HUDSON
OHIO

HUDSON CITY SCHOOL DISTRICT

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year
Ended June 30, 2021

HUDSON CITY SCHOOLS 2386 HUDSON-AURORA RD, HUDSON, OH 44236

ANNUAL COMPREHENSIVE FINANCIAL REPORT

OF THE

HUDSON CITY SCHOOL DISTRICT

FOR THE

FISCAL YEAR ENDED JUNE 30, 2021

Hudson City Schools®

Board of Education

David Zuro, President
Steven DiMauro, Vice President
James Field, Member
Tom Tobin, Member
Alisa Wright, Member

PREPARED BY THE OFFICE OF THE TREASURER

Phillip D. Butto IV, Treasurer/CFO

HUDSON CITY SCHOOL DISTRICT

2386 Hudson-Aurora Road
Hudson, Ohio 44236

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INTRODUCTORY SECTION

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HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

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

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Hudson City School District
TREASURER'S OFFICE
2386 Hudson-Aurora Road
Hudson, OH 44236-2322
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December 29, 2021

Citizens and Board of Education, Hudson City School District:

We are pleased to submit to you the Annual Comprehensive Financial Report of the Hudson City School District (the "District") for the fiscal year ended June 30, 2021. This Annual Comprehensive Financial Report, which includes an opinion from the Independent Auditors, conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental entities. Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

The report provides the taxpayers of the District, bond rating agencies, and other interested parties with comprehensive financial information, enabling them to gain a clear understanding of the District's finances. This report is intended to meet the accountability requirements of the District to the public.

Copies of this report will be widely distributed throughout the District. A copy will be sent to all school buildings, the Chamber of Commerce, City of Hudson officials, major taxpayers, Hudson Public Library, banks, the District's Financial Advisory Committee, and any other interested parties.

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

The Reporting Entity

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

The District has administrative responsibility for state funds distributed to private schools located within District boundaries. The private schools served are: Cuyahoga Valley Christian Academy, Seton Catholic School, and Walsh Jesuit High School. While these organizations share operational and service similarity with the District, all are separate and distinct entities. Because of their independent nature, none of these organizations' financial statements are included in this report. Their Boards are not appointed by the District, nor are they fiscally dependent on the District.

The District And Its Facilities

The District serves an area of approximately 31 square miles in and around the City of Hudson (the "City"). It is located in Summit County, approximately 28 miles southeast of downtown Cleveland and 14 miles north of Akron. The District is an affluent suburban district that grew rapidly from 1980 to 2000 but has since leveled off. Nearly 100 percent of the City of Hudson and portions of two other municipalities and a township are located within the District. They are: the City of Cuyahoga Falls, the Village of Boston Heights and Boston Township. Hudson's population in 1980 was 12,645 residents. By 1990, according to the U.S. Census Bureau, Hudson's population had grown to 17,125 and the 2000 Census showed the population of the City of Hudson was 22,439. The 2010 Census showed a population of 22,262 and the 2020 Census showed 23,110.

Because of the rapid growth of Hudson and the surrounding area, the District recorded more than 19 consecutive years of increasing enrollment until fiscal year 2000 when enrollment slowed. The District's enrollment for fiscal year 2021 was 4,695 students. With the exception of 2021, the District expects enrollment to grow slightly over the next few years.

The District's facilities include two elementary schools, one intermediate school (grades three to five), one middle school (grades six to eight), one high school (grades nine to twelve), a maintenance building, a bus garage, central offices residing in four houses, athletic fields and field houses. The ages of the buildings vary from the oldest built in 1927 to the newest built in 2020. The majority of the District's school buildings were built before 1967. The District implemented a Master Facilities Plan in 2018 to address the problem of aging buildings. The Master Facilities Plan includes construction of a new Middle School, realigning grades and renovating McDowell, East Woods, and Ellsworth Hill elementary schools, as well as renovating the High School Media Center. In addition, improvements will be made to Lavelli Field, Ada Cooper Natatorium, and Evamere Elementary which will consolidate the District central office facilities.

Economic Condition And Outlook

Ohio's unemployment rate was 5.2 percent in June 2021, and the nation's unemployment rate for the same period was 5.9 percent. Additionally, June 2021 employment in the Akron area was 321,500 with an unemployment rate of 6.4 percent. Specific employment figures for the Hudson City School District are not available. (Ohio Department of Job and Family Services, U.S. Bureau of Labor Statistics.)

