

**CUYAHOGA FALLS
CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**



**ANNUAL
COMPREHENSIVE FINANCIAL REPORT**

**FOR THE
FISCAL YEAR ENDED JUNE 30, 2022**

OHIO AUDITOR OF STATE
KEITH FABER



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

Board of Education
Cuyahoga Falls City School District
431 Stow Ave
Cuyahoga Falls, Ohio 44221

We have reviewed the *Independent Auditor's Report* of Cuyahoga Falls City School District, Summit County, prepared by Julian & Grube, Inc., for the audit period July 1, 2021 through June 30, 2022. 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. Cuyahoga Falls City School District is responsible for compliance with these laws and regulations.

A handwritten signature in cursive script that reads "Keith Faber".

Keith Faber
Auditor of State
Columbus, Ohio

January 27, 2023

This page intentionally left blank.

ANNUAL
COMPREHENSIVE FINANCIAL REPORT

OF THE

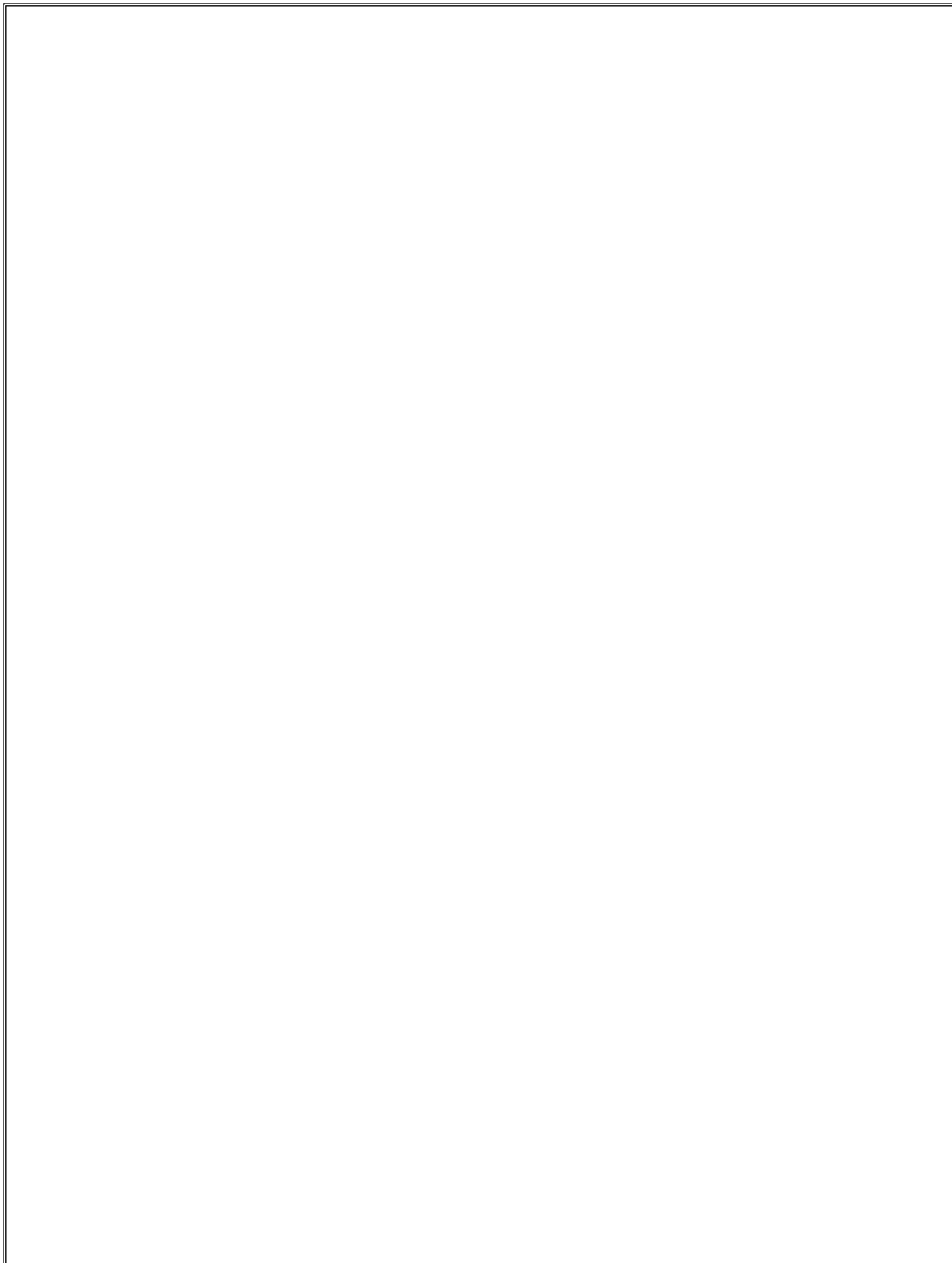
CUYAHOGA FALLS
CITY SCHOOL DISTRICT

SUMMIT COUNTY, OHIO

FOR THE

FISCAL YEAR ENDED JUNE 30, 2022

PREPARED BY
TREASURER'S DEPARTMENT
MS. KRISTY STOICOIU, TREASURER/CFO



**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

TABLE OF CONTENTS

Table of Contents	i-iii
 I. INTRODUCTORY SECTION	
Letter of Transmittal	v-xv
List of Principal Officials.....	xvi
Organizational Chart.....	xvii
GFOA Certificate of Achievement for Excellence in Financial Reporting	xviii
ASBO Certificate of Excellences in Financial Reporting	xvix
 II. FINANCIAL SECTION	
INDEPENDENT AUDITOR’S REPORT	1-3
MANAGEMENT’S DISCUSSION AND ANALYSIS.....	5-16
 BASIC FINANCIAL STATEMENTS:	
Government-Wide Financial Statements:	
Statement of Net Position	17
Statement of Activities.....	18
 Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	20-21
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities.....	23
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	24-25
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	26
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) General Fund	27
Statement of Fiduciary Net Position - Custodial Fund	28
Statement of Changes in Fiduciary Net Position - Custodial Fund.....	29
Notes to the Basic Financial Statements.....	31-72
 REQUIRED SUPPLEMENTARY INFORMATION:	
Schedules of the District’s Proportionate Share of the Net Pension Liability:	
School Employees Retirement System (SERS) of Ohio	74-75
State Teachers Retirement System (STRS) of Ohio	76-77
Schedules of District Pension Contributions:	
School Employees Retirement System (SERS) of Ohio	78-79
State Teachers Retirement System (STRS) of Ohio	80-81

II. FINANCIAL SECTION- (Continued)

REQUIRED SUPPLEMENTARY INFORMATION (Continued):

Schedules of the District’s Proportionate Share of the Net OPEB Liability/Asset:	
School Employees Retirement System (SERS) of Ohio	82-83
State Teachers Retirement System (STRS) of Ohio	84-85
Schedules of District OPEB Contributions:	
School Employees Retirement System (SERS) of Ohio	86-87
State Teachers Retirement System (STRS) of Ohio	88-89
Notes to the Required Supplementary Information	90-92

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES:

Fund Descriptions - Major Funds	94
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) -	
Uniform School Supply Fund	95
Adult Education Fund	95
Rotary Fund - Special Services Fund	95
Public School Support Fund	96
Unclaimed Monies Fund	96
Rotary Services Fund	96
Bond Retirement Fund	97
Building Fund	97
Classroom Facilities Fund	97
Combining Balance Sheet - Nonmajor Governmental Funds	98
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	99
Fund Descriptions - Nonmajor Special Revenue Funds	100-101
Combining Balance Sheet - Nonmajor Special Revenue Funds	102-105
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	106-109
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) - Nonmajor Special Revenue Funds:	
Food Service Fund	110
Special Trust Fund	110
Other Grants Fund	110
Classroom Facilities Maintenance Fund	111
Student Managed Student Activities Fund	111
District Managed Student Activities Fund	111
Auxiliary Services Fund	112
Data Communications Fund	112
Student Wellness and Success Fund	112
Miscellaneous State Grants Fund	113
Elementary and Secondary School Emergency Relief Fund	113
Coronavirus Relief Fund (CRF)	113
IDEA Part B Fund	114
Vocational Education Fund	114
School Improvement Stimulus A Fund	114
Title III Fund	115
Title I Fund	115
Title IV-A Fund	115
IDEA Preschool Grant Fund	116
Title II-A Fund	116
Miscellaneous Federal Grants Fund	116

II. FINANCIAL SECTION- (Continued)

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES - (Continued):

Fund Descriptions - Nonmajor Capital Projects Fund..... 117

Individual Fund Schedules of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) -
Nonmajor Capital Projects Fund:

 Permanent Improvement Fund 118

III. STATISTICAL SECTION

Table of Contents 119

Net Position by Component - Last Ten Fiscal Years (Accrual Basis of
Accounting) 120-121

Changes in Net Position - Last Ten Fiscal Years (Accrual Basis of
Accounting) 122-125

Fund Balances, Governmental Funds - Last Ten Fiscal Years (Modified
Accrual Basis of Accounting) 126-127

Changes in Fund Balances, Governmental Funds - Last Ten Fiscal Years
(Modified Accrual Basis of Accounting) 128-129

Assessed and Estimated Actual Value of Taxable Property -
Last Ten Collection (Fiscal) Years 130-131

Principal Property Tax Payers - Current Calendar Year and Six Years Ago 132

Property Tax Rates – Direct and Overlapping Governments –
Last Ten Collection (Fiscal) Years..... 133

Property Tax Levies and Collections – Real, Personal and Public Utility Property
- Last Ten Collection (Calendar) Years 134

Ratio of Outstanding Debt by Type - Last Ten Fiscal Years 135

Ratio of Net General Obligation Bonded Debt to Assessed Value
And Net Bonded Debt Per Capita - Last Ten Years..... 136

Computation of Legal Debt Margin - Last Ten Fiscal Years 138-139

Computation of Direct and Overlapping Debt - June 30, 2022..... 140

Ratio of Annual Debt Service Expenditures for General Obligation
Bonded Debt to Total General Fund Expenditures - Last Ten
Fiscal Years..... 141

Demographic Statistics - Last Ten Years 142

Principal Employers - December 31, 2020 and Ten Years Ago 143

Full Time Equivalent District Employees by Type -Last Ten Fiscal Years..... 144

Capital Asset Statistics - Last Ten Fiscal Years 145-146

Operating Statistics - Last Ten Fiscal Years 147

Teacher Statistics - June 30, 2022 148

THIS PAGE IS INTENTIONALLY LEFT BLANK

INTRODUCTORY SECTION

THIS PAGE IS INTENTIONALLY LEFT BLANK



CUYAHOGA FALLS CITY SCHOOL DISTRICT
431 Stow Avenue, Cuyahoga Falls, OH 44221
330-926-3800 • cfalls.org

Dr. Todd M. Nichols
Superintendent/CEO

Ms. Kristy Stoicoiu
Treasurer/CFO

Mrs. Ellen McClure
*Director of
Human Resources*

Mr. Ryan Huch
*Director of
Instructional
Technology*

Mr. Joseph Bagatti
*Director of Business
and Operations*

Dr. Amy Cruse
*Director of Curriculum
and Instruction*

December 30, 2022

Citizens of the Cuyahoga Falls City School District
and Members of the Cuyahoga Falls City District Board of Education:

We are pleased to present the 2022 Annual Comprehensive Financial Report (ACFR) for the Cuyahoga Falls City School District. This report, for the fiscal year ended June 30, 2022, contains the financial statements and other financial and statistical data that provide complete and full disclosure of all material financial aspects of the Cuyahoga Falls City School District (the "District"). The responsibility for the accuracy and completeness of all data presented, and the fairness of the presentation, rests with the District, specifically with the District Treasurer's office.

Accounting Principles Generally Accepted in the United States of America (GAAP) also requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District's MD&A can be found immediately following the Independent Auditor's Report.

DISTRICT OVERVIEW

The District ranks as the fourth largest school district in Summit County, Ohio. As of the end of the fiscal year, the average daily membership (ADM) was 4,031 students attending nine schools.

The District has 551 full and part-time employees (not including supplemental positions). The District employs 341 certificated employees, 29 certificated and non-certificated administrators and 181 non-certificated staff members.

The District's instructional buildings range in age from 53 years to 99 years. Detailed information about the District's buildings is presented in the statistical section of the ACFR.

The District offers a wide variety of educational programs for all segments of the community. Cuyahoga Falls High School (CFHS) is part of the Six District Educational Compact which offers 25+ career programs to students in five other neighboring high schools. Six of the career programs are offered at CFHS: Automotive Technologies, Business Pathways, Cosmetology, Interactive Marketing Design, IT Academy, and Criminal Justice. The District provides extensive special education services and offers a gifted program for grades 3-8.

A full range of extracurricular programs and activities are available to students beginning in the elementary grades. A comprehensive interscholastic and intramural sports program is offered to students at select grade levels of the District.

The District cooperates with the City of Cuyahoga Falls, the Village of Silver Lake, churches and a number of community and civic organizations in making school facilities available for athletic, recreational and enrichment activities.

Classroom teachers, at all levels, are supported by specialists in media, guidance, art, instrumental and vocal music, and physical education. All District schools have libraries and special purpose rooms. In addition, each school has nurses or medical assistants for most of the school day, five days a week.

Cuyahoga Falls City School

"Every Student, Every Day, Every Opportunity."

Employees

A statewide public employee bargaining law applies generally to public employee relations and collective bargaining. The starting salary (2021-22 school year) for a teacher with a bachelor's degree is \$38,987, and the maximum salary for a teacher with a PhD/EdD and 32 years of experience is \$83,042.

The District's certificated employees, excluding administration, are members of the Cuyahoga Falls Education Association (CFEA), a labor organization affiliated with the Ohio Education Association. The contract between the Board of Education and the STA expired August 1, 2020. The Board and the Association recently completed negotiations, including wage settlements. As a result, Association members will receive salary increases of 1.5% in FY2021 (in addition, one frozen step from the 2011-2012 school year will be restored), 2.5% in FY2022 and 2.5% in FY2023. The contract between the Board and the Association expires on August 1, 2023.

The District's secretarial, food service, paraprofessional, and attendants, are represented for bargaining purposes by the Ohio Association of Public School Employees/AFSCME-AFL-CIO Local #111 (OAPSE), a labor organization affiliated with the Ohio Association of Public School Employees. The Board and the Association recently completed negotiations, including wage settlements. As a result, Association members will receive salary increases of 1.5% in FY2021 (in addition, one frozen step from the 2011-2012 school year will be restored), 2.5% in FY2022 and 2.5% in FY2023. The current contract between the Board and the Association expires on June 30, 2023.

The District's transportation, custodial, and maintenance, are represented for bargaining purposes by the Service Employees International Union Local 1, F&O Division 100 (SEIU), a labor organization affiliated with the Service Employees International Union. The Board and the Association recently completed negotiations, including wage settlements. As a result, Association members will receive salary increases of 1.5% in FY2021 (in addition, one frozen step from the 2011-2012 school year will be restored), 2.5% in FY2022 and 2.5% in FY2023. The current contract between the Board and the Association expires on June 30, 2023.

DISTRICT ORGANIZATION AND REPORTING ENTITY

The District operates under current standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code. Under a locally elected five-member Board form of government, the District provides educational services as authorized by its charter or further mandated by state and/or federal agencies. The Board of Education serves as the taxing authority, contracting body, and policy maker for the District. In addition, the Board adopts the annual operating budget and approves all expenditures of District monies. The Board appoints the Superintendent and Treasurer. As the chief administrative officer, the Superintendent is responsible for the development, supervision, and operation of the school programs and facilities and appoints all other personnel in the District. As the chief financial officer, the Treasurer is responsible for maintaining financial records, acting as the custodian of all District funds, and investing idle funds as specified by law.

The reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure the financial statements of the District are not misleading.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's Governing Board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise have access to the organization's resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary government's financial statements incomplete or misleading. Currently, the District does not have any component units.

The District participates in certain organizations that are defined as jointly governed organizations and public entity risk pools. These organizations include the Northeast Ohio Network for Educational Technology (NEONET), the Six District Educational Compact, the Ohio Schools Council Association, and the Summit Regional Health Care Consortium (SRHCC).

ECONOMIC CONDITION AND OUTLOOK

The District, one of over 600 city, local and exempted village school districts in the State, provides education to grades K through 12, special education and pre-K students. It is located in Summit County in northeast Ohio, approximately five miles northeast of the City of Akron. The District's territory encompasses all of the Village of Silver Lake and a portion (65.18%) of the City of Cuyahoga Falls.

In the 2020 Census classifications, the District was placed in the Akron Metropolitan Statistical Area (MSA), comprised of Summit and Portage Counties. The District was also in the Cleveland-Akron-Elyria Consolidated Statistical Area (CSA). In 2020 the population was 51,114. The U.S. Census Bureau estimates that the District's 2021 population was 50,810.

The District is a mature community, substantially fully developed with residential (78.50% of assessed valuation) and commercial and industrial (21.50% of assessed valuation) land uses. The portion of the District in the Village is developed almost entirely with single family homes. The portion of the District in the City is developed with residential (single and multifamily), commercial and industrial facilities.

The District's general area is served by diversified transportation facilities, including one State highway (State Route 8) which also offers access to the Ohio Turnpike (Interstate 80) and Interstate Highways 76 and 77. It is adjacent to areas served by CSX, and is served by passenger air services at Cleveland-Hopkins International Airport and Akron-Canton Regional Airport. Public mass transit for the area is provided by the METRO Regional Transit Authority.

Two daily newspapers and one weekly newspaper serve the District. The District is within the broadcast area of ten television stations and 43 AM and FM radio stations. Multi-channel cable TV service, including educational, governmental and public access channels, is provided by Spectrum and AT&T.

Within 35 miles of the City are 21 public and private two-year and four-year colleges and universities providing a wide range of educational facilities and opportunities. The University of Akron, a part of the State university system, provides the County with a major university center. It is the tenth largest of the 14 State universities with an enrollment of approximately 14,991 students in 2022. It offers degrees up to and including the doctorate level.

Acute healthcare in the District is primarily provided by the Western Reserve Hospital (formerly known as the Cuyahoga Falls General Hospital and later Summa Western Reserve Hospital). On June 12, 2009, the Ohio Attorney General approved the transfer of assets of the non-profit hospital to a new for-profit venture; the hospital is now run by a for-profit entity, Western Reserve Hospital Partners. Four additional acute care hospitals are also within 10 miles of the City: Akron City Hospital and St. Thomas Medical Center, which comprise the Summa Hospital System, Akron General Medical Center, and Children's Hospital Medical Center of Akron. The Children's Hospital Medical Center of Akron is listed among the top ten children's hospitals in the United States.

Various recreational and cultural facilities serve the District. The Cuyahoga River, a focal point of the City center, drops 240 feet as it flows through the downtown area of the City. In 2003, the City constructed Falls River Square, a 4,000-square-foot pavilion, outdoor stage and amphitheater, and interactive water fountain, and rerouted the Riverfront Parkway beneath the site. In 2005, the City added an outdoor ice rink, the first and largest portable ice rink in northeast Ohio. Attracting more than 400,000 visitors each year, Falls River Square is a premium destination location for the region. Located adjacent to the Cuyahoga River, the City's permanent festival site is a popular area for families in the summer as the City offers free weekly events ranging from award-winning classic car shows, family movie nights, farmer's markets, three-day festivals and musical performances.

Year-round recreational programs are offered at 27 City-owned parks and recreational sites covering over 540 acres. There are many recreational activities in addition to the enterprise operations of the Natatorium Health and Fitness Center, the outdoor aquatic center, the 18-hole Brookledge Golf Course and adjacent sports center with a driving range, skatepark, batting cages and miniature golf. Some of these activities are tennis, swimming, baseball, softball, summer camps, theatre, senior adult program and music.

FUTURE ECONOMIC OUTLOOK

Long-Term Financial Planning

The District prepares a five-year financial forecast annually for use as a tool for long range planning. The five-year forecast contains projected local and state revenues, spending patterns within each area of the budget, and cash balances in the District's operating fund. The five-year forecast provides early warning signs of potential financial problems.

The District uses the five-year forecast to provide a basis for making financial decisions, including the construction of the annual budget, adjustments to staffing levels, collective bargaining, and the placement of tax levies on the ballot. Specific examples of recent decisions that have resulted in improvements in the District's financial condition include the passage of the Emergency Levy in November 2017 and a Combination Levy (4 mils operating, .5 mils permanent improvement, and 5.33 mil bond issue) in November of 2019.

The Board formulated a long-range plan with assistance from area residents which covers all areas of the operation of the District including building needs, staffing, curriculum, finances and community involvement initiatives. Community involvement is further evidenced by citizen membership on various District committees that include, among others, buildings and grounds, transportation and curriculum advisement. Board, City and Village officials meet regularly to discuss matters of mutual interest. Board members are also appointed to serve on the City's Parks and Recreation Board and Library Board.

MAJOR INITIATIVES

Cuyahoga Falls High School

- Cuyahoga Falls High School staff engaged in the Integrated Comprehensive Systems for Equity Cornerstone 1 modules during staff meetings throughout the 2021-22 school year presented by our Building Leadership Team.
- Cuyahoga Falls High School's English Language Arts teachers participated in the Secondary Literacy Committee to investigate resources for the 6-12 resource adoption.
- Cuyahoga Falls High School Math teachers participated in coaching sessions and professional development activities that focused on engagement of students and best practices in the classroom.
- Cuyahoga Falls High School science teachers continued their participation in STEAM trainings and implemented this information in their respective classrooms.
- Cuyahoga Falls High School hosted several community events and performances this year including several concerts by our instrumental and choral groups, a number of theatrical productions, the All City Art Walk, Career Fairs, and a number of events celebrating the accomplishments of the class of 2022 culminating in a successful commencement at Blossom Music Center.

Career Technical Education

- The new Modern Communications through Media Production CTE program launched at the start of the 2021-22 school year; students enrolled in this recorded podcasts with a number of community members, including representatives from Then Design Architecture (regarding the new building construction and the process behind it), and the Mayor of Cuyahoga Falls.
- The Criminal Justice CTE program had the opportunity to witness a hearing with the Ohio Supreme Court and a student was selected from the program to a luncheon with the members of the Ohio Supreme Court, along with a number of aspiring law students at The University of Akron School of Law.
- The proposal for an additional CTE program, Urban Agriculture, was accepted and will begin the planning process for what will be the eighth CTE program at Cuyahoga Falls High School.
- CTE faculty and staff planned and hosted the Cuyahoga Falls High School Career Night after a two year hiatus due to the pandemic; representatives from the Cuyahoga Falls Community, including a number of business partners, the Mayor of Cuyahoga Falls, representatives from the Cuyahoga Falls Emergency Services, Stark State College, among others, provided an opportunity for the Class of 2024 to learn more about a variety of career pathways, including what it takes and what to expect when entering different careers.
- The Cuyahoga Falls Cosmetology CTE program re-opened the Tiger Salon and provided a number of cosmetology services to students, staff, and the community, including hair and make-up design for the Fall Play and the Spring Musical, services for school dances, and general services for members of the community.

Bolich Middle School

- Bolich Middle School engaged in the Integrated Comprehensive Systems for Equity Cornerstone 1 modules during staff meetings throughout the 2021-22 school year presented by our Building Leadership Team.
- Bolich Middle School Math teachers participated in coaching sessions and professional development activities that focused on engagement of students and best instructional practices in the classroom.
- We took over 100 students to Washington DC for an educational and exciting extracurricular trip.
- The community services projects began this year with the Thanksgiving Turkey Trot. We gave a significant amount of food and needed items for the families for the holiday. This caring continued through the spring with the Bolich Gives Back Day projects and an extremely successful community service day on May 25th. We had 23 community service projects managed, some on Bolich property, some out into the community, but all that can make a difference in someone's life.

Roberts Middle School

- Roberts Middle School staff engaged in the Integrated Comprehensive Systems for Equity Cornerstone 1 modules during staff meetings throughout the 2021-22 school year presented by our Building Leadership Team.
- Roberts Middle School Math teachers participated in coaching sessions and professional development activities that focused on engagement of students and best instructional practices in the classroom.
- Roberts Middle School hosted a series of community service events for the annual Roberts Season of Giving Campaign. This included the annual Turkey Trot and collecting food and can donations for Good Neighbors of Cuyahoga Falls. It also included a "Support a Lil Black Tiger" where each homeroom donated money or items to be provided for an elementary student in the district during the holiday season. In addition, several concerts by our instrumental and choral groups were held along with the All City Art Walk.
- The student leadership group called The Voice has an annual goal of finding positive ways to impact the school culture. This group is composed of 7th and 8th grade students who meet biweekly with the teacher advisor. The major project they took on was to create outdoor eating space for students (completed by adding 7 outdoor picnic tables) and soliciting donations for mulch and flowers for our Roberts Raised Pollinating Garden.

Dewitt Elementary School

- DeWitt staff engaged in the Integrated Comprehensive Systems for Equity Cornerstone 1 modules during staff meetings throughout the 2021-22 school year presented by our Building Leadership Team.
- Teachers in grades K-5 used the NWEA MAP data to monitor student growth and achievement. They used the Learning Continuum to create individual goals for each student, small group intervention and enrichment, and monitored progress on these goals throughout each quarter.
- The Life Skills Room and the Zen Den Extension were completed throughout the school year. Both of these spaces were funded by the GAR Foundation. These areas of the building enhance student learning through hands-on experiences, calming areas for reflection, and space for outdoor learning including the installation of new garden beds and a metal art display.
- DeWitt hosted several community events throughout the school year including Welcome Week, 5th grade music concert, DeWitt Art Show, ArtSparks, the community Art Walk, and Science Day.

Lincoln Elementary School

- Students and staff in grades K-5 participated in several writing initiatives across the curriculum. Students in grades K-2 focused on sentence structure, capitalization, spelling, and staying on topic. Students in grades 1 and 2 improved their writing skills to four sentences including a topic sentence, two detail sentences, and a concluding sentence. In grades 3-5, students and teachers focused on extended responses for all content areas, multi-paragraph essays, and staying on topic for each paragraph and/or following a rubric for each paragraph.
- Lincoln students grades K-5 participated in a Relay Recess for the American Cancer Society raising just under \$6,000 for the cause. Students participated in a Lip Sync Contest and a change war voting for their favorite act.
- Students in fourth grade participated in Lemonade Day along with our partnership with People's Bank. Representatives presented to students regarding financial literacy, applying for a loan, creating budgets, and then receiving their loan which the students had to pay back. Students presented to a loan board including community members creating a specific plan, budget, and purpose for their earnings. Students sold various types of lemonade to the study body and community. After counting their earnings, students repaid their loans, donated a portion of the money to charity, and then split the smaller portion among their teammates.

- Lincoln hosted several community events this year with the pandemic restrictions being lessened including the Art Sparks performance, All City Choir Concert, All City Art Walk, Lincoln Art Show and Book Fair, 4th grade music concert, 5th grade music concert, field days with volunteers, Relay Recess, and 5th grade recognition.
- Lincoln partnered with the Urban Agriculture class at Cuyahoga Falls High School to design and install two new pollinator gardens.

Price Elementary School

- The Price staff engaged in Integrated Comprehensive Systems for Equity Cornerstone 1: Focus on Equity, Modules 0-3 during staff meetings throughout the 2021-22 school year presented by our Building Leadership Team.
- The Price staff engaged in high-quality literacy professional development during the 2021-2022 school year. This included professional development on Fountas and Pinnell Classroom, Leveled Literacy Intervention, and literacy coaching.
- Price hosted several community events this year with the pandemic restrictions being lessened including the Fall Welcome Week Event, Art Sparks Performance, All City Art Walk, Price Art Show, Ice Cream Social and Book Fair, PTO End-of-Year Summertime Bash, 5th Grade Recognition Program, Field Day with parent volunteers, and a new Price Community Day that included a student-run Culture Fair and school ground beautification.
- Two new student activity groups were formed this year at Price - The Student Voice, a student-run newspaper, and The Price Pride Builders, a group of students who developed ways to improve the school community. These groups were comprised mainly of 4th and 5th grade students who met after school and were led by volunteer staff members. Some of the projects they took on were a monthly student newspaper production, a school-wide Earth Day celebration - complete with a giant Price student rainbow, soliciting donations for mulch and flowers for our Price Community Day, and the creation of a primary hallway kindness tree, just to name a few!

Preston Elementary School

- The Preston Staff engaged in the Integrated Comprehensive Systems for Equity Cornerstone 1 modules during staff meetings throughout the 2021-22 school year presented by our Building Leadership Team.
- Our Fifth Graders who were on the winning Soap Box Derby STEM team last school year were recognized at the State House in Columbus on May 25, 2022 for their hard work and amazing first and second place finishes.
- We have begun a new parent volunteer group! Changing our focus and purpose and we had 9 people come to start the new group.
- Teachers in K-5 utilized NWEA MAP Learning Continuum data to guide classroom instruction and monitor student growth and achievement throughout the school year.
- The Preston continued their success with grants and donations and brought in over \$9,000.

Richardson Elementary School

- Richardson staff engaged in the Integrated Comprehensive Systems for Equity Cornerstones 1 & 2 modules during staff meetings throughout the 2021-22 school year presented by our Building Leadership Team.
- Richardson staff engaged in high-quality literacy professional development during the 2021-2022 school year. This included professional development on Fountas and Pinnell Classroom, Leveled Literacy Intervention, and literacy coaching.
- Over the course of the 2021-2022 school year, Richardson Elementary Staff leveraged over \$35,000.00 in outside resources. This money was raised through grants, donations, and crowdfunding.
- Richardson hosted several community events this year with the pandemic restrictions being lessened including the Art Sparks performance, All City Art Walk, Richardson Art Show and Book Fair, 3rd grade biography presentations, 4th & 5th grade music concert, and field days with volunteers.
- Initiation of the Richardson Garden Club. This group consists of 4th and 5th grade students who share a love of gardening and are caring for the teaching gardens at Richardson.
- In February, Richardson students participated in the American Heart Association's Heart Health Challenge. This year our school raised over \$4500 for this organization. Since Richardson began supporting the American Heart Association, we have raised over \$80,000.00.

Silver Lake Elementary School

- Awarded the Bronze Medal from Ohio PBIS Network.
- Silver Lake staff engaged in Integrated Comprehensive Systems for Equity, Cornerstone 1 modules, during staff meetings throughout the 2021-22 school year.

- Teachers in K-5 utilized NWEA MAP Learning Continuum data to guide classroom instruction and monitor student growth and achievement throughout the school year.
- Silver Lake partnered with the Urban Agriculture class at Cuyahoga Falls High School to design and install a new pollinator garden.
- Silver Lake students worked with Then Design Architecture representatives to design a new playground which was installed in the Spring of 2022.

