



OHIO AUDITOR OF STATE
KEITH FABER



**MASON CITY SCHOOL DISTRICT
WARREN COUNTY
FOR THE YEAR ENDED JUNE 30, 2021**

TABLE OF CONTENTS

TITLE	PAGE
Prepared by Management:	
Schedule of Expenditures of Federal Awards	1
Notes to the Schedule of Expenditures of Federal Awards.....	2
Independent Auditor’s Report on Internal Control Over Financial Reporting And on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	3
Independent Auditor’s Report on Compliance With Requirements Applicable to Each Major Federal Program On Internal Control Over Compliance Required by the Uniform Guidance	5
Schedule of Findings.....	9
Attachment: Annual Comprehensive Financial Report	

This page intentionally left blank.

**MASON CITY SCHOOL DISTRICT
WARREN COUNTY**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021**

FEDERAL GRANTOR Pass Through Grantor Program / Cluster Title	Grant Year	CFDA Number	Disbursements	Non-Cash Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>				
<i>Passed Through Ohio Department of Education:</i>				
<u>Child Nutrition Cluster:</u>				
Non-Cash Assistance (Food Distribution):				
National School Lunch Program	2021	10.555		\$384,264
Cash Assistance:				
National School Breakfast Program	2021	10.553	228,669	
Covid-19 National School Breakfast Program	2021	10.553	7,819	
National School Lunch Program	2021	10.555	1,826,790	
Covid-19 National School Lunch Program	2021	10.555	116,552	
Total Child Nutrition Cluster			<u>2,179,830</u>	<u>384,264</u>
Total U.S. Department of Agriculture			<u>2,179,830</u>	<u>384,264</u>
<u>U.S. DEPARTMENT OF THE TREASURY</u>				
<i>Passed Through Ohio Department of Education</i>				
COVID-19 Coronavirus Relief Funds	2021	21.019	590,114	
<i>Passed through Warren County Commissioners</i>				
COVID-19 Coronavirus Relief Funds	2021	21.019	1,221,460	
Total U.S. Department of the Treasury			<u>1,811,574</u>	<u>0</u>
Total U.S. Department of Agriculture				
<u>U.S. DEPARTMENT OF EDUCATION</u>				
<i>Passed Through Ohio Department of Education:</i>				
<u>Special Education Cluster:</u>				
Special Education-Grants to States	2021	84.027	1,739,290	
Special Education-Grants to States (Restoration)	2021	84.027	303,715	
Special Education-Grants to States	2020	84.027	266,187	
Special Education-Grants to States (Restoration)	2020	84.027	43,507	
Total Special Education-Grants to States			<u>2,352,699</u>	<u>0</u>
Special Education-Preschool Grants	2021	84.173	29,704	
Special Education-Preschool Grants	2020	84.173	5,778	
Special Education-Preschool Grants (Restoration)	2021	84.173	5,000	
Total Special Education-Preschool Grants			<u>40,482</u>	<u>0</u>
Total Special Education Cluster			<u>2,393,181</u>	<u>0</u>
Title I Grants to Local Educational Agencies	2021	84.010	190,368	
Title I Grants to Local Educational Agencies	2020	84.010	26,381	
Total Title I Grants to Local Educational Agencies			<u>216,749</u>	<u>0</u>
Title III - LEP	2021	84.365	101,930	
Title III - LEP	2020	84.365	17,809	
Title III - Immigrant	2021	84.365	7,800	
Total Title III			<u>127,539</u>	<u>0</u>
Improving Teacher Quality State Grants	2021	84.367	104,754	
Total Improving Teacher Quality State Grants			<u>104,754</u>	<u>0</u>
Title IV-A - Student Support & Academic Enrichment	2021	84.424	10,356	
Elementary and Secondary School Emergency (ESSER) Fund	2021	84.425D	918,153	
Total U.S. Department of Education			<u>3,770,732</u>	<u>0</u>
<u>INSTITUTE of MUSEUM and LIBRARY SERVICES</u>				
<i>Passed Through State Library of Ohio:</i>				
CARES Act Mini-Grant	2021	45.310	3,000	
Total Federal Assistance			<u>\$7,765,136</u>	<u>\$384,264</u>

The accompanying notes to this schedule are an integral part of this schedule.

**MASON CITY SCHOOL DISTRICT
WARREN COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE YEAR ENDED JUNE 30, 2021**

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Mason City School District (the District's) under programs of the federal government for the year ended June 30, 2021. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement.

NOTE C – INDIRECT COST RATE

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

NOTE D - CHILD NUTRITION CLUSTER

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

NOTE E – FOOD DONATION PROGRAM

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

OHIO AUDITOR OF STATE KEITH FABER



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

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

Mason City School District
Warren County
211 North East Street
Mason, Ohio 45040

To the Board of Education:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Mason City School District, Warren County, (the District) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 27, 2021, wherein we noted the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. We also noted the financial impact of COVID-19 and the continuing emergency measures, which may impact subsequent periods of the District.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures appropriate in the circumstances to the extent necessary to support our opinion on the financial statements, but not to the extent necessary to opine on the effectiveness of the District's internal control. Accordingly, we have not opined on it.

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

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

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the financial statements. However, opining on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this report is not suitable for any other purpose.



Keith Faber
Auditor of State
Columbus, Ohio
December 27, 2021

OHIO AUDITOR OF STATE KEITH FABER



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

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

Mason City School District
Warren County
211 North East Street
Mason, Ohio 45040

To the Board of Education:

Report on Compliance for Each Major Federal Program

We have audited Mason City School District's (the District) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could directly and materially affect each of Mason City School District's major federal programs for the year ended June 30, 2021. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies the District's major federal programs.

Management's Responsibility

The District's Management is responsible for complying with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal program.

Auditor's Responsibility

Our responsibility is to opine on the District's compliance for each of the District's major federal programs based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). These standards and the Uniform Guidance require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe our audit provides a reasonable basis for our compliance opinion on each of the District's major programs. However, our audit does not provide a legal determination of the District's compliance.

Opinion on Each Major Federal Programs

In our opinion, Mason City School District complied, in all material respects with the compliance requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2021.

Report on Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the District's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the District's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This report only describes the scope of our internal control over compliance tests and the results of this testing based on Uniform Guidance requirements. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Mason City School District (the District) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our unmodified report thereon dated December 27, 2021. Our opinion also explained that the District adopted *Governmental Accounting Standard No. 84* during the year. We also noted the financial impact of COVID-19 and the continuing emergency measures which may impact subsequent periods of the District. We conducted our audit to opine on the District's basic financial statements as a whole. We have not performed any procedures to the audited financial statements subsequent to December 27, 2021. The accompanying schedule of expenditures of federal awards presents additional analysis required by the Uniform Guidance and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Mason City School District
Warren County
Independent Auditor's Report on Compliance with Requirements
Applicable to Each Major Federal Program and on Internal Control Over
Compliance Required by the Uniform Guidance
Page 3

A handwritten signature in black ink that reads "Keith Faber". The signature is written in a cursive, flowing style.

Keith Faber
Auditor of State
Columbus, Ohio
February 10, 2022

This page intentionally left blank.

**MASON CITY SCHOOL DISTRICT
WARREN COUNTY**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2021**

1. SUMMARY OF AUDITOR'S RESULTS

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

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

MASON CITY SCHOOLS

MASON, OHIO

“Welcoming, valuing and engaging each learner”



**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

MASON CITY SCHOOL DISTRICT
MASON, OHIO

ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

PREPARED BY:
OFFICE OF THE TREASURER



**Introductory
Section**

*Mason City School District
Annual Comprehensive Financial Report
for the Fiscal Year Ended June 30, 2021*

TABLE OF CONTENTS

INTRODUCTORY SECTION

Table of Contents	i
Letter of Transmittal	v
Principal Officials	x
Organization Chart.....	xi
GFOA Certificate of Achievement	xiii

FINANCIAL SECTION

Independent Auditor’s Report.....	1
Management’s Discussion and Analysis	5
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	13
Statement of Activities.....	15
Fund Financial Statements:	
Balance Sheet – Governmental Funds	16
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities.....	17
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	19
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis) – General Fund.....	21

TABLE OF CONTENTS
(Continued)

Statement of Fiduciary Net Position – Custodial Fund	22
Statement of Changes in Fiduciary Net Position – Custodial Fund.....	23
Notes to the Basic Financial Statements	24
Required Supplementary Information:	
Schedule of the School District’s Proportionate Share of the Net Pension Liability – SERS – Last Eight Fiscal Years	70
Schedule of the School District’s Proportionate Share of the Net OPEB Liability – SERS – Last Five Fiscal Years	72
Schedule of the School District’s Proportionate Share of the Net Pension Liability – STRS – Last Eight Fiscal Years	74
Schedule of the School District’s Proportionate Share of the Net OPEB Liability – STRS – Last Five Fiscal Years	76
Schedule of the School District’s Contributions – SERS – Last Seven Fiscal Years....	78
Schedule of the School District’s Contributions – STRS – Last Ten Fiscal Years	80
Notes to the Required Supplementary Information	82
Combining and Individual Fund Statements:	
Combining Statements – Nonmajor Governmental Funds:	
Nonmajor Governmental Fund Descriptions	86
Combining Balance Sheet – Nonmajor Governmental Funds.....	89
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	90
Combining Balance Sheet – Nonmajor Special Revenue Funds	92
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds	96

TABLE OF CONTENTS
(Continued)

Combining Balance Sheet – Nonmajor Capital Projects Funds	100
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds	101
Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis):	
Major Funds:	
Debt Service Fund.....	103
Permanent Improvement Fund.....	104
Nonmajor Funds:	
Food Service Fund	105
Scholarships Fund.....	106
Community Services Fund.....	107
Classroom Facilities Maintenance Fund.....	108
Student Managed Activities Fund.....	109
District Managed Student Activities Fund.....	110
Auxiliary Services Fund	111
OneNet Network Connectivity Fund	112
Student Wellness and Success Fund.....	113
Miscellaneous State Grants Fund.....	114
Elementary and Secondary School Emergency Relief Fund.....	115
Coronavirus Relief Fund.....	116
Title VI-B Fund.....	117
Title III Fund.....	118
Title I Fund	119
Public School Preschool Fund	120
Title II-A Fund.....	121
Miscellaneous Federal Grants Fund.....	122
Building Fund	123
Classroom Facilities Fund.....	124
Employee Assistance Fund.....	125
Public School Support Fund	126
Latchkey Fund	127

STATISTICAL SECTION

Statistical Tables Descriptions.....	S1
Net Position by Component – Governmental Activities – Last Ten Fiscal Years.....	S2
Changes in Net Position – Governmental Activities – Last Ten Fiscal Years	S4
Fund Balances – Governmental Funds – Last Ten Fiscal Years	S8

TABLE OF CONTENTS
(Continued)

Changes in Fund Balances – Governmental Funds – Last Ten Fiscal YearsS10

Assessed Valuation and Estimated Actual Value of Taxable Property –
Last Ten Collection (Calendar) YearsS14

Principal Real and Personal Property Taxpayers – 2021 and 2012S16

Property Tax Rates (Per \$1,000 of Assessed Valuation) – Direct and
Overlapping Governments – Last Ten Collection (Calendar) Years.....S18

Property Tax Levies and Collections – Last Ten Collection (Calendar) Years.....S21

Ratio of Debt to Estimated Actual Value, Personal Income, and Debt Per
Capita – Last Ten Fiscal YearsS22

Computation of Direct and Overlapping Debt.....S25

Computation of Legal Debt Margin – Last Ten Fiscal Years.....S26

Demographic and Economic Statistics – Last Ten Calendar YearsS29

Principal Employers – Fiscal Years 2021 and 2012S30

Full-Time Equivalent School District Employees by
Type – Last Ten Fiscal YearsS32

Operating Statistics – Last Ten Fiscal YearsS34

School Building Information – Last Ten Fiscal YearsS36

Miscellaneous Statistical Data – June 30, 2021S38

Student Population by Race – for the 2020-2021 School YearS39

Enrollment History – Last Ten School YearsS40

Directory of School Facilities – as of June 30, 2021S42

December 27, 2021

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

State law requires that school districts publish a complete set of financial statements presented in conformance with generally accepted accounting principles (GAAP) and audited in accordance with auditing standards generally accepted in the United States of America and standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States by the Auditor of State or a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the annual comprehensive financial report of Mason City School District for the fiscal year ended June 30, 2021.

This report consists of management's representations concerning the finances of the Mason City School District. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the Mason City School District has established a comprehensive internal control framework that is designed both to protect the School District's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the Mason City School District's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the Mason City School District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The Mason City School District's financial statements have been audited by the Auditor of State. The goal of the independent audit was to provide assurance that the financial statements of the Mason City School District for the fiscal year ended June 30, 2021, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the Mason City School District's financial statements for the fiscal year ended June 30, 2021, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the Mason City School District was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent

auditor to report not only on the fair presentation of the financial statements, but also on the audited School District’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in the Mason City School District’s separately issued Single Audit Report.

GAAP require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The Mason City School District MD&A can be found immediately following the report of the independent auditors.

Profile of the School District. The School District is located in Warren and Butler Counties in southwest Ohio. The School District contains 25 square miles, with 99 percent of its territory located in Warren County and the remaining 1 percent in Butler County. Political subdivisions included in the School District are the City of Mason, portions of Deerfield, Union and Turtle Creek Townships in Warren County, and a portion of West Chester Township in Butler County. The School District is approximately 25 minutes northeast of downtown Cincinnati and 35 minutes southeast of downtown Dayton.

The Board of Education of the Mason City School District is a five member body politic and corporate, as defined by Section 3313.02, Ohio Revised Code. The Board serves as the taxing authority, contracting body, policy maker, and ensures that all other general laws of the State of Ohio are followed in the expenditure of the School District’s tax dollars, and approves the annual appropriation resolution.

The current Board members, their terms and years on the Board as of June 30, 2021, are:

<u>Board Member</u>	<u>Current Term</u>	<u>Total Years</u>
Mrs. Desiree Batsche	Jan. 2020-Dec. 2023	1½
Mr. Charles Galvin	Jan. 2018-Dec. 2021	3½
Mr. Matthew Steele	Jan. 2018-Dec. 2021	9½
Mr. Kevin Wise	Jan. 2020-Dec. 2023	18½
Mrs. Connie Yingling	Jan. 2018-Dec. 2021	21¾

The Superintendent is the chief executive officer of the School District and is responsible directly to the Board for all operations of the School District. Mr. Jonathan Cooper was appointed Superintendent effective July 1, 2018, and his current contract expires July 31, 2026.

The Treasurer and CFO is the chief financial officer of the School District and is directly responsible to the Board for all financial operations, investments, custody of all School District funds and assets, and serves as Secretary to the Board. The Board appointed Mr. Shaun Bevan as Treasurer effective October 9, 2017. Mr. Bevan brought 17 years of educational and financial

leadership to the School District, having previously served as the Treasurer for other area school districts in the Cincinnati region. His current contract expires July 31, 2023.

The School District provides a full range of traditional and non-traditional educational programs, services and facilities. These include elementary and secondary curriculum offerings at the general and college preparatory levels; a broad range of co-curricular and extra-curricular activities; special education programs and facilities and community recreation facilities.

In addition to these general activities, the School District acts as the fiscal agent for State funds distributed to non-public chartered schools located within the School District boundaries. The School District serves St. Susanna, Children's Academy of Mason, The Montessori Academy of Cincinnati, Royalmont Academy and Liberty Bible Academy in this category. While these organizations are similar in operations and services provided, they are distinct and separate entities. Due to the School District's administrative involvement with these programs, these State subsidies are therefore presented as special revenue funds within this report.

The School District served 10,295 in grade PK-12 students during the 2021 fiscal year in five buildings. The high school (9-12) was constructed in 2002 with an addition in 2009. The middle school (7-8) was constructed in 1959, with additions in 1967, 1980, 1987 and 1997, and a complete renovation in 2019. The Mason elementary school building wing (3-4) was constructed in 1994. The Mason Intermediate school building wing (5-6) was constructed in 1998. An addition was constructed in 2007 connecting the two building wings. Mason Early Childhood Center (PreK-2) was constructed in 2007 with additions in 2018.

The School District employed approximately 1,059 employees as of June 30, 2021. The School District's current enrollment is 10,295. It is expected that the School District's enrollment will continue to decrease slightly each year for the next several years, plateauing at approximately 10,000 students within the next 7 to 8 years.

The School District's teachers, instructional coaches, and counselors are represented by the Mason Education Association (MEA). The Board of Education and MEA reached an agreement on a three year contract effective July 1, 2021, which provides base salary increases of 2 percent, 2 percent, and 2.25 percent, respectively for each of the three years the contract covers.

The School District's custodial, grounds, maintenance and HVAC technicians are represented by the Ohio Association of Public School Employees (OAPSE) Local 070. The Board of Education and OAPSE reached agreement on a two year contract effective July 1, 2021, which provides base salary increases of 2 percent, 2 percent, and 2.25 percent, respectively for each of the three years the contract covers.

The School District's other non-certified staff, administrators, directors and supervisors are currently not represented by a union. These classifications typically receive the same benefits extended to the MEA and OAPSE Local 070. Their salary and wages were increased 2.5 percent for the 2020-2021 school year.

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

Local Economy. The City of Mason's population was last reported as 33,870 in the 2019 U.S. Census and has been growing steadily through targeted planning and development. Mason is the largest city in Warren County. The City continues to be a top choice for quality companies that are relocating or expanding. In choosing Mason, companies often cite the interstate access, rising property values, the established core of high-tech and bio-tech businesses, and an outstanding level of both city and educational services. The tax base is comprised mostly of residential property, which realized around an 11 percent increase in real estate values for the calendar year 2018 triennial update from the County Auditor's office.

Mason also has a strong commercial tax base. Over 700 businesses operate within the city's 18 square miles and over 90 corporations have headquarters or manufacturing operations in Mason's 24 commerce parks. Three of the 10 largest employers in Warren County are located in Mason. Mason's business community includes Procter & Gamble Healthcare Research Center (Mason's largest employer), Luxottica Retail, Cintas Corporation, Intelligrated Systems, Mitsubishi Electric, and Lindner Center of Hope.

The Mason City School District community continues to see strong investment in the biohealth sector. Over the past 5 years, 60 percent of new economic development projects, 80 percent of new jobs created and 80 percent of new investment has been in the biohealth sector including Assurex Health. Mason City Schools has benefited from strong partnerships with leaders in the biotech industry through advanced experiential learning opportunities for our students. During the past few school years, Assurex, ABC Pediatric, CMO Axis, the City of Mason, LEAP, and UC-West Chester hospital have all partnered with the Mason High School experiential learning program.

Mason's housing includes an abundance of large, high-value single family homes that sit on lots between 0.25 and 1.0 acre that were built within the last 15-20 years. The average household includes 2.8 family members and approximately 30 percent of households are reported to have children under 18. Nearly 25 percent of Mason's working residents work in the City of Mason. 2019 US Census Data reports the median home value for the School District at \$267,300, which is 123 percent of the US median. Median household income is reported at \$100,549, 160 percent of the US median.

Financial policies and planning. Student enrollment growth has been the priority for the Board and Administration for the last 15 years. Current demographic projections indicate the School District will see its population stabilize at approximately 10,000 over the next several years. The School District closed the Mason Heights Elementary School in the summer of 2012 and consolidated those students into the Mason Early Childhood Center (MECC) and Western Row Elementary. The School District recently completed a project with the Ohio Facilities Construction Commission (OFCC) to expand the MECC and the Mason Middle School. These

projects have provided sufficient capacity for the School District to cover its projected enrollment over the next ten years, and it does not anticipate the need for any additional significant capital bond issues in the next ten years.

The School District continued to be highly ranked in the State of Ohio for academic performance of public schools and spends less per pupil than the average of similar school districts. Spending is aligned with the State average for total expenditure per pupil but the School District is more focused on - and spends more on - classroom instruction. The School District's priorities and goals for the future are focused on high impact learning, superb staff support, and deep parent and community partnerships. All Mason students will graduate prepared to thrive in a global economy. We pledge to support our staff to ensure that every Mason child has great learning experiences. We believe that engaged parents and community members champion Mason students. The administrative team and Board of Education are mindful of these priorities and goals when making all financial decisions. Our plans for achievement of our goals strike a balance between resource reallocation, utilization of cash reserves, and eventually additional local taxes.

Ohio's school funding model continues to pose challenges to our long-term financial stability. We will continue to advocate for the resources our School District needs to be successful. The long-term plan strikes a balance between staff and other cost management strategies, utilization of cash reserves, and additional local taxes.

Awards and Acknowledgements. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Mason City School District for its annual comprehensive financial report for the fiscal year ended June 30, 2020. In order to be awarded a Certificate of Achievement a governmental unit must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report would not have been possible without the efficient and dedicated services of Cynthia Stubenvoll, Assistant Treasurer, along with the entire staff of the Treasurer's Office and the Local Government Services (LGS) division of the Ohio Auditor of State's Office. Credit must also be given to the Board of Education for their unfailing support for maintaining the highest standards of professionalism in the management of the Mason City School District's finances.

Respectfully submitted,



Shaun L. Bevan
Treasurer and CFO

**Mason City School District
Principal Officials
As of June 30, 2021**

Elected Officials

President, Board of Education Charles Galvin
Vice President, Board of Education.....Connie Yingling
Board MemberDesiree Batsche
Board MemberMatthew Steele
Board MemberKevin Wise

Administrative Officials

SuperintendentJonathan Cooper
Deputy Superintendent..... Amy Brennan
Learning Experience Supervisor PK-6 Krissy Hufnagel
Learning Experience Supervisor 7-12Shanna Bumiller
Chief Operations Officer..... Todd Petrey
Chief Talent Officer..... Tonya McCall
Innovative Systems Administrator.....Christine McCormick
Public Information Officer..... Tracey Carson
Treasurer Shaun Bevan
Assistant Treasurer.....Cynthia Stubenvoll
Benefits Supervisor..... Crystal Clark
Payroll Supervisor..... Terri Ross
Building and Grounds Supervisor..... George Highfill
Child Nutrition Supervisor..... Tamara Earl
Data Center Administrator.....Sheri Ballman
ESL SupervisorMilena Varbanova
Gifted Administrator Nicole Dietrich (HCEC)
Special Services Director..... Jody Bergman
Mental Wellness Supervisor Nicole Pfirman
Special Services SupervisorGina Fox
Special Services Supervisor Thea Staley (HCEC)
Special Services Supervisor..... Jenny Woods (HCEC)
Transportation Director & Security Administrator.....Mark Murzynowski



ORGANIZATION CHART

Board of Education Members

Charles Galvin, Board President
Connie Yingling, Board Vice-President
Desiree Batsche
Matthew Steele
Kevin Wise

Superintendent/CEO, Jonathan Cooper

Chief Financial Officer, Shaun Bevan
Cynthia Stubenvoll, Assistant Treasurer
Terri Ross, Payroll Supervisor
Crystal Clark, Benefits Supervisor

Deputy Superintendent, Amy Brennan
Learning Experience Supervisor P-6, Krissy Hufnagel
Learning Experience Supervisor 7-12, Shanna Bumiller

Innovative Systems Officer, Christine McCormick

Chief Talent Officer, Tonya McCall

Chief Operations Officer, Todd Petrey

Public Information Officer, Tracey Carson

Principals

Melissa Bly, Mason Early Childhood Center - Grades Pre-K-2
Javaris Powell, Mason Elementary - Grades 3-4
Eric Messer, Mason Intermediate - Grades 5-6
Lauren Gentene, Mason Middle School - Grades 7-8
Bobby Dodd, Mason High School - Grades 9-12



ORGANIZATION CHART (Continued)

Data Center Administrator, Sheri Ballman

Special Services Director, Jody Bergman

Special Services Supervisor (MHS), Gina Fox

Special Services Supervisor (MI/MMS), Jenny Woods (HCESC)

Special Services Supervisor (MECC/ME), Thea Staley (HCESC)

Mental Wellness Supervisor, Nicole Pfirman

ESL Administrator, Milena Varbanova

Gifted Administrator, Nicole Dietrich, (HCESC)

Buildings & Grounds Supervisor, George Highfill

Child Nutrition Supervisor, Tamara Earl

Transportation Director & Security Administrator, Mark Murzynowski



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Mason City School District
Ohio**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morrill

Executive Director/CEO

This page intentionally left blank.



**Financial
Section**

OHIO AUDITOR OF STATE KEITH FABER



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

INDEPENDENT AUDITOR'S REPORT

Mason City School District
Warren County
211 North East Street
Mason, Ohio 45040

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Mason City School District, Warren County, Ohio (the District), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2021, and the respective changes in financial position thereof and the budgetary comparison for the General Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 3 to the financial statements, during 2021, the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 84, *Fiduciary Activities*. We did not modify our opinion regarding this matter.

As discussed in Note 24 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the District. We did not modify our opinion regarding this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require this presentation to include *management's discussion and analysis* and schedules of net pension and other post-employment benefit liabilities and pension and other post-employment benefit contributions listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

Supplementary and Other Information

Our audit was conducted to opine on the District's basic financial statements taken as a whole.

