not reported as deferred inflows or outflows. These amounts can be found in the reconciliation of the statement of revenues, expenditures and changes in fund balances of governmental funds to the statement of activities. To further explain the impact of these accounting standards on the School District's net position, additional information is presented below.

	<u>2023</u>	<u>2022</u>
Deferred outflows - pension	\$ 16,213,636	\$ 17,421,053
Deferred outflows - OPEB	1,618,296	2,009,351
Deferred inflows - pension	(5,411,104)	(28,960,841)
Deferred inflows - OPEB	(8,391,921)	(7,980,552)
Net pension liability	(60,595,648)	(36,398,263)
Net OPEB liability	(3,086,315)	(4,241,316)
Net OPEB asset	<u>5,700,385</u>	<u>4,673,482</u>
Impact of GASB 68 and GABB 75 on net position	<u>\$ (53,952,671)</u>	<u>\$ (53,477,086)</u>

For the fiscal year, a reduction in expenses of \$475,585 was reported in governmental activities for the change in these account balances.

Table 2 shows change in net position for fiscal year 2023 as compared to 2022:

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

Table 2
Change in Net Position

	Governmental Activities	
	2023	2022
Revenues		
Program revenues:		
Charges for services	\$ 2,736,496	\$ 1,602,872
Operating grants, contributions and interest	4,608,057	6,399,514
Capital grants and contributions	-	135,000
General revenues:		
Property taxes	48,435,708	40,393,681
Grants and entitlements	9,922,343	10,512,950
Payments in lieu of taxes	277,194	148,683
Investment earnings	838,225	(315,911)
Miscellaneous	220,146	51,510
Total revenues	<u>67,038,169</u>	<u>58,928,299</u>
Program Expenses		
Instruction:		
Regular	31,134,817	25,650,146
Special	8,210,393	6,820,802
Vocational	20,550	402
Student intervention services	589,967	765,543
Other	1,360,464	2,281,699
Support services:		
Pupils	4,344,042	3,717,450
Instructional staff	1,160,700	963,920
Board of education	610,294	462,011
Administration	4,962,828	4,042,195
Fiscal	1,278,216	1,203,035
Business	387,399	381,928
Operation and maintenance of plant	5,574,498	4,999,787
Pupil transportation	3,731,911	3,490,845
Central	1,159,966	1,357,925
Operation on non-instructional services	1,000	12,683
Operation of food services	1,565,257	1,562,754
Extracurricular activities	1,630,545	1,178,214
Interest and fiscal charges	90,380	123,858
Total expenses	<u>67,813,227</u>	<u>59,015,197</u>
Decrease in net position	(775,058)	(86,898)
Net position beginning of the year	<u>63,891</u>	<u>150,789</u>
Net position end of the year	<u>\$ (711,167)</u>	<u>\$ 63,891</u>

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

Governmental Activities

Several revenue sources fund our governmental activities with property taxes and State foundation revenues being the largest contributors. Property tax levies generated over \$48.4 million in 2023. The increase in property tax is due largely to varying amounts available as an advance each year that are recognized as revenue. General revenues from grants and entitlements, such as the school foundation program, generated over \$9.9 million. With the combination of taxes and intergovernmental funding 87.05% of all revenues, the School District monitors both of these revenue sources very closely for fluctuations.

A review of Table 2 reflects that the total cost of instructional services was \$41,316,191 or 60.93% of governmental program expenses. Instructional expenses include activities directly related to the teaching of pupils and the interaction between teacher and pupil. As compared to the prior year, these expenses increased \$5,797,599 or 16.32% mainly due to an increase in regular instruction. This increase is due to significant changes in the net pension liability, net OPEB liability and net OPEB asset from one year to the next.

Pupil services and instructional staff include the activities involved in assisting staff and the content and process of teaching pupils. These expenses represent \$5,504,742 of the total governmental program expenses, or 8.12%. These expenses increased from the prior year in the amount of \$823,372, or 17.59% again due in part to the change in the net pension and net OPEB liabilities.

Board of Education, administration, fiscal and business classifications reflect expenses associated with establishing and administering school operation policies, financial operations and activities concerned with purchasing, receiving and maintaining goods and services for the School District. The total cost was \$7,238,737 or 10.67% of governmental program expenses. Expenses of these programs increased \$1,149,568, or 18.088%, as compared to fiscal year 2022, driven mostly by increases in administration expenses.

Operation and maintenance of plant expenses refer to the care and upkeep of the buildings, grounds, equipment and the safety of the School District's operations. The total cost for the operation and maintenance services was \$5,574,498 or 8.22% of the governmental program expenses.

Pupil transportation expenses are expenses related to the transportation of students to and from school, as well as the service and maintenance of those vehicles. Total transportation cost was \$3,731,911 or 5.50% of the total governmental program expenditures. Expenses for providing this program increased \$241,066, or 6.91% as compared to the prior year.

Overall, expenses for governmental activities increased \$8,798,030 or 14.91% from fiscal year 2022 reported amounts. As seen above, the most significant cause of this increase was due changes in the net pension and net OPEB liabilities.

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

The School District's Funds

The School District's governmental funds are accounted for using the modified accrual basis of accounting. The total revenues and other financing sources for governmental funds were \$67,603,087 and total expenditures and other financing uses were \$66,389,123. Fund balance of the general fund increased by \$41,739 as compared to the 2022 ending balance. For the bond retirement debt service fund, fund balance decreased by \$30,657. The only other major governmental fund, the permanent improvement capital projects fund, fund balance increased by \$578,333 from the prior year. The increase in the general fund is primarily due to an increase in the amount available as advance for property taxes and an increase in intergovernmental revenues during the fiscal year. The decrease in the bond retirement fund is primarily due to a decrease in property tax and intergovernmental revenues and the increase in the permanent improvement fund is primarily due to a decrease in capital spending

Table 3
Change in Fund Balance

	Fund Balance June 30, 2023	Restated Fund Balance June 30, 2022	Increase (Decrease)
General	\$ 23,269,344	\$ 23,227,605	\$ 41,739
Bond retirement	542,179	572,836	(30,657)
Permanent improvement	5,206,141	4,627,808	578,333
Other governmental	1,445,783	821,234	624,549
Total	<u>\$ 30,463,447</u>	<u>\$ 29,249,483</u>	<u>\$ 1,213,964</u>

General Fund

The School District's general fund balance increased by \$41,739 this was due to several factors. The table that follows assists in illustrating the financial activities and fund balance of the general fund.

Table 4
General Fund - Change in Revenue

	2023 <u>Amount</u>	2022 <u>Amount</u>	Percent <u>Change</u>
Taxes	\$ 46,350,715	\$ 37,971,569	22.07%
Intergovernmental	10,306,429	10,029,256	2.76%
Interest	839,121	(315,742)	(365.76%)
Tuition and fees	1,023,537	1,129,276	(9.36%)
Extracurricular activities	329,823	259,606	27.05%
Gifts and donations	51	55	(7.27%)
Rent	20,453	11,261	81.63%
Payment in lieu of taxes	277,194	148,683	86.43%
Miscellaneous	222,427	53,702	314.19%
Total	<u>\$ 59,369,750</u>	<u>\$ 49,287,666</u>	

Twinsburg City School District
 Management’s Discussion and Analysis
 For the Fiscal Year Ended June 30, 2023
 Unaudited

Overall revenues with in the general fund increased \$10,082,084 for the fiscal year. This is mainly due to an increase in property taxes and intergovernmental revenues as mentioned above.

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

Table 5
 General Fund - Change in Expenditures by Type

<u>Expenditures</u>	2023	2022	Percent
	<u>Amount</u>	<u>Amount</u>	<u>Change</u>
Instruction	\$ 37,219,749	\$ 34,314,916	8.47%
Support services	20,356,672	18,748,206	8.58%
Extracurricular activities	1,171,793	1,056,080	10.96%
Debt service	498,417	533,620	(6.60%)
Total	<u>\$ 59,246,631</u>	<u>\$ 54,652,822</u>	

General fund expenditures increased \$4,593,809 or 8.41 percent from the previous year. The overall increase in expenditures over the prior year is due to an increase in expenditures across most every function.

Bond Retirement Fund

The School District’s bond retirement fund balance decreased by \$30,657 due to a decrease in property tax and intergovernmental revenues. The expenditures of the fund include county fiscal officer fees. The remaining fund balance will be used to make upcoming debt payments as they become due.

Permanent Improvement Fund

The School District’s permanent improvement fund balance increased by \$578,333 due to an increase in the amount available as advance for property taxes and an increase in intergovernmental revenues during the fiscal year. The revenues of the fund are property taxes, calculated by the county fiscal officer, and state homestead and rollback money computed as a percentage of the tax due to the fund. The expenditures of the fund include capital related expenditures for the acquisition, construction, or improvement of capital facilities.

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 fiscal year 2023, the School District amended its general fund budget as expenditure priorities changed according to student, building and operational needs. Budget revisions are presented to the Board of Education for approval.

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

For the general fund, the final budget basis revenue (including other financing sources) estimate was \$52,360,515 which was a \$2,625,729 increase from the original budget estimate of \$49,734,786. This estimate is provided by the County Budget Commission, which changed the estimate based on additional information that became available during the fiscal year. Actual revenue (including other financing sources) received was \$52,650,713 which was \$290,198 more than final budgeted.

The original expenditure appropriation amount of \$58,854,694 was revised during the fiscal year to a final amount of \$61,983,973. The increase of \$3,129,279 was necessary with the need to cover increased operating costs. Actual expenditures were \$2,407,142 less than final budgeted amounts.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2023, the School District had \$27,440,097 invested in land, construction in progress, land improvements, buildings and improvements, furniture, fixtures and equipment, and vehicles. Table 6 shows fiscal year 2023 balances compared to fiscal year 2022.

Table 6
 Capital Assets, at Fiscal Year End
 (Net of Depreciation)

	<u>Governmental Activities</u>	
	<u>2023</u>	<u>2022</u>
Land	\$ 1,147,310	\$ 1,147,310
Construction in progress	431,800	-
Land improvements	1,244,214	1,293,699
Buildings and improvements	20,063,245	21,417,840
Furniture, fixtures and equipment	3,191,034	3,316,960
Vehicles	<u>1,362,494</u>	<u>1,530,161</u>
Total capital assets	<u>\$ 27,440,097</u>	<u>\$ 28,705,970</u>

The most significant capital assets acquired during the year were from significant building and roof improvements as well as the purchase of two vehicles. The total carrying value of capital assets decreased \$1,265,873 for the current fiscal year due to current year depreciation expense exceeding current year additions. See Note 7 to the basic financial statements for detail on the School District's capital assets.

Debt

At June 30, 2023 the School District had \$2,838,747 in bonds and lease purchases outstanding with \$375,002 due within one year. Table 7 summarizes debt outstanding as of June 30:

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

Table 7
 Outstanding Debt at Fiscal Year End

	Governmental Activities <u>2023</u>	Governmental Activities <u>2022</u>
General obligation bonds	\$ 894,357	\$ 1,123,650
Lease purchases	<u>1,944,390</u>	<u>2,119,413</u>
Total outstanding	<u>\$ 2,838,747</u>	<u>\$ 3,243,063</u>

See Notes 12 and 13 to the basic financial statements for detail on the School District's long-term obligations.

Current Issues Affecting Financial Condition

The Board of Education and administration closely monitor its revenues and expenditures in accordance with its financial forecast. The financial future of the School District is not without its challenges. These challenges stem from issues that are at the local and State level. The local challenges will continue to exist, as the School District must rely heavily on property taxes to fund its operations. State level challenges continue to evolve as the State of Ohio determines the outcome of the Ohio Supreme Court case dealing with the unconstitutionality of the State's educational funding system. Although the School District relies heavily on its property taxpayers to support its operations, the community support for the schools is quite strong.

Due to the unsettled issues in the school funding, management is required to plan carefully and prudently to provide the resources to meet student needs over the next several years.

In conclusion, the School District's system of budgeting and internal controls is well regarded. All of the School District's financial abilities will be needed to meet the challenges of the future.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions or need additional financial information, contact Julia Rozsnyai, Treasurer, at Twinsburg City School District, 11136 Ravenna Road, Twinsburg, OH 44087-1022.

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Twinsburg City School District
Statement of Net Position
June 30, 2023

	Governmental Activities
<u>Assets:</u>	
Equity in pooled cash and investments	\$ 27,368,704
Receivables:	
Accounts	223,604
Intergovernmental	697,499
Taxes	42,174,674
Accrued interest	26,534
Inventory held for resale	27,746
Net OPEB asset	5,700,385
Capital assets:	
Nondepreciable capital assets	1,579,110
Depreciable capital assets	85,079,241
Accumulated depreciation	(59,218,254)
Total capital assets	<u>27,440,097</u>
Total assets	<u>103,659,243</u>
<u>Deferred outflows of resources:</u>	
Pension	16,213,636
OPEB	<u>1,618,296</u>
Total deferred outflows of resources	<u>17,831,932</u>
<u>Liabilities:</u>	
Accounts payable	963,011
Accrued wages	5,127,098
Intergovernmental payable	1,116,471
Matured compensated absences payable	121,352
Matured interest payable	
Undistributed monies	11,279
Accrued interest payable	41,780
Unearned revenue	43,357
Long-term liabilities:	
Due within one year	890,167
Due in more than one year:	
Net pension liability	60,595,648
Net OPEB liability	3,086,315
Other amounts due in more than one year	<u>5,366,709</u>
Total liabilities	<u>77,363,187</u>
<u>Deferred inflows of resources:</u>	
Property taxes	31,036,130
Pension	5,411,104
OPEB	<u>8,391,921</u>
Total deferred inflows of resources	<u>44,839,155</u>
<u>Net position:</u>	
Net investment in capital assets	24,601,350
Restricted for:	
Capital projects	5,438,974
Debt service	542,179
Food services	413,760
Extracurricular activities	56,762
OPEB	802,176
Other purposes	1,084,185
Unrestricted	<u>(33,650,553)</u>
Total net position	<u>\$ (711,167)</u>

See accompanying notes to the basic financial statements.

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

	Program Revenues			Net (Expense)
	Expenses	Charges for Services	Operating Grants, Contributions and Interest	Revenue and Changes in Net Position
Governmental Activities:				
Instruction:				
Regular	\$ 31,134,817	\$ 617,250	\$ 323,705	\$ (30,193,862)
Special	8,210,393	391,149	808,507	(7,010,737)
Vocational	20,550	-	20,290	(260)
Student intervention services	589,967	-	-	(589,967)
Other	1,360,464	-	1,237,232	(123,232)
Support services:				
Pupils	4,344,042	-	290,811	(4,053,231)
Instructional staff	1,160,700	-	135,002	(1,025,698)
Board of education	610,294	-	-	(610,294)
Administration	4,962,828	-	267,613	(4,695,215)
Fiscal	1,278,216	-	-	(1,278,216)
Business	387,399	-	-	(387,399)
Operation and maintenance of plant	5,574,498	20,453	634,739	(4,919,306)
Pupil transportation	3,731,911	-	21,037	(3,710,874)
Central	1,159,966	-	9,000	(1,150,966)
Operation of non-instructional services	1,000	-	1,265	265
Operation of food services	1,565,257	962,262	812,282	209,287
Extracurricular activities	1,630,545	745,382	-	(885,163)
Interest and fiscal charges	90,380	-	46,574	(43,806)
Total governmental activities	\$ 67,813,227	\$ 2,736,496	\$ 4,608,057	(60,468,674)

General Revenues:

Property taxes levied for:	
General purposes	46,291,802
Capital outlay	2,143,906
Grants and entitlements not restricted to specific programs	9,922,343
Payment in lieu of taxes	277,194
Investment earnings	838,225
Miscellaneous	220,146
Total general revenues	59,693,616
Change in net position	(775,058)
Net position beginning of year	63,891
Net position end of year	\$ (711,167)

See accompanying notes to the basic financial statements.

Twinsburg City School District
Balance Sheet
Governmental Funds
June 30, 2023

	General	Bond Retirement	Permanent Improvement	Other Governmental Funds	Total Governmental Funds
<u>Assets:</u>					
Equity in pooled cash and investments	\$ 19,486,273	\$ 542,179	\$ 5,224,228	\$ 1,775,706	\$ 27,028,386
Receivables:					
Taxes	40,170,224	-	2,004,450	-	42,174,674
Accounts	220,146	-	-	3,458	223,604
Intergovernmental	223,994	-	-	473,505	697,499
Interfund	55,790	-	-	-	55,790
Accrued interest	26,534	-	-	-	26,534
Inventory held for resale	-	-	-	27,746	27,746
Total assets	<u>\$ 60,182,961</u>	<u>\$ 542,179</u>	<u>\$ 7,228,678</u>	<u>\$ 2,280,415</u>	<u>\$ 70,234,233</u>
<u>Liabilities:</u>					
Accounts payable	\$ 437,954	\$ -	\$ 508,046	\$ 17,011	\$ 963,011
Accrued wages	4,800,428	-	-	326,670	5,127,098
Interfund payable	-	-	-	55,790	55,790
Intergovernmental payable	1,051,884	-	-	64,587	1,116,471
Matured compensated absences payable	121,352	-	-	-	121,352
Undistributed monies	11,279	-	-	-	11,279
Unearned revenue	-	-	-	43,357	43,357
Total liabilities	<u>6,422,897</u>	<u>-</u>	<u>508,046</u>	<u>507,415</u>	<u>7,438,358</u>
<u>Deferred inflows of resources:</u>					
Property taxes	29,559,597	-	1,476,533	-	31,036,130
Unavailable revenue	157,374	-	-	327,217	484,591
Unavailable revenue - delinquent property taxes	773,749	-	37,958	-	811,707
Total deferred inflows of resources	<u>30,490,720</u>	<u>-</u>	<u>1,514,491</u>	<u>327,217</u>	<u>32,332,428</u>
<u>Fund balances:</u>					
Nonspendable	-	-	-	10,000	10,000
Restricted	-	542,179	5,206,141	1,629,172	7,377,492
Assigned	7,003,535	-	-	-	7,003,535
Unassigned	16,265,809	-	-	(193,389)	16,072,420
Total fund balances	<u>23,269,344</u>	<u>542,179</u>	<u>5,206,141</u>	<u>1,445,783</u>	<u>30,463,447</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 60,182,961</u>	<u>\$ 542,179</u>	<u>\$ 7,228,678</u>	<u>\$ 2,280,415</u>	<u>\$ 70,234,233</u>

See accompanying notes to the basic financial statements.

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

Total governmental funds balances		\$ 30,463,447
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		27,440,097
Other long-term assets that are not available to pay for current-period expenditures and therefore are unavailable revenue in the funds:		
Property taxes	\$ 811,707	
Extracurricular activities	413	
Intergovernmental	327,087	
Tuition and fees	156,499	
Miscellaneous	592	
Total	1,296,298	1,296,298
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		340,318
The net pension liability and the net OPEB liability or asset are not due and payable in the current period; therefore the asset, the liability and related deferred inflows/outflows are not reported in the funds:		
Deferred outflows - pension	\$ 16,213,636	
Deferred inflows - pension	(5,411,104)	
Net pension liability	(60,595,648)	
Deferred outflows - OPEB	1,618,296	
Deferred inflows - OPEB	(8,391,921)	
Net OPEB liability	(3,086,315)	
Net OPEB asset	5,700,385	
Total	(53,952,671)	(53,952,671)
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(41,780)
Long-term liabilities that are not due and payable in the current period and therefore are not reported in the funds:		
General obligation bonds	\$ (894,357)	
Compensated absences	(3,418,129)	
Lease purchases	(1,944,390)	
Total	(6,256,876)	(6,256,876)
Net position of governmental activities		\$ (711,167)

See accompanying notes to the basic financial statements.

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

	General	Bond Retirement	Permanent Improvement	Other Governmental Funds	Total Governmental Funds
<u>Revenues:</u>					
Taxes	\$ 46,350,715	\$ -	\$ 2,146,560	\$ -	\$ 48,497,275
Intergovernmental	10,306,429	-	319,367	4,262,044	14,887,840
Interest	839,121	-	-	765	839,886
Tuition and fees	1,023,537	-	-	-	1,023,537
Extracurricular activities	329,823	-	-	413,123	742,946
Gifts and donations	51	-	-	35,234	35,285
Charges for services	-	-	-	962,262	962,262
Rent	20,453	-	-	-	20,453
Payment in lieu of taxes	277,194	-	-	-	277,194
Miscellaneous	222,427	-	-	12,602	235,029
Total revenues	<u>59,369,750</u>	<u>-</u>	<u>2,465,927</u>	<u>5,686,030</u>	<u>67,521,707</u>
<u>Expenditures:</u>					
Current:					
Instruction:					
Regular	28,838,885	-	92,154	68,438	28,999,477
Special	7,767,207	-	-	433,304	8,200,511
Vocational	20,147	-	-	-	20,147
Student intervention services	593,510	-	-	-	593,510
Other	-	-	-	1,308,779	1,308,779
Support services:					
Pupils	3,755,354	-	-	548,496	4,303,850
Instructional staff	881,613	-	21,898	168,337	1,071,848
Board of education	613,593	-	-	-	613,593
Administration	4,601,480	-	-	302,594	4,904,074
Fiscal	1,241,902	30,657	-	-	1,272,559
Business	469,844	-	-	-	469,844
Operation and maintenance of plant	4,293,164	-	732,472	157,526	5,183,162
Pupil transportation	3,421,063	-	23,188	146,039	3,590,290
Central	1,078,659	-	115,254	-	1,193,913
Operation of non-instructional services	-	-	-	1,000	1,000
Operation of food services	-	-	-	1,580,341	1,580,341
Extracurricular activities	1,171,793	-	-	414,451	1,586,244
Capital outlay	-	-	902,628	13,556	916,184
Debt service:					
Principal retirement	404,316	-	-	-	404,316
Interest and fiscal charges	94,101	-	-	-	94,101
Total expenditures	<u>59,246,631</u>	<u>30,657</u>	<u>1,887,594</u>	<u>5,142,861</u>	<u>66,307,743</u>
Excess of revenues (under) expenditures	<u>123,119</u>	<u>(30,657)</u>	<u>578,333</u>	<u>543,169</u>	<u>1,213,964</u>
<u>Other financing sources (uses):</u>					
Transfers in	-	-	-	81,380	81,380
Transfers out	(81,380)	-	-	-	(81,380)
Total other financing sources (uses)	<u>(81,380)</u>	<u>-</u>	<u>-</u>	<u>81,380</u>	<u>-</u>
Net change in fund balances	41,739	(30,657)	578,333	624,549	1,213,964
Fund balances beginning of year, as restated	23,227,605	572,836	4,627,808	821,234	29,249,483
Fund balances end of year	<u>\$ 23,269,344</u>	<u>\$ 542,179</u>	<u>\$ 5,206,141</u>	<u>\$ 1,445,783</u>	<u>\$ 30,463,447</u>

See accompanying notes to the basic financial statements.

Twinsburg 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 \$ 1,213,964

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense.