Athletics/Activities

- Offered 22 Varsity sports at Cuyahoga Falls High School, and eight middle school sports.
- Won our first Suburban League Championship in Boys Bowling.
- Went to all on-line ticketing through Home Town Tickets
- Offered over 30 clubs and activities for both high school and middle school students

Facilities

- Price and Preston received (1) new boiler at each school.
- We replaced a large section of the roof at Schnee for the pre-k program. We also replaced flooring, lights, drop ceilings, bathroom fixtures, water fountains and we also did concrete and asphalt work outside. The entire pre-k wing was painted as well.
- The asphalt around DeWitt's playground was milled and resurfaced (old and damaged asphalt was removed and replaced).
- Pothole repair of our parking lots that were in need.
- A section of the roof at Price was removed and replaced because of water damage.
- New playground at Silver Lake.
- Major renovation of the elevators DeWitt and Roberts will start in June.
- Ongoing design and construction of a new 6-12 building

Food Service

- We were able to keep a positive cash balance because of the increase in the USDA reimbursement rate.
- Although our food service staff worked more hours, we did not have to hire any more staff members to respond to the meal increases.
- We increased breakfast participation by 50%. This is due to breakfast in the classrooms at the elementary buildings and the USDA waivers that allowed all students free meals. (18-19 school year CN6 Report 99,980 vs. 21-22 school year CN6 Report 202,961*) * This CN6 was ran on May 23, 2022.
- We received \$74,000 from the Supply Chain Assistance Funding Program to off-set the cost of supplies.

Transportation

- Able to decrease routes by 1 due to driver shortage. Also able to cover an open route with sub drivers and the Supervisor driving. (This decreased 2 full time driver benefits and salary without decreasing service)
- Two new buses ordered

Theater Operations

- Increased rental pricing to offset district cost.
- We've hired two alumnus crew members to fill in as the Event Coordinator for certain rentals. Thus creating an opportunity to help our students learn and grow after graduating.
- Created space in the busy Auditorium schedule to add six new rental clients that brought in \$25,073 in new revenue.

Technology

- Continued work on the sustainability of our 1:1 initiative by securing additional federal funding
- Continued work for a replacement of all projectors with interactive touch panels in elementary classrooms.
- Designed and deployed a new video surveillance software solution
- Implementing 2FA for users and systems

- Redesigned and deployed a new website
- Began a large project to refine process for data security, privacy, and governance.

Teaching and Learning PK – 5

- Continued foundational literacy work by supporting two elementary schools through an adoption of new resources, curriculum, and assessments
- Implemented, planned, and supported on-going and embedded professional development opportunities for teachers. A new aspect of the elementary professional development has been the creation of the new position of Literacy Specialist, which has increased opportunities for teachers to grow their instructional capacity.
- Supported the elementary science committee as they investigated resources, created a pacing guide, and wrote common assessments

Teaching and Learning 6-12 and Testing

- Implemented professional development from curriculum specialists for all 6-12 math teachers to help improve pedagogy.
- Continued collaboration with the Six District Educational Compact, as well as Miss Bogdan, Mr. Smith, Mr. Huch, and Mr. Bagatti, to successfully launch the first cohort in the Modern Communication through Media Production program.
- Established the Secondary Literacy Committee to grow teacher capacity and investigate potential resources, resulting in the adoption of new resources for the 6-12 ELA teachers for the 2022-2023 school year.

Student Wellness and Success

- Onboarded two school social workers to provide additional mental health support, assistance to community resources, and reduce barriers impacting student success.
- Transitioned school-based mental health services to Red Oak Behavioral Health. Four licensed therapists provided embedded mental health counseling in all 9 of our buildings. Referrals for school-based counseling increased 460% compared to previous years.
- Participated in the Whole Child Project, a yearlong professional learning series with Summit ESC and Wright State University. Developed a comprehensive understanding of best practices for implementation and sustainability of whole child supports.
- Implemented Panorama Surveys to gather student data on the following topics: Social awareness, Emotion regulation, Self-management, Positive feelings, and Challenging feelings. This data will continue to inform current and future programming and supports.
- Partnered with the Ben Curtis Family Foundation to provide students with “birdie bags,” inclusive of food and personal hygiene products. Over 5,500 bags were distributed throughout the school year.
- Received an Ohio Attorney General Safety Grant (\$22,152.38) to continue professional development focused on mental health.

Special Education

- We have a student attending Cuyahoga Falls High School, who was nominated and awarded the RA Horn Outstanding Student Achievement Award for the SST 8 Region.
- We had 23 students from across the district participate in the Special Olympics.
- Our participation in the Alternate Assessment for Students with Significant Cognitive Disabilities decreased to just .5%.
- Met indicators 5a (% of SWD served in the general education setting for 80% or more of their day) and 5b (% of SWD served in the SPED setting for more 60% or more of their day) for the first time in at least five years.

English Learners

- Provided several opportunities for staff professional development through the Northeast Ohio Access to Curriculum and High Quality Instruction for Educators Valuing English Learners (NE Ohio ACHIEVE) partnership with the University of Akron, Ohio Teaching English to Speakers of Other Languages (TESOL), local Educational Service Centers, and in-house PD sessions presented by department staff and community partner, Asian Services in Action, Inc.

- With the Department of College and Career Readiness, created a Teaching and Learning Shared Drive that contains information, resources, and support for staff; the EL folder is a one-stop-shop for all resources EL. Also included is a menu of options for teachers to select from individual supports offered by the department.
- Analyzed data, resources, and service delivery and proposed changes to enhance program efficiency; changes taking place include more inclusive practices to improve Tier I instruction for ELs, equitable services across buildings, and balanced caseloads.
- Began Capacity Builder Plus Sheltered Instruction Observation Protocol (SIOP) professional development to train district staff enabling them to SIOP-certify others within the district in a more cost-effective manner
- Contributed to family engagement outreach and activities ensuring information was accessible and families who are culturally and linguistically diverse felt welcomed

Gifted and Talented

- All elementary and middle school students who qualify for a Written Acceleration Plan (WAP) or a Written Education Plan (WEP) have received the appropriate documents. This year, the district emailed documents to the families and shared explanation letters with teachers and administrators.
- Elementary students in grades 3 - 5 are serviced through cluster grouping. The district has met the 60 seat hours of professional development for many teachers.
- The middle school pathways have been analyzed and discussed by grades 6-12 teachers. Changes have been made to the courses offered at the middle school. The district continues to support acceleration, however will focus on meeting the needs of students who are identified as gifted through differentiated tier I instruction.

Human Resources

- Continued Staff Shining Star award to recognize outstanding staff at each Board of Education Meeting
- Continued a building substitute program to assist with substitute needs in the buildings
- Conducted a virtual wellness fair with a variety of local vendors that was open to district employees and the community
- Continued monthly activities sponsored by Operation Wellness
- Updated job descriptions for administrative and exempt staff
- Began preparation for transitioning to electronic filing system and onboarding system
- Participated in several mediation sessions with regard to union contract issues
- Participated in the search for our new Superintendent

Student Services

- Transitioned microfiche student records dating back almost a century to electronically scanned and archived records. These records are indexed and backed up in remote locations. The transition of these records from a physical medium to electronic mitigates our risk of loss should there be a catastrophic event where the building sustained damage.
- Scanned hundreds of dated inactive student cumulative records for electronic storage on the District's server. The transition of these records from a physical medium to electronic mitigates our risk of loss should there be a catastrophic event where the building sustained damage.
- Conversion of physical student records to electronic archives also makes the information available electronically from anywhere within the District or remotely, thereby increasing access and expediency of records retrieval and conveyance.
- Initiated a customer service approach for enrollment where a specific administrative assistant is assigned a newly enrolling family to establish a single point of contact. This approach has effectively reduced confusion during enrollment and improved efficiencies.

FINANCIAL INFORMATION

The District's accounting system is organized on a fund basis. Each fund is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. Cash basis accounting differs from Accounting Principles Generally Accepted in the United States of America (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB).

INTERNAL CONTROLS

The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with 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 a control should not exceed the benefits likely derived from its implementations, and (2) the valuation of cost and benefits requires estimates and judgments by management.

The District uses a fully automated accounting system as well as an automated system for payroll. These systems, coupled with the manual control procedures, ensure that the financial information generated is both accurate and reliable. The District relied on State software through NEONet for financial accounting software.

Assistance

As a recipient of Federal and State assistance, the District is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the District.

Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The legal level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level.

The District maintains an encumbrance accounting system as a technique of accomplishing budgetary control. Unencumbered appropriation balances are verified prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts at year-end are carried forward to succeeding years and are not re-appropriated.

Financial Condition

The District continues to prepare financial statements following GASB Statement No. 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments." GASB 34 created basic financial statements for reports as follows:

Government-wide financial statements - These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by many businesses. The government-wide statements distinguishes between those activities of the District that are governmental and those that are considered business-type activities. The District reports no business-type activities.

Fund financial statements - These statements present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting. The District has no proprietary funds.

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

Management Discussion and Analysis for the District - This discussion is located in the financial section of this report following the audit opinion and provides an assessment of the District finances and the outlook for the future.

OTHER INFORMATION

Independent Audit

An audit team from Julian & Grube, Inc. has performed this year's audit. The results of the audit are presented in the Independent Auditor's Report.

Awards

GFOA Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its Annual Comprehensive Financial Report for the fiscal year ending June 30, 2021. The Certificate of Achievement is the highest form of recognition for excellence in the state and local government financial reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, whose contents conform to program standards. Such reports must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. The District believes the current report continues to conform to the high standards required by the Certificate of Achievement program.

ASBO Certificate of Excellence in Financial Reporting

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

The District received the Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2021. The District believes that the Annual Comprehensive Financial Report for fiscal year June 30, 2021, which will be submitted to ASBO for review, will conform to ASBO's principles and standards.

Acknowledgements

Sincere appreciation is extended to the many people who have contributed their time and effort to prepare this report. The members of the Treasurer's Office Staff are to be commended for their input and commitment. Finally, appreciation is extended to the firm of Julian and Grube, Inc. for the guidance and assistance in preparing this report.



Kristy Stoicoiu
Treasurer/CFO

Dr. Todd M. Nichols
Superintendent/CEO

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2022**

ELECTED OFFICIALS

Anthony Gomez, President, Board of Education
Patrice White, Vice President, Board of Education
Alecia Coco, Board of Education Member
A.J. Harris, Board of Education Member
Carrie Schaefer, Board of Education Member

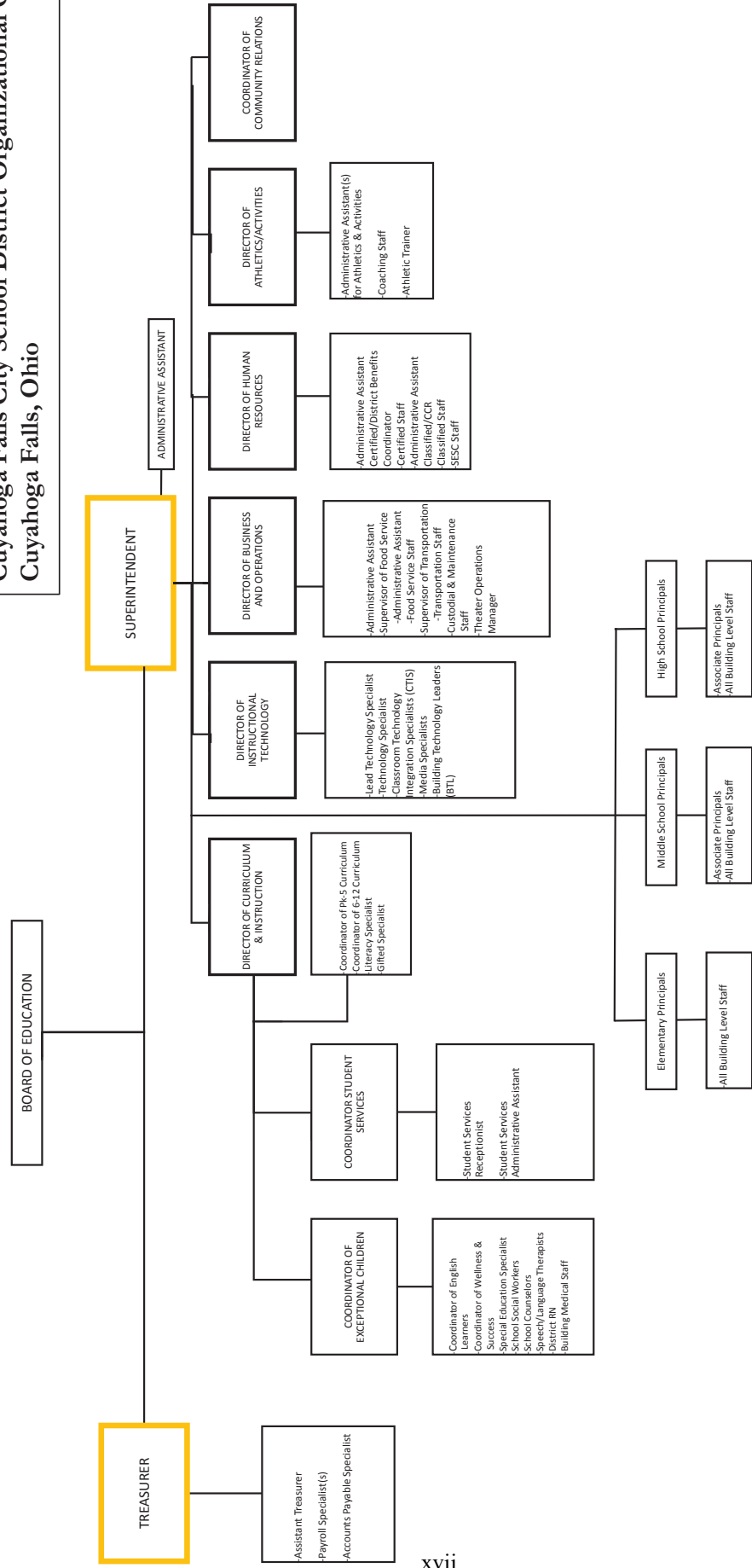
ADMINISTRATIVE OFFICIALS

Russell Chaboudy, Superintendent
Ellen McClure, Director of Human Resource
Joe Bagatti, Director of Business and Operations
Ryan Huch, Director of Instructional Technology
Amy Cruse, Director of Curriculum and Instruction
Cameron Lazar, Coordinator of Exceptional Children
Rachael Seifert, Coordinator of PK-5 Curriculum
Julie Dudones, Coordinator of 6-12 Curriculum
Chris Shaw, Coordinator of Pupil Services

OFFICE OF THE TREASURER

Kristy Stoicoiu, Treasurer
Joanne Ostlund, Assistant Treasurer
Trish Peters, Payroll Specialist
Brenda McLaughlin, Payroll Specialist
Kim Cole, Accounts Payable Specialist

Cuyahoga Falls City School District Organizational Chart Cuyahoga Falls, Ohio





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Cuyahoga Falls School District
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morrill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

**The Certificate of Excellence in Financial Reporting
is presented to**

Cuyahoga Falls City School District

**for its Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2021.**

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



A handwritten signature in black ink, reading 'William A. Sutter'.

William A. Sutter
President

A handwritten signature in black ink, reading 'David J. Lewis'.

David J. Lewis
Executive Director

THIS PAGE IS INTENTIONALLY LEFT BLANK

FINANCIAL SECTION

THIS PAGE IS INTENTIONALLY LEFT BLANK

Independent Auditor's Report

Cuyahoga Falls City School District
Summit County
431 Stow Avenue
Cuyahoga Falls, Ohio 44221

To the Members of the Board of Education:

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Cuyahoga Falls City School District, Summit County, Ohio, as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Cuyahoga Falls City School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Cuyahoga Falls City School District, as of June 30, 2022, and the respective changes in financial position, thereof and the budgetary comparison for the General Fund for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 Cuyahoga Falls City School District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As described in Note 17 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the Cuyahoga Falls City School District. Our opinions are not modified with respect to this matter.

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 Cuyahoga Falls City School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

Required Supplementary Information

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2022, on our consideration of the Cuyahoga Falls City School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Cuyahoga Falls City School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Cuyahoga Falls City School District's internal control over financial reporting and compliance.

Julian & Grube, Inc.

THIS PAGE IS INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(UNAUDITED)**

The management's discussion and analysis of the Cuyahoga Falls City School District's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2022. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the basic financial statements and the notes to the basic financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2022 are as follows:

- In total, net position of governmental activities increased \$13,460,035 from a net position of \$6,307,742 to \$19,767,777. This represents a 213.39% increase from the net position at June 30, 2021.
- General revenues accounted for \$56,081,451 in revenue or 81.64% of all revenues. Program specific revenues in the form of charges for services and sales and operating grants and contributions accounted for \$12,616,014 or 18.36% of total revenues of \$68,697,465.
- The District had \$55,237,430 in expenses related to governmental activities; only \$12,616,014 of these expenses were offset by program specific charges for services and sales, operating grants and contributions, or capital grants and contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$56,081,451 were adequate to provide for these programs.
- The District's major governmental funds are the general fund, the bond retirement fund, the building fund and the classroom facilities fund. The general fund had \$57,835,113 in revenues and \$54,813,449 in expenditures. The general fund increased \$3,021,664 from \$14,240,463 to \$17,262,127.
- The bond retirement fund had \$4,072,060 in revenues and \$9,928,693 in expenditures. The bond retirement fund decreased from \$11,603,744 to a fund balance of \$5,747,111.
- The building fund had (\$479,272) in revenues and \$870,023 in expenditures. The building fund decreased from \$24,729,459 to a fund balance of \$23,380,164.
- The classroom facilities fund had \$363,648 in revenues and \$2,474,561 in expenditures. The classroom facilities fund decreased from \$55,792,416 to a fund balance of \$53,681,233.

Using this Annual Comprehensive Financial Report

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

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(UNAUDITED)

Reporting the District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2022?" The statement of net position and the statement of activities answer this question. These statements include *all assets, deferred outflows or resources, liabilities, deferred inflows of resources, revenues and expenses* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the statement of net position and the statement of activities, the Governmental Activities include the District's programs and services, including instruction, pupil, instructional staff, administration, operation and maintenance of plant, pupil transportation, extracurricular activities, and food service operations.

The District's statement of net position and statement of activities can be found on pages 17-18 of this report.

Reporting the District's Most Significant Funds

Fund Financial Statements

The analysis of the District's major governmental fund begins on page 13. Fund financial reports provide detailed information about the District's major fund. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the general fund, bond retirement fund, building fund and classroom facilities fund.

Governmental Funds

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial assets* that can readily be converted to cash. The governmental fund financial statements provide a detailed *short-term* view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental *activities* (reported in the statement of net position and the statement of activities) and governmental *funds* is reconciled in the basic financial statements. The basic governmental fund financial statements can be found on pages 20-27 of this report.

Reporting the District's Fiduciary Responsibilities

The District acts in a trustee capacity as an agent for various programs. These activities are reported in custodial funds. The District's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position on pages 28 and 29. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(UNAUDITED)**

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 31-72 of this report.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's net pension liability and net other postemployment benefits (OPEB) liability/asset. The required supplementary information can be found on pages 74-92 of this report.

The District as a Whole

The statement of net position provides the perspective of the District as a whole.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(UNAUDITED)**

The table below provides a summary of the District's net position at June 30, 2022 and June 30, 2021.

	Net Position	
	Governmental Activities <u>2022</u>	Governmental Activities <u>2021</u>
<u>Assets</u>		
Current and other assets	\$ 176,698,299	\$ 181,667,613
Net OPEB asset	4,263,111	3,502,856
Capital assets, net	<u>19,202,786</u>	<u>13,094,071</u>
Total assets	<u>200,164,196</u>	<u>198,264,540</u>
<u>Deferred Outflows of Resources</u>		
Pension	14,093,730	10,459,592
OPEB	<u>1,759,722</u>	<u>1,399,597</u>
Total deferred outflows of resources	<u>15,853,452</u>	<u>11,859,189</u>
<u>Liabilities</u>		
Current liabilities	8,293,666	7,431,538
Long-term liabilities:		
Due within one year	4,107,806	7,823,444
Due in more than one year:		
Net pension liability	33,265,781	60,010,003
Net OPEB liability	3,908,295	4,030,518
Other amounts	<u>77,653,867</u>	<u>82,044,282</u>
Total liabilities	<u>127,229,415</u>	<u>161,339,785</u>
<u>Deferred Inflows of Resources</u>		
Other amounts	32,931,245	32,124,865
Pension	28,488,036	3,485,683
OPEB	<u>7,601,175</u>	<u>6,865,654</u>
Total deferred inflows of resources	<u>69,020,456</u>	<u>42,476,202</u>
<u>Net Position</u>		
Net investment in capital assets	17,234,096	12,662,083
Restricted	35,088,383	39,979,698
Unrestricted	<u>(32,554,702)</u>	<u>(46,334,039)</u>
Total net position	<u>\$ 19,767,777</u>	<u>\$ 6,307,742</u>

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(UNAUDITED)

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

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

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

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

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

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

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

Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2022, the District's assets plus deferred outflows of resources exceeded liabilities plus deferred inflows or resources by \$19,767,777.

Deferred outflows related to pension increased primarily due to changes in assumptions by the State Teachers Retirement System (STRS). See Note 13 for more detail.

Total current and other assets decreased due to a decrease in equity and pooled cash and cash equivalents. This is due to the District spending down part of the bonds that were issued in fiscal year 2021 for the construction project.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

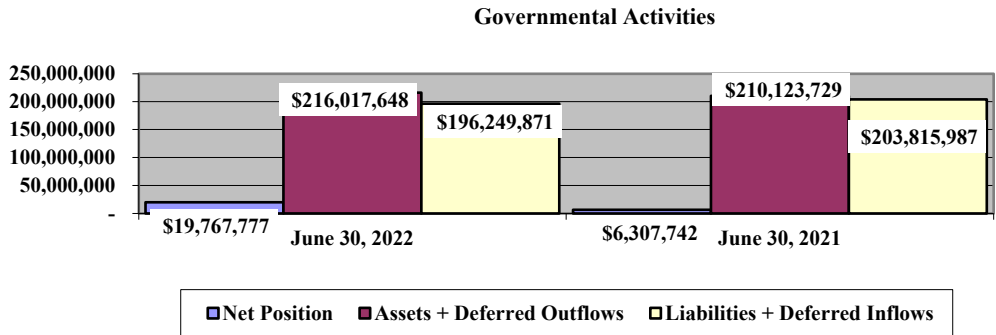
**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(UNAUDITED)**

At year-end, capital assets represented 9.59% of total assets. Capital assets include land, construction in progress, land improvements, buildings and improvements, improvements other than buildings, furniture and equipment, vehicles and intangible right to use assets. Net investment in capital assets was \$17,234,096. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

The net pension liability decreased \$26,744,222 or 44.57% and deferred inflows of resources related to pension increased \$25,002,353 or 717.29%. These changes were the result of changes at the pension system level for the State Teachers Retirement System (STRS) and the School Employees Retirement System (SERS). Net investment income on investments at both pension system exceeded estimates for the fiscal year 2021 measurement that are used for the fiscal year 2022 reporting which caused a large increase in their respective fiduciary net positions.

A portion of the District's net position, \$35,088,383, represents resources that are subject to external restriction on how they may be used. The most significant amount is \$32,015,594 that is restricted for capital projects. This amount is primarily composed of a grant received from the State of Ohio to assist in constructing District buildings that will be spent down over the next several years. This restricted net position is net of unspent bond proceeds. The remaining unrestricted net position balance is (\$32,554,702).

The table below illustrates the District's assets, deferred outflows of resources, liabilities, deferred inflows of resources and net position at June 30, 2022 and 2021.



The table below shows the change in net position for fiscal years 2022 and 2021.

	Change in Net Position	
	Governmental Activities <u>2022</u>	Governmental Activities <u>2021</u>
Revenues		
Program revenues:		
Charges for services and sales	\$ 2,595,696	\$ 5,513,822
Operating grants and contributions	10,020,318	9,933,608
General revenues:		
Property taxes	39,034,599	39,383,948
Payment in lieu of taxes	219,952	248,170
Grants and entitlements	18,147,383	50,062,916
Investment earnings	(1,535,443)	(12,757)
Miscellaneous	214,960	1,324,376
Total revenues	<u>68,697,465</u>	<u>106,454,083</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(UNAUDITED)

Change in Net Position (Continued)

	Governmental Activities <u>2022</u>	Governmental Activities <u>2021</u>
<u>Expenses</u>		
Program expenses:		
Instruction:		
Regular	\$ 23,618,930	\$ 26,799,718
Special	8,123,786	9,770,822
Vocational	1,398,539	1,292,878
Adult/continuing	-	603
Other	532,442	4,414,306
Support services:		
Pupil	3,380,297	3,726,167
Instructional staff	1,605,534	1,472,273
Board of education	338,970	221,728
Administration	3,722,599	3,534,682
Fiscal	1,435,829	1,198,277
Business	153,820	140,532
Operations and maintenance	3,056,675	4,687,837
Pupil transportation	1,453,317	1,483,184
Central	591,999	375,975
Operations of non-instructional services:		
Food service operations	1,764,020	1,121,906
Other non-instructional services	604,866	1,334,137
Extracurricular activities	1,229,488	1,100,428
Interest and fiscal charges	<u>2,226,319</u>	<u>1,191,621</u>
Total expenses	<u>55,237,430</u>	<u>63,867,074</u>
Change in net position	<u>13,460,035</u>	<u>42,587,009</u>
Net position at beginning of year	<u>6,307,742</u>	<u>(36,279,267)</u>
Net position at end of year	<u>\$ 19,767,777</u>	<u>\$ 6,307,742</u>

Governmental Activities

Net position of the District's governmental activities increased \$13,460,035. Total governmental expenses of \$55,237,430 were offset by program revenues of \$12,616,014 and general revenues of \$56,081,451. Program revenues supported 22.84% of the total governmental expenses.

Overall, expenses of the governmental activities decreased \$8,629,644 or 13.51%. This decrease is primarily the result of a decrease in pension expense. Pension expense decreased approximately \$6,941,752. This decrease was the result of a decrease in expenses incurred at the pension system level for the State Teachers Retirement System (STRS) and the School Employees Retirement System (SERS) due to an increase in net investment income on investments compared to previous years.

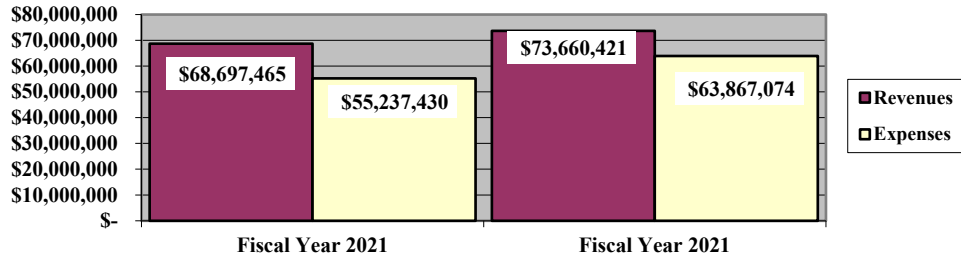
The primary sources of revenue for governmental activities are derived from property taxes and unrestricted grants and entitlements. These revenue sources represent 83.56% of the total governmental revenue. Real estate property is reappraised every six years. Operating grants and contributions increased due to new grant money received from the State for student wellness and success and from the federal government for school improvement. Grants and entitlements decreased due to the District receiving a \$32.8 million grant from the State of Ohio in fiscal year 2021 to assist in constructing buildings. Earnings on investments appear as negative due to a large fair value adjustment which is required under GAAP. The interest rates earned on District investments are very low compared to market rates which causes the large decrease compared to the previous year.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(UNAUDITED)**

The graph below presents the District's governmental activities revenue and expenses for fiscal years 2022 and 2021.

Governmental Activities - Revenues and Expenses



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

Governmental Activities

	Total Cost of Services <u>2022</u>	Net Cost of Services <u>2022</u>	Total Cost of Services <u>2021</u>	Net Cost of Services <u>2021</u>
Program expenses				
Instruction:				
Regular	\$ 23,618,930	\$ 20,957,410	\$ 26,799,718	\$ 20,964,905
Special	8,123,786	4,352,952	9,770,822	5,272,665
Vocational	1,398,539	1,046,211	1,292,878	873,698
Adult/continuing	-	-	603	603
Other	532,442	323,052	4,414,306	4,239,951
Support services:				
Pupil	3,380,297	2,414,192	3,726,167	3,007,190
Instructional staff	1,605,534	1,333,843	1,472,273	1,170,107
Board of education	338,970	338,970	221,728	221,728
Administration	3,722,599	3,601,395	3,534,682	3,412,510
Fiscal	1,435,829	1,435,829	1,198,277	1,198,277
Business	153,820	153,820	140,532	140,532
Operations and maintenance	3,056,675	2,800,979	4,687,837	4,137,561
Pupil transportation	1,453,317	1,326,987	1,483,184	1,398,500
Central	591,999	575,799	375,975	359,775
Operations of non-instructional services:				
Food service operations	1,764,020	(872,230)	1,121,906	1,843
Other non-instructional services	604,866	47,850	1,334,137	19,073
Extracurricular activities	1,229,488	558,038	1,100,428	809,105
Interest and fiscal charges	2,226,319	2,226,319	1,191,621	1,191,621
Total expenses	\$ 55,237,430	\$ 42,621,416	\$ 63,867,074	\$ 48,419,644

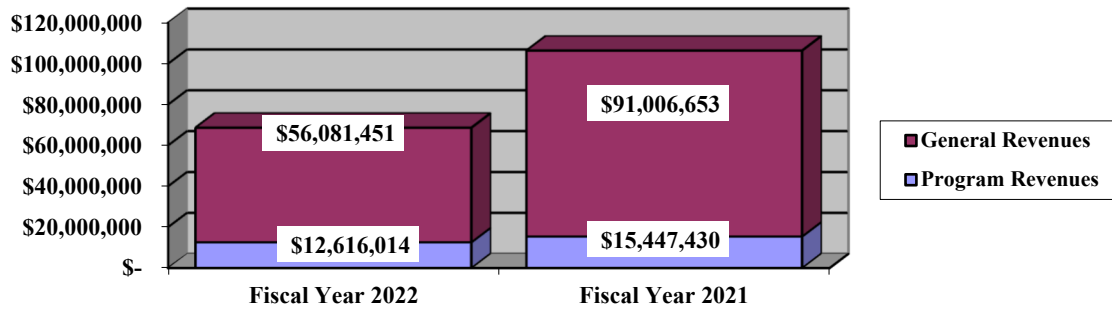
The dependence upon tax and other general revenues for governmental activities is apparent, as 79.23% of instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 77.16%. The District's taxpayers and unrestricted grants and entitlements are the primary support for the District's students.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(UNAUDITED)

The graph below presents the District's governmental activities revenue for fiscal years 2022 and 2021.

Governmental Activities - General and Program Revenues



The District's Funds

The District's governmental funds reported a combined fund balance of \$102,837,620, which is lower than last year's balance of \$108,106,233. The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2022 and 2021.