The introductory section, the financial section's combining statements, individual fund statements and schedules and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected this information to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2021, 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. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on 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 27, 2021

This Page Left Blank Intentionally

Mason City School District
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2021
Unaudited

The discussion and analysis of the Mason City School District's (the "School District") financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2021. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, financial statements, and notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

- In total, net position increased \$12,012,639 from the prior fiscal year.
- The increase in property taxes receivable and property tax revenue is the result of a new 4.71 mil levy taking effect for tax year 2020, and a property that, in prior years, was part of a Tax Increment Financing (TIF) agreement is now fully taxable.
- Net Pension Liability increased \$18,849,372 due to an overall increase in the net pension liability of the State-wide pension systems.

Using this Annual Comprehensive Financial Report

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

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

Reporting the School District as a Whole

One of the most important questions asked about the School District is "How did we do financially during fiscal year 2021?" The Statement of Net Position and the Statement of Activities, which appear first in the School District's financial statements, report information on the School District as a whole and its activities in a way that helps answer this question. These statements include all assets, deferred outflows of resources, liabilities and deferred inflows of resources using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current fiscal year's revenues and expenses regardless of when cash is received or paid.

Mason City School District
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2021
Unaudited

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

In the Statement of Net Position and the Statement of Activities, the School District has only one kind of activity:

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

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 10. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's major funds, which are the General Fund, the Debt Service Fund, and the Permanent Improvement Fund.

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

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

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole.

Mason City School District
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2021
Unaudited

Table 1 provides a summary of the School District's net position for fiscal year 2021 and fiscal year 2020:

Table 1			
Net Position			
	2021	(Restated) 2020	Change
<u>Assets:</u>			
Current and Other Assets	\$172,749,374	\$157,351,704	\$15,397,670
Net OPEB Asset	8,612,715	7,712,992	899,723
Capital Assets, Net	185,284,930	186,560,252	(1,275,322)
<i>Total Assets</i>	<u>366,647,019</u>	<u>351,624,948</u>	<u>15,022,071</u>
<u>Deferred Outflows of Resources:</u>			
Deferred Charge on Refunding	964,373	1,774,609	(810,236)
Pension	30,636,816	26,904,765	3,732,051
OPEB	4,345,130	3,350,503	994,627
<i>Total Deferred Outflows of Resources</i>	<u>35,946,319</u>	<u>32,029,877</u>	<u>3,916,442</u>
<u>Liabilities:</u>			
Current Other Liabilities	22,725,316	22,478,126	247,190
Long-Term Liabilities:			
Due Within One Year	7,878,543	8,739,286	(860,743)
Due In More Than One Year:			
Net Pension Liability	153,073,204	134,223,832	18,849,372
Net OPEB Liability	11,418,277	13,431,570	(2,013,293)
Other Amounts	37,371,003	51,045,090	(13,674,087)
<i>Total Liabilities</i>	<u>232,466,343</u>	<u>229,917,904</u>	<u>2,548,439</u>
<u>Deferred Inflows of Resources:</u>			
Deferred Charge on Refunding	734,277	917,846	(183,569)
Property Taxes	82,284,602	71,994,542	10,290,060
Payments in Lieu of Taxes	1,502,763	4,621,838	(3,119,075)
Pension	1,056,082	6,801,096	(5,745,014)
OPEB	16,692,837	13,557,804	3,135,033
<i>Total Deferred Inflows of Resources</i>	<u>102,270,561</u>	<u>97,893,126</u>	<u>4,377,435</u>
<u>Net Position:</u>			
Net Investment in Capital Assets	146,114,112	134,327,167	11,786,945
Restricted	41,653,643	36,987,048	4,666,595
Unrestricted (Deficit)	(119,911,321)	(115,470,420)	(4,440,901)
<i>Total Net Position</i>	<u>\$67,856,434</u>	<u>\$55,843,795</u>	<u>\$12,012,639</u>

Mason City School District
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2021
Unaudited

The net pension liability (NPL) is the largest single liability reported by the School District at June 30, 2021. 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.

Total assets increased \$15,022,071 from the prior fiscal year. Current and other assets increased due to an increase in property taxes receivable resulting from an increase in property tax values by over \$200 million thanks to a new 4.71 mil levy that went into effect for tax year 2020, and a property that, in prior years, was part of a TIF agreement and is now fully taxable.

Total Liabilities of the School District increased \$2,548,439 for fiscal year 2021. This is due to the increase in net pension liability increasing as a result of the overall increase in the net pension liability of the State-wide pension systems. Other Amounts due in more than one year decreased as a result of current fiscal year debt payments.

Total Net Position increased \$12,012,639 from the prior fiscal year. Net Investment in Capital Assets increased \$11,786,945. This is due to debt payments related to capital assets being paid.

Table 2 shows the changes in net position for fiscal years 2021 and 2020:

Mason City School District
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2021
Unaudited

Table 2
Change in Net Position

	2021	2020	Increase/ (Decrease)
<u>Revenues</u>			
Program Revenues:			
Charges for Services and Sales	\$7,555,428	\$12,447,546	(\$4,892,118)
Operating Grants, Interest, and Contributions	12,757,833	8,465,078	4,292,755
Capital Grants, Interest, and Contributions	0	3,991	(3,991)
Total Program Revenues	20,313,261	20,916,615	(603,354)
General Revenues:			
Property Taxes	94,974,983	74,437,898	20,537,085
Grants and Entitlements not Restricted to Specific Programs	40,406,516	40,114,123	292,393
Investment Earnings	150,549	1,549,317	(1,398,768)
Gifts and Donations not Restricted to Specific Programs	679	2,878	(2,199)
Payments in Lieu of Taxes	3,403,177	4,621,838	(1,218,661)
Miscellaneous	475,571	597,314	(121,743)
Total General Revenues	139,411,475	121,323,368	18,088,107
Total Revenues	159,724,736	142,239,983	17,484,753
<u>Program Expenses:</u>			
Instruction:			
Regular	64,653,337	56,975,769	7,677,568
Special	25,608,368	24,073,160	1,535,208
Vocational	0	49	(49)
Adult/Continuing	0	6,119	(6,119)
Student Intervention Services	211,732	0	211,732
Support Services:			
Pupils	9,536,132	8,663,578	872,554
Instructional Staff	4,637,492	4,098,974	538,518
Board of Education	123,848	68,358	55,490
Administration	6,683,458	6,490,891	192,567
Fiscal	2,148,527	2,154,423	(5,896)
Business	435,942	620,540	(184,598)
Operation and Maintenance of Plant	13,779,266	18,693,214	(4,913,948)
Pupil Transportation	6,862,980	7,874,708	(1,011,728)
Central	2,398,899	4,124,590	(1,725,691)
Operation of Non-Instructional Services	5,476,583	6,304,875	(828,292)
Extracurricular Activities	3,593,351	3,530,012	63,339
Interest and Fiscal Charges	1,562,182	2,185,420	(623,238)
Total Expenses	147,712,097	145,864,680	1,847,417
Change in Net Position	12,012,639	(3,624,697)	15,637,336
Net Position at Beginning of Year	55,843,795	58,726,404	(2,882,609)
Restatement	0	742,088	(742,088)
Net Position at End of Year	\$67,856,434	\$55,843,795	\$12,012,639

Mason City School District
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2021
Unaudited

The Statement of Activities shows the cost of program services and the charges for services and sales and operating grants, interest, and contributions.

Program revenues, which are primarily represented by charges for services and sales from tuition and fees, extracurricular activities, rent, and charges for services as well as operating grants, interest, and contributions, and capital grants, interest, and contributions, were \$20,313,261 for fiscal year 2021. Charges for Services and Sales decreased because the Warren County Educational Service Center did not rent classroom space during this fiscal year. Operating Grants, Interest and Contributions increased due to new grant programs for emergency educational relief.

General revenues were \$139,411,475 for fiscal year 2021. Property tax revenue increased mainly due to fiscal year 2021 being the first year of a new 4.71 mil tax levy.

Total expenses showed an increase of \$1,847,417 from the prior fiscal year. The main factors in the increase are the State-wide pension plans' changes in assumptions and benefit terms related to OPEB during the fiscal year.

The Statement of Activities shows the cost of program services and the charges for services and sales and grants and contributions, including interest, offsetting those services. That is, it identifies the cost of these services supported by tax revenue and unrestricted grants and entitlements. The dependence upon tax revenues and intergovernmental foundation monies is apparent. The community and the State of Ohio, as a whole, provide the vast majority of resources for Mason City School District students.

The School District's Funds

Information about the School District's major funds starts on page 16. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$160,598,998 and expenditures of \$151,950,877.

The General Fund balance increased \$4,861,819. This was primarily due to an increase in property tax revenues, which is the result of a new 4.71 mil levy taking effect for tax year 2020, a property that, in prior years, was part of a Tax Increment Financing (TIF) agreement is now fully taxable.

The Debt Service Fund balance increased \$2,521,072, due to a new 4.71 mil levy taking effect for tax year 2020, and a property that, in prior years, was part of a Tax Increment Financing (TIF) agreement is now fully taxable.

The Permanent Improvement Fund balance decreased \$587,070, as a result of the Warren County Educational Service Center not renting classroom space during the fiscal year.

General Fund - Budget 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.

Mason City School District
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2021
Unaudited

During the course of fiscal year 2021, the School District revised its budget as it attempted to deal with unexpected changes in revenues and expenditures.

A review of the budgetary comparison statement for the General Fund reflects no change between the original budget and the final budgeted revenue.

The total increase in expenditures from the original to the final budget was \$744,275. The budget increased during the year as new and better information became available about potential expenditure needs related to educational services for students. The difference in actual expenditures compared to the final budget was \$5,573,845. The primary reasons for the decrease were that staffing and health insurance costs as well as expenditures related to COVID-19 preparedness all came in lower than anticipated at the beginning of the year.

The School District's ending unobligated cash balance was \$8,648,828 above the final budgeted amount. This was primarily due to the School District receiving an increase in property tax revenue and closely monitoring expenditures.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2021, the School District had \$185,284,930 invested in capital assets (net of accumulated depreciation). This is a \$1,275,322 decrease from the prior fiscal year due to current year depreciation outpacing additions. Vehicles increased due to the purchase of six school buses. For further information regarding the School District's capital assets, refer to Note 10 in the Notes to the Basic Financial Statements.

Debt

At June 30, 2021, the School District had \$29,096,832 in outstanding long-term general obligation bonds, which includes serial and capital appreciation bonds as well as the accretion on the capital appreciation bonds, and bond premiums. The School District's long-term liabilities also includes \$3,831,000 in capital leases. The School District's long-term liabilities decreased from the prior fiscal year due to current year principal retirements as well as the amount that was paid down on the bond anticipation note.

At June 30, 2021, the School District's overall legal debt margin was \$168,676,515, with an unvoted debt margin of \$2,236,517.

For further information regarding the School District's debt obligations, refer to Note 17 in the Notes to the Basic Financial Statements.

Mason City School District
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2021
Unaudited

Contacting the School District's Financial Management

This financial report is designed to provide our citizen's, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional information, contact Shaun Bevan, Treasurer at Mason City Schools, 211 North East Street, Mason, Ohio 45040.

Mason City School District
Statement of Net Position
June 30, 2021

	Governmental Activities
<u>Assets:</u>	
Equity in Pooled Cash and Cash Equivalents	\$72,497,236
Inventory Held for Resale	7,522
Property Taxes Receivable	95,003,110
Intergovernmental Receivable	5,166,698
Accrued Interest Receivable	48,217
Accounts Receivable	26,591
Net OPEB Asset	8,612,715
Capital Assets:	
Nondepreciable Capital Assets	3,655,645
Construction in Progress	1,095,060
Depreciable Capital Assets, Net	180,534,225
<i>Total Assets</i>	366,647,019
<u>Deferred Outflows of Resources:</u>	
Deferred Charge on Refunding	964,373
Pension	30,636,816
OPEB	4,345,130
<i>Total Deferred Outflows of Resources</i>	35,946,319
<u>Liabilities:</u>	
Accounts Payable	206,597
Contracts Payable	869,177
Accrued Wages and Benefits Payable	10,070,892
Intergovernmental Payable	1,980,788
Accrued Interest Payable	223,412
Matured Compensated Absences Payable	688,086
Payroll Withholdings	91,175
Retainage Payable	225,883
Notes Payable	6,972,487
Claims Payable	1,396,819
Long-Term Liabilities:	
Due Within One Year	7,878,543
Due in More Than One Year:	
Net Pension Liability	153,073,204
Net OPEB Liability	11,418,277
Other Amounts	37,371,003
<i>Total Liabilities</i>	232,466,343
<u>Deferred Inflows of Resources:</u>	
Deferred Charge on Refunding	734,277
Property Taxes	82,284,602
Payments in Lieu of Taxes	1,502,763
Pension	1,056,082
OPEB	16,692,837
<i>Total Deferred Inflows of Resources</i>	\$102,270,561

(continued)

Mason City School District
Statement of Net Position
June 30, 2021
(Continued)

	Governmental Activities
<u>Net Position:</u>	
Net Investment in Capital Assets	\$146,114,112
Restricted for:	
Debt Service	14,640,878
Capital Improvements	18,056,441
Classroom Facilities	4,510,154
Building Projects	103,808
District and Student Managed Activities	1,039,727
Community Services	2,899,672
State and Federal Grants	313,852
Scholarships	89,111
Unrestricted (Deficit)	(119,911,321)
<i>Total Net Position</i>	<i>\$67,856,434</i>

See accompanying notes to the basic financial statements

Mason City School District
Statement of Activities
for the Fiscal Year Ended June 30, 2021

	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services and Sales	Operating Grants, Interest, and Contributions	Governmental Activities
<u>Governmental Activities:</u>				
Instruction:				
Regular	\$64,653,337	\$1,875,798	\$480,430	(\$62,297,109)
Special	25,608,368	1,591,226	5,450,167	(18,566,975)
Student Intervention Services	211,732	0	0	(211,732)
Support Services:				
Pupils	9,536,132	0	1,136,738	(8,399,394)
Instructional Staff	4,637,492	0	1,073,966	(3,563,526)
Board of Education	123,848	0	0	(123,848)
Administration	6,683,458	89,221	9,977	(6,584,260)
Fiscal	2,148,527	0	3,313	(2,145,214)
Business	435,942	0	0	(435,942)
Operation and Maintenance of Plant	13,779,266	490,227	1,322,662	(11,966,377)
Pupil Transportation	6,862,980	0	393,925	(6,469,055)
Central	2,398,899	0	12,105	(2,386,794)
Operation of Non-Instructional Services	5,476,583	1,193,322	2,766,108	(1,517,153)
Extracurricular Activities	3,593,351	2,315,634	108,442	(1,169,275)
Interest and Fiscal Charges	1,562,182	0	0	(1,562,182)
<i>Total Governmental Activities</i>	\$147,712,097	\$7,555,428	\$12,757,833	(127,398,836)

General Revenues:

Property Taxes Levied for:	
General Purposes	77,671,566
Debt Service	16,380,813
Capital Outlay	922,604
Grants and Entitlements not Restricted to	
Specific Programs	40,406,516
Investment Earnings	150,549
Gifts and Donations not Restricted to	
Specific Programs	679
Payments in Lieu of Taxes	3,403,177
Miscellaneous	475,571
<i>Total General Revenues</i>	139,411,475
Change in Net Position	12,012,639
<i>Net Position at Beginning of Year</i>	
- Restated See Note 3	55,843,795
<i>Net Position at End of Year</i>	\$67,856,434

See accompanying notes to the basic financial statements

Mason City School District
Balance Sheet
Governmental Funds
June 30, 2021

	General Fund	Debt Service Fund	Permanent Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
<u>Assets:</u>					
Equity in Pooled Cash and Cash Equivalents	\$34,326,414	\$12,683,646	\$18,046,708	\$7,354,875	\$72,411,643
Inventory Held for Resale	0	0	0	7,522	7,522
Receivables:					
Property Taxes	83,860,327	10,299,641	843,142	0	95,003,110
Intergovernmental	84,331	0	1,502,763	3,579,604	5,166,698
Accrued Interest	48,217	0	0	0	48,217
Accounts	2,732	0	5,581	18,278	26,591
Interfund	1,090,725	0	0	0	1,090,725
Restricted Assets:					
Cash and Cash Equivalents	85,593	0	0	0	85,593
<i>Total Assets</i>	<u>\$119,498,339</u>	<u>\$22,983,287</u>	<u>\$20,398,194</u>	<u>\$10,960,279</u>	<u>\$173,840,099</u>
<u>Liabilities:</u>					
Accounts Payable	\$39,827	\$750	\$122,262	\$43,758	\$206,597
Contracts Payable	0	0	519,277	349,900	869,177
Accrued Wages and Benefits Payable	9,543,259	0	0	527,633	10,070,892
Intergovernmental Payable	1,918,196	0	0	62,592	1,980,788
Accrued Interest Payable	0	59,942	0	0	59,942
Matured Compensated Absences Payable	620,602	0	0	67,484	688,086
Payroll Withholdings	91,175	0	0	0	91,175
Retainage Payable	0	0	0	225,883	225,883
Notes Payable	0	6,972,487	0	0	6,972,487
Claims Payable	1,396,819	0	0	0	1,396,819
Interfund Payable	0	0	0	1,090,725	1,090,725
<i>Total Liabilities</i>	<u>13,609,878</u>	<u>7,033,179</u>	<u>641,539</u>	<u>2,367,975</u>	<u>23,652,571</u>
<u>Deferred Inflows of Resources:</u>					
Property Taxes	73,449,627	8,118,247	716,728	0	82,284,602
Payments in Lieu of Taxes	0	0	1,502,763	0	1,502,763
Unavailable Revenues	669,181	110,621	6,342	3,579,604	4,365,748
<i>Total Deferred Inflows of Resources</i>	<u>74,118,808</u>	<u>8,228,868</u>	<u>2,225,833</u>	<u>3,579,604</u>	<u>88,153,113</u>
<u>Fund Balances:</u>					
Restricted	0	7,721,240	17,530,822	5,891,635	31,143,697
Committed	54,812	0	0	0	54,812
Assigned	2,255,814	0	0	0	2,255,814
Unassigned (Deficit)	29,459,027	0	0	(878,935)	28,580,092
<i>Total Fund Balances</i>	<u>31,769,653</u>	<u>7,721,240</u>	<u>17,530,822</u>	<u>5,012,700</u>	<u>62,034,415</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$119,498,339</u>	<u>\$22,983,287</u>	<u>\$20,398,194</u>	<u>\$10,960,279</u>	<u>\$173,840,099</u>

See accompanying notes to the basic financial statements

Mason City School District
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 June 30, 2021*

Total Governmental Fund Balances \$62,034,415

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 185,284,930

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

Delinquent Property Taxes	677,024
Intergovernmental	3,663,202
Accrued Interest	25,522

Total 4,365,748

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. (163,470)

Deferred outflows/inflows of resources include deferred charges on refunding which do not provide current financial resources and, therefore are not reported in the funds.

Deferred Loss on Refunding	964,373
Deferred Gain on Refunding	(734,277)

Total 230,096

The net pension/OPEB liability (asset) is not due and payable in the current period; therefore, the liability (asset) and related deferred inflows/outflows are not reported in governmental funds:

Net OPEB Asset	8,612,715
Deferred Outflows - Pension	30,636,816
Deferred Outflows - OPEB	4,345,130
Net Pension Liability	(153,073,204)
Net OPEB Liability	(11,418,277)
Deferred Inflows - Pension	(1,056,082)
Deferred Inflows - OPEB	(16,692,837)

Total (138,645,739)

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

General Obligation Bonds	(25,645,000)
Premium on General Obligation Bonds	(1,857,367)
Accretion on Capital Appreciation Bonds	(1,594,465)
Capital leases	(3,831,000)
Compensated Absences Payable	(12,321,714)

Total (45,249,546)

Net Position of Governmental Activities \$67,856,434

See accompanying notes to the basic financial statements

Mason City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
for the Fiscal Year Ended June 30, 2021

	General Fund	Debt Service Fund	Permanent Improvement Fund	Nonmajor Governmental Funds	Total Governmental Funds
<u>Revenues:</u>					
Property Taxes	\$77,343,706	\$16,326,232	\$919,312	\$0	\$94,589,250
Intergovernmental	41,971,623	2,133,394	94,317	8,949,059	53,148,393
Investment Earnings	186,491	152	271	694	187,608
Tuition and Fees	3,367,429	0	0	359,740	3,727,169
Extracurricular Activities	334,139	0	0	897,299	1,231,438
Rent	0	0	0	499,439	499,439
Charges for Services	486,273	0	0	2,746,920	3,233,193
Contributions and Donations	83,690	0	0	103,668	187,358
Payments in Lieu of Taxes	1,805,298	0	766,293	831,586	3,403,177
Miscellaneous	28,187	246	82,346	281,194	391,973
<i>Total Revenues</i>	<u>125,606,836</u>	<u>18,460,024</u>	<u>1,862,539</u>	<u>14,669,599</u>	<u>160,598,998</u>
<u>Expenditures:</u>					
Current:					
Instruction:					
Regular	58,014,523	0	390,136	500,211	58,904,870
Special	22,227,215	0	0	2,056,827	24,284,042
Support Services:					
Pupils	7,654,752	0	833	1,220,456	8,876,041
Instructional Staff	2,752,940	0	688,295	1,016,779	4,458,014
Board of Education	123,848	0	0	0	123,848
Administration	6,274,394	12,161	693	18,058	6,305,306
Fiscal	1,908,674	191,667	15,724	3,161	2,119,226
Business	316,007	0	0	94,324	410,331
Operation and Maintenance of Plant	8,517,687	0	879,580	2,295,248	11,692,515
Pupil Transportation	6,283,282	0	460,107	170,728	6,914,117
Central	2,246,589	0	61,874	9,124	2,317,587
Operation of Non-Instructional Services	818,093	0	0	4,474,319	5,292,412
Extracurricular Activities	1,801,715	0	3,142	1,398,127	3,202,984
Capital Outlay	0	0	544,076	367,468	911,544
Debt Service:					
Principal Retirement	0	14,020,000	0	214,000	14,234,000
Interest and Fiscal Charges	0	1,715,124	0	188,916	1,904,040
<i>Total Expenditures</i>	<u>118,939,719</u>	<u>15,938,952</u>	<u>3,044,460</u>	<u>14,027,746</u>	<u>151,950,877</u>
Excess of Revenues Over (Under) Expenditures	<u>6,667,117</u>	<u>2,521,072</u>	<u>(1,181,921)</u>	<u>641,853</u>	<u>8,648,121</u>
<u>Other Financing Sources (Uses):</u>					
Transfers In	0	0	594,851	1,210,447	1,805,298
Transfers Out	(1,805,298)	0	0	0	(1,805,298)
<i>Total Other Financing Sources (Uses)</i>	<u>(1,805,298)</u>	<u>0</u>	<u>594,851</u>	<u>1,210,447</u>	<u>0</u>
Net Change in Fund Balances	4,861,819	2,521,072	(587,070)	1,852,300	8,648,121
<i>Fund Balances at Beginning of Year</i> <i>- Restated See Note 3</i>	<u>26,907,834</u>	<u>5,200,168</u>	<u>18,117,892</u>	<u>3,160,400</u>	<u>53,386,294</u>
<i>Fund Balances at End of Year</i>	<u>\$31,769,653</u>	<u>\$7,721,240</u>	<u>\$17,530,822</u>	<u>\$5,012,700</u>	<u>\$62,034,415</u>

See accompanying notes to the basic financial statements

Mason 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, 2021*

Net Change in Fund Balances - Total Governmental Funds \$8,648,121

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

Capital outlays are reported as expenditures in governmental funds. However, in the Statement of Activities the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital Outlay	791,553	
Construction in Progress	1,095,060	
Depreciation Expense	(3,161,333)	
Excess of depreciation expense over capital outlay		(1,274,720)

The proceeds from the sale of capital assets are reported as revenue in the governmental funds. However, the cost of capital assets is removed from the capital assets account in the Statement of Net Position and offset against the proceeds from the sale of capital assets resulting in a gain or loss on the sale of capital assets in the Statement of Activities.

Loss on Sale of Capital Assets		(602)
--------------------------------	--	-------

Because some revenues will not be collected for several months after the School District's fiscal year ends, they are not considered "available" revenues and are therefore recorded as deferred inflows of resources in the governmental funds. Deferred inflows of resources changed by these amounts this fiscal year:

Delinquent Property Taxes	385,733	
Intergovernmental	(171,852)	
Investment Earnings	(35,930)	
Charges for Services	(1,135,811)	
Miscellaneous	83,598	
Total		(874,262)

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

Pension	10,976,483	
OPEB	292,461	
Total		11,268,944

Except for amounts reported as deferred inflows/outflows, changes in the net pension liability (asset) are reported as pension expense in the Statement of Activities.