In the current period, these amounts are:

Capital asset additions	\$ 916,184	
Depreciation expense	(2,179,761)	
		(1,263,577)
Excess of depreciation expense over net capital asset additions		

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (2,296)

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

Property taxes	\$ (61,567)	
Extracurricular activities	285	
Intergovernmental	(394,386)	
Tuition and fees	(27,751)	
Miscellaneous	(119)	
		(483,538)
Net change in deferred inflows of resources during the year		

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

Pension		(7,162,196)
OPEB		1,267,546

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

Pension		5,307,131
OPEB		111,934

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 404,316

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	\$ (172,063)	
Decrease in accrued interest	3,721	
		(168,342)
Total additional expenditures		

Change in net position of governmental activities \$ (775,058)

See accompanying notes to the basic financial statements.

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

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>				
Taxes	\$ 38,561,981	\$ 39,595,802	\$ 39,694,237	\$ 98,435
Intergovernmental	9,719,482	10,237,870	10,337,985	100,115
Interest	164,301	806,886	873,443	66,557
Tuition and fees	835,042	797,514	821,757	24,243
Rent	11,261	18,306	18,408	102
Extracurricular activities	169,197	161,526	161,763	237
Payment in lieu of taxes	148,683	277,194	277,194	-
Miscellaneous	61,039	112,082	112,591	509
Total revenues	<u>49,670,986</u>	<u>52,007,180</u>	<u>52,297,378</u>	<u>290,198</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	28,496,350	28,871,394	28,681,326	190,068
Special	7,411,780	7,684,414	7,624,256	60,158
Vocational	20,235	20,235	20,227	8
Student intervention services	650,970	650,970	590,322	60,648
Support services:				
Pupils	4,092,900	4,527,042	3,993,810	533,232
Instructional staff	811,586	1,001,788	869,914	131,874
Board of education	684,926	812,666	729,059	83,607
Administration	4,492,536	4,664,922	4,483,672	181,250
Fiscal	1,097,569	1,394,842	1,269,292	125,550
Business	483,387	514,798	490,494	24,304
Operation and maintenance of plant	4,329,803	5,011,373	4,525,305	486,068
Pupil transportation	3,453,259	3,702,937	3,598,363	104,574
Central	1,203,687	1,242,045	1,138,694	103,351
Extracurricular activities	1,051,137	1,063,301	1,002,884	60,417
Capital outlay	185,559	185,559	185,559	-
Debt service:				
Principal retirement	229,300	229,300	229,293	7
Interest and fiscal charges	47,225	47,522	47,496	26
Total expenditures	<u>58,742,209</u>	<u>61,625,108</u>	<u>59,479,966</u>	<u>2,145,142</u>
Excess of revenues over (under) expenditures	<u>(9,071,223)</u>	<u>(9,617,928)</u>	<u>(7,182,588)</u>	<u>2,435,340</u>
<u>Other financing sources (uses):</u>				
Insurance recoveries	-	102,579	102,579	-
Advances in	63,800	235,271	235,271	-
Advances out	(97,000)	(262,000)	-	262,000
Transfers in	-	15,485	15,485	-
Transfers out	(15,485)	(96,865)	(96,865)	-
Total other financing sources (uses)	<u>(48,685)</u>	<u>(5,530)</u>	<u>256,470</u>	<u>262,000</u>
Net change in fund balance	(9,119,908)	(9,623,458)	(6,926,118)	2,697,340
Fund balances at beginning of year	24,129,313	24,129,313	24,129,313	-
Prior year encumbrances appropriated	1,281,612	1,281,612	1,281,612	-
Fund balances at end of year	<u>\$ 16,291,017</u>	<u>\$ 15,787,467</u>	<u>\$ 18,484,807</u>	<u>\$ 2,697,340</u>

See accompanying notes to the basic financial statements.

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

	Self Insurance
<u>Assets:</u>	
Equity in cash and investments	\$ 340,318
	<hr/>
<u>Net position:</u>	
Unrestricted	340,318
Total net position	\$ 340,318
	<hr/>

See accompanying notes to the basic financial statements.

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

	Self Insurance
<u>Operating revenues:</u>	
Total operating revenues	\$ -
<u>Operating expenses:</u>	
Total operating expenses	-
Change in net position	-
Net position beginning of year	340,318
Net position end of year	\$ 340,318

See accompanying notes to the basic financial statements.

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of the School District

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

The School District operates under a locally elected five-member Board form of government and provides educational services as mandated by state and/or federal agencies. The Board controls the School District's five instructional/support facilities staffed by 216 non-certificated employees and 323 certificated (including administrators) teaching and support personnel that provide services to 3,928 students and other community members.

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

B. Reporting Entity

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

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organizations' 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 organizations' 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 their budget, the issuance of their debt or the levying of their taxes. Based on the above criteria, the School District had no component units at June 30, 2023.

The School District is associated with the Metropolitan Regional Service Council (MRSC) also known as Northeast Ohio Network for Educational Technology (NEOnet), the Cuyahoga Valley Career Center, and the Ohio Schools Council. These organizations are presented in Note 14 to the basic financial statements.

C. Basis of Presentation - Fund Accounting

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.

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

Government-wide Financial Statements

The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund and other interfund activity of governmental funds are eliminated to avoid “doubling up” revenues and expenses of governmental activities. However, the services provided and used are not eliminated in the process of consolidation.

The statement of net position presents the financial condition of the governmental activities of the School District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District’s governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and 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 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 funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

D. 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. The various funds of the School District are grouped into two categories: governmental and proprietary.

Governmental Fund Types:

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

General Fund: The general fund is the operating fund of the School District and is used to account for all financial resources except those required to be 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.

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

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

Permanent Improvement Fund: The permanent improvement fund is a capital projects fund and is used to account for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary and trust funds.

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

Proprietary Fund Type

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 Fund: The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis. The School District's only internal service fund accounts for revenue received from other funds and the settlement expenses for medical, surgical, prescription drug, and dental and vision claims of School District employees. As of October 1, 2005 the School District is no longer self-insured. There was no current year activity in this fund. Balances remaining are from a prior year.

E. Measurement Focus and Basis of Accounting

Government-wide Financial Statements The government-wide financial statements are prepared using the economic resources measurement focus. All assets, liabilities, deferred outflows of resources and deferred inflows of resources associated with the operation of the School District are included on the statement of net position. The statement of activities presents increases (revenues) and decreases (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 of resources, current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations 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, liabilities and deferred outflows and inflows of resources associated with the operation of the fund are included on the statement of net position. The statement of revenues, expenses and changes in fund net position present increases (i.e., revenues) and decreases (i.e., expenses) in net total position.

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

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

Revenue - Exchange and Nonexchange Transactions

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

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

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

Deferred Outflows/Inflows of Resources

In addition to assets, the statements 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 include a deferred charge on refunding, for pension and other postemployment benefits (OPEB) reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. This amount is related to a debt refunding in the current fiscal year. The deferred outflows of resources related to pension and OPEB are explained in Note 11.

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

In addition to liabilities, the statement of net position reports 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 and unavailable revenues. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2023, but which were levied to finance year 2024 operations. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported 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 and intergovernmental grants. These amounts are deferred and recognized as inflows of 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 Note 11)

Expenditures/Expenses

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the fund financial statements as intergovernmental revenue and an expenditure of food service operations. In addition, this amount is reported on the statement of activities as an expense with a like amount reported within the “Operating Grants, Contributions and Interest” program revenue account. Unused donated commodities are reported in the account “Inventory held for resale” within the basic financial statements.

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

F. Budgets and Budgetary Accounting

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The primary level of budgetary control is at the object level for the general fund and at the fund level for all other funds. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The amounts reported as the original budget revenue in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted revenue amounts in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2023. The amounts reported as the original budgeted expenditure amounts reflect the first appropriation for that fund that covered the entire fiscal year, including amounts automatically carried over from prior years. The amounts reported as the final budgeted expenditure amounts represent the final appropriation amounts passed by the Board during the year.

At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriation. Encumbered appropriations are carried forward to the succeeding fiscal year and are not reappropriated.

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

G. Cash and Investments

To improve cash management, all cash received by the School District is pooled in a central bank account. Monies for all funds are maintained in this account or temporarily used to purchase short-term investments. Individual fund integrity is maintained through School District records. Each fund's interest in the pool is presented as "Equity in pooled cash and investments". During the fiscal year, investments were limited to certificates of deposit, instruments of government sponsored mortgage-backed securities, commercial paper, money market mutual funds, U.S. Treasury Notes and interest in Star Ohio, the State Treasurer's Investment Pool. Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts, such as repurchase agreements and certificates of deposit, are reported at cost. All investments of the School District had a maturity of five years or less.

The School District's investment in the State Treasury Asset Reserve of Ohio (STAR Ohio) is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company and is recognized as an external investment pool by the School District. 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 a NAV per share that approximates fair value.

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

Under existing Ohio statutes, all investment earnings accrue to the general fund except those specifically related to certain trust funds; required by a grant agreement; or when approved by the Board of Education to be recorded in another fund. The Board of Education has passed a resolution to allow interest to also be recorded in other funds.

For presentation on the basic financial statements, investments of the cash management pool and investments with a maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents. Investments with an initial maturity of more than three months that are not purchased from the pool are reported as investments.

H. Interfund Balances

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

I. Inventory

Within the basic financial statements, inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventories of the food service special revenue fund consist of donated food, purchased food and supplies held for resale. Inventories of supplies are reported at cost, whereas inventories held for resale are reported at lower of cost or market.

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

J. Restricted Assets

Assets are reported as restricted assets when limitations on their use change the normal understanding of the availability of the asset. Such constraints are imposed by creditors, contributors, grantors, and laws of other governments or by enabling legislation. Restricted assets may include unexpended revenues restricted for the purchase of school buses, and amounts required to be set aside by the School District for the acquisition or construction of capital assets. Restricted assets may also include amounts set aside as a reserve or designated for budget stabilization, which is now optional as determined by the School District. The School District spent all restricted assets in accordance with specific restrictions during the fiscal year, see Note 16.

K. Capital Assets

General capital assets are those assets resulting from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported on the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition value as of the date received. The School District maintains a capitalization threshold of five thousand dollars. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

All reported capital assets, other than land and construction in progress, are depreciated. Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Land improvements	5 - 20 years
Buildings and improvements	20 - 50 years
Furniture, fixtures and equipment	3 - 20 years
Vehicles	5 - 10 years

L. Pension and other postemployment benefits (OPEB)

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

The current accounting standard requires school districts to report their proportionate share of the net pension/OPEB liability or asset using the earning approach to pension and OPEB accounting instead of the funding approach as previously used. The funding approach limited pension and postemployment costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension/OPEB liability or asset. Under the new standards, the net pension/OPEB liability or asset equals the School District's proportionate share of each plan's collective present value of estimated future pension/OPEB benefits attributable to active and inactive employees' past service minus plan assets available to pay these benefits.

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

Pension and OPEB obligations, whether funded or unfunded, are part of the employment exchange. The employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. The unfunded portion of this benefit of exchange is a liability of the School District. However, the School District is not responsible for key factors affecting the balance of this liability. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Benefit provisions and both employer and employee contribution rates are determined by State statute. The employee and employer enter the employment exchange with the knowledge that the exchange is limited by law. The pension system is responsible for the administration of the pension and OPEB plans.

There is no repayment schedule for the net pension liability or the net OPEB liability. The School District has no control over the changes in the benefits, contribution rates, and return on investments affecting the balance of the liabilities or assets. In the event that contributions, investment returns, and other changes are insufficient to keep up with required payments, State statute does not identify the responsible party for the unfunded portion. Due to the unique nature of how the pension liability and the OPEB liability are satisfied, these liabilities are separately identified within the long-term liability section of the statement of net position.

M. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the termination payment 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.

For the governmental fund financial statements, compensated absences (including early retirement incentives) 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 fund from which the employees who have accumulated leave are paid.

N. Accrued Liabilities and Long-term Obligations

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

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

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

O. Fund Balance

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

Nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

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

Assigned fund balance classifications 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. The purpose constraint that represents the intended use is established by the Board of Education or by their designated official. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the School District or by State statute. The Treasurer is authorized to assign fund balance using encumbrances for planned purchases, provided such amounts have been lawfully appropriated. The Board of Education may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year’s appropriated budget.

Unassigned 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.

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

P. Net Position

Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments. Net position restricted for other purposes primarily includes amounts generated by individual school buildings to supplement co-curricular and extra-curricular programs.

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

Q. Interfund Transactions

Interfund transactions are reported as other financing sources/uses for governmental funds in the fund financial statements. All transfers between governmental funds have been eliminated within the governmental activities column of the statement of net position.

R. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary fund. For the School District, these revenues are charges for services for the self-insurance program. Operating expenses are necessary costs incurred to provide the goods or service that are the primary activity of the fund.

S. 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.

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

NOTE 2 – FUND BALANCES

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

Fund Balances	<u>General</u>	<u>Bond Retirement</u>	<u>Permanent Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Nonspendable</u>					
Scholarships	\$ -	\$ -	\$ -	\$ 10,000	\$ 10,000
<u>Restricted for</u>					
Scholarships	-	-	-	842	842
Special trusts	-	-	-	481	481
Emergency relief	-	-	-	90	90
Food service	-	-	-	429,776	429,776
Various student activities	-	-	-	280,803	280,803
Instructional programs	-	-	-	688,405	688,405
Building improvements and repairs	-	-	-	194,875	194,875
Student wellness	-	-	-	27,000	27,000
Special education	-	-	-	6,900	6,900
Permanent improvements	-	-	5,206,141	-	5,206,141
Debt service payments	-	542,179	-	-	542,179
Total restricted	<u>-</u>	<u>542,179</u>	<u>5,206,141</u>	<u>1,629,172</u>	<u>7,377,492</u>
<u>Assigned</u>					
Public school support	317,296	-	-	-	317,296
Various purchases on order*	345,729	-	-	-	345,729
Next year's budget	<u>6,340,510</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,340,510</u>
Total assigned	<u>7,003,535</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,003,535</u>
Unassigned (deficit)	<u>16,265,809</u>	<u>-</u>	<u>-</u>	<u>(193,389)</u>	<u>16,072,420</u>
Total fund balances	<u>\$ 23,269,344</u>	<u>\$ 542,179</u>	<u>\$ 5,206,141</u>	<u>\$ 1,445,783</u>	<u>\$ 30,463,447</u>

*Purchases on order consist primarily of supplies and purchased services used for instructional and support services.

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

NOTE 3 - BUDGETARY BASIS OF ACCOUNTING

While the School District is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law and described above 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 Balances - Budget (Non-GAAP Basis) and Actual presentation for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are that:

1. Revenues and other sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures and other uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
4. Encumbrances are treated as expenditures (budget basis) rather than assigned fund balance (GAAP basis).
5. The revenues, expenditures and other financing sources and uses of the general fund include activity that is budgeted within special revenue funds (GAAP basis). However, on the budgetary basis, the activity of the special revenue funds is excluded resulting in perspective differences.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

Net Change in Fund Balance	
	<u>General</u>
GAAP basis	\$ 41,739
Revenue accruals	(6,587,901)
Advances in	235,271
Expenditure accruals	193,490
Budgeted as part of special revenue fund:	
Revenues	(381,892)
Transfers to general fund	15,485
Expenditures	320,403
Encumbrances (Budget Basis)	
outstanding at year end	<u>(762,713)</u>
Budget basis	<u>\$ (6,926,118)</u>

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

NOTE 4 - DEPOSITS AND INVESTMENTS

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

Active deposits are public deposits necessary to meet current demands on the treasury. Such monies must be maintained either as cash in the 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 within five years from the date of deposit or by savings or deposit accounts including passbook accounts.

Interim monies may be invested in the following obligations provided they mature or are redeemable within five years from the date of settlement, unless the investment is matched to a specific obligation or debt of the School District and the investment is not a commercial paper note, a banker's acceptance or a repurchase agreement:

1. United States Treasury bills, notes, bonds, or any other obligations 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 other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, 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 for a period not to exceed thirty days in securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in item (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

7. Commercial paper notes, limited to 40% (5% for a single issuer) in total of the interim monies available for investment at any one time and for a period not to exceed two hundred seventy days; and
8. Bankers acceptances, limited to 40% of the interim monies available for investment at any one time and for a period not to exceed one hundred eighty days.

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

Deposits:

Custodial credit risk is the risk that, in the event of a bank failure, the School District will not be able to recover deposits or collateral securities that are in the possession of an outside party. According to state law, public depositories must provide security for the repayment of all public deposits. These institutions shall give security for all public funds on deposit in excess of those funds that are insured by the Federal Deposit Insurance Corporation (FDIC). The security for these deposits will be made under an agreement using a surety bond and/or by means of pledging allowable securities as collateral to be held by a qualified trustee. The pledged collateral can be held for each public depositor and must have a market value of at least 105% of the total value of public monies on deposit at the institution. In addition, the financial institution can participate in a pooled collateral arrangement with the Ohio Pooled Collateral System (OPCS). If the institution participates in the OPCS, the total market value of the securities pledged can be 102% or lower if permitted by the Treasurer of State.

At June 30, 2023, \$947,759 of the School Districts bank balance of \$2,780,546 was exposed to custodial credit risk. The School District's financial institution participates in the Ohio Pooled Collateral System (OPCS) and was approved for a reduced collateral floor of 50 percent resulting in the uninsured and uncollateralized balance.

Investments:

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

<u>Investment type</u>	<u>Fair Value</u>	<u>Percentage of Investments</u>	<u>Investment Maturities (in years)</u>	
			<u>< 1 year</u>	<u>< 3 years</u>
Federal Farm Credit Bank	\$ 2,591,074	10.44%	\$ 1,464,886	\$ 1,126,188
Federal Home Loan Mortgage Corporation	590,386	2.38%	248,250	342,136
Federal Home Loan Bank	1,712,858	6.90%	464,415	1,248,443
Commerical paper	559,780	2.25%	559,780	-
U.S. Treasury Notes	2,024,745	8.16%	742,013	1,282,732
First American Government Obligation	114,715	0.47%	114,715	-
Negotiable certificates of deposit	2,042,899	8.23%	735,897	1,307,002
STAR Ohio	<u>15,190,674</u>	<u>61.19%</u>	<u>15,190,674</u>	<u>-</u>
	<u>\$ 24,827,131</u>	<u>100.02%</u>	<u>\$ 19,520,630</u>	<u>\$ 5,306,501</u>

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

The School District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The above table identifies the School District's recurring fair value measurement as of June 30, 2023. As previously discussed Star Ohio is reported at its net asset value. All other investments of the School District are valued using quoted market prices in markets that are not considered to be active, dealer quotations or alternative pricing sources for similar assets or liabilities for which all significant inputs are observable, either directly or indirectly (Level 2 inputs).

All interest is legally required to be placed in the general fund, the food service and public support special revenue funds and the scholarships private purpose trust fund. Interest revenue credited to the general fund during fiscal year 2023 amounted to \$839,121 which includes \$199,399 assigned from other School District funds.

Custodial credit risk for an investment is the risk that in the event of failure of the counterparty, the School District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The investments in Federal Home Loan Mortgage Corporation (FHLMC), Federal Farm Credit Bank (FFCB), Federal Home Loan Bank (FHLB) and commercial paper are held by the counterparty's trust department or agent and not in the School District's name. The School District's negotiable certificate of deposit is a registered security and covered in full by FDIC insurance. The School District's policy is to invest money with financial institutions that are able to abide by the laws governing insurance and collateral of public funds.

Interest rate risk is the possibility that changes in interest rates will adversely affect the fair value of an investment. The School District's investment policy does not address limits on investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit risk is the possibility that an issuer or other counterparty to an investment will not fulfill its obligation. Standard and Poor's has assigned STAR Ohio and the First American Government Obligation an AAAm rating, the FHLMC, FHLB and FFCB bonds an AA+ rating and commercial paper an A-1 rating. The School District's investment policy requires certain credit ratings for some investments as allowed by state law.

Concentration of credit risk is the possibility of loss attributed to the magnitude of the School District's investment in a single issuer. The investments are presented in the table on the previous page. The investment in STAR Ohio is a pooled investment and not of a single issuer. The School District places no limit on the amount that may be invested in any one issuer.

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

NOTE 5 - PROPERTY TAX

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, public utility and tangible personal property (used for public utilities) located in the School District. Real property tax revenue received in calendar 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 law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2023 represents collections of calendar year 2022 taxes. Public utility real and tangible personal property taxes received in calendar year 2023 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.

The School District receives property taxes from Summit County. The County Fiscal Officer periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2023, are available to finance fiscal year 2024 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

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

The amount available as an advance at year-end was \$9,836,878 in the general fund and \$489,959 in the permanent improvement capital projects fund, and is recognized as revenue on the fund financial statements.

On the accrual basis, collectible delinquent property taxes have been recorded as revenue on the statement of activities.

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

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

<u>Property Category</u>	2022 <u>Assessed Value</u>	2021 <u>Assessed Value</u>
<u>Real Property</u>		
Residential and agricultural	\$ 730,836,380	\$ 723,496,610
Commercial, industrial and minerals	294,041,910	280,200,460
Public utilities	62,980	61,960
<u>Tangible Personal Property</u>		
Public utilities	<u>27,870,720</u>	<u>25,820,790</u>
Total	<u>\$ 1,052,811,990</u>	<u>\$ 1,029,579,820</u>

NOTE 6 - RECEIVABLES

Receivables at year-end consisted of taxes, accounts (tuition and excess costs), interfund, and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of state programs, and the current year guarantee of federal funds. The general fund and nonmajor governmental funds reported intergovernmental receivables as follows:

<u>Governmental Activities</u>	<u>Amounts</u>
General:	
School foundation adjustments	\$ 223,994
Other governmental funds:	
Grants	<u>473,505</u>
Total	<u>\$ 697,499</u>

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

NOTE 7 - CAPITAL ASSETS

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

<u>Governmental Activities</u>	<u>Balance June 30, 2022</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2023</u>
Capital assets, not being depreciated:				
Land	\$ 1,147,310	\$ -	\$ -	\$ 1,147,310
Construction in progress	-	431,800	-	431,800
Total capital assets, not being depreciated	<u>1,147,310</u>	<u>431,800</u>	<u>-</u>	<u>1,579,110</u>
Capital assets, being depreciated:				
Land improvements	6,218,192	97,429	-	6,315,621
Buildings and improvements	67,605,249	153,705	-	67,758,954
Furniture, fixtures and equipment	7,224,944	119,043	(12,766)	7,331,221
Vehicles	3,559,238	114,207	-	3,673,445
Total capital assets, being depreciated	<u>84,607,623</u>	<u>484,384</u>	<u>(12,766)</u>	<u>85,079,241</u>
Less: Accumulated depreciation				
Land improvements	(4,924,493)	(146,914)	-	(5,071,407)
Buildings and improvements	(46,187,409)	(1,508,300)	-	(47,695,709)
Furniture, fixtures and equipment	(3,907,984)	(242,673)	10,470	(4,140,187)
Vehicles	(2,029,077)	(281,874)	-	(2,310,951)
Total accumulated depreciation	<u>(57,048,963)</u>	<u>(2,179,761)</u>	<u>10,470</u>	<u>(59,218,254)</u>
Total capital assets being depreciated, net	<u>27,558,660</u>	<u>(1,695,377)</u>	<u>(2,296)</u>	<u>25,860,987</u>
Governmental activities capital assets, net	<u>\$ 28,705,970</u>	<u>\$ (1,263,577)</u>	<u>\$ (2,296)</u>	<u>\$ 27,440,097</u>

Depreciation expense was charged to governmental functions as follows:

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

Instruction:	<u>Amount</u>
Regular	\$ 1,229,435
Vocational	403
Support services:	
Pupils	6,629
Instructional staff	77,265
Administration	43,068
Operation and maintenance of plant	502,496
Pupil transportation	272,708
Operation of food services	10,419
Extracurricular activities	37,338
	<u>\$ 2,179,761</u>

NOTE 8 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund balances at June 30, 2023 consisted of the following:

	<u>Interfund</u>	<u>Interfund</u>
	<u>Receivable</u>	<u>Payable</u>
General fund	\$ 55,790	\$ -
Nonmajor governmental funds	-	55,790
Totals	<u>\$ 55,790</u>	<u>\$ 55,790</u>

All balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, or (3) payments between funds are made. As of June 30, 2023, all interfund loans outstanding are anticipated to be repaid in fiscal year 2024.