	Fund Balance <u>June 30, 2022</u>	Fund Balance <u>June 30, 2021</u>	<u>Change</u>
General	\$ 17,262,127	\$ 14,240,463	\$ 3,021,664
Bond retirement	5,747,111	11,603,744	(5,856,633)
Building	23,380,164	24,729,459	(1,349,295)
Classroom facilities	53,681,233	55,792,146	(2,110,913)
Other Governmental	<u>2,766,985</u>	<u>1,740,421</u>	<u>1,026,564</u>
Total	<u>\$ 102,837,620</u>	<u>\$ 108,106,233</u>	<u>\$ (5,268,613)</u>

General Fund

During fiscal year 2022, the District's general fund balance increased \$3,021,664 to a fund balance of \$17,262,127.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(UNAUDITED)

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

	<u>2022</u> <u>Amount</u>	<u>2021</u> <u>Amount</u>	<u>Change</u>	<u>Percentage</u> <u>Change</u>
<u>Revenues</u>				
Property taxes	\$ 34,892,097	\$ 35,145,268	\$ (253,171)	(0.72) %
Tuition	1,774,965	5,058,029	(3,283,064)	(64.91) %
Earnings on investments	(49,461)	43,037	(92,498)	(214.93) %
Intergovernmental	20,618,134	19,892,896	725,238	3.65 %
Other revenues	<u>599,378</u>	<u>1,565,348</u>	<u>(965,970)</u>	(61.71) %
Total	<u>\$ 57,835,113</u>	<u>\$ 61,704,578</u>	<u>\$ (3,869,465)</u>	(6.27) %
<u>Expenditures</u>				
Instruction	\$ 34,503,642	\$ 37,788,046	\$ (3,284,404)	(8.69) %
Support services	17,440,101	15,489,063	1,951,038	12.60 %
Non-instructional	78,300	-	78,300	100.00 %
Extracurricular activities	979,036	892,922	86,114	9.64 %
Facilities acquisition and construction	1,627,751	1,633,345	(5,594)	(0.34) %
Debt service	<u>184,619</u>	<u>184,251</u>	<u>368</u>	0.20 %
Total	<u>\$ 54,813,449</u>	<u>\$ 55,987,627</u>	<u>\$ (1,174,178)</u>	(2.10) %

Revenues of the general fund decreased 3,869,465 or 6.27%. The most significant decrease was in the area of tuition. This decrease was due to a change in the State's foundation funding formula and how it accounts for open enrollment students. Other revenues decreased due to a decrease in reimbursements received compared to previous years.

Expenditures of the general fund decreased \$1,174,178 or 2.10%. The most significant decrease was in the area of instruction. Instruction decreased due to a change in how open enrollment students who have left the District are accounted for compared to fiscal year 2021. Instruction also decreased due to the movement of salaries out to Elementary and Secondary School Emergency Relief (ESSER) fund.

Bond Retirement Fund

The bond retirement fund had \$4,072,060 in revenues and \$9,928,693 in expenditures during fiscal year 2022. The bond retirement fund balance at June 30, 2022 was \$5,747,111. The fund balance decreased due to a large principal payment and scheduled interest payments made during the year on the District's general obligation bonds that were issued in fiscal year 2021.

Building Fund

The building fund had (\$479,272) in revenues and \$870,023 in expenditures during fiscal year 2022. The building fund balance at June 30, 2022 was \$23,380,164. The fund balance decreased during the year due to a decrease in earnings on investments. This decrease was the result of a fair value change recorded on investments due to interest rates on investments in the market exceeded those interest rates on the District's investments. The District also had an increase in expenditures as it began to spend bond issued during fiscal year 2021 on architecture costs.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(UNAUDITED)

Classroom Facilities Fund

The classroom facilities fund had \$363,648 in revenues and \$2,474,561 in expenditures during fiscal year 2022. The classroom facilities fund balance at June 30, 2022 was \$53,681,233. The fund balance decreased during the year due to a decrease in earnings on investments. This decrease was the result of a fair value change recorded on investments due to interest rates on investments in the market exceeded those interest rates on the District's investments. The District also had an increase in expenditures as it began to spend bond proceeds issued during fiscal year 2022 on architecture costs.

General Fund Budgeting Highlights

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

During the course of fiscal year 2022, the District amended its general fund budgeted revenues several times. For the general fund, original budgeted revenues and other financing sources of \$57,690,310 were increased to \$58,306,853 in the final budget. Actual revenues and other financing sources for fiscal year 2022 were \$59,144,028 which was \$837,175 more than final budgeted amounts.

General fund original appropriations (appropriated expenditures plus other financing uses) of \$61,230,613 were increased to \$59,873,836 in the final budget. The actual budget basis expenditures and other financing uses for fiscal year 2022 totaled \$59,873,836. This amount was the same as the final budget.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2022, the District had \$19,202,786 invested in land, construction in progress, land improvements, buildings and improvements, improvements other than buildings, furniture and equipment, vehicles, and intangible right to use assets. This entire amount is reported in governmental activities.

The following table shows June 30, 2022 balances compared to June 30, 2021.

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

	Governmental Activities	
	2022	2021
Land	\$ 3,663,085	\$ 3,696,585
Construction in progress	3,314,650	22,600
Land improvements	1,150,388	882,025
Building and improvements	8,748,260	6,040,499
Improvements other than buildings	99,083	107,010
Furniture and equipment	1,024,026	1,005,168
Vehicles	1,038,450	1,128,242
Intangible right to use assets	164,844	211,942
Total	\$ 19,202,786	\$ 13,094,071

The overall increase in capital assets of \$6,108,715 is due to additions of \$7,240,266, depreciation expense of \$1,098,051 and disposals, net of accumulated depreciation, of (\$33,500).

See Note 9 to the basic financial statements for additional information on the District's capital assets.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022
(UNAUDITED)

Debt Administration

At June 30, 2022, the District had \$189,332 in leases outstanding, \$52,915 in notes payable – finance purchases, and \$73,150,000 in general obligation bonds. Of this total, \$3,997,796 is due within one year and \$69,394,451 is due in more than one year.

The following table summarizes the bonds and capital leases outstanding.

Outstanding Debt, at Year End

	Governmental Activities <u>2022</u>	Governmental Activities <u>2021</u>
General obligation bonds:		
GO Bonds Series 2021	\$ 73,150,000	\$ 80,610,000
Notes payable	52,915	172,968
Leases payable	<u>189,332</u>	<u>236,420</u>
Total	<u>\$ 73,392,247</u>	<u>\$ 81,019,388</u>

At June 30, 2022, the District had a voted debt margin of \$11,595,435 and an unvoted debt margin of \$877,759.

See Note 11 to the basic financial statements for detail on the District's debt administration.

Current Related Financial Activities

A challenge facing the District is the future of state funding. The State of Ohio was found by the Ohio Supreme Court in March 1997 to be operating an unconstitutional educational system, one that was neither "adequate" nor "equitable." Since 1997, the state has directed its tax revenue growth toward school districts with little property tax wealth. On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the state's school funding plan. The decision reaffirmed earlier decisions that Ohio's current school-funding plan is unconstitutional. At this time, the District is unable to determine what effect, if any, this decision will have on its future state funding and on its financial operations.

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

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Ms. Kristy Stoicoiu, Treasurer/CFO, Cuyahoga Falls City School District, 431 Stow Avenue, Cuyahoga Falls, Ohio 44221.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATEMENT OF NET POSITION
JUNE 30, 2022

	Governmental Activities
Assets:	
Equity in pooled cash and cash equivalents	\$ 106,567,867
Receivables:	
Property taxes	36,241,679
Payment in lieu of taxes	138,414
Accounts	362,433
Accrued interest	49,954
Intergovernmental	32,977,422
Leases	244,263
Prepayments	92,799
Materials and supplies inventory	10,517
Inventory held for resale	12,951
Net OPEB asset	4,263,111
Capital assets:	
Nondepreciable capital assets	6,977,735
Depreciable capital assets, net	12,225,051
Capital assets, net	19,202,786
Total assets	200,164,196
 Deferred outflows of resources:	
Pension	14,093,730
OPEB	1,759,722
Total deferred outflows of resources	15,853,452
 Liabilities:	
Accounts payable	336,418
Contracts payable	1,726,443
Accrued wages and benefits payable	5,073,921
Intergovernmental payable	85,504
Pension and postemployment benefits payable	881,479
Accrued interest payable	189,901
Long-term liabilities:	
Due within one year	4,107,806
Due in more than one year:	
Net pension liability	33,265,781
Net OPEB liability	3,908,295
Other amounts due in more than one year	77,653,867
Total liabilities	127,229,415
 Deferred inflows of resources:	
Property taxes levied for the next fiscal year	32,554,166
Payment in lieu of taxes levied for the next fiscal year	138,414
Leases	238,665
Pension	28,488,036
OPEB	7,601,175
Total deferred inflows of resources	69,020,456
 Net position:	
Net investment in capital assets	17,234,096
Restricted for:	
Capital projects	32,015,594
Classroom facilities maintenance	991,013
State funded programs	752,810
Federally funded programs	39,517
Food service operations	774,093
Extracurricular programs	316,485
Other purposes	198,871
Unrestricted (deficit)	(32,554,702)
Total net position	\$ 19,767,777

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

		Program Revenues		Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
Governmental activities:				
Instruction:				
Regular	\$ 23,618,930	\$ 546,185	\$ 2,115,335	\$ (20,957,410)
Special	8,123,786	1,195,346	2,575,488	(4,352,952)
Vocational	1,398,539	111,189	241,139	(1,046,211)
Other	532,442	-	209,390	(323,052)
Support services:				
Pupil	3,380,297	-	966,105	(2,414,192)
Instructional staff	1,605,534	5,351	266,340	(1,333,843)
Board of education	338,970	-	-	(338,970)
Administration	3,722,599	-	121,204	(3,601,395)
Fiscal	1,435,829	-	-	(1,435,829)
Business	153,820	-	-	(153,820)
Operations and maintenance	3,056,675	117,494	138,202	(2,800,979)
Pupil transportation	1,453,317	8,415	117,915	(1,326,987)
Central	591,999	-	16,200	(575,799)
Operation of non-instructional services:				
Food service operations	1,764,020	32,676	2,603,574	872,230
Other non-instructional services	604,866	-	557,016	(47,850)
Extracurricular activities	1,229,488	579,040	92,410	(558,038)
Interest and fiscal charges	2,226,319	-	-	(2,226,319)
Totals	\$ 55,237,430	\$ 2,595,696	\$ 10,020,318	(42,621,416)
General revenues:				
Property taxes levied for:				
General purposes				34,655,617
Debt service				4,002,952
Classroom facilities maintenance				376,030
Payments in lieu of taxes				219,952
Grants and entitlements not restricted to specific programs				18,147,383
Investment earnings				(1,535,443)
Miscellaneous				214,960
Total general revenues				56,081,451
Change in net position				13,460,035
Net position at beginning of year				6,307,742
Net position at end of year				\$ 19,767,777

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

THIS PAGE IS INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2022

	<u>General</u>	<u>Bond Retirement</u>	<u>Building</u>	<u>Classroom Facilities</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 17,212,051	\$ 5,432,153	\$ 24,026,087	\$ 55,681,219
Receivables:				
Property taxes	31,748,697	4,109,741	-	-
Payment in lieu of taxes	129,612	7,964	-	-
Accounts	362,433	-	-	-
Accrued interest	7,698	247	15,014	26,600
Interfund loans	2,585,987	-	-	-
Intergovernmental	577,529	-	-	31,995,372
Leases	149,330	-	-	-
Prepayments	91,200	-	-	-
Materials and supplies inventory	-	-	-	-
Inventory held for resale	-	-	-	-
Total assets	<u>\$ 52,864,537</u>	<u>\$ 9,550,105</u>	<u>\$ 24,041,101</u>	<u>\$ 87,703,191</u>
Liabilities:				
Accounts payable	\$ 76,049	\$ -	\$ -	\$ -
Contracts payable	-	-	651,648	1,074,795
Accrued wages and benefits payable	4,939,478	-	-	-
Compensated absences payable	8,676	-	-	-
Intergovernmental payable	83,703	-	-	-
Pension and postemployment benefits payable	836,881	-	-	-
Interfund loans payable	-	-	-	1,491,637
Total liabilities	<u>5,944,787</u>	<u>-</u>	<u>651,648</u>	<u>2,566,432</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	28,452,432	3,751,842	-	-
Payment in lieu of taxes levied for the next fiscal year	129,612	7,964	-	-
Delinquent property tax revenue not available	395,683	42,941	-	-
Intergovernmental revenue not available	-	-	-	31,438,012
Accrued interest not available	6,958	247	9,289	17,514
Miscellaneous revenue not available	526,604	-	-	-
Leases	146,334	-	-	-
Total deferred inflows of resources	<u>29,657,623</u>	<u>3,802,994</u>	<u>9,289</u>	<u>31,455,526</u>
Fund balances:				
Nonspendable:				
Materials and supplies inventory	-	-	-	-
Prepays	91,200	-	-	-
Unclaimed monies	68,595	-	-	-
Restricted:				
Debt service	-	5,747,111	-	-
Capital projects	-	-	23,380,164	53,681,233
Classroom facilities maintenance	-	-	-	-
Food service operations	-	-	-	-
Non-public schools	-	-	-	-
State funded programs	-	-	-	-
Federally funded programs	-	-	-	-
Extracurricular	-	-	-	-
Other purposes	-	-	-	-
Assigned:				
Student instruction	854,639	-	-	-
Student and staff support	625,037	-	-	-
Extracurricular activities	519	-	-	-
Facilities acquisition and construction	122,122	-	-	-
Subsequent year's appropriations	4,013,740	-	-	-
Adult education	42,563	-	-	-
Unassigned (deficit)	11,443,712	-	-	-
Total fund balances	<u>17,262,127</u>	<u>5,747,111</u>	<u>23,380,164</u>	<u>53,681,233</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 52,864,537</u>	<u>\$ 9,550,105</u>	<u>\$ 24,041,101</u>	<u>\$ 87,703,191</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Nonmajor Governmental Funds	Total Governmental Funds
\$ 4,216,357	\$ 106,567,867
383,241	36,241,679
838	138,414
-	362,433
395	49,954
-	2,585,987
404,521	32,977,422
94,933	244,263
1,599	92,799
10,517	10,517
12,951	12,951
<u>\$ 5,125,352</u>	<u>\$ 179,284,286</u>
\$ 260,369	\$ 336,418
-	1,726,443
134,443	5,073,921
-	8,676
1,801	85,504
44,598	881,479
1,094,350	2,585,987
<u>1,535,561</u>	<u>10,698,428</u>
349,892	32,554,166
838	138,414
4,001	442,625
276,602	31,714,614
-	34,008
99,142	625,746
92,331	238,665
<u>822,806</u>	<u>65,748,238</u>
10,517	10,517
1,599	92,799
-	68,595
-	5,747,111
-	77,061,397
987,012	987,012
803,792	803,792
53,511	53,511
696,784	696,784
34,286	34,286
316,483	316,483
130,276	130,276
-	854,639
-	625,037
-	519
-	122,122
-	4,013,740
-	42,563
<u>(267,275)</u>	<u>11,176,437</u>
<u>2,766,985</u>	<u>102,837,620</u>
<u>\$ 5,125,352</u>	<u>\$ 179,284,286</u>

THIS PAGE IS INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2022

Total governmental fund balances		\$	102,837,620
<i>Amounts reported for governmental activities on the statement of net position are different because:</i>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			19,202,786
Other long-term assets are not available to pay for current period expenditures and therefore are deferred inflows in the funds.			
Property taxes receivable	\$	442,625	
Accounts receivable		625,746	
Accrued interest receivable		34,008	
Intergovernmental receivable		31,714,614	
Total		31,714,614	32,816,993
Unamortized premiums on bonds issued are not recognized in the funds.			(5,957,576)
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.			(189,901)
The net pension/OPEB assets & liabilities are not due and payable in the current period; therefore, the assets, liabilities and related deferred inflows/outflows are not reported in governmental funds.			
Deferred outflows - pension		14,093,730	
Deferred inflows - pension		(28,488,036)	
Net pension liability		(33,265,781)	
Deferred outflows - OPEB		1,759,722	
Deferred inflows - OPEB		(7,601,175)	
Net OPEB asset		4,263,111	
Net OPEB liability		(3,908,295)	
Total		(3,908,295)	(53,146,724)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
General obligation bonds		(73,150,000)	
Leases payable		(189,332)	
Notes payable		(52,915)	
Compensated absences		(2,403,174)	
Total		(75,795,421)	(75,795,421)
Net position of governmental activities		\$	19,767,777

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>General</u>	<u>Bond Retirement</u>	<u>Building</u>	<u>Classroom Facilities</u>
Revenues:				
Property taxes	\$ 34,676,106	\$ 4,004,385	\$ -	\$ -
Intergovernmental	20,618,134	96,286	-	1,355,650
Investment earnings	(49,461)	(32,187)	(479,272)	(992,002)
Tuition and fees	1,774,965	-	-	-
Extracurricular	245,168	-	-	-
Rental income	117,494	-	-	-
Charges for services	5,694	-	-	-
Contributions and donations	-	-	-	-
Payment in lieu of taxes	215,991	3,576	-	-
Miscellaneous	231,022	-	-	-
Total revenues	<u>57,835,113</u>	<u>4,072,060</u>	<u>(479,272)</u>	<u>363,648</u>
Expenditures:				
Current:				
Instruction:				
Regular	24,552,078	-	-	-
Special	8,105,010	-	-	-
Vocational	1,451,203	-	-	-
Other	395,351	-	-	-
Support services:				
Pupil	3,252,679	-	-	-
Instructional staff	1,694,817	-	-	-
Board of education	344,461	-	-	-
Administration	4,163,756	-	-	-
Fiscal	1,362,906	77,307	16,230	36,304
Business	158,394	-	-	-
Operations and maintenance	4,340,781	-	-	-
Pupil transportation	1,521,855	-	-	-
Central	600,452	-	-	-
Operation of non-instructional services:				
Food service operations	-	-	-	-
Other non-instructional services	78,300	-	-	-
Extracurricular activities	979,036	-	-	-
Facilities acquisition and construction	1,627,751	-	853,793	2,438,257
Debt service:				
Principal retirement	167,141	7,460,000	-	-
Interest and fiscal charges	17,478	2,391,386	-	-
Total expenditures	<u>54,813,449</u>	<u>9,928,693</u>	<u>870,023</u>	<u>2,474,561</u>
Net change in fund balances	3,021,664	(5,856,633)	(1,349,295)	(2,110,913)
Fund balances at beginning of year	<u>14,240,463</u>	<u>11,603,744</u>	<u>24,729,459</u>	<u>55,792,146</u>
Fund balances at end of year	<u>\$ 17,262,127</u>	<u>\$ 5,747,111</u>	<u>\$ 23,380,164</u>	<u>\$ 53,681,233</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Nonmajor Governmental Funds	Total Governmental Funds
\$ 376,242	\$ 39,056,733
7,342,224	29,412,294
7,831	(1,545,091)
-	1,774,965
394,749	639,917
-	117,494
32,676	38,370
60,790	60,790
385	219,952
16,045	247,067
<u>8,230,942</u>	<u>70,022,491</u>

1,805,702	26,357,780
902,954	9,007,964
62,449	1,513,652
209,123	604,474

437,788	3,690,467
221,365	1,916,182
-	344,461
121,101	4,284,857
6,962	1,499,709
-	158,394
113,621	4,454,402
12,600	1,534,455
16,200	616,652

1,901,355	1,901,355
507,900	586,200
365,235	1,344,271
520,023	5,439,824

-	7,627,141
-	2,408,864
<u>7,204,378</u>	<u>75,291,104</u>

1,026,564	(5,268,613)
-----------	-------------

<u>1,740,421</u>	<u>108,106,233</u>
<u>\$ 2,766,985</u>	<u>\$ 102,837,620</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

Net change in fund balances - total governmental funds	\$	(5,268,613)
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation/amortization expense.		
Capital asset additions	\$ 7,240,266	
Current year depreciation/amortization	<u>(1,098,051)</u>	
Total		6,142,215
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net position.		
		(33,500)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Property taxes	(22,134)	
Accounts receivable	8,888	
Earnings on investments	17,479	
Intergovernmental	<u>(1,329,259)</u>	
Total		(1,325,026)
Repayment of bond, lease, and note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position.		
		7,627,141
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in additional interest being reported in the statement of activities:		
Change in accrued interest payable	4,263	
Amortization of bond premiums	<u>178,282</u>	
Total		182,545
Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.		
Pension		4,728,134
OPEB		126,388
Except for amounts reported as deferred inflows/outflows, changes in the net pension/OPEB liability/asset are reported as pension/OPEB expense in the statement of activities.		
Pension		647,873
OPEB		380,694
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
		<u>252,184</u>
Change in net position of governmental activities	\$	<u>13,460,035</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property taxes	\$ 34,158,047	\$ 34,557,345	\$ 35,064,072	\$ 506,727
Intergovernmental	19,698,720	20,285,436	20,586,055	300,619
Investment earnings	67,991	115,486	117,179	1,693
Tuition and fees	1,538,828	1,517,023	1,539,268	22,245
Extracurricular	98,254	165,903	168,336	2,433
Rental income	76,709	127,624	129,495	1,871
Payment in lieu of taxes	215,991	215,991	215,991	-
Miscellaneous	1,047,916	108,249	109,836	1,587
Total revenues	<u>56,902,456</u>	<u>57,093,057</u>	<u>57,930,232</u>	<u>837,175</u>
Expenditures:				
Current:				
Instruction:				
Regular	25,729,449	24,808,093	24,808,093	-
Special	8,620,549	8,997,781	8,997,781	-
Vocational	1,183,025	1,483,175	1,483,175	-
Other	4,336,055	414,924	414,924	-
Support services:				
Pupil	3,352,629	3,505,223	3,505,015	208
Instructional staff	1,426,166	1,779,709	1,779,709	-
Board of education	220,009	382,432	382,432	-
Administration	4,256,072	4,215,046	4,215,254	(208)
Fiscal	1,180,951	1,179,364	1,179,364	-
Business	187,229	185,402	185,402	-
Operations and maintenance	4,433,150	4,509,163	4,509,163	-
Pupil transportation	1,694,798	1,733,080	1,733,080	-
Central	693,673	668,833	668,833	-
Operation of non-instructional services				
Other non-instructional services	18,560	114,773	114,773	-
Extracurricular activities	919,980	944,023	944,023	-
Facilities acquisition and construction	2,978,318	2,172,223	2,172,223	-
Total expenditures	<u>61,230,613</u>	<u>57,093,244</u>	<u>57,093,244</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,328,157)</u>	<u>(187)</u>	<u>836,988</u>	<u>837,175</u>
Other financing sources (uses):				
Refund of prior year's expenditures	527,407	230,384	230,384	-
Refund of prior year's receipts	-	(177,338)	(177,338)	-
Advances in	258,902	963,868	963,868	-
Advances (out)	-	(2,603,254)	(2,603,254)	-
Sale of capital assets	1,545	19,544	19,544	-
Total other financing sources (uses)	<u>787,854</u>	<u>(1,566,796)</u>	<u>(1,566,796)</u>	<u>-</u>
Net change in fund balance	(3,540,303)	(1,566,983)	(729,808)	837,175
Fund balance at beginning of year	14,262,171	14,262,171	14,262,171	-
Prior year encumbrances appropriated	2,022,196	2,022,196	2,022,196	-
Fund balance at end of year	<u>\$ 12,744,064</u>	<u>\$ 14,717,384</u>	<u>\$ 15,554,559</u>	<u>\$ 837,175</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUND
JUNE 30, 2022

	<u>Custodial</u>
Assets:	
Property taxes receivable	\$ 1,265,778
Total assets	<u>1,265,778</u>
Deferred inflows of resources:	
Property taxes levied for next fiscal year	<u>1,265,778</u>
Total deferred inflows of resources	<u>1,265,778</u>
Net position:	
Restricted for individuals, organizations and other governments	<u>-</u>
Total net position	<u>\$ -</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Custodial
Additions:	
Property tax collection for other governments	\$ 1,210,603
Intergovernmental	159,624
Total additions	1,370,227
Deductions:	
Property tax distributions to other governments	1,210,603
Distributions of state funds to other governments	159,624
Total deductions	1,370,227
Change in net position	-
Net position at beginning of year	-
Net position at end of year	\$ -

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

THIS PAGE IS INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT

The Cuyahoga Falls City School District (the “District”) is located in the greater metropolitan Akron area of Summit County in northeastern Ohio. The first official body designated as the Cuyahoga Falls Board of Education was formed on April 18, 1853. Both the township of Cuyahoga Falls and Cuyahoga Falls School District were formalized at that time with a school enrollment of 482.

The District is organized under Sections 2 and 3, Article VI of the Constitution of the State of Ohio. Under such laws, there is no authority for a school district to have a charter or adopt local laws. The legislative power of the District is vested in the Board of Education, consisting of five members elected at large for staggered four-year terms.

The District currently operates 6 elementary schools, 2 middle schools, and 1 comprehensive high school. The District employs 179 non-certified and 329 certified full-time and part-time employees to provide services to 4,031 students in grades K through 12 and various community groups.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

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

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

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

JOINTLY GOVERNED ORGANIZATIONS

Northeast Ohio Network for Educational Technology (NEOnet)

NEOnet was established as a jointly governed organization among sixteen school districts and the Summit County Educational Service Center that was formed July 1, 1995. NEOnet was formed for the purpose of applying modern technology (with the aid of computers and other electronic equipment) to improve administrative and instructional functions of member districts. NEOnet has since been restructured and organized as a council of governments (COG) under Ohio Revised Code 3301.075 and Chapter 167. The new COG is called the Metropolitan Regional Service Council (Council). The Council serves several program functions for the 30 school district members, such as NEOnet ITC functions and as a collaborative purchasing agent. The Council is self-supporting and conducts its fiscal services in house with a licensed treasurer.

The Council employs an Executive Director who works cooperatively with a nine-member Board of Directors consisting of four superintendents, the Portage Lakes Career Center superintendent, three members of the treasurers' committee and one member of the technology committee. The degree of control exercised by any participating school district is limited to its representation on the assembly, which elects the board of directors, who exercises total control over the operation of NEOnet including budgeting, appropriating, contracting and designating management. All revenues are generated from State funding and an annual fee per student to participating districts. The Metropolitan Regional Services Council and NEOnet are located at 700 Graham Road, Cuyahoga Falls, Ohio 44221. During fiscal year 2022, the District contributed \$293,110 to NEOnet.

Six District Educational Compact (Compact)

The Six District Educational Compact is a jointly governed organization consisting of six participating school districts, to provide for the vocational and special education needs of their students. The six-member Board consists of the superintendent from each of the participating school districts. Students may attend any vocational or special education class offered by any of the six school districts. If a student elects to attend a class offered by a school district other than the school district in which the student resides, the school district of residence pays an instructional fee to the school district, which offers the class. The committee exercises total control over the operation of the Compact, including budgeting, appropriating, contracting and designating management. All financial inquiries should be addressed to the Treasurer of the Hudson City School District, 2386 Hudson-Aurora Road, Hudson, Ohio 44236.

Ohio Schools Council Association

The Ohio Schools Council Association (Council) is a Council of Governments comprised of over 200 member school districts. 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. In fiscal year 2022, the District paid \$157,659 to the Council for natural gas and life insurance. Financial information can be obtained by contacting the Treasurer of the Greater Cleveland School Superintendents' Association, 6393 Oak Tree Boulevard, Suite 377, Independence, Ohio 44131.

The District participates in the Council's natural gas program. This program allows school districts to purchase natural gas at reduced rates if the school districts will commit to participating for a twelve year period. The participants make monthly payments based on estimated usage. Each month these estimated payments are compared to their actual usage and any necessary adjustments are made at the end of the fiscal year.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

The City of Hamilton, a municipal corporation and political subdivision duly organized and existing under the laws of the State of Ohio, issued \$89,450,000 in debt to purchase twelve years of natural gas from CMS Energy Corporation for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates its agreement, the district is entitled to recover that amount, if any, of its contributions to the operating fund which are not encumbered for its share of program administrative costs.

The District also participates in the Council's life insurance program which was implemented during a previous fiscal year. This program allows school districts to purchase life insurance at reduced rates. Grady Enterprises began providing coverage for this program beginning January 1, 2012.

PUBLIC ENTITY RISK POOL

Summit Regional Health Care Consortium

In July 2014, the District joined together with Wadsworth City School District, Barberton City School District, Copley-Fairlawn City School District, Norton City School District and Revere Local School District to establish a regional council of governments, organized under Chapter 167 of the Ohio Revised Code, known as the Summit Regional Health Care Consortium (SRHCC) for the purpose of promoting cooperative agreements and activities among its members in purchasing supplies and services and dealing with problems of mutual concern. The members of the SRHCC have undertaken a Health Benefits Program on a cooperative basis for the provision of certain medical, hospitalization, dental, prescription drug, vision, life, and disability income benefits for their employees and the eligible dependents of those employees, and any other health care benefits which the members may determine. As part of this agreement, each member is required to share in the program costs by making monthly payments to cover the program costs. The Treasurer of the fiscal agent (Copley-Fairlawn City School District) serves as the Treasurer of the SRHCC and is responsible for coordinating and administering the Health Benefits Program.

The Health Benefits Program is governed by the Board of Directors of the SRHCC (Board), which consists of one designee by each member school district (with at least one Superintendent designee), and the representative of the fiscal agent or designee. The fiscal agent Treasurer and program consultant shall serve as non-voting members. The SRHCC representatives and the fiscal agent Treasurer's representative shall serve a two-year term of office. The officers consist of a Chairperson and Vice-Chairperson who are elected for one year terms by the Board. The fiscal agent Treasurer shall be a permanent member of the Board and shall serve as the Recording Secretary.

In the event of withdrawal, members are entitled to recover its contributions to the SRHCC, if any, along with the proportionate share of interest earned on these contributions which are not encumbered for payment of its share of program costs. Claims submitted by covered persons of a withdrawing member after the recovery of funds will be exclusively the liability of the withdrawing member. Financial information for the SRHCC can be obtained from the Treasurer of the Copley-Fairlawn City School District at 3797 Ridgewood Road, Copley, Ohio 44321-1665.

B. Fund Accounting

The District uses funds to report its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain school district activities or functions. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category is divided into separate fund types.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

GOVERNMENTAL FUNDS

Governmental funds focus on the sources, uses and balances of current financial resources. Governmental funds are those through which most governmental functions typically are financed. 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 plus deferred outflows of resources and liabilities plus deferred inflows of resources is reported as fund balance.

The following are the District's major governmental funds:

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

Bond retirement fund - The bond retirement fund is used to account for property taxes that are restricted for the repayment of principal and interest.

Building fund - The building fund is used to account for the receipt and expenditures related to all special bond funds in the District. All proceeds from the sale of bonds, notes or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here are restricted to the costs of acquiring capital facilities including real property.

Classroom facilities fund - The classroom facilities fund is used to account for monies received from bond proceeds and intergovernmental revenues that are restricted to be expended in connection with contracts entered into by the District and the Ohio Facilities Construction Commission (OFCC) for the building and equipping of classroom facilities.