Pension	(20,348,790)	
OPEB	480,149	
Total		(\$19,868,641)

(continued)

Mason 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, 2021
(Continued)*

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. In the current fiscal year, these amounts consist of:

	General Obligation Bonds Principal Payments	\$14,020,000	
	Capital Lease Payments	214,000	
Total		14,234,000	14,234,000

Accretion and amortization of bond premiums, the deferred loss/gain on refunding debt, as well as accrued interest payable on the bonds are not reported in the funds, but are allocated as an expense over the life of the debt in the Statement of Activities

	Decrease in Accrued Interest	205,636	
	Accretion on Capital Appreciation Bonds	(314,114)	
	Amortization of Premium on Bonds	1,077,003	
	Amortization of Loss/Gain on Refunding	(626,667)	
Total		341,858	341,858

Some items reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

	Compensated Absences Payable	(462,059)	
--	------------------------------	-----------	--

<i>Change in Net Position of Governmental Activities</i>	\$12,012,639
----------------------------------------------------------	--------------

See accompanying notes to the basic financial statements

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
General Fund
for the Fiscal Year Ended June 30, 2021*

	<u>Budgeted Amounts</u>		Actual	Variance Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Property Taxes	\$65,127,211	\$65,127,211	\$69,639,978	\$4,512,767
Intergovernmental	41,088,838	41,088,838	41,937,056	848,218
Investment Earnings	943,695	943,695	445,354	(498,341)
Tuition and Fees	2,657,845	2,657,845	1,567,562	(1,090,283)
Extracurricular Activities	155	155	315	160
Charges for Services	101,585	101,585	90,037	(11,548)
Contributions and Donations	2,964	2,964	679	(2,285)
Payments in Lieu of Taxes	4,485,171	4,485,171	1,805,298	(2,679,873)
Miscellaneous	0	0	4,300	4,300
Total Revenues	114,407,464	114,407,464	115,490,579	1,083,115
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	61,193,467	60,487,872	57,854,379	2,633,493
Special	21,665,920	21,768,147	20,925,957	842,190
Support Services:				
Pupils	7,888,321	7,907,971	7,617,939	290,032
Instructional Staff	2,826,333	2,875,094	2,738,517	136,577
Board of Education	50,949	122,949	122,250	699
Administration	6,285,989	6,332,609	6,224,369	108,240
Fiscal	1,832,814	1,952,596	1,948,770	3,826
Business	413,313	415,373	350,381	64,992
Operation and Maintenance of Plant	9,182,330	9,934,801	8,892,228	1,042,573
Pupil Transportation	6,599,327	6,636,994	6,466,957	170,037
Central	2,513,654	2,631,818	2,391,886	239,932
Operation of Non-Instructional Services	37,087	39,816	25,141	14,675
Extracurricular Activities	1,504,726	1,632,465	1,605,886	26,579
Total Expenditures	121,994,230	122,738,505	117,164,660	5,573,845
Excess of Revenues Over (Under) Expenditures	<u>(7,586,766)</u>	<u>(8,331,041)</u>	<u>(1,674,081)</u>	<u>6,656,960</u>
<u>Other Financing Sources (Uses):</u>				
Refund of Prior Year Expenditures	10,016	10,016	16,404	6,388
Refund of Prior Year Receipts	0	(300)	(268)	32
Advances In	1,945,289	1,945,289	1,863,505	(81,784)
Advances Out	(1,863,504)	(2,563,504)	(1,090,974)	1,472,530
Transfers Out	0	(2,400,000)	(1,805,298)	594,702
Total Other Financing Sources (Uses)	91,801	(3,008,499)	(1,016,631)	1,991,868
Net Change in Fund Balance	(7,494,965)	(11,339,540)	(2,690,712)	8,648,828
Fund Balance at Beginning of Year	22,591,058	22,591,058	22,591,058	0
Prior Year Encumbrances Appropriated	742,807	742,807	742,807	0
Fund Balance at End of Year	\$15,838,900	\$11,994,325	\$20,643,153	\$8,648,828

See accompanying notes to the basic financial statements

Mason City School District
Statement of Fiduciary Net Position
Custodial Fund
June 30, 2021

	Ohio High School Athletic Association <u>Tournament Fund</u>
<u>Assets:</u>	
Equity in Pooled Cash and Cash Equivalents	<u>\$232</u>
<u>Liabilities:</u>	
Accounts Payable	<u>\$232</u>

See accompanying notes to the basic financial statements

Mason City School District
Statement of Changes in Fiduciary Net Position
Custodial Fund
for the Fiscal Year Ended June 30, 2021

	Ohio High School Athletic Association Tournament Fund
	Fund
<u>Additions:</u>	
Charges Received for OHSAA	\$232
<u>Deductions:</u>	
Distributions on Behalf of OHSAA	232
<i>Change in Net Position</i>	0
<i>Net Position at Beginning of Year - Restated See Note 3</i>	0
<i>Net Position at End of Year</i>	\$0

See accompanying notes to the basic financial statements

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

NOTE 1 – DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The Mason City School District (the “School District”) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The School District is a city district as defined by Section 3311.02 of the Ohio Revised Code. The School District operates under a locally elected five member Board of Education and provides educational services as authorized by its charter or further mandated by state/or federal agencies to residents of the School District.

The School District is located in Warren and Butler Counties in southwest Ohio. The School District serves an area of 25 square miles, with 99 percent of its territory located within Warren County and the remaining 1 percent in Butler County. Political subdivisions overlapping the School District are the City of Mason, portions of Deerfield, Union and Turtle Creek Townships in Warren County, and a portion of West Chester Township in Butler County. The School District is approximately 25 minutes northeast of downtown Cincinnati and 35 minutes southwest of downtown Dayton.

The Board of Education exercises control over the School District’s five instructional facilities: one early childhood center (Pre-K-2), one elementary school (2-3), one intermediate school (4-6), one middle school (7-8), and a high school (9-12). It is staffed by 407 full-time equivalent classified personnel and 652 certified full-time equivalent teaching personnel and administrative employees to provide services to students and other community members. The enrollment for the District during the fiscal year was 10,295.

Reporting Entity

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the School District consists of all funds, departments, boards, and agencies that are not legally separate from the School District. For the School District, this includes: education, pupil transportation, food service, and maintenance of the School District’s facilities.

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

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

The School District participates in three jointly governed organizations. These organizations are presented in Note 19 to the Basic Financial Statements. These organizations are:

Jointly Governed Organizations:
Southwestern Ohio Computer Association
Great Oaks Career Campuses
Jewell Education Foundation

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 standards-setting body for establishing governmental accounting and financial reporting principles. The more significant of the School District's accounting policies are described below.

Basis of Presentation

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

Government-wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the School District as a whole. These statements include the financial activities of the School District, except for fiduciary funds. The government-wide financial statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type; however, the School District 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 are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues 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 function is self-financing or draws from the general revenues of the School District.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

Fund Financial Statements

During the fiscal year, the School District segregates transactions related to certain School District functions or activities into 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. Fiduciary funds are reported by type.

Fund Accounting

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

Governmental Funds:

Governmental funds are those through which most governmental functions of the School District 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 liabilities and deferred inflows of resources is reported as fund balance. The following are the School District's major governmental funds:

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

Debt Service Fund – This fund is used to account for and report the accumulation of resources restricted for, and the payment of, general obligation bond principal and interest and certain other long-term obligations when the School District is obligated for the payment.

Permanent Improvement Fund – This fund is used to account for and report restricted transactions relating to the acquiring, constructing, or improving facilities within the School District.

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

Fiduciary Funds:

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefits) trust funds,

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

investment trust funds, private purpose trust funds and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangements that has certain characteristics. The School District does not have any trust funds. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. The School District has one custodial fund which is used to account for the Ohio High School Athletic Association tournament (OHSAA) monies.

Measurement Focus

Government-wide Financial Statements

The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and deferred outflows of resources and 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 (e.g., revenues) and decreases (e.g., expenses) in total net position.

Like the government-wide statements, fiduciary funds are accounted for on a flow of economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the statement of fund net position. In fiduciary funds, a liability to the beneficiaries of fiduciary activity is recognized when an event has occurred that compels the government to disburse fiduciary resources. Fiduciary fund liabilities other than those to beneficiaries are recognized using the economic resources measurement focus.

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

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 and the financial statements of the fiduciary funds are prepared using the accrual basis of accounting.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

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

Revenues - Exchange and Non-exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. “Measurable” means that the amount of the transaction can be determined, and “available” means that the resources are collectible within the current fiscal year, or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within 60 days of fiscal year-end.

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, payments in lieu of taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes and payments in lieu of 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 fiscal year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available for advance, grants, investment earnings, and miscellaneous.

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 position 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, 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 pension and OPEB plans are explained in Notes 12 and 13.

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 position that applies to a future period and will not be recognized until that time. For the School District,

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

deferred inflows of resources include deferred charge 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, 2021, but which were levied to finance fiscal year 2022 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 revenue, and investment earnings. 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 fund 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 12 and 13.)

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

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.

Cash and Cash Equivalents

Cash received by the School District is deposited into one of several bank accounts with individual fund integrity being maintained through the School District's records for cash that is pooled. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the financial statements. The School District holds money in a reserve fund to be used for the budget stabilization. The balance in this account is presented on the financial statements as "Restricted Assets: Cash and Cash Equivalents" on the financial statements.

During fiscal year 2021, the School District's investments were limited to STAROhio, Commercial Paper, Money Market Mutual Funds, Negotiable Certificates of Deposit, Municipal Bonds, and Federal agency securities. Investments, except for STAROhio, Money Market Mutual Funds, and Commercial paper, are reported at fair value which is based on quoted market

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

prices. For investments in open-end mutual funds, the fair value is determined by the fund's current share price. 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.

During fiscal year 2021, the School District invested in STAROhio. STAROhio (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. STAROhio 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 STAROhio at the net asset value (NAV) per share provided by STAROhio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For fiscal year 2021, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, twenty-four hours advance notice is appreciated for deposits and withdrawals of \$100 million or more. STAROhio reserves the right to limit the transactions to \$250 million per day, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of investment earnings. Investment earnings credited to the General Fund during fiscal year 2021 amounted to \$186,491, which includes \$97,970 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 presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months that were not purchased from the pool are reported as investments.

Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, laws of other governments, or imposed by law through constitutional provisions. Restricted assets in the General Fund represents cash equivalents legally required by State statute to be set aside by the School District for budget stabilization. See Note 20 for additional information regarding set-asides.

Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "Interfund Receivable/Payable". Interfund balances are eliminated in the Statement of Net Position.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

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 expensed/expensed when used. Inventories consist of materials and supplies held for consumption and donated and purchased food held for resale.

Capital Assets

All capital assets of the School District are general capital assets that are associated with 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.

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

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

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	15 - 100 years
Equipment	5 - 20 years

Compensated Absences

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

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

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

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

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

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 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 and capital leases are recognized as liabilities on the governmental fund financial statements when due. Net pension/OPEB liability should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan’s fiduciary net position is not sufficient for payment of those benefits.

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 the highest level of 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.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

Assigned - Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the Board of Education. State statute authorizes the Treasurer to assign fund balance for purchase orders provided such amounts have been lawfully appropriated. The Treasurer assigned fund balance to cover a gap between estimated revenue and appropriations in the fiscal year 2022 appropriated budget. The assigned fund balance also includes purchases on order, public support, and employee assistance.

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 fund 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 borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

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

Internal Activity

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

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

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

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

Budgetary Process

All funds, other than the custodial 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, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level. The Treasurer has been authorized to allocate Board appropriations to the function and object level within each fund. The budgetary comparisons included within the basic financial statements for the General Fund demonstrates compliance with this legal level of budgetary control.

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

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

Bond Premiums and Compounded Interest on Capital Appreciation Bonds

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

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

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

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 is deferred and amortized as a component of interest expense. This deferred amount is amortized over the remaining 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/inflows of resources on the Statement of Net Position.

Estimates

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

NOTE 3- CHANGE IN ACCOUNTING PRINCIPLE AND RESTATEMENT OF NET POSITION AND FUND BALANCES

For fiscal year 2021, the School District implemented the Governmental Accounting Standards Board's (GASB) Statement No. 98, The Annual Comprehensive Financial Report. GASB 98 establishes the term annual comprehensive financial report and its acronym ACFR. That new term and acronym replace instances of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments. The School District is also implementing Implementation Guide No. 2019-1. These changes were incorporated in the School District's 2021 financial statements; however, there was no effect on beginning net position/fund balance.

During fiscal year 2021, School District implemented GASB Statement No. 84, *Fiduciary Activities* and related guidance from (GASB) Implementation Guide No. 2019-2, *Fiduciary Activities*. These changes were incorporated in the School District's 2021 financial statements.

GASB Statement No. 84 established specific criteria for identifying activities that should be reported as fiduciary activities and clarifies whether and how business type activities should report their fiduciary activities. Due to the implementation of GASB Statement No. 84, the School District will no longer be reporting agency funds. The School District reviewed its agency funds and certain funds will be reported in the new fiduciary fund classification of custodial funds, while other funds have been reclassified as governmental funds. These fund reclassifications resulted in the restatement of the School District's financial statements.

Restatement of Fund Balances and Net Position

The implementation of GASB Statement No. 84 had the following effect on net position as of June 30, 2020:

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

	Governmental Activities
Net Position, June 30, 2020	\$55,101,707
Adjustments:	
GASB 84	742,088
Restated Net Position, June 30, 2020	\$55,843,795

The implementation of GASB Statement No. 84 had the following effect on fund balance as of June 30, 2020:

	Governmental Funds				Total
	General Fund	Debt Service Fund	Permanent Improvement Fund	Nonmajor Funds	
Fund Balances, June 30, 2020	\$26,893,504	\$5,200,168	\$18,117,892	\$2,432,642	\$52,644,206
Adjustments:					
GASB 84	14,330	0	0	727,758	742,088
Restated Fund Balances, June 30, 2020	\$26,907,834	\$5,200,168	\$18,117,892	\$3,160,400	\$53,386,294

The implementation of GASB Statement No. 84 had the following effect on fiduciary net position as of June 30, 2020:

	Private Purpose Trust
Net Position, June 30, 2020	\$102,895
Adjustments:	
GASB 84	(102,895)
Restated Net Position, June 30, 2020	\$0

Due to the implementation of GASB Statement No. 84, the School District's new classification of custodial funds is reporting beginning assets and liabilities of \$1,075 with no beginning net position. At June 30, 2020 the School District's agency funds reported assets and liabilities of \$731,365. As part of this restatement, \$91,097 in assets and offsetting liabilities were restated to the General Fund.

NOTE 4 – ACCOUNTABILITY

At June 30, 2021, the following funds had deficit fund balances:

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

Fund Name	Amount
Nonmajor Governmental Funds:	
Title VI-B	\$466,760
Title III	20,431
Title I	42,028
Public School Preschool	8,091
Title II-A	55,611
Classroom Facilities	286,014
Total	\$878,935

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.

NOTE 5 – BUDGETARY BASIS OF ACCOUNTING

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

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Advances In and Advances Out are operating transactions (budget basis) as opposed to Balance Sheet transactions (GAAP basis).
4. Encumbrances are treated as expenditures (budget basis) rather than restricted, committed, or assigned fund balance (GAAP basis).
5. Investments are recorded at fair value (GAAP basis) rather than cost (budget basis).
6. Budgetary revenues and expenditures of the Employee Assistance, Public School Support, and Latchkey special revenue funds are classified to the General Fund for GAAP reporting.

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

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

Net Change in Fund Balance	
GAAP Basis	\$4,861,819
Adjustments:	
Revenue Accruals	(8,223,914)
Expenditure Accruals	(396,457)
Advances	772,531
Encumbrances	(518,044)
Increase in Fair Value of Investments - 2020	615,256
Increase in Fair Value of Investments - 2021	(357,730)
Excess of revenues over expenditures for Employee Assistance Fund	(1,016)
Excess of revenues over expenditures for Public School Support Fund	(8,728)
Excess of revenues under expenditures for Latchkey Fund	565,571
Budget Basis	(\$2,690,712)

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

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit, or by savings or deposit accounts, including passbook accounts.

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

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

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;
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 above 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 division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAROhio); 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 account 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.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

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.

Investments: As of June 30, 2021, the School District had the following investments.

Measurement/Investment	Measurement Amount	Maturity	S&P's/ Moody's Rating	Percent of Total Investments
Net Asset Value per Share:				
STAROhio	\$8,617	Less than one year	AAAm	N/A
Amortized Cost:				
Commercial Paper	29,324,190	Less than one year	A-1 to A-1+	61.70%
Fair Value - Level One Inputs:				
Money Market Mutual Funds	17,857	Less than one year	AAAm	N/A
Fair Value - Level Two Inputs:				
Negotiable Certificates of Deposit	13,461,538	Less than four years	N/A	28.32%
Municipal Bonds	342,743	Less than five years	AA to Aaa	N/A
Federal Farm Credit Bank Bonds	600,969	Less than one year	AA+	N/A
Federal Home Loan Bank Notes	2,770,779	Less than four years	AA+ to AAA	5.83%
Federal Home Loan Mortgage Corporation Bonds	998,693	Less than three years	AA+	N/A
Total Fair Value - Level Two Inputs	18,174,722			
Total	\$47,525,386			

The School District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The above chart identifies the School District's recurring fair value measurements as of June 30, 2021. The money market mutual fund is measured at fair value 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: As a means of limiting its exposure to fair value losses caused by rising interest rates, the School District attempts, to the extent possible, to match investments with anticipated cash flow requirements. Unless matched to a specific obligation or debt of the School District, the School District will not directly invest in securities maturing more than three years from the date of investment. The School District does not have a formal policy regarding interest rate risk.

Credit Risk: The Standard and Poor's or Moody's rating of the School District's investments is listed in the table above. STAROhio is permitted by Ohio Revised Code Section 135.45. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

recognized standard rating service and that the money market mutual funds be rated in the highest category at the time of purchase by at least one nationally recognized rating service. The Commercial Paper investments are rated A-1 to A-1+ by Standard and Poor's. The School District's Negotiable Certificates of Deposit are covered by FDIC.

Concentration of Credit Risk: The School District's investment policy places no limit on the amount it may invest in any one issuer. The percentage that each investment represents of the total investments is listed in the table preceding.

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 2021 represents collections of calendar year 2020 taxes. Real property taxes received in calendar year 2021 were levied after April 1, 2020, on the assessed value listed as of January 1, 2020, 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 2021 represents collections of calendar year 2020 taxes. Public utility real and tangible personal property taxes received in calendar year 2021 became a lien December 31, 2019, were levied after April 1, 2020 and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The Warren County Treasurer collects property taxes on behalf of all governments in the County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2021, are available to finance fiscal year 2021 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 that are measurable as of June 30, 2021, 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 of deferred inflows – property taxes.

The amount available as an advance at June 30, 2021, was \$12,041,484 and is recognized as revenue: \$9,850,639 in the General Fund, \$2,070,773 in the Debt Service Fund, and \$120,072 in

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

the Permanent Improvement Fund. The amount available as an advance at June 30, 2020, was \$2,722,160 and is recognized as revenue: \$2,146,911 in the General Fund, \$545,554 in the Debt Service Fund, and \$29,695 in the Permanent Improvement Fund.

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 fiscal year 2021 taxes were collected are:

	2020 Second- Half Collections		2021 First- Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$1,984,746,010	97.90%	\$2,188,947,370	97.87%
Public Utility Personal	42,609,760	2.10%	47,569,460	2.13%
Total Assessed Value	\$2,027,355,770	100.00%	\$2,236,516,830	100.00%
Tax rate per \$1,000 of assessed valuation	\$82.79		\$87.10	

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.

NOTE 8 – TAX ABATEMENTS

Other governments entered into property tax abatement agreements with property owners under the Ohio Community Reinvestment Area (“CRA”) program with the taxing districts of the School District. The CRA program is a directive incentive tax exemption program benefiting property owners who renovate or construct new buildings. Under this program, the other governments designated areas to encourage revitalization of the existing housing stock and the development of new structures. Under this agreement the School District’s Property taxes were reduced by approximately \$1,096,830. The School District is receiving \$402,320 from the other governments in association with the forgone property tax revenue.

NOTE 9 – RECEIVABLES

Receivables at June 30, 2021, consisted of property taxes, intergovernmental grants, interest, accounts, and interfund. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds. Property taxes, although ultimately collectible, include some portion of delinquents that will not be collected within one year.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

NOTE 10 – CAPITAL ASSETS

Capital assets activity for the fiscal year ended June 30, 2021, was as follows:

	Balance at 6/30/2020	Additions	Deductions	Balance at 6/30/2021
<u>Governmental Activities:</u>				
Capital Assets Not Being Depreciated:				
Land	\$3,655,645	\$0	\$0	\$3,655,645
Construction in Progress	0	1,095,060	0	1,095,060
Total Capital Assets Not Being Depreciated	<u>3,655,645</u>	<u>1,095,060</u>	<u>0</u>	<u>4,750,705</u>
Capital Assets Being Depreciated:				
Buildings and Improvements	216,684,381	120,571	0	216,804,952
Equipment	19,543,046	670,982	(600,476)	19,613,552
Total Capital Assets Being Depreciated	<u>236,227,427</u>	<u>791,553</u>	<u>(600,476)</u>	<u>236,418,504</u>
Less Accumulated Depreciation:				
Building and Improvements	(38,830,979)	(2,350,516)	0	(41,181,495)
Equipment	(14,491,841)	(810,817)	599,874	(14,702,784)
Total Accumulated Depreciation	<u>(53,322,820)</u>	<u>(3,161,333) *</u>	<u>599,874</u>	<u>(55,884,279)</u>
Total Capital Assets Being Depreciated, Net	<u>182,904,607</u>	<u>(2,369,780)</u>	<u>(602)</u>	<u>180,534,225</u>
Governmental Activities Capital Assets, Net	<u>\$186,560,252</u>	<u>(\$1,274,720)</u>	<u>(\$602)</u>	<u>\$185,284,930</u>

*Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$142,396
Special	493
Support Services:	
Instructional Staff	23,846
Administration	1,218
Fiscal	1,373
Operation and Maintenance of Plant	2,322,545
Pupil Transportation	429,216
Central	34,794
Operation of Non-Instructional Services	90,254
Extracurricular Activities	115,198
Total Depreciation Expense	<u>\$3,161,333</u>

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

NOTE 11 – RISK MANAGEMENT

Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2021, the School District contracted with Wright Specialty for general liability insurance, and an umbrella policy. Property and fleet is also protected by Wright Specialty. The Travelers Insurance Company maintains the bonds for the Board President, Superintendent, and Treasurer. Wright Specialty also maintains an employee dishonesty blanket bond for all employees.

Settled claims have not exceeded the coverage in any of the past three fiscal years. There has not been a significant reduction in coverage from the prior fiscal year.

Employee Benefits

The School District is self-insured for employee health care benefits, including prescription drug coverage, for all of its employees. The health care, and prescription drug benefits are currently administered by Anthem, which provides claims review and processing services.

The School District is also self-insured for dental benefits. Third party administrative services are provided by Dental Care Plus Group. Monthly premiums for dental coverage are \$105.48 for family coverage and \$39.70 for individual coverage. The School District is responsible for payment of all claim amounts.

The School District is also self-insured for vision benefits. Third party administrative services are provided by Vision Service Plan (VSP). Monthly premiums for vision are \$9.95 for family coverage and \$4.61 for individual coverage. VSP is responsible for payment of all claim amounts as established in the plan document.

The liability for unpaid claims of \$1,396,819 reported in the General Fund at June 30, 2021, is based on the requirements of GASB Statement No. 10, *“Accounting and Financial Reporting for Risk Financing and Related Insurance Issues,”* as amended by GASB Statement No. 30, *“Risk Management Omnibus,”* which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. Estimates were calculated based upon an independent actuarial evaluation of claims payable. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claims adjustment expenses.

The amount reported as claims payable in the General Fund in the fund financial statements is \$1,396,819, since this amount is currently due and payable with expendable available financial resources. In the government-wide financial statements, the total amount of the liability for claims of \$1,396,819 has been reported as claims payable.

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

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

	Balance at Beginning of Fiscal Year	Current Fiscal Year Claims	Claims Payments	Balance at End of Fiscal Year
2020	\$1,869,565	\$17,377,016	\$17,705,502	\$1,541,079
2021	1,541,079	19,028,096	19,172,356	1,396,819

NOTE 12 – DEFINED BENEFIT PENSION PLANS

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

Net Pension/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) represent 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.

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.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

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 13 for the required OPEB disclosures.

Plan Description - 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 on or after August 1, 2017
Full Benefits	Any age with 30 years of service credit	Age 67 with 10 years of service credit; or Age 57 with 30 years of service credit
Actuarially Reduced Benefits	Age 60 with 5 years of service credit Age 55 with 25 years of service credit	Age 62 with 10 years of service credit; or Age 60 with 25 years of service credit

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

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

An individual whose benefit effective date is before April 1, 2018, is eligible for a cost of living adjustment (COLA) on the first anniversary date of the benefit. Beginning April 1, 2018, new benefit recipients must wait until the fourth anniversary of their benefit for COLA eligibility. The COLA is added each year to the base benefit amount on the anniversary date of the benefit. A three-year COLA suspension is in effect for all benefit recipients for the years 2018, 2019, and 2020. Upon resumption of the COLA, it will be indexed to the percentage increase in the CPI-W, not to exceed 2.5 percent and with a floor of 0 percent. In 2020, the Board of Trustees approved a 0.5 percent cost-of-living adjustment (COLA) for eligible retirees and beneficiaries in 2021.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

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, 2021, the allocation to pension, death benefits, and Medicare B was 14.0 percent. For fiscal year 2021, the Retirement Board did not allocate any employer contribution to the Health Care Fund.

The School District's contractually required contribution to SERS was \$2,522,777 for fiscal year 2021, none of which is reported as an intergovernmental payable.

Plan Description – 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 E. Broad St., Columbus, OH 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 to preserve the fiscal integrity of the retirement system. Benefit recipients' base benefit and past cost-of living increases are not affected by this change. Eligibility changes will be phased in until August 1, 2026, when retirement eligibility for unreduced benefits will be five year of service credit and age 65, or 35 years of service credit and at least age 60.