Interfund transfers for the year ended June 30, 2023, consisted of the following:

	<u>Transfer In</u>	<u>Transfer Out</u>
General fund	\$ -	\$ 81,380
Nonmajor governmental funds	81,380	-
Totals	<u>\$ 81,380</u>	<u>\$ 81,380</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTE 9 – ACCOUNTABILITY

As of June 30, 2023, several funds had deficit fund balances. These deficits were caused by the application of GAAP; namely in the reporting of various liabilities attributable to the fiscal year. These deficit balances will be eliminated by anticipated future intergovernmental revenues or other subsidies not recognized and recorded at June 30. The following funds had deficit balances:

<u>Fund</u>	<u>Amount</u>
ESSER	\$ 122,596
Title VI-B	867
Title I	69,364
Title II A	562

The Ohio Revised Code Section 5705.39 provides in part that total appropriations from each fund shall not exceed the total estimated resources. Appropriations exceeded estimated resources in the following funds: Uniform School Supplies by \$736, Student Wellness and Success by \$42,353, EHA Preschool Grant Fund by \$7,887, and Improving Teacher Quality by \$35,975. The Ohio Revised Code Section 5705.41(B) provides that expenditures from each fund shall not exceed appropriations. Expenditures exceeded appropriations in the Title I fund by \$61,727 and in the ESSER fund by \$20,324.

NOTE 10 - RISK MANAGEMENT

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. These risks are covered by commercial insurance purchased from independent third parties. There have been no settlements paid in excess of insurance nor has insurance coverage been significantly reduced in the past three years.

The School District maintains a self-insurance fund (an internal service fund) to account for and finance its employee health benefits plan. As of October 1, 2005 the School District is no longer self-insured. They now purchase commercial insurance for all School District employees.

The School District has contracted with the Stark County Schools Council of Governments (COG) to provide medical/surgical, dental, vision, life insurance and accidental death and dismemberment insurance for its employees and their covered dependents. Established in 1987, the COG is a shared risk pool comprised of over one hundred and seventy-two-member school districts, educational service centers, libraries, colleges and related agencies. Although, the School Districted has contracted with the COG they do not have a controlling vote since they are not located within Stark County. The employer participants pay monthly contributions that are placed in a common fund from which eligible claims and expenses are paid for employees and their covered dependents. This plan includes both individual and aggregate stop-loss provisions. Premium contributions are determined annually in a manner that ensures the pool is funded up to the aggregate stop loss attachment point. Premium holidays may be declared by the COG to ensure reserves do not exceed thirty percent.

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

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

NOTE 11 – DEFINED BENEFIT PENSION AND OPEB PLANS

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

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

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

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

A. DEFINED BENEFIT PENSION PLANS

School Employee 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.

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

Age and service requirements for retirement are as follows:

	Eligible to Retire on or before <u>August 1, 2017 *</u>	Eligible to Retire after <u>August 1, 2017</u>
Full benefits	Age 65 with 5 years of service credit or Any age with 30 years of service credit	Age 67 with 10 years of service credit; or Age 57 with 30 years of service credit
Actuarially reduced benefits	Age 60 with 5 years of service credit; or Age 55 with 25 years of service credit	Age 62 with 10 years of service credit; or Age 60 with 25 years of service credit

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

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

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

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

The School District's contractually required contribution to SERS was \$1,150,803 for fiscal year 2023. Of this amount \$107,174 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.

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. Benefits are established by Ohio Revised Code Chapter 3307. The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation is 2.20 percent of final average salary for the five highest years of earnings multiplied by all years of service. Eligibility changes will be phased in until August 1, 2023, when retirement eligibility for unreduced benefits will be five years of service credit and age 65, or 35 years of service credit and at least age 60.

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

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

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

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

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

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

The School District's contractually required contribution to STRS was \$4,156,328 for fiscal year 2022. Of this amount \$610,513 is reported as an intergovernmental payable.

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

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

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the net pension liability - prior measurement date	0.218371200%	0.221658245%	
Proportion of the net pension liability - current measurement date	<u>0.215507000%</u>	<u>0.220148790%</u>	
Change in proportionate share	<u>-0.002864200%</u>	<u>-0.001509455%</u>	
Proportionate share of the net pension liability	\$11,656,295	\$48,939,353	\$60,595,648
Pension expense	\$902,118	\$6,260,078	\$7,162,196

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ 472,089	\$ 626,487	\$ 1,098,576
Changes of assumptions	115,015	5,856,570	5,971,585
Net difference between projected and actual earnings on pension plan investments	-	1,702,983	1,702,983
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	181,579	1,951,782	2,133,361
School District contributions subsequent to the measurement date	<u>1,150,803</u>	<u>4,156,328</u>	<u>5,307,131</u>
Total deferred outflows of resources	<u>\$ 1,919,486</u>	<u>\$ 14,294,150</u>	<u>\$ 16,213,636</u>
Deferred inflows of resources			
Differences between expected and actual experience	\$ 76,521	\$ 187,209	\$ 263,730
Changes of assumptions	-	4,408,314	4,408,314
Net difference between projected and actual earnings on pension plan investments	406,751	-	406,751
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	<u>106,537</u>	<u>225,772</u>	<u>332,309</u>
Total deferred inflows of resources	<u>\$ 589,809</u>	<u>\$ 4,821,295</u>	<u>\$ 5,411,104</u>

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

\$5,307,131 reported as deferred outflows of resources related to pension resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Fiscal Year	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2024	\$ 175,699	\$ 853,215	\$ 1,028,914
2025	(91,727)	406,584	314,857
2026	(581,053)	(906,518)	(1,487,571)
2027	<u>675,955</u>	<u>4,963,246</u>	<u>5,639,201</u>
Total	<u>\$ 178,874</u>	<u>\$ 5,316,527</u>	<u>\$ 5,495,401</u>

Actuarial Assumptions - SERS

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

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

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

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

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

Wage inflation:	
Current measurement date	2.4 percent
Prior measurement date	2.4 percent
Future salary increases, including inflation:	
Current measurement date	3.25 percent to 13.58 percent
Prior measurement date	3.25 percent to 13.58 percent
COLA or Ad Hoc COLA:	
Current measurement date	2.0 percent
Prior measurement date	2.0 percent
Investment rate of return:	
Current measurement date	7.0 percent net of system expense
Prior measurement date	7.0 percent net of system expense
Discount rate:	
Current measurement date	7.0 percent
Prior measurement date	7.0 percent
Actuarial cost method	Entry age normal

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

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

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

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

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

<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
International equity developed	13.50	6.22
International 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 total pension liability was calculated using the discount rate of 7.0 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return (7.00 percent). Based on those assumptions, the plan’s fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

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

	1% Decrease <u>(6.00%)</u>	Current discount rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
School District's proportionate share of the net pension liability	\$ 17,157,510	\$11,656,295	\$7,021,596

Actuarial Assumptions - STRS

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

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Inflation	2.5 percent	2.5 percent
Projected salary increases	Varies by service from 2.5 percent to 8.5 percent	12.5 percent at age 20 to 2.5 percent at age 65
Investment rate of return	7.0 percent, net of investment expenses, including inflation	7.0 percent, net of investment expenses, including inflation
Discount rate of return	7.0 percent	7.0 percent
Payroll increases	3.0 percent	3.0 percent
Cost-of-Living Adjustment (COLA)	0.0 percent	0.0 percent

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

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

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

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

STRS' 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 on October 1, 2022.

**Over a 30 year period, STRS's investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

Discount Rate The discount rate used to measure the total pension liability was 7.00 percent as of June 30, 2022. The projection of cash flows used to determine the discount rate assumes that member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2022. Therefore, the long-term expected rate of return on pension plan investments of 7.00 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 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 7.00 percent, as well as what the School District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.00 percent) or one-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Current discount rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net pension liability	\$ 73,929,547	\$48,939,353	\$27,805,387

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

B. DEFINED BENEFIT OPEB PLANS

School Employee Retirement System

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

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

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

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2023, no allocation was made to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2023, this amount was \$25,000. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2023, the School District's surcharge obligation was \$111,934.

The surcharge, added to the allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The School District's contractually required contribution to SERS was \$111,934 for fiscal year 2023. Of this amount \$111,934 is reported as an intergovernmental payable.

State Teachers Retirement System

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

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

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

OPEB Liability or Asset, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the net OPEB liability (asset) - prior measurement date	0.224102100%	0.221658245%	
Proportion of the net OPEB liability (asset) - current measurement date	<u>0.219821400%</u>	<u>0.220148790%</u>	
Change in proportionate share	<u>-0.004280700%</u>	<u>-0.001509455%</u>	
Proportionate share of the net OPEB liability (asset)	\$3,086,315	(\$5,700,385)	(\$2,614,070)
OPEB expense	(\$241,258)	(\$1,026,288)	(\$1,267,546)

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ 25,945	\$ 82,635	\$ 108,580
Changes of assumptions	490,918	242,818	733,736
Net difference between projected and actual earnings on pension plan investments	16,041	99,230	115,271
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	501,424	47,351	548,775
School District contributions subsequent to the measurement date	<u>111,934</u>	<u>-</u>	<u>111,934</u>
Total deferred outflows of resources	<u>\$ 1,146,262</u>	<u>\$ 472,034</u>	<u>\$ 1,618,296</u>
Deferred inflows of resources			
Differences between expected and actual experience	\$ 1,974,234	\$ 856,088	\$ 2,830,322
Changes of assumptions	1,266,955	4,042,121	5,309,076
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	<u>236,748</u>	<u>15,775</u>	<u>252,523</u>
Total deferred inflows of resources	<u>\$ 3,477,937</u>	<u>\$ 4,913,984</u>	<u>\$ 8,391,921</u>

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

\$111,934 reported as deferred outflows of resources related to OPEB resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability or an adjustment to the net OPEB asset in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2024	\$ (597,900)	\$ (1,306,473)	\$ (1,904,373)
2025	(537,907)	(1,270,799)	(1,808,706)
2026	(441,685)	(605,670)	(1,047,355)
2027	(271,335)	(252,628)	(523,963)
2028	(201,716)	(331,995)	(533,711)
Thereafter	<u>(393,066)</u>	<u>(674,385)</u>	<u>(1,067,451)</u>
Total	<u>\$ (2,443,609)</u>	<u>\$ (4,441,950)</u>	<u>\$ (6,885,559)</u>

Actuarial Assumptions - SERS

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

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

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

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

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

Wage inflation:	
Current measurement date	2.40 percent
Prior measurement date	2.40 percent
Future salary increases, including inflation:	
Current measurement date	3.25 percent to 13.58 percent
Prior measurement date	3.25 percent to 13.58 percent
Investment rate of return:	
Current measurement date	7.00 percent net of system expense, including inflation
Prior measurement date	7.00 percent net of system expense expense, including inflation
Municipal Bond Index Rate:	
Current measurement date	3.69 percent
Prior Measurement Date	1.92 percent
Single Equivalent Interest Rate, net of plan investment expense, including price inflation:	
Current measurement date	4.08 percent
Prior Measurement Date	2.27 percent
Medical Trend Assumption:	
Current measurement date	7.00 to 4.40 percent
Prior measurement date	
Medicare	5.125 to 4.40 percent
Pre-Medicare	6.75 to 4.40 percent

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

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

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

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

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

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

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

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

	<u>1% Decrease</u>	<u>Current discount rate</u>	<u>1% Increase</u>
School District's proportionate share of the net OPEB liability	\$ 3,833,250	\$3,086,315	\$2,483,336
	<u>1% Decrease</u>	<u>Current trend rate</u>	<u>1% Increase</u>
School District's proportionate share of the net OPEB liability	\$ 2,380,083	\$3,086,315	\$4,008,743

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

Actuarial Assumptions – STRS

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

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Inflation	2.50 percent	2.50 percent
Projected salary increases	Varies by service from 2.50 percent to 8.50 percent	12.50 percent at age 20 to 2.50 percent at age 65
Investment rate of return	7.00 percent, net of investment expenses, including inflation	7.00 percent, net of investment expenses, including inflation
Discount rate of return	7.00 percent	7.00 percent
Payroll increases	3.00 percent	3.00 percent
Cost-of-Living Adjustment (COLA)	0.00 percent	0.00 percent
Blended discount rate of return	n/a	n/a
Health care cost trends		

	<u>Initial</u>	<u>Ultimate</u>	<u>Initial</u>	<u>Ultimate</u>
Medical				
Pre-Medicare	7.50 percent	3.94 percent	7.50 percent	4.00 percent
Medicare	-68.78 percent	3.94 percent	-16.18 percent	4.00 percent
Prescription Drug				
Pre-Medicare	9.00 percent	3.94 percent	6.50 percent	4.00 percent
Medicare	-5.47 percent	3.94 percent	29.98 percent	4.00 percent

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

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

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

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

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

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

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

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

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

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

	<u>1% Decrease</u>	<u>Current discount rate</u>	<u>1% Increase</u>
School District's proportionate share of the net OPEB asset	\$ (5,269,856)	(\$5,700,385)	(\$6,069,170)

	<u>1% Decrease</u>	<u>Current trend rate</u>	<u>1% Increase</u>
School District's proportionate share of the net OPEB asset	\$ (5,912,686)	(\$5,700,385)	(\$5,432,407)

Twinsburg City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2023

NOTE 12 - BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS

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

	Balance July 1	Additions	Deletions	Balance June 30	Due within one year
<u>Governmental Long-term Obligations</u>					
<u>General Obligation Bonds</u>					
2010 Energy conservation improvement bonds, 5.375%, maturing December 1, 2025	\$ 700,000	\$ -	\$ (175,000)	\$ 525,000	\$ 175,000
2014 Energy conservation improvement bonds, 3.60%, maturing December 1, 2028	423,650	-	(54,293)	369,357	56,248
Total bonds	<u>1,123,650</u>	<u>-</u>	<u>(229,293)</u>	<u>894,357</u>	<u>231,248</u>
<u>Other Long-term Obligations</u>					
Equipment acquisition lease	34,294	-	(34,294)	-	-
Energy conservation lease-purchase	2,085,119	-	(140,729)	1,944,390	143,754
Long-term compensated absences	<u>3,246,066</u>	<u>779,936</u>	<u>(607,873)</u>	<u>3,418,129</u>	<u>515,165</u>
Total other long-term obligations	<u>5,365,479</u>	<u>779,936</u>	<u>(782,896)</u>	<u>5,362,519</u>	<u>658,919</u>
<u>Net pension liability</u>					
STRS	28,340,999	20,598,354	-	48,939,353	-
SERS	<u>8,057,264</u>	<u>3,599,031</u>	<u>-</u>	<u>11,656,295</u>	<u>-</u>
Total net pension liability	<u>36,398,263</u>	<u>24,197,385</u>	<u>-</u>	<u>60,595,648</u>	<u>-</u>
<u>Net OPEB liability</u>					
SERS	<u>4,241,316</u>	<u>-</u>	<u>(1,155,001)</u>	<u>3,086,315</u>	<u>-</u>
Total governmental long-term obligations	<u>\$ 47,128,708</u>	<u>\$ 24,977,321</u>	<u>\$ (2,167,190)</u>	<u>\$ 69,938,839</u>	<u>\$ 890,167</u>

General Obligation Bonds: General obligation bonds are direct obligations of the School District for which its full faith and credit are pledged for repayment. General obligation bonds are to be repaid from voted and unvoted general property taxes. Property tax monies will be received in and the debt will be repaid from the bond retirement debt service fund.

On August 23, 2010, the School District issued \$2,592,180 in energy conservation improvement bonds at an interest rate of 5.375%. These improvement bonds were issued to fund energy conservation related projects within the School District. The bonds and interest are to be repaid by the general fund. The bonds are Qualified School Construction Bonds (QSCB's) whereas the interest paid on the bonds has been 95.07% subsidized by the federal government. The federal government will remit the interest paid by the School District through a direct pay reimbursement. For 2023 this reimbursement was in the amount of \$46,574.

On November 19, 2014, the School District issued \$753,519 in energy conservation improvement bonds at an interest rate of 3.60%. These improvement bonds were issued to fund energy conservation related projects within the School District. The bonds and interest are to be repaid by the general fund.

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

At June 30, 2023, the School District's overall legal debt margin was \$94,400,901 with an unvoted debt limit of \$1,052,812. The School District bond rating was unchanged during the year.

Compensated absences: Sick leave benefits will be paid from the fund from which the person is paid. In prior years this fund has primarily been the general fund.

Net pension/OPEB liability: There is no repayment schedule for the net pension liability and net OPEB liability; however the School District pays pension and OPEB obligations related to employee compensation from the fund benefitting from their service. In prior years this fund has primarily been the general fund.

Principal and interest requirements to amortize all bonds and notes outstanding at June 30, 2023 are as follows:

Fiscal Year	2010 Energy Conservation Improvement Bonds		2014 Energy Conservation Improvement Bonds	
	Principal	Interest	Principal	Interest
	2024	\$ 175,000	\$ 23,516	\$ 56,248
2025	175,000	14,109	58,272	10,223
2026	175,000	4,703	60,370	8,087
2027	-	-	62,544	5,875
2028	-	-	64,795	3,583
2029	-	-	67,128	1,208
Total	<u>\$ 525,000</u>	<u>\$ 42,328</u>	<u>\$ 369,357</u>	<u>\$ 41,260</u>

NOTE 13 – PURCHASE AGREEMENTS

During previous fiscal years, the School District entered into two purchase agreements to acquire certain assets. One of those agreements were previously classified as capital leases and the other agreement is considered a lease-purchase agreement as defined in Ohio Revised Code Section 3313.375. A lease purchase agreement has the same basic characteristics as a traditional bank loan but the related debt is exempt from being part of the School District's legal net indebtedness.

The School District entered into the lease agreement for the acquisition of copiers, which have been capitalized at the acquisition cost of \$152,034. The terms of the agreement provide options to purchase the equipment. Lease payments have been reclassified and are reflected as debt service expenditures in the fund financial statements of the general fund. These expenditures are reflected as program/function expenditures on a budgetary basis.

The lease-purchase agreement involved a construction agreement where the School District acquired various energy conservation related improvements and assets. As a result, capital assets such as lighting, heating and cooling were acquired and subsequently reported as part of building improvements and furniture, fixtures and equipment. These assets have been capitalized at the acquisition cost of \$2,262,570.

Principal payments in the current fiscal year totaled \$175,023, which includes the final payment for the equipment acquisition lease.

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

The following is a schedule of the future payments.

Fiscal Year	2021 Energy Conservation	
	<u>Lease-purchase</u>	
	<u>Principal</u>	<u>Interest</u>
2024	\$ 143,754	\$ 41,804
2025	146,845	38,714
2026	150,002	35,556
2027	153,227	32,331
2028	156,522	29,037
2029-2033	834,557	93,237
2034-2035	359,483	11,635
Total	<u>\$ 1,944,390</u>	<u>\$ 282,314</u>

NOTE 14 - JOINTLY GOVERNED ORGANIZATIONS

The Metropolitan Regional Service Council (MRSC) is the computer service organization or Information Technology Center (ITC) used by the School District. MRSC is also known as Northeast Ohio Network for Educational Technology (NEOnet), which is the name used exclusively prior to their reorganization from a consortium to a council of governments. The superintendent from each member entity is appointed to the legislative body of MRSC known as the assembly. The assembly elects a board of directors consisting of nine members. These members comprise the managerial body of the council and meet at least five times yearly. The operations of MRSC are under the control of the board of directors and the executive director. The purpose of the MRSC is to develop and employ a computer system efficiently and effectively for the needs of the member school districts. All members are required to pay fees, charges and assessments as charged. The School District does not maintain an ongoing financial interest or an ongoing financial responsibility. During fiscal year 2023, the School District contributed \$165,289 to MRSC. This contribution includes purchases of software and related items as well as payment for services. Financial information can be obtained by contacting the fiscal agent at 700 Graham Road Cuyahoga Falls, Ohio 44221.

Cuyahoga Valley Career Center is a vocational school district which is a separate body politic and corporate, established by the Ohio Revised Code (ORC) to provide vocational and special education needs of the students. The school accepts non-tuition students from the School District as a member school; however, it is considered a separate political subdivision and is not considered to be part of the School District.

The Ohio Schools Council (Council) is a jointly governed organization among 281 school districts, educational service centers, joint vocational school districts, and developmental disabilities boards in 37 Ohio counties. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council's Board consists of nine superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. During fiscal year 2023, the School District paid \$3,451 for membership and other various fees and \$126,622 to the Council in the form of natural gas purchases, respectively. Financial information can be obtained by contacting William Zelei, the Executive Director of the Ohio Schools Council at 6393 Oak Tree Blvd., Suite 377, Independence, Ohio 44131.

NOTE 15 - CONTINGENCIES

Grants

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

In the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2023.

School Foundation Adjustments

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. ODE has finalized the impact of enrollment adjustments to the June 30, 2023 Foundation funding for the School District. These adjustments were insignificant for the School District for fiscal year 2023.

Litigation

The School District is involved in certain litigation and claims that arise in the ordinary course of business. Management and its legal counsel periodically review the probable outcome of pending claims and proceedings, the costs and expenses reasonably expected to be incurred, the availability and limits of the School District's insurance coverage, and the School District's accruals for uninsured liabilities. While the ultimate legal and financial liability with respect to the claims and proceedings cannot be estimated with certainty, management believes, based on its reviews and experience to date, that any liability in excess of amounts covered by insurance will not have a material effect on the School District's financial statements.

NOTE 16 - STATUTORY RESERVES

The School District is required by the state law to annually set aside in the general fund an amount based on a statutory formula for the acquisition and construction of capital improvements. The School District may replace using general fund revenues with proceeds from various sources (offsets), such as bond or levy proceeds related to the acquisition, replacement, enhancement, maintenance or repair of permanent 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.

