

Nordonia Hills City School District Northfield, Ohio



*“Inspiring every student to value
learning, community and excellence.”*

Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2024

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Nordonia Hills City School District

Northfield, Ohio

Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2024



Prepared by:
Treasurer's Office
Kyle Kiffer, Treasurer/CFO

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Introductory Section

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December 20, 2024

Board of Education Members and
Residents of Nordoniaschools.org

It is our privilege to present the Annual Comprehensive Financial Report (ACFR) of the Nordoniaschools.org School District for the fiscal year ended June 30, 2024. This ACFR, which includes an independent opinion from the Auditor of the State of Ohio, ensures the School District's compliance with Ohio Administrative Code Section 117-2-03(B) and Ohio Revised Code Section 117.38. These regulations require school districts to report on a Generally Accepted Accounting Principles (GAAP) basis and file an unaudited annual financial report with the Auditor of State within 150 days of the fiscal year's end.

The management of the School District assumes full responsibility for the completeness and reliability of the information contained within this ACFR. This assurance is grounded in a comprehensive framework of internal controls that have been established to ensure the integrity of the financial data. While the cost of internal controls should not exceed their anticipated benefits, the controls are designed to provide reasonable, rather than absolute, assurance that the financial statements are free from material misstatement. All necessary disclosures have been included to enable readers to gain a clear understanding of the School District's financial operations and position.

This report provides comprehensive financial information to the taxpayers, bond rating agencies, and other interested stakeholders, thereby ensuring transparency and accountability. It is designed to meet the School District's responsibility to provide clear and accurate financial reporting to the public.

Copies of this report are available in the central offices and can also be accessed on the School District's website, www.nordoniaschools.org.

Management's Discussion and Analysis (MD&A) follows the Independent Auditor's Report and offers a narrative overview, introduction, and detailed analysis of the basic financial statements. The MD&A complements this transmittal letter and should be read in conjunction with it for a fuller understanding of the School District's financial condition and activities.

School District Organization

Nordoniaschools.org School District is one of 611 school districts in Ohio and one of 17 school districts in Summit County. The School District is located in the northern tip of historical Summit County and serves the communities of Northfield Center, Northfield Village, Macedonia, Sagamore Hills, and part of Boston Heights. The area is accessible via Interstates 80, 271, 480, and State Routes 8 and 82, with major hospitals, Cleveland Hopkins International Airport, and over 20 institutions of higher education within a 30-minute drive. The School District's communities are primarily suburban-residential, with a population exceeding 32,000, ranging from middle- to upper-income households.

The municipalities of Macedonia, Northfield Center, Northfield Village, and Sagamore Hills today occupy the boundaries of what was once known as "Olde Northfield Township," established in 1819. The area, part of the Connecticut Western Reserve, originally spanned approximately 28 square miles. Over time, population growth and development led to the formation of Macedonia Village in 1912, Sagamore Hills Township in 1932, and Northfield Center in 1935, following the reorganization and separation of communities.

The School District's educational roots date back to a one-room log schoolhouse built in 1827. The first Macedonia school was established in 1833, and by 1881, identical "Old Brick Schools" were built in both Macedonia and Northfield. School centralization began in 1908, with full consolidation in 1948. The School District experienced peak enrollment of 5,700 students in 1971 before declining to 2,800 in 1991. Following a period of growth, the School District now educates 3,293 pupils as of June 2024.

The School District operates six schools: Ledgeview Elementary (K-4), Northfield Elementary (K-4), Rushwood Elementary (K-4), Lee Eaton Elementary (5-6), Nordonia Middle School (7-8), and Nordonia High School (9-12). Enrollment is projected to decline over the next decade, consistent with trends seen across Ohio and Northeast Ohio.

The Board of Education consists of five members elected at large by the citizens of the School District. The Board functions as the taxing authority, contracting body, and policy initiator for District operations. It oversees the adoption of the tax budget, the annual operating budget, and the approval of all District expenditures. The Board operates as an independent unit of government, governed by the Ohio Constitution and statutes enacted by the Ohio General Assembly through the Ohio Department of Education and Workforce, and directly approves all personnel-related expenses.

The Superintendent serves as the Chief Executive Officer, responsible to the Board for the School District's educational and support operations. Dr. Joe Clark served as Superintendent from November 2011 until his departure on September 30, 2023. The Board has appointed Mr. Casey Wright as the School District's new Superintendent. Mr. Wright has been with the School District for 16 years, serving as the High School Assistant Principal for two years, the High School Principal for 13 years, and the Director of Business Services for one year. He also brings eight years of experience as an educator and administrator in another Northeast Ohio district.

The Treasurer, as the District's Chief Financial Officer, is responsible for maintaining financial records, issuing payments, safeguarding funds, investing idle resources, and serving as Secretary to the Board. Mr. Matthew Brown was appointed as Treasurer on August 1, 2021, and served until his departure on July 31, 2023. The School District hired Mr. Kyle Kiffer as its new Treasurer on August 1, 2023. Mr. Kiffer brings extensive experience from his nine years with the Ohio Auditor of State's Office, two years as an Assistant Treasurer at a local school district, and three years as a Treasurer/CFO at another district.

Reporting Entity

The School District has reviewed its reporting entity definition to ensure compliance with the Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity," Statement No. 39, "Determining Whether Certain Organizations Are Component Units," and Statement No. 61, "The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34." In determining the appropriate financial reporting structure, management evaluated all agencies, departments, and organizations that comprise the School District (the primary government) and any potential component units. Based on this evaluation, the School District is not considered a component unit, nor does it have any component units that require inclusion in its financial statements.

The City of Macedonia, Sagamore Hills Township, Northfield Center, Northfield Village, Village of Boston Heights, Summit County Public Library, Parent Teacher Organizations, and the Nordonia Hills School Foundation are not included in the School District's financial statements. These entities are not governed by the School District, nor are they fiscally dependent upon it. However, the School District maintains strong ties and collaborative relationships with these communities and organizations.

The School District's relationships with entities such as the Northeast Ohio Network for Educational Technology (NEOnet), the Ohio Schools Council, the Cuyahoga Valley Career Center, and the Stark County Schools Council of Governments are reported as jointly governed organizations and a risk-sharing pool. Statutorily, the School District operates in accordance with the standards set forth by the Ohio Department of Education and Workforce under division (D) of Section 3301.07 of the Ohio Revised Code, ensuring that educational services meet the requirements of both State and Federal agencies.

Economic Condition and Outlook

The School District is strategically located between the metropolitan areas of Akron and Cleveland, offering residents access to a wealth of cultural, social, and economic resources. Within a convenient travel distance are three major state universities: The University of Akron, Cleveland State University, and Kent State University, which provide educational opportunities and partnerships that benefit the community.

The Nardon Hills communities offer an excellent environment for business growth and expansion, fostering a stable and prosperous economic climate. The City of Macedonia, in particular, actively promotes economic development through a diverse range of employers, from small family-owned businesses to large commercial and industrial corporations, contributing to a thriving local economy.

As of June 2024, Ohio's unemployment rate stood at 3.8 percent, the national unemployment rate was 3.6 percent, and Summit County's unemployment rate was 3.3 percent. Although specific unemployment data for the individual communities within the Nardon Hills City School District are not available, the regional economy remains healthy and continues to provide employment opportunities (Source: Ohio Department of Job and Family Services, Bureau of Labor Statistics, United States Department of Labor).

From a financial perspective, the School District receives the majority of its total operating revenues from local property tax collections, making the long-term financial stability of the School District highly dependent on its local tax base. Property tax rates are certified by the Summit County Fiscal Office and approved by the Board of Education, ensuring alignment with the School District's budgetary needs and strategic priorities.

Employee Relations

The School District currently employs a little under 500 full-time equivalent staff members. Two labor organizations represent these employees for collective bargaining purposes. Certificated employees, such as teachers and educational specialists, are represented by the Nardon Hills Education Association (NHEA). Support staff, which includes cooks, custodians, maintenance personnel, educational aides, and clerical staff, are represented by the Ohio Association of Public School Employees Local 246 (OAPSE).

Services Provided

Business Department

The School District offers a broad range of educational and support services, as required by the Ohio Revised Code and Board directives, to meet the diverse needs of its students and community. These services include comprehensive academic programs, special education, and student support initiatives aimed at fostering student achievement and well-being.

To ensure safe and efficient transportation for students, the School District contracts with Petermann for pupil transportation services. Petermann provides reliable transportation to and from school, ensuring that students arrive safely and on time.

In addition to its transportation services, the School District has made significant investments in maintaining and improving its facilities. During the fiscal year, the School District allocated nearly \$1.4 million for extensive roof replacements at several school buildings, including Northfield Elementary, Rushwood Elementary, Lee Eaton Intermediate School, and Nordonia High School. These projects addressed critical infrastructure needs, ensuring that portions of the roof systems in each building were replaced to maintain safe, secure, and weatherproof learning environments for students and staff.

Furthermore, the School District utilized grant funding to enhance safety measures across its schools. One key initiative was the installation of safety film on exterior entryways, which provides an additional layer of security by reinforcing glass surfaces. Additionally, through grant funds, the School District installed the Centegix safety alert system in all school buildings. This advanced alert system enhances emergency preparedness by allowing staff to quickly and effectively communicate during critical situations, significantly improving the safety and security protocols throughout the School District.

These investments reflect the School District's ongoing commitment to maintaining a secure, well-functioning learning environment while effectively managing resources and leveraging available funding opportunities to support student and staff safety.

The School District is deeply committed to ensuring the safety and well-being of all its students, staff, and community members. Recognizing the critical importance of fostering a secure and supportive educational environment, the School District took a significant step forward in fiscal year 2024 by formalizing partnerships with local law enforcement agencies. The Board of Education entered into agreements with the City of Macedonia, Sagamore Hills Township, the Village of Northfield, and the Summit County Sheriff's Department to provide School Resource Officers (SROs) for our educational facilities.

These agreements bring highly trained, dedicated officers into our schools to offer an additional layer of security, promote a safe atmosphere, and build positive relationships with students and staff. The presence of SROs not only enhances the School District's emergency response capabilities but also creates a proactive approach to safety, with officers serving as mentors, role models, and liaisons between the schools and local law enforcement.

The School District welcomes and values these partnerships, which reflect a collaborative effort to prioritize the well-being of our school communities. By working closely with local law enforcement, the School District ensures that students, staff, and families benefit from a safer, more secure learning environment. We extend our gratitude to the City of Macedonia, Sagamore Hills Township, the Village of Northfield, and the Summit County Sheriff's Department for their unwavering commitment to supporting the safety and success of our students through this vital initiative.

Food Service

The School District fulfills its food service responsibilities to the students of Nordonia Hills through in-house management and staff. In fiscal year 2024, under the National School Lunch Program, the School District served a total of 224,776 lunches and 40,247 breakfasts. This program ensures that students receive nutritious meals, supporting their health and academic success while adhering to federal nutrition guidelines.

Pupil Services

In addition to transportation and school lunch support services offered to children in the School District, guidance, special education and health services are available free of charge. Guidance services support the school environment and are designed to help students achieve a well-adjusted social life. Special education services, including school psychology services, are provided to all Federal disability categories ranging from preschool-age students through high school. The School District provides medical support staff through Akron Children's Hospital who are committed to meeting the daily health care needs of all students, as well as the long-term needs of children with chronic illnesses. The School District also offers clinical counseling available during the school day so that students and families can access a higher level of mental health support.

At the center of the School District's services are the instructional programs. The School District offers regular instructional programs daily to students in preschool to grade twelve. The School District served approximately 520 identified students who needed specially designed programs. These students received services through a wide array of special education programs offered in the School District.

The School District also hosts a Special Olympics Field Day each year. During this event students with significant disabilities from over 13 school districts participate in running and field events. Last year we had over 300 student athletes participating. It is truly an amazing event every single year.

Information Technology

New Staff Laptop Deployment

Recognizing the need for modern tools to support teaching and administrative tasks, our department embarked on a large-scale initiative to equip all teachers and staff with new laptops. This deployment not only improved the reliability and performance of the technology available to our educators but also empowered them to use cutting-edge software for instruction, grading, and communication.

The department ensured that the transition was smooth and efficient, offering training sessions and ongoing support to help staff familiarize themselves with their new devices. As a result, our teachers now have faster, more intuitive laptops that allow them to focus on what they do best—educating and inspiring students.

Yearly Chromebook Refresh Program

Our yearly Chromebook refresh program continues to be an integral part of ensuring that students have access to modern, functional devices. This established program systematically replaces aging Chromebooks on a rotating basis, ensuring that our technology fleet stays up-to-date, secure, and fully operational.

The refresh program has become a critical piece in supporting student learning. By providing students with newer models each year, we enhance their learning experience with faster devices, longer battery life, and improved performance. This proactive approach ensures that students can always rely on their Chromebooks to support classroom activities, assignments, and online research. The steady refresh cycle also helps our district manage costs effectively, extending the life of our investments and avoiding large-scale replacements all at once.

Student-Led Chromebook Repair Program

Our student-led Chromebook repair program, now in its successful operation for several years, continues to be one of the most innovative and cost-effective components of our technology strategy. This program provides students with hands-on experience in diagnosing, troubleshooting, and repairing Chromebooks, all under the guidance of skilled staff.

What started as a pilot program has evolved into a cornerstone of our technology department. The students involved have gained valuable technical skills that are transferable to future careers, all while saving the School District significant repair costs by keeping the work in-house. From screen replacements to internal component fixes, students take the lead in ensuring that devices are returned to users quickly and efficiently.

The program not only empowers students with practical, real-world experience but also instills a sense of ownership and responsibility. The success of this initiative has even drawn attention from other districts, looking to replicate the program as part of their own technology infrastructure.

Educational Services

Nordonia Hills City School District is committed to offering a range of educational service programs to enhance student development and engagement. This includes focus on harassment and violence prevention, support for academics and assessment for students hosting college fairs and interest-based trips, organizing District-wide Unity Week, and inviting guest speakers to promote student safety and well-being. We also focus on promoting inclusivity by meeting with parents, students and community members to address student needs. Additionally, we will observe significant events such as the MLK Month of Service and Disability Awareness Month. We are also dedicated to promoting future educators and supporting new Nordonia teachers as part of our ongoing efforts to foster a positive and inclusive learning environment.

Curriculum

Academically, the School District exceeds or significantly exceeds state expectations. The Ohio Department of Education and Workforce released the 2023-2024 Local Report Cards in September. The state report cards are transitioning from an A-F rating system to a 1-5 Star rating system. Under the new rating system, the Nordonia Hills City School District earned an overall 4.5-star rating. This puts Nordonia in the top 10 percent of school districts in the State of Ohio. We are incredibly proud of our staff and students for their hard work and grateful for the supportive families who encourage and guide their kids.

The Class of 2024 had 73 students awarded the Ohio Diploma with Honors, 112 graduated with distinction (3.75 GPA), 54 graduated with merit (3.35 GPA), and 32 students received the Superintendent Award by being in the top ten percent of the graduating class. At the Superintendent Awards, one additional student was awarded the inaugural Portrait of a Knight Award.

For the 2024 Advanced Placement classes taught at Nordonia, 272 students took 473 exams to successfully complete their program. There were 46 AP scholars, with 5 students receiving a Capstone Diploma. Advanced Placement offerings are Biology, Calculus AB, Calculus BC, Chemistry, Comparative Government and Politics, English Literature and Composition, Physics 1, Physics 2, Psychology, Statistics, U.S. Government and Politics, U.S. History, AP Seminar, AP Research, Spanish, Microeconomics, Macroeconomics, 2D Art and Design, English Language, World History, Modern and Computer Science.

Nordonia High School

Participation in performing and visual arts inspires students' creativity, problem-solving, and critical-thinking skills. Synergy and Momentum, our A Cappella groups, were selected as featured performers at the National A Cappella Festival. The A Cappella program released their 7th studio album, "Horizons." One of Synergy's tracks from their released album, "Safe In Sound," was selected to appear on the "Best Of High School A Cappella" recording, a compilation of the best high school a cappella from around the country. Students are also planning the 15th Annual Nordonia A Cappella Festival. This festival invited professional artists worldwide to work on one with visiting school groups. Schools in attendance ranged from around Ohio, Kentucky, and even as far away as Wisconsin, Arkansas, and North Carolina. This is educational for our students, serves as a way of helping them give back to the a cappella community, and brings positive attention to Nordonia from around the country.

The Symphonic Chorale, Bel Canto, and Vox Fortis all received Superior ratings at the Ohio Music Education Association (OMEA) District and State contests held in the spring of 2024. They also served as the site host for the Northeast Ohio Region for District Contest. They hosted 37 choirs over two days from around Northeast Ohio. Their service to music education and their fellow students in other districts, as well as their professionalism and courtesy, was appreciated and noted by all directors visiting with their choirs and several parents from other schools.

The Marching Band is having an outstanding competition season, showcasing their incredible talent and dedication across various events in Ohio. They have proudly represented our school at both district and national competitions in Louisville, Norton, Brunswick, Medina, and Columbus, consistently impressing audiences and

judges. With their captivating show this year, “Bend Don’t Break,” the band has achieved remarkable ratings of “Superior” at multiple competitions. They’ve also finished 1st place in Class Double A, along with awards for Best Percussion and Best General Effect. We are thrilled to announce that the ensemble has once again qualified for the State Marching Band Finals, marking an impressive 11 consecutive years of achievement. Their hard work and commitment to excellence continue to elevate our school’s reputation and inspire our community.

Nordonia Drama had a jam-packed year last year!! In the fall, Drama presented Agatha Christie’s classic whodunnit, *A Murder is Announced*, setting a record for the highest attended fall play for Nordonia Drama. In the spring, our Super Troupers danced their way to Greece in *Mamma Mia!* This beloved ABBA jukebox musical took the combined efforts of 35 students onstage and another 40 students working on crews, as technicians, and as scenic artists. Nordonia Drama was once again a participating school in the 2024 Dazzle Awards presented through Playhouse Square, with students participating in their educational master classes throughout the year and performing on stage at the State Theatre at the end of the year ceremony. Our production of *Mamma Mia!* received a nomination for Best Costume Design. While we did not bring home any awards, it was an honor to be recognized alongside the fantastic talent of Northeast Ohio high school musical theater.

The Nordonia Hills High School physical education and health department offered nine electives in the 2023-2024 school year in addition to the required health and physical education classes for graduation. 677 ninth through twelfth-grade students enrolled in courses offered by the Nordonia High School PE and Health Department, including: Lifetime Fitness, TeamMates (Adapted PE), Recreational Sports, Team Sports, Basketball, Health Careers, Cadet Core, and Mindful Wellness and Yoga. The PE department offered a new elective called Sports Officiating, where students receive training to become basketball referees and ultimately serve as referees for our local Nordonia Youth Basketball (NYB) and Nordonia Hills Athletic Association (NHAA) programs. Students also have the opportunity to earn their Class 3 Officiating license through the OHSAA.

The Family and Consumer Science department offered nine electives in the 2023-2024 school year. We had 355 ninth through twelfth grade students enrolled in the courses offered by the Family and Consumer Science department, including: The Science of Cooking, Gourmet Foods, Foods with Flair, Life on Your Own, Life Choices, Leadership and Community Service, Growth and Child Development, Careers in Design an Adult Roles.

All high school students are required to have 20 community service hours completed and documented to graduate. The class of 2024 completed more than 14,800 hours of community service.

The Senior Job Shadow Program provided a unique opportunity for seniors in the class of 2024 to get out of the classroom and into the real world. For the final three weeks of their school year, 160 students went into the community to investigate various jobs. This program creates a partnership with our community, allowing businesses to connect with our students and gain firsthand experience in a career of interest to them.

High School Athletics

The School District would like to thank everyone who contributes to the success of our athletic program. A special thanks to the Athletic Boosters for their ongoing financial support. During the 2023-2024 school year, our student-athletes excelled both academically and athletically, showcasing their dedication on the field, court, course, lanes, rink, and in the pool.

Our **Girls Varsity Bowling team** had an exceptional season, finishing with a perfect 15-0 dual match record and capturing the Suburban League Championship. They also won the Sectional and District Tournaments, advancing to their second consecutive State Tournament, where they placed 3rd, building on their 2023 State Championship success.

The **Boys Varsity Bowling team** also had a strong season, finishing with a 12-3 record, securing the Suburban League Championship, and finishing as runners-up in the OHSAA Sectional Tournament.

Our **Varsity Wrestling team** completed an impressive 8-0 dual meet season and placed 3rd in the Suburban League. The team claimed victories at the North Coast Classic Tournament and finished 2nd at the Top Gun Tournament. They also placed 2nd at the OHSAA Sectional Tournament and 11th at the State Tournament, with four wrestlers qualifying for the OHSAA State Tournament in Columbus.

The **Girls Varsity Swimming & Diving team** celebrated a historic achievement by capturing their first-ever Suburban League Championship, with the team also qualifying for the OHSAA State Swimming and Diving Meet.

The **Varsity Football team** advanced to the OHSAA playoffs for the third consecutive season, finishing the year with an 8-3 record and making it to the OHSAA Regionals.

The **Varsity Boys Baseball team** had a competitive season, finishing 17-12 and advancing to the District Championship game.

In **Track & Field**, a Nordonia junior pole vaulter earned All-Ohio honors by placing 8th at the OHSAA State Track and Field Meet.

Additionally, a **Girls Golf team** junior was honored as the Suburban League National Conference Player of the Year.

Not only did our student-athletes shine in their sports, but they also demonstrated excellence in the classroom. The 747 students who participated in athletics maintained an impressive average GPA of 3.787 during their respective seasons.

Nordonia Middle School

Nordonia Middle School students can earn high school credit in Algebra I, Geometry, Health, and Spanish I. During the 2023-2024 academic year, 128 students earned a High School credit in Math (Algebra I or Geometry), 61 Students earned a High School Credit in Spanish I, and 110 students earned their High School Health credit, for a total of 299 HS Credits earned by our students. We continue to see steady growth across the board academically as our students garnered Proficient ratings in 4 of our seven tested areas.

Nordonia Middle School offers activities and leadership opportunities for students through groups such as Student Council, Power of the Pen, Science Olympiad, office aides, student aides, Youth to Youth, Drama Club, Interact Club, PTSA, and GIRLS Club. During the 2023-2024 school year, both our 7th and 8th-grade Choirs earned Superior ratings at OMEA, as well as our 7th and 8th grade Bands earning Superior ratings at the OMEA competition. Not to be outdone, Science Olympiad and Power of the Pen students qualified to compete at the State level.

The Middle School continues to expand STEM opportunities through (PTLW) for seventh and eighth-grade students. PTLW courses offered now include Robotics, Flight and Space (2021-2022), Medical Detectives (2023-2024), and Computer Science (2022-2023). Two courses per year are offered rotating to provide students access to multiple courses over their two years at the Middle School.

Lee Eaton Intermediate School

Lee Eaton Intermediate is a transitional building with transitional and introductory programming for extracurricular activities. We have a student council that consists of one representative from each of our 19 homerooms. The leadership team within the student council is voted upon by those representatives under the guidance of a club advisory team consisting of two teachers. This organization is responsible for their own fundraising and sustainability. We also offer several other activities such as a bowling club, sixth grade band and choir, and Young Rembrandts art club.

Ledgeview Elementary School

Ledgeview Elementary School was built in 1963 as a neighborhood school for students in grades K-4. The students experienced a successful 2023-2024 school year, prioritizing academic excellence through targeted interventions and enhanced technology integration. The school fostered strong community involvement through events such as the annual Walk-a-Thon, KISS Breakfast, and Fill the Bus. Ledgeview offered a range of extracurricular activities to support student development. Professional development for staff remained a focus, ensuring effective instructional practices, and the school maintained a commitment to safety with regular drills and security protocols.

Northfield Elementary School

Northfield Elementary School was built in 1963 as a neighborhood school for students in grades K-4. It remains the same today, although there was a brief period when the school closed down due to enrollment decline. On average, the school's enrollment is approximately 375 students in a given year. The building has received praise from both the Ohio Department of Education and Workforce as a 5 star school community, and has also been the recipient of awards from the Ohio Association of Elementary School Administrators (OAESA). While clubs are limited at this age, the students do have the opportunity to join Art Club, Ski Club, Student Leadership, and from time to time a few others. The PTA is a robust, engaging organization that supports the school in a variety of ways.

Rushwood Elementary School

Rushwood Elementary School was built in 1970 and serves students K-4. On average, enrollment is approximately 360 students. The State of Ohio has recognized Rushwood as a Hall of Fame School. The school has excellent relations with the Parent-Teacher Association and collaboratively provides family engagement events such as Moonlight Math Night, Literacy Night, STEM Night, and Fun with Mud (Art) Night. Rushwood also proudly has a Men of Rushwood team (partnering with our PTA) that hosts three to four events for our students and families, such as Dances, Aviation, and Winter Olympics events. In addition to these events, Rushwood has clubs such as Ski/Snowboarding, Young Rembrandts (Art), and Student Leadership.

Community

As part of the School District's strategic plan, the Financial Activities Communications Team (FACT) was formed consisting of residents with financial backgrounds. FACT meets with the School District Treasurer/CFO on a quarterly basis to review and discuss the financial activities of the School District. FACT researches financial data from other area school districts to determine how Nordonias Hills compares.

The Nordonias Hills Schools Foundation provides grants to teachers for educational and instructional programs.

In conjunction with the PTSA Council, the School District held its tenth annual Winter Art and Music Festival showcasing art and music from every School District building.

Long-Term Financial Planning

The School District prepares an annual five-year financial forecast, serving as a vital long-term planning tool. This forecast includes projections for local and State revenues, detailed spending patterns for each budget category, and cash balances in the School District's general fund. It is designed to provide early warning signals of potential financial issues, particularly when expenditures begin to exceed revenues. The five-year forecast is essential for making informed financial decisions, including the development of the annual budget, staffing level adjustments, collective bargaining strategies, and determining the timing and necessity of placing tax levies on the ballot. The forecast is accessible to the public on the School District's website at www.nordoniaschools.org, reflecting our commitment to financial transparency and accountability to the Nordonias Hills community.

In response to budget constraints identified in the forecast, as well as declining student enrollment, the School District implemented strategic expenditure reductions during fiscal years 2023 and 2024. These measures included staffing adjustments through retirements and other departures, as well as strengthened budgetary controls aimed at reducing overall spending. Going into fiscal year 2025, the School District further reduced costs by eliminating three full-time purchased service positions and executing a Reduction in Force (RIF) at the high school level. This RIF, notably the first in the School District’s history driven by student engagement levels in elective courses, represents a significant shift in our approach to resource management.

The School District remains dedicated to fiscal responsibility and is focused on ensuring that every dollar is managed with transparency and accountability. As we continue into fiscal year 2025, we will maintain our commitment to making strategic financial decisions that support the long-term sustainability of our educational mission while balancing the needs of our students, staff, and community.

Levy Information

In May 2019, the voters of the Nordon Hills City School District overwhelmingly approved a 6.98 mill operating levy with a 60 percent to 40 percent margin, marking the largest margin of victory for an operating levy in the School District's history. This continuing levy began generating tax collections in January 2020.

In November 2022, a proposed 7.75 mill bond issue aimed at modernizing educational facilities was defeated, with voters rejecting the measure by a 60 percent to 40 percent margin. Following this, in March 2024, a combined tax levy proposal consisting of a four-mill operating levy and a one-mill levy was also rejected by a 65 percent to 35 percent vote.

On November 5, 2024, a proposed 5 mill levy aimed at securing the necessary funding to maintain educational standards and address ongoing facility needs was defeated with voters rejecting the measure by a 56 percent to 44 percent margin. The proposed levy consisted of four mills apportioned to operating expenditures and one mill dedicated to permanent improvements.

Budgetary Initiatives

Due to the absence of a traditional, dedicated permanent improvement levy, the School District relies on a settlement agreement with a large local business to address its increasing need for facility maintenance. Given the aging infrastructure, we are prioritizing the use of Permanent Improvement (PI) funds over the General Fund to cover these costs. In recent years, the Board has authorized transfers from the General Fund to the PI Fund (003), using a portion of the settlement. The remaining settlement payments are scheduled for March 2025, with a final, smaller payment in March 2026. Once these funds are exhausted, the School District will face the difficult decision of either drawing from the General Fund or postponing essential maintenance and improvements. Below are the amounts that were received into each fund, with discussions still to take place for fiscal year 2025 and fiscal year 2026.

Year	Transfer yes/no	General Fund (001)	Permanent Improvement (003)
2021	N	\$ -	\$ 3,465,575.00
2022	Y	\$ 2,765,575.00	\$ 700,000.00
2023	Y	\$ 1,091,870.00	\$ 1,373,705.00
2024	Y	\$ 1,013,848.66	\$ 1,451,726.34
		\$ 4,871,293.66	\$ 6,991,006.34

The PI Fund (003) is carefully monitored and managed through the annual budgeting process. The School District adopts a collaborative approach in developing building and departmental budgets, ensuring they meet the needs of both students and aging facilities. A significant portion of the transfers is dedicated to maintaining safe, warm, and dry conditions in our buildings. For instance, in fiscal year 2024, the School District invested \$2,094,164 in roofing projects at Northfield Elementary, Rushwood Elementary, and Nordon Middle School.

While the District remains committed to reducing expenditures where feasible, we do so with a focus on minimizing any adverse impact on students and classroom instruction. As financial challenges continue, our priority is to protect the educational environment, ensuring that cost-saving measures do not compromise the quality of education or the well-being of our students.

Relevant Financial Policies

The School District adheres to a comprehensive set of financial policies to ensure the responsible management of all purchases. These policies serve as a framework for fiscal accountability and guide the procurement process for both general operating funds and special revenue sources. In particular, the School District maintains a board-approved policy specifically designed to manage the procurement of Federal grant funds, in full compliance with the Uniform Guidance issued by the Federal government. This ensures that all purchases made with Federal grant funding are conducted with the highest level of transparency, efficiency, and accountability.

Additionally, the School District regularly monitors all board policies related to financial procedures to guarantee strict adherence to legal and regulatory requirements. This oversight includes routine reviews and updates to align with evolving Federal, state, and local regulations. By maintaining rigorous compliance standards, the School District not only upholds its fiduciary responsibility but also fosters public trust in the stewardship of taxpayer and grant-funded resources.