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

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

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

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 must have at least ten years of qualifying service credit that apply for disability benefits. Members in the DC Plan who become disabled are entitled only to their account balance. Eligible survivors of members who die before service retirement may qualify for monthly benefits. If a member of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. The fiscal year 2021 employer and employee contribution rate of 14 percent was equal to the statutory maximum rates. For fiscal year 2021, the full employer contribution was allocated to pension.

The School District's contractually required contribution to STRS was \$8,453,706 for fiscal year 2021. Of this amount, \$1,530,348 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, 2020, 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:

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

	SERS	STRS	Total
Proportion of the Net Pension Liability:			
Current Measurement Date	0.52156210%	0.49005548%	
Prior Measurement Date	0.52210830%	0.46569286%	
Change in Proportionate Share	<u>-0.00054620%</u>	<u>0.02436262%</u>	
Proportionate Share of the Net Pension Liability	\$34,497,217	\$118,575,987	\$153,073,204
Pension Expense	\$3,704,496	\$16,644,294	\$20,348,790

At June 30, 2021, 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	\$67,009	\$266,054	\$333,063
Changes of assumptions	0	6,365,241	6,365,241
Net difference between projected and actual earnings on pension plan investments	2,189,874	5,766,363	7,956,237
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	0	5,005,792	5,005,792
School District contributions subsequent to the measurement date	2,522,777	8,453,706	10,976,483
Total Deferred Outflows of Resources	<u>\$4,779,660</u>	<u>\$25,857,156</u>	<u>\$30,636,816</u>
Deferred Inflows of Resources:			
Differences between expected and actual experience	\$0	\$758,213	\$758,213
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	280,066	17,803	297,869
Total Deferred Inflows of Resources	<u>\$280,066</u>	<u>\$776,016</u>	<u>\$1,056,082</u>

\$10,976,483 reported as deferred outflows of resources related to pension resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2022	(\$259,004)	\$5,411,868	\$5,152,864
2023	637,415	3,395,983	4,033,398
2024	912,787	4,240,982	5,153,769
2025	685,619	3,578,601	4,264,220
Total	\$1,976,817	\$16,627,434	\$18,604,251

Actuarial Assumptions – SERS

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

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

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

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2020, are presented below:

Inflation	3.00 percent
Future Salary Increases, including inflation	3.50 percent to 18.20 percent
COLA or Ad Hoc COLA	2.5 percent
Investment Rate of Return	7.50 percent net of investment expense, including inflation
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)

Mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females. Mortality among service retired members, and beneficiaries were based upon the RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120 percent of male rates, and 110 percent of

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

female rates. Mortality among disabled members were based upon the RP-2000 Disabled Mortality Table, 90 percent for male rates and 100 percent for female rates, set back five years is used for the period after disability retirement.

The most recent experience study was completed for the five year period ended June 30, 2015.

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 rebalanced uncorrelated asset classes.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	2.00%	1.85%
US Stocks	22.50	5.75
Non-US Stocks	22.50	6.50
Fixed Income	19.00	2.85
Private Equity	12.00	7.60
Real Assets	17.00	6.60
Multi-Asset Strategies	5.00	6.65
Total	<u>100.00%</u>	

Discount Rate The total pension liability was calculated using the discount rate of 7.50 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the long-term assumed investment rate of return (7.50 percent). Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the School District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.50 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 (6.50 percent), or one percentage point higher (8.50 percent) than the current rate.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

	1% Decrease <u>(6.50%)</u>	Current Discount Rate <u>(7.50%)</u>	1% Increase <u>(8.50%)</u>
School District's proportionate share of the net pension liability	\$47,256,974	\$34,497,217	\$23,791,537

Actuarial Assumptions – STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the July 1, 2020, actuarial valuation are presented below:

Inflation	2.50 percent
Projected salary increases	12.50 percent at age 20 to 2.50 percent at age 65
Investment Rate of Return	7.45 percent, net of investment expenses, including inflation
Discount Rate of Return	7.45 percent
Payroll Increases	3.0 percent
Cost-of-Living Adjustments (COLA)	0.0 percent, effective July 1, 2017

Post-retirement mortality rates for healthy retirees are based on the RP-2014 Annuitant 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. Pre-retirement mortality rates are based on RP-2014 Employee Mortality Table, 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.

Actuarial assumptions used in the July 1, 2020, valuation are based on the results of an actuarial experience study for the period July 1, 2011, through June 30, 2016.

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:

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

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

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

Discount Rate The discount rate used to measure the total pension liability was 7.45 percent as of June 30, 2020. The projection of cash flows used to determine the discount rate assumes that member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2020. Therefore, the long-term expected rate of return on pension plan investments of 7.45 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2020.

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 7.45 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 (6.45 percent) or one-percentage-point higher (8.45 percent) than the current rate:

	1% Decrease (6.45%)	Current Discount Rate (7.45%)	1% Increase (8.45%)
School District's proportionate share of the net pension liability	\$168,831,565	\$118,575,987	\$75,988,574

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

NOTE 13 – DEFINED BENEFIT OPEB PLANS

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

Plan Description – 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. In addition to age and service retirees, disability benefit recipients and beneficiaries who are receiving monthly benefits due to the death of a member or retiree, are eligible for SERS' health care coverage. Most retirees and dependents choosing SERS' health care coverage are over the age of 65 and therefore enrolled in a fully insured Medicare Advantage plan; however, SERS maintains a traditional, self-insured preferred provider organization for its non-Medicare retiree population. For both groups, SERS offers a self-insured prescription drug program. Health care is a benefit that is permitted, not mandated, by statute. The financial report of the Plan is included in the SERS Annual Comprehensive Financial Report which can be obtained on SERS' website at www.ohsers.org under Employers/Audit Resources.

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

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 2021, 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 2021, this amount was \$23,000. Statutes provide that no employer shall pay a health care surcharge greater than 2.0 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 2021, the School District's surcharge obligation was \$292,461.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

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 \$292,461 for fiscal year 2021, which is reported as an intergovernmental payable.

Plan Description – State Teachers Retirement System of Ohio (STRS)

Plan Description – The State Teachers Retirement System of Ohio (STRS) administers a cost-sharing Health Plan administered for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians’ fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. The 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 fiscal year ended June 30, 2021, STRS did not allocate any employer contributions to post-employment health care.

OPEB Liabilities, 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, 2020, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of that date. The School District's proportion of the net OPEB liability (asset) was based on the School District's share of contributions to the respective retirement systems relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	SERS	STRS	Total
Proportion of the Net OPEB Liability/Asset:			
Current Measurement Date	0.52538240%	0.49005548%	
Prior Measurement Date	0.53410310%	0.46569286%	
Change in Proportionate Share	-0.00872070%	0.02436262%	
Proportionate Share of the:			
Net OPEB (Asset)	\$0	(\$8,612,715)	(\$8,612,715)
Net OPEB Liability	\$11,418,277	\$0	\$11,418,277
OPEB Expense	(\$61,287)	(\$418,862)	(\$480,149)

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

At June 30, 2021, 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	\$149,966	\$551,861	\$701,827
Changes of assumptions	1,946,419	142,175	2,088,594
Net difference between projected and actual earnings on pension plan investments	128,657	301,840	430,497
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	441,959	389,792	831,751
School District contributions subsequent to the measurement date	292,461	0	292,461
Total Deferred Outflows of Resources	\$2,959,462	\$1,385,668	\$4,345,130
Deferred Inflows of Resources:			
Differences between expected and actual experience	\$5,806,993	\$1,715,527	\$7,522,520
Changes of assumptions	287,599	8,180,633	8,468,232
Changes in proportionate share and difference between School District contributions and proportionate share of contributions	695,132	6,953	702,085
Total Deferred Inflows of Resources	\$6,789,724	\$9,903,113	\$16,692,837

\$292,461 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 in the year ending June 30, 2022. 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:			
2022	(\$789,881)	(\$2,130,817)	(\$2,920,698)
2023	(780,572)	(1,926,508)	(2,707,080)
2024	(782,086)	(1,854,832)	(2,636,918)
2025	(846,190)	(1,808,212)	(2,654,402)
2026	(684,685)	(386,560)	(1,071,245)
2027	(239,309)	(410,516)	(649,825)
Total	(\$4,122,723)	(\$8,517,445)	(\$12,640,168)

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

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, 2020, are presented as follows:

Inflation	3.00 percent
Wage Increases	3.50 percent to 18.20 percent
Investment Rate of Return	7.50 percent net of investments expense, including inflation
Municipal Bond Index Rate:	
Measurement Date	2.45 percent
Prior Measurement Date	3.13 percent
Single Equivalent Interest Rate, net of plan investment expense, including price inflation	
Measurement Date	2.63 percent
Prior Measurement Date	3.22 percent
Medical Trend Assumption	
Medicare	5.25 to 4.75 percent
Pre-Medicare	7.00 to 4.75 percent

Mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and Scale BB, 120 percent of male rates and 110 percent of female rates. RP-2000 Disabled Mortality Table with 90 percent for male rates and 100 percent for female rates set back five years.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

The most recent experience study was completed for the five year period ended June 30, 2015.

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 2010 through 2015, and was adopted by the Board on April 21, 2016. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return, 7.50 percent, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The capital market assumptions developed by the investment consultant are intended for use over a 10-year horizon and may not be useful in setting the long-term rate of return for funding pension plans which covers a longer timeframe. The assumption is intended to be a long-term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

The SERS health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as the pension plan, see Note 12.

Discount Rate The discount rate used to measure the total OPEB liability at June 30, 2020, was 2.63 percent. The discount rate used to measure total OPEB liability prior to June 30, 2019, was 3.22 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 state statute contribution rate of 2.00 percent of projected covered employee payroll each year, which includes a 1.50 percent payroll surcharge and 0.50 percent of contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to become insufficient to make future benefit payments during the fiscal year ending June 30, 2025. Therefore, the long-term expected rate of return on OPEB plan assets was used to present value the projected benefit payments through the fiscal year ending June 30, 2024, and the Fidelity General Obligation 20-year Municipal Bond Index rate of 2.45 percent, as of June 30, 2020 (i.e. municipal bond rate), was used to present value the projected benefit payments for the remaining years in the projection. The total present value of projected benefit payments from all years was then used to determine the single rate of return that was used as the discount rate. The projection of future benefit payments for all current plan members was until the benefit payments ran out.

Sensitivity of the School District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and 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 (1.63%) and higher (3.63%) than the current discount rate (2.63%). Also shown is what SERS' net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (6.00% decreasing to 3.75%) and higher (8.00% decreasing to 5.75%) than the current rate.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

	1% Decrease (1.63%)	Current Discount Rate (2.63%)	1 % Increase (3.63%)
School District's proportionate share of the net OPEB liability	\$13,975,690	\$11,418,277	\$9,385,142

	1% Decrease (6.00% decreasing to 3.75%)	Current Trend Rate (7.00% decreasing to 4.75%)	1% Increase (8.00% decreasing to 5.75%)
School District's proportionate share of the net OPEB liability	\$8,991,026	\$11,418,277	\$14,664,137

Actuarial Assumptions – STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2020, actuarial valuation are presented as follows:

Projected Salary Increases	12.50 percent at age 20 to 2.50 percent at age 65
Investment Rate of Return	7.45 percent, net of investment expenses, including inflation
Payroll Increases	3.00 percent
Discount Rate of Return	7.45 percent
Health Care Cost Trends	
Medical	
Pre-Medicare	5.00 percent initial, 4 percent ultimate
Medicare	-6.69 percent initial, 4 percent ultimate
Prescription Drug	
Pre-Medicare	6.50 percent initial, 4 percent ultimate
Medicare	11.87 initial, 4 percent ultimate

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

For healthy retirees the mortality rates are based on the RP-2014 Annuitant Mortality 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. For disabled retirees, 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.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

Actuarial assumptions used in the June 30, 2020, valuation are based on the results of an actuarial experience study for the period July 1, 2011, through June 30, 2016.

Since the prior measurement date, 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.

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 12.

Discount Rate The discount rate used to measure the total OPEB liability was 7.45 percent as of June 30, 2020. The projection of cash flows used to determine the discount rate assumes 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, 2020. Therefore, the long-term expected rate of return on health care plan investments of 7.45 percent was used to measure the total OPEB liability as of June 30, 2020.

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, 2020, calculated using the current period discount rate assumption of 7.45 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 (6.45 percent) or one percentage point higher (8.45 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 (6.45%)	Current Discount Rate (7.45%)	1 % Increase (8.45%)
School District's proportionate share of the net OPEB asset	(\$7,493,625)	(\$8,612,715)	(\$9,562,227)
	1% Decrease	Current Trend Rate	1% Increase
School District's proportionate share of the net OPEB asset	(\$9,503,288)	(\$8,612,715)	(\$7,527,870)

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

NOTE 14 – EMPLOYEE BENEFITS

Compensated Absences

The criteria for determining vacation, sick, and compensated time leave benefits are derived from negotiated agreements and State laws. Eligible classified employees and administrators earn 0 to 30 days of vacation per fiscal year, depending upon length of service and days worked. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Certified employees do not earn vacation time.

Certified employees, classified employees, and administrators earn sick leave at the rate of one and one-quarter days per month. Sick leave may be accumulated up to 260 days for all employees. Upon retirement, payment is made for accumulated, unused sick leave up to a maximum number of days, depending upon length of service and the negotiated contract.

Insurance

The School District is self-insured for employee healthcare, prescription drug, dental, vision and worker's compensation benefits. See Note 11 for more information regarding these benefits.

Deferred Compensation

School District employees may participate in the Ohio Public Employees Deferred Compensation Plan. This plan was created in accordance with Internal Revenue Code Section 457. School District employees are also permitted to participate in the 403b plans offered by many Board approved vendors. Participation is on a voluntary payroll deduction basis. The plan permits deferral of compensation until future years. According to the plans, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

NOTE 15 – LEASES – LESSEE DISCLOSURE

In prior fiscal years the School District entered into capital leases for the acquisition, construction and installation of a multi-purpose building project and an addition to the existing high school. The School District obtained financing from the Columbus Regional Airport Authority. Columbus Regional Airport Authority will retain title to the project during the lease term. Columbus Regional Airport Authority assigned U.S. Bank National Association as trustee. U.S. Bank National Association deposited \$5,249,000 in the School District's name for the construction and installation payments. The lease is renewable annually and expires in fiscal year 2032. The intention of the District is to renew the lease annually.

The capital assets acquired by lease were capitalized in the amounts of \$5,010,876 which is equal to the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded on the Statement of Net Position for governmental activities. Principal payments in fiscal year 2021 totaled \$214,000 and were paid from the Community Services Special Revenue Fund.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

The assets acquired through the capital lease as of June 30, 2021, are as follows:

	Asset Value	Accumulated Depreciation	Net Book Value
Asset:			
Furniture, Fixtures, and Equipment	\$5,010,876	(\$568,732)	\$4,442,144

The following is a schedule of the future long-term minimum lease payments required under the capital lease and the present value of the minimum lease payments as of June 30, 2021:

Fiscal Year Ending June 30,	Total Payments
2022	\$407,985
2023	419,000
2024	433,972
2025	445,745
2026	460,340
2027-2031	2,491,621
2032	249,527
Total Outstanding Lease Liability	4,908,190
Less: Amount Representing Interest	(1,077,190)
Present Value of Net Minimum Lease Payments	\$3,831,000

NOTE 16 – SHORT-TERM OBLIGATIONS

	Balance at 6/30/2020	Additions	Deductions	Balance at 6/30/2021
<u>Governmental Activities:</u>				
2020 Refunding Bond Anticipation				
Note 3.0% \$6,435,000	\$6,435,000	\$0	\$6,435,000	\$0
Unamortized Premium	10,478	0	10,478	0
2021 Refunding Bond Anticipation				
Note 1.0% \$6,965,000	0	6,965,000	0	6,965,000
Unamortized Premium	0	44,924	37,437	7,487
Total Governmental Activities	\$6,445,478	\$7,009,924	\$6,482,915	\$6,972,487

During fiscal year 2021, the School District's long-term \$6,965,000 bond anticipation note was reissued with a maturity date of August 18, 2021. The bond anticipation note was paid off in August and not reissued. Therefore, the \$6,965,000 liability outstanding at June 30, 2021, was presented as a fund liability in the financial statements. The note is backed by the full faith and credit of the School District and matures within one year. The notes was paid from the Debt Service Fund.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

NOTE 17 – LONG-TERM OBLIGATIONS

The changes in the School District’s long-term obligations during the fiscal year 2021 were as follows:

	Amounts Outstanding 6/30/2020	Additions	Deductions	Amounts Outstanding 6/30/2021	Amounts Due Within One Year
<u>Governmental Activities:</u>					
General Obligation Bonds:					
2006 Refunding High School / Recreation Center Bonds 5.16%					
Serial Bonds \$52,045,000	\$10,865,000	\$0	\$5,290,000	\$5,575,000	\$5,575,000
Unamortized Premium	559,610	0	373,073	186,537	0
2007 Refunding Early Childhood Center Bonds 4.89%					
Serial Bonds \$15,015,000	13,870,000	0	0	13,870,000	0
2013 Refunding High School Addition Bonds 4.25-4.375%					
Serial Bonds \$16,100,000	555,000	0	555,000	0	0
Capital Appreciation Bonds \$720,000	720,000	0	0	720,000	445,000
Accretion on Capital Appreciation Bonds	1,280,351	314,114	0	1,594,465	0
Unamortized Premium	1,392,325	0	464,108	928,217	0
2013 Refunding High School / Recreation Center Bonds 4.25-4.375%					
Serial Bonds \$3,640,000	1,310,000	0	1,110,000	200,000	200,000
Unamortized Premium	114,212	0	57,105	57,107	0
2016 Tax Exempt Refunding Bonds - 3.0% to 5.0%					
Serial Bonds \$10,170,000.	5,380,000	0	100,000	5,280,000	150,000
Unamortized Premium	856,882	0	171,376	685,506	0
Total General Obligation Bonds	36,903,380	314,114	8,120,662	29,096,832	6,370,000
General Obligation Notes:					
2020 Refunding Bond Anticipation Note 3.0% \$6,965,000					
Unamortized Premium	6,965,000	0	6,965,000	0	0
	11,341	0	11,341	0	0
Total General Obligation Notes	6,976,341	0	6,976,341	0	0
Total General Obligation Debt	43,879,721	314,114	15,097,003	29,096,832	6,370,000
Net Pension Liability:					
SERS	31,238,656	3,258,561	0	34,497,217	0
STRS	102,985,176	15,590,811	0	118,575,987	0
Total Net Pension Liability	134,223,832	18,849,372	0	153,073,204	0
Net OPEB Liability:					
SERS	13,431,570	0	2,013,293	11,418,277	0
Compensated Absences	11,859,655	1,677,798	1,215,739	12,321,714	1,271,543
Capital Lease	4,045,000	0	214,000	3,831,000	237,000
Total Governmental Activities Long-Term Obligations	\$207,439,778	\$20,841,284	\$18,540,035	\$209,741,027	\$7,878,543

General Obligation bonds were issued for construction and improvements to various School District facilities. The bonds will be paid from the Debt Service Fund.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

The capital lease will be paid from the Community Services Fund. Compensated absences will be paid from the General Fund, Food Service, Community Services, Auxiliary Services, Title VI-B, Title III, and Title I special revenue funds. There is no repayment schedule for the net pension/OPEB liabilities. However, employer pension/OPEB contributions are made from the following funds: General, Food Service, Community Services, Auxiliary Services, Title VI-B, Title III, and Title I funds. For additional information related to the net pension/OPEB liabilities see Notes 12 and 13.

Principal and interest requirements to retire the School District’s outstanding debt at June 30, 2021, are as follows:

Fiscal Year Ending June 30,	General Obligation Bonds			
	Serial/Term Bonds		Capital Appreciation Bonds	
	Principal	Interest	Principal	Interest
2022	\$5,925,000	\$1,138,394	\$445,000	\$1,090,000
2023	1,730,000	941,425	275,000	830,000
2024	1,670,000	856,425	0	0
2025	1,730,000	771,425	0	0
2026	1,695,000	683,681	0	0
2027-2031	9,880,000	1,952,475	0	0
2032	2,295,000	60,244	0	0
Totals	\$24,925,000	\$6,404,069	\$720,000	\$1,920,000

The School District’s overall legal debt margin was \$168,676,515 with an unvoted debt margin of \$2,236,517.

NOTE 18 – INTERFUND ACTIVITY

As of June 30, 2021, the Nonmajor Governmental Funds owed the General Fund \$1,090,725. General Fund advances are made to move unrestricted balances to support programs and projects accounted for in nonmajor governmental funds. Advancing monies to other funds is necessary due to timing differences in the receipt of grant monies. When the monies are finally received, the grant fund will use these restricted monies to reimburse the General Fund for the initial advance. All advances are expected to be repaid within one year.

Transfers were made from the General Fund to reallocate monies to the Permanent Improvement Fund for capital projects and to the nonmajor Community Services Fund to support programs accounted for in that fund.

NOTE 19 – JOINTLY GOVERNED ORGANIZATIONS

Southwestern Ohio Computer Association

The School District is a participant in the Southwest Ohio Computer Association (SWOCA), which is a computer consortium. SWOCA is an association of public school districts within the boundaries of Butler, Hamilton, Preble, and Warren Counties. The organization was formed for

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. The governing board of SWOCA consists of one representative from each district plus one representative from the fiscal agent. The Board exercises total control over the operations of the consortium including budgeting, appropriating, contracting and designating management. Each School District's degree of control is limited to its representation on the Board. The School District paid SWOCA \$148,025 for services provided during the fiscal year. Financial information can be obtained from SWOCA at 3607 Hamilton-Middletown Road, Hamilton, Ohio 45011.

Great Oaks Career Campuses

Great Oaks Career Campuses, a jointly governed organization, is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of one representative from each of the thirty-six participating school district's elected boards. Great Oaks provides coordination of career development services to students in grades K-12 in the affiliated school districts. The Board exercises total control over the operations of the organization including budgeting, appropriating, contracting and designating management. Each School District's degree of control is limited to its representation on the Board. Financial information can be obtained by writing to Great Oaks Career Campuses at 3254 East Kemper Road, Cincinnati, Ohio 45241.

Jewell Education Foundation

The School District is a participant in the Jewell Education Foundation, which is a jointly governed educational foundation established to benefit the school districts in Warren County. The Foundation was created to promote and assist in funding through soliciting grants and charitable contributions for distributions to member educational institutions of participating school districts. The governing board is made up of the Warren County Vocational School District Superintendent, one member of the 1999 Warren County Vocational School District Board of Education, not on the current board, and one member submitted by each participating school district. The Board exercises total control over the operations of the foundation including budgeting, appropriating, contracting and designating management. Each School District's degree of control is limited to its representation on the Board. The School District made no financial contribution to the Foundation during the fiscal year. Financial information can be obtained by writing to the Director of Planned Giving at P.O. Box 854, Lebanon, Ohio 45036.

NOTE 20 – SET-ASIDES

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

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

The School District is no longer required to set aside funds in the budget stabilization, with the exception of monies received from the Bureau of Workers' Compensation prior to April 10, 2011, which must be retained for budget stabilization or spent for specified purposes.

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

	Capital Acquisitions	Budget Stabilization
Set-aside Balance as of June 30, 2020	\$0	\$85,593
Current Fiscal Year Set-aside Requirement	1,859,682	0
Current Fiscal Year Offsets	(1,423,786)	0
Qualifying Disbursements	(435,896)	0
Set-aside Balance as of June 30, 2021	\$0	\$85,593

Amounts of offsets and qualifying expenditures presented in the table for the capital acquisitions set-asides were limited to those necessary to reduce the year-end balance to zero. Although the School District may have had additional offsets and qualifying expenditures for capital acquisitions, these amounts may not be used to reduce the set-aside requirements of future fiscal years and therefore are not presented as being carried forward to the next fiscal year.

NOTE 21 – SIGNIFICANT COMMITMENTS

Contractual Commitments

The School District has been and will continue to undertake a number of new construction projects as part of the Ohio Facilities Construction Commission project. The outstanding contractual commitments at June 30, 2021, are:

Contractor	Contract Amount	Amount Expended	Balance at 6/30/2021
Four Season	\$178,719	\$155,824	\$22,895
Monarch Construction	28,890,407	28,540,507	349,900
VSWC Architects	2,875,112	2,717,537	157,575
Total	\$31,944,238	\$31,413,868	\$530,370

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 fiscal year were as follows:

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

Governmental Funds:

General Fund	\$518,044
Debt Service Fund	752
Permanent Improvement Fund	1,481,769
Nonmajor Governmental Funds	839,986
Total	\$2,840,551

NOTE 22 – FUND BALANCES

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

Fund Balances	General Fund	Bond Retirement Fund	Permanent Improvement Fund	Nonmajor Governmental Funds	Total
<i>Restricted for:</i>					
Debt Service	\$0	\$7,721,240	\$0	\$0	\$7,721,240
Capital Improvements	0	0	17,530,822	0	17,530,822
Classroom Facilities	0	0	0	1,663,172	1,663,172
Building Projects	0	0	0	22,646	22,646
District and Student Managed Activities	0	0	0	1,039,727	1,039,727
Community Services	0	0	0	2,936,590	2,936,590
Food Services	0	0	0	2,913	2,913
State and Federal Grants	0	0	0	137,476	137,476
Scholarships	0	0	0	89,111	89,111
<i>Total Restricted</i>	0	7,721,240	17,530,822	5,891,635	31,143,697
<i>Committed to:</i>					
Purchases on Order:					
Professional & Technical Services	22,800	0	0	0	22,800
Property Services	30,012	0	0	0	30,012
Transportation	2,000	0	0	0	2,000
<i>Total Committed</i>	54,812	0	0	0	54,812
<i>Assigned to:</i>					
Purchases on Order:					
Professional & Technical Services	42,741	0	0	0	42,741
Property and Utility Services	136,034	0	0	0	136,034
Tuition	2,127	0	0	0	2,127
Supplies and Materials	252,487	0	0	0	252,487
Transportation	1,702	0	0	0	1,702
Dues and Fees	450	0	0	0	450
Student Activities	425	0	0	0	425
Other	4,781	0	0	0	4,781
Public Support	673,180	0	0	0	673,180
Future Appropriations	1,126,541	0	0	0	1,126,541
Employee Assistance	15,346	0	0	0	15,346
<i>Total Assigned</i>	2,255,814	0	0	0	2,255,814
<i>Unassigned (Deficits)</i>	29,459,027	0	0	(878,935)	28,580,092
<i>Total Fund Balances</i>	\$31,769,653	\$7,721,240	\$17,530,822	\$5,012,700	\$62,034,415

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

NOTE 23 – CONTINGENCIES

Grants

The School District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2021, if applicable, cannot be determined at this time.