Hudson is the headquarters for Boxout LLC, JoAnn Stores, Inc., Leaffilter North, Inc., ForTec Medical, Ramco Specialities, and is also home to the division headquarters of Little Tikes Co., and Allstate Insurance. Arhaus Corporation headquarters is located in Boston Heights within the Hudson City School District boundaries.

On a budgetary-basis, the District receives approximately 79 percent of its total general operating fund revenues from local property tax collections. Therefore, the long-term financial health of the District is very dependent on its tax base. Tax rates are certified by the Summit County Auditor's Office and Board of Education approved. This year's rates were Board approved on February 8, 2021.

The District has an excellent relationship with the City of Hudson, which assures that commercial development projects selected by the City are also highly desirable for the District. When the City of Hudson uses an incentive to attract a business, the City seeks the input of the School District to see the impact an abatement would cause. The District will continue to work with the City of Hudson to attract desirable development to the community.

Long-Term Financial Planning

The District prepares a five-year financial forecast annually for use as a tool for long range planning. The five-year forecast contains projected local and state revenues, spending patterns within each area of the budget, and cash balances in the District's operating fund. The five-year forecast provides early warning signs of potential financial problems. The District uses the five-year forecast to provide a basis for making financial decisions, including the construction of the annual budget, adjustments to staffing levels, collective bargaining, and the placement of tax levies on the ballot.

One example of long range planning is the facilities study committee which made recommendations to the superintendent and Board of Education regarding the 2018 Master Facilities Plan www.hudson.k12.oh.us/domain/1498. The Master Facilities Plan is currently under construction.

Organization Of The District

The District is governed by the Constitution of the State of Ohio and various statutes enacted by the Ohio General Assembly through the State Department of Education. Under Ohio law, the District is a separate and distinct unit of government. The Hudson City School District Board of Education is a five-member board elected at-large, with staggered four-year terms. The Board serves as the taxing authority, contracting body, policy maker, approves the annual appropriation resolution and tax budget and ensures that all other general laws of the State of Ohio are followed in the expenditure of the District's tax dollars.

Principal Officials

BOARD MEMBERS – as of 6-30-21

Name	Began	Expires	Profession
David Zuro * (President)	01-01-10	12-31-21	Telecommunications Manager, Retired
Steven DiMauro * (Vice-President)	01-01-08	12-31-21	Associate Director, Accenture
James Field	01-01-12	12-31-23	Business Analyst, Heinen's Fine Foods
Tom Tobin	01-01-16	12-31-23	Charitable Foundation Executive, Retired
Alisa Wright *	01-01-18	12-31-21	Attorney

* Note—At the time of publication, these board members were reelected.

ADMINISTRATION – as of 6-30-21

Name	Position
Phillip Herman	Superintendent
Phillip D. Butto IV	Treasurer/CFO
Doreen Osmun	Assistant Superintendent and Director of Curriculum & Instruction
Lisa Hunt	Director of Human Resources
Kelly Kempf	Director of Pupil Services
Tom Barone	Director of Operations
Natalie Wininger	Supervisor of Special Services

Employee Relations

The District currently has approximately 623 employees. Two labor organizations represent District employees. Certified employees, including teachers and educational specialists, are represented for collective bargaining purposes by the Hudson Education Association (HEA). Support employees, including cooks, custodians, educational aides and clerical staff, are represented for collective bargaining purposes by the Ohio Association of Public School Employees Local 372 (OAPSE).

Services Provided

The District provides a wide variety of educational and support services as mandated by the Ohio Revised Code or Board directives. The District contracts out its transportation of students. During the 2020-21 fiscal year, the District's fleet of buses traveled 3,008 miles each day providing transportation services to 1,438 public and 50 private and parochial students. The Nutrition Services Department served an average of 2,589 meals daily for a total of 422,008 meals annually through the District's school lunch program.

In addition to transportation and school lunch support services offered to children in the District, guidance, special education, (including school psychology services) and health services are available free of charge. Guidance services support the school environment and are designed to help students achieve a well-adjusted social life. Special education services, including school psychology services, are provided for all federal disability categories ranging from preschool-age students through high school. Health services consist of the staffing of school clinics with R.N. or L.P.N. level nurses and health promotion classes.

At the center of the District's services are the instructional programs. The District offers regular instructional programs daily to students in grades pre-kindergarten to twelve. The District served approximately 638 identified students who need specially designed programs. These students received services through the wide array of special education programs offered in the District.