Financial Accomplishments

The School District actively participates in a variety of Federal grant programs, which provide essential resources to support student needs. In fiscal year 2024, the School District received \$1,846,952 in federal grants from the U.S. Department of Education, enhancing educational opportunities and services. Additionally, the School District benefited from a Federal subsidy of \$485,292 through the National School Lunch and Breakfast programs, provided by the U.S. Department of Agriculture, ensuring that nutritious meals are accessible to students. There was also \$153,759 in non-cash donated commodities received from the U.S. Department of Agriculture.

The School District also leverages memberships in several key organizations that help to streamline costs and provide access to quality products and services:

- **Ohio School Council:** This membership facilitates group purchasing for cafeteria food, supplies, waste management, recycling, and electricity, helping the School District secure competitive pricing through shared purchasing power.
- **HPS:** The School District participates in HPS to benefit from group purchasing for cafeteria food, supplies, school furnishings, and equipment, enabling the acquisition of necessary resources while maintaining cost efficiency.
- **Lake Erie Educational Media Consortium:** Through this membership, the School District receives discounts on library books and educational resources, enhancing access to learning materials for students and staff.
- **Stark County Schools Council of Governments (COG):** Established in 1987, this organization manages the School District's insurance programs, including medical, dental, vision, and life insurance, covering more than 170 member districts, educational service centers, and related agencies, with over 15,000 participants. The COG is also a member of Employers Health Coalition Inc., which identifies significant savings in prescription drug costs.

In fiscal year 2024, leading into fiscal year 2025, the School District's healthcare insurance premiums experienced a blended rate increase of **5.60 percent** over the previous year. However, the District benefited from one premium holiday in July, during which no premiums were charged to employees or the Board of Education, providing a temporary cost reprieve.

These collaborative efforts and partnerships allow the School District to maximize financial resources while maintaining quality services for its students and staff.

Awards

The School District has been honored with the prestigious **Certificate of Achievement for Excellence in Financial Reporting** from the Government Finance Officers Association (GFOA). This award represents the highest form of recognition in governmental financial reporting and underscores the School District's commitment to transparency and excellence in financial management.

To earn this distinction, a government entity must publish an Annual Comprehensive Financial Report (ACFR) that is both easily readable and efficiently organized, adhering to the rigorous standards of the Certificate of Achievement program. The report must fully comply with generally accepted accounting principles (GAAP) and meet all applicable legal requirements. The Certificate of Achievement is awarded for a one-year period, after which the government entity must reapply.

We are confident that our current report aligns with the GFOA's high standards, and we will be submitting our fiscal year 2024 ACFR for consideration under the Certificate of Achievement program, reaffirming our ongoing commitment to excellence in financial reporting.

Acknowledgments

The publication of this Annual Comprehensive Financial Report represents a critical advancement in the professionalization of the School District's financial reporting. It enhances accountability and transparency for the residents of the Nordon Hills City School District, reflecting our commitment to sound financial management.

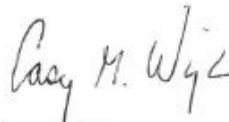
This report would not have been possible without the diligence and expertise of the staff in the Office of the Treasurer/CFO, along with other dedicated team members who manage various financial responsibilities across the School District. Their initiative and careful attention to detail ensured the accuracy and integrity of the financial information presented, culminating in the successful completion of this report. Special recognition is also due to the professionals at the Auditor of State's Office of Local Government Services, whose expertise in governmental accounting principles and standards greatly contributed to this effort.

We also extend our sincere appreciation to the Board of Education for their unwavering support in prioritizing the continuous improvement of financial accountability and transparency. Their dedication to excellence in financial reporting helps reinforce the School District's mission to "inspire every student to value learning, community, and excellence."

Respectfully submitted,



Kyle T. Kiffer
Treasurer/CFO



Casey Wright
Superintendent

Nordonia Hills City School District

Principal Officials

Board of Education

Mr. Chad Lahrmer.....	President
Mrs. Liz McKinley.....	Vice President
Mr. Matt Kearney.....	Member
Mr. Jason Tidmore.....	Member
Ms. Amy Vajdich.....	Member

Treasurer/CFO

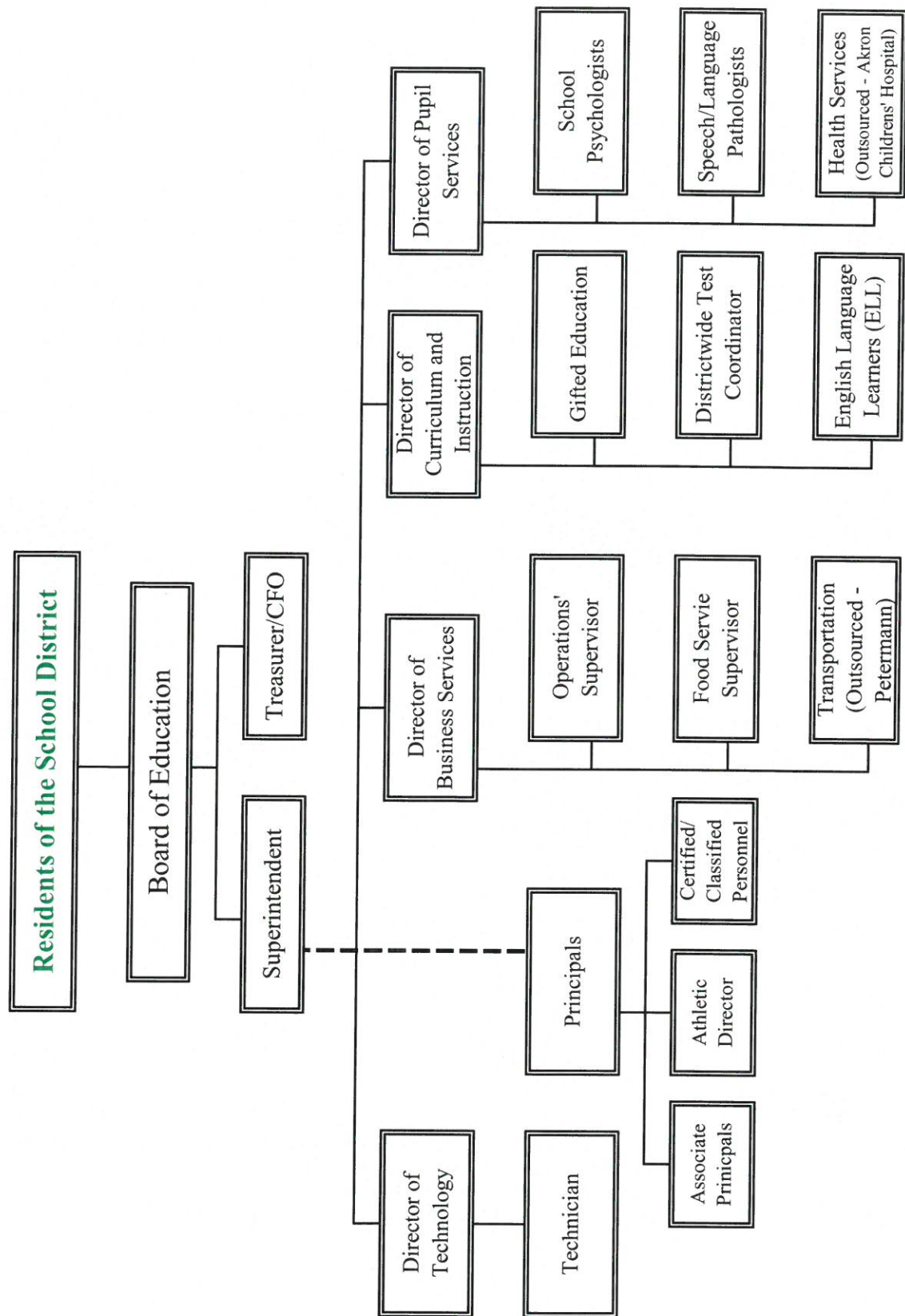
Mr. Kyle Kiffer

Administration

Mr. Casey Wright	Superintendent
Mrs. Carrie Hutchinson.....	Director of Pupil Services
Mr. Steve Marlow.....	Director of Business
Mr. Mike Russ.....	Director of Technology
Mr. Todd Stuart.....	Director of Curriculum & Instruction

Nordonia Hills City School District

Organizational Chart





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Nordonia Hills City School District
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2023

Christopher P. Morill

Executive Director/CEO



Financial Section

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OHIO AUDITOR OF STATE KEITH FABER



65 East State Street
Columbus, Ohio 43215
ContactUs@ohioauditor.gov
800-282-0370

INDEPENDENT AUDITOR'S REPORT

Nordonia Hills City School District
Summit County
9370 Olde Eight Road
Northfield, Ohio 44067

To the Board of Education:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Nordonia Hills City School District, Summit County, Ohio (the District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the Nordonia Hills City School District, Summit County, Ohio as of June 30, 2024, and the respective changes in financial position thereof and the budgetary comparison for the General fund for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual financial 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 20, 2024, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Keith Faber
Auditor of State
Columbus, Ohio

December 20, 2024

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Nordonia Hills City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
Unaudited

The discussion and analysis of Nordonia Hills City School District's (School District) financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2024. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the financial statements and notes to those respective statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2024 are as follows:

- Net position decreased in fiscal year 2024 due mainly to an increase in deferred inflows related to property taxes. This was the result of a significant drop in property taxes available as an advance at fiscal year-end due to the timing of tax settlement bills. The decrease in net position was partially offset by increases in property taxes receivable and capital assets and by a decrease in long-term debt obligations.
- The School District's capital assets increased by \$369,337 from the prior fiscal year. The increase was due to current year additions exceeding annual depreciation/amortization and current year deletions. Additions consisted of land, construction progress, building improvements and the purchase of various equipment.
- Outstanding general obligation bonded debt decreased from \$10,199,553 in fiscal year 2023 to \$7,002,533 in fiscal year 2024, due to continued debt service payments.

Using this Annual Financial Report

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

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

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains all the funds used by the School District to provide programs and activities, the view of the School District as a whole considers all financial transactions and asks the question, "How did we do financially during fiscal year 2024?" The statement of net position and the statement of activities answer this question. These statements include all assets and deferred outflows of resources and liabilities and deferred inflows of resources using the accrual basis of accounting, similar to the accounting used by most private-sector companies. Accrual accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

Nordonia Hills City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
Unaudited

These two statements report the School 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 School District as a whole, the financial position of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's performance, demographic and socioeconomic factors and the willingness of the community to support the School District.

In the statement of net position and the statement of activities, the School District's activities are all reported as governmental. All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, food service operations and extracurricular activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major fund can be found on page 11. Fund financial reports provide detailed information about the School District's major fund. The School District uses many funds to account for a multitude of financial transactions; however, these fund financial statements focus on the School District's most significant funds. The School District's major governmental fund is the general fund.

Governmental Funds

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

The School District as a Whole

You may recall that the statement of net position provides the perspective of the School District as a whole. Table 1, found on the following page, provides a summary of the School District's net position for fiscal year 2024 compared to fiscal year 2023.

Nordonia Hills City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
Unaudited

Table 1
Net Position

	Governmental Activities		
	2024	2023	Change
Assets			
Current and Other Assets	\$76,329,967	\$74,911,116	\$1,418,851
Net OPEB Asset	3,510,713	4,660,949	(1,150,236)
Capital Assets, Net	33,313,919	32,944,582	369,337
Total Assets	113,154,599	112,516,647	637,952
Deferred Outflows of Resources			
Deferred Charge on Refunding	160,089	222,460	(62,371)
Pension	10,594,979	13,035,937	(2,440,958)
OPEB	2,089,071	1,288,230	800,841
Asset Retirement Obligation	19,800	21,600	(1,800)
Total Deferred Outflows of Resources	12,863,939	14,568,227	(1,704,288)
Liabilities			
Current and Other Liabilities	7,631,445	8,342,062	710,617
Long-Term Liabilities:			
Due Within One Year	3,565,539	3,363,549	(201,990)
Due in More than One Year:			
Net Pension Liability	50,957,336	51,956,300	998,964
Net OPEB Liability	3,696,590	3,168,666	(527,924)
Other Amounts	7,904,785	11,587,467	3,682,682
Total Liabilities	73,755,695	78,418,044	4,662,349
Deferred Inflows of Resources			
Property Taxes	43,925,352	34,540,988	(9,384,364)
Payments in Lieu of Taxes	5,084,166	4,804,433	(279,733)
Deferred Gain on Refunding	36,616	61,027	24,411
Pension	2,982,192	4,418,812	1,436,620
OPEB	6,170,986	7,595,466	1,424,480
Total Deferred Inflows of Resources	58,199,312	51,420,726	(6,778,586)
Net Position			
Net Investment in Capital Assets	25,325,217	21,515,761	3,809,456
Restricted:			
Debt Service	1,966,143	2,439,362	(473,219)
Capital Projects	24,908	13,887	11,021
Other Purposes	5,334,521	2,602,621	2,731,900
Unrestricted (Deficit)	(38,587,258)	(29,325,527)	(9,261,731)
Total Net Position	(\$5,936,469)	(\$2,753,896)	(\$3,182,573)

Nordonia Hills City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
Unaudited

The net pension liability (NPL) is the largest single liability reported by the School District at June 30, 2024. 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 School District is not responsible for certain key factors affecting the balance of these liabilities. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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.

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. For the School District, total assets and deferred outflows of resources were less than total liabilities and deferred inflows of resources by \$5,936,469 in fiscal year 2024 and \$2,753,896 in fiscal year 2023.

A large portion of the School District's net position reflects “Net Investment in Capital Assets” (i.e. land, construction in progress, buildings, improvements, furniture, fixtures, equipment, vehicles and intangible right to use) less any related debt to acquire those assets that are still outstanding. The School District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the School District's investment in its capital assets is reported net of related debt, it should be noted that resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The School District continues to provide the services that the School District residents expect while maintaining the costs of providing those services.

Current assets increased due mainly to an increase in property taxes receivable attributable to an increase in assessed values. The increase in capital assets was due to current year additions outpacing annual depreciation/amortization and current year deletions. The net OPEB asset decreased significantly in fiscal year 2024.

Current liabilities went down due to decreases in contracts payable related to construction projects, unearned revenue and matured compensated absences. Long-term liabilities decreased significantly during fiscal year 2024 due mainly to the paydown of general obligation debt as well as to a decrease in the net pension liability. As indicated previously, changes in pension benefits, contribution rates, and return on investments affect the balance of the net pension and net OPEB liabilities. The decrease in the net pension liability was offset by a decrease in the associated deferred outflows.

Nordonia Hills City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
Unaudited

In order to further understand what makes up the changes in net position for the current year, the following table gives readers further details regarding the results of activities for fiscal years 2024 and 2023.

Table 2
Change in Net Position

	Governmental Activities		
	2024	2023	Change
Revenues			
Program Revenues:			
Charges for Services	\$3,279,683	\$3,125,297	\$154,386
Operating Grants, Contributions and Interest	3,138,467	3,397,117	(258,650)
Total Program Revenues	6,418,150	6,522,414	(104,264)
General Revenue:			
Property Taxes	36,892,192	49,910,776	(13,018,584)
Payments in Lieu of Taxes	5,001,149	4,836,490	164,659
Grants and Entitlements, not Restricted	9,517,046	8,920,861	596,185
Unrestricted Contributions and Donations	10,895	15,758	(4,863)
Investment Earnings/Interest	1,161,671	820,959	340,712
Miscellaneous	136,844	99,219	37,625
Total General Revenues	52,719,797	64,604,063	(11,884,266)
Total Revenues	59,137,947	71,126,477	(11,988,530)
Program Expenses:			
Instruction:			
Regular	26,161,653	26,734,693	573,040
Special	8,077,787	8,437,328	359,541
Vocational	269,024	276,753	7,729
Student Intervention Services	144,872	131,793	(13,079)
Support Services:			
Pupils	6,803,154	6,088,493	(714,661)
Instructional Staff	1,211,081	1,114,331	(96,750)
Board of Education	42,030	41,497	(533)
Administration	3,551,286	3,587,427	36,141
Fiscal	1,504,612	1,480,059	(24,553)
Business	394,572	345,794	(48,778)
Operation and Maintenance of Plant	5,535,272	4,930,537	(604,735)
Pupil Transportation	4,321,604	4,224,493	(97,111)
Central	691,071	715,434	24,363
Operation of Non-Instructional Services	51,792	49,741	(2,051)
Food Service Operations	1,391,962	1,294,850	(97,112)
Extracurricular Activities	2,043,331	1,981,228	(62,103)
Interest	125,417	185,466	60,049
Total Program Expenses	62,320,520	61,619,917	(700,603)
Change in Net Position	(3,182,573)	9,506,560	(12,689,133)
Net Position Beginning of Year	(2,753,896)	(12,260,456)	9,506,560
Net Position End of Year	(\$5,936,469)	(\$2,753,896)	(\$3,182,573)

Nordonia Hills City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
Unaudited

Program revenues decreased for governmental activities in fiscal year 2024 due to a drop in operating grants. The decrease in operating grants was mainly due to a decrease in ESSER funding. The decrease in program revenues was partially offset by an increase in charges for services resulting from higher tuition and fees, extracurricular revenues, rentals and customer charges and sales related to food service. Property tax revenues went down significantly due to the timing of tax settlement bills.

Program expenses went up due mainly to increases in (1) pupils support service salaries and benefits and (2) purchased services related to operation and maintenance of school buildings.

Governmental Activities

Several revenue sources fund our governmental activities with property taxes and State Foundation revenues being the largest contributors. With the combination of taxes and intergovernmental funding making up a significant portion of all revenues, the School District monitors both of these revenue sources very closely for fluctuations.

The majority of the School District's expenses are for instructional costs. Support services for pupils, administration, operation and maintenance of plant, and pupil transportation are the next largest area of expenses. The remaining amount of program expenses are to facilitate other obligations of the School District, such as interest, the food service program and numerous extracurricular activities.

The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for government 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 entitlements for fiscal year 2024 compared to 2023.

	Total Cost of Services 2024	Net Cost of Services 2024	Total Cost of Services 2023	Net Cost of Services 2023
Instruction	\$34,653,336	\$32,703,735	\$35,580,567	\$33,512,219
Support Services:				
Pupils	6,803,154	6,592,549	6,088,493	5,767,367
Instructional Staff	1,211,081	1,099,888	1,114,331	1,043,926
Board of Education	42,030	41,220	41,497	40,752
Administration	3,551,286	3,461,895	3,587,427	3,497,268
Fiscal	1,504,612	1,476,123	1,480,059	1,453,593
Business	394,572	386,841	345,794	339,376
Operation and Maintenance of Plant	5,535,272	5,096,051	4,930,537	4,624,759
Pupil Transportation	4,321,604	3,711,311	4,224,493	3,497,489
Central	691,071	665,342	715,434	692,285
Operating of Non-Instructional Services	51,792	0	49,741	(1,890)
Food Service Operations	1,391,962	(261,949)	1,294,850	(313,077)
Extracurricular Activities	2,043,331	803,947	1,981,228	757,970
Interest	125,417	125,417	185,466	185,466
Total Expenses	<u>\$62,320,520</u>	<u>\$55,902,370</u>	<u>\$61,619,917</u>	<u>\$55,097,503</u>

As one can see, the vast majority of program expenses are not covered by program revenues. Instead, the reliance upon general revenues, including local tax revenues and payments in lieu of taxes for governmental activities, is crucial.

Nordonia Hills City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
Unaudited

School District's Funds

The School District's governmental funds are accounted for using the modified accrual basis of accounting. Total governmental funds had expenditures and other financing uses that exceeded revenues and other financing sources, for an overall decrease in fund balance from the prior fiscal year. The general fund reported a decrease in fund balance mainly attributable to a significant decrease in property tax revenues due to the timing of tax settlement bills.

General Fund Budgeting Highlights

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

During the course of fiscal year 2024, the School District amended its general fund budget numerous times. Budget revisions are presented to the Board of Education for approval.

For the general fund, the final budget basis revenue estimate was higher than the original budget estimate. The change was attributed to an increase in estimate for property taxes, as funding levels became more apparent. Actual revenues were higher than final budgeted amounts due mainly to property tax collections, intergovernmental and interest exceeding expectations.

The final budget appropriations decreased slightly from the original budget appropriations of the general fund. This change was attributable to small adjustments to both instruction as well as support service expenditures, as a more accurate picture of the fiscal year was realized. Actual expenditures were less than final budget appropriations as a result of conservative spending.

Capital Assets and Debt Administration

Capital Assets

All capital assets, except land and construction in progress, are reported net of depreciation/amortization. Capital assets increased during fiscal year 2024 as a result of current additions outpacing current deletions and depreciation/amortization. Additions to capital assets included, but were not limited to, land, construction in progress related to security camera installation and school building roof replacements and the purchase of technology equipment. For more information on capital assets refer to Note 9 of the basic financial statements.

Debt Administration

During fiscal year 2014, the School District issued \$729,744 in bonds, the proceeds of which were used to finance the installation, modification and remodeling of buildings to conserve energy.

During fiscal year 2015, the School District issued \$10,485,000 in bonds to partially refund the 2006 refunding bonds, as well as \$4,490,000 in bonds to refund the serial bond portion of the 2009 athletic facilities bonds.

During fiscal year 2017, the School District issued \$9,805,000 in bonds to refund the serial portion of the 2006 refunding bonds.

During fiscal year 2023, the School District entered into financed purchase agreements for copiers and laptops.

Nordonia Hills City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2024
Unaudited

The School District made principal and interest payments of \$3,113,016 and \$264,163, respectively, on long-term debt obligations during fiscal year 2024.

See Note 14 to the basic financial statements for additional information related to long-term debt activity, including the repayment schedules of the bonded debt.

The School District's overall legal debt margin was \$127,587,320 with an unvoted debt margin of \$1,469,530 as of June 30, 2024.

Current Issues Affecting Financial Condition

The Board of Education and administration closely monitor the revenues and expenditures in tandem with the five-year financial forecast. The School District, like many other districts across Ohio, is financially challenged and subject to the State's biennial budget process. Beginning in fiscal year 2022, School District foundation funding received from the state of Ohio was funded using a direct funding model. This new funding system calculates a unique base cost and a unique "per-pupil local capacity amount" for each School District. At the local level, taxpayers must approve additional levies to pay for unfunded mandates, as well as continue the programs they have come to expect as normal operations. The administration remains vigilant in monitoring the finances and prudently plans to provide the financial resources to meet the students' needs over the next several years. The voters approved a 6.98 mill operating tax levy for a continuing period of time which is expected to generate approximately \$7 million annually that began collections in January 2020. In October 2021, the School District reached a tax valuation settlement agreement with a large business within the School District's boundaries. The first and second settlement payouts were received in October 2021 and February 2022. Subsequent payouts totaling approximately \$7,862,000 will be received through March of 2026.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Kyle Kiffer, Treasurer/CFO, at Nordonia Hills City School District, 9370 Olde Eight Road, Northfield, Ohio 44067.

Basic Financial Statements

Nordonia Hills City School District

Statement of Net Position

June 30, 2024

	Governmental Activities
Assets	
Equity in Pooled Cash and Cash Equivalents	\$24,232,472
Inventory Held for Resale	11,160
Materials and Supplies Inventory	68,366
Accrued Interest Receivable	77,728
Accounts Receivable	15,355
Intergovernmental Receivable	485,559
Prepaid Items	49,002
Property Taxes Receivable	46,306,159
Payments in Lieu of Taxes Receivable	5,084,166
Net OPEB Asset (See Note 11)	3,510,713
Nondepreciable Capital Assets	2,236,225
Depreciable Capital Assets, Net	31,077,694
<i>Total Assets</i>	<u>113,154,599</u>
Deferred Outflows of Resources	
Deferred Charge on Refunding	160,089
Pension	10,594,979
OPEB	2,089,071
Asset Retirement Obligation	19,800
<i>Total Deferred Outflows of Resources</i>	<u>12,863,939</u>
Liabilities	
Accounts Payable	505,916
Accrued Wages and Benefits	5,133,367
Contracts Payable	663,041
Intergovernmental Payable	1,084,913
Retainage Payable	42,682
Accrued Interest Payable	17,290
Matured Compensated Absences Payable	130,442
Unearned Revenue	53,794
Long-Term Liabilities:	
Due Within One Year	3,565,539
Due In More Than One Year:	
Net Pension Liability (See Note 10)	50,957,336
Net OPEB Liability (See Note 11)	3,696,590
Other Amounts	7,904,785
<i>Total Liabilities</i>	<u>73,755,695</u>
Deferred Inflows of Resources	
Property Taxes	43,925,352
Payments in Lieu of Taxes	5,084,166
Deferred Charge on Refunding	36,616
Pension	2,982,192
OPEB	6,170,986
<i>Total Deferred Inflows of Resources</i>	<u>58,199,312</u>
Net Position	
Net Investment in Capital Assets	25,325,217
Restricted for:	
Debt Service	1,966,143
Capital Projects	24,908
Student Activities	351,640
Instruction	227,145
Food Service	1,226,237
Unclaimed Monies	18,786
OPEB Plans	3,510,713
Unrestricted (Deficit)	(38,587,258)
<i>Total Net Position</i>	<u><u>(\$5,936,469)</u></u>

See accompanying notes to the basic financial statements

Nordonia Hills City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2024

		Program Revenues		Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants, Contributions and Interest	Governmental Activities
Governmental Activities				
Instruction:				
Regular	\$26,161,653	\$480,763	\$294,586	(\$25,386,304)
Special	8,077,787	141,502	1,018,139	(6,918,146)
Vocational	269,024	4,447	7,372	(257,205)
Student Intervention Services	144,872	2,792	0	(142,080)
Support Services:				
Pupils	6,803,154	133,123	77,482	(6,592,549)
Instructional Staff	1,211,081	21,276	89,917	(1,099,888)
Board of Education	42,030	810	0	(41,220)
Administration	3,551,286	68,647	20,744	(3,461,895)
Fiscal	1,504,612	28,489	0	(1,476,123)
Business	394,572	7,731	0	(386,841)
Operation and Maintenance of Plant	5,535,272	92,617	346,604	(5,096,051)
Pupil Transportation	4,321,604	78,262	532,031	(3,711,311)
Central	691,071	14,021	11,708	(665,342)
Operation of Non-Instructional Services	51,792	0	51,792	0
Food Service Operations	1,391,962	972,925	680,986	261,949
Extracurricular Activities	2,043,331	1,232,278	7,106	(803,947)
Interest	125,417	0	0	(125,417)
Totals	\$62,320,520	\$3,279,683	\$3,138,467	(55,902,370)
General Revenues				
Property Taxes Levied for:				
General Purposes				34,492,981
Debt Service				2,399,211
Payments in Lieu of Taxes				5,001,149
Grants and Entitlements not Restricted				
to Specific Programs				9,517,046
Unrestricted Contributions and Donations				10,895
Investment Earnings/Interest				1,161,671
Miscellaneous				136,844
Total General Revenues				52,719,797
Change in Net Position				(3,182,573)
Net Position Beginning of Year				(2,753,896)
Net Position End of Year				(\$5,936,469)

See accompanying notes to the basic financial statements

Nordonia Hills City School District

Balance Sheet

Governmental Funds

June 30, 2024

	General	Other Governmental Funds	Total Governmental Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$17,544,533	\$6,669,153	\$24,213,686
Restricted Assets:			
Equity in Pooled Cash and Cash Equivalents	18,786	0	18,786
Accounts Receivable	14,483	872	15,355
Intergovernmental Receivable	424,212	61,347	485,559
Accrued Interest Receivable	77,728	0	77,728
Interfund Receivable	39,444	0	39,444
Inventory Held for Resale	0	11,160	11,160
Materials and Supplies Inventory	61,694	6,672	68,366
Property Taxes Receivable	43,247,723	3,058,436	46,306,159
Payments in Lieu of Taxes Receivable	5,084,166	0	5,084,166
Prepaid Items	49,002	0	49,002
<i>Total Assets</i>	<u>\$66,561,771</u>	<u>\$9,807,640</u>	<u>\$76,369,411</u>
Liabilities			
Accounts Payable	\$474,712	\$31,204	\$505,916
Accrued Wages and Benefits	5,043,490	89,877	5,133,367
Contracts Payable	0	663,041	663,041
Intergovernmental Payable	1,057,346	27,567	1,084,913
Interfund Payable	0	39,444	39,444
Retainage Payable	0	42,682	42,682
Matured Compensated Absences Payable	130,442	0	130,442
Unearned Revenue	0	53,794	53,794
<i>Total Liabilities</i>	<u>6,705,990</u>	<u>947,609</u>	<u>7,653,599</u>
Deferred Inflows of Resources			
Property Taxes	41,044,418	2,880,934	43,925,352
Payments in Lieu of Taxes	5,084,166	0	5,084,166
Unavailable Revenue	966,255	65,221	1,031,476
<i>Total Deferred Inflows of Resources</i>	<u>47,094,839</u>	<u>2,946,155</u>	<u>50,040,994</u>
Fund Balances			
Nonspendable	129,482	6,672	136,154
Restricted	0	3,687,706	3,687,706
Committed	152,420	2,224,088	2,376,508
Assigned	2,122,762	0	2,122,762
Unassigned (Deficit)	10,356,278	(4,590)	10,351,688
<i>Total Fund Balances</i>	<u>12,760,942</u>	<u>5,913,876</u>	<u>18,674,818</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$66,561,771</u>	<u>\$9,807,640</u>	<u>\$76,369,411</u>

See accompanying notes to the basic financial statements

Nordonia Hills City School District
Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
June 30, 2024