School Foundation

In fiscal year 2021, School District foundation funding was based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education (ODE) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. As of the date of this report, additional ODE adjustments for fiscal year 2021 are finalized. As a result, a liability has been recognized on the fiscal year 2021 financial statements.

Litigation

The School District is not party to legal proceedings as of June 30, 2021.

NOTE 24 – COVID-19

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. Ohio's state of emergency ended in June of 2021 while the national state of emergency continues. During fiscal year 2021, the School District received Coronavirus Aid, Relief, and Economic Security (CARES) Act funding. The School District's investment portfolio and the investments of the pension and other employee benefit plans in which the School District participates fluctuate with market conditions, and due to market volatility, the amount of losses that will be recognized in subsequent periods, if any, cannot be determined. In addition, the impact on the School District's future operating costs, revenues, and any recovery from emergency funding, either federal or state, cannot be estimated. Additional funding has been made available through the Consolidated Appropriations Act, 2021, passed by Congress on December 21, 2020 and/or the American Rescue Plan Act, passed by Congress on March 11, 2021.

Mason City School District
Notes to the Basic Financial Statements
for the Fiscal Year Ended June 30, 2021

NOTE 25 – SUBSEQUENT EVENTS

For fiscal year 2022, School District foundation funding received from the State of Ohio will be funded using a direct funding model. Under this new model, community school, STEM school, scholarship, and open enrollment funding will be directly funded by the State of Ohio to the respective educating schools. For fiscal year 2021 and prior, the amounts related to students who were residents of the School District were funded to the School District who, in turn, made the payment to the educating school. For fiscal year 2021, the School District reported \$1,602,209 in revenues and expenditures/expenses related to these programs. Also during fiscal year 2021, the school district reported \$1,071,957 in tuition and fees from the resident school districts which will be direct funded to the School District as the educating entity in fiscal year 2022. This new funding system calculates a unique base cost and a unique “per-pupil local capacity amount” for each School District. The School District’s State core foundation funding is then calculated. Any change in funding will be subject to a phase in percentage of 16.67 percent for fiscal year 2022 and 33.33 percent for fiscal year 2023.

Mason 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 Eight Fiscal Years (1)

	<u>2021</u>	<u>2020</u>	<u>2019</u>
School District's Proportion of the Net Pension Liability	0.52156210%	0.52210830%	0.54214530%
School District's Proportionate Share of the Net Pension Liability	\$34,497,217	\$31,238,656	\$31,049,665
School District's Covered Payroll	\$18,411,679	\$17,881,207	\$17,519,519
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	187.37%	174.70%	177.23%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	68.55%	70.85%	71.36%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2014 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

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
0.51235500%	0.53056090%	0.53311760%	0.54363500%	0.54363500%
\$30,612,110	\$38,832,162	\$30,420,707	\$27,513,058	\$32,337,923
\$17,103,571	\$17,714,229	\$18,873,331	\$15,956,537	\$15,323,775
178.98%	219.21%	161.18%	172.42%	211.03%
69.50%	62.98%	69.16%	71.70%	65.52%

Mason 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 Five Fiscal Years (1)

	2021	2020	2019
School District's Proportion of the Net OPEB Liability	0.52538240%	0.53410310%	0.54966140%
School District's Proportionate Share of the Net OPEB Liability	\$11,418,277	\$13,431,570	\$15,249,092
School District's Covered Payroll	\$18,411,679	\$17,881,207	\$17,519,519
School District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	62.02%	75.12%	87.04%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	18.17%	15.57%	13.57%

(1) Although this schedule is intended to reflect information for ten years, information prior to 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

<u>2018</u>	<u>2017</u>
0.52145630%	0.53825683%
\$13,994,517	\$15,342,311
\$17,103,571	\$17,714,229
81.82%	86.61%
12.46%	11.49%

Mason City School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net Pension Liability
School Teachers Retirement System of Ohio
Last Eight Fiscal Years (1)

	<u>2021</u>	<u>2020</u>	<u>2019</u>
School District's Proportion of the Net Pension Liability	0.49005548%	0.46569286%	0.46506510%
School District's Proportionate Share of the Net Pension Liability	\$118,575,987	\$102,985,176	\$102,257,389
School District's Covered Payroll	\$59,714,264	\$56,480,571	\$52,426,029
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	198.57%	182.34%	195.05%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.50%	77.40%	77.30%

(1) Although this schedule is intended to reflect information for ten years, information prior to 2014 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

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
0.45021692%	0.45052031%	0.44768440%	0.45420873%	0.20454209%
\$106,949,994	\$150,802,728	\$123,726,873	\$110,479,282	\$131,247,785
\$47,922,093	\$47,531,486	\$49,677,086	\$49,977,400	\$52,226,769
223.17%	317.27%	249.06%	221.06%	251.30%
75.30%	66.80%	72.10%	74.70%	69.30%

Mason City School District
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net OPEB Liability
School Teachers Retirement System of Ohio
Last Five Fiscal Years (1)

	2021	2020	2019
School District's Proportion of the Net OPEB Liability (Asset)	0.49005480%	0.46569286%	0.46506517%
School District's Proportionate Share of the Net OPEB Liability (Asset)	(\$8,612,715)	(\$7,712,992)	(\$7,473,122)
School District's Covered Payroll	\$59,714,264	\$56,480,571	\$52,426,029
School District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	(14.42%)	(13.66%)	(14.25%)
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	182.10%	174.70%	176.00%

(1) Although this schedule is intended to reflect information for ten years, information prior to 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

<u>2018</u>	<u>2017</u>
0.45021692%	0.45052031%
\$17,565,803	\$24,093,943
\$47,922,093	\$47,531,486
36.65%	50.69%
47.10%	37.30%

Mason City School District
Required Supplementary Information
Schedule of the School District's Contributions
School Employees Retirement System of Ohio
Last Seven Fiscal Years (1)

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Net Pension Liability				
Contractually Required Contribution	\$2,522,777	\$2,577,635	\$2,413,963	\$2,365,135
Contributions in Relation to the Contractually Required Contribution	<u>(2,522,777)</u>	<u>(2,577,635)</u>	<u>(2,413,963)</u>	<u>(2,365,135)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School District Covered Payroll (2)	\$18,019,836	\$18,411,679	\$17,881,207	\$17,519,519
Pension Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>13.50%</u>	<u>13.50%</u>
Net OPEB Liability				
Contractually Required Contribution (3)	\$292,461	\$262,590	\$410,929	\$383,016
Contributions in Relation to the Contractually Required Contribution	<u>(292,461)</u>	<u>(262,590)</u>	<u>(410,929)</u>	<u>(383,016)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
OPEB Contributions as a Percentage of Covered Payroll	<u>1.62%</u>	<u>1.43%</u>	<u>2.30%</u>	<u>2.19%</u>
Total Contributions as a Percentage of Covered Payroll (3)	<u>15.62%</u>	<u>15.43%</u>	<u>15.80%</u>	<u>15.69%</u>

(1) Although this schedule is intended to reflect information for ten years, information prior to 2015 is not available. An additional column will be added each year.

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

(3) Includes Surcharge

See accompanying notes to the required supplementary information

<u>2017</u>	<u>2016</u>	<u>2015</u>
\$2,394,500	\$2,479,992	\$2,487,504
<u>(2,394,500)</u>	<u>(2,479,992)</u>	<u>(2,487,504)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$17,103,571	\$17,714,229	\$18,873,331
<u>14.00%</u>	<u>14.00%</u>	<u>13.18%</u>
\$291,301	\$274,888	
<u>(291,301)</u>	<u>(274,888)</u>	
<u>\$0</u>	<u>\$0</u>	
<u>1.70%</u>	<u>1.55%</u>	
<u>15.70%</u>	<u>15.55%</u>	

Mason City School District
Required Supplementary Information
Schedule of the School District's Contributions
School Teachers Retirement System of Ohio
Last Ten Fiscal Years

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Net Pension Liability				
Contractually Required Contribution	\$8,453,706	\$8,359,997	\$7,907,280	\$7,339,644
Contributions in Relation to the Contractually Required Contribution	<u>(8,453,706)</u>	<u>(8,359,997)</u>	<u>(7,907,280)</u>	<u>(7,339,644)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
School District Covered Payroll (1)	\$60,383,614	\$59,714,264	\$56,480,571	\$52,426,029
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	\$0	\$0	\$0	\$0
Contributions in Relation to the Contractually Required Contribution	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
OPEB Contributions as a Percentage of Covered Payroll	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>
Total Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>

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

See accompanying notes to the required supplementary information

<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
\$6,709,093	\$6,654,408	\$6,954,792	\$6,497,062	\$6,789,480	\$6,854,604
<u>(6,709,093)</u>	<u>(6,654,408)</u>	<u>(6,954,792)</u>	<u>(6,497,062)</u>	<u>(6,789,480)</u>	<u>(6,854,604)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$47,922,093	\$47,531,486	\$49,677,086	\$49,977,400	\$52,226,769	\$52,727,723
<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>13.00%</u>	<u>13.00%</u>	<u>13.00%</u>
\$0	\$0	\$0	\$499,774	\$522,268	\$527,277
<u>0</u>	<u>0</u>	<u>0</u>	<u>(499,774)</u>	<u>(522,268)</u>	<u>(527,277)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>1.00%</u>	<u>1.00%</u>	<u>1.00%</u>
<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>

Mason City School District
Notes to the Required Supplementary Information
for the Fiscal Year Ended June 30, 2021

NET PENSION LIABILITY

Changes in Assumptions – SERS

Beginning in fiscal year 2018, an assumption of 2.5 percent was used for COLA or Ad Hoc Cola. Prior to 2018, an assumption of 3 percent was used.

Beginning with fiscal year 2017, amounts reported 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 fiscal year 2016 and prior are presented below:

	Fiscal Year 2017	Fiscal Year 2016 and Prior
Wage Inflation	3.00 percent	3.25 percent
Future Salary Increases, including inflation	3.50 percent to 18.20 percent	4.00 percent to 22.00 percent
Investment Rate of Return	7.50 percent net of investments expense, including inflation	7.75 percent net of investments expense, including inflation

Beginning with fiscal year 2017, mortality assumptions 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 2018, 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 year 2017 and prior are presented below:

	Fiscal Year 2018	Fiscal Year 2017 and Prior
Inflation	2.50 percent	2.75 percent
Projected salary increases	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	7.45 percent, net of investment expenses, including inflation	7.75 percent, net of investment expenses, including inflation
Payroll Increases	3.0 percent	3.5 percent
Cost-of-Living Adjustments (COLA)	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 August 1, 2013, or later, 2 percent COLA commences on fifth anniversary of retirement date.

Mason City School District
Notes to the Required Supplementary Information
for the Fiscal Year Ended June 30, 2021

Beginning with fiscal year 2018, post-retirement mortality rates for healthy retirees are based on the RP-2014 Annuitant 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.

NET OPEB LIABILITY

Changes in Assumptions – SERS

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 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 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.

Mason City School District
Notes to the Required Supplementary Information
for the Fiscal Year Ended June 30, 2021

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.

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.

MASON CITY SCHOOL DISTRICT
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES

Mason City School District

Nonmajor Governmental Fund Descriptions

SPECIAL REVENUE FUNDS

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

Nonmajor Special Revenue Funds

Food Service Fund

This fund is used to account for and report the proceeds from the sale of breakfasts and lunches and grants restricted to the food service operations of the School District.

Scholarships Fund

This fund is used to account for and report monies restricted for scholarships.

Community Services Fund

This fund is used to account for and report monies restricted for developing, maximizing, coordinating, enhancing and strengthening the process of community interaction and communication with the School District.

Classroom Facilities Maintenance Fund

This fund is used to account for and report revenues restricted to expenditures for the maintenance and upkeep of classroom facilities.

Student Managed Activities Fund

This fund is used to account for and report monies restricted for student activity programs which have student participation in the activity and the School District has administrative involvement in.

District Managed Student Activities Fund

This fund is used to account for and report program fees restricted for student activity programs which have student participation in the activity, but do not have student management in the programs. This fund includes athletic programs, band, cheerleaders, and other similar types of activities.

Auxiliary Services Fund

This fund is used to account for and report restricted State grants to provide services and materials to pupils attending non-public schools within the School District.

OneNet Network Connectivity Fund

This fund is used to account for and report restricted State grants to provide network connections for technology in the School District.

Student Wellness and Success Fund

This fund is used to account for and report restricted State grants for student wellness and success initiatives.

(continued)

Mason City School District

Nonmajor Governmental Fund Descriptions

Nonmajor Special Revenue Funds
(Continued)

Miscellaneous State Grants Fund

This fund is used to account for and report various restricted grants received from State agencies which are not classified elsewhere.

Elementary and Secondary School Emergency Relief Fund

To account for and report restricted federal monies received through the American Rescue Plan Act to help the School District sustain safe operation and to aid in the impact of the Coronavirus pandemic.

Coronavirus Relief Fund

To account for and report restricted federal monies received to cover costs that are necessary expenditures incurred due to the public health emergency with respect to COVID-19.

Title VI-B Fund

This fund is used to account for and report federal grants restricted to providing full educational opportunities to handicapped children at the preschool, elementary, and secondary levels; and to assist in the training of teachers, supervisors and other specialists in providing educational services to the handicapped.

Vocational Education Fund

This fund is used to account for and report federal grants restricted to the development of vocational education programs in the following categories: secondary, post-secondary, adult, handicapped persons, cooperative education, advisory committees, and work-study projects. This fund had no cash activity during fiscal year 2021. Therefore, no budgetary statement is presented.

Title III Fund

This fund is used to account for and report federal grants restricted to meet the educational needs of School District's English as a second language students.

Title I Fund

This fund is used to account for and report federal grants restricted to meet educational needs of educationally deprived children.

Public School Preschool Fund

This fund is used to account for and report State grants restricted to the improvement and expansion of services for handicapped children between three (3) through five (5) years of age.

Title II-A Fund

This fund is used to account for and report restricted federal grants used to hire additional classroom teachers in grades one through three, so that the number of students per teacher will be reduced.

(continued)

Mason City School District

Nonmajor Governmental Fund Descriptions

Nonmajor Special Revenue Funds
(Continued)

Miscellaneous Federal Grants Fund

This fund is used to account for and report various restricted grants received through state agencies from the federal government, or directly from the federal government, which are not classified elsewhere.

Employee Assistance Fund

This fund is used to account for and report revenues assigned to provide financial and medical assistance to School District employees during times of need. This fund is included with the General Fund for GAAP reporting as it does not have a restricted or committed revenue source.

Public School Support Fund

This fund is used to account for and report specific revenues, other than taxes, generated by individual school buildings (i.e. sales of pictures, vending machines sales, etc.) Expenditures include field trips, materials, equipment, and other items to supplement co-curricular and extracurricular programs. The Board of Education grants the principal of each site the authority to spend monies on allowable activities. This fund is included with the General Fund for GAAP reporting as it does not have a restricted or committed revenue source.

Latchkey Fund

This fund is used to account for and report revenues and expenses related to the operation of the latchkey program for students of the School District. This fund is included with the General Fund for GAAP reporting as it does not have a restricted or committed revenue source.

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are established to account for and report financial resources that are restricted or assigned to expenditure for capital outlays including the acquisition or construction of capital facilities and other capital assets. The following are descriptions of the School District's nonmajor capital projects funds:

Nonmajor Capital Projects Funds

Building Fund

This fund is used to account for and report all transactions restricted for constructing improvements, renovations, and additions to the School District's buildings, including equipment.

Classroom Facilities Fund

This fund is used to account for and report grants restricted for constructing improvements, renovations, and additions to the School District's buildings, including equipment.

Mason City School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2021

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$7,021,810	\$333,065	\$7,354,875
Inventory Held for Resale	7,522	0	7,522
Receivables:			
Intergovernmental	941,229	2,638,375	3,579,604
Accounts	18,278	0	18,278
<i>Total Assets</i>	<u>\$7,988,839</u>	<u>\$2,971,440</u>	<u>\$10,960,279</u>
<u>Liabilities:</u>			
Accounts Payable	\$23,108	\$20,650	\$43,758
Contracts Payable	0	349,900	349,900
Accrued Wages and Benefits Payable	527,633	0	527,633
Intergovernmental Payable	62,592	0	62,592
Matured Compensated Absences Payable	67,484	0	67,484
Retainage Payable	0	225,883	225,883
Interfund Payable	1,090,725	0	1,090,725
<i>Total Liabilities</i>	<u>1,771,542</u>	<u>596,433</u>	<u>2,367,975</u>
<u>Deferred Inflows of Resources:</u>			
Unavailable Revenues	941,229	2,638,375	3,579,604
<u>Fund Balances:</u>			
Restricted	5,868,989	22,646	5,891,635
Unassigned (Deficit)	(592,921)	(286,014)	(878,935)
<i>Total Fund Balances (Deficit)</i>	<u>5,276,068</u>	<u>(263,368)</u>	<u>5,012,700</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$7,988,839</u>	<u>\$2,971,440</u>	<u>\$10,960,279</u>

Mason City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
for the Fiscal Year Ended June 30, 2021

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Revenues:</u>			
Intergovernmental	\$8,949,059	\$0	\$8,949,059
Investment Earnings	694	0	694
Tuition and Fees	359,740	0	359,740
Extracurricular Activities	897,299	0	897,299
Rent	499,439	0	499,439
Charges for Services	2,746,920	0	2,746,920
Contributions and Donations	103,668	0	103,668
Payments in Lieu of Taxes	831,586	0	831,586
Miscellaneous	281,194	0	281,194
<i>Total Revenues</i>	<u>14,669,599</u>	<u>0</u>	<u>14,669,599</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	500,211	0	500,211
Special	2,056,827	0	2,056,827
Support Services:			
Pupils	1,220,456	0	1,220,456
Instructional Staff	1,016,779	0	1,016,779
Administration	18,058	0	18,058
Fiscal	3,161	0	3,161
Business	94,324	0	94,324
Operation and Maintenance of Plant	2,295,248	0	2,295,248
Pupil Transportation	170,728	0	170,728
Central	9,124	0	9,124
Operation of Non-Instructional Services	4,474,319	0	4,474,319
Extracurricular Activities	1,398,127	0	1,398,127
Capital Outlay	0	367,468	367,468
Debt Service:			
Principal Retirement	214,000	0	214,000
Interest and Fiscal Charges	188,916	0	188,916
<i>Total Expenditures</i>	<u>13,660,278</u>	<u>367,468</u>	<u>14,027,746</u>
Excess of Revenues Over (Under) Expenditures	1,009,321	(367,468)	641,853
<u>Other Financing Sources:</u>			
Transfers In	1,210,447	0	1,210,447
Net Change in Fund Balances	2,219,768	(367,468)	1,852,300
Fund Balances at Beginning of Year			
- Restated See Note 3	<u>3,056,300</u>	<u>104,100</u>	<u>3,160,400</u>
Fund Balances (Deficit) at End of Year	<u>\$5,276,068</u>	<u>(\$263,368)</u>	<u>\$5,012,700</u>

This Page Left Blank Intentionally

Mason City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2021

	Food Service Fund	Scholarships Fund	Community Services Fund	Classroom Facilities Maintenance Fund
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$227,721	\$89,111	\$2,937,219	\$1,663,172
Inventory Held for Resale	7,522	0	0	0
Receivables:				
Intergovernmental	0	0	0	0
Accounts	0	0	12,313	0
<i>Total Assets</i>	<u>\$235,243</u>	<u>\$89,111</u>	<u>\$2,949,532</u>	<u>\$1,663,172</u>
<u>Liabilities:</u>				
Accounts Payable	\$892	\$0	\$2,407	\$0
Accrued Wages and Benefits Payable	146,224	0	2,079	0
Intergovernmental Payable	17,730	0	8,456	0
Matured Compensated Absences Payable	67,484	0	0	0
Interfund Payable	0	0	0	0
<i>Total Liabilities</i>	<u>232,330</u>	<u>0</u>	<u>12,942</u>	<u>0</u>
<u>Deferred Inflows of Resources:</u>				
Unavailable Revenues	0	0	0	0
<u>Fund Balances:</u>				
Restricted	2,913	89,111	2,936,590	1,663,172
Unassigned (Deficit)	0	0	0	0
<i>Total Fund Balances (Deficit)</i>	<u>2,913</u>	<u>89,111</u>	<u>2,936,590</u>	<u>1,663,172</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$235,243</u>	<u>\$89,111</u>	<u>\$2,949,532</u>	<u>\$1,663,172</u>

Student Managed Activities Fund	District Managed Student Activities Fund	Auxiliary Services Fund	Miscellaneous State Grants Fund	Elementary and Secondary School Emergency Relief Fund	Coronavirus Relief Fund	Title VI-B Fund
\$656,944	\$517,490	\$108,355	\$60,752	\$2,253	\$23,131	\$480,086
0	0	0	0	0	0	0
0	0	0	11,142	0	0	602,923
0	5,965	0	0	0	0	0
<u>\$656,944</u>	<u>\$523,455</u>	<u>\$108,355</u>	<u>\$71,894</u>	<u>\$2,253</u>	<u>\$23,131</u>	<u>\$1,083,009</u>
\$6,035	\$10,300	\$718	\$0	\$0	\$0	\$756
0	0	10,829	7,277	0	0	313,894
0	801	2,474	1,262	0	0	29,273
0	0	0	0	0	0	0
0	123,536	0	11,142	2,253	23,131	602,923
<u>6,035</u>	<u>134,637</u>	<u>14,021</u>	<u>19,681</u>	<u>2,253</u>	<u>23,131</u>	<u>946,846</u>
0	0	0	11,142	0	0	602,923
650,909	388,818	94,334	41,071	0	0	0
0	0	0	0	0	0	(466,760)
<u>650,909</u>	<u>388,818</u>	<u>94,334</u>	<u>41,071</u>	<u>0</u>	<u>0</u>	<u>(466,760)</u>
<u>\$656,944</u>	<u>\$523,455</u>	<u>\$108,355</u>	<u>\$71,894</u>	<u>\$2,253</u>	<u>\$23,131</u>	<u>\$1,083,009</u>

(continued)

Mason City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2021
(Continued)

	Vocational Education Fund	Title III Fund	Title I Fund	Public School Preschool Fund
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$2,071	\$72,815	\$44,551	\$17,116
Inventory Held for Resale	0	0	0	0
Receivables:				
Intergovernmental	0	77,990	52,600	25,147
Accounts	0	0	0	0
<i>Total Assets</i>	<u>\$2,071</u>	<u>\$150,805</u>	<u>\$97,151</u>	<u>\$42,263</u>
<u>Liabilities:</u>				
Accounts Payable	\$0	\$0	\$0	\$0
Accrued Wages and Benefits Payable	0	13,890	31,085	2,355
Intergovernmental Payable	0	1,471	451	147
Matured Compensated Absences Payable	0	0	0	0
Interfund Payable	0	77,885	55,043	22,705
<i>Total Liabilities</i>	<u>0</u>	<u>93,246</u>	<u>86,579</u>	<u>25,207</u>
<u>Deferred Inflows of Resources:</u>				
Unavailable Revenues	0	77,990	52,600	25,147
<u>Fund Balances:</u>				
Restricted	2,071	0	0	0
Unassigned (Deficit)	0	(20,431)	(42,028)	(8,091)
<i>Total Fund Balances (Deficit)</i>	<u>2,071</u>	<u>(20,431)</u>	<u>(42,028)</u>	<u>(8,091)</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$2,071</u>	<u>\$150,805</u>	<u>\$97,151</u>	<u>\$42,263</u>

Title II-A Fund	Miscellaneous Federal Grants Fund	Total Nonmajor Special Revenue Funds
\$104,169	\$14,854	\$7,021,810
0	0	7,522
156,572	14,855	941,229
0	0	18,278
<u>\$260,741</u>	<u>\$29,709</u>	<u>\$7,988,839</u>
\$2,000	\$0	\$23,108
0	0	527,633
527	0	62,592
0	0	67,484
<u>157,253</u>	<u>14,854</u>	<u>1,090,725</u>
<u>159,780</u>	<u>14,854</u>	<u>1,771,542</u>
<u>156,572</u>	<u>14,855</u>	<u>941,229</u>
0	0	5,868,989
<u>(55,611)</u>	<u>0</u>	<u>(592,921)</u>
<u>(55,611)</u>	<u>0</u>	<u>5,276,068</u>
<u>\$260,741</u>	<u>\$29,709</u>	<u>\$7,988,839</u>