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

PROPRIETARY FUND

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector. The District has no proprietary funds.

FIDUCIARY FUNDS

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangements for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. During fiscal year 2022, the District had a custodial fund that accounts for Cuyahoga Falls Library property taxes.

C. Basis of Presentation and Measurement Focus

Government-Wide Financial Statements - The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the governmental activities of the District. 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 amounts paid by the recipient of goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are presented as general revenues of the District.

The government-wide financial statements are prepared using the economic resources measurement focus. All assets, all deferred outflows of resources, all liabilities and all deferred inflows of resources associated with the operation of the District are included on the statement of net position.

Fund Financial Statements - Fund financial statements report detailed information about the District. 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, and all nonmajor funds are aggregated into one column. Fiduciary funds are reported by fund type.

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

Fiduciary funds are reported using the economic resources measurement focus. All assets and liabilities associated with the operation of fiduciary funds are included on the statement of fiduciary net position. Fiduciary funds present a statement of changes in fiduciary net position which reports additions to and deductions from custodial funds. In fiduciary funds, a liability to the beneficiaries of fiduciary activity is recognized when an event has occurred that compels the government to disburse fiduciary resources. Fiduciary fund liabilities other than those to beneficiaries are recognized using the economic resources measurement focus.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Fiduciary funds also use the accrual basis of accounting.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

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

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

Deferred Outflows of Resources and Deferred Inflows of Resources - In addition to assets, the government-wide statement of net position will report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the District, see Notes 13 and 14 for deferred outflows of resources related to the District's net pension liability and net OPEB liability/asset, respectively.

In addition to liabilities, both the government-wide statement of net position and the governmental fund financial statements report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the District, deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2022, but which were levied to finance fiscal year 2023 operations. These amounts have been recorded as a deferred inflow of resources on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the District unavailable revenue includes, but is not limited to, delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The deferred inflow of resources for leases is related to the lease receivable and is being amortized to lease revenue in a systematic and rational manner over the term of the lease.

For the District, see Notes 13 and 14 for deferred inflows of resources related to the District's net pension liability and net OPEB liability/asset, respectively. These deferred inflows of resources are only reported on the government-wide statement of net position.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The entitlement value of donated commodities used during the year is reported in the statement of revenues, expenditures and changes in fund balances as an expenditure with a like amount reported as intergovernmental revenue. Unused donated commodities are reported as inter-governmental revenue.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

E. Budgets

The District is required by State statute to adopt an annual appropriated cash basis budget for all funds (except custodial funds). The specific timetable for fiscal year 2022 is as follows.

1. Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The purpose of this budget document is to reflect the need for existing (or increased) tax rates.
2. By no later than January 20, the Board-adopted budget is filed with the Summit County Budget Commission for tax rate determination.
3. Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's certificate of estimated resources which states the projected revenue of each fund. Prior to July 1, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as a basis for the appropriation measure. On or about July 1, the certificate of estimated resources is amended to include any unencumbered balances from the preceding year as reported by the District Treasurer. The certificate of estimated resources may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original and final budgeted amount in the budgetary statement reflect the amounts set forth in the original and final certificate of estimated resources issued for fiscal year 2022.
4. By July 1, the annual appropriation resolution is legally enacted by the Board of Education at the fund level for all funds, which is the legal level of budgetary control. (State statute permits a temporary appropriation to be effective until no later than October 1 of each year). Resolution appropriations by fund must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed appropriations totals.
5. Any revisions that alter the total of any fund appropriation at the legal level of control must be approved by the Board of Education.
6. Formal budgetary integration is employed as a management control device during the year for all funds consistent with statutory provisions.
7. Appropriation amounts are as originally adopted, or as amended by the Board of Education throughout the year by supplemental appropriations, which either reallocated or increased the original, appropriated amounts. The original budget figures, which appear in the statements of budgetary comparisons, represent the permanent appropriation amounts. The final budget figures, which appear in the statements of budgetary comparisons, represent the permanent appropriation amounts plus all supplemental appropriations legally enacted during the year.
8. 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 appropriations. The encumbered appropriation balance is carried forward to the succeeding fiscal year.

F. Cash and Investments

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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

During fiscal year 2022, investments were limited to commercial paper, Federal Farm Credit Bank (FFCB) securities, Federal National Mortgage Association (FNMA) securities, Federal Home Loan Mortgage Corporation (FHLMC) securities, Federal Home Loan Bank (FHLB) securities, various municipal bonds, negotiable certificates of deposit, U.S. Treasury notes, U.S. Government money market funds and the State Treasury Asset Reserve of Ohio (STAR Ohio). Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices.

During fiscal year 2022, the District invested in STAR Ohio. STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, "Certain External Investment Pools and Pool Participants." The District measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For the fiscal year 2022, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 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.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenues credited to the general fund during fiscal year 2022 amounted to (\$49,461) which includes (\$11,525) assigned from other District funds.

For presentation on the financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

An analysis of the District's investments at year end is provided in Note 4.

G. Prepayments

Certain payments to vendors reflect the costs applicable to future accounting periods and are recorded as prepayments in both government-wide and fund financial statements. These items are reported as assets on the balance sheet using the consumption method. A current asset for the prepaid amounts is recorded at the time of the purchase and the expenditure/expense is reported in the year in which services are consumed. At fiscal year-end, because prepayments are not available to finance future governmental fund expenditures, a nonspendable fund balance is recorded by an amount equal to the carrying value of the asset on the fund financial statements.

H. Inventory

On governmental fund financial statements and government-wide financial statements, purchased inventories are presented at the lower of cost or market and donated commodities are presented at their entitlement value. Inventories are recorded on a first-in, first-out basis and are expensed/expended when used. Inventories are accounted for using the consumption method.

Inventory consists of expendable supplies held for consumption, donated food and purchased food. On the fund financial statements, reported material and supplies inventory is equally offset by a nonspendable fund balance in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

I. Capital Assets

Capital assets are those assets not specifically related to governmental activities. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and disposals during the year. Donated assets are recorded at their acquisition values as of the date received. The District maintains a capitalization threshold of \$5,000. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset life are not.

All reported capital assets except land and construction in progress are depreciated/amortized. Improvements are depreciated over the remaining useful lives of the related capital assets.

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Land improvements	20 years
Buildings and improvements	20 - 50 years
Improvements other than buildings	20 years
Furniture and equipment	5 - 20 years
Vehicles	8 years
Intangible right to use assets	
Buildings and equipment	3 - 10 years

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

J. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund loans receivable/payable”. These amounts are eliminated in the governmental type activities columns of the statement of net position.

K. Compensated Absences

Compensated absences of the District consist of vacation leave and sick leave to the extent that payments to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the District and the employee.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

The District reports compensated absences in accordance with the provisions of GASB No. 16, “Accounting for 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 District will compensate the employees for the benefits through paid time off or some other means. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination (severance) payments. Sick leave benefits are accrued as a liability using the termination payment method. The liability is an estimate based on the District’s past experience of making termination payments.

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

For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account “compensated absences payable” in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

L. Accrued Liabilities and Long-Term Obligations

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

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

M. Bond Issuance Costs/Unamortized Bond Premium and Discount

On government-wide and fund financial statements, bond issuance costs are expensed in the year they occur.

Bond premiums are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds.

On the governmental fund financial statements, bond issuance costs and bond premiums are recognized in the current period. A reconciliation between the bonds face value and the amount reported on the statement of net position is presented in Note 11.A.

N. Fund Balance

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

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form or legally required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

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

Assigned - Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes, but do not meet the criteria to be classified as restricted nor committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the District Board of Education, which includes giving the Treasurer the authority to constrain monies for intended purposes.

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

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

O. Estimates

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

P. Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. The net position component “net investment in capital assets,” consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. The amount restricted for other purposes consists of amounts for unclaimed funds, special trusts, and other grant funds.

Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

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

Q. Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. Interfund activity between governmental funds is eliminated in the statement of activities. For the fiscal year ended June 30, 2022, the District did not have any interfund transfer activity.

R. Pensions/Other Postemployment Benefits (OPEB)

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

S. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type occurred during the fiscal year.

T. Fair Value

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

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For fiscal year 2022, the District has implemented GASB Statement No. 87, "Leases", GASB Implementation Guide 2019-3, "Leases", GASB Statement No. 89, "Accounting for Interest Cost Incurred before the End of a Construction Period", GASB Implementation Guide 2020-1, "Implementation Guide Update - 2020", GASB Statement No. 92, "Omnibus 2020", GASB Statement No. 93, "Replacement of Interbank Offered Rates", GASB Statement No. 97, "Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32" and certain paragraphs of GASB Statement No. 99, "Omnibus 2022".

GASB Statement No. 87 and GASB Implementation Guide 2019-3 enhance the relevance and consistency of information of the government's leasing activities. It establishes requirements for lease accounting based on the principle that leases are financings of the right to use an underlying asset. A lessee is required to recognize a lease liability and an intangible right to use leased asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

These changes were incorporated in the District's fiscal year 2022 financial statements. The District recognized \$323,373 in governmental activities in leases receivable at July 1, 2021, due to the implementation of GASB 87; however, the entire amounts was offset by deferred inflows of resources for leases.

GASB Statement No. 89 establishes accounting requirements for interest cost incurred before the end of a construction period. GASB Statement No. 89 requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. GASB Statement No. 89 also reiterates that financial statements prepared using the current financial resources measurement focus, interest cost incurred before the end of a construction period should be recognized as an expenditure on a basis consistent with governmental fund accounting principles. The implementation of GASB Statement No. 89 did not have an effect on the financial statements of the District.

GASB Implementation Guide 2020-1 provides clarification on issues related to previously established GASB guidance. The implementation of GASB Implementation Guide 2020-1 did not have an effect on the financial statements of the District.

GASB Statement No. 92 enhances comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The implementation of GASB Statement No. 92 did not have an effect on the financial statements of the District.

GASB Statement No. 93 establishes accounting and financial reporting requirements related to the replacement of Interbank Offered Rates (IBORs) in hedging derivative instruments and leases. It also identifies appropriate benchmark interest rates for hedging derivative instruments. The implementation of GASB Statement No. 93 did not have an effect on the financial statements of the District.

GASB Statement No. 97 is to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. The implementation of GASB Statement No. 97 did not have an effect on the financial statements of the District.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

B. Deficit Fund Balances

Fund balances at June 30, 2022 included the following individual fund deficit:

<u>Nonmajor funds</u>	<u>Deficit</u>
Elementary and Secondary School Emergency	\$ 267,275

The general fund is liable for any deficit in this fund and provides transfers when cash is required, not when accruals occur. The deficit fund balance resulted from adjustments for accrued liabilities and deferred inflows of resources.

NOTE 4 - DEPOSITS AND INVESTMENTS

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

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

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

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the fair value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio, and with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

6. No-load money market mutual funds consisting exclusively of obligations described in items (1) and (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool, the State Treasury Asset Reserve of Ohio (STAR Ohio); and,
8. Certain bankers' acceptances (for a period not to exceed one hundred eighty days) and commercial paper notes (for a period not to exceed two hundred seventy days) in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met.

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

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

A. Cash on Hand

At fiscal year end, the District had \$500 in undeposited cash on hand which is included on the financial statements of the District as part of "equity in pooled cash and cash equivalents".

B. Deposits with Financial Institutions

At June 30, 2022, the carrying amount of all District deposits was \$2,332,710 and the bank balance of all District deposits was \$2,415,506. Of the bank balance, \$250,000 was covered by the FDIC, \$1,218,029 was covered by the Ohio Pooled Collateral System and \$947,477 was exposed to custodial credit risk because this amount was uninsured and uncollateralized.

Custodial credit risk is the risk that, in the event of bank failure, the District will not be able to recover deposits or collateral securities that are in the possession of an outside party. The District has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits either be insured or protected by (1) eligible securities pledged to the District and deposited with a qualified trustee by the financial institution as security for repayment whose fair value at all times shall be at least 105 percent of the deposits being secured, or (2) participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total fair value of the securities pledged to be 102 percent of the deposits being secured or a reduced rate set by the Treasurer of State. For fiscal year 2022, the District's financial institutions were approved for a reduced collateral rate of 50% through the OPCS but had 56.25% collateralized. Although all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the District to a successful claim by the FDIC.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

C. Investments

As of June 30, 2022, the District had the following investments and maturities:

<u>Measurement/Investment Type:</u>	<u>Measurement Value</u>	<u>Investment Maturities</u>				
		<u>6 months or less</u>	<u>7 to 12 months</u>	<u>13 to 18 months</u>	<u>19 to 24 months</u>	<u>Greater than 24 months</u>
<i>Fair value:</i>						
Commercial paper	\$ 30,132,122	\$ 27,283,669	\$ 2,848,453	\$ -	\$ -	\$ -
FFCB	10,434,820	-	6,053,881	4,097,608	-	283,331
FHLB	14,179,482	-	-	3,096,729	4,969,097	6,113,656
FHLMC	3,782,338	-	-	3,685,639	-	96,699
FNMA	8,274,197	-	-	8,274,197	-	-
Municipal bonds	1,959,107	-	-	1,634,224	-	324,883
Negotiable CDs	3,992,393	989,467	1,072,346	485,034	488,493	957,053
U.S. Treasury notes	14,555,909	-	4,238,113	9,681,290	636,506	-
U.S. Government money market	90,399	90,399	-	-	-	-
<i>Amortized Cost:</i>						
STAR Ohio	<u>16,833,890</u>	<u>16,833,890</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	\$ <u>104,234,657</u>	\$ <u>45,197,425</u>	\$ <u>14,212,793</u>	\$ <u>30,954,721</u>	\$ <u>6,094,096</u>	\$ <u>7,775,622</u>

The weighted average of maturity of investments is 0.81 years.

The District's investments in U.S. Government money market mutual funds are valued using quoted market prices in active markets (Level 1 inputs). The District's investments in commercial paper, federal agency securities (FFCB, FNMA, FHLMC, FHLB), municipal bonds, negotiable CD's, and U.S. Treasury notes are valued using quoted 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).

Interest Rate Risk: As a means of limiting its exposure to fair value losses arising from rising interest rates and according to State law, the District's investment policy limits investment portfolio maturities to five years or less.

Credit Risk: The District's investments in commercial paper were rated P-1 by Moody's Investor Services. The District's investments in federal agency securities and U.S. Treasury notes were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The District's investments in municipal bonds were rated AAA and Aaa by Standard & Poor's and Moody's Investor Services, respectively. Standard & Poor's has assigned STAR Ohio and the U.S. Government money market an AAAM money market rating. The negotiable CDs are not rated but are fully insured by the FDIC. Ohio Law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The District's investment policy does not specifically address credit risk beyond the adherence to all relevant sections of the Ohio Revised Code.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Concentration of Credit Risk: The District places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the District at June 30, 2022:

<u>Measurement/Investment type</u>	<u>Measurement Value</u>	<u>% of Total</u>
<i>Fair value:</i>		
Commercial paper	\$ 30,132,122	28.91
FFCB	10,434,820	10.01
FHLB	14,179,482	13.60
FHLMC	3,782,338	3.63
FNMA	8,274,197	7.94
Municipal bonds	1,959,107	1.88
Negotiable CDs	3,992,393	3.83
U.S. Treasury notes	14,555,909	13.96
U.S. Government money market	90,399	0.09
<i>Amortized Cost:</i>		
STAR Ohio	<u>16,833,890</u>	<u>16.15</u>
Total	<u>\$ 104,234,657</u>	<u>100.00</u>

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

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net position as of June 30, 2022:

<u>Cash and investments per note disclosure</u>	
Carrying amount of deposits	\$ 2,332,710
Investments	104,234,657
Cash on hand	<u>500</u>
Total	<u>\$ 106,567,867</u>
 <u>Cash and investments per statement of net position</u>	
Governmental activities	<u>\$ 106,567,867</u>

NOTE 5 - INTERFUND TRANSACTIONS

Interfund loans receivable/payable consisted of the following at June 30, 2022, as reported on the fund statements:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General fund	Classroom facilities	\$ 1,491,637
General fund	Nonmajor governmental funds	<u>1,094,350</u>
Total		<u>\$ 2,585,987</u>

The primary purpose of the interfund balances is to cover costs in specific funds where revenues were not received by June 30. These interfund balances will be repaid once the anticipated revenues are received. Interfund loans between governmental funds are eliminated on the statement of net position thus there are no internal balances.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 6 - PROPERTY TAXES

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

Property taxes include amounts levied against all real property and public utility property. Real property tax revenues received in calendar year 2022 represent the collection of calendar year 2021 taxes. Real property taxes received in calendar year 2022 were levied after April 1, 2021, on the assessed values as of January 1, 2021, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised fair value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Public utility property tax revenues received in calendar year 2022 represent the collection of calendar year 2021 taxes. Public utility real and personal property taxes received in calendar year 2022 became a lien on December 31, 2020, were levied after April 1, 2021, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

The District receives property taxes from Summit County. The County Fiscal Officer periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2022, are available to finance fiscal year 2022 operations. The amount available as an advance at June 30, 2022 was \$2,900,582 in the general fund, \$314,958 in the bond retirement fund and \$29,348 in the classroom facilities maintenance fund (a nonmajor governmental fund). These amounts are recorded as revenue. The amount available for advance at June 30, 2021 was \$3,288,548 in the general fund, \$351,701 in the bond retirement fund and \$33,402 in the classroom facilities maintenance fund (a nonmajor governmental fund). The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and delinquent tangible personal property taxes which are measurable as of June 30, 2022 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflow of resources.

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

The assessed values upon which the fiscal year 2022 taxes were collected are:

	2021 Second Half Collections		2022 First Half Collections	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/residential and other real estate	\$ 871,990,870	99.31	\$ 871,032,580	99.23
Public utility personal	<u>6,086,110</u>	<u>0.69</u>	<u>6,726,570</u>	<u>0.77</u>
Total	<u>\$ 878,076,980</u>	<u>100.00</u>	<u>\$ 877,759,150</u>	<u>100.00</u>
Tax rate per \$1,000 of assessed valuation				
General	\$	77.30	\$	77.30
Bond retirement		4.65		4.75
Classroom facilities maintenance		0.50		0.50

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 7 - PAYMENT IN LIEU OF TAXES

The District is party to Tax Increment Financing (TIF) agreements. Municipalities, townships, and counties can enter into TIF agreements which lock in real property at its unimproved value for up to 30 years in a defined TIF district. Some TIF agreements also require the TIF government to allocate service payments to school districts and other governments to help offset the property taxes these governments would have received had the improvements to real property not been exempted. The service payments the District receives as part of TIF agreements are presented on the financial statements as Payments in Lieu of Taxes.

NOTE 8 - RECEIVABLES

A. Other Receivables

Receivables at June 30, 2022 consisted of property taxes, payment in lieu of taxes, accounts, accrued interest and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of federal funds with the exception of \$460,695 that is due from Schnee Learning Center which has a going concern. These amounts include previously billed salaries, benefits, utilities, and rent and are included in intergovernmental receivables.

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

Governmental activities:

Property taxes	\$ 36,241,679
Payment in lieu of taxes	138,414
Accounts	362,433
Accrued interest	49,954
Intergovernmental	<u>32,977,422</u>
Total	<u>\$ 69,769,902</u>

Receivables have been disaggregated on the face of the financial statements. All receivables are expected to be collected within one year with the exception of the OFCC receivable which will be collected over the course of the project.

B. Leases receivable

The District is reporting leases receivable of \$149,330 in the general fund and \$94,933 in the district managed student activity fund (a nonmajor governmental fund). For fiscal year 2022, the District recognized lease revenue in the amount of \$73,167 for the general fund, which is reported as rental income, and \$11,541 for the district managed student activity fund (a nonmajor governmental fund), which is reported as miscellaneous revenue. The District also recognized interest revenue in the amount of \$9,068 in the general fund and \$4,943 in the district managed student activity fund (a nonmajor governmental fund).

The District has entered into a lease agreement for building space and equipment as follows:

<u>Lease</u>	<u>Lease Commencement Date (fiscal year)</u>	<u>Years</u>	<u>Lease End Date (fiscal year)</u>	<u>Payment Method</u>
Sprint/CBA Cell Tower	2021	10	2030	Monthly
Schnee Building Lease	2021	3	2024	Monthly

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 8 - RECEIVABLES - (Continued)

Lease payments will be paid into the general fund and the district managed student activity fund (a nonmajor governmental fund). The following is a schedule of future lease payments under the lease agreements:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 81,747	\$ 10,357	\$ 92,104
2024	85,929	6,174	92,103
2025	9,882	3,605	13,487
2026	12,044	3,061	15,105
2027	12,660	2,446	15,106
2028 - 2030	<u>42,001</u>	<u>3,316</u>	<u>45,317</u>
Total	<u>\$ 244,263</u>	<u>\$ 28,959</u>	<u>\$ 273,222</u>

NOTE 9 - CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2022, was as follows:

	<u>Balance</u>			<u>Balance</u>
	<u>June 30, 2021</u>	<u>Additions</u>	<u>Deductions</u>	<u>June 30, 2022</u>
Governmental activities:				
<i>Capital assets, not being depreciated/amortized:</i>				
Land	\$ 3,696,585	\$ -	\$ (33,500)	\$ 3,663,085
Construction in progress	22,600	3,292,050	-	3,314,650
Total capital assets, not being depreciated/amortized	<u>3,719,185</u>	<u>3,292,050</u>	<u>(33,500)</u>	<u>6,977,735</u>
<i>Capital assets, being depreciated/amortized:</i>				
Land improvements	3,287,325	341,120	-	3,628,445
Buildings and improvements	24,808,448	3,164,117	-	27,972,565
Improvements other than buildings	158,533	-	-	158,533
Furniture and equipment	2,274,477	271,789	(6,636)	2,539,630
Vehicles	2,469,167	171,190	(149,194)	2,491,163
Intangible right to use assets:				
Equipment	235,491	-	-	235,491
Total capital assets, being depreciated/amortized	<u>33,233,441</u>	<u>3,948,216</u>	<u>(155,830)</u>	<u>37,025,827</u>
<i>Less: accumulated depreciation/amortization:</i>				
Land improvements	(2,405,300)	(72,757)	-	(2,478,057)
Buildings and improvements	(18,767,949)	(456,356)	-	(19,224,305)
Improvements other than buildings	(51,523)	(7,927)	-	(59,450)
Furniture and equipment	(1,269,309)	(252,931)	6,636	(1,515,604)
Vehicles	(1,340,925)	(260,982)	149,194	(1,452,713)
Intangible right to use assets:				
Equipment	(23,549)	(47,098)	-	(70,647)
Total accumulated depreciation/amortization	<u>(23,858,555)</u>	<u>(1,098,051)</u>	<u>155,830</u>	<u>(24,800,776)</u>
Governmental activities capital assets, net	<u>\$ 13,094,071</u>	<u>\$ 6,142,215</u>	<u>\$ (33,500)</u>	<u>\$ 19,202,786</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 9 - CAPITAL ASSETS - (Continued)

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

<u>Instruction:</u>	
Regular	\$ 402,836
Special	1,750
Vocational	8,473
<u>Support services:</u>	
Pupil	3,690
Instructional staff	37,705
Administration	1,747
Business	10,114
Operations and maintenance	363,912
Pupil transportation	224,379
<u>Operation of non-instructional services:</u>	
Food service operations	10,192
Other non-instructional services	18,666
Extracurricular activities	<u>14,587</u>
Total depreciation/amortization expense	<u>\$ 1,098,051</u>

NOTE 10 – NOTES PAYABLE – FINANCE PURCHASE AGREEMENT

During prior fiscal years, the District entered into finance purchase agreements for buses. These finance purchase agreements meet the criteria of finance purchase which defines a finance purchase generally as one which transfers benefits and risks of ownership to the purchaser. Finance purchase payments have been reclassified and are reflected as debt service expenditures in the financial statements for the governmental funds. These expenditures are reported as function expenditures on the budgetary statements.

Capital assets consisting of vehicles have been capitalized in the amount of \$588,634. This amount represents the present value of the minimum lease payments at the time of acquisition. Accumulated depreciation as of June 30, 2022 for equipment and vehicles was \$299,277, leaving a current book value of \$289,357. A corresponding liability is recorded in the government-wide financial statements. Principal payments in fiscal year 2022 totaled \$120,053 paid by the general fund.

The following is a schedule of the future long-term minimum finance purchase payments required under the notes payable – finance purchase and the present value of the future minimum finance purchase payments as of June 30, 2022:

<u>Fiscal Year Ending June 30,</u>	<u>Amount</u>
2023	\$ 55,071
Total Minimum finance purchase payments	55,071
Less: amount representing interest	<u>(2,156)</u>
Total	<u>\$ 52,915</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 11 - LONG-TERM OBLIGATIONS

A. During the fiscal year 2022, the following activity occurred in governmental activities long-term obligations.

	Balance <u>June 30, 2021</u>	<u>Increase</u>	<u>Deductions</u>	Balance <u>June 30, 2022</u>	Amounts Due in <u>One Year</u>
General obligation bonds, Series 2021	\$ 80,610,000	\$ -	\$ (7,460,000)	\$ 73,150,000	\$ 3,900,000
Other Long-term Obligations:					
Notes payable - finance purchase	172,968	-	(120,053)	52,915	52,915
Leases payable	236,420	-	(47,088)	189,332	44,881
Net pension liability	60,010,003	-	(26,744,222)	33,265,781	-
Net OPEB liability	4,030,518	-	(122,223)	3,908,295	-
Compensated absences	<u>2,712,480</u>	<u>118,561</u>	<u>(419,191)</u>	<u>2,411,850</u>	<u>110,010</u>
Total	<u>\$ 147,772,389</u>	<u>\$ 118,561</u>	<u>\$ (34,912,777)</u>	112,978,173	<u>\$ 4,107,806</u>
Uamortized premium				<u>5,957,576</u>	
Total per statement of net position				<u>\$ 118,935,749</u>	

General Obligation Bonds, Series 2021 - On May 18, 2021, the District issued general obligation bonds in the amount of \$80,610,000 for the purpose of construction, enlarging and other improvement, furnishing and equipping of the Districts buildings and facilities. Interest rates on the current interest bonds range from 2.50-4.00% with interest payments due on June 1 and December 1 of each year until final maturity at December 1, 2055. The debt will be retired through the bond retirement fund. At June 30, 2022, there were \$73,150,000 in unspent bond proceeds.

Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2022 are as follows:

Fiscal Year Ending	General Obligation Bonds		
	Principal	Interest	Total
2023	\$ 3,900,000	\$ 2,322,275	\$ 6,222,275
2024	2,870,000	2,220,725	5,090,725
2025	1,170,000	2,160,125	3,330,125
2026	1,205,000	2,124,500	3,329,500
2027	1,240,000	2,081,625	3,321,625
2028 - 2032	6,985,000	9,607,625	16,592,625
2033 - 2037	8,445,000	8,143,451	16,588,451
2038 - 2042	9,840,000	6,739,625	16,579,625
2043 - 2047	11,415,000	5,148,500	16,563,500
2048 - 2052	13,495,000	2,965,225	16,460,225
2053 - 2056	<u>12,585,000</u>	<u>639,062</u>	<u>13,224,062</u>
Total	<u>\$ 73,150,000</u>	<u>\$ 44,152,738</u>	<u>\$ 117,302,738</u>

Notes payable - finance purchase: See Note 10.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 11 - LONG-TERM OBLIGATIONS - (Continued)

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

<u>Lease</u>	<u>Lease Commencement Date (fiscal year)</u>	<u>Years</u>	<u>Lease End Date (fiscal year)</u>	<u>Payment Method</u>
Copier machine	2017	5	2022	Monthly
Copier machine	2021	5	2026	Monthly

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

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 44,881	\$ 8,447	\$ 53,328
2024	47,177	6,151	53,328
2025	49,591	3,738	53,329
2026	47,683	1,200	48,883
Total	<u>\$ 189,332</u>	<u>\$ 19,536</u>	<u>\$ 208,868</u>

Net Pension Liability and Net OPEB Liability/Asset: See Notes 13 and 14 for details. The District pays obligations related to employee compensation from the fund benefitting from their services which is primarily the general fund.

Compensated Absences: Compensated absences included severance and vacation for retirees. Compensated absences will be paid from the fund from which the employee's salaries are paid. For the District, these are primarily the general fund and the food service fund (a nonmajor governmental fund).

B. Legal Debt Margin

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The assessed valuation used in determining the District's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the District's legal debt margin calculation excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The effects of these debt limitations at June 30, 2022, are a voted debt margin of \$11,595,435 (including available funds of \$5,747,111) and an unvoted debt margin of \$877,759.

NOTE 12 - RISK MANAGEMENT

A. General Risk

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. The District has addressed these various types of risk by purchasing a comprehensive insurance policy through a commercial carrier. Settled claims have not exceeded this commercial coverage in any of the past three years. The District purchases liability, property and fleet insurance through Netherlands Insurance through Liberty Mutual.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 12 - RISK MANAGEMENT - (Continued)

There has been no significant reduction of coverage from the prior years. Limits of coverage and deductibles are as follows:

	<u>Coverage</u>	<u>Deductible</u>
Property Insurance - District	\$151,500,332	\$ 5,000
Liability Insurance	1,000,000/2,000,000	0/0
Fleet Insurance	1,000,000	0
Collision	A.C.V.	1,000

B. Health Insurance

On July 1, 2014, the District joined the Summit Regional Health Care Consortium (SRHCC) Health Benefits Program, a public entity risk pool, to provide employee hospitalization, dental, prescription drug and life. Premium rates are set or determined by the Board of Directors of the SRHCC. To the extent and in the manner permitted by any applicable agreements, policies, rules, regulations and laws, each member of the SRHCC may require contributions from its employees toward the cost of any benefit program being offered by the District and such contributions shall be included in the payments from the District to the fiscal agent of the SRHCC. The District pays a monthly premium to the SRHCC. Because the District is a member of the SRHCC and the SRHCC holds the reserves for Incurred But Not Reported (IBNR) claims, not the individual districts, IBNR information is not available on a district-by-district basis.

NOTE 13 - DEFINED BENEFIT PENSION PLANS

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

Net Pension Liability/Net OPEB Liability/Asset

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

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

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

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

The remainder of this note includes the required pension disclosures. See Note 14 for the required OPEB disclosures.

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

Plan Description - School Employees Retirement System (SERS)

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

Age and service requirements for retirement are as follows:

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

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

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

An individual whose benefit effective date is before April 1, 2018, is eligible for a cost-of-living adjustment (COLA) on the first anniversary date of the benefit. Beginning April 1, 2018, new benefit recipients must wait until the fourth anniversary of their benefit for COLA eligibility. The COLA is added each year to the base benefit amount on the anniversary date of the benefit. A three-year COLA suspension was in effect for all benefit recipients for the years 2018, 2019, and 2020. Upon resumption of the COLA, it will be indexed to the percentage increase in the CPI-W, not to exceed 2.5% and with a floor of 0%. In 2021, the Board of Trustees approved a 2.5% cost-of-living adjustment (COLA) for eligible retirees and beneficiaries in 2022.