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

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

The following information describes the change in the year-end set-aside amounts for capital maintenance.

	Capital Maintenance <u>Reserve</u>
Set-aside cash balance as of June 30, 2022	\$ -
Current year set-aside requirement	861,576
Current year offset	<u>(2,000,100)</u>
Total	<u>\$ (1,138,524)</u>
Balance carried forward to future years	<u>\$ -</u>

NOTE 17 – COMMITMENTS/ENCUMBRANCES

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. The School District had outstanding encumbrances at June 30, 2023 in the following funds:

General fund	\$ 345,729
Permanent improvement fund	1,013,760
Other governmental funds	<u>184,799</u>
Total encumbrances at year end	<u>\$ 1,544,288</u>

As of June 30, 2023, the School District had no individually significant commitments.

NOTE 18 – TAX ABATEMENTS

Pursuant to Ohio Revised Code (ORC) Section 3735, the City of Twinsburg (the City) established a Community Reinvestment Area (CRA) program. The CRA program is an economic development tool administered by municipal and county governments that provides real property tax exemptions for property owners who renovate existing or construct new buildings. CRA's are areas of land in which property owners can receive tax incentives for investing in real property improvements. Under the CRA program, local governments petition to the Ohio Development Services Agency (ODSA) for confirmation of a geographical area in which investment in housing has traditionally been discouraged. Once an area is confirmed by the ODSA, local governments may offer real property tax exemptions to taxpayers that invest in that area. Property owners in the CRA can receive temporary tax abatements for the renovation of existing structures and new construction in these areas. Property owners apply to the local legislative authority for approval to renovate or construct in the CRA. Upon approval and certification of completion, the amount of the abatement is deducted from the individual or entity's property tax bill.

Twinsburg City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2023

Pursuant to Ohio Revised Code Chapter 5709, the City established enterprise zones to encourage new investment. Property tax abatements are obtained through application by the property owner, including proof that the improvements have been made, and equal to 100 percent of the additional property tax resulting from the increase in assessed values as a result of the improvement. The abatement is realized as a reduction in assessed value on the recipient's tax bill. The City also contracts with the School District for payments in lieu of taxes when required by the Ohio Revised Code.

The total value of the School District's share of taxes abated within the CRA and enterprise zone areas for fiscal year 2023 was \$679,959.

Pursuant to ORC Section 5709.82, the City and the School District have entered into various Community Reinvestment Area Compensation Agreements. These agreements require compensation to the School District for a specified portion of the property tax revenues forgone as a result of the tax incentives granted. Compensation agreement payments are made to the School District from the City. The School District received \$277,194 for compensation agreement during fiscal year 2023.

NOTE 19 – RESTATEMENT OF FUND BALANCE

Following the close of the previous fiscal year, the School District discovered the need to reclassify a prior year transfer to an advance. The reclassification had the following effect on fund balance as reported at June 30, 2022:

	<u>General</u>	<u>Bond Retirement</u>	<u>Permanent Improvement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Fund balance June 30, 2022	23,056,134	572,836	4,627,808	992,705	29,249,483
Reclassification of prior year transfer to an advance	<u>171,471</u>	<u>-</u>	<u>-</u>	<u>(171,471)</u>	<u>-</u>
Restated fund balance at July 1, 2022	<u>\$ 23,227,605</u>	<u>\$ 572,836</u>	<u>\$ 4,627,808</u>	<u>\$ 821,234</u>	<u>\$ 29,249,483</u>

Required Supplementary Information

Twinsburg City School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net Pension Liability
Last Ten Fiscal Years

	2023	2022	2021	2020	2019
School Employees Retirement System (SERS) of Ohio					
School District's proportion of the net pension liability	0.215507%	0.218371%	0.205476%	0.201478%	0.192582%
School District's proportionate share of the net pension liability	\$ 11,656,295	\$ 8,057,264	\$ 13,590,629	\$ 12,054,794	\$ 11,029,505
School District's covered payroll	\$ 8,050,407	\$ 7,377,450	\$ 6,826,500	\$ 6,779,941	\$ 6,664,719
School District's proportionate share of the net pension liability as a percentage of its covered payroll	144.79%	109.21%	199.09%	177.80%	165.49%
Plan fiduciary net position as a percentage of total pension liability	75.82%	82.86%	68.55%	70.85%	71.36%
State Teachers Retirement System (STRS) of Ohio					
School District's proportion of the net pension liability	0.2201488%	0.2216583%	0.2100469%	0.2067140%	0.2025676%
School District's proportionate share of the net pension liability	\$ 48,939,353	\$ 28,340,999	\$ 50,823,886	\$ 45,713,565	\$ 44,540,074
School District's covered payroll	\$ 28,620,393	\$ 27,090,486	\$ 25,082,114	\$ 24,138,371	\$ 22,812,250
School District's proportionate share of the net pension liability as a percentage of its covered payroll	170.99%	104.62%	202.63%	189.38%	195.25%
Plan fiduciary net position as a percentage of total pension liability	78.88%	87.78%	75.50%	77.40%	77.30%

The amounts presented are as of the School District's measurement date which is the prior fiscal year end.

See accompanying notes to required supplementary information.

2018	2017	2016	2015	2014
0.213844%	0.207873%	0.212381%	0.220615%	0.220615%
\$ 12,776,731	\$ 15,214,371	\$ 12,118,654	\$ 11,165,200	\$ 13,119,266
\$ 6,630,157	\$ 6,411,429	\$ 6,371,191	\$ 6,308,932	\$ 6,409,270
192.71%	237.30%	190.21%	176.97%	204.69%
69.50%	62.98%	69.16%	71.70%	65.52%

2018	2017	2016	2015	2014
0.2003568%	0.2024215%	0.1911735%	0.1911363%	0.1911363%
\$ 47,595,187	\$ 67,756,564	\$ 52,834,772	\$ 46,490,953	\$ 55,379,719
\$ 22,045,771	\$ 21,302,193	\$ 20,229,507	\$ 19,805,638	\$ 19,472,554
215.89%	318.07%	261.18%	234.74%	284.40%
75.30%	66.80%	72.10%	74.70%	69.30%

Twinsburg City School District
Required Supplementary Information
Schedule of School District Contributions - Pension
Last Ten Fiscal Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
School Employees Retirement System (SERS) of Ohio					
Contractually required contribution	\$ 1,150,803	\$ 1,127,057	\$ 1,032,843	\$ 955,710	\$ 915,292
Contributions in relation to contractually required contribution	<u>(1,150,803)</u>	<u>(1,127,057)</u>	<u>(1,032,843)</u>	<u>(955,710)</u>	<u>(915,292)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District covered payroll	\$ 8,220,021	\$ 8,050,407	\$ 7,377,450	\$ 6,826,500	\$ 6,779,941
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%	13.50%

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
State Teachers Retirement System (STRS) of Ohio					
Contractually required contribution	\$ 4,156,328	\$ 4,006,855	\$ 3,792,668	\$ 3,511,496	\$ 3,379,372
Contributions in relation to contractually required contribution	<u>(4,156,328)</u>	<u>(4,006,855)</u>	<u>(3,792,668)</u>	<u>(3,511,496)</u>	<u>(3,379,372)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District covered payroll	\$ 29,688,057	\$ 28,620,393	\$ 27,090,486	\$ 25,082,114	\$ 24,138,371
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%	14.00%

See accompanying notes to required supplementary information.

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 899,737	\$ 928,222	\$ 897,600	\$ 839,723	\$ 874,418
<u>(899,737)</u>	<u>(928,222)</u>	<u>(897,600)</u>	<u>(839,723)</u>	<u>(874,418)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 6,664,719	\$ 6,630,157	\$ 6,411,429	\$ 6,371,191	\$ 6,308,932
13.50%	14.00%	14.00%	13.18%	13.86%

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 3,193,715	\$ 3,086,408	\$ 2,982,307	\$ 2,832,131	\$ 2,574,733
<u>(3,193,715)</u>	<u>(3,086,408)</u>	<u>(2,982,307)</u>	<u>(2,832,131)</u>	<u>(2,574,733)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 22,812,250	\$ 22,045,771	\$ 21,302,193	\$ 20,229,507	\$ 19,805,638
14.00%	14.00%	14.00%	14.00%	13.00%

Twinsburg City School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net OPEB Liability (Asset)
Last Seven Fiscal Years (1)

	2023	2022	2021	2020
School Employees Retirement System (SERS) of Ohio				
School District's proportion of the net OPEB liability	0.219821%	0.224102%	0.205038%	0.202309%
School District's proportionate share of the net OPEB liability	\$ 3,086,315	\$ 4,241,316	\$ 4,456,153	\$ 5,087,653
School District's covered payroll	\$ 8,050,407	\$ 7,377,450	\$ 6,826,500	\$ 6,779,941
School District's proportionate share of the net OPEB liability as a percentage of its covered payroll	38.34%	57.49%	65.28%	75.04%
Plan fiduciary net position as a percentage of total OPEB liability	30.34%	24.08%	18.17%	15.57%
	2023	2022	2021	2020
State Teachers Retirement System (STRS) of Ohio				
School District's proportion of the net OPEB liability or asset	0.2201488%	0.2216583%	0.2100469%	0.2067140%
School District's proportionate share of the net OPEB liability (asset)	\$ (5,700,385)	\$ (4,673,482)	\$ (3,691,571)	\$ (3,423,680)
School District's covered payroll	\$ 28,620,393	\$ 27,090,486	\$ 25,082,114	\$ 24,138,371
School District's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	(19.92%)	(17.25%)	(14.72%)	(14.18%)
Plan fiduciary net position as a percentage of total OPEB liability or asset	230.73%	174.73%	182.13%	174.74%

(1) Ten years of information will be presented as information becomes available. Information prior to 2017 is not available.
The amounts presented are as of the School District's measurement date which is the prior fiscal year end.

See accompanying notes to required supplementary information.

<u>2019</u>	<u>2018</u>	<u>2017</u>
0.195955%	0.216176%	0.210278%
\$ 5,436,329	\$ 5,801,596	\$ 5,993,698
\$ 6,664,719	\$ 6,630,157	\$ 6,411,429
81.57%	87.50%	93.48%
13.57%	12.46%	11.49%

<u>2019</u>	<u>2018</u>	<u>2017</u>
0.2025676%	0.2003568%	0.2024215%
\$ (3,255,055)	\$ 7,817,183	\$ 10,825,552
\$ 22,812,250	\$ 22,045,771	\$ 21,302,193
(14.27%)	35.46%	50.82%
176.00%	47.10%	37.30%

Twinsburg City School District
Required Supplementary Information
Schedule of School District Contributions - OPEB
Last Ten Fiscal Years

	2023	2022	2021	2020	2019
School Employees Retirement System (SERS) of Ohio					
Contractually required contribution (1)	\$ 111,934	\$ 140,126	\$ 141,126	\$ 93,013	\$ 137,858
Contributions in relation to contractually required contribution	(111,934)	(140,126)	(141,126)	(93,013)	(137,858)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District covered payroll	\$ 8,220,021	\$ 8,050,407	\$ 7,377,450	\$ 6,826,500	\$ 6,779,941
Contributions as a percentage of covered payroll	1.36%	1.74%	1.91%	1.36%	2.03%

	2023	2022	2021	2020	2019
State Teachers Retirement System (STRS) of Ohio					
Contractually required contribution	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to contractually required contribution	-	-	-	-	-
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District covered payroll	\$ 29,688,057	\$ 28,620,393	\$ 27,090,486	\$ 25,082,114	\$ 24,138,371
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%

(1) Includes surcharge

See accompanying notes to required supplementary information.

2018	2017	2016	2015	2014
\$ 141,769	\$ 113,997	\$ 104,778	\$ 159,025	\$ 106,974
<u>(141,769)</u>	<u>(113,997)</u>	<u>(104,778)</u>	<u>(159,025)</u>	<u>(106,974)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 6,664,719	\$ 6,630,157	\$ 6,411,429	\$ 6,371,191	\$ 6,308,932
2.13%	1.72%	1.63%	2.50%	1.70%

2018	2017	2016	2015	2014
\$ -	\$ -	\$ -	\$ -	\$ 198,056
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(198,056)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 22,812,250	\$ 22,045,771	\$ 21,302,193	\$ 20,229,507	\$ 19,805,638
0.00%	0.00%	0.00%	0.00%	1.00%

Twinsburg City School District
Notes to Required Supplementary Information
For the Fiscal Year Ended June 30, 2023

Net Pension Liability

School Employees Retirement System (SERS) of Ohio

Changes in benefit terms: There was no change in benefit terms for fiscal year 2023. See the notes to the basic financial statements for benefit terms.

Changes in assumptions: There was no change in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2023. See the notes to the basic financial statements for the methods and assumptions in this calculation.

State Teachers Retirement System (STRS) of Ohio

Changes in benefit terms: There was no change in benefit terms for fiscal year 2023. See the notes to the basic financial statements for benefit terms.

Changes in assumptions: There was a change in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2023. See the notes to the basic financial statements for the methods and assumptions in this calculation.

Net OPEB Liability

School Employees Retirement System (SERS) of Ohio

Changes in benefit terms: There was no change in benefit terms for fiscal year 2023. See the notes to the basic financial statements for benefit terms.

Changes in assumptions: There was a change in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2023. See the notes to the basic financial statements for the methods and assumptions in this calculation.

State Teachers Retirement System (STRS) of Ohio

Changes in benefit terms: There was no change in benefit terms for fiscal year 2023. See the notes to the basic financial statements for benefit terms.

Changes in assumptions: There was a change in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2023. See the notes to the basic financial statements for the methods and assumptions in this calculation.

Combining Statements for Nonmajor Governmental Funds

Combining Statements and Individual Fund Schedules

Nonmajor Special Revenue Funds

The special revenue funds are used to account for the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes. The title of each special revenue fund is descriptive of the activities accounted for therein. A description of the School District's nonmajor special revenue funds follows:

Food Service

To account for all revenues and expenditures restricted to the provision of food services, including breakfast and lunch, for the School District students and staff.

Special Trust

To account for trust agreements. This fund is classified as a special revenue fund as the original contribution may be expended in support of the district's programs.

Miscellaneous Local Grants

To account for funds received from private organizations that are restricted for specific purposes.

Student Activities

To account for those 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. Additionally, this fund is used to account for those student activity programs which are restricted for student participation in the activity, but do not have student management of the programs. This fund includes athletic programs as well as band, cheerleaders, drama clubs, and other similar types of activities.

Data Communications

To account for revenues restricted from the State to be used to install and provide support costs for data communication links to connect any school to the local A-site.

Student Wellness and Success

To account for monies to support students' academic achievement through mental health counseling, wraparound services, mentoring, and after-school programs.

Miscellaneous State Grants

To account for monies restricted from state agencies which are not classified elsewhere.

ESSER

To account for costs that are necessary expenditures incurred due to the public health emergency. This fund is intended to address the impact that Novel Coronavirus Disease 2019 (COVID-19) has had, and continues to have, on public and nonpublic elementary and secondary schools.

Coronavirus Relief

To account for costs that are necessary expenditures incurred due to the public health emergency with respect to the Coronavirus Disease 2019 (COVID-19).

Title VI-B

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

Title III

To account for federal funds restricted to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency.

Title I

To account for federal funds restricted for services provided to meet special educational needs of educationally deprived children.

Title IV-A

To account for federal funds for services intended to improve students' academic achievement by providing all students with access to a well-rounded education, improving school conditions for student learning and improving the use of technology in order to improve the academic achievement and digital literacy of all students.

EHA Preschool Grant

To account for federal funds restricted for the improvement and expansion of services for handicapped children ages three through five years.

Improving Teacher Quality

To account for monies restricted to hire additional classroom teachers in grades one through three, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants

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

Nonmajor Capital Projects Funds

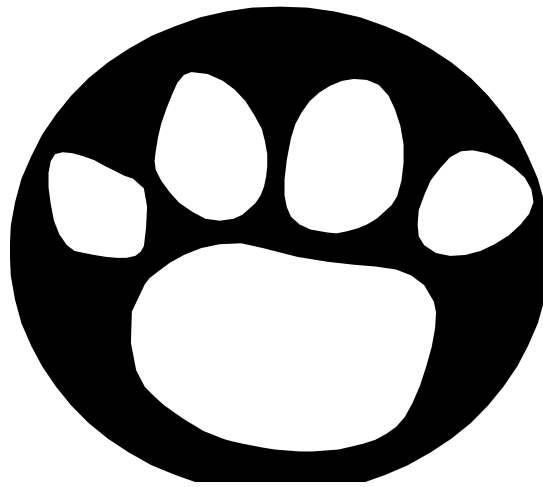
Capital project funds are established to account for financial resources that are restricted, committed, or assigned to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds). The capital projects funds are:

Building

To account for restricted receipts and expenditures related to all special bond funds in the School District.

Replacement

A fund provided to account for restricted monies used in the rebuilding, restoration or improvement of property which has been totally or partially destroyed due to any cause. Such property may have become unfit for use necessitating its demolition in whole or in part, and may require repair or restoration before it can again be used.



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

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
<u>Assets:</u>				
Equity in pooled cash and investments	\$ 1,569,989	\$ 194,875	\$ 10,842	\$ 1,775,706
Receivables:				
Accounts	3,458	-	-	3,458
Intergovernmental	473,505	-	-	473,505
Inventory held for resale	27,746	-	-	27,746
Total assets	<u>\$ 2,074,698</u>	<u>\$ 194,875</u>	<u>\$ 10,842</u>	<u>\$ 2,280,415</u>
<u>Liabilities:</u>				
Accounts payable	\$ 17,011	\$ -	\$ -	\$ 17,011
Accrued wages	326,670	-	-	326,670
Interfund payable	55,790	-	-	55,790
Intergovernmental payable	64,587	-	-	64,587
Unearned revenue	43,357	-	-	43,357
Total liabilities	<u>507,415</u>	<u>-</u>	<u>-</u>	<u>507,415</u>
<u>Deferred inflows of resources:</u>				
Unavailable revenue	<u>327,217</u>	<u>-</u>	<u>-</u>	<u>327,217</u>
<u>Fund balances:</u>				
Nonspendable	-	-	10,000	10,000
Restricted	1,433,455	194,875	842	1,629,172
Unassigned	(193,389)	-	-	(193,389)
Total fund balances	<u>1,240,066</u>	<u>194,875</u>	<u>10,842</u>	<u>1,445,783</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 2,074,698</u>	<u>\$ 194,875</u>	<u>\$ 10,842</u>	<u>\$ 2,280,415</u>

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

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
<u>Revenues:</u>				
Intergovernmental	\$ 4,262,044	\$ -	-	\$ 4,262,044
Interest	-	-	765	765
Extracurricular activities	413,123	-	-	413,123
Gifts and donations	34,734	-	500	35,234
Charges for services	962,262	-	-	962,262
Miscellaneous	12,602	-	-	12,602
Total revenues	<u>5,684,765</u>	<u>-</u>	<u>1,265</u>	<u>5,686,030</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	68,438	-	-	68,438
Special	433,304	-	-	433,304
Other	1,308,779	-	-	1,308,779
Support services:				
Pupils	548,496	-	-	548,496
Instructional staff	168,337	-	-	168,337
Administration	302,594	-	-	302,594
Operation and maintenance of plant	157,526	-	-	157,526
Pupil transportation	146,039	-	-	146,039
Operation of non-instructional services	-	-	1,000	1,000
Operation of food services	1,580,341	-	-	1,580,341
Extracurricular activities	414,451	-	-	414,451
Capital outlay	13,556	-	-	13,556
Total expenditures	<u>5,141,861</u>	<u>-</u>	<u>1,000</u>	<u>5,142,861</u>
Excess of revenues under expenditures	<u>542,904</u>	<u>-</u>	<u>265</u>	<u>543,169</u>
<u>Other financing (uses):</u>				
Transfers in	81,380	-	-	81,380
Transfers out	-	-	-	-
Total other financing sources	<u>81,380</u>	<u>-</u>	<u>-</u>	<u>81,380</u>
Net change in fund balance	624,284	-	265	624,549
Fund balances at beginning of year, as restated	<u>615,782</u>	<u>194,875</u>	<u>10,577</u>	<u>821,234</u>
Fund balances at end of year	<u>\$ 1,240,066</u>	<u>\$ 194,875</u>	<u>\$ 10,842</u>	<u>\$ 1,445,783</u>

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

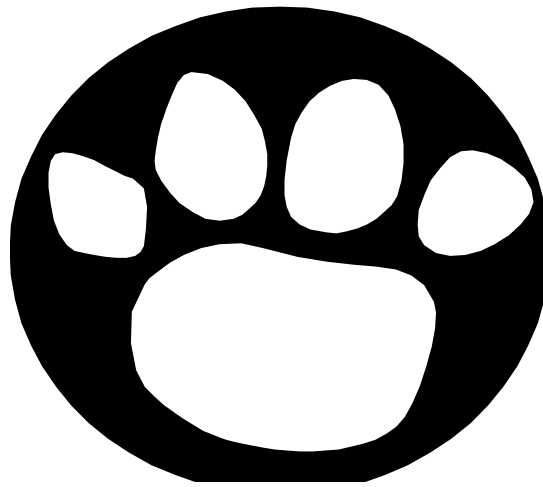
	Food Service	Special Trust	Miscellaneous Local Grants	Student Activities	Data Comm- unications	Student Wellness and Success
<u>Assets:</u>						
Equity in pooled cash and investments	\$ 575,018	\$ 481	\$ 113,087	\$ 280,995	\$ 27,000	\$ -
Receivables:						
Accounts	-	-	3,320	138	-	-
Intergovernmental	62,068	-	-	-	-	-
Inventory held for resale	27,746	-	-	-	-	-
Total assets	<u>\$ 664,832</u>	<u>\$ 481</u>	<u>\$ 116,407</u>	<u>\$ 281,133</u>	<u>\$ 27,000</u>	<u>\$ -</u>
<u>Liabilities:</u>						
Accounts payable	\$ -	\$ -	\$ 1,963	\$ 200	\$ -	\$ -
Accrued wages	86,810	-	-	-	-	-
Interfund payable	15,800	-	-	-	-	-
Intergovernmental payable	27,021	-	-	-	-	-
Unearned revenue	43,357	-	-	-	-	-
Total liabilities	<u>172,988</u>	<u>-</u>	<u>1,963</u>	<u>200</u>	<u>-</u>	<u>-</u>
<u>Deferred inflows of resources:</u>						
Unavailable revenue	62,068	-	-	130	-	-
<u>Fund balances:</u>						
Restricted	429,776	481	114,444	280,803	27,000	-
Unassigned	-	-	-	-	-	-
Total fund balances	<u>429,776</u>	<u>481</u>	<u>114,444</u>	<u>280,803</u>	<u>27,000</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 664,832</u>	<u>\$ 481</u>	<u>\$ 116,407</u>	<u>\$ 281,133</u>	<u>\$ 27,000</u>	<u>\$ -</u>