Mason City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
for the Fiscal Year Ended June 30, 2021

	Food Service Fund	Scholarships Fund	Community Services Fund	Classroom Facilities Maintenance Fund
<u>Revenues:</u>				
Intergovernmental	\$1,824,509	\$0	\$0	\$0
Investment Earnings	10	0	14	0
Tuition and Fees	0	0	99,595	0
Extracurricular Activities	0	0	6,615	0
Rent	0	0	490,227	0
Charges for Services	796,270	0	1,950,650	0
Contributions and Donations	0	1,546	11,079	0
Payments in Lieu of Taxes	0	0	0	831,586
Miscellaneous	2,836	0	80,040	0
<i>Total Revenues</i>	<u>2,623,625</u>	<u>1,546</u>	<u>2,638,220</u>	<u>831,586</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	0	0	112,541	0
Special	0	0	0	0
Support Services:				
Pupils	0	0	794	0
Instructional Staff	0	0	0	0
Administration	0	0	9,097	0
Fiscal	0	0	0	0
Business	0	0	94,324	0
Operation and Maintenance of Plant	66	0	972,805	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	3,332,519	1,000	16,025	0
Extracurricular Activities	0	0	52,704	0
Debt Service:				
Principal Retirement	0	0	214,000	0
Interest and Fiscal Charges	0	0	188,916	0
<i>Total Expenditures</i>	<u>3,332,585</u>	<u>1,000</u>	<u>1,661,206</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	(708,960)	546	977,014	831,586
<u>Other Financing Sources:</u>				
Transfers In	0	0	1,210,447	0
<i>Net Change in Fund Balances</i>	(708,960)	546	2,187,461	831,586
<i>Fund Balances (Deficit) at Beginning of Year - Restated See Note 3</i>	<u>711,873</u>	<u>88,565</u>	<u>749,129</u>	<u>831,586</u>
<i>Fund Balances (Deficit) at End of Year</i>	<u><u>\$2,913</u></u>	<u><u>\$89,111</u></u>	<u><u>\$2,936,590</u></u>	<u><u>\$1,663,172</u></u>

Student Managed Activities Fund	District Managed Student Activities Fund	Auxiliary Services Fund	OneNet Network Connectivity Fund	Student Wellness and Success Fund	Miscellaneous State Grants Fund
\$0	\$0	\$870,828	\$7,200	\$442,072	\$278,175
661	4	5	0	0	0
0	260,145	0	0	0	0
249,043	641,641	0	0	0	0
0	9,212	0	0	0	0
0	0	0	0	0	0
40,733	50,310	0	0	0	0
0	0	0	0	0	0
1,558	196,760	0	0	0	0
<u>291,995</u>	<u>1,158,072</u>	<u>870,833</u>	<u>7,200</u>	<u>442,072</u>	<u>278,175</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	442,072	56,468
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	168,069
0	0	0	7,200	0	0
0	0	1,028,603	0	0	0
279,868	1,064,200	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>279,868</u>	<u>1,064,200</u>	<u>1,028,603</u>	<u>7,200</u>	<u>442,072</u>	<u>224,537</u>
12,127	93,872	(157,770)	0	0	53,638
0	0	0	0	0	0
12,127	93,872	(157,770)	0	0	53,638
<u>638,782</u>	<u>294,946</u>	<u>252,104</u>	<u>0</u>	<u>0</u>	<u>(12,567)</u>
<u>\$650,909</u>	<u>\$388,818</u>	<u>\$94,334</u>	<u>\$0</u>	<u>\$0</u>	<u>\$41,071</u>

(continued)

Mason City School District
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
for the Fiscal Year Ended June 30, 2021
(Continued)

	Elementary and Secondary School Emergency Relief Fund	Coronavirus Relief Fund	Title VI-B Fund	Vocational Education Fund
<u>Revenues:</u>				
Intergovernmental	\$918,153	\$1,811,575	\$2,329,912	\$0
Investment Earnings	0	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Rent	0	0	0	0
Charges for Services	0	0	0	0
Contributions and Donations	0	0	0	0
Payments in Lieu of Taxes	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>918,153</u>	<u>1,811,575</u>	<u>2,329,912</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	26,369	354,988	6,313	0
Special	11,273	55,653	1,619,717	0
Support Services:				
Pupils	4,255	37,175	678,692	0
Instructional Staff	0	899,896	2,104	0
Administration	8,961	0	0	0
Fiscal	0	3,161	0	0
Business	0	0	0	0
Operation and Maintenance of Plant	863,060	459,317	0	0
Pupil Transportation	956	1,385	0	0
Central	1,924	0	0	0
Operation of Non-Instructional Services	0	0	81,078	0
Extracurricular Activities	1,355	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
<i>Total Expenditures</i>	<u>918,153</u>	<u>1,811,575</u>	<u>2,387,904</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	0	0	(57,992)	0
<u>Other Financing Sources:</u>				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	0	0	(57,992)	0
<i>Fund Balances (Deficit) at Beginning of Year - Restated See Note 3</i>	<u>0</u>	<u>0</u>	<u>(408,768)</u>	<u>2,071</u>
<i>Fund Balances End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>(\$466,760)</u>	<u>\$2,071</u>

Title III Fund	Title I Fund	Public School Preschool Fund	Title II-A Fund	Miscellaneous Federal Grants Fund	Total Nonmajor Special Revenue Funds
\$127,941	\$213,837	\$36,370	\$75,131	\$13,356	\$8,949,059
0	0	0	0	0	694
0	0	0	0	0	359,740
0	0	0	0	0	897,299
0	0	0	0	0	499,439
0	0	0	0	0	2,746,920
0	0	0	0	0	103,668
0	0	0	0	0	831,586
0	0	0	0	0	281,194
<u>127,941</u>	<u>213,837</u>	<u>36,370</u>	<u>75,131</u>	<u>13,356</u>	<u>14,669,599</u>
0	0	0	0	0	500,211
125,904	212,399	31,881	0	0	2,056,827
0	1,000	0	0	0	1,220,456
323	3,800	5,113	92,793	12,750	1,016,779
0	0	0	0	0	18,058
0	0	0	0	0	3,161
0	0	0	0	0	94,324
0	0	0	0	0	2,295,248
0	318	0	0	0	170,728
0	0	0	0	0	9,124
0	0	0	14,488	606	4,474,319
0	0	0	0	0	1,398,127
0	0	0	0	0	214,000
0	0	0	0	0	188,916
<u>126,227</u>	<u>217,517</u>	<u>36,994</u>	<u>107,281</u>	<u>13,356</u>	<u>13,660,278</u>
1,714	(3,680)	(624)	(32,150)	0	1,009,321
0	0	0	0	0	1,210,447
1,714	(3,680)	(624)	(32,150)	0	2,219,768
<u>(22,145)</u>	<u>(38,348)</u>	<u>(7,467)</u>	<u>(23,461)</u>	<u>0</u>	<u>3,056,300</u>
<u>(\$20,431)</u>	<u>(\$42,028)</u>	<u>(\$8,091)</u>	<u>(\$55,611)</u>	<u>\$0</u>	<u>\$5,276,068</u>

Mason City School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2021

	Building Fund	Classroom Facilities Fund	Total Nonmajor Capital Projects Funds
<u>Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$107,182	\$225,883	\$333,065
Receivables:			
Intergovernmental	0	2,638,375	2,638,375
<i>Total Assets</i>	<u>\$107,182</u>	<u>\$2,864,258</u>	<u>\$2,971,440</u>
<u>Liabilities:</u>			
Accounts Payable	\$3,374	\$17,276	\$20,650
Contracts Payable	81,162	268,738	349,900
Retainage Payable	0	225,883	225,883
<i>Total Liabilities</i>	<u>84,536</u>	<u>511,897</u>	<u>596,433</u>
<u>Deferred Inflows of Resources:</u>			
Unavailable Revenues	0	2,638,375	2,638,375
<u>Fund Balances:</u>			
Restricted	22,646	0	22,646
Unassigned (Deficit)	0	(286,014)	(286,014)
<i>Total Fund Balances (Deficit)</i>	<u>22,646</u>	<u>(286,014)</u>	<u>(263,368)</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$107,182</u>	<u>\$2,864,258</u>	<u>\$2,971,440</u>

Mason City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
for the Fiscal Year Ended June 30, 2021

	Building Fund	Classroom Facilities Fund	Total Nonmajor Capital Projects Funds
<u>Revenues:</u>	\$0	\$0	\$0
<u>Expenditures:</u>			
Capital Outlay	94,096	273,372	367,468
Net Change in Fund Balances	(94,096)	(273,372)	(367,468)
Fund Balances (Deficit) at Beginning of Year	116,742	(12,642)	104,100
Fund Balances (Deficit) at End of Year	\$22,646	(\$286,014)	(\$263,368)

MASON CITY SCHOOL DISTRICT

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (BUDGET BASIS)**

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Debt Service Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
	<u> </u>	<u> </u>	<u> </u>
<u>Revenues:</u>			
Property Taxes	\$14,801,013	\$14,801,013	\$0
Intergovernmental	2,192,023	2,133,394	(58,629)
Investment Earnings	2,829	152	(2,677)
	<u> </u>	<u> </u>	<u> </u>
<i>Total Revenues</i>	<u>16,995,865</u>	<u>16,934,559</u>	<u>(61,306)</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Administration	12,161	12,161	0
Fiscal	219,227	191,669	27,558
Debt Service:			
Principal Retirement	20,455,000	20,455,000	0
Interest and Fiscal Charges	1,873,356	1,869,239	4,117
	<u> </u>	<u> </u>	<u> </u>
<i>Total Expenditures</i>	<u>22,559,744</u>	<u>22,528,069</u>	<u>31,675</u>
Excess of Revenues Over (Under) Expenditures	<u>(5,563,879)</u>	<u>(5,593,510)</u>	<u>(29,631)</u>
<u>Other Financing Sources:</u>			
Refunding Bond Anticipation Notes Issued	6,965,000	6,965,000	0
Premium on Refunding Bond Anticipation Notes Issued	45,000	44,924	(76)
Refund of Prior Year Expenditures	246	246	0
	<u> </u>	<u> </u>	<u> </u>
<i>Total Other Financing Sources</i>	<u>7,010,246</u>	<u>7,010,170</u>	<u>(76)</u>
Net Change in Fund Balance	1,446,367	1,416,660	(29,707)
Fund Balance at Beginning of Year	11,262,486	11,262,486	0
Prior Year Encumbrances Appropriated	3,748	3,748	0
	<u> </u>	<u> </u>	<u> </u>
Fund Balance at End of Year	<u>\$12,712,601</u>	<u>\$12,682,894</u>	<u>(\$29,707)</u>

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Permanent Improvement Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property Taxes	\$828,935	\$828,935	\$0
Intergovernmental	95,091	94,317	(774)
Investment Earnings	6,022	271	(5,751)
Payments in Lieu of Taxes	1,597,879	1,597,879	0
Miscellaneous	80,821	76,723	(4,098)
<i>Total Revenues</i>	<u>2,608,748</u>	<u>2,598,125</u>	<u>(10,623)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	521,599	401,136	120,463
Special	2,031	2,031	0
Support Services:			
Pupils	833	833	0
Instructional Staff	1,705,723	1,489,826	215,897
Administration	693	693	0
Fiscal	20,704	15,724	4,980
Operation and Maintenance of Plant	1,585,806	1,555,401	30,405
Pupil Transportation	607,240	460,107	147,133
Central	61,899	61,899	0
Extracurricular Activities	22,176	22,176	0
Capital Outlay	1,083,733	367,070	716,663
<i>Total Expenditures</i>	<u>5,612,437</u>	<u>4,376,896</u>	<u>1,235,541</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,003,689)</u>	<u>(1,778,771)</u>	<u>1,224,918</u>
<u>Other Financing Sources (Uses):</u>			
Refund of Prior Year Expenditures	42	42	0
Transfers In	1,359,017	594,851	(764,166)
Transfers Out	(890,487)	(831,586)	58,901
<i>Total Other Financing Sources (Uses)</i>	<u>468,572</u>	<u>(236,693)</u>	<u>(705,265)</u>
Net Change in Fund Balance	(2,535,117)	(2,015,464)	519,653
Fund Balance at Beginning of Year	17,640,764	17,640,764	0
Prior Year Encumbrances Appropriated	939,639	939,639	0
Fund Balance at End of Year	<u>\$16,045,286</u>	<u>\$16,564,939</u>	<u>\$519,653</u>

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Food Service Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$2,202,232	\$1,880,232	(\$322,000)
Investment Earnings	376	10	(366)
Charges for Services	796,984	796,270	(714)
Miscellaneous	1,500	1,483	(17)
<i>Total Revenues</i>	<u>3,001,092</u>	<u>2,677,995</u>	<u>(323,097)</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Operation and Maintenance of Plant	100	66	34
Operation of Non-Instructional Services	3,462,710	3,332,810	129,900
<i>Total Expenditures</i>	<u>3,462,810</u>	<u>3,332,876</u>	<u>129,934</u>
Excess of Revenues Over (Under) Expenditures	(461,718)	(654,881)	(193,163)
<u>Other Financing Sources:</u>			
Refund of Prior Year Expenditures	1,353	1,353	0
Net Change in Fund Balance	(460,365)	(653,528)	(193,163)
Fund Balance at Beginning of Year	857,060	857,060	0
Prior Year Encumbrances Appropriated	18,521	18,521	0
Fund Balance at End of Year	<u>\$415,216</u>	<u>\$222,053</u>	<u>(\$193,163)</u>

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Scholarships Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Investment Earnings	\$34	\$0	(\$34)
Contributions and Donations	1,546	1,546	0
<i>Total Revenues</i>	1,580	1,546	(34)
<u>Expenditures:</u>			
Current:			
Operation of Non-Instructional Services	3,000	1,000	2,000
Net Change in Fund Balance	(1,420)	546	1,966
Fund Balance at Beginning of Year	88,563	88,563	0
Fund Balance at End of Year	\$87,143	\$89,109	\$1,966

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)*
Community Services Fund
for the Fiscal Year Ended June 30, 2021

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Investment Earnings	\$202	\$14	(\$188)
Tuition and Fees	100,019	99,595	(424)
Extracurricular Activities	6,615	6,615	0
Rent	492,181	492,158	(23)
Charges for Services	1,954,491	1,954,374	(117)
Contributions and Donations	11,300	11,079	(221)
Miscellaneous	80,036	79,376	(660)
<i>Total Revenues</i>	<u>2,644,844</u>	<u>2,643,211</u>	<u>(1,633)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	213,656	127,742	85,914
Support Services:			
Pupils	2,788	794	1,994
Administration	9,102	9,101	1
Business	147,253	94,059	53,194
Operation and Maintenance of Plant	1,293,033	1,013,604	279,429
Operation of Non-Instructional Services	48,183	23,996	24,187
Extracurricular Activities	80,611	50,992	29,619
Capital Outlay	250,000	244,780	5,220
Debt Service:			
Principal Retirement	216,012	214,000	2,012
Interest and Fiscal Charges	188,916	188,916	0
<i>Total Expenditures</i>	<u>2,449,554</u>	<u>1,967,984</u>	<u>481,570</u>
Excess of Revenues Over (Under) Expenditures	<u>195,290</u>	<u>675,227</u>	<u>479,937</u>
<u>Other Financing Sources (Uses):</u>			
Refund of Prior Year Expenditures	664	664	0
Transfers In	1,210,447	1,210,477	30
Advances Out	(1,647,381)	(747,381)	900,000
Refund of Prior Year Receipts	(1,648)	(1,648)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(437,918)</u>	<u>462,112</u>	<u>900,030</u>
Net Change in Fund Balance	(242,628)	1,137,339	1,379,967
Fund Balance at Beginning of Year	1,378,498	1,378,498	0
Prior Year Encumbrances Appropriated	107,759	107,759	0
Fund Balance at End of Year	<u>\$1,243,629</u>	<u>\$2,623,596</u>	<u>\$1,379,967</u>

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Classroom Facilities Maintenance Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>	\$0	\$0	\$0
<u>Expenditures:</u>			
Capital Outlay	830,000	0	830,000
Excess of Revenues Over (Under) Expenditures	(830,000)	0	830,000
<u>Other Financing Sources:</u>			
Transfers In	831,586	831,586	0
Net Change in Fund Balance	1,586	831,586	830,000
Fund Balance at Beginning of Year	831,586	831,586	0
Fund Balance at End of Year	\$833,172	\$1,663,172	\$830,000

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Student Managed Activities Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Investment Earnings	\$718	\$661	(\$57)
Extracurricular Activities	286,800	248,384	(38,416)
Contributions and Donations	51,656	40,733	(10,923)
Miscellaneous	4,821	1,558	(3,263)
<i>Total Revenues</i>	343,995	291,336	(52,659)
<u>Expenditures:</u>			
Current:			
Extracurricular Activities	531,549	291,610	239,939
Excess of Revenues Over (Under) Expenditures	(187,554)	(274)	187,280
<u>Other Financing Sources:</u>			
Refund of Prior Year Expenditures	659	659	0
Net Change in Fund Balance	(186,895)	385	187,280
Fund Balance at Beginning of Year	607,552	607,552	0
Prior Year Encumbrances Appropriated	31,223	31,223	0
Fund Balance at End of Year	\$451,880	\$639,160	\$187,280

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
District Managed Student Activities Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Investment Earnings	\$44	\$4	(\$40)
Tuition and Fees	272,469	260,145	(12,324)
Extracurricular Activities	613,485	585,835	(27,650)
Rent	9,212	9,212	0
Contributions and Donations	52,779	50,310	(2,469)
Miscellaneous	220,889	199,898	(20,991)
<i>Total Revenues</i>	1,168,878	1,105,404	(63,474)
<u>Expenditures:</u>			
Current:			
Extracurricular Activities	1,316,683	1,074,758	241,925
Excess of Revenues Over (Under) Expenditures	(147,805)	30,646	178,451
<u>Other Financing Sources (Uses):</u>			
Refund of Prior Year Expenditures	2,708	2,708	0
Advances In	117,450	117,450	0
Advances Out	(25,017)	(25,017)	0
<i>Total Other Financing Sources (Uses)</i>	95,141	95,141	0
Net Change in Fund Balance	(52,664)	125,787	178,451
Fund Balance at Beginning of Year	247,715	247,715	0
Prior Year Encumbrances Appropriated	69,735	69,735	0
Fund Balance at End of Year	\$264,786	\$443,237	\$178,451

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Auxiliary Services Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$870,828	\$870,828	\$0
Investment Earnings	5	5	0
<i>Total Revenues</i>	870,833	870,833	0
<u>Expenditures:</u>			
Current:			
Operation of Non-Instructional Services	1,183,745	1,165,425	18,320
Excess of Revenues Over (Under) Expenditures	(312,912)	(294,592)	18,320
<u>Other Financing Sources:</u>			
Refund of Prior Year Expenditures	800	800	0
Net Change in Fund Balance	(312,112)	(293,792)	18,320
Fund Balance at Beginning of Year	166,424	166,424	0
Prior Year Encumbrances Appropriated	145,688	145,688	0
Fund Balance at End of Year	\$0	\$18,320	\$18,320

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
OneNet Network Connectivity Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$7,200	\$7,200	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Central	7,200	7,200	0
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$0	\$0

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Student Wellness and Success Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$442,072	\$442,072	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils	442,072	442,072	0
Net Change in Fund Balance	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$0	\$0

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Miscellaneous State Grants Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$395,117	\$278,175	(\$116,942)
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils	66,113	57,650	8,463
Operation and Maintenance of Plant	52,290	0	52,290
Pupil Transportation	285,009	168,069	116,940
<i>Total Expenditures</i>	403,412	225,719	177,693
Excess of Revenues Over (Under) Expenditures	(8,295)	52,456	60,751
<u>Other Financing Sources (Uses):</u>			
Advances In	11,142	11,142	0
Advances Out	(12,264)	(12,264)	0
<i>Total Other Financing Sources (Uses)</i>	(1,122)	(1,122)	0
Net Change in Fund Balance	(9,417)	51,334	60,751
Fund Balance at Beginning of Year	9,417	9,417	0
Fund Balance at End of Year	\$0	\$60,751	\$60,751

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Elementary and Secondary School Emergency Relief Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$918,153	\$918,153	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	26,369	26,369	0
Special	11,273	11,273	0
Support Services:			
Pupils	4,255	4,255	0
Administration	8,961	8,961	0
Operation and Maintenance of Plant	863,060	863,060	0
Pupil Transportation	956	956	0
Central	1,924	1,924	0
Operation of Non-Instructional Services	2,253	0	2,253
Extracurricular Activities	1,355	1,355	0
<i>Total Expenditures</i>	920,406	918,153	2,253
Excess of Revenues Over (Under) Expenditures	(2,253)	0	2,253
<u>Other Financing Sources:</u>			
Advances In	2,253	2,253	0
Net Change in Fund Balance	0	2,253	2,253
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$2,253	\$2,253

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Coronavirus Relief Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$1,811,575	\$1,811,575	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	354,988	354,988	0
Special	55,653	55,653	0
Support Services:			
Pupils	37,175	37,175	0
Instructional Staff	923,027	899,896	23,131
Fiscal	3,161	3,161	0
Operation and Maintenance of Plant	459,317	459,317	0
Pupil Transportation	1,385	1,385	0
<i>Total Expenditures</i>	1,834,706	1,811,575	23,131
Excess of Revenues Over (Under) Expenditures	(23,131)	0	23,131
<u>Other Financing Sources:</u>			
Advances In	23,131	23,131	0
Net Change in Fund Balance	0	23,131	23,131
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$23,131	\$23,131

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Title VI-B Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$2,329,912	\$2,329,912	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	1,857,472	1,603,227	254,245
Support Services:			
Pupils	777,661	667,046	110,615
Instructional Staff	27,601	2,104	25,497
Operation of Non-Instructional Services	170,052	102,249	67,803
<i>Total Expenditures</i>	2,832,786	2,374,626	458,160
Excess of Revenues Over (Under) Expenditures	(502,874)	(44,714)	458,160
<u>Other Financing Sources (Uses):</u>			
Advances In	602,923	602,923	0
Advances Out	(882,545)	(882,545)	0
<i>Total Other Financing Sources (Uses)</i>	(279,622)	(279,622)	0
Net Change in Fund Balance	(782,496)	(324,336)	458,160
Fund Balance at Beginning of Year	777,043	777,043	0
Prior Year Encumbrances Appropriated	5,453	5,453	0
Fund Balance at End of Year	\$0	\$458,160	\$458,160

Mason City School District
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Title III Fund
for the Fiscal Year Ended June 30, 2021

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$128,046	\$127,941	(\$105)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	179,760	127,384	52,376
Support Services:			
Instructional Staff	19,699	199	19,500
Operation of Non-Instructional Services	1,000	0	1,000
<i>Total Expenditures</i>	200,459	127,583	72,876
Excess of Revenues Over (Under) Expenditures	(72,413)	358	72,771
<u>Other Financing Sources (Uses):</u>			
Advances In	77,885	77,885	0
Advances Out	(60,035)	(60,035)	0
<i>Total Other Financing Sources (Uses)</i>	17,850	17,850	0
Net Change in Fund Balance	(54,563)	18,208	72,771
Fund Balance at Beginning of Year	54,364	54,364	0
Prior Year Encumbrances Appropriated	199	199	0
Fund Balance at End of Year	\$0	\$72,771	\$72,771

Mason City School District
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Title I Fund
for the Fiscal Year Ended June 30, 2021

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$213,837	\$213,837	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	251,796	211,629	40,167
Support Services:			
Pupils	1,000	1,000	0
Instructional Staff	3,843	3,800	43
Pupil Transportation	318	318	0
Operation of Non-Instructional Services	4,341	0	4,341
<i>Total Expenditures</i>	261,298	216,747	44,551
Excess of Revenues Over (Under) Expenditures	(47,461)	(2,910)	44,551
<u>Other Financing Sources (Uses):</u>			
Advances In	55,043	55,043	0
Advances Out	(36,134)	(36,134)	0
<i>Total Other Financing Sources (Uses)</i>	18,909	18,909	0
Net Change in Fund Balance	(28,552)	15,999	44,551
Fund Balance at Beginning of Year	28,552	28,552	0
Fund Balance at End of Year	\$0	\$44,551	\$44,551

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Public School Preschool Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$36,370	\$36,370	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	43,528	35,482	8,046
Instructional Staff	14,069	5,000	9,069
<i>Total Expenditures</i>	57,597	40,482	17,115
Excess of Revenues Over (Under) Expenditures	(21,227)	(4,112)	17,115
<u>Other Financing Sources (Uses):</u>			
Advances In	22,705	22,705	0
Advances Out	(7,254)	(7,254)	0
<i>Total Other Financing Sources (Uses)</i>	15,451	15,451	0
Net Change in Fund Balance	(5,776)	11,339	17,115
Fund Balance at Beginning of Year	5,776	5,776	0
Fund Balance at End of Year	\$0	\$17,115	\$17,115

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)*
Title II-A Fund
for the Fiscal Year Ended June 30, 2021