Total Governmental Fund Balances		\$18,674,818
<i>Amounts reported for governmental activities in the statement of net position are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		33,313,919
Other long-term assets are not available to pay for current period expenditures and therefore are unavailable revenues in the funds:		
Delinquent Property Taxes	697,914	
Intergovernmental	132,767	
Tuition and Fees	200,795	
Total		1,031,476
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(17,290)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
General Obligation Bonds	(7,002,533)	
Financed Purchases	(222,894)	
Compensated Absences	(4,154,897)	
Asset Retirement Obligation	(90,000)	
Total		(11,470,324)
Deferred outflows of resources represent deferred amounts on asset retirement obligations.		19,800
Deferred outflows of resources represent deferred charges on refundings, which are not reported in the funds.		160,089
Deferred inflows of resources represent deferred gains on refundings, which are not reported in the funds.		(36,616)
The net pension and OPEB asset/liabilities are not due and payable in the current period; therefore, the asset/liabilities and related deferred inflows/outflows are not reported in governmental funds:		
Net OPEB Asset	3,510,713	
Deferred Outflows - Pension	10,594,979	
Deferred Outflows - OPEB	2,089,071	
Net Pension Liability	(50,957,336)	
Net OPEB Liability	(3,696,590)	
Deferred Inflows - Pension	(2,982,192)	
Deferred Inflows - OPEB	(6,170,986)	
Total		(47,612,341)
<i>Net Position of Governmental Activities</i>		<u><u>(\$5,936,469)</u></u>

See accompanying notes to the basic financial statements

Nordonia Hills City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2024

	General	Other Governmental Funds	Total Governmental Funds
Revenues			
Property Taxes	\$34,245,167	\$2,378,612	\$36,623,779
Payments in Lieu of Taxes	5,001,149	0	5,001,149
Intergovernmental	9,491,149	3,000,364	12,491,513
Investment Earnings/Interest	1,161,671	41,935	1,203,606
Tuition and Fees	1,078,124	396	1,078,520
Charges for Services	0	972,925	972,925
Extracurricular Activities	372,999	755,362	1,128,361
Contributions and Donations	10,895	37,437	48,332
Rentals	71,613	11,091	82,704
Miscellaneous	136,653	191	136,844
<i>Total Revenues</i>	<u>51,569,420</u>	<u>7,198,313</u>	<u>58,767,733</u>
Expenditures			
Current:			
Instruction:			
Regular	24,808,582	309,292	25,117,874
Special	7,418,763	810,893	8,229,656
Vocational	233,889	7,976	241,865
Student Intervention Services	144,872	0	144,872
Support Services:			
Pupils	6,981,152	86,723	7,067,875
Instructional Staff	1,097,798	89,917	1,187,715
Board of Education	42,030	0	42,030
Administration	3,617,099	20,744	3,637,843
Fiscal	1,470,608	48,050	1,518,658
Business	399,296	0	399,296
Operation and Maintenance of Plant	4,809,459	2,281,377	7,090,836
Pupil Transportation	4,060,556	257,948	4,318,504
Central	725,522	0	725,522
Operation of Non-Instructional Services	0	51,792	51,792
Food Service Operations	0	1,459,667	1,459,667
Extracurricular Activities	1,148,706	919,215	2,067,921
Debt Service:			
Principal Retirement	86,173	3,026,843	3,113,016
Interest	17,505	246,658	264,163
<i>Total Expenditures</i>	<u>57,062,010</u>	<u>9,617,095</u>	<u>66,679,105</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(5,492,590)</u>	<u>(2,418,782)</u>	<u>(7,911,372)</u>
Other Financing Sources (Uses)			
Transfers In	0	1,600,000	1,600,000
Transfers Out	(1,600,000)	0	(1,600,000)
<i>Total Other Financing Sources (Uses)</i>	<u>(1,600,000)</u>	<u>1,600,000</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	<u>(7,092,590)</u>	<u>(818,782)</u>	<u>(7,911,372)</u>
<i>Fund Balances Beginning of Year</i>	<u>19,853,532</u>	<u>6,732,658</u>	<u>26,586,190</u>
<i>Fund Balances End of Year</i>	<u>\$12,760,942</u>	<u>\$5,913,876</u>	<u>\$18,674,818</u>

See accompanying notes to the basic financial statements

Nordonia Hills City School District
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2024*

Net Change in Fund Balances - Total Governmental Funds	(\$7,911,372)
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*Amounts reported for governmental activities in the
statement of activities are different because:*

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation/amortization expense. This is the amount by which capital outlay exceeded depreciation/amortization in the current period:

Capital Outlay	2,738,101	
Current Year Depreciation/Amortization	(2,337,194)	
Total		400,907

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

(31,570)

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

Delinquent Property Taxes	268,413	
Intergovernmental	84,628	
Tuition and Fees	17,173	
Total		370,214

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

3,113,016

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

Accrued Interest	6,529	
Amortization of Bond Premium	170,177	
Amortization of Accounting Loss	(62,371)	
Amortization of Accounting Gain	24,411	
Total		138,746

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

Compensated Absences	197,499	
Asset Retirement Obligation	(1,800)	
Total		195,699

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

Pension	4,723,963	
OPEB	147,702	
Total		4,871,665

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

Pension	(4,729,337)	
OPEB	399,459	
Total		(4,329,878)

Change in Net Position of Governmental Activities	(\$3,182,573)
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See accompanying notes to the basic financial statements

Nordonia Hills City School District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues				
Property Taxes	\$39,826,669	\$40,288,246	\$41,258,192	\$969,946
Payments in Lieu of Taxes	5,001,149	5,001,149	5,001,149	0
Intergovernmental	8,958,949	8,958,949	9,387,420	428,471
Interest	475,000	475,000	900,456	425,456
Tuition and Fees	940,000	940,000	1,078,212	138,212
Extracurricular Activities	273,000	273,000	322,196	49,196
Contributions and Donations	2,500	2,500	1,688	(812)
Rentals	0	0	68,906	68,906
Miscellaneous	46,675	46,675	126,028	79,353
<i>Total Revenues</i>	<u>55,523,942</u>	<u>55,985,519</u>	<u>58,144,247</u>	<u>2,158,728</u>
Expenditures				
Current:				
Instruction:				
Regular	25,439,601	25,361,741	25,317,514	44,227
Special	7,622,139	7,571,281	7,538,904	32,377
Vocational	233,697	233,297	232,513	784
Student Intervention Services	144,872	144,872	144,872	0
Support Services:				
Pupils	6,852,902	6,963,274	6,921,445	41,829
Instructional Staff	1,133,146	1,106,103	1,071,888	34,215
Board of Education	64,808	63,752	45,953	17,799
Administration	3,861,229	3,799,253	3,701,873	97,380
Fiscal	1,479,844	1,483,316	1,483,311	5
Business	453,202	427,431	401,288	26,143
Operation and Maintenance of Plant	5,542,828	5,155,360	4,935,548	219,812
Pupil Transportation	4,064,634	4,249,510	4,133,043	116,467
Central	777,599	751,828	740,784	11,044
Extracurricular Activities	1,094,729	1,107,361	1,079,842	27,519
<i>Total Expenditures</i>	<u>58,765,230</u>	<u>58,418,379</u>	<u>57,748,778</u>	<u>669,601</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(3,241,288)</u>	<u>(2,432,860)</u>	<u>395,469</u>	<u>2,828,329</u>
Other Financing Sources (Uses)				
Advances Out	(5,000)	(5,000)	0	5,000
Transfers In	1,500	1,500	0	(1,500)
Transfers Out	(1,723,450)	(1,546,045)	(1,600,000)	(53,955)
<i>Total Other Financing Sources (Uses)</i>	<u>(1,726,950)</u>	<u>(1,549,545)</u>	<u>(1,600,000)</u>	<u>(50,455)</u>
<i>Net Change in Fund Balance</i>	<u>(4,968,238)</u>	<u>(3,982,405)</u>	<u>(1,204,531)</u>	<u>2,777,874</u>
<i>Fund Balance Beginning of Year</i>	<u>17,382,121</u>	<u>17,382,121</u>	<u>17,382,121</u>	<u>0</u>
<i>Prior Year Encumbrances Appropriated</i>	<u>555,331</u>	<u>555,331</u>	<u>555,331</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$12,969,214</u>	<u>\$13,955,047</u>	<u>\$16,732,921</u>	<u>\$2,777,874</u>

See accompanying notes to the basic financial statements

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

Note 1 – Description of the School District and Reporting Entity

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

The School District operates under a locally-elected five-member Board form of government. Each member is elected to a four-year term. The School District provides educational services as mandated by State and/or Federal agencies. The Board controls the School District's six instructional/support facilities staffed by 204 non-certificated employees and 263 certificated teaching and support personnel, plus 18 administrators that provide services to 3,293 students and other community members.

Reporting Entity

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

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. The School District does not have any component units.

The School District is associated with three jointly governed organizations and one shared risk pool. These organizations include the Northeast Ohio Network for Educational Technology, the Ohio Schools Council, the Cuyahoga Valley Career Center, and the Stark County Schools Council of Governments Health Benefits Plan. Information regarding these organizations is presented in Notes 15 and 16 to the basic financial statements.

Note 2 – Summary of Significant Accounting Policies

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

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

Basis of Presentation

The School District's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. The School District, however, has no business-type activities.

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

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

Fund Accounting

The School District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The funds of the School District are governmental.

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

General Fund The general fund is the general operating fund of the School District and is used to account for and report all financial resources except those required to be accounted for and reported in another fund. The general fund balance is available to the School District for any purpose provided it is expended or transferred according to the general laws of Ohio.

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

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

Measurement Focus

Government-wide Financial Statements The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the School District are included on the statement of net position. The statement of activities presents increases (i.e. revenues) and decreases (i.e. expenses) in total net position.

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

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. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred outflows/inflows of resources and in the presentation of expenses versus expenditures.

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 7). 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 year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

Deferred Outflows/Inflows of Resources In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the School District, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on refunding, asset retirement obligations and pension and OPEB plans. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to asset retirement obligations is originally measured at the amount of the corresponding liability. This amount is expensed in a systematic and rational manner over the tangible asset's useful life. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 10 and 11, respectively.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized until that time. For the School District, deferred inflows of resources includes gain on refunding, property taxes, payments in lieu of taxes, pension and OPEB plans, and unavailable revenue. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of June 30, 2024, but which were levied to finance fiscal year 2025 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet and represents receivables which will not be collected within the available period. For the School District, unavailable revenue includes delinquent property taxes, intergovernmental grants and tuition and fees. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities found on page 17. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position (See Notes 10 and 11).

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

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.

Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled. Monies for all funds are maintained in this pool. Interest in the pool is presented as "equity in pooled cash and cash equivalents" on the basic financial statements.

During fiscal year 2024, investments were limited to STAR Ohio, First American Treasury Obligations funds, commercial paper, Federal Home Loan Bank notes, Federal Home Loan Mortgage Corporation notes, Federal Farm Credit Bank notes, U.S. Treasury notes and negotiable certificates of deposit.

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

Except for nonparticipating investment contracts and STAR Ohio, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposit are reported at cost. The School District's commercial paper is measured at amortized cost as it is a highly liquid debt instrument with a remaining maturity at the time of purchase of less than one year.

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

STAR Ohio reserves the right to limit participant transactions to \$250 million per day. Transactions in all of a participant's accounts will be combined for this purpose. Twenty-four hours advance notice to STAR Ohio is appreciated for purchases or redemptions of \$100 million or more. For fiscal year 2024, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates.

Following Ohio statutes, the Board of Education has, by resolution, identified the funds to receive an allocation of interest. Investment earnings/interest revenue credited to the general fund during the fiscal year 2024 amounted to \$1,161,671, of which \$289,316 was assigned from other School District funds.

Investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are reported as cash equivalents.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2024, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

Inventory

Materials and supplies inventory is reported at cost, while inventory held for resale is presented at the lower of cost or market value, and donated commodities are presented at their entitlement value. Inventories are presented on a first-in, first-out basis and are expended/expensed when used. Inventories consist of materials and supplies held for consumption and donated and purchased food held for resale.

Deferred Charge on Refunding

On the government-wide financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt, the gain/loss on refunding, is being amortized as a component of interest expense. This deferred amount is amortized over the life of the old debt or the life of the new debt, whichever is shorter, using the effective interest method and is presented as deferred outflows of resources or deferred inflows of resources on the statement of net position.

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

Capital Assets

All capital assets of the School District are classified as general capital assets. General capital assets are capital assets which are associated with and generally arise from 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 (except for intangible right to use subscription assets, which are discussed below) are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The School District was able to estimate the historical cost for the initial reporting of capital assets by back trending (i.e., estimating the current replacement cost of the assets to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their acquisition values as of the date received. The School District maintains a capitalization threshold of five thousand dollars. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets, except land and construction in progress, are depreciated or 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>Estimated Lives</u>
Buildings and Improvements	10-50 years
Furniture and Equipment	5-20 years
Vehicles	5-10 years
Intangible Right to Use - Subscriptions	3-5 years

The School District is reporting intangible right to use assets related to subscription assets. Subscription assets represent intangible right to use assets related to the use of another party's IT software. These intangible right to use assets are being amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

Interfund Balances

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

Compensated Absences

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

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

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

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

On the governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account “Matured Compensated Absences Payable” in the funds from which the employee who has accumulated unpaid leave is paid.

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 fiscal year. Bonds payable are recognized as a liability on the governmental fund financial statements when due. Net pension/OPEB liabilities 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.

Bond Premiums

On the government-wide financial statements, bond premiums are deferred and amortized for the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Bond premiums are presented as an increase of the face amount of the bonds payable. On governmental fund statements, bond premiums are receipted in the year the bonds are issued.

Under Ohio law, premiums on the original issuance of debt are to be deposited to the bond retirement fund to be used for debt retirement and are precluded from being applied to the project fund. Ohio law does allow premiums on refunding debt to be used as part of the payment to the bond escrow agent.

Fund Balance

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

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

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

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

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

Assigned Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. The amounts are assigned by the School District Board of Education. In the general fund, assigned amounts represent intended uses established by policies of the School District Board of Education or by State statute. State statute authorizes the Treasurer to assign fund balance for purchases on order, provided such amounts have been lawfully appropriated. The School District Board of Education also assigned fund balance to cover a gap between fiscal year 2025's estimated revenue and appropriated budget and for public school support.

Unassigned Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

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

Net Position

Net position represents the difference between all other elements in a statement of financial position. 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. Net position is reported as restricted when there are limitations imposed on their use either through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Restricted net position for OPEB plans represents the corresponding restricted asset amounts held in trust by the OPEB plans for future benefits.

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

Restricted Assets

Assets are reported as restricted assets when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or the laws of other governments, or imposed by law through constitutional provisions. Restricted assets in the general fund include the amounts for unclaimed monies.

Estimates

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

Internal Activity

Transfers between governmental funds are eliminated on the government-wide financial statements. Internal events that are allocations of overhead expenses from one function to another or within the same function are eliminated on the statement of activities. Interfund payments for services provided and used are not eliminated.

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

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.

Budgetary Data

All funds are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount that the Board of Education may appropriate. The appropriations resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level for all funds. Budgetary modifications at this level require a resolution of the Board of Education. The Treasurer has been given authority to allocate Board appropriations to the function and object levels within each fund.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District's Treasurer. The amounts reported in the budgetary statement as the original and final budgeted amounts reflect the amounts in the amended certificate in effect when the original and final appropriations were passed.

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

Pensions/Other Postemployment Benefits (OPEB)

For purposes of measuring the net pension/OPEB liability (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.

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. The School District recognizes unearned revenue for intergovernmental revenue from grants received before the eligibility requirements are met.

Nordonia Hills City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024

Note 3 – Budgetary Basis of Accounting

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Investments are reported at fair value (GAAP) rather than cost (budget basis).
3. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
4. Budgetary revenues and expenditures of the public school support fund are reclassified to the general fund for GAAP reporting.
5. Encumbrances are treated as expenditures (budget basis) rather than as a restricted, committed, or assigned fund balance (GAAP basis).

The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

Net Change in Fund Balance	
GAAP Basis	(\$7,092,590)
Net Adjustment for Revenue Accruals	6,844,556
Beginning Fair Value Adjustment	(279,286)
Ending Fair Value Adjustment	75,138
Net Adjustment for Expenditure Accruals	40,192
Perspective Difference:	
Public School Support	(18,069)
Encumbrances	(774,472)
Budget Basis	<u><u>(\$1,204,531)</u></u>

Nordonia Hills City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024*

Note 4 – Fund Balances

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

<u>Fund Balances</u>	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total</u>
<u>Nonspendable:</u>			
Unclaimed Monies	\$18,786	\$0	\$18,786
Materials and Supplies Inventory	61,694	6,672	68,366
Prepays	49,002	0	49,002
<i>Total Nonspendable</i>	<u>129,482</u>	<u>6,672</u>	<u>136,154</u>
<u>Restricted for:</u>			
Debt Service	0	1,931,400	1,931,400
Capital Projects	0	24,908	24,908
Student Activities	0	351,640	351,640
Instruction	0	93,932	93,932
Food Service	0	1,285,826	1,285,826
<i>Total Restricted</i>	<u>0</u>	<u>3,687,706</u>	<u>3,687,706</u>
<u>Committed to:</u>			
High School Book Store	0	5,103	5,103
Transportation Services	66,090	0	66,090
ESC Services	4,253	0	4,253
Legal Services	42,690	0	42,690
Other Services	39,387	0	39,387
Capital Improvements	0	2,218,985	2,218,985
<i>Total Committed</i>	<u>152,420</u>	<u>2,224,088</u>	<u>2,376,508</u>
<u>Assigned to:</u>			
Fiscal Year 2025 Operations	1,845,523	0	1,845,523
Public School Support	119,339	0	119,339
Purchases on Order	157,900	0	157,900
<i>Total Assigned</i>	<u>2,122,762</u>	<u>0</u>	<u>2,122,762</u>
Unassigned (Deficit)	<u>10,356,278</u>	<u>(4,590)</u>	<u>10,351,688</u>
Total Fund Balances	<u>\$12,760,942</u>	<u>\$5,913,876</u>	<u>\$18,674,818</u>

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

Note 5 – Accountability and Compliance

Accountability

At June 30, 2024, the following funds had deficit fund balances:

	<u>Amount</u>
<i>Other Governmental Funds:</i>	
Title VI-B	\$4,476
Reducing Class Size	114

These deficits are the result of the recognition of payables in accordance with generally accepted accounting principles as well as short-term interfund loans from the general fund needed for operations until the receipt of grant monies. The general fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

Compliance

The title VI-B fund had special instruction expenditures plus encumbrances of \$832,059 in excess of appropriations of \$824,052 for a deficit account of (\$8,007), contrary to Ohio Revised Code Section 5705.41.

Although this budgetary violation was not corrected by year end, management has indicated that appropriations will be closely monitored to prevent future violations.

Note 6 – Deposits and Investments

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

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

Inactive deposits are public deposits that the Board 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 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 held by the School District can be deposited or invested in the following securities:

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed previously provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed 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;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this divisions are made only through eligible institutions;
7. The State Treasurer's investment pool (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. The investment in commercial paper notes of a single issuer shall not exceed in the aggregate five percent of interim moneys available for investment at the time of purchase.

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. An investment must mature within five years from the date of purchase, unless matched to a specific obligation or debt of the School District, and must be purchased with the expectation that it will be held to maturity.

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

Deposits

Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in the possession of an outside party. At June 30, 2024, \$813,850 of the School District's bank balance of \$3,658,064 was exposed to custodial credit risk because those deposits were uninsured and uncollateralized. The School District's financial institution participates in the Ohio Pooled Collateral System (OPCS) and was approved for a reduced collateral floor of 60 percent, resulting in the uninsured and uncollateralized balance.

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

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

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

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

Investments

Investments are reported at fair value. As of June 30, 2024, the School District had the following investments:

Measurement/Investment	Measurement Amount	Maturity	Standard & Poor's Rating	Percent of Total Investments
Net Asset Value Per Share:				
STAR Ohio	9,196,797	Average 46.5 days	AAAm	N/A
Amortized Cost:				
Commercial Paper	1,748,343	Less than one year	A-1+ or A-1	8.39 %
Fair Value - Level One Inputs:				
First American Treasury Obligations Fund	329,078	Less than one year	AAAm	N/A
Fair Value - Level Two Inputs:				
Federal Home Loan Bank Notes	1,980,043	Less than five years	AA+	9.50 %
Federal Home Loan Mortgage Corporation Notes	1,226,114	Less than three years	AA+	5.88 %
Federal Farm Credit Bank Notes	1,409,669	Less than five years	AA+	6.77 %
U.S. Treasury Notes	1,454,053	Less than five years	AA+	6.98 %
Negotiable Certificates of Deposit	3,492,295	Less than four years	N/A	16.76 %
Total Investments	<u>\$20,836,392</u>			

The School District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The preceding chart identifies the School District's recurring fair value measurements as of June 30, 2024. STAR Ohio is measured at net asset value per share. Commercial paper is measured at amortized cost. The First American Treasury Obligations Fund is measured at fair value and is valued using quoted market prices (Level 1 inputs). The School District's remaining investments measured at fair value are valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data including market research publications. Market indicators and industry and economic events are also monitored, which could require the need to acquire further market data (Level 2 inputs).

Interest Rate Risk The School District has no investment policy that addresses interest rate risk. State statute requires that an investment mature within five years from the date of purchase, unless matched to a specific obligation or debt of the School District and that investment must be purchased with the expectation that it will be held to maturity.

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

Credit Risk The School District does not have an investment policy that addresses credit risk beyond the requirements in State statutes. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized statistical rating organization, the money market mutual fund be rated in the highest category at the time of purchase by at least one nationally recognized statistical rating organization, and that the commercial paper be rated in the highest category at the time of purchase by at least two nationally recognized statistical rating organizations. The negotiable certificates of deposit are not rated.

Concentration of Credit Risk This type of risk is defined by the Governmental Accounting Standards Board as having investments of five percent or more in the securities of a single issuer. The School District's investment policy requires diversification of the portfolio but does not indicate specific percentage allocations.

Note 7 – Property Taxes

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

Property taxes include amounts levied against all real and public utility property located in the School District. Real property tax revenue received in calendar year 2024 represents collections of calendar year 2023 taxes. Real property taxes received in calendar year 2024 were levied after April 1, 2023, on the assessed value listed as of January 1, 2023, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2024 represents collections of calendar year 2023 taxes. Public utility real and tangible personal property taxes received in calendar year 2024 became a lien December 31, 2022, were levied after April 1, 2023 and are collected in calendar year 2024 with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

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

Accrued property taxes receivable includes real property and public utility property taxes, which are measurable as of June 30, 2024, and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflows of resources – property taxes.

The amount available as an advance at June 30, 2024, was \$1,557,424 in the general fund and \$125,469 in the bond retirement debt service fund. The amount available as an advance at June 30, 2023, was \$8,570,449 in the general fund and \$676,284 in the bond retirement debt service fund. The difference was in the timing and collection by the County Fiscal Officer.

Nordonia Hills City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024

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

The assessed values upon which the fiscal year 2024 taxes were collected are:

	2023 Second- Half Collections		2024 First- Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$1,113,726,600	94.94 %	\$1,405,627,560	95.59 %
Public Utility Personal Property	59,411,950	5.06	64,816,030	4.41
	<u>\$1,173,138,550</u>	<u>100.00 %</u>	<u>\$1,470,443,590</u>	<u>100.00 %</u>
Tax rate per \$1,000 of assessed valuation	\$75.09		\$74.59	

Note 8 – Receivables

Receivables at June 30, 2024, consisted of taxes, payments in lieu of taxes, accrued interest, accounts (tuition and excess costs), 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. All receivables except for delinquent property taxes are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

Governmental Activities	Amounts
School Foundation Adjustments	\$320,374
SERS Employer Refund	86,705
Title VI-B Grant	34,235
Reducing Class Size Grant	27,037
Motor Fuel Tax Refund	17,133
Miscellaneous State Grants	75
Total	<u>\$485,559</u>

Payments in Lieu of Taxes

The School 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 that the School District receives as part of TIF agreements are presented on the financial statements as Payments in Lieu of Taxes.

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

Note 9 – Capital Assets

Capital asset activity for the fiscal year ended June 30, 2024, was as follows:

	Balance 6/30/2023	Additions	Deletions	Balance 6/30/2024
Governmental Activities				
<i>Nondepreciable Capital Assets</i>				
Land	\$1,296,395	\$16,992	\$0	\$1,313,387
Construction in Progress	1,081,634	1,792,168	(1,950,964)	922,838
<i>Total Nondepreciable Capital Assets</i>	<u>2,378,029</u>	<u>1,809,160</u>	<u>(1,950,964)</u>	<u>2,236,225</u>
<i>Depreciable Capital Assets</i>				
<i>Tangible Assets</i>				
Buildings and Improvements	58,041,138	2,222,369	0	60,263,507
Furniture and Equipment	8,167,299	657,536	(1,071,291)	7,753,544
Vehicles	687,113	0	0	687,113
<i>Total Tangible Assets</i>	<u>66,895,550</u>	<u>2,879,905</u>	<u>(1,071,291)</u>	<u>68,704,164</u>
<i>Intangible Right to Use</i>				
<i>Subscription Assets</i>				
Intangible Right to Use - Subscriptions	379,650	0	0	379,650
<i>Total Depreciable/Amortizable Capital Assets</i>	<u>67,275,200</u>	<u>2,879,905</u>	<u>(1,071,291)</u>	<u>69,083,814</u>
<i>Less: Accumulated Depreciation/Amortization</i>				
<i>Depreciation</i>				
Buildings and Improvements	(30,886,745)	(1,367,080)	0	(32,253,825)
Furniture and Equipment	(5,129,340)	(754,831)	1,039,721	(4,844,450)
Vehicles	(539,369)	(51,971)	0	(591,340)
<i>Total Depreciation</i>	<u>(36,555,454)</u>	<u>(2,173,882)</u>	<u>1,039,721</u>	<u>(37,689,615)</u>
<i>Amortization</i>				
Intangible Right to Use - Subscriptions	(153,193)	(163,312)	0	(316,505)
<i>Total Accumulated Depreciation/Amortization</i>	<u>(36,708,647)</u>	<u>(2,337,194) *</u>	<u>1,039,721</u>	<u>(38,006,120)</u>
<i>Total Depreciable/Amortizable Capital Assets, Net</i>	<u>30,566,553</u>	<u>542,711</u>	<u>(31,570)</u>	<u>31,077,694</u>
<i>Governmental Activities Capital Assets, Net</i>	<u>\$32,944,582</u>	<u>\$2,351,871</u>	<u>(\$1,982,534)</u>	<u>\$33,313,919</u>

Nordonia Hills City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024*

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

	<u>Depreciation</u>	<u>Amortization</u>	<u>Total</u>
Instruction:			
Regular	\$1,242,709	\$120,314	\$1,363,023
Special	42,506	0	42,506
Vocational	29,947	0	29,947
Support Services:			
Pupils	38,237	0	38,237
Instructional Staff	46,005	0	46,005
Administration	15,641	0	15,641
Operation and Maintenance of Plant	648,970	0	648,970
Pupil Transportation	1,300	0	1,300
Central	8,107	42,998	51,105
Food Service Operation	42,886	0	42,886
Extracurricular Activities	57,574	0	57,574
Total	<u>2,173,882</u>	<u>163,312</u>	<u>2,337,194</u>

Note 10 – Defined Benefit Pension Plans

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

Net Pension Liability/Net OPEB Liability

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

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

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

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

The proportionate share of each plan's unfunded benefits is presented as a *net OPEB asset* or long-term *net pension/OPEB liability* on the accrual basis of accounting. Any liability for the contractually required pension/OPEB contribution outstanding at the end of the year is included in *intergovernmental payable* on both the accrual and modified accrual bases of accounting. The remainder of this note includes the required pension disclosures. See Note 11 for the required OPEB disclosures.

School Employees Retirement System (SERS)

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

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 Age 55 with 25 years of service credit	Age 62 with 10 years of service credit; or Age 60 with 25 years of service credit

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

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

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

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

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2024, the allocation to pension, death benefits, and Medicare B was 14.0 percent. For fiscal year 2024, the Retirement Board did not allocate any employer contribution to the Health Care Fund.

The School District's contractually required contribution to SERS was \$1,262,212 for fiscal year 2024. Of this amount, \$97,235 is reported as an intergovernmental payable.

State Teachers Retirement System (STRS)

Plan Description – School District licensed teachers and other faculty members participate in STRS Ohio, a cost-sharing multiple employer public employee 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 East Broad Street, Columbus, Ohio 43215-3771, by calling (888) 227-7877, or by visiting the STRS Web site at www.strsoh.org.

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

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 2.2 percent 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 percent upon a determination by its actuary that it was necessary to preserve the fiscal integrity of the retirement system. Benefit recipients' base benefit and past cost-of living increases are not affected by this change. Effective July 1, 2022, a one-time ad-hoc COLA of 3 percent of the base benefit was granted to eligible benefit recipients to begin on the anniversary of their retirement benefit in fiscal year 2023 as long as they retired prior to July 1, 2018. Effective July 1, 2023, a one-time ad-hoc COLA of 1 percent of the base benefit was granted to eligible benefit recipients to begin on the anniversary of their retirement benefit in fiscal year 2024 as long as they retired prior to July 1, 2019. Pursuant to Ohio Revised Code 3307.67(E) the STRS Ohio Retirement Board may adjust the COLA upon a determination by the board's actuary that a change will not materially impair the fiscal integrity of the system or is necessary to preserve the fiscal integrity of the system. Eligibility changes will be phased in until August 1, 2023, when retirement eligibility for unreduced benefits will be five years of service credit and age 65, or 34 years of service credit at any age.

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

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

The DC Plan allows members to place all their member contributions and 11.09 percent of the 14 percent employer contributions into an investment account. The member determines how to allocate the member and employer money among various investment choices offered by STRS. The remaining 2.91 percent of the 14 percent employer rate is allocated to the defined benefit unfunded liability. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

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

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

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

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. The 2024 employer and employee contribution rate of 14 percent was equal to the statutory maximum rates. For 2024, the full employer contribution was allocated to pension.