Miscellaneous State Grants	ESSER	Coronavirus Relief	Title VI-B	Title III	Title I	Title VI-A	EHA Preschool Grant
\$ 73,318	\$ -	\$ 90	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
643	210,420	-	180,141	-	4,479	956	6,900
-	-	-	-	-	-	-	-
<u>\$ 73,961</u>	<u>\$ 210,420</u>	<u>\$ 90</u>	<u>\$ 180,141</u>	<u>\$ -</u>	<u>\$ 4,479</u>	<u>\$ 956</u>	<u>\$ 6,900</u>
\$ -	\$ -	\$ -	\$ 13,330	\$ -	\$ -	\$ 956	\$ -
-	106,190	-	73,588	-	60,082	-	-
-	-	-	32,708	-	4,479	-	-
-	16,406	-	11,878	-	9,282	-	-
-	-	-	-	-	-	-	-
-	122,596	-	131,504	-	73,843	956	-
-	210,420	-	49,504	-	-	-	-
73,961	-	90	-	-	-	-	6,900
-	(122,596)	-	(867)	-	(69,364)	-	-
<u>73,961</u>	<u>(122,596)</u>	<u>90</u>	<u>(867)</u>	<u>-</u>	<u>(69,364)</u>	<u>-</u>	<u>6,900</u>
<u>\$ 73,961</u>	<u>\$ 210,420</u>	<u>\$ 90</u>	<u>\$ 180,141</u>	<u>\$ -</u>	<u>\$ 4,479</u>	<u>\$ 956</u>	<u>\$ 6,900</u>

(Continued)

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

	Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
<u>Assets:</u>			
Equity in pooled cash and investments	\$ -	\$ 500,000	\$ 1,569,989
Receivables:			
Accounts	-	-	3,458
Intergovernmental	7,898	-	473,505
Inventory held for resale	-	-	27,746
Total assets	<u>\$ 7,898</u>	<u>\$ 500,000</u>	<u>\$ 2,074,698</u>
<u>Liabilities:</u>			
Accounts payable	\$ 562	\$ -	\$ 17,011
Accrued wages	-	-	326,670
Interfund payable	2,803	-	55,790
Intergovernmental payable	-	-	64,587
Unearned revenue	-	-	43,357
Total liabilities	<u>3,365</u>	<u>-</u>	<u>507,415</u>
<u>Deferred inflows of resources:</u>			
Unavailable revenue	<u>5,095</u>	<u>-</u>	<u>327,217</u>
<u>Fund balances:</u>			
Restricted	-	500,000	1,433,455
Unassigned	<u>(562)</u>	<u>-</u>	<u>(193,389)</u>
Total fund balances	<u>(562)</u>	<u>500,000</u>	<u>1,240,066</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 7,898</u>	<u>\$ 500,000</u>	<u>\$ 2,074,698</u>



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

	Food Service	Special Trust	Miscellaneous Local Grants	Student Activities	Data Comm- unications	Student Wellness and Success
<u>Revenues:</u>						
Intergovernmental	\$ 750,214	\$ -	\$ -	\$ -	\$ 9,000	\$ -
Interest	-	-	-	-	-	-
Extracurricular activities	-	-	-	413,123	-	-
Gifts and donations	-	-	34,734	-	-	-
Charges for services	962,262	-	-	-	-	-
Miscellaneous	-	-	12,602	-	-	-
Total revenues	<u>1,712,476</u>	<u>-</u>	<u>47,336</u>	<u>413,123</u>	<u>9,000</u>	<u>-</u>
<u>Expenditures:</u>						
Current:						
Instruction:						
Regular	-	-	14,923	-	-	-
Special	-	-	4,668	-	-	-
Other	-	-	2,767	-	-	-
Support services:						
Pupils	-	-	4,205	-	-	236,008
Instructional staff	-	-	5,558	-	-	-
Administration	-	-	-	-	-	-
Operation and maintenance of plant	-	-	-	-	-	-
Pupil transportation	-	-	-	-	-	-
Operation of food services	1,580,341	-	-	-	-	-
Extracurricular activities	-	-	-	414,451	-	-
Capital outlay	-	-	-	-	-	-
Total expenditures	<u>1,580,341</u>	<u>-</u>	<u>32,121</u>	<u>414,451</u>	<u>-</u>	<u>236,008</u>
Excess of revenues over (under) expenditures	<u>132,135</u>	<u>-</u>	<u>15,215</u>	<u>(1,328)</u>	<u>9,000</u>	<u>(236,008)</u>
<u>Other financing (uses):</u>						
Transfers in	-	-	-	-	-	-
Net change in fund balance	132,135	-	15,215	(1,328)	9,000	(236,008)
Fund balances (deficit) at beginning of year, as restated	297,641	481	99,229	282,131	18,000	236,008
Fund balances (deficit) at end of year	<u>\$ 429,776</u>	<u>\$ 481</u>	<u>\$ 114,444</u>	<u>\$ 280,803</u>	<u>\$ 27,000</u>	<u>\$ -</u>

Miscellaneous State Grants	ESSER	Coronavirus Relief	Title VI-B	Title III	Title I	Title VI-A	EHA Preschool Grant
\$ 154,989	\$ 1,333,501	\$ -	\$ 930,468	\$ 6,856	\$ 389,750	\$ 52,594	\$ 24,564
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
154,989	1,333,501	-	930,468	6,856	389,750	52,594	24,564
-	-	-	-	-	-	34,697	-
-	-	-	403,916	6,856	-	-	17,864
-	894,331	-	6,896	-	404,785	-	-
21,047	10,622	-	276,614	-	-	-	-
-	-	-	35,260	-	14,922	17,897	-
-	97,790	-	204,804	-	-	-	-
-	157,526	-	-	-	-	-	-
135,000	11,039	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	13,556	-	-	-	-	-	-
156,047	1,184,864	-	927,490	6,856	419,707	52,594	17,864
(1,058)	148,637	-	2,978	-	(29,957)	-	6,700
-	5,552	-	55,245	-	12,319	-	2,605
(1,058)	154,189	-	58,223	-	(17,638)	-	9,305
75,019	(276,785)	90	(59,090)	-	(51,726)	-	(2,405)
\$ 73,961	\$ (122,596)	\$ 90	\$ (867)	\$ -	\$ (69,364)	\$ -	\$ 6,900

(Continued)

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

	Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
<u>Revenues:</u>			
Intergovernmental	\$ 110,108	\$ 500,000	\$ 4,262,044
Interest	-	-	-
Extracurricular activities	-	-	413,123
Gifts and donations	-	-	34,734
Charges for services	-	-	962,262
Miscellaneous	-	-	12,602
Total revenues	<u>110,108</u>	<u>500,000</u>	<u>5,684,765</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	18,818	-	68,438
Special	-	-	433,304
Other	-	-	1,308,779
Support services:			
Pupils	-	-	548,496
Instructional staff	94,700	-	168,337
Administration	-	-	302,594
Operation and maintenance of plant	-	-	157,526
Pupil transportation	-	-	146,039
Operation of food services	-	-	1,580,341
Extracurricular activities	-	-	414,451
Capital outlay	-	-	13,556
Total expenditures	<u>113,518</u>	<u>-</u>	<u>5,141,861</u>
Excess of revenues over (under) expenditures	<u>(3,410)</u>	<u>500,000</u>	<u>542,904</u>
<u>Other financing (uses):</u>			
Transfers in	<u>5,659</u>	<u>-</u>	<u>81,380</u>
Net change in fund balance	2,249	500,000	624,284
Fund balances (deficit) at beginning of year, as restated	<u>(2,811)</u>	<u>-</u>	<u>615,782</u>
Fund balances (deficit) at end of year	<u>\$ (562)</u>	<u>\$ 500,000</u>	<u>\$ 1,240,066</u>



Twinsburg City School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2023

	<u>Building</u>	<u>Replacement</u>	<u>Total Nonmajor Capital Projects Funds</u>
<u>Assets:</u>			
Equity in pooled cash and investments	<u>\$ 93,297</u>	<u>\$ 101,578</u>	<u>\$ 194,875</u>
 <u>Fund balances:</u>			
Restricted	<u>93,297</u>	<u>101,578</u>	<u>194,875</u>
Total fund balances	<u>\$ 93,297</u>	<u>\$ 101,578</u>	<u>\$ 194,875</u>

Twinsburg City School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2023

	<u>Building</u>	<u>Replacement</u>	<u>Total Nonmajor Capital Projects Funds</u>
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Total expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balances at beginning of year	<u>93,297</u>	<u>101,578</u>	<u>194,875</u>
Fund balances at end of the year	<u>\$ 93,297</u>	<u>\$ 101,578</u>	<u>\$ 194,875</u>

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

Major General Fund

The general fund is the operating fund of the School District and is used to account for all financial resources except those required to be 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.

Funds being reported as part of the general fund

The following funds are legally budgeted as separate special revenue funds but are being reported as part of the general fund for GAAP reporting purposes.

Uniform School Supplies

To account for the purchase and sale of school supplies as adopted by the Board of Education for resale to students of the School District.

Adult Education

To account for all revenues and expenditures related to the provision of credit and non-credit classes to the general public.

Rotary

To account for all revenues and expenditures related to any activity for which a fee is charged to external users for goods or services.

Public School Support

To account for specific local revenue sources (other than taxes) generated by individual school buildings (i.e. sales of pictures, profits from vending machines, etc.). Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs.

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP) and Actual
For the Fiscal Year Ended June 30, 2023**

General Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Taxes	\$ 39,595,802	\$ 39,694,237	\$ 98,435
Intergovernmental	10,237,870	10,337,985	100,115
Interest	806,886	873,443	66,557
Tuition and fees	797,514	821,757	24,243
Rent	18,306	18,408	102
Extracurricular activities	161,526	161,763	237
Payments in lieu of taxes	277,194	277,194	-
Miscellaneous	112,082	112,591	509
Total revenues	<u>52,007,180</u>	<u>52,297,378</u>	<u>290,198</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular:			
Salaries and wages	19,142,934	19,372,505	(229,571)
Fringe benefits	8,255,163	8,149,194	105,969
Purchased services	1,000,707	773,686	227,021
Materials and supplies	402,538	327,425	75,113
Other	47,334	36,258	11,076
Capital outlay	22,718	22,258	460
Total regular	<u>28,871,394</u>	<u>28,681,326</u>	<u>190,068</u>
Special:			
Salaries and wages	4,372,882	4,256,820	116,062
Fringe benefits	2,086,540	2,128,311	(41,771)
Purchased services	1,217,567	1,236,732	(19,165)
Materials and supplies	7,425	2,393	5,032
Total special	<u>7,684,414</u>	<u>7,624,256</u>	<u>60,158</u>
Vocational:			
Salaries and wages	5,059	5,051	8
Purchased services	9,046	9,046	-
Materials and supplies	6,130	6,130	-
Total vocational	<u>20,235</u>	<u>20,227</u>	<u>8</u>
Student intervention services:			
Salaries and wages	486,501	422,968	63,533
Fringe benefits	164,469	167,354	(2,885)
Total student intervention services	<u>650,970</u>	<u>590,322</u>	<u>60,648</u>
Total instruction	<u>37,227,013</u>	<u>36,916,131</u>	<u>310,882</u>

(Continued)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP) and Actual
For the Fiscal Year Ended June 30, 2023**

General Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Support services:			
Pupils:			
Salaries and wages	2,013,267	1,843,649	169,618
Fringe benefits	757,666	681,612	76,054
Purchased services	1,724,026	1,450,141	273,885
Materials and supplies	24,583	18,319	6,264
Other	7,500	89	7,411
Total pupils	<u>4,527,042</u>	<u>3,993,810</u>	<u>533,232</u>
Instructional staff:			
Salaries and wages	524,266	516,685	7,581
Fringe benefits	227,682	219,440	8,242
Purchased services	223,534	110,209	113,325
Materials and supplies	24,184	22,759	1,425
Other	2,122	821	1,301
Total instructional staff	<u>1,001,788</u>	<u>869,914</u>	<u>131,874</u>
Board of education:			
Salaries and wages	64,438	61,439	2,999
Fringe benefits	50,822	9,953	40,869
Purchased services	475,751	442,291	33,460
Materials and supplies	15,045	12,208	2,837
Other	206,610	203,168	3,442
Total board of education	<u>812,666</u>	<u>729,059</u>	<u>83,607</u>
Administration:			
Salaries and wages	2,811,523	2,767,660	43,863
Fringe benefits	1,494,261	1,478,003	16,258
Purchased services	298,246	195,322	102,924
Materials and supplies	54,336	38,595	15,741
Other	6,556	4,092	2,464
Total administration	<u>4,664,922</u>	<u>4,483,672</u>	<u>181,250</u>
Fiscal:			
Salaries and wages	423,957	362,672	61,285
Fringe benefits	160,564	141,309	19,255
Purchased services	128,158	104,637	23,521
Materials and supplies	5,106	2,696	2,410
Other	672,057	654,700	17,357
Capital outlay	5,000	3,278	1,722
Total fiscal	<u>1,394,842</u>	<u>1,269,292</u>	<u>125,550</u>

(Continued)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP) and Actual
For the Fiscal Year Ended June 30, 2023**

General Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Business:			
Salaries and wages	314,827	320,939	(6,112)
Fringe benefits	86,416	74,385	12,031
Purchased services	66,296	50,531	15,765
Materials and supplies	47,259	44,639	2,620
Total business	<u>514,798</u>	<u>490,494</u>	<u>24,304</u>
Operation and maintenance of plant:			
Salaries and wages	1,801,685	1,694,098	107,587
Fringe benefits	707,687	721,459	(13,772)
Purchased services	2,194,490	1,817,150	377,340
Materials and supplies	307,511	292,598	14,913
Total operation and maintenance of plant	<u>5,011,373</u>	<u>4,525,305</u>	<u>486,068</u>
Pupil transportation:			
Salaries and wages	1,844,348	1,794,593	49,755
Fringe benefits	845,967	816,861	29,106
Purchased services	539,766	520,188	19,578
Materials and supplies	472,856	466,721	6,135
Total pupil transportation	<u>3,702,937</u>	<u>3,598,363</u>	<u>104,574</u>
Central:			
Salaries and wages	302,055	274,993	27,062
Fringe benefits	128,248	105,335	22,913
Purchased services	761,808	713,334	48,474
Materials and supplies	49,934	45,032	4,902
Total central	<u>1,242,045</u>	<u>1,138,694</u>	<u>103,351</u>
Total support services	<u>22,872,413</u>	<u>21,098,603</u>	<u>1,773,810</u>
Extracurricular activities:			
Academic and subject oriented activities:			
Salaries and wages	184,985	184,985	-
Fringe benefits	27,097	25,562	1,535
Total academic and subject oriented activities	<u>212,082</u>	<u>210,547</u>	<u>1,535</u>

(Continued)

Twinsburg City School District

**Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP) and Actual
For the Fiscal Year Ended June 30, 2023**

	General Fund		
	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Sports oriented activities:			
Salaries and wages	641,472	592,730	48,742
Fringe benefits	143,415	137,739	5,676
Purchased services	41,754	40,453	1,301
Materials and supplies	14,578	11,415	3,163
Other	10,000	10,000	-
Total sports oriented activities	851,219	792,337	58,882
Total extracurricular activities	1,063,301	1,002,884	60,417
Capital outlay:			
Building improvement services:			
Purchased services	185,559	185,559	-
Debt service:			
Principal retirement	229,300	229,293	7
Interest and fiscal charges	47,522	47,496	26
Total expenditures	61,625,108	59,479,966	2,145,142
Excess of revenues under expenditures	(9,617,928)	(7,182,588)	2,435,340
<u>Other financing sources (uses):</u>			
Insurance recoveries	102,579	102,579	-
Advances in	235,271	235,271	-
Advances out	(262,000)	-	262,000
Transfers in	15,485	15,485	-
Transfers out	(96,865)	(96,865)	-
Total other financing sources (uses)	(5,530)	256,470	262,000
Net change in fund balance	(9,623,458)	(6,926,118)	2,697,340
Fund balance at beginning of year	24,129,313	24,129,313	-
Prior year encumbrances appropriated	1,281,612	1,281,612	-
Fund balance at end of year	\$ 15,787,467	\$ 18,484,807	\$ 2,697,340

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

Uniform School Supplies Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Tuition and fees	\$ 8,446	\$ 8,446	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	16,542	8,649	7,893
Net change in fund balance	(8,096)	(203)	7,893
Fund balance at beginning of year	7,360	7,360	-
Fund balance at end of year	\$ (736)	\$ 7,157	\$ 7,893

Adult Education Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Rent	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Current:			
Total expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	89,816	89,816	-
Fund balance at end of year	\$ 89,816	\$ 89,816	\$ -

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

Rotary Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Extracurricular activities	\$ 131,626	\$ 131,955	\$ 329
Miscellaneous	2,317	2,327	10
Total revenues	<u>133,943</u>	<u>134,282</u>	<u>339</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	1,045	-	1,045
Support services:			
Instructional staff	27,470	-	27,470
Extracurricular activities	220,131	122,080	98,051
Total expenditures	<u>248,646</u>	<u>122,080</u>	<u>126,566</u>
Net change in fund balance	(114,703)	12,202	126,905
Fund balance at beginning of year	174,482	174,482	-
Prior year encumbrances appropriated	84	84	-
Fund balance at end of year	<u>\$ 59,863</u>	<u>\$ 186,768</u>	<u>\$ 126,905</u>

Public School Support Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Interest	\$ 1,044	\$ 896	\$ (148)
Tuition and fees	204,980	202,073	(2,907)
Extracurricular activities	37,200	37,138	(62)
Gifts and donations	60	51	(9)
Miscellaneous	30	11	(19)
Total revenues	<u>243,314</u>	<u>240,169</u>	<u>(3,145)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	149,191	152,768	(3,577)
Support services:			
Instructional staff	270	-	270
Administration	38,130	2,000	36,130
Extracurricular activities	122,433	38,573	83,860
Total expenditures	<u>310,024</u>	<u>193,341</u>	<u>116,683</u>
Net change in fund balance	(66,710)	46,828	113,538
Fund balance at beginning of year	294,695	294,695	-
Prior year encumbrances appropriated	3,328	3,328	-
Fund balance at end of year	<u>\$ 231,313</u>	<u>\$ 344,851</u>	<u>\$ 113,538</u>

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

Bond Retirement Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Fiscal	30,657	30,657	-
Net change in fund balance	(30,657)	(30,657)	-
Fund balance at beginning of year	572,836	572,836	-
Fund balance at end of year	<u>\$ 542,179</u>	<u>\$ 542,179</u>	<u>\$ -</u>

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

Permanent Improvement Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Taxes	\$ 1,815,733	\$ 1,815,733	\$ -
Intergovernmental	184,367	184,367	-
Total revenues	<u>2,000,100</u>	<u>2,000,100</u>	<u>-</u>
<u>Expenditures:</u>			
Current:			
Regular	902,571	752,410	150,161
Support services:			
Instructional staff	22,499	22,263	236
Administration	4,900	-	4,900
Operation and maintenance of plant	105,065	101,177	3,888
Pupil transportation	292,015	278,515	13,500
Central	129,419	122,942	6,477
Capital outlay	1,830,168	1,768,051	62,117
Total expenditures	<u>3,286,637</u>	<u>3,045,358</u>	<u>241,279</u>
Net change in fund balance	(1,286,537)	(1,045,258)	241,279
Fund balance at beginning of year	3,931,529	3,931,529	-
Prior year encumbrances appropriated	816,151	816,151	-
Fund balance at end of year	<u>\$ 3,461,143</u>	<u>\$ 3,702,422</u>	<u>\$ 241,279</u>

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

Food Service Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 645,428	\$ 627,568	\$ (17,860)
Charges for services	961,549	961,549	-
Total revenues	<u>1,606,977</u>	<u>1,589,117</u>	<u>(17,860)</u>
<u>Expenditures:</u>			
Current:			
Operation of non-instructional services	190	-	190
Operation of food services	1,458,623	1,454,429	4,194
Total expenditures	<u>1,458,813</u>	<u>1,454,429</u>	<u>4,384</u>
Excess of revenues over (under) expenditures	<u>148,164</u>	<u>134,688</u>	<u>(13,476)</u>
<u>Other financing uses:</u>			
Advances out	<u>(171,471)</u>	<u>(171,471)</u>	<u>-</u>
Net change in fund balance	(23,307)	(36,783)	(13,476)
Fund balance at beginning of year	599,491	599,491	-
Prior year encumbrances appropriated	10,244	10,244	-
Fund balance at end of year	<u>\$ 586,428</u>	<u>\$ 572,952</u>	<u>\$ (13,476)</u>

Special Trust Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Total expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	481	481	-
Fund balance at end of year	<u>\$ 481</u>	<u>\$ 481</u>	<u>\$ -</u>

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

Miscellaneous Local Grants Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Gifts and donations	\$ 31,289	\$ 31,539	\$ 250
Miscellaneous	12,477	12,477	-
Total revenues	<u>43,766</u>	<u>44,016</u>	<u>250</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	41,046	18,338	22,708
Special	60,345	4,668	55,677
Other	4,906	2,767	2,139
Support services:			
Pupils	5,211	4,205	1,006
Instructional staff	10,985	5,558	5,427
Extracurricular activities	2,169	-	2,169
Total expenditures	<u>124,662</u>	<u>35,536</u>	<u>89,126</u>
Net change in fund balance	(80,896)	8,480	89,376
Fund balance at beginning of year	89,457	89,457	-
Prior year encumbrances appropriated	10,149	10,149	-
Fund balance at end of year	<u>\$ 18,710</u>	<u>\$ 108,086</u>	<u>\$ 89,376</u>

Student Activities Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Extracurricular activities	\$ 412,053	\$ 415,430	\$ 3,377
<u>Expenditures:</u>			
Current:			
Extracurricular activities	606,440	414,285	192,155
Net change in fund balance	(194,387)	1,145	195,532
Fund balance at beginning of year	265,253	265,253	-
Prior year encumbrances appropriated	14,313	14,313	-
Fund balance at end of year	<u>\$ 85,179</u>	<u>\$ 280,711</u>	<u>\$ 195,532</u>

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

Data Communications Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 9,000	\$ 9,000	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Central	9,000	-	9,000
Net change in fund balance	-	9,000	9,000
Fund balance at beginning of year	18,000	18,000	-
Fund balance at end of year	<u>\$ 18,000</u>	<u>\$ 27,000</u>	<u>\$ 9,000</u>

Student Wellness and Success Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Pupils	278,361	236,008	42,353
Net change in fund balance	(278,361)	(236,008)	42,353
Fund balance at beginning of year	236,008	236,008	-
Fund balance at end of year	<u>\$ (42,353)</u>	<u>\$ -</u>	<u>\$ 42,353</u>

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

Miscellaneous State Grants Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 160,000	\$ 154,346	\$ (5,654)
<u>Expenditures:</u>			
Current:			
Support services:			
Pupils	25,000	21,107	3,893
Pupil transportation	135,000	135,000	-
Total expenditures	160,000	156,107	3,893
Net change in fund balance	-	(1,761)	(1,761)
Fund balance at beginning of year	75,019	75,019	-
Fund balance at end of year	\$ 75,019	\$ 73,258	\$ (1,761)