Funding Policy – Plan members are required to contribute 10.00% of their annual covered salary and the District is required to contribute 14.00% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10.00% for plan members and 14.00% for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2022, the allocation to pension, death benefits, and Medicare B was 14.00%. For fiscal year 2022, the Retirement Board did not allocate any employer contribution to the Health Care Fund.

The District's contractually required contribution to SERS was \$1,012,711 for fiscal year 2022. Of this amount, \$112,901 is reported as pension and postemployment benefits payable.

Plan Description - State Teachers Retirement System (STRS)

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

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

The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation is 2.20% of final average salary for the five highest years of earnings multiplied by all years of service. In April 2017, the Retirement Board made the decision to reduce COLA granted on or after July 1, 2017, to 0% to preserve the fiscal integrity of the retirement system. Benefit recipients' base benefit and past cost-of living increases are not affected by this change. Eligibility changes will be phased in until August 1, 2026, when retirement eligibility for unreduced benefits will be five year 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, 2026, when retirement eligibility will be five years of qualifying service credit and age 60, or 30 years of service credit at any age.

The DC Plan allows members to place all of their member contributions and 9.53% of the 14% employer contributions into an investment account. Investment allocation decisions are determined by the member. The remaining 4.47% of the 14% employer rate is allocated to the defined benefit unfunded liability. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

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

A DB or Combined Plan member with five or more years of credited service who is determined to be disabled may qualify for a disability benefit. New members must have at least ten years of qualifying service credit that 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 2022 employer and employee contribution rate of 14% was equal to the statutory maximum rates. For fiscal year 2022, the full employer contribution was allocated to pension.

The District's contractually required contribution to STRS was \$3,715,423 for fiscal year 2022. Of this amount, \$642,190 is reported as pension and postemployment benefits payable.

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

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the projected 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	0.17816620%	0.19930912%	
Proportion of the net pension liability current measurement date	<u>0.20092000%</u>	<u>0.20219475%</u>	
Change in proportionate share	<u>0.02275380%</u>	<u>0.00288563%</u>	
Proportionate share of the net pension liability	\$ 7,413,365	\$ 25,852,416	\$ 33,265,781
Pension expense	\$ 35,471	\$ (683,344)	\$ (647,873)

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ 716	\$ 798,716	\$ 799,432
Changes of assumptions	156,104	7,171,925	7,328,029
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	847,348	390,787	1,238,135
Contributions subsequent to the measurement date	<u>1,012,711</u>	<u>3,715,423</u>	<u>4,728,134</u>
Total deferred outflows of resources	<u>\$ 2,016,879</u>	<u>\$ 12,076,851</u>	<u>\$ 14,093,730</u>
	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred inflows of resources			
Differences between expected and actual experience	\$ 192,259	\$ 162,044	\$ 354,303
Net difference between projected and actual earnings on pension plan investments	3,818,101	22,279,837	26,097,938
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	<u>170,312</u>	<u>1,865,483</u>	<u>2,035,795</u>
Total deferred inflows of resources	<u>\$ 4,180,672</u>	<u>\$ 24,307,364</u>	<u>\$ 28,488,036</u>

\$4,728,134 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2023.

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Fiscal Year Ending June 30:			
2023	\$ (577,486)	\$ (4,374,926)	\$ (4,952,412)
2024	(519,286)	(3,604,877)	(4,124,163)
2025	(907,808)	(3,647,372)	(4,555,180)
2026	<u>(1,171,924)</u>	<u>(4,318,761)</u>	<u>(5,490,685)</u>
Total	<u>\$ (3,176,504)</u>	<u>\$ (15,945,936)</u>	<u>\$ (19,122,440)</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

Actuarial Assumptions - SERS

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

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

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

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2021, are presented below:

Wage inflation:	
Current measurement date	2.40%
Prior measurement date	3.00%
Future salary increases, including inflation:	
Current measurement date	3.25% to 13.58%
Prior measurement date	3.50% to 18.20%
COLA or ad hoc COLA:	
Current measurement date	2.00%
Prior measurement date	2.50%
Investment rate of return:	
Current measurement date	7.00% net of system expenses
Prior measurement date	7.50% net of system expenses
Discount rate:	
Current measurement date	7.00%
Prior measurement date	7.50%
Actuarial cost method	Entry age normal (level percent of payroll)

In 2021, Mortality rates were based on the PUB-2010 General Employee Amount Weight Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20% for males and set forward 2 years and adjusted 81.35% for females. Mortality among disabled members were based upon the PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3% for males and set forward 3 years and adjusted 106.8% for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

In the prior measurement date, the mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five-year age set-back for both males and females. Mortality among service retired members, and beneficiaries were based upon the RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates. Mortality among disabled members was based upon the RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement.

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

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

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2.00 %	(0.33) %
US Equity	24.75	5.72
Non-US Equity Developed	13.50	6.55
Non-US Equity Emerging	6.75	8.54
Fixed Income/Global Bonds	19.00	1.14
Private Equity	11.00	10.03
Real Estate/Real Assets	16.00	5.41
Multi-Asset Strategy	4.00	3.47
Private Debt/Private Credit	3.00	5.28
Total	100.00 %	

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

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

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net pension liability	\$ 12,334,019	\$ 7,413,365	\$ 3,263,563

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

Actuarial Assumptions - STRS

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

	June 30, 2021	June 30, 2020
Inflation	2.50%	2.50%
Projected salary increases	12.50% at age 20 to 2.50% at age 65	12.50% at age 20 to 2.50% at age 65
Investment rate of return	7.00%, net of investment expenses, including inflation	7.45%, net of investment expenses, including inflation
Discount rate of return	7.00%	7.45%
Payroll increases	3.00%	3.00%
Cost-of-living adjustments (COLA)	0.00%	0.00%

For the June 30, 2021, actuarial valuation, post-retirement mortality rates are based on the RP-2014 Annuitant Mortality Tables with 50% of rates through age 69, 70% of rates between ages 70 and 79, 90% of rates between ages 80 and 84, and 100% of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. Pre-retirement mortality rates are based on RP-2014 Employee Mortality Tables, projected forward generationally using mortality improvement scale MP-2016. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Tables with 90% of rates for males and 100% of rates for females, projected forward generationally using mortality improvement scale MP-2016.

Actuarial assumptions used in the June 30, 2021 valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return *
Domestic Equity	28.00 %	7.35 %
International Equity	23.00	7.55
Alternatives	17.00	7.09
Fixed Income	21.00	3.00
Real Estate	10.00	6.00
Liquidity Reserves	1.00	2.25
Total	<u>100.00 %</u>	

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumes that member and employer contributions will be made at the statutory contribution rates in accordance with the rates described previously. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Based on those assumptions, STRS Ohio's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2021. Therefore, the long-term expected rate of return on pension plan investments of 7.00% was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2021.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following table represents the net pension liability as of June 30, 2021, calculated using the current period discount rate assumption of 7.00%, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current assumption:

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net pension liability	\$ 48,411,899	\$ 25,852,416	\$ 6,789,701

Changes Between Measurement Date and Reporting Date - STRS approved a one-time 3.00% cost-of-living adjustment to eligible benefit recipients effective July 1, 2022. It is unknown what the effect this change will have on the net pension liability.

NOTE 14 - DEFINED BENEFIT OPEB PLANS

Net OPEB Liability/Asset

See Note 13 for a description of the net OPEB liability (asset).

Plan Description - School Employees Retirement System (SERS)

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

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.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14% of covered payroll to the Health Care Fund in accordance with the funding policy. For the fiscal year ended June 30, 2022, SERS did not allocate any employer contributions to post-employment health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2022, this amount was \$25,000. Statutes provide that no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2022, the District's surcharge obligation was \$126,388.

The surcharge added to the allocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District's contractually required contribution to SERS was \$126,388 for fiscal year 2022. Of this amount, \$126,388 is reported as pension and postemployment benefits payable.

Plan Description - State Teachers Retirement System (STRS)

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

Funding Policy - Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. Nearly all health care plan enrollees, for the most recent year, pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14% of covered payroll. For the fiscal year ended June 30, 2022, STRS did not allocate any employer contributions to post-employment health care.

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

The net OPEB liability/asset was measured as of June 30, 2021, and the total OPEB liability/asset used to calculate the net OPEB liability/asset was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability/asset was based on the District's share of contributions to the respective retirement systems relative to the contributions of all participating entities.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the net OPEB liability/asset prior measurement date	0.18545380%	0.19930912%	
Proportion of the net OPEB liability/asset current measurement date	<u>0.20650600%</u>	<u>0.20219475%</u>	
Change in proportionate share	<u>0.02105220%</u>	<u>0.00288563%</u>	
Proportionate share of the net OPEB liability	\$ 3,908,295	\$ -	\$ 3,908,295
Proportionate share of the net OPEB asset	\$ -	\$ (4,263,111)	\$ (4,263,111)
OPEB expense	\$ (70,471)	\$ (310,223)	\$ (380,694)

At June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ 41,660	\$ 151,800	\$ 193,460
Changes of assumptions	613,118	272,309	885,427
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	499,944	54,503	554,447
Contributions subsequent to the measurement date	<u>126,388</u>	<u>-</u>	<u>126,388</u>
Total deferred outflows of resources	<u>\$ 1,281,110</u>	<u>\$ 478,612</u>	<u>\$ 1,759,722</u>
Deferred inflows of resources			
Differences between expected and actual experience	\$ 1,946,508	\$ 781,083	\$ 2,727,591
Net difference between projected and actual earnings on OPEB plan investments	84,907	1,181,662	1,266,569
Changes of assumptions	535,207	2,543,262	3,078,469
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	<u>407,825</u>	<u>120,721</u>	<u>528,546</u>
Total deferred inflows of resources	<u>\$ 2,974,447</u>	<u>\$ 4,626,728</u>	<u>\$ 7,601,175</u>

\$126,388 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability/asset in the fiscal year ending June 30, 2023.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2023	\$ (476,519)	\$ (1,176,897)	\$ (1,653,416)
2024	(477,113)	(1,147,325)	(1,624,438)
2025	(431,417)	(1,155,578)	(1,586,995)
2026	(331,760)	(502,654)	(834,414)
2027	(125,456)	(169,787)	(295,243)
Thereafter	22,540	4,125	26,665
Total	\$ (1,819,725)	\$ (4,148,116)	\$ (5,967,841)

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.

THIS SPACE INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

Key methods and assumptions used in calculating the total OPEB liability in the latest actuarial valuation date of June 30, 2021 are presented below:

Wage inflation:	
Current measurement date	2.40%
Prior measurement date	3.00%
Future salary increases, including inflation:	
Current measurement date	3.25% to 13.58%
Prior measurement date	3.50% to 18.20%
Investment rate of return:	
Current measurement date	7.00% net of investment expense, including inflation
Prior measurement date	7.50% net of investment expense, including inflation
Municipal bond index rate:	
Current measurement date	1.92%
Prior measurement date	2.45%
Single equivalent interest rate, net of plan investment expense, including price inflation:	
Current measurement date	2.27%
Prior measurement date	2.63%
Medical trend assumption:	
Current measurement date	
Medicare	5.125 to 4.400%
Pre-Medicare	6.750 to 4.400%
Prior measurement date	
Medicare	5.25 to 4.75%
Pre-Medicare	7.00 to 4.75%

In 2021, Mortality rates were based on the PUB-2010 General Employee Amount Weight Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20% for males and set forward 2 years and adjusted 81.35% for females. Mortality among disabled members were based upon the PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3% for males and set forward 3 years and adjusted 106.8% for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

In the prior measurement date, the mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five-year age set-back for both males and females. Mortality among service retired members, and beneficiaries were based upon the RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates. Mortality among disabled members was based upon the RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement.

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

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

The long-term expected rate of return on plan assets is reviewed as part of the actuarial five-year experience study. The most recent study covers fiscal years 2015 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 log-normal distribution analysis in which best-estimate ranges of expected future real rates of return were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return, 7.00%, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The capital market assumptions developed by the investment consultant are intended for use over a 10-year horizon and may not be useful in setting the long-term rate of return for funding pension plans which covers a longer timeframe. The assumption is intended to be a long-term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class, as used in the June 30, 2020 five-year experience study, are summarized as follows:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2.00 %	(0.33) %
US Equity	24.75	5.72
Non-US Equity Developed	13.50	6.55
Non-US Equity Emerging	6.75	8.54
Fixed Income/Global Bonds	19.00	1.14
Private Equity	11.00	10.03
Real Estate/Real Assets	16.00	5.41
Multi-Asset Strategy	4.00	3.47
Private Debt/Private Credit	3.00	5.28
Total	<u>100.00 %</u>	

Discount Rate - The discount rate used to measure the total OPEB liability at June 30, 2021 was 2.27%. The discount rate used to measure total OPEB liability prior to June 30, 2021 was 2.63%. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the contribution rate of 1.50% of projected covered payroll each year, which includes a 1.50% payroll surcharge and no contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to become insufficient to make all projected future benefit payments of current System members by SERS actuaries. The Municipal Bond Index Rate is used in the determination of the SEIR for both the June 30, 2020 and the June 30, 2021 total OPEB liability. The Municipal Bond Index rate is the single rate that will generate a present value of benefit payments equal to the sum of the present value determined by the long-term expected rate of return, and the present value determined by discounting those benefits after the date of depletion. The Municipal Bond Index Rate is 1.92% at June 30, 2021 and 2.45% at June 30, 2020.

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 (1.27%) and higher (3.27%) than the current discount rate (2.27%). Also shown is what the net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (5.75% decreasing to 3.40%) and higher (7.75% decreasing to 5.40%) than the current rate (6.75% decreasing to 4.40%).

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
District's proportionate share of the net OPEB liability	\$ 4,842,851	\$ 3,908,295	\$ 3,161,706

	<u>1% Decrease</u>	<u>Current Trend Rate</u>	<u>1% Increase</u>
District's proportionate share of the net OPEB liability	\$ 3,009,067	\$ 3,908,295	\$ 5,109,388

Actuarial Assumptions - STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2021, actuarial valuation, compared with June 30, 2020, are presented below:

	<u>June 30, 2021</u>		<u>June 30, 2020</u>	
Inflation	2.50%		2.50%	
Projected salary increases	12.50% at age 20 to 2.50% at age 65		12.50% at age 20 to 2.50% at age 65	
Investment rate of return	7.00%, net of investment expenses, including inflation		7.45%, net of investment expenses, including inflation	
Payroll increases	3.00%		3.00%	
Cost-of-living adjustments (COLA)	0.00%		0.00%	
Discount rate of return	7.00%		7.45%	
Blended discount rate of return	N/A		N/A	
Health care cost trends				
	Initial	Ultimate	Initial	Ultimate
Medical				
Pre-Medicare	5.00%	4.00%	5.00%	4.00%
Medicare	-16.18%	4.00%	-6.69%	4.00%
Prescription Drug				
Pre-Medicare	6.50%	4.00%	6.50%	4.00%
Medicare	29.98%	4.00%	11.87%	4.00%

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

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

Actuarial assumptions used in the June 30, 2021 valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)

Assumption Changes Since the Prior Measurement Date - The discount rate was adjusted to 7.00% from 7.45% for the June 30, 2021 valuation.

Benefit Term Changes Since the Prior Measurement Date - The non-Medicare subsidy percentage was increased effective January 1, 2022 from 2.055% to 2.100%. The non-Medicare frozen subsidy base premium was increased effective January 1, 2022. The Medicare Part D subsidy was updated to reflect it is expected to be negative in CY2022. The Part B monthly reimbursement elimination date was postponed indefinitely.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return *
Domestic Equity	28.00 %	7.35 %
International Equity	23.00	7.55
Alternatives	17.00	7.09
Fixed Income	21.00	3.00
Real Estate	10.00	6.00
Liquidity Reserves	1.00	2.25
Total	<u>100.00 %</u>	

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

Discount Rate - The discount rate used to measure the total OPEB asset was 7.00% as of June 30, 2021. 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 these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2021. Therefore, the long-term expected rate of return on health care fund investments of 7.00% was applied to all periods of projected health care costs to determine the total OPEB liability as of June 30, 2021.

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, 2021, calculated using the current period discount rate assumption of 7.00%, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.00%) or one percentage point higher (8.00%) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net OPEB asset	\$ 3,597,406	\$ 4,263,111	\$ 4,819,207
		Current Trend Rate	
District's proportionate share of the net OPEB asset	\$ 4,796,674	\$ 4,263,111	\$ 3,603,311

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 15 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance on the basis of accounting principles generally accepted in the United States of America (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

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

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis);
- (d) Advances-in and advances-out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis);
- (e) Investments are reported at cost (budget basis) as opposed to fair value (GAAP basis); and,
- (f) Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

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

Net Change in Fund Balance

	<u>General fund</u>
Budget basis	\$ (729,808)
Net adjustment for revenue accruals	(295,998)
Net adjustment for expenditure accruals	881,098
Net adjustment for other sources/uses	1,587,615
Funds budgeted elsewhere	(9,353)
Adjustment for encumbrances	1,588,110
GAAP basis	<u>\$ 3,021,664</u>

Certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. This includes the uniform school supplies fund, the rotary services fund, the adult education fund, the rotary fund - special services fund, the public school support fund, and the unclaimed monies fund.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 16 - CONTINGENCIES

A. Grants

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

B. Litigation

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

NOTE 17 - COVID-19

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. Ohio's state of emergency ended in June 2021 while the national state of emergency continues. During fiscal year 2022, the District received COVID-19 funding. The financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the District. The impact on the District's future operating costs, revenues, and additional recovery from emergency funding, either federal or state, cannot be estimated. The District's investment portfolio fluctuates with market conditions, and due to market volatility, the amount of gains or losses that will be realized in subsequent periods, if any, cannot be determined.

NOTE 18 - SET-ASIDES

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

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

	<u>Capital Improvements</u>
Set-aside balance June 30, 2021	\$ -
Current year set-aside requirement	726,268
Current year offsets	(389,380)
Prior year offset from bond proceeds	<u>(336,888)</u>
Total	<u>\$ -</u>
Balance carried forward to fiscal year 2023	<u>\$ -</u>
Set-aside balance June 30, 2022	<u>\$ -</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 18 - SET-ASIDES – (Continued)

The District had current year offsets that reduced the capital improvements set-aside amount to zero. During fiscal year 1999 and 2021, the District issued \$8,000,000 and \$80,610,000, respectively, in capital related school improvement bonds. These proceeds may be used to reduce capital acquisition below zero for future years. The amount presented for Prior Year Offset from Bond Proceeds is limited to an amount needed to reduce the reserve for capital improvement to zero. The District is responsible for tracking the amount of the bond proceeds that may be used as an offset in future periods, which was \$87,452,506 at June 30, 2022.

NOTE 19 - COMMITMENTS

A. Other Commitments

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

<u>Fund</u>	<u>Year-End Encumbrances</u>
General fund	\$ 1,543,816
Building fund	1,023,059
Classroom facilities fund	4,065,074
Other governmental	<u>977,312</u>
Total	<u>\$ 7,609,261</u>

B. Contractual Commitments

As of June 30, 2022, the District had the following contractual commitments outstanding:

<u>Vendor</u>	<u>Total Contract</u>	<u>Amount Paid</u>	<u>Remaining Commitment June 30, 2022</u>
Hammond	\$ 302,131	\$ (295,146)	\$ 6,985
Then Design Architecture	<u>7,554,182</u>	<u>(4,042,528)</u>	<u>3,511,654</u>
Total	<u>\$ 7,856,313</u>	<u>\$ (4,337,674)</u>	<u>\$ 3,518,639</u>

NOTE 20 - TAX ABATEMENT AGREEMENTS ENTERED INTO BY OTHER GOVERNMENTS

The City of Cuyahoga Falls (the “City”) has established Community Reinvestment Areas (CRAs) that give the City the ability to attract, retain and expand businesses located in the City. Residential abatements are provided to encourage investment in certain areas of the City where repair of existing structures or construction of new structures has been discouraged. Pursuant to the Ohio Revised Code Chapter 5709, the City established three (3) Community Reinvestment Areas. The areas were created after 1994. The City provides both commercial and residential abatements under certain circumstances outlined in the legislation. Under the agreements, the property owners’ property taxes assessed to the District have been abated. During fiscal year 2022, the District’s property taxes were reduced by \$699,373.

REQUIRED SUPPLEMENTARY INFORMATION

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST NINE FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
District's proportion of the net pension liability	0.20092000%	0.17816620%	0.19089690%	0.19345430%
District's proportionate share of the net pension liability	\$ 7,413,365	\$ 11,784,288	\$ 11,421,696	\$ 11,079,486
District's covered payroll	\$ 6,756,443	\$ 6,287,936	\$ 6,548,341	\$ 6,416,704
District's proportionate share of the net pension liability as a percentage of its covered payroll	109.72%	187.41%	174.42%	172.67%
Plan fiduciary net position as a percentage of the total pension liability	82.86%	68.55%	70.85%	71.36%

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

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
0.20660750%	0.21377390%	0.21802600%	0.21605000%	0.21605000%
\$ 12,344,342	\$ 15,646,277	\$ 12,440,775	\$ 10,934,167	\$ 12,847,800
\$ 6,733,943	\$ 6,594,507	\$ 6,563,718	\$ 6,278,001	\$ 6,235,773
183.32%	237.26%	189.54%	174.17%	206.03%
69.50%	62.98%	69.16%	71.70%	65.52%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST NINE FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
District's proportion of the net pension liability	0.202194745%	0.19930912%	0.20871318%	0.21388162%
District's proportionate share of the net pension liability	\$ 25,852,416	\$ 48,225,715	\$ 46,155,665	\$ 47,027,766
District's covered payroll	\$ 25,033,821	\$ 24,030,636	\$ 24,464,893	\$ 24,771,793
District's proportionate share of the net pension liability as a percentage of its covered payroll	103.27%	200.68%	188.66%	189.84%
Plan fiduciary net position as a percentage of the total pension liability	87.78%	75.48%	77.40%	77.31%

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

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

2018	2017	2016	2015	2014
0.21892850%	0.21545655%	0.21446996%	0.21134485%	0.21134485%
\$ 52,006,934	\$ 72,119,802	\$ 59,273,224	\$ 51,406,382	\$ 61,234,946
\$ 23,973,650	\$ 22,694,914	\$ 22,376,343	\$ 21,593,608	\$ 21,636,977
216.93%	317.78%	264.89%	238.06%	283.01%
75.30%	66.80%	72.10%	74.70%	69.30%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST TEN FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 1,012,711	\$ 945,902	\$ 880,311	\$ 884,026
Contributions in relation to the contractually required contribution	<u>(1,012,711)</u>	<u>(945,902)</u>	<u>(880,311)</u>	<u>(884,026)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 7,233,650	\$ 6,756,443	\$ 6,287,936	\$ 6,548,341
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	13.50%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 866,255	\$ 942,752	\$ 923,231	\$ 865,098	\$ 870,131	\$ 863,031
<u>(866,255)</u>	<u>(942,752)</u>	<u>(923,231)</u>	<u>(865,098)</u>	<u>(870,131)</u>	<u>(863,031)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 6,416,704	\$ 6,733,943	\$ 6,594,507	\$ 6,563,718	\$ 6,278,001	\$ 6,235,773
13.50%	14.00%	14.00%	13.18%	13.86%	13.84%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

	LAST TEN FISCAL YEARS			
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 3,715,423	\$ 3,504,735	\$ 3,364,289	\$ 3,425,085
Contributions in relation to the contractually required contribution	<u>(3,715,423)</u>	<u>(3,504,735)</u>	<u>(3,364,289)</u>	<u>(3,425,085)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 26,538,736	\$ 25,033,821	\$ 24,030,636	\$ 24,464,893
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 3,468,051	\$ 3,356,311	\$ 3,177,288	\$ 3,132,688	\$ 2,807,169	\$ 2,812,807
<u>(3,468,051)</u>	<u>(3,356,311)</u>	<u>(3,177,288)</u>	<u>(3,132,688)</u>	<u>(2,807,169)</u>	<u>(2,812,807)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 24,771,793	\$ 23,973,650	\$ 22,694,914	\$ 22,376,343	\$ 21,593,608	\$ 21,636,977
14.00%	14.00%	14.00%	14.00%	13.00%	13.00%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST SIX FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
District's proportion of the net OPEB liability	0.20650600%	0.18545380%	0.19543000%	0.19616590%
District's proportionate share of the net OPEB liability	\$ 3,908,295	\$ 4,030,518	\$ 4,914,653	\$ 5,442,172
District's covered payroll	\$ 6,756,443	\$ 6,287,936	\$ 6,548,341	\$ 6,416,704
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	57.85%	64.10%	75.05%	84.81%
Plan fiduciary net position as a percentage of the total OPEB liability	24.08%	18.17%	15.57%	13.57%

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

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2018</u>	<u>2017</u>
0.20923530%	0.21621522%
\$ 5,615,326	\$ 6,162,934
\$ 6,733,943	\$ 6,594,507
83.39%	93.46%
12.46%	11.49%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST SIX FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
District's proportion of the net OPEB liability/asset	0.202194745%	0.19930912%	0.20871318%	0.21388162%
District's proportionate share of the net OPEB liability/(asset)	\$ (4,263,111)	\$ (3,502,856)	\$ (3,456,790)	\$ (3,436,859)
District's covered payroll	\$ 25,033,821	\$ 24,030,636	\$ 24,464,893	\$ 24,771,793
District's proportionate share of the net OPEB liability/asset as a percentage of its covered payroll	(17.03%)	(14.58%)	(14.13%)	(13.87%)
Plan fiduciary net position as a percentage of the total OPEB liability/asset	174.73%	182.10%	174.70%	176.00%

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

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2018</u>	<u>2017</u>
0.21892850%	0.21545655%
\$ 8,541,782	\$ 11,522,672
\$ 23,973,650	\$ 22,694,914
35.63%	50.77%
47.10%	37.30%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST TEN FISCAL YEARS

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 126,388	\$ 129,574	\$ 121,841	\$ 152,166
Contributions in relation to the contractually required contribution	<u>(126,388)</u>	<u>(129,574)</u>	<u>(121,841)</u>	<u>(152,166)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 7,233,650	\$ 6,756,443	\$ 6,287,936	\$ 6,548,341
Contributions as a percentage of covered payroll	1.75%	1.92%	1.94%	2.32%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 137,645	\$ 112,079	\$ 107,597	\$ 161,686	\$ 117,611	\$ 99,700
<u>(137,645)</u>	<u>(112,079)</u>	<u>(107,597)</u>	<u>(161,686)</u>	<u>(117,611)</u>	<u>(99,700)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 6,416,704	\$ 6,733,943	\$ 6,594,507	\$ 6,563,718	\$ 6,278,001	\$ 6,235,773
2.15%	1.66%	1.63%	2.46%	1.87%	1.60%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

	LAST TEN FISCAL YEARS			
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually required contribution	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 26,538,736	\$ 25,033,821	\$ 24,030,636	\$ 24,464,893
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ -	\$ -	\$ -	\$ -	\$ 220,918	\$ 216,370
-	-	-	-	(220,918)	(216,370)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 24,771,793	\$ 23,973,650	\$ 22,694,914	\$ 22,376,343	\$ 21,593,608	\$ 21,636,977
0.00%	0.00%	0.00%	0.00%	1.00%	1.00%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

PENSION

SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

Changes in benefit terms :

- There were no changes in benefit terms from the amounts reported for fiscal years 2014-2017.
- For fiscal year 2018, SERS changed from a fixed 3% annual increase to a Cost of Living Adjustment (COLA) based on the changes in the Consumer Price Index (CPI-W), with a cap of 2.5% and a floor of 0%.
- There were no changes in benefit terms from the amounts previously reported for fiscal year 2019.
- There were no changes in benefit terms from the amounts previously reported for fiscal year 2020.
- There were no changes in benefit terms from the amounts previously reported for fiscal year 2021.
- For fiscal year 2022, SERS changed from a Cost of Living Adjustment (COLA) of 2.5% to 2.0%.

Changes in assumptions :

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

STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

Changes in benefit terms :

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

(Continued)

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

PENSION (CONTINUED)

Changes in assumptions :

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

OTHER POSTEMPLOYMENT BENEFITS (OPEB)

SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

Changes in benefit terms :

- There were no changes in benefit terms from the amounts reported for fiscal years 2014-2022.

Changes in assumptions :

- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2017.
- For fiscal year 2018, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) assumed rate of inflation was reduced from 3.25% to 3.00%, (b) payroll growth assumption was reduced from 4.00% to 3.50%, (c) assumed real wage growth was reduced from 0.75% to 0.50%, (d) rates of withdrawal, retirement, and disability were updated to reflect recent experience, (e) mortality among active members was updated to the following: RP-2014 Blue Collar Mortality Table with fully generational projection and a five-year age set-back for both males and females, (f) mortality among service retired members and beneficiaries was updated to the following: RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates, (g) mortality among disabled members was updated to the following: RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement, (h) the municipal bond index rate increased from 2.92% to 3.56% and (i) the single equivalent interest rate, net of plan investment expense, including price inflation increased from 2.98% to 3.63%.
- For fiscal year 2019, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the discount rate increased from 3.63% to 3.70%, (b) the health care cost trend rates for Medicare were changed from a range of 5.50%-5.00% to a range of 5.375%-4.75% and Pre-Medicare were changed from a range of 7.50%-5.00% to a range of 7.25%-4.75%, (c) the municipal bond index rate increased from 3.56% to 3.62% and (d) the single equivalent interest rate, net of plan investment expense, including price inflation increased from 3.63% to 3.70%.
- For fiscal year 2020, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the discount rate decreased from 3.70% to 3.22%, (b) the health care cost trend rates for Medicare were changed from a range of 5.375%-4.75% to a range of 5.25%-4.75% and Pre-Medicare were changed from a range of 7.25%-4.75% to a range of 7.00%-4.75%, (c) the municipal bond index rate decreased from 3.62% to 3.13% and (d) the single equivalent interest rate, net of plan investment expense, including price inflation decreased from 3.70% to 3.22%.
- For fiscal year 2021, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the discount rate decreased from 3.22% to 2.63% and (b) the municipal bond index rate decreased from 3.13% to 2.45%.
- For fiscal year 2022, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) wage inflation decreased from 3.00% to 2.40%, (b) future salary increases changed from 3.50%-18.20% to 3.25%-13.58%, (c) investment rate of return decreased from 7.50% to 7.00%, (d) discount rate decreased from 7.50% to 7.00% and (e) mortality tables changed from the RP-2014 Blue Collar mortality table to the PUB-2010 General Employee Amount Weight Below Median Healthy Retiree mortality table.