The School District's contractually required contribution to STRS was \$3,461,751 for fiscal year 2024. Of this amount \$609,181 is reported as an intergovernmental 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, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on the School District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

Nordonia Hills City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024

	SERS	STRS	Total
Proportion of the Net Pension Liability:			
Current Measurement Date	0.21869740%	0.18051215%	
Prior Measurement Date	0.22076670%	0.18000581%	
Change in Proportionate Share	-0.00206930%	0.00050634%	
Proportionate Share of the Net			
Pension Liability	\$12,084,157	\$38,873,179	\$50,957,336
Pension Expense	\$1,085,758	\$3,643,579	\$4,729,337

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

	SERS	STRS	Total
Deferred Outflows of Resources			
Differences between expected and actual experience	\$519,404	\$1,417,234	\$1,936,638
Changes of assumptions	85,598	3,201,417	3,287,015
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	0	647,363	647,363
School District contributions subsequent to the measurement date	1,262,212	3,461,751	4,723,963
Total Deferred Outflows of Resources	\$1,867,214	\$8,727,765	\$10,594,979
Deferred Inflows of Resources			
Differences between expected and actual experience	\$0	\$86,262	\$86,262
Changes of assumptions	0	2,409,747	2,409,747
Net difference between projected and actual earnings on pension plan investments	169,853	116,504	286,357
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	140,316	59,510	199,826
Total Deferred Inflows of Resources	\$310,169	\$2,672,023	\$2,982,192

\$4,723,963 reported as deferred outflows of resources related to pension resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2025	\$10,354	(\$53,701)	(\$43,347)
2026	(485,848)	(989,601)	(1,475,449)
2027	761,325	3,853,465	4,614,790
2028	9,002	(216,172)	(207,170)
Total	\$294,833	\$2,593,991	\$2,888,824

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

Actuarial Assumptions – SERS

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

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

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

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2023, are presented as follows:

	<u>June 30, 2023</u>
Inflation	2.4 percent
Future Salary Increases, including inflation COLA or Ad Hoc COLA	3.25 percent to 13.58 percent 2.0 percent, on or after April 1, 2018, COLAs for future retirees will be delayed for three years following commencement
Investment Rate of Return	7.00 percent net of System expenses
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)

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

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

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

The long-term return expectation for the Pension Plan Investments has been determined by using a building-block approach and assumes a time horizon, as defined in SERS' *Statement of Investment Policy*. 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 an arithmetic weighted average of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes. As of June 30, 2023:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2.00 %	0.75 %
US Equity	24.75	4.82
Non-US Equity Developed	13.50	5.19
Non-US Equity Emerging	6.75	5.98
Fixed Income/Global Bonds	19.00	2.24
Private Equity	12.00	7.49
Real Estate/Real Assets	17.00	3.70
Private Debt/Private Credit	5.00	5.64
Total	100.00 %	

Discount Rate The total pension liability for 2023 was calculated using the discount rate of 7.00 percent. The discount rate determination did not use a municipal bond rate. The projection of cash flows used to determine the discount rate assumed that employers would contribute the actuarially determined contribution rate of projected compensation over the remaining 21-year amortization period of the unfunded actuarial accrued liability. The actuarially determined contribution rate for fiscal year 2023 was 14 percent. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return (7.00 percent). Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability. The annual money weighted rate of return, calculated as the internal rate of return on pension plan investments, for fiscal year 2023 was 6.90 percent.

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net pension liability	\$17,835,599	\$12,084,157	\$7,239,664

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

Actuarial Assumptions – STRS

Key methods and assumptions used in the June 30, 2023, actuarial valuation are presented as follows:

Inflation	2.50 percent
Salary increases	From 2.5 percent to 8.5 percent based on service
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation
Discount Rate of Return	7.00 percent
Payroll Increases	3.00 percent
Cost-of-Living Adjustments (COLA)	0.0 percent, effective July 1, 2017

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

Actuarial assumptions used in the June 30, 2023, valuation are based on the results of an actuarial experience study for the period July 1, 2015, through June 30, 2021. An actuarial experience study is done on a quinquennial basis.

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

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

* Final target weights reflected at October 1, 2022.

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

Discount Rate The discount rate used to measure the total pension liability was 7.00 percent as of June 30, 2023. The projection of cash flows used to determine the discount rate assumes that member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan

Nordonia Hills City School District
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members and their beneficiaries are included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2023. Therefore, the long-term expected rate of return on pension plan investments of 7.00 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2023.

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net pension liability	\$59,778,346	\$38,873,179	\$21,193,129

Note 11 – Defined Benefit OPEB Plans

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

School Employees Retirement System (SERS)

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

The Health Care program is financed through a combination of employer contributions, recipient premiums, investment returns, and any funds received on behalf of SERS' participation in Medicare programs. The System's goal is to maintain a health care reserve account with a 20-year solvency period in order to ensure that fluctuations in the cost of health care do not cause an interruption in the program; however, during any period in which the 20-year solvency period is not achieved, the System shall manage the Health Care Fund on a pay-as-you-go basis.

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

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

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2024, no allocation was made to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2024, this amount was \$30,000. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2024, the School District's surcharge obligation was \$147,702.

The surcharge, added to the allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The School District's contractually required contribution to SERS was \$147,702 for fiscal year 2024, which is reported as an intergovernmental payable.

State Teachers Retirement System (STRS)

Plan Description – The State Teachers Retirement System of Ohio (STRS) administers a cost-sharing Health Plan administered for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. Health care premiums were reduced by a Medicare Part B premium credit beginning in 2023. The Plan is included in the report of STRS which can be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. All benefit recipients pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2024, STRS did not allocate any employer contributions to post-employment health care.

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

The net OPEB liability (asset) was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an independent actuarial valuation as of that date. The School District's proportion of the net OPEB liability (asset) was based on the School District's share of contributions to the respective retirement systems relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

Nordonia Hills City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024

	SERS	STRS	Total
Proportion of the Net OPEB Liability/Asset:			
Current Measurement Date	0.22438320%	0.18051215%	
Prior Measurement Date	0.22568680%	0.18000581%	
Change in Proportionate Share	-0.00130360%	0.00050634%	
Proportionate Share of the:			
Net OPEB Liability	\$3,696,590	\$0	\$3,696,590
Net OPEB (Asset)	\$0	(\$3,510,713)	(\$3,510,713)
OPEB Expense	(\$270,959)	(\$128,500)	(\$399,459)

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

	SERS	STRS	Total
Deferred Outflows of Resources			
Differences between expected and actual experience	\$7,700	\$5,473	\$13,173
Changes of assumptions	1,249,926	517,179	1,767,105
Net difference between projected and actual earnings on OPEB plan investments	28,650	6,267	34,917
Changes in proportionate Share and difference between School District contributions and proportionate share of contributions	96,129	30,045	126,174
School District contributions subsequent to the measurement date	147,702	0	147,702
Total Deferred Outflows of Resources	<u>\$1,530,107</u>	<u>\$558,964</u>	<u>\$2,089,071</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$1,906,469	\$535,469	\$2,441,938
Changes of assumptions	1,049,867	2,316,315	3,366,182
Changes in Proportionate Share and difference between School District contributions and proportionate share of contributions	358,339	4,527	362,866
Total Deferred Inflows of Resources	<u>\$3,314,675</u>	<u>\$2,856,311</u>	<u>\$6,170,986</u>

\$147,702 reported as deferred outflows of resources related to OPEB resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability or an increase to the net OPEB asset in the fiscal year ending June 30, 2025. 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:			
2025	(\$590,324)	(\$1,004,723)	(\$1,595,047)
2026	(535,981)	(470,012)	(1,005,993)
2027	(341,479)	(180,517)	(521,996)
2028	(213,562)	(244,797)	(458,359)
2029	(163,681)	(224,730)	(388,411)
Thereafter	(87,243)	(172,568)	(259,811)
Total	<u>(\$1,932,270)</u>	<u>(\$2,297,347)</u>	<u>(\$4,229,617)</u>

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

Actuarial Assumptions – SERS

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

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

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

Key methods and assumptions used in calculating the total OPEB liability in the latest actuarial valuation date of June 30, 2023, are presented as follows:

	<u>June 30, 2023</u>
Inflation	2.40 percent
Future Salary Increases, including inflation	3.25 percent to 13.58 percent
Investment Rate of Return	7.00 percent net of investment expense
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)
Fiduciary Net Position is Projected to be Depleted	2048
Municipal Bond Index Rate:	
Measurement Date	3.86 percent
Prior Measurement Date	3.69 percent
Single Equivalent Interest Rate,	
Measurement Date	4.27 percent
Prior Measurement Date	4.08 percent
Health Care Cost Trend Rate	
Medical Trend Assumption	
Measurement Date	6.75 to 4.40 percent
Prior Measurement Date	7.00 to 4.40 percent

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

Mortality rates among healthy retirees were based on the PUB-2010 General Employee Amount Weighted Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20 percent for males and set forward 2 years and adjusted 81.35 percent for females. Mortality among disabled members were based upon the PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3 percent for males and set forward 3 years and adjusted 106.8 percent for females. Mortality rates for contingent survivors were based on PUB-2010 General Amount Weighted Below Median Contingent Survivor mortality table projected to 2017 with ages set forward 1 year and adjusted 105.5 percent for males and adjusted 122.5 percent for females. Mortality rates for actives is based on PUB-2010 General Amount Weighted Below Median Employee mortality table. Mortality rates are projected using a fully generational projection with Scale MP-2020.

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

The long-term expected rate of return on plan assets is reviewed as part of the actuarial five-year experience study. The most recent study covers fiscal years 2016 through 2020, and was adopted by the Board on April 15, 2021. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and a long-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return, 7.00 percent, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is intended to be a long-term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

The SERS health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as the pension plan, see Note 10.

Discount Rate The discount rate used to measure the total OPEB liability at June 30, 2023, was 4.27 percent. The discount rate used to measure total OPEB liability prior to June 30, 2023, was 4.08 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the contribution rate of 1.50 percent of projected covered payroll each year, which includes a 1.50 percent payroll surcharge and no contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be depleted in 2048 by SERS' actuaries. The Fidelity General Obligation 20-year Municipal Bond Index Rate was used in the determination of the single equivalent interest rate for both the June 30, 2022, and the June 30, 2023, 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 was 3.86 percent at June 30, 2023, and 3.69 percent at June 30, 2022.

Nordonia Hills City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024

Sensitivity of the School District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and Changes in the Health Care Cost Trend Rates The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability of SERS, what SERS' net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.27%) and higher (5.27%) than the current discount rate (4.27%). Also shown is what SERS' 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.

	1% Decrease (3.27%)	Current Discount Rate (4.27%)	1% Increase (5.27%)
School District's proportionate share of the net OPEB liability	\$4,725,300	\$3,696,590	\$2,885,411
	1% Decrease (5.75% decreasing to 3.40%)	Current Trend Rate (6.75% decreasing to 4.40%)	1% Increase (7.75% decreasing to 5.40%)
School District's proportionate share of the net OPEB liability	\$2,715,757	\$3,696,590	\$4,996,327

Actuarial Assumptions – STRS

Key methods and assumptions used in the June 30, 2023, actuarial valuation compared to the prior year are presented as follows:

	June 30, 2023	June 30, 2022
Projected salary increases	Varies by service from 2.5 percent to 8.5 percent	Varies by service from 2.5 percent to 8.5 percent
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation	7.00 percent, net of investment expenses, including inflation
Payroll Increases	3 percent	3 percent
Discount Rate of Return	7.00 percent	7.00 percent
Health Care Cost Trends		
Medical		
Pre-Medicare	7.50 percent initial 4.14 percent ultimate	7.50 percent initial 3.94 percent ultimate
Medicare	-10.94 percent initial 4.14 percent ultimate	-68.78 percent initial 3.94 percent ultimate
Prescription Drug		
Pre-Medicare	-11.95 percent initial 4.14 percent ultimate	9.00 percent initial 3.94 percent ultimate
Medicare	1.33 percent initial 4.14 percent ultimate	-5.47 percent initial 3.94 percent ultimate

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

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

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

Actuarial assumptions used in the June 30, 2023, valuation are based on the results of an actuarial experience study for the period July 1, 2015, through June 30, 2021. An actuarial experience study is done on a quinquennial basis.

The STRS health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as the pension plan, see Note 10.

Discount Rate The discount rate used to measure the total OPEB liability was 7.00 percent as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed STRS continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2023. Therefore, the long-term expected rate of return on health care plan investments of 7.00 percent was applied to all periods of projected health care costs to determine the total OPEB liability as of June 30, 2023.

Sensitivity of the School District's Proportionate Share of the Net OPEB Asset to Changes in the Discount and Health Care Cost Trend Rate The following table represents the net OPEB asset as of June 30, 2023, calculated using the current period discount rate assumption of 7.00 percent, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent) or one percentage point higher (8.00 percent) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net OPEB (asset)	(\$2,971,358)	(\$3,510,713)	(\$3,980,432)
	1% Decrease	Current Trend Rate	1% Increase
School District's proportionate share of the net OPEB (asset)	(\$4,002,229)	(\$3,510,713)	(\$2,918,688)

Note 12 – Other Employee Benefits

Compensated Absences

The criteria for determining vacation and sick leave components are derived from negotiated agreements and State laws. Classified employees earn 5 to 20 days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers and administrators, who are not on a 12 month contract, do not earn vacation time.

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated at various levels based on negotiated agreements or administrative guidelines. Upon retirement, payment is made to certificated staff for one-fourth of the total sick leave accumulation, up to a maximum specified in the negotiated agreement. For classified staff, exempt employees, and administrators, payment is made for one-third of the total sick leave accumulation, up to a maximum specified in the negotiated agreement or administrative guidelines.

Health Insurance Benefits

The School District provides employee medical/surgical benefits through Stark County Schools Council of Governments' shared risk pool. Rates are set through an annual calculation process. The School District pays a monthly contribution to a common fund from which claim payments are made for all participating school districts. The employees share the cost of the monthly premium with the Board. The premium varies with employee depending on the terms of the union contract. Dental and vision insurance are also provided by the School District to all employees through the Stark County Schools Council of Governments. Upon termination, all School District claims would be paid without regard to the School District's account balance.

Life Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance to most employees through a major life insurance company in the amount of \$50,000 for all noncertified and certified employees and double the annual salary rounded to the nearest thousand for administrators including the treasurer and superintendent.

Note 13 – Contingencies

Litigation

The Nordonia Hills City School District is not party to legal proceedings.

Grants

The School District received financial assistance from Federal and State agencies in the form of grants. The disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2024, if applicable, cannot be determined at this time.

School Foundation

School District foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education and Workforce (DEW) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. DEW's final FTE adjustment did not have a material impact on the School District's financial statements.

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

Note 14 – Long-Term Obligations

The changes in the School District's long-term obligations during the year consist of the following:

	Principal Outstanding 6/30/23	Additions	Reductions	Principal Outstanding 6/30/24	Amount Due in One Year
General Obligation Bonds:					
2013 Energy Conservation Bonds (3.39%):					
Serial Bonds	\$338,645	\$0	(\$51,843)	\$286,802	\$53,601
2015 School Improvement Refunding Bonds (4.6%):					
Serial Bonds	15,000	0	(5,000)	10,000	5,000
Premium	352,712	0	(141,085)	211,627	0
2015 Athletic Facilities Refunding Bonds (4.24%):					
Serial Bonds	2,845,000	0	(305,000)	2,540,000	320,000
Premium	218,196	0	(29,092)	189,104	0
2017 School Improvement Refunding Bonds (2.38%):					
Term Bonds	6,430,000	0	(2,665,000)	3,765,000	2,730,000
<i>Total General Obligation Bonds</i>	<u>10,199,553</u>	<u>0</u>	<u>(3,197,020)</u>	<u>7,002,533</u>	<u>3,108,601</u>
Other Long-Term Obligations:					
Net Pension Liability:					
SERS	11,940,781	143,376	0	12,084,157	0
STRS	40,015,519	0	(1,142,340)	38,873,179	0
Total Net Pension Liability	<u>51,956,300</u>	<u>143,376</u>	<u>(1,142,340)</u>	<u>50,957,336</u>	<u>0</u>
Net OPEB Liability:					
SERS	3,168,666	527,924	0	3,696,590	0
Financed Purchases from direct borrowing	309,067	0	(86,173)	222,894	91,030
Compensated Absences	4,352,396	53,034	(250,533)	4,154,897	365,908
Asset Retirement Obligation	90,000	0	0	90,000	0
<i>Total Other Long-Term Obligations</i>	<u>59,876,429</u>	<u>724,334</u>	<u>(1,479,046)</u>	<u>59,121,717</u>	<u>456,938</u>
<i>Total Governmental Activities</i>					
<i>Long-Term Liabilities</i>	<u>\$70,075,982</u>	<u>\$724,334</u>	<u>(\$4,676,066)</u>	<u>\$66,124,250</u>	<u>\$3,565,539</u>

All general obligation bonds will be paid from property taxes in the debt service fund. The financed purchases and asset retirement obligation will be paid from the general fund. There is no repayment schedule for the net pension and OPEB liabilities; however, employer pension and OPEB contributions are made from the general fund and the food service and reducing class size special revenue funds. For additional information related to the net pension and OPEB liabilities see Notes 10 and 11. The compensated absences are to be paid from the general fund and the food service special revenue fund.

On September 11, 2013, the School District issued \$729,744 in energy conservation bonds which were used for the modification and remodeling of School District buildings to conserve energy. These bonds will be paid from the bond retirement debt service fund and were issued for a 15 year period with final maturity in fiscal year 2029.

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

On August 8, 2014, the School District issued \$10,485,000 in serial school improvement bonds to advance refund \$10,890,000 of outstanding 2006 bonds in order to take advantage of lower interest rates. The bonds were issued for a 21 year period with a final maturity at December 1, 2025. The refunding bonds were sold at a premium of \$1,598,963. Net proceeds of \$11,937,668 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the 2006 bonds. As a result, \$10,890,000 of these refunded bonds is considered defeased and the liability for the refunded portion of these bonds has been removed from the School District's financial statements. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the School District's financial statements. At June 30, 2024, \$20,000 of the defeased bonds are still outstanding.

On March 12, 2015, the School District issued \$4,490,000 in serial athletic facilities bonds to advance refund \$4,490,000 of outstanding 2009 athletic facilities bonds in order to take advantage of lower interest rates. The bonds were issued for a 16 year period with a final maturity at December 1, 2030. The refunding bonds were sold at a premium of \$458,205. Net proceeds of \$4,849,104 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the 2009 bonds. As a result, \$4,490,000 of these refunded bonds is considered defeased and the liability for the refunded portion of these bonds has been removed from the School District's financial statements. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the School District's financial statements. At June 30, 2024, \$2,575,000 of the defeased bonds are still outstanding.

On April 4, 2017, the School District issued \$9,805,000 in term school improvement refunding bonds to refund \$9,805,000 of outstanding 2006 refunding bonds in order to take advantage of lower interest rates. The bonds were issued for a nine year period with a final maturity at December 1, 2025. Net proceeds of \$9,998,649 were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded portion of the 2006 bonds. As a result, \$9,805,000 of these refunded bonds is considered defeased and the liability for the refunded portion of these bonds has been removed from the School District's financial statements. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the School District's financial statements. At June 30, 2024, \$4,785,000 of the defeased bonds are still outstanding.

The term bonds are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1, 2024 and December 1, 2025 in the amounts of \$2,730,000 and \$1,035,000, respectively.

On February 13, 2023, the School District financed \$80,246 to purchase copiers through De Lage Landen Public Finance LLC. The interest rate of this financed purchase is 7.42 percent, and the financed purchase matures on June 30, 2028.

On June 1, 2023, the School District financed \$228,821 to purchase laptops through HPE Financial Services. The interest rate of this financed purchase is 5.25 percent, and the financed purchase matures on August 10, 2025.

The School District's overall debt margin was \$127,587,320 with an unvoted debt margin of \$1,469,530 at June 30, 2024. Principal and interest requirements to retire general obligation bonds and capital appreciation bonds outstanding at June 30, 2024, are as follows:

Nardon Hills City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024*

	General Obligation Bonds					
	Serial		Term		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2025	\$378,601	\$110,071	\$2,730,000	\$57,119	\$3,108,601	\$167,190
2026	395,418	94,107	1,035,000	12,316	1,430,418	106,423
2027	402,297	77,665	0	0	402,297	77,665
2028	419,239	60,744	0	0	419,239	60,744
2029	441,247	43,014	0	0	441,247	43,014
2030-2031	800,000	34,344	0	0	800,000	34,344
Total	<u>\$2,836,802</u>	<u>\$419,945</u>	<u>\$3,765,000</u>	<u>\$69,435</u>	<u>\$6,601,802</u>	<u>\$489,380</u>

	Financed Purchases from Direct Borrowings	
	Principal	Interest
2025	\$91,030	\$12,648
2026	96,170	7,508
2027	17,187	2,072
2028	18,507	752
Total	<u>\$222,894</u>	<u>\$22,980</u>

Note 15 – Shared Risk Pool

The School District is a member of the Stark County Schools Council of Governments (Council) Health Benefits Plan. The Health Benefits Plan is a shared risk pool created pursuant to State statute for the purposes of administering health care benefits. The Council is governed by an assembly, which consists of one representative from each participating school district (usually the superintendent or designee). The assembly elects officers for one year terms to serve on the Board of Directors. The assembly exercises control over the operation of the Council. All Council revenues are generated from charges for services received from the participating school districts, based on the established premiums for the insurance plans. Each school district reserves the right to terminate the plan in whole or in part, at any time. If it is terminated, no further contributions will be made, but the benefits under the insurance contract shall be paid in accordance with the terms of the contract.

Note 16 – Jointly Governed Organizations

Northeast Ohio Network for Educational Technology

The Northeast Ohio Network for Educational Technology (NEOnet) is the Information Technology Center (ITC) used by the School District. NEOnet is organized as a council of governments providing data management and computer services to school districts in Cuyahoga, Lake, Medina, Portage, and Summit counties. NEOnet employs its own fiscal officer. The purpose of NEOnet is to develop and employ a computer system efficiently and effectively for the needs of the member Boards of Education. All districts in NEOnet are required to pay fees, charges, and assessments as charged. The Assembly is made up of Superintendents from all of the participating districts and governs NEOnet. NEOnet's Board exercises total control over the operations of the organization including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the Board. The Assembly elects a Board of Directors consisting of nine members and is the managerial body of

Nordonia Hills City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2024

NEOnet and meets at least five times a year. Payments to NEOnet are made from the general fund. During fiscal year 2024, the School District contributed \$240,287 to NEOnet. Financial information can be obtained by contacting the NEOnet Fiscal Officer at 700 Graham Road, Cuyahoga Falls, Ohio 44221.

Ohio Schools Council

The Ohio Schools Council (Council) is a jointly governed organization among 210 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member's superintendent serves as a representative of the Assembly. The Council's Board exercises total control over the operations of the organization including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the Board. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September to June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2024, the School District paid \$6,267 to the Council. Financial information can be obtained by contacting William Zelei, the Executive Director at the Ohio Schools Council at 6393 Oak Tree Boulevard, Independence, Ohio 44131.

The School District participates in an electricity purchase program. This program allows the School District to purchase electricity with other schools as a group from First Energy Solutions. Kilowatt-hours of electric energy metered by the Electric Utility for Nordonia is billed to the School District based on a pricing schedule determined by the Ohio Schools Council, the Ohio School Board Association, the Ohio Association of School Business Officials and the Buckeye Association of School Administrators (collectively called the "P4S" or "Power4Schools").

Cuyahoga Valley Career Center

The Cuyahoga Valley Career Center is a separate body politic and corporate, established by the Ohio Revised Code to provide for the vocational and special education needs of the students. The Board of Education is comprised of representatives from the board of each participating school district. The Board is responsible for approving its own budgets, appointing personnel and accounting and finance related activities. Nordonia Hills City School District students may attend the career center. Each school district's control is limited to its representation on the Board. During fiscal year 2024, the School District did not make any payments to the Career Center. Financial information can be obtained by contacting the Treasurer at the Cuyahoga Valley Career Center at 8001 Brecksville Road, Brecksville, Ohio 44141.

Note 17 – Risk Management

Workers' Compensation

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

Nordonia Hills City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

Property and Liability

The School District is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2024, the School District contracted with Ohio School Plan for various types of insurance as follows:

Type of Coverage	Coverage Amount
Property	\$218,696,914
Flood	1,000,000
Earthquake	1,000,000
General Liability	\$5,000,000/occurrence, \$7,000,000 aggregate
Employee Benefits Liability	\$5,000,000/occurrence, \$7,000,000 aggregate
Employer's Liability	\$5,000,000/occurrence
School Leaders Professional Liability	\$5,000,000/occurrence, \$7,000,000 aggregate
Errors and Omissions	\$5,000,000/occurrence, \$7,000,000 aggregate
Law Enforcement	\$5,000,000/occurrence, \$7,000,000 aggregate
Violent Event Response	1,000,000
Automobile	5,000,000
Boiler	100,000,000
Cyber Coverage	1,000,000
Pollution	1,000,000

Settled claims have not exceeded this commercial coverage in any of the last three years and there have been no significant reductions in insurance coverage from last year.

Note 18 – Interfund Activity

Interfund Transfers

Interfund transfers made during fiscal year 2024 consisted of transfers from the general fund to the other governmental funds in the amount of \$1,600,000. The transfers from the general fund were made for debt service payments, capital improvements and to provide funding for various school programs.

Interfund Balances

Interfund balances as of June 30, 2024, consisted of the following:

Interfund Payable	Interfund Receivable General
Special Revenue Funds:	
Title VI-B	\$12,563
Reducing Class Size	26,881
Total Special Revenue Funds	\$39,444

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

The advances totaling \$39,444 from the general fund to the various special revenue funds were made to support the activities of those funds due to the timing of grant collections. The balances are anticipated to be repaid within one year.

Note 19 – Set-Asides

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

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

	<u>Capital Improvement</u>
Set-aside Balance as of June 30, 2023	\$0
Current Year Set-aside Requirement	714,194
Current Year Offsets	(1,451,726)
Qualifying Disbursements	<u>(378,653)</u>
Totals	<u>(\$1,116,185)</u>
Set-aside Balance Carried Forward to Future Fiscal Years	<u>\$0</u>
Set-aside Balance as of June 30, 2024	<u>\$0</u>

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

Note 20 – Significant Commitments

Contractual Commitments

The School District had the following contractual commitments outstanding at June 30, 2024:

Vendor	Contract Amount	Amount Paid	Remaining on Contract
Business Network Team	\$249,231	\$124,616	\$124,615
CDW-G Computer Centers	181,025	0	181,025
Champion Roofing and Sheet	568,330	92,500	475,830
Teamcraft Roofing, Inc.	<u>615,180</u>	<u>0</u>	<u>615,180</u>
Total	<u>\$1,613,766</u>	<u>\$217,116</u>	<u>\$1,396,650</u>

Nordonia Hills City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024

\$1,396,650 of the remaining commitments were encumbered at fiscal year-end. Accounts payable, contracts payable and retainage payable have been capitalized in the amounts of \$181,025, \$663,041 and \$42,682, respectively.

Encumbrances

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At fiscal year end, the amount of encumbrances expected to be honored upon performance by the vendor in the next year or soon thereafter were as follows:

General	\$774,472
Other Governmental Funds	1,391,691
Total	<u>\$2,166,163</u>

Note 21 – Asset Retirement Obligations

The Governmental Accounting Standard Board's (GASB) Statement No. 83, Certain Asset Retirement Obligations, provides guidance related to asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset.

The Bureau of Underground Storage Tank Regulations (BUSTR) regulates petroleum and hazardous substances stored in underground storage tanks. These regulations are included in Ohio Administrative Code Section 1301-7-9 and require a School District classified as an "owner" or "operator," to remove from the ground any underground storage tank (UST) that is not in use for a year or more. A permit must first be obtained for that year it is not being used. Once the UST is removed, the soil in the UST cavity and excavated material must be tested for contamination. This asset retirement obligation (ARO) of \$90,000 associated with the School District's underground storage tanks was estimated by the School District. The remaining useful life of these USTs is 11 years. The School District maintains insurance related to any potential pollution remediation associated with the USTs.

Note 22 – Change in Accounting Principle

For fiscal year 2024, the School District implemented Governmental Accounting Standards Board (GASB) Statement No. 100, *Accounting Changes and Error Corrections*, and related guidance from GASB Implementation Guide No. 2023-1, *Implementation Guidance Update — 2023*. The School District also implemented Question 5.1 from GASB Implementation Guide No. 2021-1, *Implementation Guidance Update — 2021*.

GASB 100 will improve the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. In turn, more understandable, reliable, relevant, consistent, and comparable information will be provided to financial statement users for making decisions or assessing accountability. In addition, the display and note disclosure requirements will result in more consistent, decision-useful, understandable, and comprehensive information for users about accounting changes and error corrections.

Nordonia Hills City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2024

Question 5.1 from Implementation Guide 2021-1 addresses the collective significance of applying the capitalization threshold to individual items in a group of assets. The School District reviewed its capital asset groupings and determined there were no asset groups where individually the assets were under the capitalization threshold yet were significant collectively.

The implementation of GASB Statement No. 100 and GASB Implementation Guides 2021-1 and 2023-1 did not have any effect on the beginning net position/fund balance.

In an effort to promote comparability with other governments, the School District updated its calculation of net position restricted for pension and OPEB plans for fiscal year 2024. This change had no impact on beginning net position, but rather reclassified the amounts presented as net position restricted for OPEB plans and unrestricted net position.

Nordonia Hills City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

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Required Supplementary Information

Nordonia Hills City School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net Pension Liability
School Employees Retirement System of Ohio
*Last Ten Fiscal Years **

	2024	2023	2022
School District's Proportion of the Net Pension Liability	0.21869740%	0.22076670%	0.22356900%
School District's Proportionate Share of the Net Pension Liability	\$12,084,157	\$11,940,781	\$8,249,048
School District's Covered Payroll	\$8,639,286	\$8,218,786	\$7,799,979
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	139.87%	145.29%	105.76%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	76.06%	75.82%	82.86%

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

See accompanying notes to the Required Supplementary Information

2021	2020	2019	2018	2017	2016	2015
0.22158960%	0.22630770%	0.22081780%	0.21708660%	0.21377550%	0.20492030%	0.20203300%
\$14,656,402	\$13,540,386	\$12,646,644	\$12,970,445	\$15,646,394	\$11,692,952	\$10,224,775
\$7,730,743	\$7,870,800	\$7,447,119	\$6,991,764	\$6,667,579	\$6,235,536	\$6,230,817
189.59%	172.03%	169.82%	185.51%	234.66%	187.52%	164.10%
68.55%	70.85%	71.36%	69.50%	62.98%	69.16%	71.70%

Nordonia Hills City School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net OPEB Liability
School Employees Retirement System of Ohio
*Last Eight Fiscal Years (1) **

	2024	2023	2022
School District's Proportion of the Net OPEB Liability	0.22438320%	0.22568680%	0.22977830%
School District's Proportionate Share of the Net OPEB Liability	\$3,696,590	\$3,168,666	\$4,348,743
School District's Covered Payroll	\$8,639,286	\$8,218,786	\$7,799,979
School District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	42.79%	38.55%	55.75%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	30.02%	30.34%	24.08%

(1) Although this schedule is intended to reflect information for ten years, information prior to fiscal year 2017 is not available.
An additional column will be added each year.