Finally, there are numerous academic and athletic programs for students, providing them with a number of enriching experiences. Hudson Schools is known not only for its academic excellence but also the focus and importance placed on the arts, leadership, community service, and athletics. The District provides, through its Community Education and Recreation Department, a community-wide recreation program during the school year and throughout the summer months. The programs and activities provide a lifetime of memories for Hudson's students.

Academic Programming - Fiscal Year 2021

Hudson Schools is known not only for its academic excellence but also the focus and importance placed on the arts, leadership, community service, and athletics. During the 2020-2021 school year, Hudson City Schools opened a new Middle School which is home to approximately 1,100 students in grades 6, 7, and 8. The design of Hudson Middle School has student learning and well-being in mind. Each grade level has team learning areas along with a 585 seat auditorium, a media center, makerspace, art rooms and specific classrooms that have outdoor access, gymnasiums, weightroom, wrestling room, and a rooftop garden.

The 2020-2021 school year brought on challenges to maintain student learning and a positive school community while living in a global pandemic. Our school plan included various learning models to meet the needs of the students and their families. The following chart represents our learning models throughout this school year.

Number of Days in the Various Learning Models during the 2020-2021 School Year

Grade Level	All-In (all students every day)	Hybrid-alternating days of in person	Remote-100% learning from home
PreK	101	0	0
K-5	79	44	0
6-8	65	45	13
9-12	42	70	13

The district has also offered 100% virtual learning experiences for all students in preK-12 and qualifying students with disabilities age 18-22. IEP/504 teams reviewed student needs and made adjustments to student learning schedules based on individual needs.

Our district's academic program provides opportunities for all students to reach their full potential. Some of our celebrations include:

Hudson High School often represents the culmination of the strong student experience beginning in preschool through grade 12.

- #10 ranked public high school in Ohio and #1 in Summit County according to US News & World Report.
- 20 Hudson High School students have posted perfect "36" Composite Scores on the ACT in the past 4 years.
- 17 seniors in the class of 2021 have been recognized as National Merit Scholars: 8 as finalists and 9 as commended. For the past five years, HHS has honored an average of 24 National Merit Scholars.
- 24 Advanced Placement courses are offered. All AP students must take the Advanced Placement test. 102 students were identified as AP Scholars with Distinction, 42 AP Scholars with Honor, 84 students identified as AP Scholars, and 2 earned an AP International Diploma.
- 167 Hudson High School students were inducted into membership in the National Honor Society.
- 193 Hudson High School graduates in the class of 2021 earned the State of Ohio Honors Diploma.
- 245 seniors graduated with designated honors in 2021: 86 earned Cum Laude honors (3.67-3.99); 87 earned Magna Cum Laude honors (4.00-4.32); 72 earned Summa Cum Laude honors (4.33 and above).
- 26 Six District Compact career programs include work experience in skilled and technical occupations through cooperation with five other area school districts.
- Class of 2021: 96% attending four-year institutions, 4% attending two-year technical/career college.
- Project Based Learning has been an area of focus for the students of Hudson. It is important for our students to be able to engage in learning that is authentic and to solve real-world problems.
- Technology: Curriculum incorporates digital learning and technology beginning with the youngest students. Hudson Schools is 1:1, which means every student has their own device. Students in K-5 have chromebooks and students in grades 6-12 are 1:1 with iPads. The focus of technology is beyond work completion and acquiring knowledge and skills. Working with teachers to use technology for application of concepts and creation of different ways to represent learning has been a focus and will continue to be a focus.
- Environmental Sustainability: Recycling responsibility takes place K-12. HHS curriculum includes use of the Environmental Land Lab. The McDowell Arboretum provides an outdoor environmental science education resource for elementary students. With the support of the GAR Foundation and Hudson Kiwanis, we were able to create a Hydroponics Garden at the High School. Students in AP environmental science, students with disabilities, and students in ecology are working to grow herbs and vegetables to sell. The goal is to potentially run a sustainable business through the hydroponic garden.
- Teams of East Woods and the High School teachers were awarded approximately $55,000 in grant writing monies from the GAR Foundation to support student learning.
- Curricular lessons and units are being designed to design and build using technology such as a laser-cutter, incorporating 3-D printing, Glowforge, and Makerspace in grades 3-12.
- Students using 3-D technologies, VR goggles, and resources that help students emerge in their learning, literally (virtually), augmentative reality sandboxes, and Virtual Reality tools to further engage in learning and problem-solving.
- Examples of unique Hudson High School programs that provide rigor and meaning for students:
    - Service Learning – Recognized by Ohio as the model program, this course combines the disciplines of Social Studies and English with application in service to the community. Students receive a "hands-on" experience through real-world experience.
    - New Dimensions – Interdisciplinary humanities course that includes psychology, philosophy, anthropology and sociology
    - Honors Biology and Honors English 9 H2BE-This is a co-taught freshman level class where these two disciplines are integrated. Students engage in backpacking, camping, and hiking in Ohio and Pennsylvania.
    - Geometric Design- This course started in the 2018-2019 school year. Math and Art intersect in this co-taught course for freshmen.
    - World Language – HHS offers six World Languages, including Spanish, Latin, French, German, Mandarin Chinese, and American Sign Language
    - Offering College Credit Plus (CCP) courses at Hudson High School and at local universities