ESSER Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 1,876,046	\$ 1,333,501	\$ (542,545)
<u>Expenditures:</u>			
Current:			
Instruction:			
Other	1,015,465	982,307	33,158
Support services:			
Pupils	12,661	12,661	-
Administration	82,418	87,900	(5,482)
Operation and maintenance of plant	157,526	157,526	-
Pupil transportation	24,595	24,595	-
Total expenditures	1,292,665	1,264,989	27,676
Excess of revenues over expenditures	583,381	68,512	(514,869)
<u>Other financing sources (uses):</u>			
Advances out	-	(48,000)	(48,000)
Transfers in	5,552	5,552	-
Total other financing sources (uses)	5,552	(42,448)	(48,000)
Net change in fund balance	588,933	26,064	(562,869)
Fund balance at beginning of year	(68,548)	(68,548)	-
Prior year encumbrances appropriated	42,484	42,484	-
Fund balance at end of year	\$ 562,869	\$ -	\$ (562,869)

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

Coronavirus Relief Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Total expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	90	90	-
Fund balance at end of year	<u>\$ 90</u>	<u>\$ 90</u>	<u>\$ -</u>

Title VI-B Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 1,208,507	\$ 799,831	\$ (408,676)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	9,852	-	9,852
Special	279,255	416,497	(137,242)
Other	96,145	6,896	89,249
Support services:			
Pupils	336,071	287,724	48,347
Instructional staff	238,801	67,380	171,421
Administration	192,644	198,420	(5,776)
Total expenditures	<u>1,152,768</u>	<u>976,917</u>	<u>175,851</u>
Excess of revenues over (under) expenditures	<u>55,739</u>	<u>(177,086)</u>	<u>(232,825)</u>
<u>Other financing sources:</u>			
Transfers in	<u>55,245</u>	<u>55,245</u>	<u>-</u>
Net change in fund balance	110,984	(121,841)	(232,825)
Fund balance at beginning of year	(31,718)	(31,718)	-
Prior year encumbrances appropriated	63,342	63,342	-
Fund balance at end of year	<u>\$ 142,608</u>	<u>\$ (90,217)</u>	<u>\$ (232,825)</u>

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

Title III Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 16,453	\$ 6,856	\$ (9,597)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	10,953	6,856	4,097
Support services:			
Instructional staff	5,500	-	5,500
Total expenditures	16,453	6,856	9,597
Net change in fund balance	-	-	-
Fund balance at beginning of year	-	-	-
Fund balance (deficit) at end of year	\$ -	\$ -	\$ -

Title I Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 381,230	\$ 385,271	\$ 4,041
<u>Expenditures:</u>			
Current:			
Instruction:			
Other	330,626	403,125	(72,499)
Support services:			
Instructional staff	22,465	14,922	7,543
Pupil transportation	500	-	500
Operation of non-instructional services	2,729	-	2,729
Total expenditures	356,320	418,047	(61,727)
Excess of revenues over expenditures	24,910	(32,776)	(57,686)
<u>Other financing sources:</u>			
Transfers in	12,319	12,319	-
Net change in fund balance	37,229	(20,457)	(57,686)
Fund balance at beginning of year	2,681	2,681	-
Prior year encumbrances appropriated	13,297	13,297	-
Fund balance at end of year	\$ 53,207	\$ (4,479)	\$ (57,686)

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

Title IV-A Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 81,959	\$ 51,638	\$ (30,321)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	34,466	34,697	(231)
Support services:			
Instructional staff	21,610	17,897	3,713
Total expenditures	56,076	52,594	3,482
Excess of revenues over (under) expenditures	25,883	(956)	(26,839)
<u>Other financing uses:</u>			
Advances out	-	(6,900)	(6,900)
Net change in fund balance	25,883	(7,856)	(33,739)
Fund balance at beginning of year	824	824	-
Prior year encumbrances appropriated	6,076	6,076	-
Fund balance at end of year	\$ 32,783	\$ (956)	\$ (33,739)

EHA Preschool Grant Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 20,710	\$ 17,664	\$ (3,046)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	21,046	22,269	(1,223)
Other	8,900	-	8,900
Support services:			
Instructional staff	3,256	-	3,256
Total expenditures	33,202	22,269	10,933
Excess of revenues under expenditures	(12,492)	(4,605)	7,887
<u>Other financing sources:</u>			
Transfers in	2,605	2,605	-
Net change in fund balance	(9,887)	(2,000)	7,887
Fund balance at beginning of year	2,000	2,000	-
Fund balance at end of year	\$ (7,887)	\$ -	\$ 7,887

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

Improving Teacher Quality Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 107,306	\$ 107,305	\$ (1)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	26,693	18,818	7,875
Support services:			
Instructional staff	128,641	95,993	32,648
Total expenditures	155,334	114,811	40,523
Excess of revenues under expenditures	(48,028)	(7,506)	40,522
<u>Other financing sources (uses):</u>			
Advances out	-	(8,900)	(8,900)
Transfers in	5,659	5,659	-
Total other financing sources (uses)	5,659	(3,241)	(8,900)
Net change in fund balance	(42,369)	(10,747)	31,622
Fund balance at beginning of year	2,478	2,478	-
Prior year encumbrances appropriated	3,916	3,916	-
Fund balance at end of year	\$ (35,975)	\$ (4,353)	\$ 31,622

Miscellaneous Federal Grants Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 500,000	\$ 500,000	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Operation and maintenance of plant	208,481	134,385	74,096
Net change in fund balance	291,519	365,615	74,096
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ 291,519	\$ 365,615	\$ 74,096

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

Building Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Total expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	93,297	93,297	-
Fund balance at end of year	\$ 93,297	\$ 93,297	\$ -

Replacement Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Total expenditures	-	-	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	101,578	101,578	-
Fund balance at end of year	\$ 101,578	\$ 101,578	\$ -

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

Scholarships Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Interest	\$ 765	\$ 765	\$ -
Gifts and donations	10,500	500	(10,000)
Total revenues	<u>11,265</u>	<u>1,265</u>	<u>(10,000)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	10,174	-	10,174
Operation of non-instructional services	2,000	1,000	1,000
Total expenditures	<u>12,174</u>	<u>1,000</u>	<u>11,174</u>
Net change in fund balance	(909)	265	1,174
Fund balance at beginning of year	10,577	10,577	-
Fund balance at end of year	<u>\$ 9,668</u>	<u>\$ 10,842</u>	<u>\$ 1,174</u>

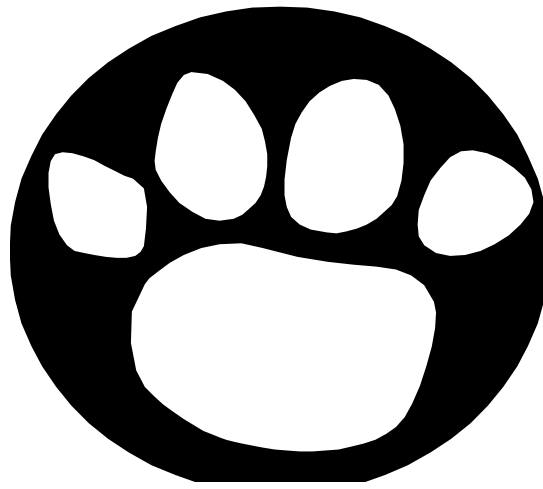
Internal Service Fund

**Individual Fund Schedule of Revenues, Expenses and Changes in
Fund Balance – Budget (Non-GAAP Basis) and Actual
Employee Benefits Self-Insurance Fund**

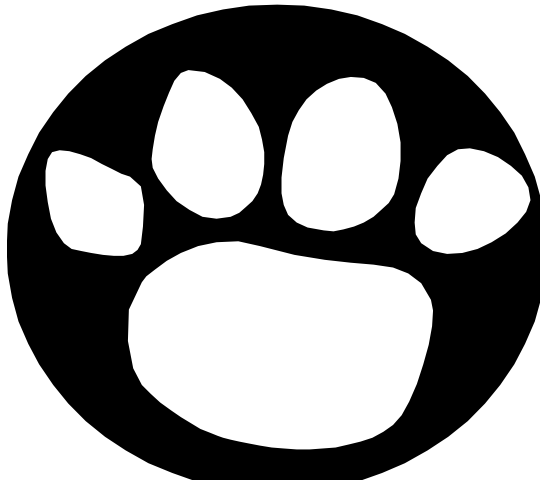
Twinsburg City School District
Schedule of Revenues, Expenses
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 2023

Employee Benefits Self Insurance Fund

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenses:</u>			
Total expenses	-	-	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	340,318	340,318	-
Fund balance at end of year	<u>\$ 340,318</u>	<u>\$ 340,318</u>	<u>\$ -</u>



STATISTICAL SECTION



Statistical Section

This part of the 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>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	S2 - S13
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source.	S14 - S18
Debt Capacity 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.	S19 - S23
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	S24 - S25
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S26 - S31

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

Twinsburg City School District

Net Position by Component (1)

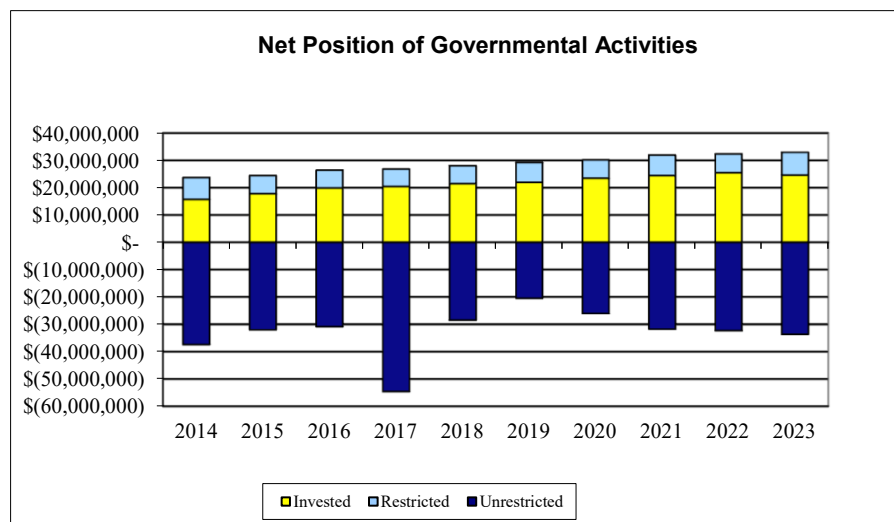
Last Ten Fiscal Years

	Restated <u>2014</u>	<u>2015 (2)</u>	<u>2016</u>	Restated <u>2017</u>	<u>2018</u>
Net investment in capital assets	\$ 15,687,483	\$ 17,773,614	\$ 19,838,437	\$ 20,433,304	\$ 21,436,921
Restricted for:					
Capital projects	6,073,241	4,612,245	4,365,324	4,380,370	4,427,616
Debt service	1,769,351	1,841,316	1,919,088	1,852,374	1,885,391
Food services	-	-	-	-	-
Extracurricular activities	113,147	104,054	99,378	62,454	67,376
OPEB	-	-	-	-	-
Other purposes	80,385	81,246	181,236	102,445	185,595
Unrestricted (deficit)	<u>(37,362,785)</u>	<u>(31,996,615)</u>	<u>(30,864,263)</u>	<u>(54,549,951)</u>	<u>(28,439,793)</u>
Total net position	<u>\$ (13,639,178)</u>	<u>\$ (7,584,140)</u>	<u>\$ (4,460,800)</u>	<u>\$ (27,719,004)</u>	<u>\$ (436,894)</u>

(1) Accrual basis of accounting.

(2) The School District implemented GASB 68 during fiscal year 2015.

(2) The School District implemented GASB 75 during fiscal year 2018.



<u>2019</u>	Restated <u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 21,955,190	\$ 23,487,722	\$ 24,441,642	\$ 25,462,907	\$ 24,601,350
5,233,285	4,327,018	4,618,309	4,863,295	5,438,974
1,866,773	1,852,910	1,971,348	572,836	542,179
-	-	-	401,726	413,760
61,889	326,129	46,292	59,781	56,762
-	-	-	-	802,176
123,201	156,741	835,358	1,001,115	1,084,185
<u>(20,427,633)</u>	<u>(26,004,382)</u>	<u>(31,762,160)</u>	<u>(32,297,769)</u>	<u>(33,650,553)</u>
<u>\$ 8,812,705</u>	<u>\$ 4,146,138</u>	<u>\$ 150,789</u>	<u>\$ 63,891</u>	<u>\$ (711,167)</u>

Twinsburg City School District

Changes in Net Position of Governmental Activities (1)

Last Ten Fiscal Years

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Expenses					
Regular instruction	\$ 21,970,863	\$ 21,421,681	\$ 22,631,660	\$ 25,623,470	\$ 8,571,185
Special instruction	5,141,797	4,664,830	5,128,091	5,955,024	3,364,318
Vocational instruction	115,859	112,739	117,285	82,481	16,062
Student intervention services	200,530	300,763	308,870	448,514	137,909
Other	362,409	313,030	309,545	369,714	-
Pupil support	2,429,833	2,325,386	2,471,817	3,116,383	1,604,100
Instructional staff support	480,140	601,582	732,106	771,001	673,385
Board of education	325,433	474,628	451,277	392,974	441,697
Administration	3,082,993	3,188,848	3,292,794	3,758,837	1,595,418
Fiscal	1,498,996	1,000,576	1,036,002	994,755	991,646
Business	148,681	464,993	168,342	323,752	244,348
Operation and maintenance of plant	4,156,449	4,210,957	3,765,911	3,868,798	3,684,799
Pupil transportation	3,004,242	2,958,993	2,633,294	3,524,834	2,769,000
Central	1,140,320	834,858	1,127,150	868,625	1,074,458
Operation of non-instructional services	3,006	5,132	2,923	2,783	1,878
Operation of food services	1,095,152	1,131,311	1,140,255	1,173,056	1,105,437
Extracurricular activities	1,165,457	1,589,245	1,258,294	1,333,139	806,942
Interest and fiscal charges	450,305	498,489	430,667	372,022	316,813
Total expenses	\$ 46,772,465	\$ 46,098,041	\$ 47,006,283	\$ 52,980,162	\$ 27,399,395
Program Revenues					
Charges for services:					
Regular instruction	\$ 346,579	\$ 623,241	\$ 521,296	\$ 456,648	\$ 510,281
Special instruction	345,512	187,722	267,792	248,417	225,629
Student intervention services instruction	-	-	-	-	-
Other instruction	-	-	-	-	600
Pupil support	125,598	53,465	-	-	-
Instructional staff	-	-	-	-	-
Administration	8,760	-	-	-	-
Operation and maintenance of plant	55,165	59,738	53,374	76,492	97,826
Pupil transportation	-	-	-	-	-
Operation of non-instructional services	-	-	-	-	-
Operation of food service	626,537	649,772	611,663	636,001	729,986
Extracurricular activities	396,259	433,862	427,538	389,010	380,479
Operating grants and contributions:					
Regular instruction	200,238	105,955	84,111	100,736	102,065
Special instruction	327,522	341,446	356,553	350,791	335,598
Vocational instruction	-	-	-	-	-
Student intervention services instruction	27,522	28,674	29,059	29,440	-
Other instruction	337,562	326,251	420,201	320,200	287,780
Pupil support	255,653	290,048	298,698	179,546	265,178
Instructional staff support	10,795	17,398	35,004	10,758	7,790
Administration	158,298	164,325	168,187	187,512	189,234
Operation and maintenance of plant	-	-	-	-	-
Pupil transportation	-	-	-	-	-
Central	9,000	9,000	9,000	9,000	9,000
Operation of non-instructional services	-	-	-	-	-
Operation of food services	481,179	481,204	495,746	460,692	467,851
Extracurricular activities	93	-	770	-	230
Interest and fiscal charges	-	94,739	87,155	78,973	70,995

<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$ 22,013,355	\$ 28,779,630	\$ 31,159,630	\$ 25,650,146	\$ 31,134,817
5,710,241	7,658,036	8,046,231	6,820,802	8,210,393
36,072	329	402	402	20,550
457,351	514,827	551,236	765,543	589,967
202,783	362,460	791,162	2,281,699	1,360,464
2,980,545	3,691,278	4,385,441	3,717,450	4,344,042
830,517	1,215,469	997,805	963,920	1,160,700
360,390	396,025	305,722	462,011	610,294
3,165,988	4,127,324	4,340,999	4,042,195	4,962,828
1,067,552	1,198,806	1,200,386	1,203,035	1,278,216
277,956	325,331	318,484	381,928	387,399
3,965,886	4,684,533	4,134,234	4,999,787	5,574,498
2,950,209	3,170,219	3,310,479	3,490,845	3,731,911
1,117,623	1,552,598	1,469,390	1,357,925	1,159,966
1,827	1,333	2,230	12,683	1,000
1,197,027	1,241,261	1,300,839	1,562,754	1,565,257
1,141,250	1,374,090	1,369,449	1,178,214	1,630,545
276,027	216,171	146,972	123,858	90,380
<u>\$ 47,752,599</u>	<u>\$ 60,509,720</u>	<u>\$ 63,831,091</u>	<u>\$ 59,015,197</u>	<u>\$ 67,813,227</u>

\$ 561,147	\$ 595,316	\$ 734,917	\$ 902,198	\$ 617,250
326,983	242,108	360,613	145,365	391,149
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	8,000	988	-	-
-	-	45	750	-
97,994	54,556	22,500	31,261	20,453
-	-	-	-	-
-	-	-	500	-
793,759	647,760	52,685	27,410	962,262
370,841	305,428	141,050	495,388	745,382
101,945	84,318	10,541	33,898	323,705
368,288	366,185	437,651	399,818	808,507
-	-	-	-	20,290
-	-	-	-	-
346,435	303,636	835,526	2,701,934	1,237,232
294,688	516,336	771,972	480,478	290,811
59,241	61,678	127,159	131,280	135,002
185,054	197,323	200,966	189,530	267,613
-	-	-	175,699	634,739
-	-	50,904	81,344	21,037
9,000	9,000	11,028	-	9,000
-	-	1,161	1,046	1,265
459,694	383,848	932,585	2,157,792	812,282
589	-	-	-	-
62,910	29,452	46,380	46,695	46,574

(continued)

Twinsburg City School District

Changes in Net Position of Governmental Activities (1)

Last Ten Fiscal Years

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Capital grants and contributions:					
Pupil transportation	-	-	-	-	-
<i>Total program revenues</i>	<u>\$ 3,712,272</u>	<u>\$ 3,866,840</u>	<u>\$ 3,866,147</u>	<u>\$ 3,534,216</u>	<u>\$ 3,680,522</u>
Net expense	<u>\$ (43,060,193)</u>	<u>\$ (42,231,201)</u>	<u>\$ (43,140,136)</u>	<u>\$ (49,445,946)</u>	<u>\$ (23,718,873)</u>
General revenues					
Property taxes levied for:					
General purposes	\$ 30,483,600	\$ 29,334,955	\$ 27,462,404	\$ 24,510,194	\$ 33,074,608
Debt service	2,057,158	1,772,225	1,808,403	1,642,774	1,754,338
Capital outlay	1,840,074	1,769,984	1,663,753	1,489,328	1,777,110
Grants and entitlements not restricted to specific programs	14,834,282	15,186,749	14,936,152	14,798,671	14,026,160
Payment in lieu taxes	-	87,564	281,893	55,558	96,129
Gain on the sale of capital asset	91,563	2,540	-	-	-
Investment earnings	27,605	20,206	26,226	75,076	195,103
Miscellaneous	85,156	112,016	84,645	321,394	77,535
<i>Total general revenues</i>	<u>\$ 49,419,438</u>	<u>\$ 48,286,239</u>	<u>\$ 46,263,476</u>	<u>\$ 42,892,995</u>	<u>\$ 51,000,983</u>
Restatement	<u>(65,049,834)</u>	<u>-</u>	<u>-</u>	<u>(16,705,253)</u>	<u>-</u>
<i>Change in net position</i>	<u>\$ (58,690,589)</u>	<u>\$ 6,055,038</u>	<u>\$ 3,123,340</u>	<u>\$ (23,258,204)</u>	<u>\$ 27,282,110</u>

(1) Accrual basis of accounting.

<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
-	-	-	135,000	-
<u>\$ 4,038,568</u>	<u>\$ 3,804,944</u>	<u>\$ 4,738,671</u>	<u>\$ 8,137,386</u>	<u>\$ 7,344,553</u>
<u>\$ (43,714,031)</u>	<u>\$ (56,704,776)</u>	<u>\$ (59,092,420)</u>	<u>\$ (50,877,811)</u>	<u>\$ (60,468,674)</u>
\$ 35,277,048	\$ 35,066,298	\$ 38,959,992	\$ 37,920,188	\$ 46,291,802
1,710,728	1,702,420	1,838,584	606,924	-
1,771,202	1,753,829	1,926,671	1,866,569	2,143,906
13,506,731	12,118,713	12,135,109	10,512,950	9,922,343
87,124	99,374	135,792	148,683	277,194
-	-	-	-	-
519,879	711,690	62,785	(315,911)	838,225
90,918	98,277	38,138	51,510	220,146
<u>\$ 52,963,630</u>	<u>\$ 51,550,601</u>	<u>\$ 55,097,071</u>	<u>\$ 50,790,913</u>	<u>\$ 59,693,616</u>
-	487,608	-	-	-
<u>\$ 9,249,599</u>	<u>\$ (4,666,567)</u>	<u>\$ (3,995,349)</u>	<u>\$ (86,898)</u>	<u>\$ (775,058)</u>

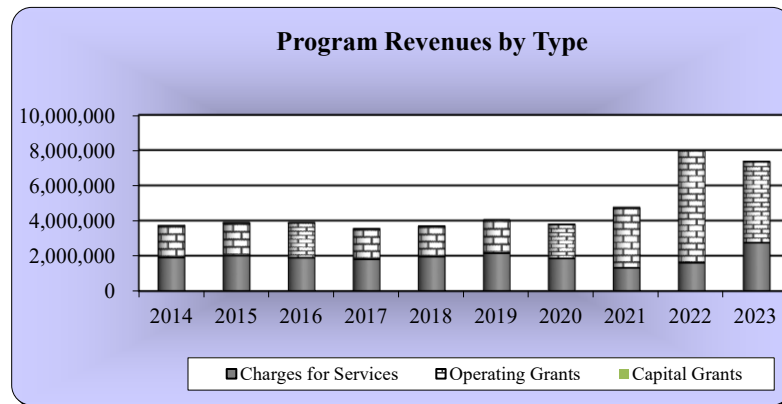
Twinsburg City School District

Program Revenues of Governmental Activities by Function (1)

Last Ten Fiscal Years

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Governmental activities:					
<i>Function</i>					
Regular instruction	\$ 546,817	\$ 729,196	\$ 605,407	\$ 557,384	\$ 612,346
Special instruction	673,034	529,168	624,345	599,208	561,227
Vocational insruction	-	-	-	-	-
Student intervention	27,522	28,674	29,059	29,440	-
Other	337,562	326,251	420,201	320,200	288,380
Pupil support	381,251	343,513	298,698	179,546	265,178
Instructional staff support	10,795	17,398	35,004	10,758	7,790
Administration	167,058	164,325	168,187	187,512	189,234
Operation and maintenance of plant	55,165	59,738	53,374	76,492	97,826
Pupil transportation	-	-	-	-	-
Central	9,000	9,000	9,000	9,000	9,000
Operation of non-instructional services	-	-	-	-	-
Operation of food service	1,107,716	1,130,976	1,107,409	1,096,693	1,197,837
Extracurricular activities	396,352	433,862	428,308	389,010	380,709
Interest and fiscal charges	-	94,739	87,155	78,973	70,995
Total program revenues	\$ 3,712,272	\$ 3,866,840	\$ 3,866,147	\$ 3,534,216	\$ 3,680,522

(1) Accrual basis of accounting.