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

See accompanying notes to the Required Supplementary Information

2021	2020	2019	2018	2017
0.22626550%	0.23151740%	0.22376510%	0.22002550%	0.21617770%
\$4,917,488	\$5,822,175	\$6,207,849	\$5,904,907	\$6,161,864
\$7,730,743	\$7,870,800	\$7,447,119	\$6,991,764	\$6,667,579
63.61%	73.97%	83.36%	84.46%	92.42%
18.17%	15.57%	13.57%	12.46%	11.49%

Nordonia Hills City School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net Pension Liability
State Teachers Retirement System of Ohio
*Last Ten Fiscal Years **

	2024	2023	2022
School District's Proportion of the Net Pension Liability	0.18051215%	0.18000581%	0.17768632%
School District's Proportionate Share of the Net Pension Liability	\$38,873,179	\$40,015,519	\$22,718,791
School District's Covered Payroll	\$24,510,800	\$23,510,557	\$22,135,136
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	158.60%	170.20%	102.64%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	80.00%	78.90%	87.80%

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

See accompanying notes to the Required Supplementary Information

2021	2020	2019	2018	2017	2016	2015
0.17136726%	0.17208322%	0.16870447%	0.16509449%	0.16130569%	0.16417188%	0.15948273%
\$41,464,779	\$38,055,170	\$37,094,324	\$39,218,550	\$53,993,877	\$45,372,307	\$38,791,720
\$21,400,229	\$19,573,529	\$19,252,429	\$18,404,221	\$18,223,643	\$17,171,343	\$15,994,071
193.76%	194.42%	192.67%	213.10%	296.28%	264.23%	242.54%
75.50%	77.40%	77.30%	75.30%	66.80%	72.10%	74.70%

Nordonia Hills City School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net OPEB Liability (Asset)
State Teachers Retirement System of Ohio
*Last Eight Fiscal Years (1) **

	2024	2023	2022
School District's Proportion of the Net OPEB Liability (Asset)	0.18051215%	0.18000581%	0.17768632%
School District's Proportionate Share of the Net OPEB Liability (Asset)	(\$3,510,713)	(\$4,660,949)	(\$3,746,369)
School District's Covered Payroll	\$24,510,800	\$23,510,557	\$22,135,136
School District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	-14.32%	-19.82%	-16.92%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	168.50%	230.70%	174.70%

(1) Although this schedule is intended to reflect information for ten years, information prior to fiscal year 2017 is not available.
An additional column will be added each year.

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

See accompanying notes to the Required Supplementary Information

2021	2020	2019	2018	2017
0.17136726%	0.17208322%	0.16870447%	0.16509449%	0.16130569%
(\$3,011,777)	(\$2,850,112)	(\$2,710,908)	\$6,441,377	\$8,626,670
\$21,400,229	\$19,573,529	\$19,252,429	\$18,404,221	\$18,223,643
-14.07%	-14.56%	-14.08%	35.00%	47.34%
182.10%	174.70%	176.00%	47.10%	37.30%

Nordonia Hills City School District
Required Supplementary Information
Schedule of School District Contributions
School Employees Retirement System of Ohio
Last Ten Fiscal Years

	2024	2023	2022	2021
Net Pension Liability:				
Contractually Required Contribution	\$1,262,212	\$1,209,500	\$1,150,630	\$1,091,997
Contributions in Relation to the Contractually Required Contribution	(1,262,212)	(1,209,500)	(1,150,630)	(1,091,997)
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School District Covered Payroll (1)	\$9,015,800	\$8,639,286	\$8,218,786	\$7,799,979
Pension Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>
Net OPEB Liability:				
Contractually Required Contribution (2)	\$147,702	\$160,483	\$147,135	\$144,147
Contributions in Relation to the Contractually Required Contribution	(147,702)	(160,483)	(147,135)	(144,147)
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
OPEB Contributions as a Percentage of Covered Payroll	<u>1.64%</u>	<u>1.86%</u>	<u>1.79%</u>	<u>1.85%</u>
Total Contributions as a Percentage of Covered Payroll (2)	<u>15.64%</u>	<u>15.86%</u>	<u>15.79%</u>	<u>15.85%</u>

(1) The School District's covered payroll is the same for Pension and OPEB.

(2) Includes Surcharge

See accompanying notes to the Required Supplementary Information

2020	2019	2018	2017	2016	2015
\$1,082,304	\$1,062,558	\$1,005,361	\$978,847	\$933,461	\$821,844
(1,082,304)	(1,062,558)	(1,005,361)	(978,847)	(933,461)	(821,844)
\$0	\$0	\$0	\$0	\$0	\$0
\$7,730,743	\$7,870,800	\$7,447,119	\$6,991,764	\$6,667,579	\$6,235,536
14.00%	13.50%	13.50%	14.00%	14.00%	13.18%
\$127,964	\$178,774	\$156,993	\$118,683	\$107,412	\$146,348
(127,964)	(178,774)	(156,993)	(118,683)	(107,412)	(146,348)
\$0	\$0	\$0	\$0	\$0	\$0
1.66%	2.27%	2.11%	1.70%	1.61%	2.35%
15.66%	15.77%	15.61%	15.70%	15.61%	15.53%

Nordonia Hills City School District
Required Supplementary Information
Schedule of School District Contributions
State Teachers Retirement System of Ohio
Last Ten Fiscal Years

	2024	2023	2022	2021
Net Pension Liability:				
Contractually Required Contribution	\$3,461,751	\$3,431,512	\$3,291,478	\$3,098,919
Contributions in Relation to the Contractually Required Contribution	<u>(3,461,751)</u>	<u>(3,431,512)</u>	<u>(3,291,478)</u>	<u>(3,098,919)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School District Covered Payroll	\$24,726,793	\$24,510,800	\$23,510,557	\$22,135,136
Pension Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>

Net OPEB Liability (Asset) (1)

(1) Although the covered payroll for the net OPEB liability is the same as the net pension liability, there were no OPEB related required contributions for 2015-2024. STRS did not allocate any employer contributions to postemployment health care; therefore, there is no required supplementary information to present related to the statutorily established employer contribution requirements for the net OPEB liability.

See accompanying notes to the Required Supplementary Information

2020	2019	2018	2017	2016	2015
\$2,996,032	\$2,740,294	\$2,695,340	\$2,576,591	\$2,551,310	\$2,403,988
(2,996,032)	(2,740,294)	(2,695,340)	(2,576,591)	(2,551,310)	(2,403,988)
\$0	\$0	\$0	\$0	\$0	\$0
\$21,400,229	\$19,573,529	\$19,252,429	\$18,404,221	\$18,223,643	\$17,171,343
14.00%	14.00%	14.00%	14.00%	14.00%	14.00%

Nordonia Hills City School District, Ohio

Notes to Required Supplementary Information For the Fiscal Year Ended June 30, 2024

Net Pension Liability

Changes in Benefit Terms/Assumptions – SERS

Beginning in fiscal year 2018, on each anniversary of the initial retirement, the allowance of all retirees and survivors may be increased by the annual rate of increase in the CPI-W measured as of the June preceding the beginning of the applicable calendar year. The annual rate of increase shall not be less than 0 percent nor greater than 2.5 percent. The COLA was suspended for 2018-2020. Prior to 2018, an assumption of 3 percent was used. For 2021, the cost-of-living adjustment was reduced from 2.5 percent to 2 percent. For 2023 and 2024, the cost-of-living adjustment was increased from 2 percent to 2.5 percent.

Amounts reported in 2022 incorporate changes in assumptions used by SERS in calculating the total pension liability in the latest actuarial valuation. These assumptions compared with those used in prior years are presented below:

	Fiscal Year 2022	Fiscal Years 2021-2017	Fiscal Year 2016 and Prior
Wage Inflation	2.4 percent	3.00 percent	3.25 percent
Future Salary Increases, including inflation	3.25 percent to 13.58 percent	3.50 percent to 18.20 percent	4.00 percent to 22.00 percent
Investment Rate of Return	7.0 percent net of system expenses	7.50 percent net of investments expense, including inflation	7.75 percent net of investments expense, including inflation

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

Amounts report for 2017 through 2021 use mortality rates that are based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females. Amounts reported for fiscal year 2016 and prior, use mortality assumptions that are based on the 1994 Group Annuity Mortality Table set back one year for both men and women. Special mortality tables were used for the period after disability retirement.

Changes in Assumptions - STRS

Beginning with fiscal year 2022, amounts reported incorporate changes in assumptions and changes in benefit terms used by STRS in calculating the total pension liability in the latest actuarial valuation. These new assumptions compared with those used in fiscal years 2018-2021 and fiscal year 2017 and prior are presented below:

Nardon Hills City School District, Ohio

Notes to Required Supplementary Information For the Fiscal Year Ended June 30, 2024

	<u>Fiscal Year 2022</u>	<u>Fiscal Years 2021-2018</u>	<u>Fiscal Year 2017 and Prior</u>
Inflation	2.50 percent	2.50 percent	2.75 percent
Projected salary increases	Varies by Service from 2.5 percent to 8.5 percent	12.50 percent at age 20 to 2.50 percent at age 65	12.25 percent at age 20 to 2.75 percent at age 70
Investment Rate of Return	See Below	See Below	See Below
Payroll Increases	3 percent	3 percent	3.5 percent
Cost-of-Living Adjustment (COLA)	0.0 percent, effective July 1, 2017	0.0 percent, effective July 1, 2017	2 percent simple applied as follows: for members retiring before August 1, 2013, 2 percent per year; for members retiring after August 1, 2013, or later, COLA commences on fifth anniversary of retirement date.

Investment rate of return:

Fiscal Years 2022 through 2024	7.00 percent, net of investment expenses, including inflation
Fiscal Years 2018 through 2021	7.45 percent, net of investment expenses, including inflation
Fiscal Year 2017 and prior	7.75 percent, net of investment expenses, including inflation

Beginning with fiscal year 2022, post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuity Mortality Table, adjusted 110 percent for males, projected forward generationally using mortality improvement scale MP-2020. Pre-retirement mortality rates are based on Pub-2010 Teachers Employee Table adjusted 95 percent for females, projected forward generationally using mortality improvement scale MP-2020. Post-retirement disabled mortality rates are based on Pub-2010 Teachers Disable Annuity Table projected forward generationally using mortality improvement scale MP-2020.

Beginning with fiscal year 2018, post-retirement mortality rates for healthy retirees were based on the RP-2014 Annuity Mortality Table with 50 percent of rates through age 69, 70 percent of rates between ages 70 and 79, 90 percent of rates between ages 80 and 84, and 100 percent of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Table with 90 percent of rates for males and 100 percent of rates for females, projected forward generationally using mortality improvement scale MP-2016. Pre-retirement mortality rates are based on RP-2014 Employee Mortality Table, projected forward generationally using mortality improvement scale MP-2016.

For fiscal year 2017 and prior actuarial valuation, mortality rates were based on the RP-2000 Combined Mortality Table (Projection 2022—Scale AA) for Males and Females. Males' ages are set-back two years through age 89 and no set-back for age 90 and above. Females younger than age 80 are set back four years, one year set back from age 80 through 89, and no set back from age 90 and above.

Changes in Benefit Term – STRS Pension

For 2024, demographic assumptions were changed based on the actuarial experience study for the period July 1, 2015, through June 30, 2021.

Nordonia Hills City School District, Ohio

Notes to Required Supplementary Information For the Fiscal Year Ended June 30, 2024

For fiscal year 2023, the Board approved a one-time 3 percent COLA effective on the anniversary of a benefit recipient's retirement date for those eligible during fiscal year 2023 and eliminated the age 60 requirement to receive unreduced retirement that was scheduled to go into effect August 1, 2026.

Net OPEB Liability

Changes in Assumptions – SERS

Beginning with fiscal year 2022, amounts reported incorporate changes in assumptions and changes in benefit terms used by SERS in calculating the total OPEB liability in the latest actuarial valuation. These new assumptions compared with those used in fiscal year 2021 and prior are presented below:

	2022	2021 and Prior
Inflation	2.40 percent	3.00 percent
Future Salary Increases, including inflation		
Wage Increases	3.25 percent to 13.58 percent	3.50 percent to 18.20 percent
Investment Rate of Return	7.00 percent net of investment expense, including inflation	7.50 percent net of investment expense, including inflation

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

Municipal Bond Index Rate:

Fiscal year 2024	3.86 percent
Fiscal year 2023	3.69 percent
Fiscal year 2022	1.92 percent
Fiscal year 2021	2.45 percent
Fiscal year 2020	3.13 percent
Fiscal year 2019	3.62 percent
Fiscal year 2018	3.56 percent
Fiscal year 2017	2.92 percent

Single Equivalent Interest Rate, net of plan investment expense, including price inflation

Fiscal year 2024	4.27 percent
Fiscal year 2023	4.08 percent
Fiscal year 2022	2.27 percent
Fiscal year 2021	2.63 percent
Fiscal year 2020	3.22 percent
Fiscal year 2019	3.70 percent
Fiscal year 2018	3.63 percent
Fiscal year 2017	2.98 percent

Changes in Assumptions – STRS

For fiscal year 2018, the discount rate was increased from 3.26 percent to 4.13 percent based on the methodology defined under GASB *Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB)* and the long term expected rate of return was reduced from 7.75 percent to 7.45 percent. Valuation year per capita health care costs were updated, and the salary scale was modified. The percentage of future retirees electing each option was updated based on current data and the percentage of future disabled retirees and terminated vested participants electing health coverage were decreased. The assumed mortality, disability, retirement, withdrawal and future health care cost trend rates were modified along with the portion of rebated prescription drug costs.

Nordonia Hills City School District, Ohio

Notes to Required Supplementary Information For the Fiscal Year Ended June 30, 2024

For fiscal year 2019, the discount rate was increased from the blended rate of 4.13 percent to the long-term expected rate of return of 7.45.

For fiscal year 2022, the discount rate was decreased from 7.45 percent to the long-term expected rate of return of 7.00.

For fiscal year 2023, the projected salary increases were changed from age based to service based. Healthcare trends were updated to reflect emerging claims and recoveries experience.

Changes in Benefit Terms – STRS OPEB

For fiscal year 2018, the subsidy multiplier for non-Medicare benefit recipients was reduced from 2.1 percent to 1.9 percent per year of service. Medicare Part B premium reimbursements were discontinued for certain survivors and beneficiaries and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 2020.

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

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

For fiscal year 2021, there was no change to the claims costs process. Claim curves were updated to reflect the projected fiscal year ending June 30, 2021 premium based on June 30, 2020 enrollment distribution. The non-Medicare subsidy percentage was increased effective January 1, 2021 from 1.984 percent to 2.055 percent per year of service. The non-Medicare frozen subsidy base premium was increased effective January 1, 2021. The Medicare subsidy percentages were adjusted effective January 1, 2021 to 2.1 percent for the AMA Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed indefinitely.

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

For fiscal year 2023, healthcare trends were updated to reflect emerging claims and recoveries experience.

For fiscal year 2024, healthcare trends were updated to reflect emerging claims and recoveries experience as well as benefit changes effective January 1, 2024.

Combining and Individual Fund Statements and Schedules

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. Following is a description of the School District's nonmajor special revenue funds:

Food Service Fund – To account for and report restricted grants and charges for services related to the food service operations of the School District.

Other Grants Fund – To account for and report restricted donations to the School District for miscellaneous purposes.

High School Bookstore Fund – To account for and report committed funds received from and for the use of the activities of the high school bookstore.

Student Activities Fund – To account for and report resources restricted to the student bodies of the various schools, accounting for sales and other revenue generating activities for which the School District has administrative involvement.

District Managed Activities Fund – To account for and report gate receipts and other restricted revenues from athletic events and all costs (except supplemental coaching contracts) of the School District's Athletic Program and transportation of the band to and from athletic events.

Data Communication Fund – To account for and report restricted grant monies appropriated for Ohio Educational Computer Network Connections.

Miscellaneous State Grants Fund – To account for and report restricted grant monies from the State appropriated for miscellaneous purposes.

Elementary and Secondary School Emergency Relief (ESSER) Fund – To account for and report restricted emergency COVID-19 pandemic relief grants to school districts for the coordination of preparedness and response efforts, training and professional development of staff, planning and coordination during long-term closure and purchasing technology for students.

Title VI-B Fund – To account for and report restricted Federal revenues that assist states in identification of handicapped children and provide full educational opportunities to handicapped children at the preschool, elementary and secondary levels. It also accounts for Federal monies used to implement a variety of programs intended to provide instruction for early childhood education.

Limited English Proficiency Fund – To account for and report restricted monies used for elementary and secondary school programs with the purpose of meeting the educational needs of students with limited English proficiency.

Title I Fund – To account for and report restricted Federal monies used to assist the School District in meeting the special needs of educationally deprived children.

Title IV-A Fund – To account for and report restricted grant monies for student academic enrichment programs.

Preschool for Handicapped Fund – To account for and report restricted grant monies to address the improvement and expansion of services for handicapped children ages three through five years.

(continued)

Combining Statements – Nonmajor Governmental Funds (continued)

Reducing Class Size Fund – To account for and report restricted grant monies to hire additional classroom teachers so the number of students per teacher will be reduced.

Miscellaneous Federal Grants Fund – To account for and report restricted grant monies from federal sources appropriated for miscellaneous purposes.

Public School Support Fund – To account for and report school site sales revenue and expenditure for field trips, assemblies and other activity costs. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Nonmajor Debt Service Fund

The Debt Service Fund is used to account for and report the financial resources that are restricted, committed or assigned to expenditure for principal and interest.

Bond Retirement Fund – To account for and report the accumulation of property tax revenues restricted for the payment of general obligation bonds issued for school building and athletic facility improvements.

Nonmajor Capital Projects Funds

The Capital Projects Funds are used to account for financial resources that are restricted, committed or assigned to expenditures for capital outlays including the acquisition or construction of major capital facilities and other capital assets, other than those financed by proprietary fund or for assets that will be held in trust. Following is a description of the nonmajor capital projects funds:

Permanent Improvement Fund – To account for and report transfers committed to the acquisition or construction of capital permanent improvements.

Building Fund – To account for and report restricted rentals and donations used for the building, restoration or improvement of the School District property.

Nordonia Hills City School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2024

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$2,036,721	\$1,805,931	\$2,826,501	\$6,669,153
Accounts Receivable	872	0	0	872
Intergovernmental Receivable	61,347	0	0	61,347
Inventory Held for Resale	11,160	0	0	11,160
Materials and Supplies Inventory	6,672	0	0	6,672
Property Taxes Receivable	0	3,058,436	0	3,058,436
<i>Total Assets</i>	<u>\$2,116,772</u>	<u>\$4,864,367</u>	<u>\$2,826,501</u>	<u>\$9,807,640</u>
Liabilities				
Accounts Payable	\$29,704	\$0	\$1,500	\$31,204
Accrued Wages and Benefits	89,877	0	0	89,877
Contracts Payable	124,615	0	538,426	663,041
Intergovernmental Payable	27,567	0	0	27,567
Interfund Payable	39,444	0	0	39,444
Retainage Payable	0	0	42,682	42,682
Unearned Revenue	53,794	0	0	53,794
<i>Total Liabilities</i>	<u>365,001</u>	<u>0</u>	<u>582,608</u>	<u>947,609</u>
Deferred Inflows of Resources				
Property Taxes	0	2,880,934	0	2,880,934
Unavailable Revenue	13,188	52,033	0	65,221
<i>Total Deferred Inflows of Resources</i>	<u>13,188</u>	<u>2,932,967</u>	<u>0</u>	<u>2,946,155</u>
Fund Balances				
Nonspendable	6,672	0	0	6,672
Restricted	1,731,398	1,931,400	24,908	3,687,706
Committed	5,103	0	2,218,985	2,224,088
Unassigned (Deficit)	(4,590)	0	0	(4,590)
<i>Total Fund Balances</i>	<u>1,738,583</u>	<u>1,931,400</u>	<u>2,243,893</u>	<u>5,913,876</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$2,116,772</u>	<u>\$4,864,367</u>	<u>\$2,826,501</u>	<u>\$9,807,640</u>

Nordonia Hills City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2024

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property Taxes	\$0	\$2,378,612	\$0	\$2,378,612
Intergovernmental	2,620,217	380,147	0	3,000,364
Investment Earnings/Interest	41,935	0	0	41,935
Tuition and Fees	396	0	0	396
Charges for Services	972,925	0	0	972,925
Extracurricular Activities	755,362	0	0	755,362
Contributions and Donations	37,437	0	0	37,437
Rentals	70	0	11,021	11,091
Miscellaneous	0	0	191	191
<i>Total Revenues</i>	<u>4,428,342</u>	<u>2,758,759</u>	<u>11,212</u>	<u>7,198,313</u>
Expenditures				
Current:				
Instruction:				
Regular	292,932	0	16,360	309,292
Special	810,893	0	0	810,893
Vocational	7,976	0	0	7,976
Support Services:				
Pupils	86,723	0	0	86,723
Instructional Staff	89,917	0	0	89,917
Administration	20,744	0	0	20,744
Fiscal	0	48,050	0	48,050
Operation and Maintenance of Plant	360,824	0	1,920,553	2,281,377
Pupil Transportation	257,948	0	0	257,948
Operation of Non-Instructional Services	51,792	0	0	51,792
Food Service Operations	1,459,667	0	0	1,459,667
Extracurricular Activities	871,165	0	48,050	919,215
Debt Service:				
Principal Retirement	0	3,026,843	0	3,026,843
Interest	0	246,658	0	246,658
<i>Total Expenditures</i>	<u>4,310,581</u>	<u>3,321,551</u>	<u>1,984,963</u>	<u>9,617,095</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>117,761</u>	<u>(562,792)</u>	<u>(1,973,751)</u>	<u>(2,418,782)</u>
Other Financing Sources (Uses)				
Transfers In	<u>85,829</u>	<u>62,445</u>	<u>1,451,726</u>	<u>1,600,000</u>
<i>Net Change in Fund Balances</i>	<u>203,590</u>	<u>(500,347)</u>	<u>(522,025)</u>	<u>(818,782)</u>
<i>Fund Balances Beginning of Year</i>	<u>1,534,993</u>	<u>2,431,747</u>	<u>2,765,918</u>	<u>6,732,658</u>
<i>Fund Balances End of Year</i>	<u><u>\$1,738,583</u></u>	<u><u>\$1,931,400</u></u>	<u><u>\$2,243,893</u></u>	<u><u>\$5,913,876</u></u>

Nordonia Hills City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2024

	Food Service	Other Grants	High School Bookstore
Assets			
Equity in Pooled Cash and Cash Equivalents	\$1,391,082	\$52,669	\$5,103
Accounts Receivable	872	0	0
Intergovernmental Receivable	0	0	0
Inventory Held for Resale	11,160	0	0
Materials and Supplies Inventory	6,672	0	0
<i>Total Assets</i>	<u>\$1,409,786</u>	<u>\$52,669</u>	<u>\$5,103</u>
Liabilities			
Accounts Payable	\$0	\$0	\$0
Accrued Wages and Benefits	89,721	0	0
Contracts Payable	0	0	0
Intergovernmental Payable	27,567	0	0
Interfund Payable	0	0	0
Unearned Revenue	0	0	0
<i>Total Liabilities</i>	<u>117,288</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
Fund Balances			
Nonspendable	6,672	0	0
Restricted	1,285,826	52,669	0
Committed	0	0	5,103
Unassigned (Deficit)	0	0	0
<i>Total Fund Balances (Deficit)</i>	<u>1,292,498</u>	<u>52,669</u>	<u>5,103</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$1,409,786</u>	<u>\$52,669</u>	<u>\$5,103</u>

Student Activities	District Managed Activities	Data Communication	Miscellaneous State Grants	Title VI-B
\$181,020	\$187,250	\$11,985	\$14,746	\$0
0	0	0	0	0
0	0	0	75	34,235
0	0	0	0	0
0	0	0	0	0
<u>\$181,020</u>	<u>\$187,250</u>	<u>\$11,985</u>	<u>\$14,821</u>	<u>\$34,235</u>
\$3,300	\$13,330	\$0	\$0	\$13,074
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	12,563
0	0	0	0	0
<u>3,300</u>	<u>13,330</u>	<u>0</u>	<u>0</u>	<u>25,637</u>
0	0	0	0	13,074
0	0	0	0	0
177,720	173,920	11,985	14,821	0
0	0	0	0	0
0	0	0	0	(4,476)
<u>177,720</u>	<u>173,920</u>	<u>11,985</u>	<u>14,821</u>	<u>(4,476)</u>
<u>\$181,020</u>	<u>\$187,250</u>	<u>\$11,985</u>	<u>\$14,821</u>	<u>\$34,235</u>

(continued)

Nordonia Hills City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2024

	Limited English Proficiency	Reducing Class Size	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$14,457	\$0	\$178,409	\$2,036,721
Accounts Receivable	0	0	0	872
Intergovernmental Receivable	0	27,037	0	61,347
Inventory Held for Resale	0	0	0	11,160
Materials and Supplies Inventory	0	0	0	6,672
<i>Total Assets</i>	<u>\$14,457</u>	<u>\$27,037</u>	<u>\$178,409</u>	<u>\$2,116,772</u>
Liabilities				
Accounts Payable	\$0	\$0	\$0	\$29,704
Accrued Wages and Benefits	0	156	0	89,877
Contracts Payable	0	0	124,615	124,615
Intergovernmental Payable	0	0	0	27,567
Interfund Payable	0	26,881	0	39,444
Unearned Revenue	0	0	53,794	53,794
<i>Total Liabilities</i>	<u>0</u>	<u>27,037</u>	<u>178,409</u>	<u>365,001</u>
Deferred Inflows of Resources				
Unavailable Revenue	0	114	0	13,188
Fund Balances				
Nonspendable	0	0	0	6,672
Restricted	14,457	0	0	1,731,398
Committed	0	0	0	5,103
Unassigned (Deficit)	0	(114)	0	(4,590)
<i>Total Fund Balances (Deficit)</i>	<u>14,457</u>	<u>(114)</u>	<u>0</u>	<u>1,738,583</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$14,457</u>	<u>\$27,037</u>	<u>\$178,409</u>	<u>\$2,116,772</u>

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Nordonia Hills City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2024

	Food Service	Other Grants	High School Bookstore	Student Activities
Revenues				
Intergovernmental	\$639,051	\$0	\$0	\$0
Investment Earnings/Interest	41,935	0	0	0
Tuition and Fees	0	0	396	0
Charges for Services	972,925	0	0	0
Extracurricular Activities	0	0	0	276,750
Contributions and Donations	0	33,908	0	2,022
Rentals	0	0	0	0
<i>Total Revenues</i>	<u>1,653,911</u>	<u>33,908</u>	<u>396</u>	<u>278,772</u>
Expenditures				
Current:				
Instruction:				
Regular	0	8,709	196	272
Special	0	8,000	0	0
Vocational	0	0	0	7,976
Support Services:				
Pupils	0	0	0	0
Instructional Staff	0	0	0	0
Administration	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	0	0
Operation of Non-Instructional Services	0	11,500	0	0
Food Service Operations	1,459,667	0	0	0
Extracurricular Activities	0	3,577	0	257,019
<i>Total Expenditures</i>	<u>1,459,667</u>	<u>31,786</u>	<u>196</u>	<u>265,267</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>194,244</u>	<u>2,122</u>	<u>200</u>	<u>13,505</u>
Other Financing Sources (Uses)				
Transfers In	0	7,057	0	0
<i>Net Change in Fund Balances</i>	<u>194,244</u>	<u>9,179</u>	<u>200</u>	<u>13,505</u>
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>1,098,254</u>	<u>43,490</u>	<u>4,903</u>	<u>164,215</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$1,292,498</u>	<u>\$52,669</u>	<u>\$5,103</u>	<u>\$177,720</u>

District Managed Activities	Data Communication	Miscellaneous State Grants	Title VI-B	Limited English Proficiency	Title I
\$0	\$11,708	\$39,701	\$1,181,660	\$6,274	\$276,607
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
478,612	0	0	0	0	0
1,507	0	0	0	0	0
70	0	0	0	0	0
480,189	11,708	39,701	1,181,660	6,274	276,607
0	0	0	0	0	0
0	0	0	802,893	0	269,671
0	0	0	0	0	0
0	0	24,880	61,125	0	718
0	0	0	0	0	0
0	0	0	0	0	0
0	0	38,282	0	0	0
0	0	0	257,948	0	0
0	0	0	25,452	0	6,218
0	0	0	0	0	0
610,569	0	0	0	0	0
610,569	0	63,162	1,147,418	0	276,607
(130,380)	11,708	(23,461)	34,242	6,274	0
78,772	0	0	0	0	0
(51,608)	11,708	(23,461)	34,242	6,274	0
225,528	277	38,282	(38,718)	8,183	0
\$173,920	\$11,985	\$14,821	(\$4,476)	\$14,457	\$0

(continued)