Highlighting Learning:
In the Middle School Service Learning Class students engage in a variety of service research projects. The focus project is *Hands of Gratitude*. Students help to assemble prosthetic hands for children around the world. This is one way to connect with the world around them. Community member sponsors make it possible to keep the project sustainable.

With the facility projects around the district, students were able to explore sustainability through the design of the new Middle School, landscape architecture, and being involved in the design.

Fine and performing arts are an important and integral part of the curriculum and extracurricular student activities. Arts and music touches nearly all students K-12.

- Many Hudson High School students garnered Scholastic Art Awards. The art electives include Graphics, Drawing, AP art, photography (advanced and beginner), ceramics, mixed media, painting (advanced and beginner), art I, advanced art, AP studio art, and yearbook.
- General music is incorporated into the curriculum at all elementary grades. Orchestra begins in 4th grade; band begins in 5th grade. Vocal performance groups offered at East Woods include 4th grade choir, East Woods Singers, and East Woods Ensemble. The middle school offers middle school choir and a middle school play.
- Hudson Middle School offers electives in the arts that go beyond band, choir, and orchestra.
- Video: Video is an important component of 21st century communications. HHS offers Digital Video Production. At the High School, Middle School and East Woods, students program and present morning announcements using studio and video technology.

A well-rounded education includes a wide variety of opportunities including student leadership, real-world learning, co-curricular and extracurricular opportunities.

- Hudson High School emphasizes student leadership in all aspects of student life, including but not limited to 46 clubs, Student Government, Junior Leadership, Student to Student programs, such as HUDDLE, and the Hudson Leadership Conference (which is student led).
- Peer Collaboration is an initiative at Hudson High School that offers students the opportunity to engage as mentors, and tutors, while working with teachers for course credit
- High school activities such as Mock Trial, Model UN, Science Olympiad, Academic Challenge, Mu Alpha Theta Math Honor Society, and the JA Titan Challenge provide opportunities for students to excel beyond the classroom
- Middle School Clubs include Student Council, Drama Club, Ski Club, Student-to-Student, and Yearbook
- Middle School Student Council emphasizes student leadership and service
- Leader In Me – Develops leadership skills through the implementation of the 7 Habits of Happy Kids and the 7 Habits of Highly Effective Teens in preschool through grade 8
- Advisor/Advisee program – Hudson Middle School program that assigns small groups of students to a single staff member for all three years
- Strong athletics participation: Over 50% of the students in grades 7-12 are student athletes
- HHS boasts 27 High School Boys and Girls Sports, a Rugby Club and a Boys Volleyball Club.

A variety of services provide options to ensure all students receive individualized instruction, enrichment and support.

- During the summer of 2021, the district offered math, reading, and writing intervention to over 300 students in grades K-5. School counseling was also available for students during the summer to support living within the pandemic.
- All K- 5 have access to supplemental academic support tutors to provide support to students needing intervention in reading, "Reading Club."
- Gifted programming for students in grades 3-8 provided by a Gifted Intervention Specialist.
- Diversity, equity, and inclusion profession development to support student well-being at school.
- English as a Second Language programming and support.