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$75,131	\$75,131	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff	188,532	92,266	96,266
Operation of Non-Instructional Services	19,709	14,495	5,214
<i>Total Expenditures</i>	208,241	106,761	101,480
Excess of Revenues Over (Under) Expenditures	(133,110)	(31,630)	101,480
<u>Other Financing Sources (Uses):</u>			
Advances In	157,253	157,253	0
Advances Out	(81,750)	(81,750)	0
<i>Total Other Financing Sources (Uses)</i>	75,503	75,503	0
Net Change in Fund Balance	(57,607)	43,873	101,480
Fund Balance at Beginning of Year	58,296	58,296	0
Fund Balance at End of Year	\$689	\$102,169	\$101,480

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Miscellaneous Federal Grants Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$13,356	\$13,356	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff	24,222	12,750	11,472
Operation of Non-Instructional Services	3,988	3,987	1
<i>Total Expenditures</i>	28,210	16,737	11,473
Excess of Revenues Over (Under) Expenditures	(14,854)	(3,381)	11,473
<u>Other Financing Sources (Uses):</u>			
Advances In	14,854	14,854	0
Advances Out	(11,125)	(11,125)	0
<i>Total Other Financing Sources (Uses)</i>	3,729	3,729	0
Net Change in Fund Balance	(11,125)	348	11,473
Fund Balance at Beginning of Year	11,125	11,125	0
Fund Balance at End of Year	\$0	\$11,473	\$11,473

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Building Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>	\$0	\$0	\$0
<u>Expenditures:</u>			
Capital Outlay	111,842	98,667	13,175
Net Change in Fund Balance	(111,842)	(98,667)	13,175
Fund Balance at Beginning of Year	7,672	7,672	0
Prior Year Encumbrances Appropriated	111,841	111,841	0
Fund Balance at End of Year	\$7,671	\$20,846	\$13,175

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Classroom Facilities Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>	\$0	\$0	\$0
<u>Expenditures:</u>			
Capital Outlay	289,184	258,135	31,049
Net Change in Fund Balance	(289,184)	(258,135)	31,049
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	289,184	289,184	0
Fund Balance at End of Year	\$0	\$31,049	\$31,049

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Employee Assistance Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Investment Earnings	\$5	\$0	(\$5)
Contributions and Donations	1,500	1,016	(484)
<i>Total Revenues</i>	1,505	1,016	(489)
<u>Expenditures:</u>			
	0	0	0
Net Change in Fund Balance	1,505	1,016	(489)
Fund Balance at Beginning of Year	14,330	14,330	0
Fund Balance at End of Year	\$15,835	\$15,346	(\$489)

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Public School Support Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Tuition and Fees	\$1,309,395	\$1,309,395	\$0
Extracurricular Activities	342,193	333,824	(8,369)
Contributions and Donations	86,128	81,854	(4,274)
Miscellaneous	9,707	8,177	(1,530)
<i>Total Revenues</i>	<u>1,747,423</u>	<u>1,733,250</u>	<u>(14,173)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	472,067	354,588	117,479
Special	1,367,617	1,355,715	11,902
Support Services:			
Board of Education	1,873	1,873	0
Operation and Maintenance of Plant	46,833	445	46,388
Pupil Transportation	1,000	347	653
Central	4,500	543	3,957
Operation of Non-Instructional Services	12,334	1,862	10,472
Extracurricular Activities	40,332	28,516	11,816
<i>Total Expenditures</i>	<u>1,946,556</u>	<u>1,743,889</u>	<u>202,667</u>
Excess of Revenues Over (Under) Expenditures	<u>(199,133)</u>	<u>(10,639)</u>	<u>188,494</u>
<u>Other Financing Sources:</u>			
Refund of Prior Year Expenditures	249	249	0
Advances In	1,994	1,994	0
<i>Total Other Financing Sources</i>	<u>2,243</u>	<u>2,243</u>	<u>0</u>
Net Change in Fund Balance	(196,890)	(8,396)	188,494
Fund Balance at Beginning of Year	650,791	650,791	0
Prior Year Encumbrances Appropriated	14,121	14,121	0
Fund Balance at End of Year	<u><u>\$468,022</u></u>	<u><u>\$656,516</u></u>	<u><u>\$188,494</u></u>

Mason City School District
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget and Actual (Budget Basis)
Latchkey Fund
for the Fiscal Year Ended June 30, 2021*

	Final Budgeted Amount	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Investment Earnings	\$221	\$12	(\$209)
Charges for Services	411,236	395,138	(16,098)
Contributions and Donations	2,500	141	(2,359)
<i>Total Revenues</i>	<u>413,957</u>	<u>395,291</u>	<u>(18,666)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	1,950	0	1,950
Operation of Non-Instructional Services	879,475	829,780	49,695
Extracurricular Activities	163,197	162,567	630
<i>Total Expenditures</i>	<u>1,044,622</u>	<u>992,347</u>	<u>52,275</u>
Excess of Revenues Over (Under) Expenditures	<u>(630,665)</u>	<u>(597,056)</u>	<u>33,609</u>
<u>Other Financing Sources (Uses):</u>			
Refund of Prior Year Expenditures	1,066	1,066	0
Refund of Prior Year Receipts	(600)	(600)	0
<i>Total Other Financing Sources (Uses)</i>	<u>466</u>	<u>466</u>	<u>0</u>
Net Change in Fund Balance	(630,199)	(596,590)	33,609
Fund Balance at Beginning of Year	869,229	869,229	0
Prior Year Encumbrances Appropriated	28,670	28,670	0
Fund Balance at End of Year	<u>\$267,700</u>	<u>\$301,309</u>	<u>\$33,609</u>

This Page Intentionally Left Blank



**Statistical
Section**

Statistical Tables

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

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the School District's most significant local revenue source, property taxes.

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.

Demographic and Economic Information

These Schedules offer demographic and economic indicators to help the reader understand the environment within which the School District's financial activities take place.

Operating Information

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.

Sources

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

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

Fiscal Year	2012	2013	2014 (1)	2015
Governmental Activities:				
Net Investment in Capital Assets	\$40,667,026	\$46,466,926	\$50,767,119	\$51,834,565
Restricted	25,059,547	27,840,790	27,740,454	31,879,104
Unrestricted (Deficit)	<u>30,049,791</u>	<u>27,418,240</u>	<u>(129,592,529)</u>	<u>(120,034,729)</u>
<i>Total Net Position (Deficit)</i>	<u><u>\$95,776,364</u></u>	<u><u>\$101,725,956</u></u>	<u><u>(\$51,084,956)</u></u>	<u><u>(\$36,321,060)</u></u>

(1) The School District reported the impact of GASB Statement No. 68 beginning in fiscal year 2014.

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

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

<u>2016</u>	<u>2017 (2)</u>	<u>2018</u>	<u>2019</u>	<u>2020 (3)</u>	<u>2021</u>
\$60,022,603	\$66,402,057	\$86,330,715	\$129,766,300	\$134,327,167	\$146,114,112
33,340,612	32,778,083	60,611,546	32,435,558	36,987,048	41,653,643
<u>(120,047,956)</u>	<u>(123,113,369)</u>	<u>(98,679,933)</u>	<u>(103,475,454)</u>	<u>(115,470,420)</u>	<u>(119,911,321)</u>
<u>(\$26,684,741)</u>	<u>(\$23,933,229)</u>	<u>\$48,262,328</u>	<u>\$58,726,404</u>	<u>\$55,843,795</u>	<u>\$67,856,434</u>

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

Fiscal Year	2012	2013	2014	2015 (1)
Expenses:				
Current:				
Instruction	\$64,220,741	\$65,304,074	\$65,567,175	\$71,759,192
Support Services:				
Pupils	6,997,992	6,620,329	6,956,891	6,915,158
Instructional Staff	7,965,043	1,422,550	2,384,639	2,389,958
Board of Education	58,014	250,134	57,685	60,845
Administration	5,473,265	5,245,939	5,345,653	5,269,714
Fiscal	1,788,154	1,797,291	1,932,376	1,859,141
Business	453,915	472,876	447,303	421,654
Operation and Maintenance of Plant	12,666,272	13,096,862	12,976,097	12,433,209
Pupil Transportation	6,686,897	6,497,196	6,619,587	6,221,325
Central	3,700,107	3,542,809	3,279,666	3,105,493
Operation of Non-Instructional Services	6,449,265	6,119,224	5,988,246	6,484,771
Extracurricular Activities	3,052,085	3,241,891	3,351,887	3,290,127
Interest and Fiscal Charges	6,025,236	5,148,229	7,025,687	4,503,141
<i>Total Expenses</i>	<u>125,536,986</u>	<u>118,759,404</u>	<u>121,932,892</u>	<u>124,713,728</u>
Program Revenues:				
Governmental Activities:				
Charges for Services and Sales:				
Instruction	3,695,339	3,581,819	4,074,943	4,517,089
Support Services:				
Pupils	5,834	1,034	1,522	4,222
Instructional Staff	366	16,647	11,783	6,661
Administration	0	0	0	5,468
Business	131,781	96,480	174,176	160,911
Operation and Maintenance of Plant	1,133,157	826,183	1,445,552	1,258,416
Pupil Transportation	0	0	422	3,588
Central	590	1	17	0
Operation of Non-Instructional Services	3,645,072	3,501,751	3,281,890	3,418,897
Extracurricular Activities	1,947,812	1,794,764	2,037,073	1,940,095
Operating Grants, Interest, and Contributions	5,697,717	5,360,476	6,630,987	7,040,629
Capital Grants, Interest, and Contributions	0	0	0	0
<i>Total Program Revenues</i>	<u>16,257,668</u>	<u>15,179,155</u>	<u>17,658,365</u>	<u>18,355,976</u>
<i>Net Expense</i>	<u>(\$109,279,318)</u>	<u>(\$103,580,249)</u>	<u>(\$104,274,527)</u>	<u>(\$106,357,752)</u>

2016	2017	2018 (2)	2019	2020	2021 (3)
\$66,906,992	\$74,489,440	\$35,941,935	\$69,241,151	\$81,055,097	\$90,473,437
7,915,545	7,736,352	3,800,082	7,372,124	8,663,578	9,536,132
2,572,243	3,110,272	2,796,433	3,064,046	4,098,974	4,637,492
64,284	136,638	138,899	111,245	68,358	123,848
5,459,816	6,131,843	972,419	4,572,650	6,490,891	6,683,458
1,826,523	2,160,384	1,005,830	1,754,587	2,154,423	2,148,527
463,923	531,596	110,619	468,664	620,540	435,942
12,445,936	12,799,417	9,664,573	12,731,323	18,693,214	13,779,266
6,262,821	6,613,893	3,280,142	6,415,481	7,874,708	6,862,980
2,437,029	2,528,808	1,324,691	2,468,899	4,124,590	2,398,899
6,400,287	6,671,478	4,860,953	6,082,681	6,304,875	5,476,583
3,466,056	3,428,746	1,697,858	3,235,015	3,530,012	3,593,351
4,111,137	3,679,221	2,859,926	2,500,391	2,185,420	1,562,182
120,332,592	130,018,088	68,454,360	120,018,257	145,864,680	147,712,097
3,798,624	5,123,863	4,455,855	4,346,747	3,584,036	3,467,024
8,675	1,442	1,800	779	0	0
13,303	0	0	0	0	0
8,895	9,702	7,069	84,718	99,442	89,221
176,699	184,040	129,194	27,283	0	0
1,343,914	1,378,993	824,587	133,945	2,512,265	490,227
0	0	0	0	0	0
0	0	0	0	0	0
3,397,489	3,267,274	3,152,483	3,040,079	3,486,795	1,193,322
2,009,068	1,886,329	1,864,828	1,940,650	2,765,008	2,315,634
7,126,928	7,844,513	7,625,002	8,706,812	8,465,078	12,757,833
0	0	0	0	3,991	0
17,883,595	19,696,156	18,060,818	18,281,013	20,916,615	20,313,261
(\$102,448,997)	(\$110,321,932)	(\$50,393,542)	(\$101,737,244)	(\$124,948,065)	(\$127,398,836)

(continued)

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

Fiscal Year	2012	2013	2014	2015 (1)
General Revenues and Other				
Changes in Net Position:				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	\$49,004,611	\$50,625,797	\$46,641,011	\$56,481,261
Debt Service	11,350,361	11,837,442	10,948,558	13,292,896
Capital Outlay	570,167	572,491	518,442	629,514
Grants and Entitlements Restricted for Capital Construction	0	0	0	0
Grants and Entitlements not Restricted to Specific Programs	42,386,226	41,301,384	43,444,518	45,646,771
Investments Earnings	486,293	21,871	185,110	85,326
Gifts and Donations not Restricted to Specific Programs	31,069	101,247	150,018	108,151
Payments in Lieu of Taxes	4,778,155	5,555,468	3,771,193	4,318,908
Miscellaneous	708,680	393,022	681,835	558,821
<i>Total General Revenues and Other</i> <i>Changes in Net Position</i>	109,315,562	110,408,722	106,340,685	121,121,648
<i>Restatement of Net Position</i>	0	0	0	0
<i>Change in Net Position</i>	<u>\$36,244</u>	<u>\$6,828,473</u>	<u>\$2,066,158</u>	<u>\$14,763,896</u>

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

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

(3) Governmental Activities are first impacted by the implementation of GASB Statement No. 84 beginning in fiscal year 2021.

<u>2016</u>	<u>2017</u>	<u>2018 (2)</u>	<u>2019</u>	<u>2020</u>	<u>2021 (3)</u>
\$48,393,144	\$58,117,164	\$57,835,024	\$48,776,828	\$59,490,800	\$77,671,566
11,132,818	13,277,230	13,246,320	11,346,575	14,175,519	16,380,813
673,718	666,047	692,986	609,889	771,579	922,604
0	33,794,366	0	0	0	0
45,479,897	44,840,676	43,829,088	42,967,258	40,114,123	40,406,516
149,052	191,392	633,027	1,640,777	1,549,317	150,549
39,017	50,000	0	29,542	2,878	679
5,635,305	4,630,395	5,046,252	4,801,885	4,621,838	3,403,177
582,365	642,262	1,306,402	2,028,566	597,314	475,571
112,085,316	156,209,532	122,589,099	112,201,320	121,323,368	139,411,475
0	0	0	0	742,088	0
<u>\$9,636,319</u>	<u>\$45,887,600</u>	<u>\$72,195,557</u>	<u>\$10,464,076</u>	<u>(\$2,882,609)</u>	<u>\$12,012,639</u>

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

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Fund:				
Committed	\$0	\$0	\$0	\$0
Assigned	453,699	6,458,415	2,085,713	1,090,919
Unassigned	31,456,329	25,600,588	28,026,632	36,194,522
<i>Total General Fund</i>	<u>31,910,028</u>	<u>32,059,003</u>	<u>30,112,345</u>	<u>37,285,441</u>
All Other Governmental Funds:				
Nonspendable	40,450	60,368	0	0
Restricted	23,567,432	27,134,389	27,995,049	32,147,340
Committed	0	9,977	9,977	0
Assigned	0	0	2,085,713	1,090,919
Unassigned (Deficit)	(7,257,846)	(7,315,115)	20,363,548	29,847,003
<i>Total All Other Governmental Funds</i>	<u>16,350,036</u>	<u>19,889,619</u>	<u>50,454,287</u>	<u>63,085,262</u>
<i>Total Governmental Funds</i>	<u><u>\$48,260,064</u></u>	<u><u>\$51,948,622</u></u>	<u><u>\$80,566,632</u></u>	<u><u>\$100,370,703</u></u>

(1) The School District implemented GASB Statement No. 84 in fiscal year 2021.
Fiscal year 2020 has been restated to reflect changes.

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020 (1)</u>	<u>2021</u>
\$0	\$0	\$0	\$0	\$90,784	\$54,812
1,069,724	4,255,497	11,982,081	24,574,143	9,070,246	2,255,814
<u>34,427,290</u>	<u>38,177,226</u>	<u>31,304,113</u>	<u>5,337,067</u>	<u>17,746,804</u>	<u>29,459,027</u>
<u>35,497,014</u>	<u>42,432,723</u>	<u>43,286,194</u>	<u>29,911,210</u>	<u>26,907,834</u>	<u>31,769,653</u>
0	0	0	0	0	0
33,514,871	33,191,172	38,430,592	29,183,267	27,003,858	31,143,697
0	0	0	0	0	0
1,069,724	4,255,497	0	0	0	0
<u>28,925,499</u>	<u>37,675,537</u>	<u>(549,940)</u>	<u>(640,683)</u>	<u>(525,398)</u>	<u>(878,935)</u>
<u>63,510,094</u>	<u>75,122,206</u>	<u>37,880,652</u>	<u>28,542,584</u>	<u>26,478,460</u>	<u>30,264,762</u>
<u>\$99,007,108</u>	<u>\$117,554,929</u>	<u>\$81,166,846</u>	<u>\$58,453,794</u>	<u>\$53,386,294</u>	<u>\$62,034,415</u>

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

	2012	2013	2014	2015
Revenues:				
Property Taxes	\$60,288,880	\$65,182,145	\$58,136,666	\$70,578,586
Intergovernmental	49,089,810	46,877,573	49,608,589	52,820,730
Investment Earnings	603,465	26,968	177,608	92,767
Tuition and Fees	2,515,311	2,655,445	3,040,814	3,437,268
Extracurricular Activities	1,884,715	1,681,678	1,853,772	1,680,111
Rent	0	0	0	0
Charges for Services	6,215,452	5,562,734	6,227,734	6,315,917
Contributions and Donations	0	0	0	0
Payments in Lieu of Taxes	4,778,155	5,555,468	3,771,193	4,318,908
Miscellaneous	679,903	395,557	771,206	549,023
<i>Total Revenues</i>	<u>126,055,691</u>	<u>127,937,568</u>	<u>123,587,582</u>	<u>139,793,310</u>
Expenditures:				
Current:				
Instruction	63,516,740	64,031,836	64,497,627	68,181,928
Support Services:				
Pupils	7,042,546	6,547,920	6,914,148	7,054,999
Instructional Staff	7,896,816	1,518,557	2,365,585	2,404,644
Board of Education	58,014	250,134	57,685	61,315
Administration	5,401,632	5,206,190	5,269,650	5,481,341
Fiscal	1,766,689	1,788,716	1,957,646	1,931,843
Business	453,580	441,407	445,040	434,372
Operation and Maintenance of Plant	10,593,149	11,144,409	11,538,247	10,807,624
Pupil Transportation	5,998,494	5,832,777	6,556,743	5,730,801
Central	3,666,498	3,174,086	2,911,398	2,920,588
Operation of Non-Instructional Services	6,300,558	5,899,742	5,503,217	6,460,795
Extracurricular Activities	2,868,870	3,034,665	3,168,911	3,244,502
Capital Outlay	532,743	523,717	20,507	92,741
Debt Service:				
Principal Retirement	8,612,000	9,538,000	6,647,000	8,466,000
Interest and Fiscal Charges	6,246,996	5,390,008	7,228,513	4,913,373
Issuance Costs	0	314,815	0	0
<i>Total Expenditures</i>	<u>130,955,325</u>	<u>124,636,979</u>	<u>125,081,917</u>	<u>128,186,866</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(\$4,899,634)</u>	<u>\$3,300,589</u>	<u>(\$1,494,335)</u>	<u>\$11,606,444</u>

2016	2017	2018	2019	2020 (1)	2021
\$58,898,232	\$73,379,471	\$71,375,267	\$61,108,412	\$74,484,268	\$94,589,250
52,630,047	52,538,177	62,720,709	69,829,570	49,493,486	53,148,393
93,934	230,885	636,666	1,568,440	1,590,696	187,608
2,731,732	4,064,377	3,506,887	3,577,503	3,870,964	3,727,169
1,723,057	1,607,507	1,602,987	1,611,856	1,253,274	1,231,438
0	0	0	0	2,518,121	499,439
6,396,579	6,222,941	5,407,416	4,383,704	3,669,376	3,233,193
0	0	0	0	177,403	187,358
5,635,305	4,630,395	4,848,792	4,756,647	4,621,838	3,403,177
526,682	649,084	1,384,109	1,914,935	597,314	391,973
<u>128,635,568</u>	<u>143,322,837</u>	<u>151,482,833</u>	<u>148,751,067</u>	<u>142,276,740</u>	<u>160,598,998</u>
67,201,564	70,047,255	72,328,986	77,540,881	75,348,612	83,188,912
7,480,831	7,354,465	7,618,774	8,193,687	8,086,006	8,876,041
2,706,886	3,104,463	4,100,505	3,358,703	3,895,368	4,458,014
64,662	135,545	153,385	113,286	68,358	123,848
5,515,942	5,591,558	5,948,006	5,655,720	5,986,145	6,305,306
1,835,162	2,066,361	1,892,449	1,952,534	2,049,372	2,119,226
453,876	522,844	443,311	553,665	604,393	410,331
10,809,004	11,712,430	11,555,490	11,615,780	11,276,047	11,692,515
6,418,207	6,284,309	6,136,955	6,772,352	6,608,553	6,914,117
2,249,808	2,344,341	2,488,998	2,676,973	3,950,746	2,317,587
6,236,907	6,458,499	6,411,535	6,601,288	5,897,375	5,292,412
3,413,531	3,187,316	3,360,655	3,469,749	3,073,329	3,202,984
448,244	26,206	10,022,711	29,933,462	3,656,483	911,544
8,873,000	20,358,000	9,615,000	9,883,000	21,898,000	14,234,000
4,503,112	3,890,033	3,500,012	2,522,351	2,721,902	1,904,040
0	168,110	0	78,999	0	0
<u>128,210,736</u>	<u>143,251,735</u>	<u>145,576,772</u>	<u>170,922,430</u>	<u>155,120,689</u>	<u>151,950,877</u>
<u>\$424,832</u>	<u>\$71,102</u>	<u>\$5,906,061</u>	<u>(\$22,171,363)</u>	<u>(\$12,843,949)</u>	<u>\$8,648,121</u>

(continued)

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

	2012	2013	2014	2015
Other Financing Sources (Uses):				
Payment to Refunded Bond Escrow Agent	\$0	(\$23,808,438)	\$0	\$0
Refunding Bond Anticipation Notes Issued	0	0	0	0
Premium on Bond Anticipation Notes Issued	0	0	0	0
Proceeds from Sale of Capital Assets	0	73,154	0	0
Refunding Bonds Issued	0	20,460,000	0	0
Premium on Refunding Bonds Issued	0	3,663,253	0	0
Transfers In	16,951,461	16,060,000	15,819,000	15,297,229
Transfers Out	(16,951,461)	(16,060,000)	(15,819,000)	(15,297,229)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>387,969</u>	<u>0</u>	<u>0</u>
<i>Restatement of Fund Balance</i>	0	0	0	0
<i>Net Change in Fund Balances</i>	<u>(\$4,899,634)</u>	<u>\$3,688,558</u>	<u>(\$1,494,335)</u>	<u>\$11,606,444</u>
 <i>Debt Service as a Percentage of Noncapital Expenditures</i>	 11.5%	 12.0%	 11.2%	 10.5%

(1) The implementation of GASB 84 resulted in a fund balance restatement.