Nordonia Hills City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2024

	Title IV-A	Reducing Class Size	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
Revenues				
Intergovernmental	\$24,803	\$117,871	\$322,542	\$2,620,217
Investment Earnings/Interest	0	0	0	41,935
Tuition and Fees	0	0	0	396
Charges for Services	0	0	0	972,925
Extracurricular Activities	0	0	0	755,362
Contributions and Donations	0	0	0	37,437
Rentals	0	0	0	70
<i>Total Revenues</i>	<u>24,803</u>	<u>117,871</u>	<u>322,542</u>	<u>4,428,342</u>
Expenditures				
Current:				
Instruction:				
Regular	0	14,084	0	292,932
Special	0	0	0	810,893
Vocational	0	0	0	7,976
Support Services:				
Pupils	0	0	0	86,723
Instructional Staff	0	89,917	0	89,917
Administration	20,744	0	0	20,744
Operation and Maintenance of Plant	0	0	322,542	360,824
Pupil Transportation	0	0	0	257,948
Operation of Non-Instructional Services	4,059	4,563	0	51,792
Food Service Operations	0	0	0	1,459,667
Extracurricular Activities	0	0	0	871,165
<i>Total Expenditures</i>	<u>24,803</u>	<u>108,564</u>	<u>322,542</u>	<u>4,310,581</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	0	9,307	0	117,761
Other Financing Sources (Uses)				
Transfers In	0	0	0	85,829
<i>Net Change in Fund Balances</i>	0	9,307	0	203,590
<i>Fund Balances (Deficit) Beginning of Year</i>	0	(9,421)	0	1,534,993
<i>Fund Balances (Deficit) End of Year</i>	<u>\$0</u>	<u>(\$114)</u>	<u>\$0</u>	<u>\$1,738,583</u>

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Nordonia Hills City School District*Combining Balance Sheet**Nonmajor Capital Projects Funds**June 30, 2024*

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$2,801,593	\$24,908	\$2,826,501
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$1,500	\$0	\$1,500
Contracts Payable	538,426	0	538,426
Retainage Payable	42,682	0	42,682
<i>Total Liabilities</i>	582,608	0	582,608
Fund Balances			
Restricted	0	24,908	24,908
Committed	2,218,985	0	2,218,985
<i>Total Fund Balances</i>	2,218,985	24,908	2,243,893
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	\$2,801,593	\$24,908	\$2,826,501

Nordonia Hills City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2024

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Revenues			
Rentals	\$0	\$11,021	\$11,021
Miscellaneous	191	0	191
<i>Total Revenues</i>	191	11,021	11,212
Expenditures			
Current:			
Instruction:			
Regular	16,360	0	16,360
Support Services:			
Operation and Maintenance of Plant	1,920,553	0	1,920,553
Extracurricular Activities	48,050	0	48,050
<i>Total Expenditures</i>	1,984,963	0	1,984,963
<i>Excess of Revenues Over (Under) Expenditures</i>	(1,984,772)	11,021	(1,973,751)
Other Financing Sources (Uses)			
Transfers In	1,451,726	0	1,451,726
<i>Net Change in Fund Balances</i>	(533,046)	11,021	(522,025)
<i>Fund Balances Beginning of Year</i>	2,752,031	13,887	2,765,918
<i>Fund Balances End of Year</i>	\$2,218,985	\$24,908	\$2,243,893

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

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Revenues				
Property Taxes	\$39,826,669	\$40,288,246	\$41,258,192	\$969,946
Payments in Lieu of Taxes	5,001,149	5,001,149	5,001,149	0
Intergovernmental	8,958,949	8,958,949	9,387,420	428,471
Interest	475,000	475,000	900,456	425,456
Tuition and Fees	940,000	940,000	1,078,212	138,212
Extracurricular Activities	273,000	273,000	322,196	49,196
Contributions and Donations	2,500	2,500	1,688	(812)
Rentals	0	0	68,906	68,906
Miscellaneous	46,675	46,675	126,028	79,353
<i>Total Revenues</i>	<i>55,523,942</i>	<i>55,985,519</i>	<i>58,144,247</i>	<i>2,158,728</i>
Expenditures				
Current:				
Instruction:				
Regular				
Salaries	16,704,514	16,534,864	16,534,864	0
Fringe Benefits	6,440,525	6,255,525	6,255,525	0
Purchased Services	762,349	984,618	984,618	0
Materials and Supplies	977,446	1,030,464	1,011,315	19,149
Capital Outlay	552,085	553,172	528,112	25,060
Other	2,682	3,098	3,080	18
Total Regular	25,439,601	25,361,741	25,317,514	44,227
Special				
Salaries	4,343,302	4,402,716	4,402,716	0
Fringe Benefits	2,120,384	2,120,384	2,120,384	0
Purchased Services	1,060,328	942,926	913,100	29,826
Materials and Supplies	65,625	82,755	80,303	2,452
Capital Outlay	32,500	22,500	22,401	99
Total Special	7,622,139	7,571,281	7,538,904	32,377
Vocational				
Salaries	168,881	168,881	168,881	0
Fringe Benefits	62,866	62,866	62,866	0
Purchased Services	500	500	98	402
Materials and Supplies	1,450	1,050	668	382
Total Vocational	233,697	233,297	232,513	784
Student Intervention Services				
Purchased Services	144,872	144,872	144,872	0
Total Instruction	33,440,309	33,311,191	33,233,803	77,388
Support Services:				
Pupils				
Salaries	3,633,669	3,633,669	3,633,669	0
Fringe Benefits	1,690,983	1,691,868	1,691,868	0
Purchased Services	1,417,825	1,529,312	1,516,797	12,515
Materials and Supplies	108,450	107,950	79,111	28,839
Capital Outlay	1,975	475	0	475
Total Pupils	\$6,852,902	\$6,963,274	\$6,921,445	\$41,829

(continued)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Instructional Staff				
Salaries	\$717,991	\$717,991	\$717,991	\$0
Fringe Benefits	281,915	281,915	281,915	0
Purchased Services	33,212	28,331	20,591	7,740
Materials and Supplies	76,928	58,540	36,709	21,831
Capital Outlay	9,000	4,000	0	4,000
Other	14,100	15,326	14,682	644
Total Instructional Staff	1,133,146	1,106,103	1,071,888	34,215
Board of Education				
Salaries	18,500	18,500	18,500	0
Fringe Benefits	1,983	1,983	1,983	0
Purchased Services	4,775	5,875	1,708	4,167
Materials and Supplies	20,250	25,215	11,633	13,582
Other	19,300	12,179	12,129	50
Total Board of Education	64,808	63,752	45,953	17,799
Administration				
Salaries	2,314,332	2,314,332	2,247,376	66,956
Fringe Benefits	1,054,234	1,054,234	1,054,234	0
Purchased Services	349,120	345,731	336,603	9,128
Materials and Supplies	59,700	39,764	26,876	12,888
Capital Outlay	48,325	12,825	5,757	7,068
Other	35,518	32,367	31,027	1,340
Total Administration	3,861,229	3,799,253	3,701,873	97,380
Fiscal				
Salaries	440,767	440,767	440,767	0
Fringe Benefits	215,451	215,451	215,451	0
Purchased Services	101,532	113,346	113,346	0
Materials and Supplies	4,500	7,301	7,296	5
Capital Outlay	5,000	0	0	0
Other	712,594	706,451	706,451	0
Total Fiscal	1,479,844	1,483,316	1,483,311	5
Business				
Salaries	223,453	223,453	223,453	0
Fringe Benefits	76,984	76,984	76,984	0
Purchased Services	137,225	112,391	87,929	24,462
Materials and Supplies	9,565	5,103	4,774	329
Capital Outlay	475	0	0	0
Other	5,500	9,500	8,148	1,352
Total Business	453,202	427,431	401,288	26,143
Operation and Maintenance of Plant				
Salaries	1,906,461	1,856,461	1,856,461	0
Fringe Benefits	842,587	842,827	842,827	0
Purchased Services	2,409,630	2,024,581	1,883,719	140,862
Materials and Supplies	305,150	368,443	306,842	61,601
Capital Outlay	24,000	30,561	19,622	10,939
Other	55,000	32,487	26,077	6,410
Total Operation and Maintenance of Plant	\$5,542,828	\$5,155,360	\$4,935,548	\$219,812

(continued)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget
Pupil Transportation				
Purchased Services	\$3,821,634	\$3,994,510	\$3,888,256	\$106,254
Materials and Supplies	243,000	255,000	244,787	10,213
Total Pupil Transportation	4,064,634	4,249,510	4,133,043	116,467
Central				
Salaries	127,122	127,122	124,376	2,746
Fringe Benefits	56,694	56,694	56,694	0
Purchased Services	387,182	335,108	326,810	8,298
Materials and Supplies	191,601	230,965	230,965	0
Capital Outlay	15,000	1,939	1,939	0
Total Central	777,599	751,828	740,784	11,044
Total Support Services	24,230,192	23,999,827	23,435,133	564,694
Extracurricular Activities:				
Academic and Subject Oriented Activities				
Salaries	74,305	74,305	74,305	0
Fringe Benefits	12,506	12,506	12,506	0
Purchased Services	76,264	91,352	81,198	10,154
Materials and Supplies	3,100	4,565	2,225	2,340
Capital Outlay	34,150	40,242	34,352	5,890
Other	2,050	1,800	850	950
Total Academic and Subject Oriented Activities	202,375	224,770	205,436	19,334
Sport Oriented Activities				
Salaries	\$611,269	\$611,269	\$611,269	\$0
Fringe Benefits	130,787	131,024	122,839	8,185
Purchased Services	10,000	0	0	0
Total Sport Oriented Activities	752,056	742,293	734,108	8,185
School and Public Service Co-Curricular Activities				
Salaries	119,065	119,065	119,065	0
Fringe Benefits	21,233	21,233	21,233	0
Total School and Public Service Co-CurricularActivities	140,298	140,298	140,298	0
Total Extracurricular Activities	1,094,729	1,107,361	1,079,842	27,519
Total Expenditures	58,765,230	58,418,379	57,748,778	669,601
Excess of Revenues Over (Under) Expenditures	(3,241,288)	(2,432,860)	395,469	2,828,329
Other Financing Sources (Uses)				
Advances Out	(5,000)	(5,000)	0	5,000
Transfers In	1,500	1,500	0	(1,500)
Transfers Out	(1,723,450)	(1,546,045)	(1,600,000)	(53,955)
Total Other Financing Sources (Uses)	(1,726,950)	(1,549,545)	(1,600,000)	(50,455)
Net Change in Fund Balance	(4,968,238)	(3,982,405)	(1,204,531)	2,777,874
Fund Balance Beginning of Year	17,382,121	17,382,121	17,382,121	0
Prior Year Encumbrances Appropriated	555,331	555,331	555,331	0
Fund Balance End of Year	\$12,969,214	\$13,955,047	\$16,732,921	\$2,777,874

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Intergovernmental	\$475,000	\$485,292	\$10,292
Interest	39,000	41,935	2,935
Charges for Services	902,000	973,370	71,370
<i>Total Revenues</i>	<u>1,416,000</u>	<u>1,500,597</u>	<u>84,597</u>
Expenditures			
Food Service Operations:			
Salaries	544,297	529,675	14,622
Fringe Benefits	257,703	257,703	0
Purchased Services	12,850	10,033	2,817
Materials and Supplies	503,250	459,640	43,610
Capital Outlay	48,288	39,328	8,960
Other	27,500	24,909	2,591
<i>Total Expenditures</i>	<u>1,393,888</u>	<u>1,321,288</u>	<u>72,600</u>
<i>Net Change in Fund Balance</i>	22,112	179,309	157,197
<i>Fund Balance Beginning of Year</i>	1,172,885	1,172,885	0
Prior Year Encumbrances Appropriated	<u>38,888</u>	<u>38,888</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,233,885</u></u>	<u><u>\$1,391,082</u></u>	<u><u>\$157,197</u></u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Grants Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Contributions and Donations	\$42,500	\$33,908	(\$8,592)
Expenditures			
Current:			
Instruction:			
Regular			
Purchased Services	500	500	0
Materials and Supplies	8,221	7,006	1,215
Capital Outlay	1,327	1,203	124
Total Regular	10,048	8,709	1,339
Special			
Materials and Supplies	8,000	8,000	0
Total Instruction	18,048	16,709	1,339
Support Services:			
Pupils			
Other	12,302	0	12,302
Fiscal			
Other	14,500	0	14,500
Total Support Services	26,802	0	26,802
Operation of Non-Instructional Services:			
Community Services			
Other	25,000	11,500	13,500
Extracurricular Activities:			
Academic and Subject Oriented Activities			
Materials and Supplies	1,698	1,693	5
School and Public Service Co-Curricular Activities			
Other	10,000	1,884	8,116
Total Extracurricular Activities	11,698	3,577	8,121
<i>Total Expenditures</i>	81,548	31,786	49,762
<i>Excess of Revenues Over (Under) Expenditures</i>	(39,048)	2,122	41,170
Other Financing Sources (Uses)			
Transfers In	7,500	7,057	(443)
<i>Net Change in Fund Balance</i>	(31,548)	9,179	40,727
<i>Fund Balance Beginning of Year</i>	42,490	42,490	0
Prior Year Encumbrances Appropriated	1,000	1,000	0
<i>Fund Balance End of Year</i>	\$11,942	\$52,669	\$40,727

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
High School Bookstore Fund
For the Fiscal Year Ended June 30, 2024

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues			
Tuition and Fees	<u>\$1,000</u>	<u>\$396</u>	<u>(\$604)</u>
Expenditures			
Current:			
Instruction:			
Regular			
Materials and Supplies	3,743	196	3,547
Other	<u>1,153</u>	<u>0</u>	<u>1,153</u>
<i>Total Expenditures</i>	<u>4,896</u>	<u>196</u>	<u>4,700</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(3,896)	200	4,096
Other Financing Sources (Uses)			
Transfers Out	<u>(550)</u>	<u>0</u>	<u>550</u>
<i>Net Change in Fund Balance</i>	(4,446)	200	4,646
<i>Fund Balance Beginning of Year</i>	<u>4,903</u>	<u>4,903</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$457</u></u>	<u><u>\$5,103</u></u>	<u><u>\$4,646</u></u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Student Activities Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Extracurricular Activities	\$313,500	\$276,750	(\$36,750)
Contributions and Donations	1,500	2,022	522
<i>Total Revenues</i>	<u>315,000</u>	<u>278,772</u>	<u>(36,228)</u>
Expenditures			
Current:			
Instruction:			
Regular			
Materials and Supplies	650	272	378
Vocational			
Other	14,500	7,976	6,524
Total Instruction	<u>15,150</u>	<u>8,248</u>	<u>6,902</u>
Extracurricular Activities:			
Academic and Subject Oriented Activities			
Salaries	1,500	1,500	0
Fringe Benefits	241	241	0
Purchased Services	157,109	154,028	3,081
Materials and Supplies	13,625	13,625	0
Other	18,665	18,665	0
Total Academic and Subject Oriented Activities	191,140	188,059	3,081
Occupation Oriented Activities			
Other	4,285	1,127	3,158
Sports Oriented Activities			
Other	200	0	200
School and Public Service Co-Curricular Activities			
Other	126,290	73,377	52,913
Total Extracurricular Activities	<u>321,915</u>	<u>262,563</u>	<u>59,352</u>
<i>Total Expenditures</i>	<u>337,065</u>	<u>270,811</u>	<u>66,254</u>
<i>Net Change in Fund Balance</i>	(22,065)	7,961	30,026
<i>Fund Balance Beginning of Year</i>	161,599	161,599	0
Prior Year Encumbrances Appropriated	<u>5,800</u>	<u>5,800</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$145,334</u></u>	<u><u>\$175,360</u></u>	<u><u>\$30,026</u></u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
District Managed Activities Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Extracurricular Activities	\$546,275	\$478,612	(\$67,663)
Contributions and Donations	56,800	1,507	(55,293)
Rentals	100	70	(30)
<i>Total Revenues</i>	<u>603,175</u>	<u>480,189</u>	<u>(122,986)</u>
Expenditures			
Extracurricular Activities:			
Academic and Subject Oriented Activities			
Materials and Supplies	190	77	113
Other	2,650	2,180	470
Total Academic and Subject Oriented Activities	<u>2,840</u>	<u>2,257</u>	<u>583</u>
Sport Oriented Activities			
Salaries	21,355	21,355	0
Fringe Benefits	3,950	3,950	0
Purchased Services	166,641	166,641	0
Materials and Supplies	21,896	21,896	0
Capital Outlay	39,761	39,761	0
Other	344,839	344,839	0
Total Sport Oriented Activities	<u>598,442</u>	<u>598,442</u>	<u>0</u>
School and Public Service Co-Curricular Activities			
Purchased Services	17,600	0	17,600
Materials and Supplies	15,861	4,075	11,786
Other	7,586	7,586	0
Total School and Public Service Co-CurricularActivities	<u>41,047</u>	<u>11,661</u>	<u>29,386</u>
<i>Total Expenditures</i>	<u>642,329</u>	<u>612,360</u>	<u>29,969</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(39,154)	(132,171)	(93,017)
Other Financing Sources (Uses)			
Transfers In	86,400	78,772	(7,628)
<i>Net Change in Fund Balance</i>	47,246	(53,399)	(100,645)
<i>Fund Balance Beginning of Year</i>	210,606	210,606	0
Prior Year Encumbrances Appropriated	19,679	19,679	0
<i>Fund Balance End of Year</i>	<u>\$277,531</u>	<u>\$176,886</u>	<u>(\$100,645)</u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Data Communication Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Intergovernmental	\$10,800	\$11,985	\$1,185
Expenditures			
Current:			
Support Services:			
Central			
Materials and Supplies	10,800	0	10,800
<i>Net Change in Fund Balance</i>	0	11,985	11,985
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$11,985	\$11,985

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous State Grants Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Intergovernmental	\$47,634	\$42,260	(\$5,374)
Expenditures			
Current:			
Support Services:			
Pupils			
Purchased Services	24,600	24,500	100
Materials and Supplies	400	380	20
Total Pupils	25,000	24,880	120
Operation and Maintenance of Plant			
Materials and Supplies	53,103	38,282	14,821
<i>Total Expenditures</i>	78,103	63,162	14,941
<i>Net Change in Fund Balance</i>	(30,469)	(20,902)	9,567
<i>Fund Balance Beginning of Year</i>	35,648	35,648	0
<i>Fund Balance End of Year</i>	\$5,179	\$14,746	\$9,567

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Elementary and Secondary School Emergency Relief Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Intergovernmental	\$93,107	\$93,107	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	93,107	93,107	0
<i>Fund Deficit Beginning of Year</i>	<u>(93,107)</u>	<u>(93,107)</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Intergovernmental	\$1,321,559	\$1,259,240	(\$62,319)
Expenditures			
Current:			
Instruction:			
Special			
Salaries	1,500	1,500	0
Fringe Benefits	235	235	0
Purchased Services	808,723	816,730	(8,007)
Materials and Supplies	13,594	13,594	0
Total Instruction	824,052	832,059	(8,007)
Support Services:			
Pupils			
Purchased Services	61,125	61,125	0
Pupil Transportation			
Purchased Services	281,719	281,719	0
Total Support Services	342,844	342,844	0
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	25,452	25,452	0
<i>Total Expenditures</i>	1,192,348	1,200,355	(8,007)
<i>Net Change in Fund Balance</i>	129,211	58,885	(70,326)
<i>Fund Deficit Beginning of Year</i>	(170,089)	(170,089)	0
Prior Year Encumbrances Appropriated	71,348	71,348	0
<i>Fund Balance (Deficit) End of Year</i>	\$30,470	(\$39,856)	(\$70,326)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Limited English Proficiency Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Intergovernmental	\$14,830	\$9,604	(\$5,226)
Expenditures	0	0	0
<i>Net Change in Fund Balance</i>	14,830	9,604	(5,226)
<i>Fund Balance Beginning of Year</i>	4,853	4,853	0
<i>Fund Balance End of Year</i>	\$19,683	\$14,457	(\$5,226)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Intergovernmental	\$364,283	\$356,236	(\$8,047)
Expenditures			
Current:			
Instruction:			
Regular			
Purchased Services	274,126	269,671	4,455
Support Services:			
Pupils			
Purchased Services	1,000	718	282
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	9,124	6,218	2,906
<i>Total Expenditures</i>	284,250	276,607	7,643
<i>Net Change in Fund Balance</i>	80,033	79,629	(404)
<i>Fund Deficit Beginning of Year</i>	(79,629)	(79,629)	0
<i>Fund Balance End of Year</i>	\$404	\$0	(\$404)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title IV-A Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Intergovernmental	\$28,000	\$25,224	(\$2,776)
Expenditures			
Current:			
Support Services:			
Administration			
Salaries	17,218	17,218	0
Fringe Benefits	3,526	3,526	0
Total Support Services	20,744	20,744	0
Operation of Non-Instructional Services:			
Community Services			
Materials and Supplies	4,059	4,059	0
<i>Total Expenditures</i>	24,803	24,803	0
<i>Net Change in Fund Balance</i>	3,197	421	(2,776)
<i>Fund Deficit Beginning of Year</i>	(2,426)	(2,426)	0
Prior Year Encumbrances Appropriated	2,005	2,005	0
<i>Fund Balance End of Year</i>	\$2,776	\$0	(\$2,776)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Preschool for Handicapped Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Intergovernmental	\$27,395	\$0	(\$27,395)
Expenditures			
Current:			
Instruction:			
Special			
Purchased Services	24,395	0	24,395
<i>Net Change in Fund Balance</i>	3,000	0	(3,000)
<i>Fund Deficit Beginning of Year</i>	(7,895)	(7,895)	0
Prior Year Encumbrances Appropriated	7,895	7,895	0
<i>Fund Balance End of Year</i>	\$3,000	\$0	(\$3,000)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Reducing Class Size Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Intergovernmental	\$159,500	\$103,540	(\$55,960)
Expenditures			
Current:			
Instruction:			
Regular			
Materials and Supplies	17,453	14,084	3,369
Support Services:			
Instructional Staff			
Salaries	106,142	85,656	20,486
Fringe Benefits	16,761	13,526	3,235
Total Support Services	122,903	99,182	23,721
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	5,654	5,563	91
<i>Total Expenditures</i>	146,010	118,829	27,181
<i>Net Change in Fund Balance</i>	13,490	(15,289)	(28,779)
<i>Fund Deficit Beginning of Year</i>	(28,102)	(28,102)	0
Prior Year Encumbrances Appropriated	15,510	15,510	0
<i>Fund Balance (Deficit) End of Year</i>	\$898	(\$27,881)	(\$28,779)

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous Federal Grants Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues	\$0	\$0	\$0
Expenditures			
Current:			
Support Services:			
Operation and Maintenance of Plant			
Capital Outlay	376,336	376,336	0
<i>Net Change in Fund Balance</i>	(376,336)	(376,336)	0
<i>Fund Balance Beginning of Year</i>	376,336	376,336	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Extracurricular Activities	\$55,000	\$50,851	(\$4,149)
Contributions and Donations	0	9,207	9,207
Miscellaneous	0	5,523	5,523
<i>Total Revenues</i>	<u>55,000</u>	<u>65,581</u>	<u>10,581</u>
Expenditures			
Current:			
Support Services:			
Instructional Staff			
Other	1,350	0	1,350
Extracurricular Activities:			
Academic and Subject Oriented Activities			
Purchased Services	18,125	1,911	16,214
Materials and Supplies	53,928	37,141	16,787
Capital Outlay	10,042	0	10,042
Other	23,225	8,610	14,615
Total Academic and Subject Oriented Activities	105,320	47,662	57,658
School and Public Service Co-Curricular Activities			
Operation of Non-Instructional Services			
Materials and Supplies	6,900	0	6,900
Total Extracurricular Activities	112,220	47,662	64,558
<i>Total Expenditures</i>	<u>113,570</u>	<u>47,662</u>	<u>65,908</u>
<i>Net Change in Fund Balance</i>	(58,570)	17,919	76,489
<i>Fund Balance Beginning of Year</i>	101,270	101,270	0
Prior Year Encumbrances Appropriated	150	150	0
<i>Fund Balance End of Year</i>	<u>\$42,850</u>	<u>\$119,339</u>	<u>\$76,489</u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2024

	Final Budget	Actual	Variance with Final Budget
Revenues			
Property Taxes	\$2,938,530	\$2,929,427	(\$9,103)
Intergovernmental	371,523	380,147	8,624
<i>Total Revenues</i>	<u>3,310,053</u>	<u>3,309,574</u>	<u>(479)</u>
Expenditures			
Current:			
Support Services:			
Fiscal			
Other	51,500	48,050	3,450
Debt Service:			
Principal Retirement	3,026,843	3,026,843	0
Interest	246,665	246,658	7
Total Debt Service	<u>3,273,508</u>	<u>3,273,501</u>	<u>7</u>
<i>Total Expenditures</i>	<u>3,325,008</u>	<u>3,321,551</u>	<u>3,457</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(14,955)	(11,977)	2,978
Other Financing Sources (Uses)			
Transfers In	62,500	62,445	(55)
<i>Net Change in Fund Balance</i>	47,545	50,468	2,923
<i>Fund Balance Beginning of Year</i>	<u>1,755,463</u>	<u>1,755,463</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,803,008</u></u>	<u><u>\$1,805,931</u></u>	<u><u>\$2,923</u></u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2024

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues			
Miscellaneous	\$450	\$191	(\$259)
Expenditures			
Current:			
Site Improvement Services			
Regular			
Capital Outlay	16,360	16,360	0
Operation and Maintenance of Plant			
Purchased Services	3,554,424	3,566,549	(12,125)
Extracurricular Activities:			
Academic and Subject Oriented Activities			
Capital Outlay	21,995	21,995	0
Sport Oriented Activities			
Purchased Services	48,050	48,050	0
Total Extracurricular Activities	70,045	70,045	0
<i>Total Expenditures</i>	3,640,829	3,652,954	(12,125)
<i>Excess of Revenues Over (Under) Expenditures</i>	(3,640,379)	(3,652,763)	(12,384)
Other Financing Sources (Uses)			
Transfers In	1,400,000	1,451,726	51,726
<i>Net Change in Fund Balance</i>	(2,240,379)	(2,201,037)	39,342
<i>Fund Balance Beginning of Year</i>	1,692,836	1,692,836	0
Prior Year Encumbrances Appropriated	2,140,829	2,140,829	0
<i>Fund Balance End of Year</i>	<u>\$1,593,286</u>	<u>\$1,632,628</u>	<u>\$39,342</u>

Nordonia Hills City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Building Fund
For the Fiscal Year Ended June 30, 2024

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues			
Rentals	<u>\$5,000</u>	<u>\$11,021</u>	<u>\$6,021</u>
Expenditures			
Current:			
Extracurricular Activities:			
Sport Oriented Activities			
Materials and Supplies	<u>7,000</u>	<u>0</u>	<u>7,000</u>
<i>Net Change in Fund Balance</i>	(2,000)	11,021	13,021
Fund Balance Beginning of Year	<u>13,887</u>	<u>13,887</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$11,887</u></u>	<u><u>\$24,908</u></u>	<u><u>\$13,021</u></u>



Statistical Section

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Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	S2 - S11
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source, the property tax.	S12 - S20
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	S21 - S25
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	S26 - S27
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S28 - S37

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

Nordonia Hills City School District

Net Position by Component

Last Ten Fiscal Years

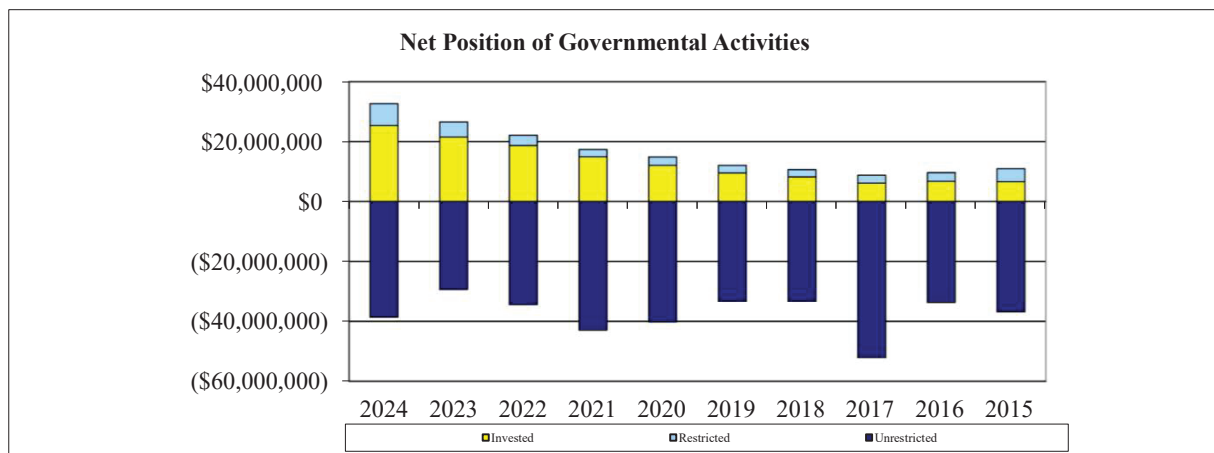
(Accrual Basis of Accounting)

	2024	2023	2022 (1)	2021	2020 (2)
Governmental Activities:					
Net Investment in Capital Assets	\$25,325,217	\$21,515,761	\$18,663,020	\$14,919,422	\$12,056,195
Restricted for:					
Debt Service	1,966,143	2,439,362	1,926,382	1,877,390	1,703,823
Capital Projects	24,908	13,887	10,518	17,618	247,017
Other Purposes	5,334,521	2,602,621	1,519,182	535,123	881,154
Unrestricted (Deficit)	(38,587,258)	(29,325,527)	(34,379,558)	(42,890,141)	(40,157,763)
Total Governmental Activities Net Position	<u>(\$5,936,469)</u>	<u>(\$2,753,896)</u>	<u>(\$12,260,456)</u>	<u>(\$25,540,588)</u>	<u>(\$25,269,574)</u>

(1) The School District reported the impact of GASB Statement No. 96 beginning in fiscal year 2022.

(2) The School District reported the impact of GASB Statement No. 84 beginning in fiscal year 2020.

(3) The School District reported the impact of GASB Statement No. 75 beginning in fiscal year 2017.