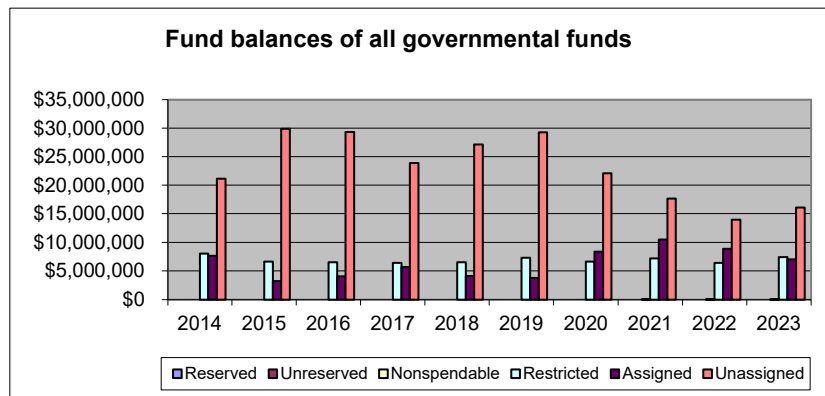


	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
\$	663,092	\$ 679,634	\$ 745,458	\$ 936,096	\$ 940,955
	695,271	608,293	798,264	545,183	1,199,656
	-	-	-	-	20,290
	-	-	-	-	-
	346,435	303,636	835,526	2,701,934	1,237,232
	294,688	516,336	771,972	480,478	290,811
	59,241	69,678	128,147	131,280	135,002
	185,054	197,323	201,011	190,280	267,613
	97,994	54,556	22,500	206,960	655,192
	-	-	50,904	216,344	21,037
	9,000	9,000	11,028	-	9,000
	-	-	1,161	1,546	1,265
	1,253,453	1,031,608	985,270	2,185,202	1,774,544
	371,430	305,428	141,050	495,388	745,382
	62,910	29,452	46,380	46,695	46,574
	<u>\$ 4,038,568</u>	<u>\$ 3,804,944</u>	<u>\$ 4,738,671</u>	<u>\$ 8,137,386</u>	<u>\$ 7,344,553</u>

Twinsburg City School District
Fund Balances, Governmental Funds (1)
Last Ten Fiscal Years

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
General fund					
Assigned	\$ 7,628,790	\$ 3,184,483	\$ 4,046,827	\$ 5,659,675	\$ 4,087,183
Unassigned	21,533,588	29,949,027	29,354,179	23,963,362	27,200,783
<i>Total general fund</i>	<u>29,162,378</u>	<u>33,133,510</u>	<u>33,401,006</u>	<u>29,623,037</u>	<u>31,287,966</u>
All other governmental funds					
Nonspendable	-	-	-	-	-
Restricted	8,023,687	6,643,414	6,502,187	6,370,708	6,521,824
Unassigned (deficit)	(383,825)	(91,852)	(27,106)	(69,901)	(89,348)
<i>Total all other governmental funds</i>	<u>7,639,862</u>	<u>6,551,562</u>	<u>6,475,081</u>	<u>6,300,807</u>	<u>6,432,476</u>
<i>Total governmental funds</i>	<u>\$ 36,802,240</u>	<u>\$ 39,685,072</u>	<u>\$ 39,876,087</u>	<u>\$ 35,923,844</u>	<u>\$ 37,720,442</u>

(1) Modified accrual basis of accounting.



<u>2019</u>	Restated <u>2020</u>	<u>2021</u>	Restated <u>2022</u>	<u>2023</u>
\$ 3,768,368	\$ 8,369,570	\$ 10,497,244	\$ 8,870,078	\$ 7,003,535
<u>29,292,206</u>	<u>22,206,403</u>	<u>18,095,517</u>	<u>14,357,527</u>	<u>16,265,809</u>
<u>33,060,574</u>	<u>30,575,973</u>	<u>28,592,761</u>	<u>23,227,605</u>	<u>23,269,344</u>
-	-	10,000	10,000	10,000
7,297,375	6,615,597	7,189,566	6,404,695	7,377,492
<u>(35,070)</u>	<u>(102,690)</u>	<u>(432,677)</u>	<u>(392,817)</u>	<u>(193,389)</u>
<u>7,262,305</u>	<u>6,512,907</u>	<u>6,766,889</u>	<u>6,021,878</u>	<u>7,194,103</u>
<u>\$ 40,322,879</u>	<u>\$ 37,088,880</u>	<u>\$ 35,359,650</u>	<u>\$ 29,249,483</u>	<u>\$ 30,463,447</u>

Twinsburg City School District

Changes in Fund Balances, Governmental Funds (1)

Last Ten Fiscal Years

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>Restated</u> <u>2022</u>	<u>2023</u>
Revenues										
Property and other local taxes	\$ 34,380,396	\$ 32,844,348	\$ 31,257,023	\$ 27,542,523	\$ 36,645,598	\$ 38,794,930	\$ 38,282,289	\$ 42,389,679	\$ 40,492,234	\$ 48,497,275
Intergovernmental	16,319,453	17,409,943	16,834,276	16,477,708	15,726,663	15,484,084	13,990,156	15,301,184	16,627,317	14,887,840
Interest	27,662	20,270	26,432	75,354	196,353	521,099	712,603	63,155	(314,931)	839,886
Tuition and fees	864,203	798,153	784,487	867,343	730,400	750,055	868,049	980,317	1,129,276	1,023,537
Extracurricular activities	396,259	433,522	427,517	389,010	380,381	370,805	305,344	140,226	493,943	742,946
Contributions and donations	6,643	23,500	27,191	12,967	10,730	5,089	15,974	1,105	57,505	35,285
Charges for services	621,969	629,116	611,163	634,161	770,427	834,703	669,159	87,685	47,410	962,262
Rentals	56,028	59,738	53,374	75,992	55,826	51,402	24,558	-	11,261	20,453
Payment in lieu of taxes	-	87,564	63,247	218,646	151,687	87,124	99,374	135,792	148,683	277,194
Miscellaneous	110,905	130,148	94,406	288,254	114,178	108,019	136,862	81,215	58,105	235,029
<i>Total revenues</i>	<u>52,783,518</u>	<u>52,436,302</u>	<u>50,179,116</u>	<u>46,581,958</u>	<u>54,782,243</u>	<u>57,007,310</u>	<u>55,104,368</u>	<u>59,180,358</u>	<u>58,750,803</u>	<u>67,521,707</u>
Expenditures										
Current:										
Instruction:										
Regular	20,141,611	20,601,212	21,560,926	21,739,522	22,738,524	24,013,112	25,250,201	27,086,161	26,994,393	28,999,477
Special	5,083,367	4,769,509	5,223,075	5,587,238	6,128,927	6,413,073	7,215,384	7,642,018	7,418,704	8,200,511
Vocational	114,094	114,678	118,783	82,217	73,872	45,413	-	-	-	20,147
Student intervention services	200,530	286,639	312,885	455,748	418,372	453,868	515,633	538,440	757,972	593,510
Other	350,122	340,005	323,928	306,613	262,967	353,065	298,463	691,650	2,601,401	1,308,779
Support services:										
Pupil	2,448,095	2,378,487	2,513,443	2,931,955	3,125,917	3,400,805	3,480,805	4,165,008	3,987,700	4,303,850
Instructional staff	501,277	623,435	737,838	738,142	757,308	812,414	951,040	953,093	947,621	1,071,848
Board of education	325,433	475,273	451,999	389,113	452,820	364,151	393,723	302,584	467,741	613,593
Administration	3,130,508	3,204,099	3,309,269	3,411,825	3,522,299	3,589,599	3,831,012	4,027,477	4,352,867	4,904,074
Fiscal	1,500,554	1,016,964	1,049,865	966,525	1,057,422	1,092,296	1,152,272	1,178,608	1,277,143	1,272,559
Business	111,955	345,028	331,653	296,296	283,689	286,219	303,335	297,328	360,576	469,844
Operation and maintenance										
of plant	4,070,502	4,160,174	3,706,149	3,527,347	3,947,123	4,008,962	4,446,235	4,003,274	4,316,779	5,183,162
Pupil transportation	2,824,835	2,731,991	2,570,517	2,827,257	2,826,305	2,816,504	2,716,045	2,940,889	3,408,799	3,590,290
Central	1,088,156	837,769	1,143,925	850,880	1,175,818	1,141,745	1,502,032	1,430,515	1,470,080	1,193,913
Operation of non-instructional services	3,006	5,132	2,923	2,783	1,481	1,035	540	1,437	12,683	1,000
Operation of food services	1,083,443	1,127,073	1,154,428	1,145,943	1,166,666	1,217,696	1,181,468	1,273,846	1,613,069	1,580,341
Extracurricular activities	1,114,913	1,182,583	1,270,291	1,226,240	1,242,871	1,191,825	1,209,321	1,225,366	1,239,408	1,586,244
Capital outlay	1,161,940	3,444,702	1,461,967	1,339,120	1,303,701	603,080	1,404,196	631,177	2,990,983	916,184

(continued)

Twinsburg City School District

Changes in Fund Balances, Governmental Funds (1)

Last Ten Fiscal Years

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>Restated</u> <u>2022</u>	<u>2023</u>
Debt service:										
Principal retirement	2,025,273	2,028,492	2,143,764	2,222,301	2,360,314	2,402,025	2,452,592	2,537,350	2,788,531	404,316
Interest and fiscal charges	687,319	666,872	600,473	520,916	439,595	382,010	299,058	205,987	117,090	94,101
Issuance costs	148,702	-	-	-	-	-	-	-	-	-
<i>Total expenditures</i>	<u>48,115,635</u>	<u>50,340,117</u>	<u>49,988,101</u>	<u>50,567,981</u>	<u>53,285,991</u>	<u>54,588,897</u>	<u>58,603,355</u>	<u>61,132,208</u>	<u>67,123,540</u>	<u>66,307,743</u>
<i>Excess of revenues over</i> <i>(under) expenditures</i>	<u>4,667,883</u>	<u>2,096,185</u>	<u>191,015</u>	<u>(3,986,023)</u>	<u>1,496,252</u>	<u>2,418,413</u>	<u>(3,498,987)</u>	<u>(1,951,850)</u>	<u>(8,372,737)</u>	<u>1,213,964</u>
Other financing sources (uses)										
Inception of capital lease	372,091	-	-	33,780	300,346	184,024	-	-	-	-
General obligation bonds issued	-	753,519	-	-	-	-	-	-	-	-
Sale of capital assets	49,635	33,128	-	-	-	-	-	-	-	-
Proceeds of refunding bonds	14,525,000	-	-	-	-	-	-	-	-	-
Premium on debt issuance	1,131,062	-	-	-	-	-	-	-	-	-
Payment to refunded bond escrow agent	(15,507,360)	-	-	-	-	-	-	-	-	-
Transfers in	3,961	64,022	92,909	6,235	107,764	-	135,000	11,604	-	81,380
Transfers out	(3,961)	(64,022)	(92,909)	(6,235)	(107,764)	-	(135,000)	(11,604)	-	(81,380)
<i>Total other financing</i> <i>sources (uses)</i>	<u>570,428</u>	<u>786,647</u>	<u>-</u>	<u>33,780</u>	<u>300,346</u>	<u>184,024</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net change in fund balances</i>	<u>\$ 5,238,311</u>	<u>\$ 2,882,832</u>	<u>\$ 191,015</u>	<u>\$ (3,952,243)</u>	<u>\$ 1,796,598</u>	<u>\$ 2,602,437</u>	<u>\$ (3,498,987)</u>	<u>\$ (1,951,850)</u>	<u>\$ (8,372,737)</u>	<u>\$ 1,213,964</u>
Debt service as a percentage of noncapital expenditures	5.8%	5.7%	5.66%	5.57%	5.39%	5.16%	4.81%	4.53%	4.53%	0.76%

(1) Modified accrual basis of accounting.

Note: Governmental Funds includes general, debt service, special revenue, capital projects and permanent funds.

Twinsburg City School District

Assessed and Estimated Actual Value of Taxable Property Last Ten Collection Years

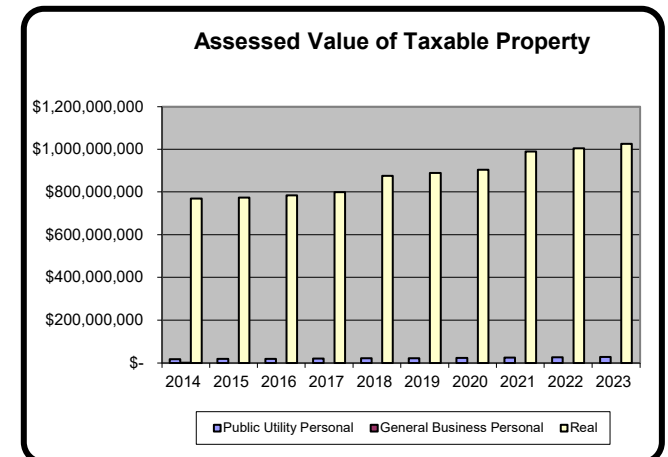
Collection Year	Real Property			Tangible Personal Property		Assessed Value	Total Estimated Actual Value	Ratio	Total Direct Tax Rate
	Assessed Value		Estimated Actual Value	Public Utility					
	Residential/ Agricultural	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value				
2014	\$ 561,417,970	\$ 207,431,330	\$ 2,196,712,286	\$ 17,091,010	\$ 19,421,602	\$ 785,940,310	\$ 2,216,133,888	35.46%	66.23
2015	554,729,190	218,170,140	2,208,283,800	17,870,400	20,307,273	790,769,730	2,228,591,073	35.48%	65.80
2016	564,864,660	218,257,290	2,237,491,286	18,265,210	21,488,482	801,387,160	2,258,979,768	35.48%	66.10
2017	575,834,960	223,404,770	2,283,542,086	19,781,960	23,272,894	819,021,690	2,306,814,980	35.50%	65.83
2018	633,746,150	241,983,390	2,502,084,400	20,553,900	24,181,059	896,283,440	2,526,265,459	35.48%	71.62
2019	646,146,040	241,886,980	2,537,237,200	21,369,320	25,140,376	909,402,340	2,562,377,576	35.49%	71.62
2020	653,511,620	250,128,460	2,581,828,800	22,880,960	26,918,776	926,521,040	2,608,747,576	35.52%	72.15
2021	715,660,290	273,865,660	2,827,217,000	24,551,300	28,883,882	1,014,077,250	2,856,100,882	35.51%	71.64
2022	723,496,610	280,262,420	2,867,882,943	25,820,790	30,377,400	1,029,579,820	2,898,260,343	35.52%	69.74
2023	730,836,380	294,104,890	2,928,403,629	27,870,720	32,789,082	1,052,811,990	2,961,192,711	35.55%	69.54

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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% of estimated true value. The assessed value of public utility personal property ranges from 0% of true value for railroad property to 85% for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25% for machinery and equipment. General business inventory tangible personal property tax was phased out beginning in 2006. The listing percentages during the phase out were 18.75% for 2006, 12.5% for 2007, 6.25% for 2008 and zero for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out of the tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers (except telephone companies whose last year to pay tangible personal property tax was in 2010).

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%, the 2 1/2% and the homestead exemptions before being billed. Beginning in the 2006 collection year, the 10% rollback for commercial/industrial property was eliminated.



Source: Summit County Fiscal Officer.

Twinsburg City School District

Property Tax Rates - Direct and Overlapping Governments

Last Ten Collection Years

Collection Year		Direct Rates				Overlapping Rates						Total
		Operating Millage	Permanent Improvement Millage	Debt Service Millage	Total School District	City, Township, or Village	Cuyahoga Valley JVSD	Twinsburg Library	County of Summit	Metro Parks		
2023	Macedonia City	66.79	2.75	-	69.54	7.90	2.00	2.00	14.10	2.00	97.54	
	Twinsburg Twp	66.79	2.75	-	69.54	20.17	2.00	2.00	14.10	2.00	109.81	
	Twinsburg City	66.79	2.75	-	69.54	3.00	2.00	2.00	14.10	2.00	92.64	
	Reminderville Village	66.79	2.75	-	69.54	5.20	2.00	2.00	14.10	2.00	94.84	
2022	Macedonia City	66.99	2.75	-	69.74	7.90	2.00	2.00	14.10	2.00	97.74	
	Twinsburg Twp	66.99	2.75	-	69.74	20.17	2.00	2.00	14.10	2.00	110.01	
	Twinsburg City	66.99	2.75	-	69.74	3.00	2.00	2.00	14.10	2.00	92.84	
	Reminderville Village	66.99	2.75	-	69.74	5.20	2.00	2.00	14.10	2.00	95.04	
2021	Macedonia City	66.96	2.75	1.93	71.64	7.90	2.00	2.00	13.70	1.46	98.70	
	Twinsburg Twp	66.96	2.75	1.93	71.64	20.17	2.00	2.00	13.70	1.46	110.97	
	Twinsburg City	66.96	2.75	1.93	71.64	0.80	2.00	2.00	13.70	-	90.14	
	Reminderville Village	66.96	2.75	1.93	71.64	5.20	2.00	2.00	13.70	1.46	96.00	
2020	Macedonia City	67.29	2.75	2.11	72.15	7.90	2.00	2.00	13.70	1.46	99.21	
	Twinsburg Twp	67.29	2.75	2.11	72.15	20.17	2.00	2.00	13.70	1.46	111.48	
	Twinsburg City	67.29	2.75	2.11	72.15	1.91	2.00	2.00	13.70	-	91.76	
	Reminderville Village	67.29	2.75	2.11	72.15	5.20	2.00	2.00	13.70	1.46	96.51	
2019	Macedonia City	67.10	2.75	2.16	72.01	7.90	2.00	2.00	12.70	1.46	98.07	
	Twinsburg Twp	67.10	2.75	2.16	72.01	20.17	2.00	2.00	12.70	1.46	110.34	
	Twinsburg City	67.10	2.75	2.16	72.01	1.91	2.00	2.00	12.70	-	90.62	
	Reminderville Village	67.10	2.75	2.16	72.01	5.20	2.00	2.00	12.70	1.46	95.37	
2018	Macedonia City	66.87	2.75	2.00	71.62	8.90	2.00	2.00	12.70	1.46	98.68	
	Twinsburg Twp	66.87	2.75	2.00	71.62	17.37	2.00	2.00	12.70	1.46	107.15	
	Twinsburg City	66.87	2.75	2.00	71.62	1.93	2.00	2.00	12.70	-	90.25	
	Reminderville Village	66.87	2.75	2.00	71.62	5.20	2.00	2.00	12.70	1.46	94.98	
2017	Macedonia City	60.52	2.75	2.56	65.83	8.90	2.00	2.00	12.70	1.46	92.89	
	Twinsburg Twp	60.52	2.75	2.56	65.83	17.37	2.00	2.00	12.70	1.46	101.36	
	Twinsburg City	60.52	2.75	2.56	65.83	2.05	2.00	2.00	12.70	-	84.58	
	Reminderville Village	60.52	2.75	2.56	65.83	5.20	2.00	2.00	12.70	1.46	89.19	
2016	Macedonia City	60.72	2.75	2.63	66.10	8.90	2.00	2.00	12.70	1.46	93.16	
	Twinsburg Twp	60.72	2.75	2.63	66.10	14.61	2.00	2.00	12.70	1.46	98.87	
	Twinsburg City	60.72	2.75	2.63	66.10	2.05	2.00	2.00	12.70	-	84.85	
	Reminderville Village	60.72	2.75	2.63	66.10	5.20	2.00	2.00	12.70	1.46	89.46	
2015	Macedonia City	60.85	2.75	2.20	65.80	8.90	2.00	2.00	12.70	1.46	92.86	
	Twinsburg Twp	60.85	2.75	2.20	65.80	14.61	2.00	2.00	12.70	1.46	98.57	
	Twinsburg City	60.85	2.75	2.20	65.80	2.13	2.00	2.00	12.70	-	84.63	
	Reminderville Village	60.85	2.75	2.20	65.80	5.20	2.00	2.00	12.70	1.46	89.16	
2014	Macedonia City	60.86	2.75	2.62	66.23	8.90	2.00	2.00	12.70	1.46	93.29	
	Twinsburg Twp	60.86	2.75	2.62	66.23	14.61	2.00	2.00	12.70	1.46	99.00	
	Twinsburg City	60.86	2.75	2.62	66.23	2.06	2.00	2.00	12.70	-	84.99	
	Reminderville Village	60.86	2.75	2.62	66.23	5.20	2.00	2.00	12.70	1.46	89.59	

Source: Summit County Fiscal Officer.

Note: Data is presented on a collection year basis (not fiscal year) because that is the manner in which the information is maintained by the County Fiscal Officer. Property tax rates are per \$1,000 of assessed valuation.

Twinsburg City School District
Property Tax Levies and Collections (1)
Last Ten Collection Years

Collection Year (2)	Current Tax Levy	Current Tax Collections (2)	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections (4)	Percent of Total Tax Collections to Current Tax Levy (3)
2013	\$ 33,957,463	\$ 32,951,558	97.04%	\$ 1,005,904	\$ 33,957,462	100.00%
2014	34,005,915	33,263,008	97.82	742,907	34,005,915	100.00
2015	33,868,053	33,087,996	97.70	780,057	33,868,053	100.00
2016	34,505,987	33,799,546	97.95	706,440	34,505,986	100.00
2017	34,998,002	34,184,827	97.68	813,174	34,998,001	100.00
2018	41,751,979	40,865,438	97.88	886,541	41,751,979	100.00
2019	42,746,082	41,870,043	97.95	876,039	42,746,082	100.00
2020	43,717,038	42,602,551	97.45	1,114,487	43,717,038	100.00
2021	45,970,523	44,076,814	95.88	1,893,709	45,970,523	100.00
2022	44,014,446	42,420,470	96.38	1,593,976	44,014,446	100.00

Source: Summit County Fiscal Officer.

(1) Includes homestead exemptions and rollback of locally assessed taxes which is reimbursed by the State and reported as intergovernmental revenue.

(2) The 2022 information cannot be presented because all collections have not been made by June 30, 2022.

(3) The County does not identify delinquent tax collections by tax year.