(Continued)

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

Changes in benefit terms :

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

Changes in assumptions :

- There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2017.
- For fiscal year 2018, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the discount rate was increased from 3.26% to 4.13% based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB), (b) the long term expected rate of return was reduced from 7.75% to 7.45%, (c) valuation year per capita health care costs were updated, and the salary scale was modified, (d) the percentage of future retirees electing each option was updated based on current data and the percentage of future disabled retirees and terminated vested participants electing health coverage were decreased and (e) the assumed mortality, disability, retirement, withdrawal and future health care cost trend rates were modified along with the portion of rebated prescription drug costs.
- For fiscal year 2019, the following changes of assumptions affected the total OPEB liability/asset since the prior measurement date: (a) the discount rate was increased from the blended rate of 4.13% to the long-term expected rate of return of 7.45% based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB) and (b) decrease in health care cost trend rates from 6.00%-11.00% initial; 4.50% ultimate down to Medical Pre-Medicare 6.00% and Medicare 5.00% initial; 4.00% ultimate and Prescription Drug Pre-Medicare 8.00% and Medicare (5.23%) initial; 4.00% ultimate.
- For fiscal year 2020, health care cost trend rates were changed to the following: medical pre-Medicare from 6.00% initial - 4.00% ultimate down to 5.87% initial - 4.00% ultimate; medical Medicare from 5.00% initial - 4.00% ultimate down to 4.93% initial - 4.00% ultimate; prescription drug pre-Medicare from 8.00% initial - 4.00% ultimate down to 7.73% initial - 4.00% ultimate and (5.23%) initial - 4.00% ultimate up to 9.62% initial - 4.00% ultimate.
- For fiscal year 2021, health care cost trend rates were changed to the following: medical pre-Medicare from 5.87% initial - 4.00% ultimate down to 5.00% initial - 4.00% ultimate; medical Medicare from 4.93% initial - 4.00% ultimate down to -6.69% initial - 4.00% ultimate; prescription drug pre-Medicare from 7.73% initial - 4.00% ultimate down to 6.50% initial - 4.00% ultimate; prescription drug Medicare from 9.62% initial - 4.00% ultimate up to 11.87% initial - 4.00% ultimate.
- For fiscal year 2022, the following changes of assumption affected the total OPEB liability since the prior measurement date: (a) the long-term expected rate of return was reduced from 7.45% to 7.00%, (b) the discount rate of return was reduced from 7.45% to 7.00% and (c) health care cost trend rates were changed to the following: medical Medicare from -6.69% initial - 4.00% ultimate down to -16.18% initial - 4.00% ultimate; prescription drug Medicare from 11.87% initial - 4.00% ultimate up to 29.98% initial - 4.00% ultimate.

COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES

SUPPLEMENTARY INFORMATION

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

MAJOR FUNDS

General Fund

The general fund is used to account for and report all financial resources not accounted for and reported in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio. A budgetary statement for the general fund is presented as part of the basic financial statements. The level of detail presented in that statement is greater than the legal level of budgetary control; therefore, a separate additional schedule is not presented.

Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

Uniform School Supply Fund

A fund to account for the purchase and reimbursement of consumable supplies (workbooks) used by the students as a supplemental learning tool.

Adult Education Fund

A fund to account for transactions made in connection with adult education classes.

Rotary Fund - Special Services Fund

A fund provided to account for revenues and expenditures made in connection with goods and services provided by the District.

Public School Support Fund

A fund provided to account for special local revenue sources such as vending machine receipts. Revenues are used to fund special events and purchase achievement awards.

Unclaimed Monies Fund

A fund provided to account for unclaimed monies held by the District.

Rotary Services Fund

A fund provided to account for operations that provide goods or services to other governmental units on a cost-reimbursement basis. The use of the fund may be applied to situations where the District acts as fiscal agent for a multi-district program.

Other Major Governmental Funds:

Bond Retirement Fund

A fund provided for the accumulation of property taxes that is restricted for the retirement of serial bonds and short term note and loans.

Building Fund

The building fund is used to account for the receipt and expenditures related to all special bond funds in the District. All proceeds from the sale of bonds, notes or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here are restricted to the costs of acquiring capital facilities including real property.

Classroom Facilities Fund

The classroom facilities fund is used to account for monies received from bond proceeds and intergovernmental revenues that are restricted to be expended in connection with contracts entered into by the District and the Ohio Facilities Construction Commission (OFCC) for the building and equipping of classroom facilities.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Uniform School Supply Fund			
Total Revenues and Other Sources	\$ 164,268	\$ 127,949	\$ (36,319)
Total Expenditures and Other Uses	<u>183,465</u>	<u>183,465</u>	<u>-</u>
Net Change in Fund Balances	(19,197)	(55,516)	(36,319)
Fund Balance at Beginning of Year	86,672	86,672	-
Prior Year Encumbrances Appropriated	<u>4,915</u>	<u>4,915</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 72,390</u>	<u>\$ 36,071</u>	<u>\$ (36,319)</u>
Adult Education Fund			
Fund Balance at Beginning of Year	<u>\$ 6,089</u>	<u>\$ 6,089</u>	<u>\$ -</u>
Fund Balance at End of Year	<u>\$ 6,089</u>	<u>\$ 6,089</u>	<u>\$ -</u>
Rotary Fund - Special Services Fund			
Total Revenues and Other Sources	\$ 5,663	\$ 5,694	\$ 31
Total Expenditures and Other Uses	<u>3,647</u>	<u>3,647</u>	<u>-</u>
Net Change in Fund Balances	2,016	2,047	31
Fund Balance at Beginning of Year	<u>1,679</u>	<u>1,679</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 3,695</u>	<u>\$ 3,726</u>	<u>\$ 31</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Public School Support Fund			
Total Revenues and Other Sources	\$ 52,705	\$ 52,800	\$ 95
Total Expenditures and Other Uses	<u>55,695</u>	<u>55,695</u>	<u>-</u>
Net Change in Fund Balances	(2,990)	(2,895)	95
Fund Balance at Beginning of Year	58,684	58,684	-
Prior Year Encumbrances Appropriated	<u>3,115</u>	<u>3,115</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 58,809</u>	<u>\$ 58,904</u>	<u>\$ 95</u>
Unclaimed Monies Fund			
Total Revenues and Other Sources	\$ 32,229	\$ 28,025	\$ (4,204)
Net Change in Fund Balances	32,229	28,025	(4,204)
Fund Balance at Beginning of Year	<u>40,570</u>	<u>40,570</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 72,799</u>	<u>\$ 68,595</u>	<u>\$ (4,204)</u>
Rotary Services Fund			
Total Expenditures and Other Uses	\$ 2,354	\$ 2,354	\$ -
Net Change in Fund Balances	(2,354)	(2,354)	-
Fund Balance at Beginning of Year	1,554	1,554	-
Prior Year Encumbrances Appropriated	<u>800</u>	<u>800</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Bond Retirement Fund			
Total Revenues and Other Sources	\$ 4,147,955	\$ 4,147,955	\$ -
Total Expenditures and Other Uses	<u>9,928,693</u>	<u>9,928,693</u>	<u>-</u>
Net Change in Fund Balances	(5,780,738)	(5,780,738)	-
Fund Balance at Beginning of Year	<u>11,253,321</u>	<u>11,253,321</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 5,472,583</u>	<u>\$ 5,472,583</u>	<u>\$ -</u>
Building Fund			
Total Revenues and Other Sources	\$ 754,453	\$ 69,899	\$ (684,554)
Total Expenditures and Other Uses	<u>1,776,974</u>	<u>1,776,974</u>	<u>-</u>
Net Change in Fund Balances	(1,022,521)	(1,707,075)	(684,554)
Fund Balance at Beginning of Year	24,724,175	24,724,175	-
Prior Year Encumbrances Appropriated	<u>20,400</u>	<u>20,400</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 23,722,054</u>	<u>\$ 23,037,500</u>	<u>\$ (684,554)</u>
Classroom Facilities Fund			
Total Revenues and Other Sources	\$ 1,731,338	\$ 2,415,892	\$ 684,554
Total Expenditures and Other Uses	<u>6,224,877</u>	<u>6,224,877</u>	<u>-</u>
Net Change in Fund Balances	(4,493,539)	(3,808,985)	684,554
Fund Balance at Beginning of Year	<u>55,826,059</u>	<u>55,826,059</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 51,332,520</u>	<u>\$ 52,017,074</u>	<u>\$ 684,554</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2022

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund - Permanent Improvement	Total Nonmajor Governmental Funds
Assets:			
Equity in pooled cash and cash equivalents	\$ 4,216,357	\$ -	\$ 4,216,357
Receivables:			
Property taxes	383,241	-	383,241
Payment in lieu of taxes	838	-	838
Accrued Interest	395	-	395
Intergovernmental	305,379	99,142	404,521
Lease	94,933	-	94,933
Prepayments	1,599	-	1,599
Materials and supplies inventory	10,517	-	10,517
Inventory held for resale	12,951	-	12,951
Total assets	<u>\$ 5,026,210</u>	<u>\$ 99,142</u>	<u>\$ 5,125,352</u>
Liabilities:			
Accounts payable	\$ 260,369	\$ -	\$ 260,369
Accrued wages and benefits payable	134,443	-	134,443
Intergovernmental payable	1,801	-	1,801
Pension and postemployment benefits payable	44,598	-	44,598
Interfund loans payable	1,094,350	-	1,094,350
Total liabilities	<u>1,535,561</u>	<u>-</u>	<u>1,535,561</u>
Deferred inflows of resources:			
Property taxes levied for the next fiscal year	349,892	-	349,892
Payment in lieu of taxes levied for the next fiscal year	838	-	838
Delinquent property tax revenue not available	4,001	-	4,001
Intergovernmental revenue not available	276,602	-	276,602
Miscellaneous revenue not available	-	99,142	99,142
Leases	92,331	-	92,331
Total deferred inflows of resources	<u>723,664</u>	<u>99,142</u>	<u>822,806</u>
Fund balances:			
Nonspendable:			
Materials and supplies inventory	10,517	-	10,517
Prepays	1,599	-	1,599
Restricted:			
Classroom facilities maintenance	987,012	-	987,012
Food service operations	803,792	-	803,792
Non-public schools	53,511	-	53,511
State funded programs	696,784	-	696,784
Federally funded programs	34,286	-	34,286
Extracurricular programs	316,483	-	316,483
Other purposes	130,276	-	130,276
Unassigned (deficit)	(267,275)	-	(267,275)
Total fund balances	<u>2,766,985</u>	<u>-</u>	<u>2,766,985</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 5,026,210</u>	<u>\$ 99,142</u>	<u>\$ 5,125,352</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund - Permanent Improvement	Total Nonmajor Governmental Funds
Revenues:			
Property taxes	\$ 376,242	\$ -	\$ 376,242
Intergovernmental	7,342,224	-	7,342,224
Investment earnings	7,831	-	7,831
Extracurricular	394,749	-	394,749
Charges for services	32,676	-	32,676
Contributions and donations	60,790	-	60,790
Payment in lieu of taxes	385	-	385
Miscellaneous	16,045	-	16,045
Total revenues	<u>8,230,942</u>	<u>-</u>	<u>8,230,942</u>
Expenditures:			
Current:			
Instruction:			
Regular	1,805,702	-	1,805,702
Special	902,954	-	902,954
Vocational	62,449	-	62,449
Other	209,123	-	209,123
Support services:			
Pupil	437,788	-	437,788
Instructional staff	221,365	-	221,365
Administration	121,101	-	121,101
Fiscal	6,962	-	6,962
Operations and maintenance	113,621	-	113,621
Pupil transportation	12,600	-	12,600
Central	16,200	-	16,200
Operation of non-instructional services:			
Food service operations	1,901,355	-	1,901,355
Other non-instructional services	507,900	-	507,900
Extracurricular activities	365,235	-	365,235
Facilities acquisition and construction	462,438	57,585	520,023
Total expenditures	<u>7,146,793</u>	<u>57,585</u>	<u>7,204,378</u>
Net change in fund balances	1,084,149	(57,585)	1,026,564
Fund balances at beginning of year	<u>1,682,836</u>	<u>57,585</u>	<u>1,740,421</u>
Fund balances at end of year	<u>\$ 2,766,985</u>	<u>\$ -</u>	<u>\$ 2,766,985</u>

CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Special Revenue Funds

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specific purposes other than debt service or capital projects. The term proceeds of specific revenue sources establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund. The title of each special revenue fund is descriptive of the activities accounted for therein. The nonmajor special revenue funds are:

Food Service Fund

A fund to account for all transactions that are restricted to the provision of food service operations for the District.

Special Trust Fund

A fund used to account for revenues that are restricted to scholarships.

Other Grants Fund

A fund used to account for the proceeds of specific revenue sources, except for state and federal grants, that are legally restricted to expenditures for specific purposes.

Classroom Facilities Maintenance Fund

A fund used to account the proceeds of a levy that are restricted for the maintenance of facilities.

Student Managed Student Activities Fund

A fund provided to account for those student activity programs which have student participation in the activity and have students involved in the management of the program.

District Managed Student Activities Fund

A fund provided to account for those student activity programs which charge admission. Most expenditures are restricted to include referee and security compensations, equipment and supplies needed to run a successful athletic program.

Auxiliary Services Fund

To account for monies that are restricted to provide services and materials to pupils attending non-public schools with the District.

Data Communications Fund

A fund provided to account for money restricted to be used for Ohio Educational Computer Network Connections. The fund is not presented on the combining balance sheet of nonmajor special revenue funds because there are no assets or liabilities at fiscal year-end.

Student Wellness and Success Fund

A fund provided to account for money received from the State of Ohio that is restricted to be used for student wellness and success programs.

Miscellaneous State Grants Fund

A fund used to account for various monies received from state agencies which are not classified elsewhere and restricted to their specific purposes.

Elementary and Secondary School Emergency Relief (ESSER) Fund

This fund accounts for grants received from the federal government to provide emergency relief to school districts related to the COVID-19 pandemic.

Coronavirus Relief (CR) Fund

This fund accounts for grants received from the federal government to provide emergency relief to school districts related to the COVID-19 pandemic. The fund is not presented on the combining balance sheet of nonmajor special revenue funds because there are no assets or liabilities at fiscal year-end.

IDEA Part B Fund

A fund used to account for grant money that is restricted to providing an appropriate public education to all children with disabilities.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Special Revenue Funds (Continued)

Vocational Education Fund

A fund used to account for money received from the Federal Government that are restricted for administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects, including sex equity grants.

Title I - School Improvement Stimulus A Fund

A fund used to account for grant money that is restricted to help schools improve teaching and learning of children failing, or most at risk of failing to meet challenging State academic achievement standards.

Title III Fund

A fund used to account for grant money that is restricted to expenditures 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 Fund

A fund that is restricted to provide financial assistance to State and Local educational agencies to meet the special needs of educationally deprived children.

Title IV-A Fund

A fund that is to account for Federal money restricted for providing students with a well-rounded education, supporting safe and healthy students and supporting the effective use of technology. The fund is not presented on the combining balance sheet of nonmajor special revenue funds because there are no assets or liabilities at fiscal year-end.

IDEA Preschool Grant Fund

A fund that is restricted to provide for the education of handicapped children ages three through five, and account for the monies received and expended for the purpose of this grant.

Title II-A Fund

A fund that is restricted for monies to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants Fund

A fund that is restricted for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere. A separate special cost center must be used for each grant. The fund is not presented on the combining balance sheet of nonmajor special revenue funds because there are no assets or liabilities at fiscal year-end.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2022

	Food Service	Special Trust	Other Grants	Classroom Facilities Maintenance
Assets:				
Equity in pooled cash and cash equivalents	\$ 937,644	\$ 24,479	\$ 105,797	\$ 957,664
Receivables:				
Property taxes	-	-	-	383,241
Payment in lieu of taxes	-	-	-	838
Accrued interest	-	-	-	-
Intergovernmental	-	-	-	-
Leases	-	-	-	-
Prepayments	1,511	-	-	-
Materials and supplies inventory	10,517	-	-	-
Inventory held for resale	12,951	-	-	-
Total assets	<u>\$ 962,623</u>	<u>\$ 24,479</u>	<u>\$ 105,797</u>	<u>\$ 1,341,743</u>
Liabilities:				
Accounts payable	\$ 5,258	\$ -	\$ -	\$ -
Accrued wages and benefits payable	101,952	-	-	-
Intergovernmental payable	1,165	-	-	-
Pension and postemployment benefits payable	38,428	-	-	-
Interfund loans payable	-	-	-	-
Total liabilities	<u>146,803</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	-	-	-	349,892
Payment in lieu of taxes levied for the next fiscal year	-	-	-	838
Delinquent property tax revenue not available	-	-	-	4,001
Intergovernmental revenue not available	-	-	-	-
Leases	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>354,731</u>
Fund balances:				
Nonspendable:				
Materials and supplies inventory	10,517	-	-	-
Prepays	1,511	-	-	-
Restricted:				
Classroom facilities maintenance	-	-	-	987,012
Food service operations	803,792	-	-	-
Non-public schools	-	-	-	-
State funded programs	-	-	-	-
Federally funded programs	-	-	-	-
Extracurricular programs	-	-	-	-
Other purposes	-	24,479	105,797	-
Unassigned (deficit)	-	-	-	-
Total fund balances (deficits)	<u>815,820</u>	<u>24,479</u>	<u>105,797</u>	<u>987,012</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 962,623</u>	<u>\$ 24,479</u>	<u>\$ 105,797</u>	<u>\$ 1,341,743</u>

Student Managed Student Activities	District Managed Student Activities	Auxiliary Services	Student Wellness and Success	Miscellaneous State Grants	Elementary and Secondary School Emergency
\$ 113,964	\$ 202,263	\$ 53,511	\$ 676,420	\$ 22,152	\$ 1,053,844
-	-	-	-	-	-
-	-	-	-	-	-
-	395	-	-	-	-
-	-	-	-	5,354	267,275
-	94,933	-	-	-	-
-	2	-	39	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 113,964</u>	<u>\$ 297,593</u>	<u>\$ 53,511</u>	<u>\$ 676,459</u>	<u>\$ 27,506</u>	<u>\$ 1,321,119</u>
\$ -	\$ 2,541	\$ -	\$ -	\$ -	\$ 252,570
-	-	-	120	3,624	12,736
-	200	-	2	53	185
-	-	-	16	650	1,784
-	-	-	-	-	1,053,844
-	2,741	-	138	4,327	1,321,119
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	2,677	267,275
-	92,331	-	-	-	-
-	92,331	-	-	2,677	267,275
-	-	-	-	-	-
-	2	-	39	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	53,511	-	-	-
-	-	-	676,282	20,502	-
-	-	-	-	-	-
113,964	202,519	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	(267,275)
<u>113,964</u>	<u>202,521</u>	<u>53,511</u>	<u>676,321</u>	<u>20,502</u>	<u>(267,275)</u>
<u>\$ 113,964</u>	<u>\$ 297,593</u>	<u>\$ 53,511</u>	<u>\$ 676,459</u>	<u>\$ 27,506</u>	<u>\$ 1,321,119</u>

(Continued)

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2022

	IDEA Part B	Vocational Education	Title III	Title I
Assets:				
Equity in pooled cash and cash equivalents	\$ -	\$ 29,232	\$ 22,885	\$ 902
Receivables:				
Property taxes	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Accrued interest	-	-	-	-
Intergovernmental	1,119	-	831	903
Leases	-	-	-	-
Prepayments	-	47	-	-
Materials and supplies inventory	-	-	-	-
Inventory held for resale	-	-	-	-
Total assets	<u>\$ 1,119</u>	<u>\$ 29,279</u>	<u>\$ 23,716</u>	<u>\$ 1,805</u>
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Accrued wages and benefits payable	-	8,099	-	-
Intergovernmental payable	-	91	-	-
Pension and postemployment benefits payable	-	882	-	-
Interfund loans payable	1,119	-	22,884	903
Total liabilities	<u>1,119</u>	<u>9,072</u>	<u>22,884</u>	<u>903</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	-	-	-	-
Payment in lieu of taxes levied for the next fiscal year	-	-	-	-
Delinquent property tax revenue not available	-	-	-	-
Intergovernmental revenue not available	-	-	-	758
Leases	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>758</u>
Fund balances:				
Nonspendable:				
Materials and supplies inventory	-	-	-	-
Prepays	-	47	-	-
Restricted:				
Classroom facilities maintenance	-	-	-	-
Food service operations	-	-	-	-
Non-public schools	-	-	-	-
State funded programs	-	-	-	-
Federally funded programs	-	20,160	832	144
Extracurricular programs	-	-	-	-
Other purposes	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total fund balances (deficits)	<u>-</u>	<u>20,207</u>	<u>832</u>	<u>144</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 1,119</u>	<u>\$ 29,279</u>	<u>\$ 23,716</u>	<u>\$ 1,805</u>

<u>Title IV-A</u>	<u>Title II-A</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 588	\$ 15,012	\$ 4,216,357
-	-	383,241
-	-	838
-	-	395
-	29,897	305,379
-	-	94,933
-	-	1,599
-	-	10,517
-	-	12,951
<u>\$ 588</u>	<u>\$ 44,909</u>	<u>\$ 5,026,210</u>
\$ -	\$ -	\$ 260,369
-	7,912	134,443
-	105	1,801
-	2,838	44,598
<u>588</u>	<u>15,012</u>	<u>1,094,350</u>
<u>588</u>	<u>25,867</u>	<u>1,535,561</u>
-	-	349,892
-	-	838
-	-	4,001
-	5,892	276,602
-	-	92,331
<u>-</u>	<u>5,892</u>	<u>723,664</u>
-	-	10,517
-	-	1,599
-	-	987,012
-	-	803,792
-	-	53,511
-	-	696,784
-	13,150	34,286
-	-	316,483
-	-	130,276
-	-	(267,275)
<u>-</u>	<u>13,150</u>	<u>2,766,985</u>
<u>\$ 588</u>	<u>\$ 44,909</u>	<u>\$ 5,026,210</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Food Service	Special Trust	Other Grants	Classroom Facilities Maintenance
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ 376,242
Intergovernmental	2,601,337	-	-	9,084
Investment earnings	2,237	70	-	-
Extracurricular	-	-	-	-
Charges for services	32,676	-	-	-
Contributions and donations	-	200	59,890	-
Payment in lieu of taxes	-	-	-	385
Miscellaneous	-	-	-	-
Total revenues	<u>2,636,250</u>	<u>270</u>	<u>59,890</u>	<u>385,711</u>
Expenditures:				
Current:				
Instruction:				
Regular	-	2,000	47,495	-
Special	-	-	-	-
Vocational	-	-	-	-
Other	-	-	-	-
Support services:				
Pupil	-	-	-	-
Instructional staff	-	-	-	-
Administration	-	-	-	-
Fiscal	-	-	-	6,962
Operations and maintenance	-	-	-	-
Pupil transportation	-	-	-	-
Central	-	-	-	-
Operation of non-instructional services:				
Food service operations	1,901,355	-	-	-
Other non-instructional services	-	2,939	-	-
Extracurricular activities	-	-	-	-
Facilities acquisition and construction	-	-	-	-
Total expenditures	<u>1,901,355</u>	<u>4,939</u>	<u>47,495</u>	<u>6,962</u>
Net change in fund balances	734,895	(4,669)	12,395	378,749
Fund balances (deficits) at beginning of year	<u>80,925</u>	<u>29,148</u>	<u>93,402</u>	<u>608,263</u>
Fund balances (deficits) at end of year	<u>\$ 815,820</u>	<u>\$ 24,479</u>	<u>\$ 105,797</u>	<u>\$ 987,012</u>

Student Managed Student Activities	District Managed Student Activities	Auxiliary Services	Data Communications	Student Wellness and Success	Miscellaneous State Grants	Elementary and Secondary School Emergency
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	455,077	16,200	-	51,446	2,145,679
-	4,943	581	-	-	-	-
73,080	321,669	-	-	-	-	-
-	-	-	-	-	-	-
-	700	-	-	-	-	-
-	-	-	-	-	-	-
-	16,045	-	-	-	-	-
<u>73,080</u>	<u>343,357</u>	<u>455,658</u>	<u>16,200</u>	<u>-</u>	<u>51,446</u>	<u>2,145,679</u>
-	-	-	-	-	-	1,089,330
-	-	-	-	-	-	1,794
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	142,688	29,622	249,924
-	-	-	-	9,224	-	209,190
-	-	-	-	298	-	-
-	-	-	-	-	-	-
-	-	-	-	-	22,542	91,079
-	-	-	-	-	-	12,600
-	-	-	16,200	-	-	-
-	-	-	-	-	-	-
-	-	411,704	-	-	-	27,504
67,955	240,059	-	-	1,367	-	55,854
-	-	-	-	-	-	462,438
<u>67,955</u>	<u>240,059</u>	<u>411,704</u>	<u>16,200</u>	<u>153,577</u>	<u>52,164</u>	<u>2,199,713</u>
5,125	103,298	43,954	-	(153,577)	(718)	(54,034)
108,839	99,223	9,557	-	829,898	21,220	(213,241)
<u>\$ 113,964</u>	<u>\$ 202,521</u>	<u>\$ 53,511</u>	<u>\$ -</u>	<u>\$ 676,321</u>	<u>\$ 20,502</u>	<u>\$ (267,275)</u>

(Continued)

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	Coronavirus Relief	IDEA Part B	Vocational Education	Title I - School Improvement Stimulus A
Revenues:				
Property taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	2,209	1,056,168	67,123	6,099
Investment earnings	-	-	-	-
Extracurricular	-	-	-	-
Charges for services	-	-	-	-
Contributions and donations	-	-	-	-
Payment in lieu of taxes	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>2,209</u>	<u>1,056,168</u>	<u>67,123</u>	<u>6,099</u>
Expenditures:				
Current:				
Instruction:				
Regular	-	-	-	6,099
Special	-	879,209	-	-
Vocational	-	-	62,449	-
Other	-	-	-	-
Support services:				
Pupil	-	-	-	-
Instructional staff	2,951	-	-	-
Administration	-	120,803	-	-
Fiscal	-	-	-	-
Operations and maintenance	-	-	-	-
Pupil transportation	-	-	-	-
Central	-	-	-	-
Operation of non-instructional services:				
Food service operations	-	-	-	-
Other non-instructional services	-	52,666	-	-
Extracurricular activities	-	-	-	-
Facilities acquisition and construction	-	-	-	-
Total expenditures	<u>2,951</u>	<u>1,052,678</u>	<u>62,449</u>	<u>6,099</u>
Net change in fund balances	(742)	3,490	4,674	-
Fund balances (deficits) at beginning of year	<u>742</u>	<u>(3,490)</u>	<u>15,533</u>	<u>-</u>
Fund balances (deficits) at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,207</u>	<u>\$ -</u>