2019	2018	2017 (3)	2016	2015
\$9,530,083	\$8,199,704	\$6,107,251	\$6,724,826	\$6,641,508
1,764,926	1,676,239	1,412,544	1,958,030	2,096,504
242,506	292,638	740,116	343,234	1,717,079
504,922	474,620	504,800	614,083	478,775
<u>(33,253,735)</u>	<u>(33,276,776)</u>	<u>(52,040,309)</u>	<u>(33,622,185)</u>	<u>(36,780,435)</u>
<u>(\$21,211,298)</u>	<u>(\$22,633,575)</u>	<u>(\$43,275,598)</u>	<u>(\$23,982,012)</u>	<u>(\$25,846,569)</u>

Nordonia Hills City School District
Changes in Net Position
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	2024	2023	2022	2021 (1)	2020
Expenses					
Governmental Activities:					
Regular Instruction	\$26,161,653	\$26,734,693	\$23,617,539	\$25,250,024	\$24,537,043
Special Instruction	8,077,787	8,437,328	7,406,764	8,922,887	9,516,804
Vocational Instruction	269,024	276,753	335,103	350,203	325,210
Student Intervention Services	144,872	131,793	135,982	107,035	74,012
Pupils	6,803,154	6,088,493	5,069,805	5,530,106	4,830,930
Instructional Staff	1,211,081	1,114,331	1,092,783	1,429,048	1,324,063
Board of Education	42,030	41,497	36,696	38,320	31,790
Administration	3,551,286	3,587,427	3,223,778	3,394,406	3,295,234
Fiscal	1,504,612	1,480,059	1,461,194	1,600,811	1,476,386
Business	394,572	345,794	344,435	343,402	353,359
Operation and Maintenance of Plant	5,535,272	4,930,537	5,568,457	5,150,407	4,001,620
Pupil Transportation	4,321,604	4,224,493	4,149,238	3,584,347	3,576,665
Central	691,071	715,434	470,641	426,560	426,355
Operation of Non-Instructional Services	51,792	49,741	86,579	460,243	428,262
Food Service Operations	1,391,962	1,294,850	1,243,903	1,048,789	1,286,149
Extracurricular Activities	2,043,331	1,981,228	1,742,194	1,541,760	1,532,935
Interest	125,417	185,466	280,911	400,812	515,489
<i>Total Governmental Activities Expenses</i>	<u>62,320,520</u>	<u>61,619,917</u>	<u>56,266,002</u>	<u>59,579,160</u>	<u>57,532,306</u>
Program Revenues					
Governmental Activities:					
Charges for Services					
Regular Instruction	480,763	444,298	435,138	455,686	334,237
Special Instruction	141,502	139,304	139,282	152,911	120,382
Vocational Instruction	4,447	4,149	5,889	5,614	4,158
Student Intervention Services	2,792	2,367	2,443	2,053	1,110
Pupils	133,123	114,107	62,688	88,759	63,496
Instructional Staff	21,276	18,669	18,121	19,500	15,758
Board of Education	810	745	659	735	477
Administration	68,647	64,368	61,601	62,100	46,042
Fiscal	28,489	26,466	26,405	29,381	20,611
Business	7,731	6,418	6,445	6,442	5,033
Operation and Maintenance of Plant	92,617	82,114	93,341	102,763	67,709
Pupil Transportation	78,262	68,254	74,482	66,923	53,394
Central	14,021	12,072	8,132	6,812	5,757
Food Service Operations	972,925	956,499	253,393	118,669	649,812
Extracurricular Activities	1,232,278	1,185,467	1,075,923	613,006	750,317
Operating Grants and Contributions					
Regular Instruction	294,586	645,962	1,511,033	340,531	307,150
Special Instruction	1,018,139	826,807	568,855	348,845	1,010,741
Vocational Instruction	7,372	5,461	6,208	14,798	14,798
Pupils	77,482	207,019	2,061,363	758,007	193,044
Instructional Staff	89,917	51,736	137,824	251,963	94,133
Administration	20,744	25,791	5,000	5,000	5,930
Operation and Maintenance of Plant	346,604	223,664	6,453	181,462	11,510
Pupil Transportation	532,031	658,750	163,520	98,258	106,556
Central	11,708	11,077	10,800	10,800	10,800
Operation of Non-Instructional Services	51,792	51,631	77,288	471,963	414,512
Food Service Operations	680,986	651,428	1,939,970	655,620	271,089
Extracurricular Activities	7,106	37,791	26,220	23,403	17,122

2019	2018 (2)	2017	2016	2015 (3)
\$18,319,999	\$7,156,800	\$21,336,416	\$20,056,808	\$18,550,105
7,340,313	4,517,844	8,386,796	6,446,142	6,108,542
220,308	77,172	245,654	145,074	138,542
64,094	110,236	28,330	85,845	85,303
3,867,045	2,131,254	3,653,397	3,374,388	3,164,056
1,105,800	879,975	1,062,066	959,523	911,162
37,401	34,898	29,157	28,803	26,999
2,851,513	2,079,175	3,006,711	2,839,587	2,601,135
1,470,958	1,148,960	1,331,423	1,388,959	1,157,432
321,436	294,688	296,297	333,196	310,434
4,886,592	3,990,039	4,010,472	4,091,712	3,927,891
3,859,972	3,328,068	3,173,180	2,935,119	2,338,284
433,315	321,506	339,210	637,809	383,035
502,244	449,093	1,034,359	567,067	703,621
1,088,644	960,011	969,192	1,221,780	1,193,894
1,491,841	1,405,852	1,840,343	1,471,574	1,868,849
625,197	731,377	1,005,373	1,391,929	1,475,149
48,486,672	29,616,948	51,748,376	47,975,315	44,944,433
499,608	517,743	560,033	428,931	450,421
166,437	171,102	198,768	122,222	129,215
5,168	5,117	5,529	2,375	2,545
1,457	2,583	780	1,750	1,911
91,497	78,943	88,538	66,184	70,390
23,087	22,613	24,430	17,926	17,594
850	818	803	587	605
67,878	70,714	78,349	57,939	59,596
31,219	26,817	34,377	27,273	24,995
7,145	7,109	7,743	6,740	6,982
103,260	89,615	98,335	73,458	80,923
84,909	72,619	81,927	53,391	46,945
8,292	7,477	7,612	10,240	8,165
783,251	721,518	720,936	761,374	762,755
914,743	870,419	871,033	749,118	1,155,459
828,893	199,972	324,244	336,331	349,410
326,668	751,822	815,286	732,920	860,647
14,798	14,798	15,216	1,309	1,761
84,370	169,467	177,408	135,089	109,746
117,607	92,218	63,413	58,300	95,779
0	3,286	0	0	2,541
0	0	0	0	0
283,159	360,136	260,239	310,512	254,253
10,800	10,800	10,800	10,800	10,800
420,846	472,999	688,038	693,368	672,218
277,217	297,941	343,876	367,246	354,439
29,797	27,119	25,019	2,889	96,966

(continued)

Nordonia Hills City School District
Changes in Net Position (continued)
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	2024	2023	2022	2021 (1)	2020
Capital Grants and Contributions					
Regular Instruction	\$0	\$0	\$400,000	\$0	\$0
Operation and Maintenance of Plant	0	0	1,350	41,897	900
<i>Total Governmental Activities Program Revenues</i>	<u>6,418,150</u>	<u>6,522,414</u>	<u>9,179,826</u>	<u>4,933,901</u>	<u>4,596,578</u>
Net (Expense)/Revenue	<u>(55,902,370)</u>	<u>(55,097,503)</u>	<u>(47,086,176)</u>	<u>(54,645,259)</u>	<u>(52,935,728)</u>
General Revenues					
Governmental Activities:					
Property Taxes Levied for:					
General Purposes	34,492,981	46,520,923	38,826,968	39,976,258	34,030,045
Debt Service	2,399,211	3,389,853	2,827,513	2,972,345	2,734,257
Payments in Lieu of Taxes	5,001,149	4,836,490	9,883,681	1,924,340	2,331,129
Grants and Entitlements not					
Restricted to Specific Programs	9,517,046	8,920,861	8,753,554	8,760,292	9,003,170
Unrestricted Contributions and Donations	10,895	15,758	3,879	7,231	2,306
Investment Earnings/Interest	1,161,671	820,959	(248,355)	518,234	356,721
Gain on Sale of Capital Assets	0	0	2,000	0	0
Miscellaneous	136,844	99,219	66,414	215,545	234,465
<i>Total Governmental Activities General Revenues</i>	<u>52,719,797</u>	<u>64,604,063</u>	<u>60,115,654</u>	<u>54,374,245</u>	<u>48,692,093</u>
<i>Total Primary Government Change in Net Position</i>	<u>(\$3,182,573)</u>	<u>\$9,506,560</u>	<u>\$13,029,478</u>	<u>(\$271,014)</u>	<u>(\$4,243,635)</u>

(1) Revenues and expenses are first impacted by the implementation of GASB Statement No. 84 beginning in fiscal year 2021.

(2) Expenses are first impacted by the implementation of GASB Statement No. 75 beginning in fiscal year 2018.

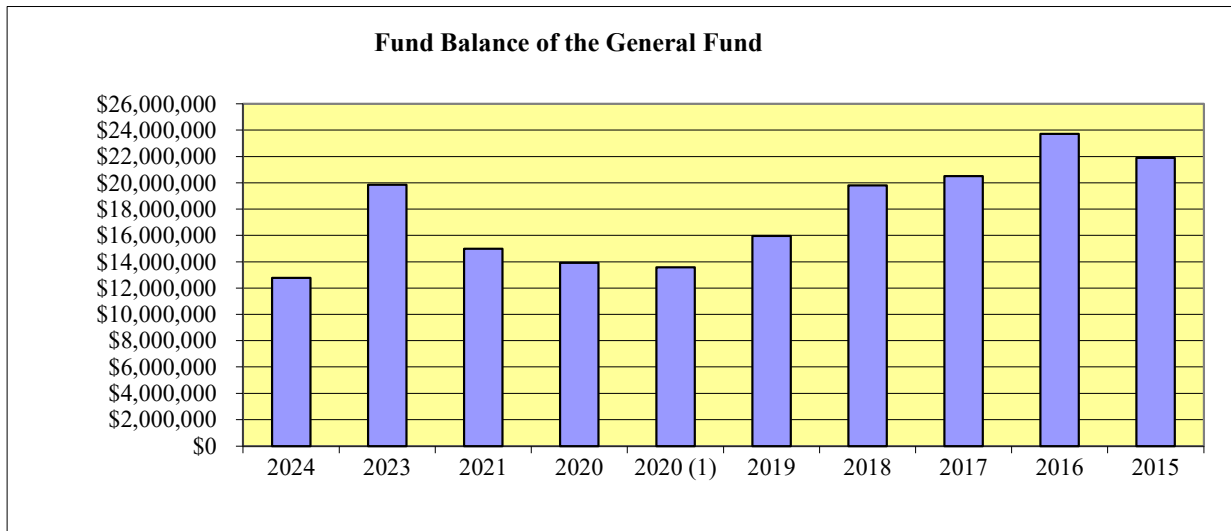
(3) Expenses are first impacted by the implementation of GASB Statement No. 68 beginning in fiscal year 2015.

2019	2018 (2)	2017	2016	2015 (3)
\$0	\$0	\$0	\$0	\$0
0	55,000	20,700	0	0
5,182,956	5,120,765	5,523,432	5,028,272	5,627,061
(43,303,716)	(24,496,183)	(46,224,944)	(42,947,043)	(39,317,372)
30,348,674	31,014,273	26,549,659	29,664,006	29,871,761
2,854,001	3,113,957	2,550,927	2,908,269	3,052,809
1,873,633	1,316,449	1,723,253	1,285,013	968,477
9,069,582	9,330,679	10,577,845	10,557,986	10,770,864
3,673	2,740	3,357	3,106	0
412,667	186,390	74,557	158,769	39,382
9,441	0	0	0	526,951
154,322	173,718	121,611	234,451	276,869
44,725,993	45,138,206	41,601,209	44,811,600	45,507,113
\$1,422,277	\$20,642,023	(\$4,623,735)	\$1,864,557	\$6,189,741

Nordonia Hills City School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2024	2023	2022	2021	2020 (1)
General Fund					
Nonspendable	\$129,482	\$133,335	\$162,102	\$214,091	\$147,793
Committed	152,420	76,855	58,837	495,649	0
Assigned	2,122,762	4,662,749	3,268,422	1,960,427	1,524,289
Unassigned	10,356,278	14,980,593	11,501,547	11,251,906	11,898,737
<i>Total General Fund</i>	<u>12,760,942</u>	<u>19,853,532</u>	<u>14,990,908</u>	<u>13,922,073</u>	<u>13,570,819</u>
All Other Governmental Funds					
Nonspendable	6,672	5,924	9,921	6,403	6,726
Restricted	3,687,706	4,017,939	3,214,359	2,476,944	2,512,096
Committed	2,224,088	2,756,934	2,951,286	7,459	7,240
Unassigned (Deficit)	(4,590)	(48,139)	(501,853)	(42,619)	(63,994)
<i>Total All Other Governmental Funds</i>	<u>5,913,876</u>	<u>6,732,658</u>	<u>5,673,713</u>	<u>2,448,187</u>	<u>2,462,068</u>
<i>Total Governmental Funds</i>	<u>\$18,674,818</u>	<u>\$26,586,190</u>	<u>\$20,664,621</u>	<u>\$16,370,260</u>	<u>\$16,032,887</u>

(1) The School District reported the impact of GASB Statement No. 84 beginning in fiscal year 2020.



2019	2018	2017	2016	2015
\$131,757	\$139,668	\$116,888	\$50,363	\$50,158
0	0	0	0	0
9,899,688	6,436,382	4,761,158	363,379	2,317,045
5,920,698	13,221,534	15,628,682	23,297,679	19,523,941
15,952,143	19,797,584	20,506,728	23,711,421	21,891,144
5,853	6,566	5,192	3,067	4,103
2,368,913	2,309,209	2,424,211	2,694,944	4,231,489
7,771	7,702	7,160	6,247	9,235
(104,366)	(75,708)	(34,358)	(148,381)	(21,654)
2,278,171	2,247,769	2,402,205	2,555,877	4,223,173
\$18,230,314	\$22,045,353	\$22,908,933	\$26,267,298	\$26,114,317

Nordonia Hills City School District
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2024	2023	2022	2021 (1)	2020
Revenues					
Property Taxes	\$36,623,779	\$49,803,585	\$41,672,942	\$42,962,603	\$36,764,271
Payments in Lieu of Taxes	5,001,149	4,836,490	9,883,681	1,924,340	2,331,129
Intergovernmental	12,491,513	12,649,762	14,753,894	12,062,508	11,470,964
Investment Earnings/Interest	1,203,606	851,251	(246,932)	518,304	356,757
Tuition and Fees	1,078,520	984,369	985,080	804,974	946,813
Charges for Services	972,925	956,699	253,393	133,248	671,561
Extracurricular Activities	1,128,361	1,111,859	1,034,152	585,348	690,343
Contributions and Donations	48,332	109,650	59,792	172,810	55,050
Rentals	82,704	54,824	23,667	9,358	46,193
Miscellaneous	136,844	99,219	66,414	215,545	234,465
<i>Total Revenues</i>	<u>58,767,733</u>	<u>71,457,708</u>	<u>68,486,083</u>	<u>59,389,038</u>	<u>53,567,546</u>
Expenditures					
Current:					
Instruction:					
Regular	25,117,874	25,487,400	25,721,383	23,150,045	22,155,461
Special	8,229,656	8,547,667	8,276,641	8,167,240	8,557,691
Vocational	241,865	233,606	373,438	294,059	271,121
Student Intervention Services	144,872	131,793	135,982	107,035	74,012
Support Services:					
Pupils	7,067,875	6,501,454	5,749,931	5,156,514	4,329,011
Instructional Staff	1,187,715	1,096,845	1,157,284	1,320,417	1,182,181
Board of Education	42,030	41,497	36,696	38,320	31,790
Administration	3,637,843	3,650,803	3,429,538	3,181,413	3,077,120
Fiscal	1,518,658	1,526,220	1,527,377	1,580,245	1,407,550
Business	399,296	357,842	363,485	337,848	329,705
Operation and Maintenance of Plant	7,090,836	6,261,091	5,686,473	5,545,147	4,496,575
Pupil Transportation	4,318,504	4,221,393	4,146,138	3,507,718	3,561,379
Central	725,522	679,368	452,991	366,002	394,771
Operation of Non-Instructional Services	51,792	49,741	86,579	455,896	423,915
Food Service Operations	1,459,667	1,375,405	1,374,912	929,583	1,055,732
Extracurricular Activities	2,067,921	1,964,828	1,741,989	1,471,733	1,419,943
Capital Outlay	0	439,058	751,087	257,773	0
Debt Service:					
Principal Retirement	3,113,016	3,084,140	2,758,499	2,641,909	2,525,371
Interest	264,163	324,051	423,299	542,768	657,004
Capital Appreciation Bonds Interest	0	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0	0
Issuance Costs	0	0	0	0	0
<i>Total Expenditures</i>	<u>66,679,105</u>	<u>65,974,202</u>	<u>64,193,722</u>	<u>59,051,665</u>	<u>55,950,332</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(7,911,372)</u>	<u>5,483,506</u>	<u>4,292,361</u>	<u>337,373</u>	<u>(2,382,786)</u>
Other Financing Sources (Uses)					
Sale of Capital Assets	0	0	2,000	0	0
Refunding Bonds Issued	0	0	0	0	0
Premium on Debt Issuance	0	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0	0
Inception of Financed Purchase	0	309,067	0	0	0
Inception of Subscription	0	128,996	0	0	0
Transfers In	1,600,000	1,500,000	779,272	327,528	177,554
Transfers Out	(1,600,000)	(1,500,000)	(779,272)	(327,528)	(177,554)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>438,063</u>	<u>2,000</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	<u><u>(\$7,911,372)</u></u>	<u><u>\$5,921,569</u></u>	<u><u>\$4,294,361</u></u>	<u><u>\$337,373</u></u>	<u><u>(\$2,382,786)</u></u>
Debt Service as a Percentage of Noncapital Expenditures	5.3%	5.4%	5.1%	5.6%	5.9%

(1) Revenues and expenses are first impacted by the implementation of GASB Statement No. 84 beginning in fiscal year 2021.

2019	2018	2017	2016	2015
\$33,491,386	\$34,990,039	\$28,293,069	\$32,552,871	\$34,061,836
1,873,633	1,316,449	1,723,253	1,285,013	968,477
11,216,480	11,656,375	13,415,941	12,924,308	13,471,493
412,691	186,477	74,561	158,872	39,424
901,503	1,049,516	1,156,757	847,909	882,819
815,147	755,890	761,172	801,077	798,975
839,203	795,600	785,626	665,540	1,073,115
65,764	110,636	79,288	32,246	116,221
52,578	52,004	51,588	64,982	63,592
154,322	173,718	121,611	234,451	276,869
49,822,707	51,086,704	46,462,866	49,567,269	51,752,821
20,607,692	20,623,937	18,906,080	18,959,543	18,323,735
7,796,187	7,725,688	7,731,546	6,426,639	6,285,801
220,107	215,505	189,556	114,941	111,564
64,094	110,236	28,330	85,845	85,303
4,057,020	3,524,260	3,382,997	3,379,899	3,262,075
1,072,186	1,012,074	945,230	920,225	877,676
37,401	34,898	29,157	28,803	26,999
2,965,105	3,014,475	2,847,845	2,845,145	2,647,209
1,414,440	1,187,415	1,292,407	1,402,148	1,164,884
316,087	301,735	291,832	330,318	308,746
4,539,670	3,812,387	3,586,958	3,602,490	3,618,716
3,844,686	3,297,146	3,112,260	2,842,202	2,230,451
375,654	329,840	287,165	512,959	375,334
461,669	477,410	789,126	583,740	703,940
1,051,996	1,011,612	1,041,862	1,163,509	1,164,548
1,590,228	1,476,060	1,751,942	1,420,704	1,733,527
53,270	510,824	122,427	1,358,976	377,378
2,423,883	2,412,445	611,314	730,031	983,125
766,336	872,337	949,810	1,135,871	1,003,019
0	0	1,669,738	1,589,676	1,269,963
0	0	253,649	0	0
0	0	60,000	0	242,101
53,657,711	51,950,284	49,881,231	49,433,664	46,796,094
(3,835,004)	(863,580)	(3,418,365)	133,605	4,956,727
19,965	0	0	19,376	1,631,721
0	0	9,805,000	0	14,975,000
0	0	0	0	2,057,168
0	0	(9,745,000)	0	(16,786,772)
0	0	0	0	0
0	0	0	0	0
77,580	77,604	577,545	79,417	72,565
(77,580)	(77,604)	(577,545)	(79,417)	(72,565)
19,965	0	60,000	19,376	1,877,117
(\$3,815,039)	(\$863,580)	(\$3,358,365)	\$152,981	\$6,833,844
6.0%	6.5%	7.0%	7.1%	7.0%

Nordonia Hills City School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Real Property				
Collection Year	Assessed Value			Estimated Actual Value
	Residential/ Agricultural	Commercial/ Industrial	Total	
2024	\$1,209,728,480	\$195,899,080	\$1,405,627,560	\$4,016,078,743
2023	933,456,640	180,269,960	1,113,726,600	3,182,076,000
2022	924,951,760	176,268,600	1,101,220,360	3,146,343,886
2021	917,699,910	177,126,560	1,094,826,470	3,128,075,629
2020	811,725,200	169,147,430	980,872,630	2,802,493,229
2019	802,390,160	169,194,980	971,585,140	2,775,957,543
2018	799,832,360	162,755,520	962,587,880	2,750,251,086
2017	743,988,280	182,791,410	926,779,690	2,647,941,971
2016	741,670,770	154,195,850	895,866,620	2,559,618,914
2015	738,025,160	155,684,700	893,709,860	2,553,456,743

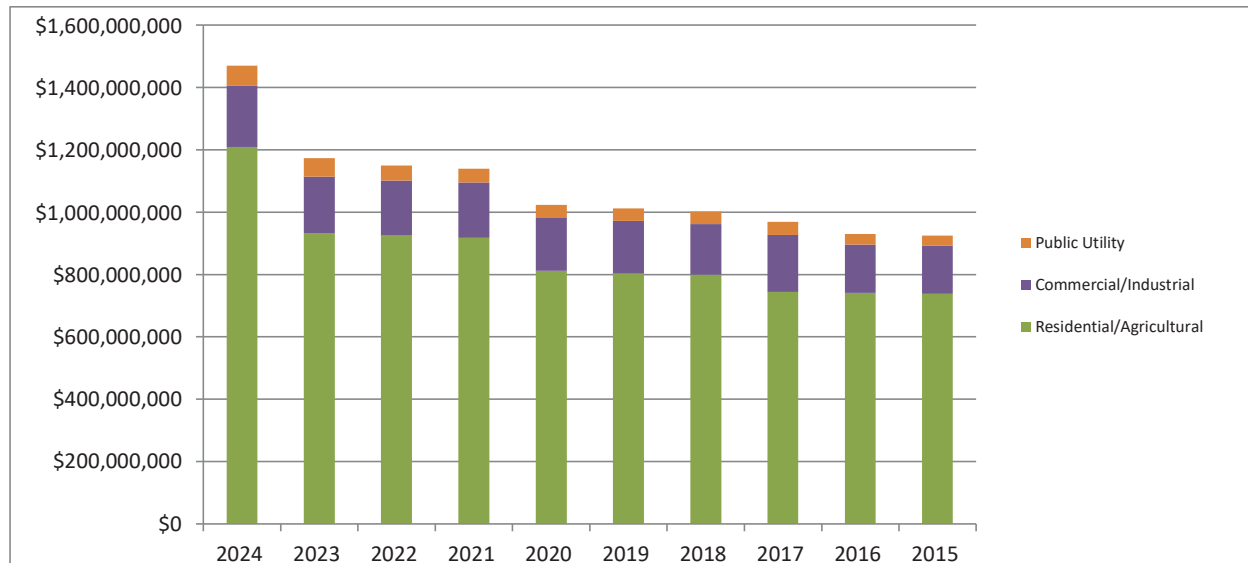
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

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

The tangible personal property values associated with each year were 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 a 10 percent and a 2 1/2 percent rollback, and homestead exemptions before being billed.

Source: Office of the County Fiscal Officer, Summit County, Ohio

Tangible Personal Property Public Utility		Total		Total Tax Rate	Weighted Average Tax Rate
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
\$64,816,030	\$73,654,580	\$1,470,443,590	\$4,089,733,322	\$74.59	\$34.134649
59,411,950	67,513,580	1,173,138,550	3,249,589,580	75.09	41.050026
48,922,290	55,593,511	1,150,142,650	3,201,937,397	75.14	41.012960
45,348,840	51,532,773	1,140,175,310	3,179,608,401	75.12	40.856812
42,925,940	48,779,477	1,023,798,570	2,851,272,706	75.43	44.537830
40,966,250	46,552,557	1,012,551,390	2,822,510,100	68.43	37.489808
39,815,860	45,245,295	1,002,403,740	2,795,496,381	68.80	37.840325
42,394,450	48,175,511	969,174,140	2,696,117,483	68.79	39.593656
34,148,290	38,804,875	930,014,910	2,598,423,789	68.77	39.277918
31,124,800	35,369,091	924,834,660	2,588,825,834	68.94	39.291495



Nordonia Hills City School District
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Value)
Last Ten Years

	2024	2023	2022	2021	2020
Unvoted Millage					
Operating	\$4.970000	\$4.970000	\$4.970000	\$4.970000	\$4.970000
Voted Millage - by levy					
1976 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	4.602994	5.944956	5.965560	5.960067	6.699113
Commercial/Industrial and Public Utility Real	6.334899	6.888040	7.047691	7.017101	7.270467
General Business and Public Utility Personal	26.280000	26.280000	26.280000	26.280000	26.280000
1978 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	0.788184	1.017972	1.021500	1.020559	1.147108
Commercial/Industrial and Public Utility Real	1.084743	1.179459	1.206796	1.201558	1.244943
General Business and Public Utility Personal	4.500000	4.500000	4.500000	4.500000	4.500000
1984 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	1.475631	1.905843	1.912453	1.910692	2.147617
Commercial/Industrial and Public Utility Real	2.138653	2.325396	2.379299	2.368974	2.454510
General Business and Public Utility Personal	5.400000	5.400000	5.400000	5.400000	5.400000
1988 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	1.396539	1.803691	1.809948	1.808284	2.032510
Commercial/Industrial and Public Utility Real	2.284371	2.483843	2.541417	2.530390	2.621753
General Business and Public Utility Personal	4.450000	4.450000	4.450000	4.450000	4.450000
1993 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	2.624076	3.389112	3.400862	3.397730	3.819052
Commercial/Industrial and Public Utility Real	4.284619	4.658752	4.766745	4.746060	4.917420
General Business and Public Utility Personal	7.200000	7.200000	7.200000	7.200000	7.200000
2000 Bond (\$38,500,000)	2.000000	2.440000	2.490000	2.450000	2.720000
2004 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	4.170543	5.386452	5.405133	5.400161	6.069791
Commercial/Industrial and Public Utility Real	5.546021	6.030297	6.170086	6.143319	6.365131
General Business and Public Utility Personal	6.500000	6.500000	6.500000	6.500000	6.500000
2008 Bond (\$6,000,000)	0.310000	0.370000	0.370000	0.390000	0.430000
2011 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	3.849732	4.972110	4.989354	4.984764	5.602884
Commercial/Industrial and Public Utility Real	5.172636	5.624310	5.754684	5.729718	5.936598
General Business and Public Utility Personal	6.000000	6.000000	6.000000	6.000000	6.000000
2019 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	4.795944	6.194184	6.215669	6.209952	6.980000
Commercial/Industrial and Public Utility Real	6.081764	6.612824	6.766111	6.736753	6.980000
General Business and Public Utility Personal	6.980000	6.980000	6.980000	6.980000	6.980000

2019	2018	2017	2016	2015
\$4.970000	\$4.970000	\$4.970000	\$4.970000	\$4.970000
6.698509	6.697100	7.173914	7.167948	7.165100
7.264790	7.300800	7.348098	7.295958	7.204600
26.280000	26.280000	26.280000	26.280000	26.280000
1.147005	1.146800	1.228410	1.227388	1.226900
1.243971	1.250100	1.258236	1.249308	1.233700
4.500000	4.500000	4.500000	4.500000	4.500000
2.147423	2.147000	2.299827	2.297916	2.297000
2.452593	2.464700	2.480716	2.463112	2.432300
5.400000	5.400000	5.400000	5.400000	5.400000
2.032323	2.031900	2.176566	2.174759	2.173900
2.619706	2.632700	2.649748	2.630946	2.598000
4.450000	4.450000	4.450000	4.450000	4.450000
3.818707	3.817900	4.089736	4.086338	4.084700
4.913582	4.937900	4.969929	4.934671	4.872900
7.200000	7.200000	7.200000	7.200000	7.200000
2.720000	3.050000	3.040000	3.020000	3.140000
6.069238	6.068000	6.500000	6.500000	6.500000
6.360165	6.391700	6.433102	6.387459	6.307500
6.500000	6.500000	6.500000	6.500000	6.500000
0.410000	0.450000	0.450000	0.450000	0.500000
5.602374	5.601200	6.000000	6.000000	6.000000
5.931966	5.961300	6.000000	6.000000	5.954400
6.000000	6.000000	6.000000	6.000000	6.000000
0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000

(continued)

Nordonia Hills City School District
Property Tax Rates - Direct and Overlapping Governments (continued)
(Per \$1,000 of Assessed Value)
Last Ten Years

	2024	2023	2022	2021	2020
Total Voted Millage by type of Property					
Residential/Agricultural Real	\$26.013643	\$33.424320	\$33.580479	\$33.532209	\$37.648075
Commercial/Industrial and Public Utility Real	35.237706	38.612921	39.492829	39.313873	40.940822
General Business and Public Utility Personal	69.620000	70.120000	70.170000	70.150000	70.460000
Total Millage by type of Property					
Residential/Agricultural Real	\$30.983643	\$38.394320	\$38.550479	\$38.502209	\$42.618075
Commercial/Industrial and Public Utility Real	40.207706	43.582921	44.462829	44.283873	45.910822
General Business and Public Utility Personal	74.590000	75.090000	75.140000	75.120000	75.430000
Total Weighted Average Tax Rate	\$34.134649	\$41.050026	\$0.000000	\$0.000000	\$0.000000
Overlapping Rates by Taxing District					
Boston Heights Village					
Effective Millage Rates					
Residential/Agricultural Real	\$4.993771	\$5.504907	\$5.496135	\$5.484306	\$5.705975
Commercial/Industrial and Public Utility Real	3.866864	4.000043	4.038432	4.069479	4.741639
General Business and Public Utility Personal	6.100000	6.100000	6.100000	6.100000	6.100000
City of Macedonia					
Effective Millage Rates					
Residential/Agricultural Real	3.603732	3.811790	3.812256	3.811045	3.943255
Commercial/Industrial and Public Utility Real	4.012729	4.087669	4.130581	4.126667	4.166852
General Business and Public Utility Personal	7.900000	7.900000	7.900000	7.900000	7.900000
Northfield Center Township					
Effective Millage Rates					
Residential/Agricultural Real	10.601517	11.367413	11.372550	11.368479	11.178349
Commercial/Industrial and Public Utility Real	11.652167	11.624960	11.862131	11.834951	13.321208
General Business and Public Utility Personal	19.510000	17.510000	17.510000	17.510000	17.510000
Northfield Village					
Effective Millage Rates					
Residential/Agricultural Real	5.675098	6.620315	6.623966	6.628953	7.044277
Commercial/Industrial and Public Utility Real	6.777357	6.775912	6.775262	6.775262	6.975584
General Business and Public Utility Personal	7.480000	7.480000	7.480000	7.480000	7.480000
Sagamore Hills Township					
Effective Millage Rates					
Residential/Agricultural Real	9.928842	12.156593	10.741957	10.734523	11.890617
Commercial/Industrial and Public Utility Real	12.230608	13.674972	12.025712	11.884301	12.083768
General Business and Public Utility Personal	14.430000	14.430000	12.930000	12.930000	12.930000
Twinsburg Township					
Effective Millage Rates					
Residential/Agricultural Real	11.095534	13.779963	13.893455	13.870834	14.840938
Commercial/Industrial and Public Utility Real	13.538168	15.965199	16.280990	16.213211	16.469603
General Business and Public Utility Personal	20.170000	20.170000	20.170000	20.170000	20.170000

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

Real property tax rates for continuing operating levies are reduced so that inflationary increases in value do not generate additional taxes.