(4) The County's current reporting system does not track delinquent tax collections by tax year. Outstanding delinquencies are tracked in total by the date the parcel is first certified delinquent. Penalties and interest are applied to the total outstanding delinquent balance. The presentation will be updated as new information becomes available.

Twinsburg City School District

Principal Taxpayers

Real Estate Tax

2023 and 2014 (1)

Name of Taxpayer	2023		
	Assessed Value	Rank	Percent of Real Property Assessed Value
ET IIII Twinsburg FX LLC	\$ 12,797,530	1	1.26%
HGG Twinsburg Residential LTD	8,738,940	2	0.86%
Deer Run LLC	8,070,980	3	0.79%
Stag Industrial Holdings LLC	6,202,370	4	0.61%
Twinsburg Ohio Property LLC	4,841,680	5	0.48%
8745 Chamberlin Road LLC	4,550,350	6	0.45%
OReilly Auto Enterprises LLC	4,401,350	7	0.43%
Pepsi Cola General Bottlers of Ohio, Inc.	4,285,350	8	0.42%
Aveni Twinsburg I LTD	4,143,570	9	0.41%
GL Edison Blvd Propco LLC	3,632,250	10	0.36%
Totals	<u>\$ 61,664,370</u>		<u>6.06%</u>
Total assessed valuation	<u>\$ 1,017,601,500</u>		

Name of Taxpayer	2014		
	Assessed Value	Rank	Percent of Real Property Assessed Value
Deer Run Apartments Limited	\$ 6,909,550	1	0.90%
Twinsburg Residential Associates	5,512,500	2	0.72%
Aveni Twinsburg I LTD	4,036,150	3	0.52%
First Industrial Investment	3,149,980	4	0.41%
Pepsi Cola General Bottlers of Ohio, Inc.	3,110,640	5	0.40%
Apple Nine Hospitality Ownership, Inc.	3,099,770	6	0.40%
Twinsville Associates	3,089,730	7	0.40%
Twinsburg Equities Group LLC	3,046,190	8	0.40%
USF Propco I LLC	2,798,770	9	0.36%
General Electric Co.	2,785,570	10	0.36%
Totals	<u>\$ 37,538,850</u>		<u>4.88%</u>
Total assessed valuation	<u>\$ 768,849,300</u>		

Source: Summit County Fiscal Officer.

(1) The amounts presented represent the assessed values upon which 2023 and 2014 collections were based.

Twinsburg City School District

Principal Taxpayers

Public Utilities Tax

2023 and 2014 (1)

<u>Name of Taxpayer</u>	<u>2023</u>		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percent of Public Utility Assessed Value</u>
Ohio Edison Co/First Energy	\$ 16,145,610	1	57.93%
East Ohio Gas Co/Dominion East Ohio	3,878,770	2	13.92%
American Transmission Systems Inc.	7,187,440	3	25.79%
Totals	<u>\$ 27,211,820</u>		<u>97.64%</u>
Total assessed valuation	<u>\$ 27,870,720</u>		

<u>Name of Taxpayer</u>	<u>2014</u>		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percent of Public Utility Assessed Value</u>
Ohio Edison	\$ 13,137,270	1	76.86%
East Ohio Gas	2,085,350	2	12.20%
American Transmission	1,347,700	3	7.89%
Cleveland Electric Illuminating	510,560	4	2.99%
Totals	<u>\$ 17,080,880</u>		<u>99.94%</u>
Total assessed valuation	<u>\$ 17,091,010</u>		

Source: Summit County Fiscal Officer.

(1) The amounts presented represent the assessed values upon which 2023 and 2014 collections were based.

Twinsburg City School District

Ratio of Outstanding Debt By Type

Last Ten Fiscal Years

Fiscal Year	Governmental Activities		Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Lease Purchase			
2014	\$ 19,250,794	\$ 339,193	\$ 19,589,987	2.08%	\$ 811.62
2015	17,859,384	270,701	18,130,085	1.90%	751.13
2016	15,603,733	198,451	15,802,184	1.60%	654.69
2017	13,304,436	148,842	13,453,278	1.30%	557.37
2018	10,958,103	299,367	11,257,470	1.02%	466.40
2019	8,565,580	363,497	8,929,077	0.88%	369.93
2020	6,132,601	259,733	6,392,334	0.61%	264.84
2021	3,650,011	147,968	3,797,979	n/a	157.35
2022	1,123,650	2,119,413	3,243,063	n/a	134.36
2023	894,357	1,944,390	2,838,747	n/a	117.61

Source: School District Financial Records.

n/a - information is not available at this time.

Twinsburg City School District
Ratio of Debt to Assessed Value and Debt per Capita
Last Ten Fiscal Years

Fiscal Year	Population (1)	Estimated Actual Value of Taxable Property (2)	General Bonded Debt				
			General Bonded Debt Outstanding	Resources Available to Pay Principal	Net General Bonded Debt	Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt per Capita
2014	24,137 b	\$ 2,216,133,888	\$ 19,250,794	\$ 1,769,351	\$ 17,481,443	0.79%	\$ 724.26
2015	24,137 b	2,228,591,073	17,859,384	1,841,316	16,018,068	0.72%	663.63
2016	24,137 b	2,258,979,768	15,603,733	1,919,088	13,684,645	0.61%	566.96
2017	24,137 b	2,306,814,980	13,304,436	1,852,374	11,452,062	0.50%	474.46
2018	24,137 b	2,526,265,459	10,958,103	1,885,391	9,072,712	0.36%	375.88
2019	24,137 b	2,562,377,576	8,565,580	1,866,773	6,698,807	0.26%	277.53
2020	18,856 a	2,608,747,576	6,132,601	1,852,910	4,279,691	0.16%	226.97
2021	18,856 a	2,856,100,882	3,650,011	1,971,348	1,678,663	0.06%	89.03
2022	18,856 a	2,898,260,343	1,123,650	572,836	550,814	0.02%	29.21
2023	18,856 a	2,961,192,711	894,357	542,179	352,178	0.01%	18.68

Sources: (1) U.S. Bureau of Census, Census of Population.
(a) 2020 Federal Census
(b) 2010 Federal Census
(2) Summit County Fiscal Officer

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

Jurisdiction	Net General Tax Supported Debt (1)	Percent Overlapping (2)	Amount Applicable Twinsburg City School District
Direct:			
Twinsburg City School District	\$ 894,357	100.00%	\$ 894,357
Overlapping:			
City of Twinsburg	3,210,000	100.00%	3,210,000
City of Macedonia	11,725,000	1.71%	200,498
Reminderville Village	2,364,720	78.39%	1,853,704
Summit County	75,670,000	7.17%	5,425,539
Total overlapping:	92,969,720		10,689,741
Total direct and overlapping debt:	\$ 93,864,077		\$ 11,584,098

Sources: Ohio Municipal Advisory Council.

(1) All debt reported as of December 31, 2022, except for Twinsburg City School District which is reported as of June 30, 2023.

(2) Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the School District's boundaries and dividing it by each unit's total taxable assessed value.

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

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Tax Valuation	<u>\$ 785,940,310</u>	<u>\$ 790,769,730</u>	<u>\$ 801,387,160</u>	<u>\$ 819,021,690</u>
Debt Limit - 9% of Taxable Valuation (1)	<u>70,734,628</u>	<u>71,169,276</u>	<u>72,124,844</u>	<u>73,711,952</u>
Amount of Debt Applicable to Debt Limit				
General Obligation Bonds	19,250,794	17,859,384	15,603,733	13,304,436
Less Amount Available in Debt Service	<u>(1,774,388)</u>	<u>(1,845,665)</u>	<u>(1,919,088)</u>	<u>(1,852,374)</u>
Amount of Debt Subject to Limit	<u>17,476,406</u>	<u>16,013,719</u>	<u>13,684,645</u>	<u>11,452,062</u>
Legal Debt Margin	<u>\$ 53,258,222</u>	<u>\$ 55,155,557</u>	<u>\$ 58,440,199</u>	<u>\$ 62,259,890</u>
Legal Debt Margin as a Percentage of the Debt Limit	75.29%	77.50%	81.03%	84.46%
Unvoted Debt Limit - .10% of Taxable Valuation (1)	\$ 785,940	\$ 790,770	\$ 801,387	\$ 819,022
Amount of Debt Subject to Limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unvoted Legal Debt Margin	<u>\$ 785,940</u>	<u>\$ 790,770</u>	<u>\$ 801,387</u>	<u>\$ 819,022</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%

Source: School District Financial Records.

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

(2) Beginning in fiscal year 2006, HB530 changed the assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.

<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
<u>\$ 896,283,440</u>	<u>\$ 909,402,340</u>	<u>\$ 926,521,040</u>	<u>\$ 1,014,077,250</u>	<u>\$ 1,029,579,820</u>	<u>\$ 1,052,811,990</u>
<u>80,665,510</u>	<u>81,846,211</u>	<u>83,386,894</u>	<u>91,266,953</u>	<u>92,662,184</u>	<u>94,753,079</u>
<u>10,958,103</u> <u>(1,885,391)</u>	<u>8,565,580</u> <u>(1,866,773)</u>	<u>6,132,601</u> <u>(1,852,910)</u>	<u>3,650,011</u> <u>(1,971,348)</u>	<u>1,123,650</u> <u>(572,836)</u>	<u>894,357</u> <u>(542,179)</u>
<u>9,072,712</u>	<u>6,698,807</u>	<u>4,279,691</u>	<u>1,678,663</u>	<u>550,814</u>	<u>352,178</u>
<u>\$ 71,592,798</u>	<u>\$ 75,147,404</u>	<u>\$ 79,107,203</u>	<u>\$ 89,588,290</u>	<u>\$ 92,111,370</u>	<u>\$ 94,400,901</u>
88.75%	91.82%	94.87%	98.16%	99.41%	99.63%
\$ 896,283	\$ 909,402	\$ 926,521	\$ 1,014,077	\$ 1,029,580	\$ 1,052,812
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 896,283</u>	<u>\$ 909,402</u>	<u>\$ 926,521</u>	<u>\$ 1,014,077</u>	<u>\$ 1,029,580</u>	<u>\$ 1,052,812</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Twinsburg City School District

Demographic and Economic Statistics

Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate (3)</u>
2014	24,137	\$ 939,984,438	\$ 38,944	5.5%
2015	24,137	954,585,538	39,549	5.0%
2016	24,137	985,116,764	40,814	4.9%
2017	24,137	1,036,452,756	42,940	5.3%
2018	24,137	1,104,779,519	45,771	5.2%
2019	24,137	1,012,781,284	41,960	4.3%
2020	18,856	1,043,430,125	55,337	4.0%
2021	18,856	1,138,297,062	60,368	4.0%
2022	18,856	n/a	n/a	4.0%
2023	18,856	n/a	n/a	3.6%

Sources: (1) U.S. Bureau of Census, Census of Population.

(2) Ohio Department of Taxation.

(3) U.S. Department of Labor.

n/a - information is not available at this time.

Twinsburg City School District

Principal Employers

2022 and 2013

Employer	Nature of Business	2022			2013		
		Number of Employees	Rank	Percentage of Total Employment	Number of Employees	Rank	Percentage of Total Employment
FedEx Ground Package System	Packaging and shipping	2,474	1	29.45%	-	-	
Amazon Com Services LLC	Packaging and shipping	2,368	2	28.19%	-	-	
Rockwell Automation	Programmable controls	732	3	8.71%	-	-	
The Cleveland Clinic Foundation	Hospital Care Facility	726	4	8.64%	587	3	13.66%
Twinsburg Board of Education	Education	718	5	8.55%	778	2	18.10%
City of Twinsburg	Government	453	6	5.39%	482	4	11.21%
GD Mobile Security America Inc.	Supplier	374	7	4.45%	-	-	
Progressive Casualty Ins Co	Insurance	196	8	2.33%	-	-	
University Hospitals Health	Hospital Care Facility	186	9	2.21%	-	-	
Reuterstokes LLC	Research and engineering consultant	174	10	2.07%	-	-	
RGH Enterprises	Medical Supplies	-	-	0.00%	981	1	22.82%
Bottling Group LLC	Soft drink bottling	-	-	0.00%	351	5	8.17%
RX Options Inc.	Compenstion and benefits consultant	-	-	0.00%	318	6	7.40%
Cellco Partnership DBA Verizon	Communications provider	-	-	0.00%	241	7	5.61%
Fastners for Retail INC	Retail	-	-	0.00%	205	8	4.77%
Sate of Ohio ODOT	Government	-	-	0.00%	204	9	4.75%
Hitachi Healthcare Americas Co	Medical supplies	-	-		151	10	3.51%
Total		8,401		100.00%	4,298		100.00%

Source: The City of Twinsburg

Twinsburg City School District
School District Employees by Function/Program
Last Ten Fiscal Years

<u>Function/Program</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Regular instruction										
Elementary classroom teachers	104	104	99	99	98	108	114	124	134	135.5
Intermediate classroom teachers	32	34	34	36	33	35	33	37	37	34
High school classroom teachers	62	68	64	63	63.5	65.5	64	67	65	69
Special instruction										
Multi handicapped teachers	16	12	13	13	13	14	12	12	12	12
Severe behavior handicapped teachers	5	4	4	4	4	5	5	5	6	6
Developmentally handicapped teachers	4	4	4	4	4	5	5	6	9	9
Specific learning disabled teachers	9	5	6	6	7	6	6	7	5	5
Other	5	5	5	5	6	4	6	6	5	5
Vocational instruction										
High school classroom teachers	1	1	1	1	1	0	0	0	0	0
Pupil support services										
Guidance counselors	7	8	8	8	10	10	10	10	10	10
Librarians	6	5	5	5	5	5	5	5	5	5
Psychologists	3	3.5	4	4	4	4	4	4	4	4
Speech and language pathologists	4	4	4	4	4	4	5	5	5	5
Aides	33	37	41	44	43	45	51	62	51	51
Computer	0	0	0	0	3	3	5	7	5	5
Other	65	64	62	63	69	66	70	78	90.5	85
Administrators										
Elementary	2	4	4	4	4	4	4	4	4	4
Intermediate	3	3	3	3	3	3	4	3	3	3
Middle School	2	2	2	2	2	2	2	3	3	3
High school	4	4	4	4	4	4	4	4	5	5
Operation of plant										
Custodians & Maintenance	29	28	27	28	29	28	29	29	30.5	29
Security	1	1	2	2	2	2	2	2	2	2
Pupil transportation										
Bus drivers	47	44	45	44	43	42	42	42	38	30
Bus aides	5	5	4	5	5	5	6	6	5	5
Maintenance	3	3	3	3	3	3	3	5	3	3
Food service program										
Director	1	1	1	1	1	1	1	1	1	1
Cooks	31	30	26	26	24	23	23	25	24	24
Totals:	<u>484</u>	<u>483.5</u>	<u>475</u>	<u>481</u>	<u>487.5</u>	<u>496.5</u>	<u>518</u>	<u>562</u>	<u>562</u>	<u>549.5</u>

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee. The count is performed on September 1 of each year.

Source: School District records.

Twinsburg City School District

Operating Statistics

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Expenses</u>	<u>Enrollment</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil/Teacher Ratio</u>	<u>Percentage of students receiving free or reduced lunches</u>
2014	\$ 46,772,465	4,234	\$11,047	5.09%	242.0	17.5	18.79%
2015	\$ 46,098,041	4,158	\$11,087	0.36%	243.0	17.1	18.27%
2016	\$ 47,006,283	4,100	\$11,465	3.41%	244.0	16.8	18.81%
2017	\$ 52,980,162	4,112	\$12,884	12.38%	243.0	16.9	17.78%
2018	\$ 53,285,992	4,141	\$12,868	-0.13%	248.5	16.7	16.80%
2019	\$ 53,871,267	4,131	\$13,041	1.34%	260.5	15.9	16.10%
2020	\$ 56,810,883	4,140	\$13,722	5.23%	263.0	15.7	17.30%
2021	\$ 54,365,987	4,071	\$13,354	-2.68%	268.0	15.2	15.40%
2022	\$ 54,453,016	4,038	\$13,485	0.98%	276.0	14.6	15.87%
2023	\$ 58,796,949	4,025	\$14,608	8.33%	277.0	14.5	17.54%

Source: School District Records, Ohio Department of Education.

Twinsburg City School

Building Statistics

Last Ten Fiscal Years

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Wilcox Primary										
Constructed in 1960										
Total building square footage	85,350	85,350	85,350	85,350	85,350	85,350	85,350	85,350	85,350	85,350
Enrollment grades Pre K-1	657	640	637	636	635	635	738	712	738	738
Student capacity	1,075	1,075	1,075	1,075	1,075	1,075	1,075	1,075	1,075	1,075
Regular instruction classroom:	43	43	43	43	43	43	43	43	43	43
Regular instruction teachers	30	31	27	28	28	33	35	35	40	38
Special instruction classrooms	3	3	4	4	4	4	4	4	4	4
Special instruction teachers	3	3	3	4	4	4	4	4	5	5
Bissell Elementary										
Constructed in 1963										
Total building square footage	73,684	73,684	73,684	73,684	73,684	73,684	73,684	73,684	73,684	73,684
Enrollment grades 2-3	633	617	612	594	588	582	554	557	567	567
Student capacity	975	975	975	975	975	975	975	975	975	975
Regular instruction classroom:	34	34	34	34	34	34	34	34	34	34
Regular instruction teachers	27	28	26	26	26	30	31	31	37	32
Special instruction classrooms	4	4	5	4	4	4	4	4	4	4
Special instruction teachers	4	5	5	5	5	5	5	5	5	5
Dodge Intermediate School										
Constructed in 1969										
Total building square footage	119,410	119,410	119,410	119,410	119,410	119,410	119,410	119,410	119,410	119,410
Enrollment grades 4-6	970	950	948	976	963	953	957	889	845	845
Student capacity	1,045	1,045	1,045	1,045	1,045	1,045	1,045	1,045	1,045	1,045
Regular instruction classroom:	42	42	42	42	42	42	45	45	45	45
Regular instruction teachers	45	45	46	45	44	49	48	48	58	55
Special instruction classrooms	8	8	7	7	7	7	7	7	7	7
Special instruction teachers	8	8	8	8	9	8	8	8	9	9
RB Chamberlin Middle School										
Constructed in 1958										
Total building square footage	128,994	128,994	128,994	128,994	128,994	128,994	128,994	128,994	128,994	128,994
Enrollment grades 7-8	677	645	630	633	671	671	632	641	618	618
Student capacity	1,032	1,032	1,032	1,032	1,032	1,032	1,032	1,032	1,032	1,032
Regular instruction classroom:	55	55	55	55	55	55	55	55	55	55
Regular instruction teachers	34	34	34	36	33	33	33	33	37	34
Special instruction classrooms	6	6	6	6	6	6	6	6	6	6
Special instruction teachers	6	6	6	7	7	8	8	8	6	6
Twinsburg High School										
Constructed in 1999										
Total building square footage	286,719	286,719	286,719	286,719	286,719	286,719	286,719	286,719	286,719	286,719
Enrollment grades 9-12	1,382	1,306	1,273	1,273	1,284	1,290	1,259	1,272	1,233	1,233
Student capacity	1,717	1,717	1,717	1,717	1,717	1,717	1,717	1,717	1,717	1,717
Regular instruction classroom:	69	69	69	69	69	69	69	69	69	69
Regular instruction teachers	69	68	64	63	64	64	64	64	65	69
Special instruction classrooms	8	8	8	8	8	8	8	8	8	8
Special instruction teachers	8	8	8	8	9	9	9	9	12	12

Source: School District Records.

Twinsburg City School District

Teachers' Salaries

Last Ten Fiscal Years

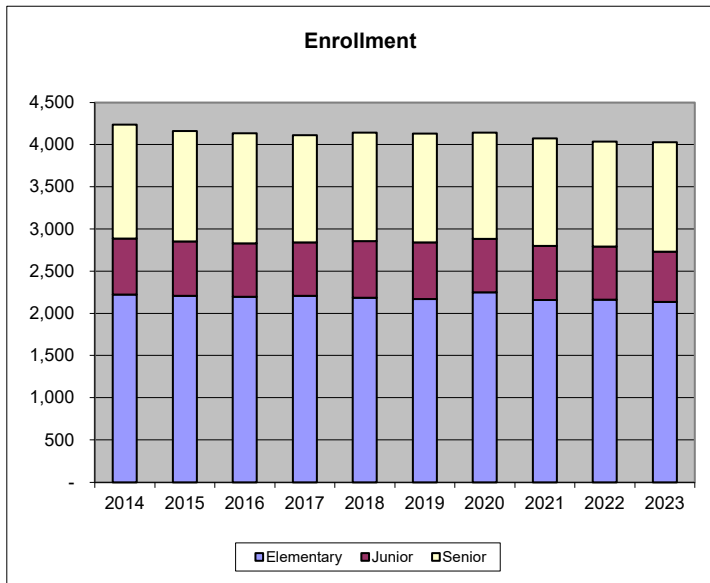
<u>Fiscal Year</u>	<u>Twinsburg City School District Average Salary</u>	<u>Statewide Average Salary</u>
2014	\$ 70,585	\$ 55,916
2015	70,964	57,916
2016	73,019	59,074
2017	74,375	58,849
2018	76,476	60,433
2019	77,327	63,916
2020	79,002	65,754
2021	78,459	67,654
2022	79,710	67,654
2023	79,710	69,081

Source: Ohio Department of Education.

Twinsburg City School District

**Enrollment Statistics
Last Ten Fiscal Years**

Fiscal Year	Elementary Schools	Junior High School	Senior High School	Total
2014	2,223	664	1,347	4,234
2015	2,207	645	1,306	4,158
2016	2,197	630	1,273	4,100
2017	2,206	633	1,273	4,112
2018	2,186	671	1,284	4,141
2019	2,170	671	1,290	4,131
2020	2,249	632	1,259	4,140
2021	2,158	641	1,272	4,071
2022	2,163	627	1,246	4,036
2023	2,136	596	1,293	4,025



Source: Ohio Department of Education.

Twinsburg City School District

Attendance and Graduation Rates

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Twinsburg City School District Attendance Rate</u>	<u>State Average</u>	<u>Twinsburg City School District Graduation Rate</u>	<u>State Average</u>
2014	95.0%	94.3%	96.8%	82.2%
2015	96.0%	94.5%	97.1%	82.4%
2016	95.5%	94.4%	98.3%	84.9%
2017	96.3%	93.9%	98.5%	83.5%
2018	95.7%	93.6%	99.0%	84.1%
2019	95.7%	93.5%	98.5%	85.3%
2020	96.6%	94.2%	97.5%	85.9%
2021	96.4%	93.9%	98.5%	87.2%
2022	94.9%	90.4%	98.8%	87.0%
2023	94.2%	91.0%	98.5%	87.3%

Source: Ohio Department of Education Local Report Cards.

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OHIO AUDITOR OF STATE KEITH FABER



TWINSBURG CITY SCHOOL DISTRICT

SUMMIT COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 5/23/2024

65 East State Street, Columbus, Ohio 43215
Phone: 614-466-4514 or 800-282-0370

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