Title III	Title I	Title IV-A	IDEA Preschool Grant	Title II-A	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 376,242
12,971	706,484	52,065	-	160,281	1	7,342,224
-	-	-	-	-	-	7,831
-	-	-	-	-	-	394,749
-	-	-	-	-	-	32,676
-	-	-	-	-	-	60,790
-	-	-	-	-	-	385
-	-	-	-	-	-	16,045
<u>12,971</u>	<u>706,484</u>	<u>52,065</u>	<u>-</u>	<u>160,281</u>	<u>1</u>	<u>8,230,942</u>
-	480,833	46,704	1	133,240	-	1,805,702
12,568	-	-	-	9,383	-	902,954
-	-	-	-	-	-	62,449
-	209,123	-	-	-	-	209,123
-	15,554	-	-	-	-	437,788
-	-	-	-	-	-	221,365
-	-	-	-	-	-	121,101
-	-	-	-	-	-	6,962
-	-	-	-	-	-	113,621
-	-	-	-	-	-	12,600
-	-	-	-	-	-	16,200
-	-	-	-	-	-	1,901,355
-	830	5,361	-	6,896	-	507,900
-	-	-	-	-	-	365,235
-	-	-	-	-	-	462,438
<u>12,568</u>	<u>706,340</u>	<u>52,065</u>	<u>1</u>	<u>149,519</u>	<u>-</u>	<u>7,146,793</u>
403	144	-	(1)	10,762	1	1,084,149
429	-	-	1	2,388	(1)	1,682,836
<u>\$ 832</u>	<u>\$ 144</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,150</u>	<u>\$ -</u>	<u>\$ 2,766,985</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>	<u>Actual</u>	<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>		
Food Service Fund			
Total Revenues and Other Sources	\$ 2,477,636	\$ 2,478,080	\$ 444
Total Expenditures and Other Uses	<u>1,789,380</u>	<u>1,789,380</u>	<u>-</u>
Net Change in Fund Balances	688,256	688,700	444
Fund Balance at Beginning of Year	163,517	163,517	-
Prior Year Encumbrances Appropriated	<u>33,180</u>	<u>33,180</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 884,953</u>	<u>\$ 885,397</u>	<u>\$ 444</u>
Special Trust Fund			
Total Revenues and Other Sources	\$ 270	\$ 270	\$ -
Total Expenditures and Other Uses	<u>4,939</u>	<u>4,939</u>	<u>-</u>
Net Change in Fund Balances	(4,669)	(4,669)	-
Fund Balance at Beginning of Year	<u>29,148</u>	<u>29,148</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 24,479</u>	<u>\$ 24,479</u>	<u>\$ -</u>
Other Grants Fund			
Total Revenues and Other Sources	\$ 59,890	\$ 59,890	\$ -
Total Expenditures and Other Uses	<u>49,442</u>	<u>49,442</u>	<u>-</u>
Net Change in Fund Balances	10,448	10,448	-
Fund Balance at Beginning of Year	85,843	85,843	-
Prior Year Encumbrances Appropriated	<u>7,559</u>	<u>7,559</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 103,850</u>	<u>\$ 103,850</u>	<u>\$ -</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Classroom Facilities Maintenance Fund			
Total Revenues and Other Sources	\$ 389,765	\$ 389,765	\$ -
Total Expenditures and Other Uses	<u>6,962</u>	<u>6,962</u>	<u>-</u>
Net Change in Fund Balances	382,803	382,803	-
Fund Balance at Beginning of Year	<u>574,861</u>	<u>574,861</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 957,664</u>	<u>\$ 957,664</u>	<u>\$ -</u>
Student Managed Student Activities Fund			
Total Revenues and Other Sources	\$ 76,871	\$ 77,203	\$ 332
Total Expenditures and Other Uses	<u>73,937</u>	<u>73,937</u>	<u>-</u>
Net Change in Fund Balances	2,934	3,266	332
Fund Balance at Beginning of Year	108,267	108,267	-
Prior Year Encumbrances Appropriated	<u>1,128</u>	<u>1,128</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 112,329</u>	<u>\$ 112,661</u>	<u>\$ 332</u>
District Managed Student Activities Fund			
Total Revenues and Other Sources	\$ 337,979	\$ 336,156	\$ (1,823)
Total Expenditures and Other Uses	<u>297,053</u>	<u>297,053</u>	<u>-</u>
Net Change in Fund Balances	40,926	39,103	(1,823)
Fund Balance at Beginning of Year	85,464	85,464	-
Prior Year Encumbrances Appropriated	<u>29,690</u>	<u>29,690</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 156,080</u>	<u>\$ 154,257</u>	<u>\$ (1,823)</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Auxiliary Services Fund			
Total Revenues and Other Sources	\$ 456,411	\$ 455,658	\$ (753)
Total Expenditures and Other Uses	<u>473,694</u>	<u>473,694</u>	<u>-</u>
Net Change in Fund Balances	(17,283)	(18,036)	(753)
Fund Balance at Beginning of Year	187	187	-
Prior Year Encumbrances Appropriated	<u>48,095</u>	<u>48,095</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 30,999</u>	<u>\$ 30,246</u>	<u>\$ (753)</u>
Data Communications Fund			
Total Revenues and Other Sources	\$ 16,200	\$ 16,200	\$ -
Total Expenditures and Other Uses	<u>16,200</u>	<u>16,200</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Student Wellness and Success Fund			
Total Expenditures and Other Uses	<u>\$ 164,574</u>	<u>\$ 164,574</u>	<u>\$ -</u>
Net Change in Fund Balances	(164,574)	(164,574)	-
Fund Balance at Beginning of Year	<u>829,898</u>	<u>829,898</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 665,324</u>	<u>\$ 665,324</u>	<u>\$ -</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Miscellaneous State Grants Fund			
Total Revenues and Other Sources	\$ 53,776	\$ 52,452	\$ (1,324)
Total Expenditures and Other Uses	<u>52,842</u>	<u>52,842</u>	<u>-</u>
Net Change in Fund Balances	934	(390)	(1,324)
Fund Balance at Beginning of Year	<u>22,542</u>	<u>22,542</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 23,476</u>	<u>\$ 22,152</u>	<u>\$ (1,324)</u>
Elementary and Secondary School Emergency Fund			
Total Revenues and Other Sources	\$ 4,349,206	\$ 3,446,746	\$ (902,460)
Total Expenditures and Other Uses	<u>4,333,934</u>	<u>4,333,934</u>	<u>-</u>
Net Change in Fund Balances	15,272	(887,188)	(902,460)
Fund Balance at Beginning of Year	1	1	-
Prior Year Encumbrances Appropriated	<u>887,187</u>	<u>887,187</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 902,460</u>	<u>\$ -</u>	<u>\$ (902,460)</u>
Coronavirus Relief Fund (CRF)			
Total Revenues and Other Sources	\$ 2,951	\$ 2,951	\$ -
Total Expenditures and Other Uses	<u>2,951</u>	<u>2,951</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>		
IDEA Part B Fund			
Total Revenues and Other Sources	\$ 1,056,169	\$ 1,056,169	\$ -
Total Expenditures and Other Uses	<u>1,056,169</u>	<u>1,056,169</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Vocational Education Fund			
Total Revenues and Other Sources	\$ 67,123	\$ 67,123	\$ -
Total Expenditures and Other Uses	<u>63,946</u>	<u>63,946</u>	<u>-</u>
Net Change in Fund Balances	3,177	3,177	-
Fund Balance at Beginning of Year	<u>26,055</u>	<u>26,055</u>	<u>-</u>
Fund Balance at End of Year	<u><u>\$ 29,232</u></u>	<u><u>\$ 29,232</u></u>	<u><u>\$ -</u></u>
School Improvement Stimulus A Fund			
Total Revenues and Other Sources	\$ 6,099	\$ 6,099	\$ -
Total Expenditures and Other Uses	<u>6,099</u>	<u>6,099</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
Title III Fund			
Total Revenues and Other Sources	\$ 55,995	\$ 44,240	\$ (11,755)
Total Expenditures and Other Uses	<u>52,707</u>	<u>52,706</u>	<u>1</u>
Net Change in Fund Balances	3,288	(8,466)	(11,754)
Fund Balance (Deficit) at Beginning of Year	(1)	(1)	-
Prior Year Encumbrances Appropriated	<u>8,468</u>	<u>8,468</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 11,755</u>	<u>\$ 1</u>	<u>\$ (11,754)</u>
Title I Fund			
Total Revenues and Other Sources	\$ 709,989	\$ 708,615	\$ (1,374)
Total Expenditures and Other Uses	<u>708,616</u>	<u>708,616</u>	<u>-</u>
Net Change in Fund Balances	1,373	(1)	(1,374)
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (Deficit) at End of Year	<u>\$ 1,373</u>	<u>\$ (1)</u>	<u>\$ (1,374)</u>
Title IV-A			
Total Revenues and Other Sources	\$ 52,653	\$ 52,653	\$ -
Total Expenditures and Other Uses	<u>52,653</u>	<u>52,653</u>	<u>-</u>
Net Change in Fund Balances	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>	<u>Actual</u>	
IDEA Preschool Grant Fund			
Total Expenditures and Other Uses	\$ 1	\$ 1	\$ -
Net Change in Fund Balances	(1)	(1)	-
Fund Balance at Beginning of Year	<u>1</u>	<u>1</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Title II-A Fund			
Total Revenues and Other Sources	\$ 172,260	\$ 165,239	\$ (7,021)
Total Expenditures and Other Uses	<u>166,433</u>	<u>166,433</u>	<u>-</u>
Net Change in Fund Balances	5,827	(1,194)	(7,021)
Fund Balance at Beginning of Year	-	-	-
Prior Year Encumbrances Appropriated	<u>1,194</u>	<u>1,194</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 7,021</u>	<u>\$ -</u>	<u>\$ (7,021)</u>
Miscellaneous Federal Grants Fund			
Total Revenues and Other Sources	\$ 3,760	\$ 1,879	\$ (1,881)
Total Expenditures and Other Uses	<u>2,669</u>	<u>2,669</u>	<u>-</u>
Net Change in Fund Balances	1,091	(790)	(1,881)
Fund Balance at Beginning of Year	-	-	-
Prior Year Encumbrances Appropriated	<u>790</u>	<u>790</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 1,881</u>	<u>\$ -</u>	<u>\$ (1,881)</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMBINING STATEMENTS - NONMAJOR FUNDS

Nonmajor Capital Projects Fund

Capital project funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital project funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments. A description of the District's nonmajor capital projects fund follows:

Permanent Improvement Fund

A fund provided to account for a property tax levy that is restricted to all transactions related to the acquiring, constructing, or improving of such permanent improvements as are authorized by Chapter 5705 of the Ohio Revised Code. The permanent improvement fund is the District's only nonmajor capital projects fund, therefore a capital projects combining balance sheet and statement of revenues, expenditures, and changes in fund balance are not required.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

	<u>Budgeted Amounts</u>		<u>Variance with Final Budget- Over (Under)</u>
	<u>Final</u>		<u>Actual</u>
Permanent Improvement Fund			
Total Revenues and Other Sources	\$ 55,933	\$ -	\$ (55,933)
Total Expenditures and Other Uses	<u>57,585</u>	<u>57,585</u>	<u>-</u>
Net Change in Fund Balances	(1,652)	(57,585)	(55,933)
Fund Balance at Beginning of Year	-	-	-
Prior Year Encumbrances Appropriated	<u>57,585</u>	<u>57,585</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 55,933</u>	<u>\$ -</u>	<u>\$ (55,933)</u>

STATISTICAL SECTION

THIS PAGE IS INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

STATISTICAL SECTION

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

<u>Table of Contents</u>	<u>Pages</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	120-129
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	130-134
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	135-141
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	142-143
Operating Information These schedules contain service and capital asset data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	144-148

Sources: Unless otherwise noted, the information in these schedules is derived from the District's financial records for the relevant year.

SUMMIT COUNTY, OHIO

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019 (3)</u>
Governmental activities				
Net investment in capital assets	\$ 17,234,096	\$ 12,662,083	\$ 10,468,231	\$ 7,233,095
Restricted for:				
Capital projects	32,015,594	32,752,848	29,075	-
Debt service	-	5,318,470	2,414,634	-
Other purposes	3,072,789	1,908,380	1,032,787	437,264
Unrestricted (deficit)	<u>(32,554,702)</u>	<u>(46,334,039)</u>	<u>(50,223,994)</u>	<u>(50,503,737)</u>
Total Governmental Activities Net Position	<u>\$ 19,767,777</u>	<u>\$ 6,307,742</u>	<u>\$ (36,279,267)</u>	<u>\$ (42,833,378)</u>

Source: District financial records.

- (1) The District implemented GASB Statement No. 68 in fiscal year 2015. Amounts have been restated.
- (2) The District implemented GASB Statement No. 75 in fiscal year 2018. Amounts have been restated.
- (3) The District implemented GASB Statement No. 84 in fiscal year 2020. Amounts have been restated.

<u>2018</u>	<u>2017 (2)</u>	<u>2016</u>	<u>2015</u>	<u>2014 (1)</u>	<u>2013</u>
\$ 6,502,387	\$ 5,987,452	\$ 5,896,783	\$ 5,776,412	\$ 5,346,397	\$ 5,274,094
-	-	-	99,141	-	-
398,892	377,759	421,588	408,382	337,803	301,897
624,042	369,503	333,512	402,199	548,469	626,249
<u>(58,477,714)</u>	<u>(88,412,038)</u>	<u>(64,552,436)</u>	<u>(64,262,656)</u>	<u>(67,325,993)</u>	<u>1,252,389</u>
<u>\$ (50,952,393)</u>	<u>\$ (81,677,324)</u>	<u>\$ (57,900,553)</u>	<u>\$ (57,576,522)</u>	<u>\$ (61,093,324)</u>	<u>\$ 7,454,629</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Expenses				
Governmental activities:				
Instruction				
Regular	\$ 23,618,930	\$ 26,799,718	\$ 25,059,575	\$ 20,591,995
Special	8,123,786	9,770,822	9,865,688	9,115,826
Vocational	1,398,539	1,292,878	1,483,088	1,018,667
Adult/Continuing	-	603	-	-
Other	532,442	4,414,306	4,220,467	3,847,626
Support services:				
Pupil	3,380,297	3,726,167	3,712,800	3,971,894
Instructional staff	1,605,534	1,472,273	2,133,899	1,607,607
Board of education	338,970	221,728	197,166	273,059
Administration	3,722,599	3,534,682	3,848,668	3,051,881
Fiscal	1,435,829	1,198,277	1,178,087	927,024
Business	153,820	140,532	149,166	31,455
Operations and maintenance	3,056,675	4,687,837	4,253,902	4,970,064
Pupil transportation	1,453,317	1,483,184	1,463,263	1,346,719
Central	591,999	375,975	320,670	28,536
Operation of non-instructional services	2,368,886	2,456,043	2,359,008	2,610,900
Extracurricular activities	1,229,488	1,100,428	1,352,448	1,216,007
Interest and fiscal charges	2,226,319	1,191,621	16,085	28,502
Total governmental activities expenses	<u>55,237,430</u>	<u>63,867,074</u>	<u>61,613,980</u>	<u>54,637,762</u>
Program Revenues				
Governmental activities:				
Charges for services:				
Instruction:				
Regular	546,185	3,957,527	4,624,717	4,095,923
Special	1,195,346	1,071,506	1,045,222	618,603
Vocational	111,189	122,356	167,063	446,773
Other instructional	-	-	-	-
Support services:				
Pupil	-	-	-	-
Instructional staff	5,351	1,132	1,336	5,857
Administration	-	973	881	1,023
Fiscal	-	-	-	-
Operations and maintenance	117,494	88,684	113,320	149,403
Pupil transportation	8,415	1,494	18,544	60,976
Central	-	-	-	6,535
Operation of non-instructional services	32,676	2,946	411,538	536,525
Extracurricular activities	579,040	267,204	389,520	349,088
Total governmental activities charges for services	<u>2,595,696</u>	<u>5,513,822</u>	<u>6,772,141</u>	<u>6,270,706</u>

	2018	2017	2016	2015	2014	2013
\$	9,162,709	\$ 24,574,859	\$ 22,033,505	\$ 21,516,849	\$ 21,682,358	\$ 21,593,413
	5,138,040	9,156,850	8,038,247	6,731,093	7,054,334	5,808,511
	642,616	1,280,618	950,122	1,069,198	1,274,054	936,219
	-	-	-	-	-	-
	3,786,350	4,317,456	4,451,789	4,744,463	4,367,917	4,269,150
	2,533,081	5,108,834	4,583,191	4,227,234	4,218,124	4,194,844
	984,796	1,636,716	1,728,712	1,712,927	1,442,499	1,303,926
	254,656	229,405	346,326	234,501	105,969	98,059
	1,454,051	3,648,091	3,332,398	3,091,523	3,273,344	2,701,220
	692,481	848,380	861,534	854,311	891,004	1,188,477
	22,456	79,361	233,997	221,917	261,656	376,618
	2,610,043	4,762,977	4,296,176	4,858,183	4,814,079	4,503,834
	850,490	1,698,332	1,586,624	1,545,836	1,383,050	1,410,340
	285,455	21,250	72,565	31,704	55,675	379,062
	2,116,382	3,000,897	2,827,482	2,821,296	2,645,034	2,850,989
	820,120	1,374,284	1,210,081	1,130,089	1,157,446	1,132,178
	48,610	75,950	86,776	96,718	115,273	132,029
	<u>31,402,336</u>	<u>61,814,260</u>	<u>56,639,525</u>	<u>54,887,842</u>	<u>54,741,816</u>	<u>52,878,869</u>
	4,066,178	3,652,056	3,275,988	3,347,752	3,248,955	3,617,453
	724,015	678,872	82,036	424,317	594,002	287,751
	398,118	428,378	405,551	27,498	22,983	22,131
	-	-	-	-	-	646
	46,921	46,332	84	-	149	3,947
	2,933	4,323	5,518	4,106	5,868	5,125
	1,172	3,685	4,270	4,106	6,293	6,848
	-	-	-	-	-	153
	216,512	190,719	217,829	196,415	343,351	346,664
	51,951	29,774	29,863	23,633	26,656	22,929
	17,826	9,576	10,148	8,237	7,771	10,274
	528,041	541,909	534,094	540,731	562,468	625,921
	430,845	386,924	374,578	296,240	305,178	336,163
	<u>6,484,512</u>	<u>5,972,548</u>	<u>4,939,959</u>	<u>4,873,035</u>	<u>5,123,674</u>	<u>5,286,005</u>

(Continued)

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Operating grants and contributions:				
Instruction:				
Regular	\$ 2,115,335	\$ 1,877,286	\$ 770,210	\$ 603,355
Special	2,575,488	3,426,651	3,452,762	3,285,582
Vocational	241,139	296,824	296,824	297,225
Other instructional	209,390	174,355	146,282	207,823
Support services:				
Pupil	966,105	718,977	429,622	31,161
Instructional staff	266,340	301,034	12	4,648
Administration	121,204	121,199	175,328	130,053
Fiscal	-	-	-	-
Operations and maintenance	138,202	461,592	6,492	66,878
Pupil transportation	117,915	83,190	92,266	113,660
Central	16,200	16,200	16,200	-
Operation of non-instructional services	3,160,590	2,432,181	1,860,214	2,034,319
Extracurricular activities	92,410	24,119	17,443	24,208
Total operating grants and contributions	<u>10,020,318</u>	<u>9,933,608</u>	<u>7,263,655</u>	<u>6,798,912</u>
Capital grants and contributions:				
Instruction:				
Regular	-	-	1,998,793	-
Total capital grants and contributions	<u>-</u>	<u>-</u>	<u>1,998,793</u>	<u>-</u>
Total governmental activities program revenues	<u>12,616,014</u>	<u>15,447,430</u>	<u>16,034,589</u>	<u>13,069,618</u>
Net (Expense)/Revenue				
Governmental activities	<u>\$ (42,621,416)</u>	<u>\$ (48,419,644)</u>	<u>\$ (45,579,391)</u>	<u>\$ (41,568,144)</u>
General Revenues				
Property taxes levied for:				
General purposes	\$ 34,655,617	\$ 34,968,395	\$ 32,096,942	\$ 30,759,697
Debt service	4,002,952	4,034,362	2,390,433	193,343
Classroom facilities maintenance	376,030	381,191	223,972	-
Payment in lieu of taxes	219,952	248,170	271,251	148,003
Grants and entitlements not restricted to specific programs	18,147,383	17,269,254	16,762,098	17,985,187
Grants and entitlements restricted for				
Ohio Facilities Construction Commission	-	32,793,662	-	-
Investment earnings	(1,535,443)	(12,757)	245,153	192,264
Miscellaneous	214,960	1,324,376	143,653	267,451
Total governmental activities	<u>56,081,451</u>	<u>91,006,653</u>	<u>52,133,502</u>	<u>49,545,945</u>
Change in Net Position				
Governmental activities	<u>\$ 13,460,035</u>	<u>\$ 42,587,009</u>	<u>\$ 6,554,111</u>	<u>\$ 7,977,801</u>

Source: District financial records.

	2018	2017	2016	2015	2014	2013
\$	602,764	\$ 632,934	\$ 613,571	\$ 445,029	\$ 485,949	\$ 520,536
	3,718,362	3,151,243	3,541,918	3,772,453	3,423,335	2,246,466
	255,844	242,277	229,175	232,796	225,309	224,750
	277,133	268,631	245,435	276,012	299,561	287,940
	29,510	27,288	36,165	34,923	108,823	174,717
	6,093	2,363	2,627	192,675	118,058	256,221
	159,546	87,028	91,847	96,216	114,725	123,210
	-	-	-	-	-	262
	17,991	31,376	44,352	47,768	28,414	19,246
	112,949	97,018	110,896	117,549	107,908	94,781
	16,200	16,200	-	-	-	18,400
	2,217,954	2,293,449	1,292,180	2,128,238	2,064,708	2,039,647
	118,414	39,189	934,168	9,856	10,752	9,856
	<u>7,532,760</u>	<u>6,888,996</u>	<u>7,142,334</u>	<u>7,353,515</u>	<u>6,987,542</u>	<u>6,016,032</u>
	-	-	-	-	-	-
	-	-	-	-	-	-
	<u>14,017,272</u>	<u>12,861,544</u>	<u>12,082,293</u>	<u>12,226,550</u>	<u>12,111,216</u>	<u>11,302,037</u>
\$	<u>(17,385,064)</u>	<u>(48,952,716)</u>	<u>(44,557,232)</u>	<u>(42,661,292)</u>	<u>(42,630,600)</u>	<u>(41,576,832)</u>
\$	29,380,028	\$ 23,683,810	\$ 27,107,597	\$ 29,141,951	\$ 28,896,084	\$ 25,267,170
	534,514	488,493	538,167	595,794	568,751	509,808
	-	-	-	-	-	-
	226,282	269,802	-	-	45,807	42,243
	17,778,568	17,990,927	16,281,295	16,212,995	14,937,052	14,872,226
	-	-	-	-	-	-
	71,470	35,092	13,084	4,197	6,628	4,360
	119,133	281,348	293,058	223,157	33,771	35,245
	<u>48,109,995</u>	<u>42,749,472</u>	<u>44,233,201</u>	<u>46,178,094</u>	<u>44,488,093</u>	<u>40,731,052</u>
\$	<u>30,724,931</u>	<u>(6,203,244)</u>	<u>(324,031)</u>	<u>3,516,802</u>	<u>1,857,493</u>	<u>(845,780)</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

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

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
General Fund:				
Nonspendable	\$ 159,795	\$ 121,277	\$ 122,768	\$ 131,742
Committed	-	-	-	-
Assigned	5,658,620	2,136,064	905,219	2,694,957
Unassigned (deficit)	<u>11,443,712</u>	<u>11,983,122</u>	<u>7,260,034</u>	<u>3,114,334</u>
Total general fund	<u>\$ 17,262,127</u>	<u>\$ 14,240,463</u>	<u>\$ 8,288,021</u>	<u>\$ 5,941,033</u>
All Other Governmental Funds:				
Nonspendable	\$ 12,116	\$ 17,774	\$ 12,658	\$ 7,549
Restricted	85,830,652	94,021,550	3,447,160	336,374
Committed	-	43,178	43,178	72,580
Unassigned (deficit)	<u>(267,275)</u>	<u>(216,732)</u>	<u>(9,756)</u>	<u>(15,942)</u>
Total all other governmental funds	<u>\$ 85,575,493</u>	<u>\$ 93,865,770</u>	<u>\$ 3,493,240</u>	<u>\$ 400,561</u>
Total governmental funds	<u>\$ 102,837,620</u>	<u>\$ 108,106,233</u>	<u>\$ 11,781,261</u>	<u>\$ 6,341,594</u>

Source: District financial records.

2018	2017	2016	2015	2014	2013
\$ 97,518	\$ 82,408	\$ 39,856	\$ 58,985	\$ 78,944	\$ 77,799
-	6,355	8,737	10,703	12,025	24,201
3,322,913	548,197	394,101	302,617	449,742	339,638
1,091,292	897,553	4,052,955	4,926,371	2,401,244	727,422
<u>\$ 4,511,723</u>	<u>\$ 1,534,513</u>	<u>\$ 4,495,649</u>	<u>\$ 5,298,676</u>	<u>\$ 2,941,955</u>	<u>\$ 1,169,060</u>
\$ 14,128	\$ 10,962	\$ 9,342	\$ 7,775	\$ 26,286	\$ 40,259
1,042,051	784,549	793,964	849,964	915,329	926,332
43,505	67,885	388,811	279,952	325,009	394,955
(18,835)	-	(2,765)	(2,066)	-	-
<u>\$ 1,080,849</u>	<u>\$ 863,396</u>	<u>\$ 1,189,352</u>	<u>\$ 1,135,625</u>	<u>\$ 1,266,624</u>	<u>\$ 1,361,546</u>
<u>\$ 5,592,572</u>	<u>\$ 2,397,909</u>	<u>\$ 5,685,001</u>	<u>\$ 6,434,301</u>	<u>\$ 4,208,579</u>	<u>\$ 2,530,606</u>

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

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

	2022	2021	2020	2019
Revenues				
Property taxes	\$ 39,056,733	\$ 39,314,874	\$ 34,660,868	\$ 31,000,425
Intergovernmental	29,412,294	26,909,822	23,818,049	24,950,791
Investment earnings	(1,545,091)	(23,036)	246,429	204,809
Tuition and fees	1,774,965	5,058,029	5,573,926	4,886,186
Extracurricular activities	639,917	294,342	447,614	454,090
Rental income	117,494	90,613	113,320	141,449
Charges for services	38,370	9,426	411,538	542,549
Contributions and donations	60,790	50,740	167,584	-
Payment in lieu of taxes	219,952	248,170	271,251	148,003
Miscellaneous	247,067	1,354,574	218,893	348,611
Transportation fees	-	-	18,544	60,976
Classroom materials and fees	-	-	123,376	119,506
Contract services	-	-	6,151	-
Total revenues	70,022,491	73,307,554	66,077,543	62,857,395
Expenditures				
Current:				
Instructional:				
Regular	26,357,780	25,647,704	23,717,348	23,742,424
Special	9,007,964	9,452,224	9,424,460	10,140,409
Vocational	1,513,652	1,248,905	1,432,847	1,160,225
Adult/Continuing	-	603	-	-
Other	604,474	4,400,565	4,189,261	3,919,620
Support services:				
Pupil	3,690,467	3,698,760	3,540,355	4,457,871
Instructional staff	1,916,182	1,404,934	2,078,593	1,840,982
Board of education	344,461	220,661	196,755	278,005
Administration	4,284,857	3,600,252	3,459,641	3,541,171
Fiscal	1,499,709	1,175,509	1,135,821	997,105
Business	158,394	175,507	128,146	65,349
Operations and maintenance	4,454,402	4,563,534	4,016,497	5,625,967
Pupil transportation	1,534,455	1,281,937	1,196,869	1,321,323
Central	616,652	358,838	321,138	28,536
Operation of non-instructional services	2,487,555	2,408,307	2,295,599	2,722,626
Extracurricular activities	1,344,271	1,118,401	1,208,653	1,310,536
Facilities acquisition and construction	5,439,824	1,798,825	2,250,696	-
Capital outlay	-	235,491	-	254,632
Debt service:				
Principal retirement	7,627,141	170,332	166,395	919,810
Interest and fiscal charges	2,408,864	13,919	20,016	36,414
Issuance costs	-	1,003,580	-	-
Total expenditures	75,291,104	63,978,788	60,779,090	62,363,005
Excess of revenues over (under) expenditures	(5,268,613)	9,328,766	5,298,453	494,390
Other Financing Sources (Uses)				
Sale of capital assets	-	-	-	-
General obligation bonds issued	-	80,610,000	-	-
Premiums on bonds issued	-	6,150,715	-	-
Inception of capital lease	-	235,491	-	254,632
Transfers in	-	-	-	39,432
Transfers (out)	-	-	-	(39,432)
Total other financing sources (uses)	-	86,996,206	-	254,632
Net change in fund balances	\$ (5,268,613)	\$ 96,324,972	\$ 5,298,453	\$ 749,022
Capital expenditures	\$ 7,240,266	\$ 2,756,268	\$ 2,391,836	\$ 739,686
Debt service as a percentage of noncapital expenditures	14.75%	0.30%	0.32%	1.55%

Source: District financial records.

	2018	2017	2016	2015	2014	2013
\$	29,896,261	\$ 24,187,429	\$ 27,726,302	\$ 29,745,400	\$ 29,633,849	\$ 26,524,449
	25,041,900	24,926,801	23,475,314	23,369,413	21,881,635	20,262,626
	74,356	35,133	13,491	4,322	6,989	5,407
	4,901,033	4,523,931	3,475,732	3,413,638	3,226,155	3,279,618
	611,343	470,206	487,887	430,458	442,220	506,643
	208,734	177,102	205,215	176,624	266,989	349,507
	535,819	555,215	546,142	555,240	567,934	637,051
	-	951	-	-	-	-
	226,282	269,802	-	-	45,807	-
	334,358	458,441	400,307	304,020	122,526	425,655
	51,951	29,774	29,863	23,633	26,656	22,929
	110,473	96,861	103,614	105,558	100,602	113,814
	-	15,848	17,310	20,469	17,123	18,893
	<u>61,992,510</u>	<u>55,747,494</u>	<u>56,481,177</u>	<u>58,148,775</u>	<u>56,338,485</u>	<u>52,146,592</u>
	22,293,893	22,853,324	21,994,264	21,682,512	21,260,688	21,471,021
	9,285,329	8,695,959	8,077,850	6,778,278	7,019,704	5,911,989
	1,175,007	1,220,911	969,788	1,123,619	1,269,357	942,808
	-	-	-	-	-	-
	4,092,327	4,282,014	4,458,377	4,749,812	4,374,650	4,280,324
	4,641,743	4,869,107	4,604,993	4,274,247	4,190,894	4,248,204
	1,686,398	1,551,163	1,741,179	1,710,977	1,495,742	1,279,716
	273,448	227,233	346,748	235,185	105,969	97,631
	3,419,073	3,422,571	3,380,677	3,161,526	3,230,834	2,739,161
	923,984	843,825	859,585	873,303	886,658	1,178,598
	26,761	84,941	231,279	213,458	273,130	377,641
	4,472,106	4,456,384	4,246,694	4,887,291	4,701,494	4,711,834
	1,427,878	1,429,861	1,456,269	1,620,631	1,413,411	1,338,485
	282,867	16,043	67,397	26,403	50,609	369,573
	2,556,201	2,931,794	2,817,548	2,800,603	2,629,158	2,843,763
	1,336,554	1,264,558	1,168,917	1,103,194	1,099,149	1,095,378
	-	482	-	101,948	18,595	3,142
	334,002	233,721	721,650	-	-	163,562
	842,017	791,729	730,308	522,083	510,941	496,471
	62,261	94,409	90,204	111,387	129,529	147,088
	-	-	-	-	-	-
	<u>59,131,849</u>	<u>59,270,029</u>	<u>57,963,727</u>	<u>55,976,457</u>	<u>54,660,512</u>	<u>53,696,389</u>
	2,860,661	(3,522,535)	(1,482,550)	2,172,318	1,677,973	(1,549,797)
	-	1,722	11,600	10,020	-	12,100
	-	-	-	-	-	-
	-	-	-	-	-	-
	334,002	233,721	721,650	-	-	163,562
	-	-	-	43,384	-	13,181
	-	-	-	-	-	(13,181)
	<u>334,002</u>	<u>235,443</u>	<u>733,250</u>	<u>53,404</u>	<u>-</u>	<u>175,662</u>
\$	<u>3,194,663</u>	<u>(3,287,092)</u>	<u>(749,300)</u>	<u>2,225,722</u>	<u>1,677,973</u>	<u>(1,374,135)</u>
\$	670,796	\$ 276,369	\$ 768,789	\$ 527,049	\$ 168,365	\$ 500,846
	1.55%	1.50%	1.43%	1.14%	1.18%	1.21%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN COLLECTION (FISCAL) YEARS

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value
2022	\$ 689,138,730	\$ 181,893,850	\$ 2,488,664,514	\$ 6,726,570	\$ 7,643,830
2021	689,137,660	182,853,210	2,491,402,486	6,086,110	6,916,034
2020	610,291,230	156,334,850	2,190,360,229	5,242,790	5,957,716
2019	610,049,250	155,900,610	2,188,428,171	4,712,830	5,355,489
2018	610,557,190	154,937,040	2,187,126,371	4,624,870	5,255,534
2017	562,267,540	160,885,670	2,066,152,029	4,461,270	5,069,625
2016	562,016,390	167,204,480	2,083,488,200	4,201,890	4,774,875
2015	562,154,970	159,117,710	2,060,779,086	4,089,820	4,647,523
2014	577,100,640	160,261,750	2,106,749,686	3,933,040	4,469,364
2013	577,834,780	158,230,500	2,103,043,657	3,666,850	4,166,875

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal. The assessed value of real property (including public utility real property) is 35 percent of estimated true value.

The 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%, 2 1/2% and homestead exemptions before being billed.