Overlapping rates are those of local and county governments that apply to property owners within the School District.

Source: Ohio Department of Taxation

Note: Emergency and Debt Service levies are designed to raise a fixed amount of revenue each year. A rate is set each year so that when it is applied to the total assessed value, that fixed amount is generated.

2019	2018	2017	2016	2015
\$30.645579	\$31.009900	\$32.958453	\$32.924349	\$33.087600
33.916773	34.439200	34.629829	34.431454	34.243400
63.460000	63.830000	63.820000	63.800000	63.970000
\$35.615579	\$35.979900	\$37.928453	\$37.894349	\$38.057600
38.886773	39.409200	39.599829	39.401454	39.213400
68.430000	68.800000	68.790000	68.770000	68.940000
\$0.000000	\$0.000000	\$0.000000	\$0.000000	\$0.000000
\$5.708363	\$5.705500	\$6.092567	\$6.100000	\$6.100000
4.888594	4.941200	5.748903	6.048834	6.100000
6.100000	6.100000	6.100000	6.100000	6.100000
3.943503	4.870900	5.030383	5.028937	5.029500
4.163932	5.166100	5.174041	5.172557	5.135800
7.900000	8.900000	8.900000	8.900000	8.900000
12.167605	11.806200	12.277210	12.276020	12.276000
12.400529	12.085200	12.106803	11.969610	11.937400
17.510000	17.150000	17.150000	17.150000	17.150000
7.044238	7.042100	7.233849	7.225914	7.223000
6.958499	6.958500	6.954032	6.953771	6.920300
7.480000	7.480000	7.480000	7.480000	7.480000
11.890438	10.886900	10.802814	10.802442	10.801000
12.083494	11.127500	10.416645	10.416645	10.416600
12.930000	11.930000	11.180000	11.180000	11.180000
14.842975	12.034200	12.550799	9.856698	9.926700
16.467223	13.473600	14.578775	11.797730	11.762800
20.170000	17.370000	17.370000	14.610000	14.610000

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Nordonia Hills City School District

Property Tax Levies and Collections (1)

Last Ten Years

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2023	\$48,160,357	\$47,365,336	98.35%	\$977,230	\$48,342,566	100.38%
2022	47,173,746	45,502,165	96.46	926,629	46,428,794	98.42
2021	45,970,523	44,076,814	95.88	730,378	44,807,192	97.47
2020	45,606,707	44,918,034	98.49	611,251	45,529,285	99.83
2019	37,962,244	37,326,508	98.33	960,057	38,286,565	100.85
2018	37,931,329	37,353,161	98.48	578,168	37,931,329	100.00
2017	38,378,008	36,820,009	95.94	679,666	37,499,675	97.71
2016	36,529,179	35,848,545	98.14	688,725	36,537,270	100.02
2015	36,340,072	35,639,623	98.07	864,584	36,504,207	100.45
2014	36,322,323	35,562,444	97.91	844,615	36,407,059	100.23

Source: Office of the Fiscal Officer, Summit County, Ohio

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as intergovernmental revenue.
- (2) The 2024 information cannot be presented because all collections have not been made by June 30, 2024.
- (3) The County's current reporting system does not track delinquency tax collections by tax year. Outstanding delinquencies are tracked in total by the date the parcel is first certified delinquent. Penalties and interest are applied to the total outstanding delinquent balance. The presentation will be updated as new information becomes available.

Nordonia Hills City School District*Principal Taxpayers**Real Estate Tax**2024 and 2015*

Name of Taxpayer	2024	
	Assessed Valuation	Percent of Real Assessed Value
DOTRS Limited Liability Co.	\$8,606,290	0.61 %
Sagamore Owner 1 LLC	4,753,210	0.34
HGG Eaton Ridge LLC	4,598,980	0.33
Stag Industrial Holdings LLC	4,515,000	0.32
Brentwood Real Estate LLC	4,270,010	0.31
AH Macedonia LLC	3,847,060	0.27
GW Macedonia LLC	3,091,160	0.22
MGP Lessor LLC	2,952,700	0.21
Cleveland Steel Warehouse LTD	2,424,070	0.17
Musca Properties LLC	2,277,430	0.16
Total	<u>\$41,335,910</u>	<u>2.94 %</u>
Total Real Estate Valuation	<u>\$1,405,627,560</u>	

Name of Taxpayer	2015	
	Assessed Valuation	Percent of Real Assessed Value
DOTRS Limited Liability Co.	\$8,049,330	0.90 %
AERC Williamsburg, Inc.	4,221,090	0.47
Eaton Ridge, LLC	4,136,190	0.46
Musca Properties LLC	3,524,060	0.40
GW Macedonia LLC	3,272,110	0.37
Northfield Park Associates LLC	2,952,700	0.33
Sacco of Macedonia LLC	2,520,460	0.28
Sagamore Square Enterprises LTD	2,491,350	0.28
Sagamore Hills Nominee, LP	2,432,800	0.27
Lowes Home Center, Inc.	2,167,310	0.24
Total	<u>\$35,767,400</u>	<u>4.00 %</u>
Total Real Estate Valuation	<u>\$893,709,860</u>	

Source: Office of the Fiscal Officer, Summit County, Ohio

Nordonia Hills City School District*Principal Taxpayers**Public Utilities Tax**2024 and 2015*

Name of Taxpayer	2024	
	Assessed Valuation	Percent of Public Utility Assessed Value
American Transmission	\$32,976,540	50.88 %
Ohio Edison	16,991,050	26.21
Cleveland Electric Illuminating	5,515,460	8.51
East Ohio Gas	4,414,930	6.81
Total	<u>\$59,897,980</u>	<u>92.41 %</u>
Total Public Utility Valuation	<u>\$64,816,030</u>	
Name of Taxpayer	2015	
	Assessed Valuation	Percent of Public Utility Assessed Value
Ohio Edison	\$13,678,260	43.95 %
American Transmission	9,812,780	31.53
Cleveland Electric Illuminating	4,206,080	13.51
East Ohio Gas	3,122,300	10.03
Aqua Ohio, Incorporated	280,600	0.90
Total	<u>\$31,100,020</u>	<u>99.92 %</u>
Total Public Utility Valuation	<u>\$31,124,800</u>	

Source: Office of the Fiscal Officer, Summit County, Ohio

Nordonia Hills City School District
*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
June 30, 2024*

	Governmental Activities Debt Outstanding	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct:			
Nordonia Hills City School District			
General Obligation Bonds	\$7,002,533	100.00 %	\$7,002,533
Financed Purchases	<u>222,894</u>	100.00	<u>222,894</u>
Total Direct	<u>7,225,427</u>	100.00	<u>7,225,427</u>
Overlapping:			
City of Macedonia:			
General Obligation Bonds	11,094,110	97.70	10,838,945
Special Assessment Bonds	122,400	97.70	119,585
ODOT Loans	35,000	97.70	34,195
OPWC Loans	1,407,373	97.70	1,375,003
Financed Purchases	423,170	97.70	413,437
Northfield Village:			
OPWC Loans	3,028,088	100.00	3,028,088
Financed Purchases	494,952	100.00	494,952
Summit County:			
General Obligation Bonds	97,649,827	7.18	7,011,258
Financed Purchases	220,587	7.18	15,838
Lease Payable	4,196,462	7.18	301,306
Subscriptions Payable	<u>8,255,649</u>		<u>592,756</u>
Total Overlapping	<u>126,927,618</u>		<u>24,225,363</u>
Total	<u><u>\$134,153,045</u></u>		<u><u>\$31,450,790</u></u>

Source: Office of the Fiscal Officer, Summit County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision.

Nordonia Hills City School District
*Ratio of Outstanding Debt
to Estimated Actual Value, Personal Income, and Population
Last Ten Fiscal Years*

Fiscal Year	Estimated Population	Estimated Actual Value	General Bonded Debt		
			General Bonded Debt	Ratio of General Bonded Debt to Estimated Actual Value	General Bonded Debt per Capita
2024	32,113	\$4,089,733,322	\$7,002,533	0.17 %	\$218
2023	32,120	3,249,589,580	10,199,553	0.31	318
2022	32,391	3,201,937,397	13,324,874	0.42	411
2021	32,877	3,179,608,401	16,253,550	0.51	494
2020	32,247	2,851,272,706	19,065,636	0.67	591
2019	32,247	2,822,510,100	21,761,184	0.77	675
2018	32,247	2,795,496,381	24,355,244	0.87	755
2017	32,247	2,696,117,483	26,937,866	1.00	835
2016	32,247	2,598,423,789	29,646,181	1.14	919
2015	32,247	2,588,825,834	31,771,931	1.23	985

(1) Personal income for this calculation is from the Demographic and Economic Statistics table on S26.

Sources: Office of the Treasurer, Nordonia Hills City School District and the U.S. Census Bureau

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

Financed Purchases	Total Debt	Percentage of Personal Income (1)	Per Capita
\$222,894	\$7,225,427	0.46 %	\$225
309,067	10,508,620	0.72	327
0	13,324,874	0.95	411
0	16,253,550	1.15	494
0	19,065,636	1.38	591
0	21,761,184	1.58	675
0	24,355,244	1.77	755
0	26,937,866	1.95	835
0	29,646,181	2.15	919
0	31,771,931	2.30	985

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

	2024	2023	2022	2021
Total Assessed Valuation	\$1,470,443,590	\$4,089,733,322	\$3,249,589,580	\$3,201,937,397
Less Railroad and Telephone Property Valuation	(913,350)	(840,510)	(799,520)	(904,040)
Total Assessed Valuation used to Calculate Legal Debt Margin (1)	<u>\$1,469,530,240</u>	<u>\$4,088,892,812</u>	<u>\$3,248,790,060</u>	<u>\$3,201,033,357</u>
Debt Limit - 9% of Assessed Value (2)	\$132,257,722	\$368,000,353	\$292,391,105	\$288,093,002
Amount of Debt Outstanding				
General Obligation Bonds	6,601,802	9,628,645	12,583,789	15,342,288
Capital Appreciation Bonds	0	0	0	0
Less Amount Available in Bond Retirement Fund	<u>(1,931,400)</u>	<u>(2,431,747)</u>	<u>(1,932,659)</u>	<u>(1,892,615)</u>
Amount of Debt Subject to Limit	<u>4,670,402</u>	<u>7,196,898</u>	<u>10,651,130</u>	<u>13,449,673</u>
Overall Debt Margin	<u>\$127,587,320</u>	<u>\$360,803,455</u>	<u>\$281,739,975</u>	<u>\$274,643,329</u>
Legal Debt Margin as a Percentage of Debt Limit	96.47%	98.04%	96.36%	95.33%
Unvoted Legal Debt Limit - .10% of Assessed Value	\$1,469,530	\$4,088,893	\$3,248,790	\$3,201,033
Amount of Debt Subject to Limit	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Debt Margin	<u>\$1,469,530</u>	<u>\$4,088,893</u>	<u>\$3,248,790</u>	<u>\$3,201,033</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	100.00%	100.00%	100.00%	100.00%
Additional Limit for Unvoted Energy Conservation Bonds/Loans				
Debt Limit - 1% of Assessed Valuation	<u>\$14,695,302</u>	<u>\$40,888,928</u>	<u>\$32,487,901</u>	<u>\$32,010,334</u>
Additional Unvoted Debt Margin as a Percentage of the Unvoted Debt Limitation	100.00%	100.00%	100.00%	100.00%

Source: Summit County Fiscal Officer and School District Financial Records

(1) HB530 changed the assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.

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

2020	2019	2018	2017	2016	2015
\$1,023,798,570 (912,180)	\$1,012,551,390 (922,670)	\$1,002,403,740 (961,390)	\$969,174,140 (1,006,360)	\$930,014,910 (1,124,980)	\$924,834,660 (1,186,610)
<u>\$1,022,886,390</u>	<u>\$1,011,628,720</u>	<u>\$1,001,442,350</u>	<u>\$968,167,780</u>	<u>\$928,889,930</u>	<u>\$923,648,050</u>
\$92,059,775	\$91,046,585	\$90,129,812	\$87,135,100	\$83,600,094	\$83,128,325
17,984,197 0 (1,727,702)	20,509,568 0 (1,793,150)	22,933,451 0 (1,681,969)	25,345,896 0 (1,378,701)	25,391,949 565,261 (1,980,577)	25,476,656 1,210,585 (2,118,713)
<u>16,256,495</u>	<u>18,716,418</u>	<u>21,251,482</u>	<u>23,967,195</u>	<u>23,976,633</u>	<u>24,568,528</u>
<u>\$75,803,280</u>	<u>\$72,330,167</u>	<u>\$68,878,330</u>	<u>\$63,167,905</u>	<u>\$59,623,461</u>	<u>\$58,559,797</u>
82.34%	79.44%	76.42%	72.49%	71.32%	70.45%
\$1,022,886 0	\$1,011,629 0	\$1,001,442 0	\$968,168 0	\$928,890 0	\$923,648 0
<u>\$1,022,886</u>	<u>\$1,011,629</u>	<u>\$1,001,442</u>	<u>\$968,168</u>	<u>\$928,890</u>	<u>\$923,648</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
<u>\$10,228,864</u>	<u>\$10,116,287</u>	<u>\$10,014,424</u>	<u>\$9,681,678</u>	<u>\$9,288,899</u>	<u>\$9,236,481</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Nordonia Hills City School District
Demographic and Economic Statistics
Last Ten Years

Year	Population	Total Personal Income	Per Capita Personal Income	Summit County Unemployment Rate
2024	32,113	\$1,575,410,244	\$49,058	3.3%
2023	32,120	1,460,978,200	45,485	3.6
2022	32,391	1,398,578,598	43,178	4.4
2021	32,877	1,411,015,086	42,918	6.6
2020	32,247	1,378,623,744	42,752	8.2
2019	32,247	1,378,623,744	42,752	4.3
2018	32,247	1,378,623,744	42,752	5.2
2017	32,247	1,378,623,744	42,752	5.3
2016	32,247	1,378,623,744	42,752	5.0
2015	32,247	1,378,623,744	42,752	5.0

Sources: U.S. Bureau of Census
Summit County Fiscal Officer's Office
Ohio Department of Job and Family Services

Nordonia Hills City School District
Principal Employers
2024 and 2015

2024			
Employer	Nature of Business or Activity	Number of Employees	Percentage of Total County Employment
MGM Northfield Park Associates LLC	Gaming/Entertainment	1,013	0.39 %
Wal-Mart Associates, Inc.	Retail	823	0.32
Great Day Improvements, LLC	Patio Enclosures	394	0.15
Ohio State Home Services, Incorporated	Special Trades Contractor	377	0.15
WW Grainger Inc	Industrial Supplies and Equipment	373	0.15
Nordonia Hills City School District	Public Education	361	0.14
City of Macedonia	Government	267	0.10
Royal Chemical Co LTD	Chemical Manufacturing	176	0.07
TPC Wire and Cable Corporation	Supplies of Industrial Wire and Cable	163	0.06
American Light Metals LLC	Die-Casting for the Automotive Sector	147	0.06
Total		4,094	1.59 %
Total Employment within County		257,213	

2015			
Employer	Nature of Business or Activity	Number of Employees	Percentage of Total County Employment
Hard Rock Rocksino	Gaming/Entertainment	750	0.28 %
Nordonia Hills City School District	Public Education	451	0.17
Ohio State Home Services, Incorporated	Special Trades Contractor	255	0.10
Great Day Improvements, LLC	Patio Enclosures	210	0.08
Empire Die Casting Company, Incorporated	Manufacturing	200	0.08
IER Fujikura, Incorporated	Custom Molded Rubber	170	0.06
City of Macedonia	Government	160	0.06
TPC Wire and Cable Corporation	Supplies of Industrial Wire and Cable	150	0.06
Design Molded Plastics, Incorporated	Manufacturing	140	0.05
Ohio Materials Handling, Incorporated	Equipment Dealership	131	0.05
Total		2,617	0.99 %
Total Employment within County		265,100	

Source: Regional Income Tax Agency (RITA)
Summit County Fiscal Officer's Office
Employment: <https://www.bls.gov/regions/midwest/ohio.htm>

Nordonia Hills City School District
Building Statistics by School Building/Facility
Last Ten Fiscal Years

	2024	2023	2022	2021	2020
Lee Eaton Elementary					
Constructed in 1953					
Total Building Square Footage	64,719	64,719	64,719	64,719	64,719
Enrollment - Grades 5 - 6	525	520	487	501	558
Ledgeview Elementary					
Constructed in 1963					
Total Building Square Footage	66,438	66,438	66,438	66,438	66,438
Enrollment - Grades K - 4	423	418	445	410	486
Northfield Elementary					
Constructed in 1963					
Total Building Square Footage	63,072	63,072	63,072	63,072	63,072
Enrollment - Grades K - 4	357	330	334	348	382
Rushwood Elementary					
Constructed in 1970					
Total Building Square Footage	49,194	49,194	49,194	49,194	49,194
Enrollment - Grades K - 4	332	341	328	322	363
Nordonia Middle School					
Constructed in 1928					
Total Building Square Footage	115,067	115,067	115,067	115,067	115,067
Enrollment - Grades 7 - 8	506	504	566	638	606
Nordonia High School					
Constructed in 1960					
Total Building Square Footage	227,862	227,862	227,862	227,862	227,862
Enrollment - Grades 9 - 12	1,150	1,174	1,143	1,162	1,217

Source: School District Records

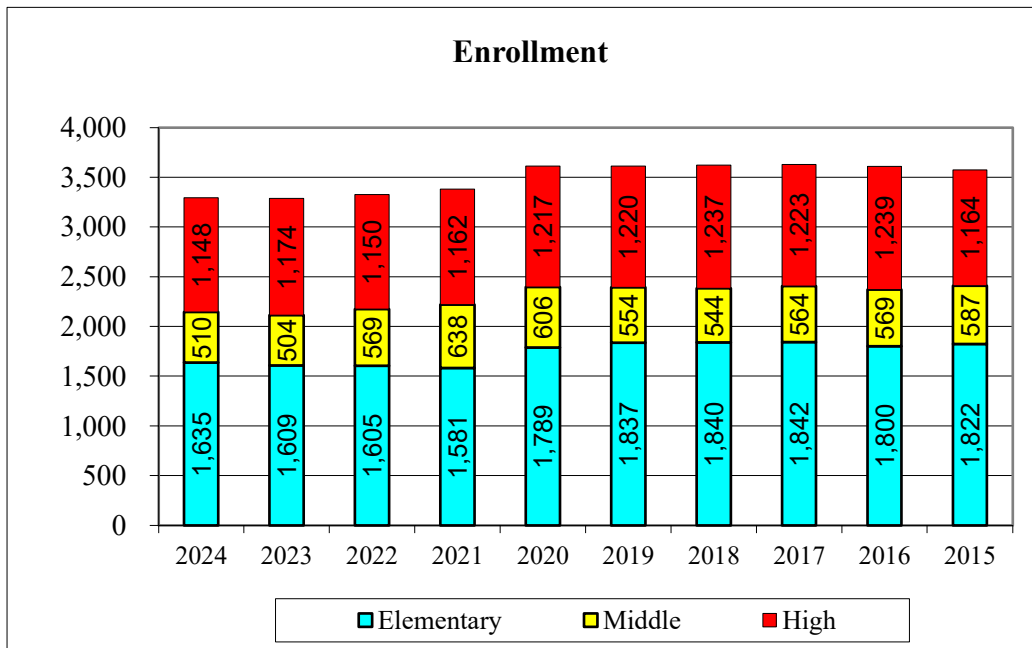
2019	2018	2017	2016	2015
64,719 608	64,719 576	64,719 541	64,719 519	64,719 543
66,438 468	66,438 467	66,438 470	66,438 488	66,438 470
63,072 375	63,072 397	63,072 413	63,072 386	63,072 419
49,194 386	49,194 400	49,194 418	49,194 407	49,194 390
115,067 554	115,067 544	115,067 564	115,067 569	115,067 587
227,862 1,220	227,862 1,237	227,862 1,223	227,862 1,239	227,862 1,164

Nordonia City School District

Enrollment Statistics

Last Ten Fiscal Years

Fiscal Year	Elementary Schools	Middle Schools	High School	Total
2024	1,635	510	1,148	3,293
2023	1,609	504	1,174	3,287
2022	1,605	569	1,150	3,324
2021	1,581	638	1,162	3,381
2020	1,789	606	1,217	3,612
2019	1,837	554	1,220	3,611
2018	1,840	544	1,237	3,621
2017	1,842	564	1,223	3,629
2016	1,800	569	1,239	3,608
2015	1,822	587	1,164	3,573



Sources: Ohio Department of Education and Workforce Local Report Cards and Data Warehouse Reports

Nordonia Hills City School District*Attendance and Graduation Rates**Last Ten Fiscal Years*

Fiscal Year	Nordonia Hills City School District Attendance Rate	State Average	Nordonia Hills City School District Graduation Rate	State Average
2024	93.60%	91.30%	98.40%	87.90%
2023	93.30	91.10	96.20	87.30
2022	94.10	90.40	97.30	87.00
2021	95.60	91.50	97.33	87.20
2020	96.70	95.60	96.30	85.90
2019	95.70	94.50	98.00	85.30
2018	95.80	93.90	96.90	84.10
2017	95.90	93.90	97.20	83.40
2016	96.00	94.00	95.20	83.00
2015	96.20	94.50	94.60	81.30

Sources: Ohio Department of Education and Workforce Local Report Cards and Data Warehouse Reports

Nordonia Hills City School District

*Per Pupil Cost
Last Ten Fiscal Years*

Fiscal Year	Student Enrollment		General Governmental	
	Average Enrollment	Percentage of Change	Total Expenditures (1)	Per Pupil Cost
2024	3,293	0.18 %	\$63,301,926	\$19,223
2023	3,287	(1.11)	62,566,011	19,034
2022	3,324	(1.69)	61,011,924	18,355
2021	3,381	(6.40)	55,866,988	16,524
2020	3,612	0.03	52,767,957	14,609
2019	3,611	(0.28)	50,467,492	13,976
2018	3,621	(0.22)	48,665,502	13,440
2017	3,629	0.58	46,336,720	12,768
2016	3,608	0.98	45,978,086	12,743
2015	3,573	(2.24)	43,297,886	12,118

(1) Debt Service totals have been excluded.

(2) Due to the coronavirus pandemic, the School District was allowed to provide universal free lunches from the federal government during fiscal years 2021 and 2022.

Source: School District Records
Ohio Department of Education and Workforce

Governmental Activities		Students Receiving Free and Reduced Lunches		
Total Expenses (1)	Per Pupil Cost	Number of Lunches Served	Percentage of Free Lunches (2)	Percentage of Reduced Lunches
\$62,195,103	\$18,887	224,776	22.80 %	3.60 %
61,434,451	18,690	220,240	21.32	2.60
55,985,091	16,843	328,703	100.00	0.00
59,178,348	17,503	162,697	100.00	0.00
57,016,817	15,785	107,072	25.10	6.42
47,861,475	13,254	220,752	23.50	6.73
28,885,571	7,977	209,605	27.74	6.11
50,743,003	13,983	220,581	28.51	6.06
46,583,386	12,911	237,396	27.35	6.99
43,469,284	12,166	233,603	28.44	8.59

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

Function/Program	2024	2023	2022	2021	2020
Regular Instruction					
Elementary Classroom Teachers	76.0	80.0	80.0	79.0	76.0
Middle School Classroom Teachers	27.5	29.0	29.0	27.0	24.0
High School Classroom Teachers	56.5	56.0	56.0	55.0	55.0
Special Teachers (Art, Music, PE)	25.0	25.0	24.0	27.0	28.0
Tutors/Small Group Instructors	1.0	1.0	2.0	2.0	2.0
Special Instruction					
Gifted Education Teachers	4.0	4.0	3.0	3.0	3.0
Special Education Teachers	37.5	38.5	40.5	37.5	36.5
Vocational Instruction	2.0	2.0	2.0	2.0	2.0
Pupil Support Services					
Guidance Counselors	11.0	11.0	11.0	11.0	11.0
Psychologist	5.0	4.7	4.7	4.3	4.6
Speech Pathologists	5.0	5.0	4.0	4.0	4.0
Community Intervention	1.0	1.0	1.0	1.0	1.0
Instructional Staff Support Services					
Teacher Aides	71.0	74.0	61.0	48.0	0.0
Attendants	31.0	43.0	45.0	54.0	71.0
Monitors	13.0	9.0	13.0	11.0	49.0
Technicians	3.0	1.0	1.0	1.0	1.0
Media Specialist/Librarian	1.0	1.0	1.0	1.0	1.0
Library Aides	8.0	9.0	7.0	8.0	8.0
Administration Support Services					
Elementary Schools	5.0	5.0	5.0	5.0	5.0
Middle School	2.0	3.0	2.0	2.0	2.0
High School	5.0	4.0	4.0	4.0	4.0
Districtwide	6.0	6.0	6.0	6.0	6.0
Clerical	19.0	20.0	20.0	18.0	18.0
Fiscal Staff	7.0	7.0	7.0	7.0	7.0
Operation of Plant					
Supervisor	1.0	1.0	1.0	1.0	1.0
Custodians	27.0	33.0	35.0	28.0	25.0
Part-Time Cleaners	3.0	5.0	0.0	1.0	0.0
Maintenance	5.0	5.0	4.0	4.0	4.0
Courier	1.0	1.0	1.0	1.0	1.0
Food Service Program					
Supervisor	1.0	1.0	1.0	1.0	1.0
Food Service Workers	24.0	26.0	29.0	24.0	25.0
Total	484.5	511.2	500.2	477.8	476.1

Method: The amounts are based on a headcount by function including both full and part-time employees, as of June 30.

Source: School District Payroll Records

2019	2018	2017	2016	2015
78.0	77.0	77.0	78.0	81.0
22.0	23.0	22.0	21.0	20.0
55.0	54.0	54.0	56.0	55.0
28.0	28.0	28.0	27.0	28.0
1.8	2.8	2.8	3.0	3.0
2.0	2.0	2.0	2.0	2.0
36.5	33.5	32.5	31.0	31.0
2.0	2.0	2.0	1.0	1.0
10.0	10.0	10.0	10.0	10.0
4.6	4.6	4.0	5.0	5.0
4.0	4.0	4.6	4.0	4.0
1.0	1.0	1.0	1.0	1.0
5.0	6.0	8.0	11.0	13.0
68.0	76.0	66.0	58.0	55.0
43.0	32.0	30.0	34.0	31.0
1.0	1.0	1.0	1.0	1.0
1.0	1.0	1.0	1.0	1.0
9.0	9.0	9.0	9.0	8.0
5.0	5.0	5.0	5.0	5.0
2.0	2.0	2.0	2.0	2.0
4.0	4.0	4.0	4.0	4.0
6.0	6.0	6.0	6.0	6.0
18.0	18.0	18.0	18.0	18.0
7.0	7.0	7.0	7.0	7.0
1.0	1.0	1.0	1.0	1.0
25.0	25.0	25.0	25.0	25.0
1.0	2.0	3.0	0.0	0.0
4.0	4.0	4.0	3.5	4.0
1.0	1.0	1.0	1.0	1.0
1.0	1.0	1.0	1.0	1.0
24.0	25.0	25.0	31.0	28.0
470.9	467.9	456.9	457.5	452.0

Nordonia Hills City School District
Full-Time Equivalent Certified School District Employees by Education
Last Ten Fiscal Years

Degree	2024	2023	2022	2021	2020
Bachelor	16.00	12.00	16.00	18.00	20.00
Bachelor + 15	11.00	6.00	9.00	9.00	7.00
Bachelor + 30	26.00	23.00	26.00	26.00	22.50
Master	50.00	59.00	37.00	68.00	66.00
Master + 15	48.00	52.00	53.00	58.00	58.00
Master + 30	108.00	101.00	111.00	72.00	69.60
PhD	4.00	4.00	4.00	4.00	5.00
Total	263.00	257.00	256.00	255.00	248.10

Source: School District Records

2019	2018	2017	2016	2015
20.00	22.00	21.00	18.00	19.50
7.00	8.00	6.00	8.00	4.00
22.50	22.50	24.50	28.00	31.00
74.00	77.00	77.00	89.00	97.00
52.00	51.00	53.00	49.00	43.79
66.40	58.40	55.40	43.00	40.60
4.00	4.00	4.00	4.00	3.00
245.90	242.90	240.90	239.00	238.89

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