2016	2017	2018	2019	2020 (1)	2021
\$0	\$0	\$0	(\$16,019,788)	\$0	\$0
0	0	0	15,015,000	6,965,000	0
0	0	0	265,485	68,048	0
0	0	138,579	197,614	1,313	0
0	10,170,000	0	0	0	0
0	1,371,010	0	0	0	0
14,092,243	17,237,749	10,276,000	5,960,000	94,288	1,805,298
<u>(14,092,243)</u>	<u>(17,237,749)</u>	<u>(10,276,000)</u>	<u>(5,960,000)</u>	<u>(94,288)</u>	<u>(1,805,298)</u>
0	11,541,010	138,579	(541,689)	7,034,361	0
0	0	0	0	742,088	0
<u>\$424,832</u>	<u>\$11,612,112</u>	<u>\$6,044,640</u>	<u>(\$22,713,052)</u>	<u>(\$5,067,500)</u>	<u>\$8,648,121</u>
10.6%	17.2%	9.8%	8.8%	16.3%	10.8%

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

Collection Year	Real Property		Tangible Personal Property	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2011	\$1,505,970,130	\$4,302,771,800	\$21,168,660	\$60,481,886
2012	1,443,664,060	4,124,754,457	27,216,000	77,760,000
2013	1,461,234,590	4,174,955,971	29,850,640	85,287,543
2014	1,482,387,830	4,235,393,800	32,320,460	92,344,171
2015	1,629,258,740	4,655,024,971	33,913,130	96,894,658
2016	1,663,905,800	4,754,016,571	34,841,600	99,547,429
2017	1,695,789,200	4,845,112,000	37,827,010	108,077,171
2018	1,912,206,480	5,463,447,086	40,462,230	115,606,371
2019	1,984,746,010	5,670,702,886	42,609,760	121,742,171
2020	2,188,947,370	6,254,135,343	47,569,460	135,912,743

Source: Ohio Department of Taxation and Warren County Auditor

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

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

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

Total			
Assessed Value	Estimated Actual Value	Total Direct Rate	Weighted Average Property Tax Rate (per \$1,000 of assessed value)
\$1,527,138,790	\$4,363,253,686	83.45	\$73.55
1,470,880,060	4,202,514,457	83.97	73.25
1,491,085,230	4,260,243,514	83.97	73.15
1,514,708,290	4,327,737,971	83.97	73.06
1,663,171,870	4,751,919,629	83.11	73.11
1,698,747,400	4,853,564,000	83.11	73.10
1,733,616,210	4,953,189,171	83.11	73.01
1,952,668,710	5,579,053,457	82.79	73.08
2,027,355,770	5,792,445,057	82.79	73.06
2,236,516,830	6,390,048,086	87.10	77.65

Mason City School District
Principal Real and Personal Property Taxpayers
Tax Collection (Calendar) Years 2021 and 2012

Tax Payer	2021		Percentage of Real Property Assessed Valuation
	Assessed Value	Rank	
Duke Energy Ohio Inc.	\$47,413,300	1	2.12%
Ramco-Gersheson	34,111,560	2	1.53
GC Net Lease	19,481,680	3	0.87
Somerset at Deerfield	15,887,550	4	0.71
CVG Partners IV LLC	13,884,450	5	0.62
GS-A Deerfield Crossing	13,424,620	6	0.60
CP Mason LLC (formerly LSREF 4 Skyline (OH/NE))	12,960,790	7	0.58
Hills Properties LTD	10,995,500	8	0.49
Lenscrafters Inc.	8,518,700	9	0.38
Indiana Senior Housing	8,298,560	10	0.37
Duke Realty Ohio	0	N/A	0.00
Twin Fountains of Mason	0	N/A	0.00
Community Insurance	0	N/A	0.00
Kenwood Lincoln Mercury	0	N/A	0.00
Mason Christian Village	0	N/A	0.00
Sterling Lakes Apartments	0	N/A	0.00
Northeast Cincinnati Hotel	0	N/A	0.00
Cintas Sales Corp.	0	N/A	0.00
Total	184,976,710		8.27%
All Others	2,051,540,120		91.73%
Total Assessed Valuation	<u>\$2,236,516,830</u>		<u>100.00%</u>

Source: Warren County Auditor

2012		
Assessed Value	Rank	Percentage of Real Property Assessed Valuation
\$21,494,280	1	1.41%
0	N/A	0.00
0	N/A	0.00
15,889,860	2	1.04
0	N/A	0.00
9,229,480	3	0.60
8,695,050	4	0.57
7,676,110	5	0.50
6,987,920	6	0.46
6,973,740	7	0.46
6,284,240	8	0.41
6,018,640	9	0.39
5,565,000	10	0.36
94,814,320		6.20%
1,432,324,470		93.80%
<u>\$1,527,138,790</u>		<u>100.00%</u>

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

Calendar Year	School District Direct Rate				Overlapping Rates			
	General	Bond	Permanent Improvement	Total	Warren County	City of Mason	Mason Public Library	Deerfield Township
2011	74.46	8.56	0.43	83.45	5.78	7.32	0.75	12.60
2012	74.46	9.08	0.43	83.97	5.78	7.32	0.75	12.60
2013	74.46	9.08	0.43	83.97	5.78	6.72	0.75	14.10
2014	74.46	9.08	0.43	83.97	5.78	6.72	0.75	14.10
2015	74.46	8.22	0.43	83.11	5.78	6.72	0.75	14.10
2016	74.46	8.22	0.43	83.11	5.78	6.72	0.75	14.10
2017	74.46	8.22	0.43	83.11	5.78	6.72	0.75	14.10
2018	74.46	7.90	0.43	82.79	5.78	6.72	0.50	14.10
2019	74.46	7.90	0.43	82.79	6.28	6.72	0.50	14.10
2020	79.17	7.50	0.43	87.10	6.28	6.72	0.50	14.10

Source: Warren County Auditor

Overlapping Rates

Great Oaks JVSD	Warren-Clinton Community Mental Health	Turtlecreek Township	Union Township	Warren County Health District	City of Lebanon	Lebanon Library	Weighted Average
2.70	1.00	9.12	9.20	0.50	7.82	1.00	73.55
2.70	1.00	9.12	9.20	0.50	7.82	1.00	73.25
2.70	1.00	9.12	9.20	0.50	8.32	1.00	73.15
2.70	1.00	9.12	9.20	0.50	9.32	1.00	73.06
2.70	1.00	9.12	9.20	0.50	9.32	1.00	73.11
2.70	1.00	9.12	9.20	0.50	9.32	1.00	73.10
2.70	1.00	9.12	13.10	0.50	9.32	1.00	73.01
2.70	1.00	9.12	13.10	0.50	9.32	1.00	73.08
2.70	1.00	9.12	13.10	0.50	9.32	1.00	73.06
2.70	1.00	9.12	13.10	0.50	11.32	1.00	77.65

This Page Intentionally Left Blank

Mason City School District
Property Tax Levies and Collections
Last Ten Collection (Calendar) Years

Collection Year (1)	Total Current Tax Levied (2)	Current Tax Collection	Percent of Current Levy Collected	Delinquent Tax Collection (3)	Total Tax Collections	Percent Of Total Collections To Total Levy
2011	\$70,093,350	\$68,714,230	98.03%	\$1,379,120	\$70,093,350	100.00%
2012	70,237,102	69,277,930	98.63	959,172	70,237,102	100.00
2013	71,446,609	70,531,504	98.72	915,105	71,446,609	100.00
2014	71,144,660	69,751,930	98.04	1,038,720	70,790,650	99.50
2015	73,825,100	72,825,654	98.65	999,446	73,825,100	100.00
2016	75,428,947	74,177,960	98.34	1,065,126	75,243,086	99.75
2017	76,823,664	75,781,755	98.64	1,041,978	76,823,733	100.00
2018	80,642,224	79,788,968	98.94	857,255	80,646,223	100.00
2019	83,415,178	81,804,294	98.07	1,610,884	83,415,178	100.00
2020	101,973,531	100,238,677	98.30	1,440,983	101,679,660	99.71

Source: Warren County Auditor

- (1) The 2021 information cannot be presented because all collections have not been made by June 30, 2021.
- (2) Taxes levied and collected are presented on a cash basis because that is the manner that information is maintained by the County Auditor.
- (3) Penalties and interest are included since, by Ohio law, they become part of the tax obligation as assessment occurs.

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

Fiscal Year	General Obligation Bonds (1)	General Obligation Notes (1)	Capital Leases (1)	Total Outstanding Debt	Estimated Actual Value (2)
2012	\$121,878,627	\$0	\$5,103,000	\$126,981,627	\$4,363,253,686
2013	112,488,385	0	5,025,000	117,513,385	4,202,514,457
2014	108,878,030	0	4,933,000	113,811,030	4,260,243,514
2015	99,945,545	0	4,827,000	104,772,545	4,327,737,971
2016	90,643,770	0	4,704,000	95,347,770	4,751,919,629
2017	79,968,080	0	4,566,000	84,534,080	4,853,564,000
2018	69,943,580	0	4,411,000	74,354,580	4,953,189,171
2019	44,387,632	15,280,485	4,238,000	63,906,117	5,579,053,457
2020	36,903,380	6,976,341	4,045,000	47,924,721	5,792,445,057
2021	29,096,832	0	3,831,000	32,927,832	6,390,048,086

Source: (1) School District Financial Records; includes outstanding principal on debt issuances, as well as accretion on capital appreciation bonds, and unamortized premiums.

(2) Ohio Department of Taxation.

(3) Ohio Development Services Agency, Warren County

(4) Computation of per capita personal income multiplied by population.

Population (3)	Personal Income (4)	Ratio of Debt to Estimated Actual Value	Ratio of Debt to Personal Income	Debt Per Capita
214,910	\$9,202,016,380	2.91%	1.38%	\$590.86
217,241	9,880,555,162	2.80%	1.19%	540.94
219,169	10,131,306,194	2.67%	1.12%	519.28
221,659	10,990,739,856	2.42%	0.95%	472.67
224,469	11,572,050,357	2.01%	0.82%	424.77
227,063	12,475,068,283	1.74%	0.68%	372.29
228,882	13,002,328,656	1.50%	0.57%	324.86
232,173	13,883,713,227	1.15%	0.46%	275.25
234,602	13,883,746,360	0.83%	0.35%	204.28
242,337	14,341,503,660	0.52%	0.23%	135.88

This Page Intentionally Left Blank

Mason City School District
Computation of Direct and Overlapping Debt
 June 30, 2021

Jurisdiction	Debt Attributable to Governmental Activities	Percentage Applicable to District (1)	Amount Applicable to District
Direct:			
Mason City School District:	\$32,927,832	100.00 %	\$32,927,832
Overlapping:			
Butler County	12,545,520	0.06	7,527
Warren County	24,170,000	26.53	6,412,301
City of Mason	42,215,000	89.35	37,719,103
Deerfield Township	4,170,000	58.91	2,456,547
Union Township	560,072	2.72	15,234
West Chester Township	24,840,000	0.24	59,616
Total Overlapping Debt	108,500,592		46,670,328
Total Direct and Overlapping Debt	\$141,428,424		\$79,598,160

Source: Ohio Municipal Advisory Council

(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.

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

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

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Debt Limit	\$247,858,540	\$247,858,540	\$247,858,540	\$247,858,540
Total Net Debt Applicable to Limit	<u>117,843,578</u>	<u>125,413,385</u>	<u>121,611,030</u>	<u>112,172,595</u>
Legal Debt Margin	<u>\$130,014,962</u>	<u>\$122,445,155</u>	<u>\$126,247,510</u>	<u>\$135,685,945</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	47.54%	50.60%	49.06%	45.26%

(1) Under Section 133.06(E) of the Ohio Revised Code, if a board of election determines that its students are not being adequately serviced by existing facilities, and that sufficient funds to provide such facilities cannot be obtained when needed by the issuance of bonds within the nine percent limitation, it may qualify as a "special needs district", and thereby be permitted to incur net indebtedness in excess of the nine mill limitation.

Legal Debt Margin Calculation for Fiscal Year 2021

Assessed Value	\$2,236,516,830
Overall Debt Limit - 9% of Assessed Value (1)	201,286,515
Amount of Debt Applicable to Debt Limit	<u>32,610,000</u>
Legal Debt Margin	<u><u>168,676,515</u></u>

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$247,858,540	\$247,858,540	\$247,858,540	\$247,858,540	\$182,462,019	\$201,286,515
<u>90,643,700</u>	<u>79,968,080</u>	<u>69,943,580</u>	<u>59,668,117</u>	<u>46,100,000</u>	<u>32,610,000</u>
<u><u>\$157,214,840</u></u>	<u><u>\$167,890,460</u></u>	<u><u>\$177,914,960</u></u>	<u><u>\$188,190,423</u></u>	<u><u>\$136,362,019</u></u>	<u><u>\$168,676,515</u></u>
36.57%	32.26%	28.22%	24.07%	25.27%	16.20%

This Page Intentionally Left Blank

Mason City School District
Demographic and Economic Statistics
Last Ten Calendar Years

Year	Population (1)	Per Capita Personal Income (1)	School Enrollment (2)	Unemployment Rate (1)
2011	214,910	\$42,818	11,013	6.30%
2012	217,241	45,482	10,991	6.50
2013	219,169	46,226	10,911	6.40
2014	221,659	49,584	10,773	5.20
2015	224,469	51,553	10,715	4.10
2016	227,063	54,941	10,713	4.20
2017	228,882	56,808	10,728	4.10
2018	232,173	59,799	10,664	3.90
2019	234,602	59,180	10,463	3.50
2020	242,337	59,180 *	10,295	7.00

Source: (1) Ohio Development Services Agency, Warren County

(2) School District Records.

Note: * Per Capita Personal Income information is not yet available for 2020, therefore the 2019 information, which is the latest available, was used.

*Mason City School District
Principal Employers
Fiscal Years 2021 and 2012*

Employer	2021		
	Total Employees	Rank	Percentage of Total Employees
Proctor and Gamble	3,047	1	2.23%
Macy's Credit and Customer Service	2,100	2	1.53
Essilor Luxottica	1,621	3	1.18
Cintas Corporation	1,335	4	0.97
Wellpoint	1,300	5	0.95
Anthem Blue Cross and Blue Shield	1,300	6	0.95
Warren County	1,276	7	0.93
Kings Island	1,250	8	0.91
Atrium Medical Center	1,250	9	0.91
Mason City Schools	1,059	10	0.77
L3 Cincinnati Electronics	N/A	N/A	0.00
Cengage Learning, Inc.	N/A	N/A	0.00
Portion Pac	N/A	N/A	0.00
Mitsubishi Electric	N/A	N/A	0.00
Lindner Center of Hope	N/A	N/A	0.00
Total Employees from Top Ten Employers	15,538		11.34
All Other Employers	121,369		88.66
Total Employees	136,907		100.00%

Source: Warren County Economic Development Department and the School District

2012		
Total Employees	Rank	Percentage of Total Employees
1,920	2	1.85%
N/A	N/A	0.00
1,858	3	1.79
1,052	5	1.01
1,945	1	1.87
N/A	N/A	0.00
1,188	4	1.14
615	6	0.59
578	7	0.56
445	8	0.43
395	9	0.38
300	10	0.29
10,296		9.91
93,604		90.09
<u>103,900</u>		<u>100.00%</u>

Mason City School District
Full-time Equivalent School District Employees by Type
Last Ten Fiscal Years

	2012	2013	2014	2015
Office/Administrative:				
Superintendent/Associate/Assistants	3.00	3.00	3.00	3.00
Principals/Assistant	23.00	21.00	20.33	21.00
Other	20.00	17.90	17.00	19.00
<i>Total Official/Administrative</i>	46.00	41.90	40.33	43.00
Professional - Educational:				
Total General Education	527.26	511.05	513.00	482.33
Special Education	93.12	88.67	87.72	78.63
Curriculum Specialist	10.50	12.50	10.00	8.00
Counseling	21.00	20.00	20.00	19.80
Librarian/Media	2.00	2.00	2.00	2.00
Other Professional	1.00	0.00	0.00	14.00
<i>Total Professional - Educational</i>	654.88	634.22	632.72	604.76
Professional - Other:				
Public Relations	1.00	1.00	1.00	1.00
Psychologists	9.00	9.00	9.00	10.00
Social Work	1.00	1.00	1.00	1.00
Speech, OT, PT	13.95	14.12	14.88	13.34
<i>Total Professional - Other</i>	24.95	25.12	25.88	25.34
Technical:				
Information Technology	11.00	11.00	9.00	8.00
Practical Nursing	8.99	8.52	8.46	8.46
Library Aide	10.20	7.20	7.20	8.63
Other Technical	2.00	2.00	1.00	1.00
<i>Total Technical</i>	32.19	28.72	25.66	26.09
Office/ Clerical	62.50	56.77	55.52	58.03
Crafts & Trades	12.00	11.00	9.00	10.00
Bus Drivers	68.80	69.75	66.37	70.56
Service Work/ Laborer:				
Attendance Officer	0.94	0.94	0.94	0.94
Custodian	44.00	41.00	37.00	34.00
Groundskeeping	2.00	3.00	3.00	3.00
Food Service	48.43	46.77	45.18	47.76
Guard/ Watchman	4.00	1.00	1.00	0.00
Monitoring (Recess)	28.24	22.08	21.86	24.95
Attendent (Paraprofessionals)	158.94	141.71	134.11	130.32
Other Services Worker/ Laborer	0.27	0.00	0.00	9.43
<i>Total Service Work/Laborer</i>	286.82	256.50	243.09	250.40
<i>Total Employees</i>	1,188.14	1,123.98	1,098.57	1,088.18

Source: School District Records

2016	2017	2018	2019	2020	2021
4.00	4.00	4.00	4.00	4.00	4.00
21.00	21.00	20.50	20.00	20.00	20.00
19.50	18.00	18.50	17.00	18.00	18.00
44.50	43.00	43.00	41.00	42.00	42.00
483.91	482.13	486.80	486.93	489.80	486.80
74.15	75.00	79.00	78.00	79.50	80.00
6.00	8.00	8.00	8.00	8.00	9.00
19.80	20.00	20.00	21.00	21.00	21.00
2.00	2.00	2.00	2.00	2.00	2.00
12.50	2.65	2.65	2.56	4.00	2.00
598.36	589.78	598.45	598.49	604.30	600.80
1.00	1.00	1.00	1.00	1.00	1.00
9.00	9.00	9.00	9.00	9.00	9.00
1.00	1.00	1.00	1.00	2.00	2.00
13.34	12.94	12.94	12.94	11.94	11.94
24.34	23.94	23.94	23.94	23.94	23.94
8.00	7.00	6.00	5.00	5.00	5.00
10.46	11.58	8.70	8.70	8.76	9.89
8.63	8.63	7.63	7.20	8.70	7.70
1.00	1.00	1.00	1.00	1.00	1.00
28.09	28.21	23.33	21.90	23.46	23.59
59.46	59.16	56.03	60.13	60.36	54.91
11.50	9.50	6.50	6.50	6.50	6.00
71.68	81.80	74.49	76.33	76.85	77.50
0.94	0.94	0.94	0.00	0.00	0.00
30.00	29.00	24.00	24.00	24.00	22.00
2.00	2.00	2.00	2.00	2.00	2.00
47.00	49.90	47.29	40.15	43.20	34.84
0.00	0.00	0.00	0.00	0.00	0.00
19.51	27.85	24.61	18.33	19.77	17.71
134.87	152.08	149.66	159.41	163.69	153.49
8.81	0.00	0.00	0.00	0.00	0.00
243.13	261.77	248.50	243.89	252.66	230.04
1,081.06	1,097.16	1,074.24	1,072.18	1,090.07	1,058.78

Mason City School District
Operating Statistics
Last Ten Fiscal Years

Fiscal Year	Enrollment	Operating Expenditures (1)	Cost Per Pupil	Percentage Change	Expenses (2)	Cost Per Pupil
2012	10,991	\$115,563,586	\$10,514	0.00%	\$125,536,986	\$11,422
2013	10,911	108,870,439	9,978	-5.10%	118,759,404	10,884
2014	10,773	111,185,897	10,321	3.44%	121,932,892	11,318
2015	10,715	114,714,752	10,706	3.73%	124,713,728	11,639
2016	10,713	114,386,380	10,677	-0.27%	120,332,592	11,232
2017	10,728	118,809,386	11,075	3.72%	130,018,088	12,120
2018	10,664	122,439,049	11,482	3.67%	69,454,360	6,513
2019	10,420	128,504,618	12,332	7.41%	119,332,017	11,452
2020	10,463	126,844,304	12,123	-1.70%	145,864,680	13,941
2021	10,295	134,901,293	13,104	8.09%	147,712,097	14,348

Source: School District Records

(1) Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds,
excludes capital outlay and debt service as presented on this statement.

(2) Statement of Activities

Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
0.09%	708.50	15.5	6.94%
-4.71%	691.50	15.8	7.68%
3.99%	672.50	16.0	8.00%
2.83%	656.00	16.3	8.00%
-3.49%	646.50	16.6	8.00%
7.90%	637.60	16.8	8.00%
-46.26%	645.60	16.5	8.00%
75.84%	645.93	16.1	8.00%
21.73%	652.30	16.0	8.00%
2.92%	651.80	15.8	10.80%

Mason City School District
School Building Information
Last Ten Fiscal Years

	2012	2013	2014	2015
Elementary				
Mason Early Childhood (2006)				
Square feet	172,211	172,211	172,211	172,211
Capacity	2,100	2,100	2,100	2,100
Enrollment	1,549	1,905	1,854	1,825
Mason Heights (1965)				
Square feet	101,863	N/A	N/A	N/A
Capacity	1,200	N/A	N/A	N/A
Enrollment	838	N/A	N/A	N/A
Western Row (1961)				
Square feet	100,002	100,002	100,002	100,002
Capacity	1,200	1,200	1,200	1,200
Enrollment	840	1,164	1,050	1,025
Mason Intermediate (1998/1994)				
Square feet	356,700	356,700	356,700	356,700
Capacity	3,000	3,000	3,000	3,000
Enrollment	2,678	2,617	2,606	2,554
Junior High School				
Mason Middle (1958)				
Square feet	276,378	276,378	276,378	276,378
Capacity	1,850	1,850	1,850	1,850
Enrollment	1,800	1,845	1,853	1,749
High School				
William Mason High (2002) (2010)				
Square feet	539,236	539,236	539,236	539,236
Capacity	3,700	3,700	3,700	3,700
Enrollment	3,286	3,380	3,410	3,562

Source: School District Records

2016	2017	2018	2019	2020	2021
172,211	172,211	172,211	201,963	201,963	201,963
2,100	2,100	2,100	2,400	2,400	2,400
1,833	1,861	1,834	2,085	2,111	2,027
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A
100,002	100,002	100,002	100,002	N/A	N/A
1,200	1,200	1,200	1,200	N/A	N/A
974	1,012	1,022	741	N/A	N/A
356,700	356,700	356,700	356,700	356,700	356,700
3,000	3,000	3,000	3,000	3,120	3,120
2,486	2,430	2,412	2,383	3,119	3,047
276,378	276,378	276,378	276,378	276,378	276,378
1,850	1,850	1,850	1,850	1,850	1,850
1,799	1,834	1,765	1,713	1,746	1,744
539,236	539,236	539,236	539,236	539,236	539,236
3,700	3,700	3,700	3,700	3,700	3,700
3,621	3,591	3,631	3,498	3,487	3,477

Mason City School District
Miscellaneous Statistical Data
 June 30, 2021

Year of Original Charter	June 10, 1968
Current Charter	September 9, 1991
Form of Government	Public School District
Area of District	25 Square Miles
Number Miles Traveled by Transportation	
Fleet for the 2020-2021 School Year	884,045
Number Meals Served by Food Service	
Department for the 2020-2021 School Year	896,914

School Buildings	Grade Levels	Enrollment
Mason Early Childhood Center	PS-2	2,027
Mason Elementary/Intermediate	3-6	3,047
Mason Middle School	7-8	1,744
William Mason High School	9-12	3,477
Total		<u>10,295</u>

Number of Teachers, Levels of Degree, and Years of Experience

Degree	Education	
	Number of Certified Staff	Percentage of Total
Bachelor's Degree	33.5	5.14%
Bachelor's + 150	50.8	7.79%
Master's	566.5	86.92%
Doctorate	1.0	0.15%
Total	<u>651.8</u>	<u>100.00%</u>

Years of Experience	Experience	
	Number of Certified Staff	Percentage of Total
0 - 5	49.5	7.59%
6 - 10	58.5	8.98%
11 - 15	156.5	24.01%
16 - 20	160.0	24.55%
21 - 25	142.8	21.91%
26 - 30	62.5	9.59%
31 - 35	18.0	2.76%
36 - 40	4.0	0.61%
Total	<u>651.8</u>	<u>100.00%</u>

Source: School District Records

*Mason City School District
Student Population by Race
for the 2020-2021 School Year*

Race	Total	Percent
American Indian/Alaskan	19	0.18%
Asian	3,073	29.85%
Black	501	4.87%
Caucasian	5,589	54.28%
Hispanic	540	5.25%
Multi-Racial	524	5.09%
Hawaiian/Pac Island	49	0.48%
	10,295	100.00%

Source: School District Records

*Mason City School District
Enrollment History
Last Ten School Years*

School Year (1)	Grade							
	Preschool	KDN	1	2	3	4	5	6
2011-12	193	623	733	826	852	845	872	961
2012-13	191	601	687	743	847	872	866	879
2013-14	171	575	679	713	766	867	876	863
2014-15	164	580	662	702	742	806	862	886
2015-16	165	544	676	687	735	777	826	883
2016-17	171	553	675	734	740	768	820	842
2017-18	165	539	677	719	756	763	806	843
2018-19	171	550	648	716	741	760	781	842
2019-20	182	553	659	717	736	767	783	833
2020-21	125	565	659	678	710	758	780	799

Source: School District Records

(1) All figures represent actual enrollment during the first full week of October each school year.

Grade						Total	% Increase or Decrease
7	8	9	10	11	12		
880	917	850	809	851	779	10,991	-0.20%
969	877	867	828	812	872	10,911	-0.73%
878	977	857	878	832	841	10,773	-1.26%
872	877	941	873	883	865	10,715	-0.54%
910	889	859	962	888	912	10,713	-0.02%
903	931	864	871	946	910	10,728	0.14%
846	919	882	878	870	1,001	10,664	-0.60%
857	856	892	883	854	869	10,420	-2.29%
868	878	839	888	880	880	10,463	0.41%
839	905	858	843	878	898	10,295	-1.61%

Mason City School District
Directory of School Facilities
as of June 30, 2021

<u>Facility</u>	<u>Address</u>	<u>Administrator/Contact</u>	<u>Grades</u>	<u>Phone Numbers</u>
Early Childhood Center	4631 Hickory Woods Dr.	Melissa Bly	PS-2	398-3741
Mason Elementary	6307 Mason-Montgomery Rd.	Javaris Powell	3-4	398-5821
Mason Intermediate	6307 Mason-Montgomery Rd.	Eric Messer	5-6	459-2850
Mason Middle School	6370 Mason-Montgomery Rd.	Lauren Gentene	7-8	398-9035
Mason High School	6100 Mason-Montgomery Rd.	Bobby Dodd	9-12	398-5025
Mason Central Administration	211 North East Street	Jonathan Cooper	N/A	398-0474
Transportation Center	5025 Enterprise Drive	Mark Murzynowski	N/A	398-6682
Maintenance Garage	5120 Enterprise Drive	George Highfill	N/A	398-2784

Source: School District Records

OHIO AUDITOR OF STATE KEITH FABER



MASON CITY SCHOOL DISTRICT

WARREN COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 3/17/2022

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

This report is a matter of public record and is available online at
www.ohioauditor.gov