Source: County Fiscal Officer

Assessed Value	Total		Total Direct Rate
	Estimated Actual Value	Ratio	
\$ 877,759,150	2,496,308,344	35.16%	\$ 82.55
878,076,980	2,498,318,520	35.15%	82.45
771,868,870	2,196,317,944	35.14%	83.71
770,662,690	2,193,783,660	35.13%	73.89
770,119,100	2,192,381,906	35.13%	74.66
727,614,480	2,071,221,654	35.13%	69.95
733,422,760	2,088,263,075	35.12%	69.91
725,362,500	2,065,426,608	35.12%	69.96
741,295,430	2,111,219,049	35.11%	69.89
739,732,130	2,107,210,532	35.10%	69.88

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**PRINCIPAL PROPERTY TAX PAYERS
CURRENT FISCAL YEAR AND SIX YEARS AGO (1)**

Name of Taxpayer	2022	
	Assessed Value	Percent of Real Property Assessed Value
Western Reserve Hospital, LLC	1 \$ 6,672,950	0.76%
Newpart Limited Partnership	2 5,698,290	0.65%
Yorkshire Woods Apartments LTD	3 5,433,230	0.62%
Riverside Community Urban Redevelopment	4 5,165,810	0.59%
Niederst Portage Towers LLC	5 4,342,900	0.49%
Chaple Hill Associates LLC	6 4,004,860	0.46%
Chapel Hill Partners LLC	7 3,465,020	0.39%
CF Partners	8 3,201,700	0.36%
City of Cuyahoga Falls	9 2,780,090	0.32%
Studio City Apartments, LLC	10 2,676,610	0.30%
Totals	<u>\$ 43,441,460</u>	<u>4.95%</u>
Total Assessed Valuation	<u>\$ 877,759,150</u>	

Name of Taxpayer	2016	
	Assessed Value	Percent of Real Property Assessed Value
Summa Akron City	1 \$ 5,919,390	0.81%
Newpart Limited Partnership	2 5,444,420	0.75%
Portage Crossing LLC	3 5,421,700	0.75%
Riverside Community Urban Redevelopment	4 5,043,230	0.69%
Yorkshire Woods Apartments LTD	5 4,856,530	0.67%
DFG Chapel Hill LLC	6 4,174,980	0.57%
Echo Portage LLC	7 3,999,520	0.55%
Niederst Portage Towers LLC & Wynn	8 3,961,340	0.54%
Sams Real Estate Business Trust	9 2,762,090	0.38%
Trinity Square Acquisition LLC	10 2,508,500	0.34%
Totals	<u>\$ 44,091,700</u>	<u>6.06%</u>
Total Assessed Valuation	<u>\$ 727,614,480</u>	

Source: Summit County Fiscal Officer

(1) Information prior to 2016 was unavailable from the County Fiscal Officer. The District will continued to build this schedule until it can obtain current calendar year and nine years ago.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUATION)
LAST TEN COLLECTION (FISCAL) YEARS (1)
2013-2022

Tax Year/ Collection Year	Overlapping Governments					Cuyahoga Falls City School District					
	Summit County	City of Cuyahoga Falls	Cuyahoga Falls Library	Village of Silver Lake	Total	General - Inside	General - Voted	Bond Retirement	Permanent Improvement	Total	
2021/2022	\$ 15.16	\$ 11.00	\$ 1.90	\$ 13.75	\$ 41.81	\$ 4.90	\$ 72.40	\$ 4.75	\$ 0.50	\$ 82.55	
2020/2021	13.70	11.00	1.90	13.75	40.35	4.90	72.40	4.65	0.50	82.45	
2019/2020	15.16	11.00	1.90	13.75	41.81	4.90	72.98	5.33	0.50	83.71	
2018/2019	14.16	11.00	1.90	13.75	40.81	4.90	68.99	-	-	73.89	
2017/2018	14.16	11.00	1.90	13.75	40.81	4.90	68.99	0.77	-	74.66	
2016/2017	14.16	11.00	1.90	13.75	40.81	4.90	64.18	0.87	-	69.95	
2015/2016	14.16	11.00	1.90	13.75	40.81	4.90	64.18	0.83	-	69.91	
2014/2015	14.16	11.00	1.90	13.75	40.81	4.90	64.18	0.88	-	69.96	
2013/2014	14.16	11.00	1.90	13.75	40.81	4.90	64.18	0.81	-	69.89	
2012/2013	14.16	11.00	1.90	13.75	40.81	4.90	64.18	0.84	-	69.92	

Source: Summit County Fiscal Officer

(1) Summit County property tax rate records are maintained on a calendar / collection year basis.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

PROPERTY TAX LEVIES AND COLLECTIONS - REAL, PERSONAL, AND PUBLIC UTILITY PROPERTY
LAST TEN COLLECTION (CALENDAR) YEARS
2012-2021

Tax Year/ Collection Year	Current Levy (1)	Current Collection (2)	Percent of Current Levy Collected	Delinquent Collection (4)	Total Collection (2)	Percent of Total Tax Collections to Current Levy (4)	Outstanding Delinquent Taxes (3)	Total Outstanding Delinquent As a Percent of Current Levy
2021/2022	\$ 43,165,522	\$ 41,954,872	97.20%	\$ 790,556	\$ 42,745,428	99.03%	\$ 1,709,617	3.96%
2020/2021	42,988,053	42,090,413	97.91%	897,640	42,988,053	100.00%	1,269,245	4.93%
2019/2020	42,251,640	41,533,732	98.30%	717,908	42,251,640	100.00%	1,102,770	2.61%
2018/2019	34,637,853	33,877,743	97.81%	760,110	34,637,853	100.00%	1,032,425	2.98%
2017/2018	35,161,526	34,606,284	98.42%	555,241	35,161,525	100.00%	804,735	2.29%
2016/2017	31,456,637	30,732,739	97.70%	723,898	31,456,637	100.00%	977,242	3.11%
2015/2016	31,644,943	31,021,623	98.03%	623,320	31,644,943	100.00%	896,594	2.83%
2014/2015	31,279,019	30,647,811	97.98%	631,208	31,279,019	100.00%	945,723	3.02%
2013/2014	31,571,984	30,731,955	97.34%	840,029	31,571,984	100.00%	1,162,447	3.68%
2012/2013	31,461,104	30,696,009	97.57%	765,095	31,461,104	100.00%	1,143,509	3.63%

Source: Summit County Fiscal Officer

- (1) Taxes levied and collected are presented on a cash basis.
- (2) State reimbursements of rollback and homestead exemptions are included.
- (3) Penalties and interest are included, since by Ohio law they become part of the tax obligation as assessment occurs.
- (4) Delinquent Tax Collections are only available by collection year; therefore the percentage of total tax collections to the current levy may exceed 100 percent in some years. The District will continue to work to get this information in the future.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities			Total Primary Government	Per Capita (2)	Ratio of Total Debt Outstanding to Personal Income (2)
	General Obligation Bonds (1)	Notes Payable	Capital Leases and Leases Payable			
2022	\$ 79,107,576	\$ 52,915	\$ 189,332	\$ 79,349,823	\$ 1,552	4.89%
2021	86,745,858	-	409,388	87,155,246	1,775	5.59%
2020	-	-	344,229	344,229	7	0.02%
2019	-	-	510,624	510,624	10	0.04%
2018	585,548	-	600,802	1,186,350	24	0.09%
2017	1,160,867	-	558,817	1,719,684	35	0.13%
2016	1,716,186	-	586,825	2,303,011	47	0.17%
2015	2,251,505	-	85,483	2,336,988	47	0.18%
2014	2,766,824	-	117,566	2,884,390	59	0.22%
2013	3,272,142	-	148,507	3,420,649	69	0.27%

Source: District Records

(1) General obligation bonds include any premiums and accreted debt associated with the general obligation bond.

(2) Population and Personal Income is reported on the Demographic Statistical table found later in the Statistical Section.

N/A - Information not available

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA
LAST TEN YEARS
2013-2022

Fiscal Year	Population (1)	Total Assessed Value (2)	Gross Bonded Debt (3)	Less Restricted for Debt Service	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita	Net Bonded Debt as a Percentage of Personal Income (4)
2022	51,114	\$ 877,759,150	\$ 79,107,576	\$ -	\$ 79,107,576	9.01%	\$ 1,548	4.88%
2021	51,114	878,076,980	86,745,858	5,318,470	81,427,388	9.27%	1,593	5.22%
2020	49,106	771,868,870	-	2,414,634	(2,414,634)	-0.31%	(49)	-0.17%
2019	49,272	770,662,690	-	-	-	0.00%	-	0.00%
2018	49,247	770,119,100	585,548	398,892	186,656	0.02%	4	0.01%
2017	49,206	727,614,480	1,160,867	377,759	783,108	0.11%	16	0.06%
2016	49,146	733,422,760	1,716,186	421,588	1,294,598	0.18%	26	0.10%
2015	49,210	725,362,500	2,251,505	408,382	1,843,123	0.25%	37	0.14%
2014	49,267	741,295,430	2,766,824	337,803	2,429,021	0.33%	49	0.19%
2013	49,267	739,732,130	3,272,142	301,897	2,970,245	0.40%	60	0.24%

Sources:

- (1) City of Cuyahoga Falls ACFR. Amount as of December 31 of the previous year.
- (2) Summit County Auditor, calendar year basis.
- (3) Gross Bonded Debt includes premiums and accreted debt associated with the general obligation bonds.
- (4) Personal Income is reported on the Demographic Statistical table found later in the Statistical Section.

THIS PAGE IS INTENTIONALLY LEFT BLANK

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS**

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Tax Valuation	<u>\$ 877,759,150</u>	<u>\$ 878,076,980</u>	<u>\$ 771,868,870</u>	<u>\$ 770,662,690</u>
Debt Limit - 9% of Taxable Valuation	<u>78,998,324</u>	<u>79,026,928</u>	<u>69,468,198</u>	<u>69,359,642</u>
Amount of Debt Applicable to Debt Limit				
General obligation bonds	73,150,000	80,610,000	-	-
Less: amount available in debt service	<u>(5,747,111)</u>	<u>(11,603,744)</u>	<u>(2,371,979)</u>	<u>-</u>
Amount of Debt Subject to Limit	<u>67,402,889</u>	<u>69,006,256</u>	<u>(2,371,979)</u>	<u>-</u>
Legal debt margin	<u>\$ 11,595,435</u>	<u>\$ 10,020,672</u>	<u>\$ 71,840,177</u>	<u>\$ 69,359,642</u>
Legal debt margin as a percentage of the debt limit	14.68%	12.68%	103.41%	100.00%
Energy conservation debt limit - 0.90% of assessed value (1)	7,899,832	7,902,693	6,946,820	6,935,964
Amount of Debt Subject to Limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unvoted legal debt margin	<u>\$ 7,899,832</u>	<u>\$ 7,902,693</u>	<u>\$ 6,946,820</u>	<u>\$ 6,935,964</u>
Unvoted legal debt margin as a percentage of the debt limit	100.00%	100.00%	100.00%	100.00%
Unvoted debt limit - 0.10% of taxable valuation (1)	877,759	878,077	771,869	770,663
Amount of Debt Subject to Limit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unvoted legal debt margin	<u>\$ 877,759</u>	<u>\$ 878,077</u>	<u>\$ 771,869</u>	<u>\$ 770,663</u>
Unvoted legal debt margin as a percentage of the debt limit	100.00%	100.00%	100.00%	100.00%

Source: Summit County Fiscal Officer and District Financial Records

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

2018	2017	2016	2015	2014	2013
<u>\$ 770,119,100</u>	<u>\$ 727,614,480</u>	<u>\$ 733,422,760</u>	<u>\$ 725,362,500</u>	<u>\$ 741,295,430</u>	<u>\$ 739,732,130</u>
<u>69,310,719</u>	<u>65,485,303</u>	<u>66,008,048</u>	<u>65,282,625</u>	<u>66,716,589</u>	<u>66,575,892</u>
<u>575,000</u>	<u>1,125,000</u>	<u>1,655,000</u>	<u>2,165,000</u>	<u>2,655,000</u>	<u>3,135,000</u>
<u>(394,782)</u>	<u>(382,658)</u>	<u>(420,655)</u>	<u>(407,149)</u>	<u>(338,679)</u>	<u>(300,664)</u>
<u>180,218</u>	<u>742,342</u>	<u>1,234,345</u>	<u>1,757,851</u>	<u>2,316,321</u>	<u>2,834,336</u>
<u>\$ 69,130,501</u>	<u>\$ 64,742,961</u>	<u>\$ 64,773,703</u>	<u>\$ 63,524,774</u>	<u>\$ 64,400,268</u>	<u>\$ 63,741,556</u>
99.74%	98.87%	98.13%	97.31%	96.53%	95.74%
6,931,072	6,548,530	6,600,805	6,528,263	6,671,659	6,657,589
-	-	-	-	-	-
<u>\$ 6,931,072</u>	<u>\$ 6,548,530</u>	<u>\$ 6,600,805</u>	<u>\$ 6,528,263</u>	<u>\$ 6,671,659</u>	<u>\$ 6,657,589</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
770,119	727,614	733,423	725,363	741,295	739,732
-	-	-	-	-	-
<u>\$ 770,119</u>	<u>\$ 727,614</u>	<u>\$ 733,423</u>	<u>\$ 725,363</u>	<u>\$ 741,295</u>	<u>\$ 739,732</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2022

Governmental Unit	Gross General Obligation	Percent Applicable to District (1)	Amount Applicable to District
Direct:			
Cuyahoga Falls City School District	\$ 79,349,823	100.00%	\$ 79,349,823
Overlapping:			
Summit County	27,905,000	6.05%	1,688,253
City of Cuyahoga Falls	8,905,000	64.99%	5,787,360
Village of Silver Lakes	120,000	100.00%	120,000
Total overlapping	\$ 36,930,000		\$ 7,595,613
Total direct and overlapping debt	\$ 116,279,823		\$ 86,945,436

Source: Ohio Municipal Advisory County (OMAC)

(1) - Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the District by the total assessed valuation of the government.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL OBLIGATION BONDED DEBT TO TOTAL GENERAL FUND EXPENDITURES
LAST TEN FISCAL YEARS

Fiscal Year	Principal	Interest and Issuance Costs	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures
2022	\$ 7,460,000	\$ 2,391,386	\$ 9,851,386	\$ 54,813,449	17.97%
2021	-	1,003,580	1,003,580	55,987,627	1.79%
2020	-	-	-	55,951,663	0.00%
2019	575,000	14,375	589,375	56,592,099	1.04%
2018	550,000	42,500	592,500	53,313,854	1.11%
2017	530,000	66,850	596,850	52,863,357	1.13%
2016	510,000	87,650	597,650	51,901,744	1.15%
2015	490,000	107,650	597,650	49,801,156	1.20%
2014	480,000	124,650	604,650	48,447,884	1.25%
2013	450,000	144,113	594,113	47,388,628	1.25%

Source: District Financial Records.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

DEMOGRAPHIC STATISTICS
LAST TEN YEARS
2013-2022

Year	Population (1)	Per Capita Income (1)	Personal Income (1)	School Enrollment (2)	Unemployment Rate Summit County (3)
2022	51,114	\$32,517	\$ 1,662,073,938	4,031	4.4%
2021	51,114	\$31,744	1,622,562,816	4,152	5.4%
2020	49,106	\$31,744	1,558,820,864	4,331	4.3%
2019	49,272	\$29,529	1,454,952,888	4,495	4.6%
2018	49,247	\$28,360	1,396,644,920	4,653	5.1%
2017	49,206	\$27,531	1,354,690,386	4,777	5.1%
2016	49,146	\$26,967	1,325,320,182	4,888	5.0%
2015	49,210	\$26,859	1,321,731,390	4,932	5.9%
2014	49,267	\$26,402	1,300,747,334	4,972	7.6%
2013	49,267	\$26,157	1,288,676,919	4,934	7.5%

Sources:

- (1) U.S. Census Estimates for City of Cuyahoga Falls.
 - (2) District Financial Records.
 - (3) Ohio Department of Jobs and Family Services.
- N/A - Information not available.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

PRINCIPAL EMPLOYERS
DECEMBER 31, 2020* AND TEN YEARS AGO

Employer	Nature of Business	2020*			2012		
		Number of Employees	Rank	Percentage of Total Employment	Number of Employees	Rank	Percentage of Total Employment
Beachwood Services Inc	Payroll Services	1,713	1	6.56%			
Associated Bldg Supplies Inc	Manufacturer	1,119	2	4.29%			
Summa Western Reserve Hospitals	Hospital	1,069	3	4.10%	878	3	3.40%
Go Jo Industries Inc	Manufacturer	947	4	3.63%	369	9	1.43%
City of Cuyahoga Falls	Government	910	5	3.49%	899	2	3.48%
Cuyahoga Falls Board of Education	Education	892	6	3.42%	915	1	3.55%
Woodridge Local School District	Education	401	7	1.54%	504	6	1.95%
Hometown Care Inc	Healthcare	400	8	1.53%			
Summit County Board of Education	Education	397	9	1.52%	379	8	1.47%
Midwest Homecase, Ltd	Healthcare	343	10	1.31%			
Summa Western Reserve Hospitals	Hospital						
BTL Payroll	Payroll Services				544	4	2.11%
Associated Materials	Manufacturer				541	5	2.10%
GMRI	Restaurant				499	7	1.93%
Summit County Board of Education	Education						
The Fred W. Albrecht Company	Grocer				347	10	1.34%
Total		<u>8,191</u>		<u>31.38%</u>	<u>5,875</u>		<u>22.77%</u>
Total Employment within the District		<u>26,100</u>			<u>25,800</u>		

Source: City of Cuyahoga Falls ACFR as of December 31, 2021. Information for December 31, 2022 was not available at the time of the report.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY TYPE
LAST TEN FISCAL YEARS

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Teaching Staff:										
Regular	238	232	229	246	249	264	254	254	253	226
Special	53	53	52	55	51	52	52	47	45	42
Career and Technical	9	9	9	9	9	8	8	8	8	8
ISGI	9	9	14	18	19	26	19	23	25	28
CTIS	4	4	4	3	3	3	3	3	0	0
Administration:										
District	30	31	29	30	28	30	29	31	32	31
Board Members	5	5	5	5	5	5	5	5	5	5
Auxiliary Positions:										
Guidance Counselors	10	10	10	10	10	10	10	10	9	10
Speech Therapists	4	4	4	4	4	4	4	4	4	4
Media Specialists	3	3	3	3	3	3	4	4	4	4
Psychologists	5	5	6	6	6	6	6	6	6	6
Coordinators	2	2	2	2	2	2	1	1	0	0
Literacy Specialists	1	0	0	0	0	0	0	0	0	0
Support Staff:										
Secretarial/Exempt	29	29	29	29	30	32	32	30	31	33
Parapros/Attendants/Monitors	53	54	64	66	67	66	82	75	84	76
Food Service	18	17	37	37	35	37	39	39	39	39
Custodial/Maintenance	41	40	40	40	41	41	42	44	44	44
Transportation	13	13	21	22	23	19	23	22	22	22
Total Employees	527	520	558	585	585	608	613	606	611	578

Source: Fiscal Year October EMIS Reports.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

CAPITAL ASSET STATISTICS
LAST TEN FISCAL YEARS

	Governmental Activities				
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Land	\$ 3,663,085	\$ 3,696,585	\$ 3,291,427	\$ 1,321,765	\$ 1,321,765
Construction in progress	3,314,650	22,600	602,261	-	-
Land improvements	1,150,388	882,025	883,326	563,270	399,602
Buildings and improvements	8,748,260	6,040,499	4,904,545	4,220,771	4,456,134
Improvements other than buildings	99,083	107,010	114,936	122,863	130,790
Furniture and equipment	1,024,026	1,005,168	699,787	474,235	459,172
Vehicles	1,038,450	1,128,242	918,439	1,040,815	916,191
Intangible right to use assets:					
Leased equipment	164,844	211,942	-	-	-
Total Governmental Activities					
Capital Assets, net	<u>\$ 19,202,786</u>	<u>\$ 13,094,071</u>	<u>\$ 11,414,721</u>	<u>\$ 7,743,719</u>	<u>\$ 7,683,654</u>

	Governmental Activities				
	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Land	\$ 1,321,765	\$ 1,321,765	\$ 1,321,765	\$ 1,321,765	\$ 1,321,765
Land improvements	472,405	546,451	600,065	677,619	759,677
Buildings and improvements	4,505,324	4,884,066	5,268,707	5,405,391	5,780,844
Improvements other than buildings	135,321	143,248	151,175	132,393	-
Furniture and equipment	559,064	443,068	434,256	423,369	472,831
Vehicles	695,971	831,707	295,740	216,355	293,528
Intangible right to use assets:					
Leased equipment	-	-	-	-	-
Total Governmental Activities					
Capital Assets, net	<u>\$ 7,689,850</u>	<u>\$ 8,170,305</u>	<u>\$ 8,071,708</u>	<u>\$ 8,176,892</u>	<u>\$ 8,628,645</u>

Source: District financial records.

Note: Amounts above are presented net of accumulated depreciation.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

CAPITAL ASSET STATISTICS - (Continued)
LAST TEN FISCAL YEARS

DeWitt Elementary School

425 Falls Ave., Cuyahoga Falls, Ohio 44221

Constructed in 1968
Total Building Square Footage: 50,520
Total Acres: 3.59

Preston Elementary School

800 Tallmadge Rd., Cuyahoga Falls, Ohio 44221

Constructed in 1958
Total Building Square Footage: 39,578
Total Acres: 14.20

Richardson Elementary School

2226 23rd St., Cuyahoga Falls, Ohio 44223

Constructed in 1951
Total Building Square Footage: 48,411
Total Acres: 10

Schnee Learning Center

2222 Issaquah St., Cuyahoga Falls, Ohio 44221

Constructed in 1961
Total Building Square Footage: 40,724
Total Acres: 6.38

Bolich Middle School

2630 13th St., Cuyahoga Falls, Ohio 44223

Constructed in 1953
Total Building Square Footage: 96,768
Total Acres: 35

Cuyahoga Falls High School

2300 4th St., Cuyahoga Falls, Ohio 44221

Constructed in 1922
Total Building Square Footage: 299,931
Total Acres: 9.9

Cuyahoga Falls City School District Central Offices

431 Stow Ave., Cuyahoga Falls, Ohio 44221

Constructed in 1960
Total Building Square Footage: 4,545
Total Acres: 9.9 - Part of HS

Lincoln Elementary School

3131 W. Bailey Rd., Cuyahoga Falls, Ohio 44221

Constructed in 1930
Total Building Square Footage: 62,203
Total Acres: 7.39

Elizabeth Price Elementary School

2610 Delmore St., Cuyahoga Falls, Ohio 44221

Constructed in 1953
Total Building Square Footage: 36,585
Total Acres: 8.27

Silver Lake Elementary School

2970 Overlook Rd., Silver Lake, Ohio 44221

Constructed in 1927
Total Building Square Footage: 37,606
Total Acres: 7.50

Newberry Elementary School

2800 13th St., Cuyahoga Falls, Ohio 44221

Constructed in 1956
Total Building Square Footage: 42,774
Total Acres: 10

Roberts Middle School

3333 Charles St., Cuyahoga Falls, Ohio 44221

Constructed in 1968
Total Building Square Footage: 75,249
Total Acres: 14.85

Cuyahoga Falls City School District Bu

2834 Vincent St., Cuyahoga Falls, Ohio 44221

Constructed in 1955
Total Building Square Footage: 23,901
Total Acres: 3.03

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Expenses	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio
2022	\$ 55,237,430	4,031	\$ 13,703	-10.92%	329	12.3
2021	63,867,074	4,152	15,382	8.15%	322	12.9
2020	61,613,980	4,332	14,223	-3.55%	327	13.2
2019	63,867,074	4,331	14,746	7.58%	341	12.7
2018	61,613,980	4,495	13,708	16.75%	348	12.9
2017	54,637,762	4,653	11,741	78.62%	367	12.7
2016	31,402,336	4,777	6,574	-48.02%	360	13.3
2015	61,814,260	4,888	12,645	10.12%	355	13.8
2014	56,639,525	4,932	11,484	4.02%	340	14.5
2013	54,887,842	4,972	11,039	-0.50%	352	14.1

Source: District Records.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

TEACHER STATISTICS
JUNE 30, 2022

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>	<u>Pay Range</u>
Bachelor's Degree	91	27.66%	\$38,987 - \$72,126
Master's Degree	237	72.04%	\$42,886 - \$81,873
Ph.D.	1	0.30%	\$46,395 - \$83,042
	<u>329</u>	<u>100.00%</u>	

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5	41	12.46%
6 - 10	89	27.05%
11 and over	199	60.49%
	<u>329</u>	<u>100.00%</u>

Source: District Personnel Records

(1) The salary schedule contained in the current teachers' union collective bargaining agreement does not recognize degrees less than a bachelor's.

**CUYAHOGA FALLS CITY
SCHOOL DISTRICT**
SUMMIT COUNTY, OHIO

SINGLE AUDIT

**FOR THE FISCAL YEAR ENDED
JUNE 30, 2022**

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

TABLE OF CONTENTS

Schedule of Expenditures of Federal Awards.....	1
Notes to the Schedule of Expenditures of Federal Awards 2 <i>CFR</i> 200.510(b)(6).....	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 - 4
Independent Auditor’s Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance and on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance.....	5 - 7
Schedule of Findings 2 <i>CFR</i> § 200.515.....	8

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM/CLUSTER TITLE	ASSISTANCE LISTING NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER / ADDITIONAL AWARD IDENTIFICATION	TOTAL EXPENDITURES OF FEDERAL AWARDS
U.S. DEPARTMENT OF AGRICULTURE			
<i>Passed Through the Ohio Department of Education</i>			
Child Nutrition Cluster:			
School Breakfast Program	10.553	2022	\$ 551,204
National School Lunch Program	10.555	2022	1,027,916
COVID-19 - National School Lunch Program	10.555	COVID-19, 2022	154,950
National School Lunch Program - Food Donation	10.555	2022	158,133
Total National School Lunch Program			<u>1,340,999</u>
Total Child Nutrition Cluster			<u>1,892,203</u>
COVID-19 - State Pandemic Electronic Benefit Transfer (P-EBT) Administrative Costs Grant	10.649	COVID-19, 2022	3,063
Total U.S. Department of Agriculture			<u>1,895,266</u>
U.S. DEPARTMENT OF THE TREASURY			
<i>Passed Through the Ohio Department of Education</i>			
COVID-19 - Coronavirus Relief Fund - Broadband Ohio Connectivity	21.019	COVID-19, 2021	2,951
Total U.S. Department of the Treasury			<u>2,951</u>
U.S. FEDERAL COMMUNICATIONS COMMISSION			
<i>Direct Award</i>			
COVID-19 - Emergency Connectivity Fund Program	32.009	COVID-19, ECF2190030971	360,889
Total U.S. Federal Communications Commission			<u>360,889</u>
U.S. DEPARTMENT OF EDUCATION			
<i>Passed Through the Ohio Department of Education</i>			
Title I Grants to Local Educational Agencies	84.010A	84.010A, 2022	695,073
Title I Grants to Local Educational Agencies - Non-competitive, Supplemental School Improvement	84.010A	84.010A, 2022	6,099
Title I Grants to Local Educational Agencies - Expanding Opportunities for Each Child Non-competitive Grant	84.010A	84.010A, 2022	11,266
Total Title I Grants to Local Educational Agencies			<u>712,438</u>
Special Education Cluster (IDEA):			
Special Education_Grants to States (IDEA, Part B)	84.027A	84.027A, 2022	1,056,169
Total Special Education Cluster (IDEA)			<u>1,056,169</u>
English Language Acquisition State Grants	84.365A	84.365A, 2021	6,144
English Language Acquisition State Grants	84.365A	84.365A, 2022	11,923
Total English Language Acquisition State Grants			<u>18,067</u>
Supporting Effective Instruction State Grants	84.367A	84.367A, 2021	15,059
Supporting Effective Instruction State Grants	84.367A	84.367A, 2022	129,219
Total Supporting Effective Instruction State Grants			<u>144,278</u>
Student Support and Academic Enrichment Program	84.424A	84.424A, 2021	788
Student Support and Academic Enrichment Program	84.424A	84.424A, 2022	52,065
Total Student Support and Academic Enrichment Program			<u>52,853</u>
COVID-19 - Elementary and Secondary School Emergency Relief (ESSER I) Fund	84.425D	COVID-19, 84.425D, 2022	5,082
COVID-19 - Elementary and Secondary School Emergency Relief (ESSER II) Fund	84.425D	COVID-19, 84.425D, 2022	1,284,429
COVID-19 - Elementary and Secondary School Emergency Relief Fund - ARP ESSER	84.425U	COVID-19, 84.425U, 2022	1,088,247
Total Education Stabilization Fund			<u>2,377,758</u>
<i>Passed Through the Six District Educational Compact</i>			
Career and Technical Education - Basic Grants to States	84.048	2021	25,968
Career and Technical Education - Basic Grants to States	84.048	2022	37,891
Total Career and Technical Education - Basic Grants to States			<u>63,859</u>
Total U.S. Department of Education			<u>4,425,422</u>
Total Federal Financial Assistance			<u>\$ 6,684,528</u>

The accompanying notes are an integral part of this schedule.

**CUYAHOGA FALLS CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

NOTE 1 – BASIS OF PRESENTATION & SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the Cuyahoga Falls City School District under programs of the federal government for the fiscal year ended June 30, 2022 and is prepared in accordance with the cash basis of accounting. 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 Cuyahoga Falls City School District, it is not intended to and does not present the financial position or changes in net position of the Cuyahoga Falls City School District. Such expenditures are recognized following cost principles contained in Uniform Guidance wherein certain types of expenditures may or may not be limited to as to reimbursement.

NOTE 2 – DE MINIMIS COST RATE

CFR Section 200.414 of the Uniform Guidance allows a non-federal entity that has never received a negotiated indirect cost rate to charge a de minimis rate of 10% of modified total direct costs to indirect costs. The Cuyahoga Falls City School District has not elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE 3 - CHILD NUTRITION CLUSTER

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

NOTE 4 – FOOD DONATION PROGRAM

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

NOTE 5 – PASS THROUGH GRANTS

The Cuyahoga Falls City School District was awarded federal program allocations to be administered on their behalf by the Summit County Educational Service Center. For fiscal year 2022, the Cuyahoga Falls City School District's allocation was as follows: Special Education_Preschool Grants (IDEA, Preschool) (ALN 84.173A) \$17,727.

**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***

Cuyahoga Falls City School District
Summit County
431 Stow Avenue
Cuyahoga Falls, Ohio 44221

To the Members of the Board of Education:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Cuyahoga Falls City School District, Summit County, Ohio, as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Cuyahoga Falls City School District's basic financial statements, and have issued our report thereon dated December 30, 2022, wherein we noted as described in Note 17 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Cuyahoga Falls City School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Cuyahoga Falls City School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the Cuyahoga Falls City School 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 Cuyahoga Falls City School 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 Cuyahoga Falls City School District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Cuyahoga Falls City School District

Summit County

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*

Page 2

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

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.

December 30, 2022

**Independent Auditor's Report on Compliance for Each Major Federal Program
and on Internal Control Over Compliance and on the Schedule of Expenditures of Federal Awards
Required by the Uniform Guidance**

Cuyahoga Falls City School District
Summit County
431 Stow Avenue
Cuyahoga Falls, Ohio 44221

To the Members of the Board of Education:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Cuyahoga Falls City School District's compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of the Cuyahoga Falls City School District's major federal programs for the fiscal year ended June 30, 2022. The Cuyahoga Falls City School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings.

In our opinion, the Cuyahoga Falls City School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the fiscal year ended June 30, 2022.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control over Compliance

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

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

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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Cuyahoga Falls City School District, as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Cuyahoga Falls City School District's basic financial statements. We issued our unmodified report thereon dated December 30, 2022. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Julian & Grube, Inc.
December 30, 2022

**CUYAHOGA CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2022**

1. SUMMARY OF AUDITOR'S RESULTS		
<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unmodified
<i>(d)(1)(ii)</i>	<i>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any reported material noncompliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weaknesses reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any significant deficiencies in internal control reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Programs' Compliance Opinion</i>	Unmodified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under 2 CFR §.516(a)?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Program (listed):</i>	COVID-19 – Education Stabilization Fund (ALN 84.425)
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A:>\$750,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee under 2 CFR § 200.520?</i>	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

OHIO AUDITOR OF STATE KEITH FABER



CUYAHOGA FALLS 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 2/9/2023

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

This report is a matter of public record and is available online at
www.ohioauditor.gov