- Using Panorama (social emotional student survey) to design supports responsiveness to students' needs.
- Preschool for students with and without disabilities.
- Hudson Preschool earned the Five-Star Step Up To Quality Rating, a very high distinction.
- Mental wellness programs: Red Flags Program – assists staff to identify students who may be struggling with social or emotional problems; Positive Behavior Intervention Support, K-12, Zones of Regulation, Conscious Discipline, PBIS (Positive Behavior, Intervention, Supports).
- Partnered with the community to bring education, awareness, resources, and expand parent partnerships to advocate for students who struggle or could potentially struggle with drug and alcohol addictions.
- Providing counseling services through partner agencies to provide more intensive mental health counseling to individual students.
- Partnered with Community First to host the viewing and panel discussion of the documentary Anxiety.
- Guidance Counselors for all students (13 counselors work with students across the District).
- Health Services for all students RN, LPN, and Medical Assistants.
- Speech & Language Therapy, Occupational Therapy, Physical Therapy, and adaptive programs for students needing specialized instruction.
- Real-life experiences: Functional Living Labs, High School Cottage Industry, including woodworking, High School Sweet Sensations Café.
- Vocational and Transition to Work Programs both in-house and within the community
- Help for students or student enrichment:
    - Explorer Period, Grades 9-12
    - Focus Periods, K-8 which provides systemic academic intervention
    - Response to Intervention (RTI), Reading, Math, Behavior, pre-K-12
    - Academic Resource Centers, Grades 6-12
    - Math and Writing Labs, Grades 9-12
    - APEX – on-line, virtual learning courses for high school students

Financial Reporting

For the fiscal year ended June 30, 2021, the District continued to report in accordance with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 34, "Basic Financial Statements-and Management's Discussion and Analysis-for the State and Local Governments." The basic financial statements for reporting on the District's financial activities are as follows:

- *Government-wide financial statements:* These statements are prepared on an accrual basis of accounting, which is similar to the basis of accounting followed by business enterprises. The government-wide statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

- *Fund financial statements:* These statements present information for individual major funds rather than by fund type. Non-major funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

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

As part of this reporting model, management is responsible for preparing a Discussion and Analysis of the District. This discussion appears after the Independent Auditor's Report in the financial section of this report. The Management's Discussion and Analysis (MD&A) provides an assessment of the District's finances for 2021. The letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

Financial Information

Internal Accounting and Budgetary Control

The District's accounting system is organized on a "fund" basis. Each fund is a distinct self-balancing accounting entity. Governmental fund operations are presented on the modified accrual basis, whereby revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. "Measurable" means the amount of the transaction can be determined. "Available" means collectable within the current fiscal period or soon enough thereafter to be used to pay liabilities of the current fiscal period, which the District considers to be sixty days after fiscal year-end. Proprietary funds and the custodial fund operations are presented on the accrual basis, whereby revenues are recognized when earned, and expenses when incurred.

In developing the District's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing the financial statements and maintaining the accountability of assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation. Management believes that the District's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The District utilizes a fully-automated accounting system as well as an automated system of control for capital assets and payroll. These systems, coupled with the manual auditing of each voucher prior to payment, ensure that the financial information generated is both accurate and reliable.

At the beginning of each fiscal year, the Board of Education adopts a permanent appropriation measure for all funds for the fiscal year. The permanent appropriation measure is adopted upon receipt from the County Fiscal Officer of an Amended Certificate of Estimated Resources based on final assessed values and tax rates, which is usually received before the beginning of the fiscal year. Annual appropriations may not exceed the County Budget Commission's Official Certificate of Estimated Resources. The County Fiscal Officer must certify that the Board of Education's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are managed at the object account level within a function but controlled at the fund level. All purchase order requests must be approved by the purchasing agent and certified, as to the availability of funds, by the Treasurer. Following certification, the necessary funds are encumbered and purchase orders released to vendors.

The accounting system used by the District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations to date. In addition to interim financial statements, each administrator and school principal can access monthly reports showing the status of the budget accounts for which they are responsible. As an additional safeguard, all employees are covered by a blanket bond and certain individuals in policy-making roles are covered by a separate, higher limit bond. The basis of accounting and the various funds utilized by the District are fully described in Note 1 of the basic financial statements. Additional information on the District's budgetary accounting can also be found in Note 1.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management. As with the financial section, all amounts presented in the remainder of this letter are expressed in rounded dollar amounts.

Independent Audit

State statutes require an annual audit by independent accountants. Charles E. Harris & Associates conducted the District's 2021 fiscal year audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the Federal Single Audit Act Amendments of 1996 and U.S. Office of Management and Budget Circular A-133 *Audits of States, Local Governments and Non-Profit Organizations*. The auditor's report on the basic financial statements and combining and individual fund statements and schedules is included in the financial section of this report.

Other Information

Awards:

Auditor of State Award

The District earned the ***Auditor of State Award with Distinction*** for 2015, 2016, 2017, 2018, 2019, and 2020 audits. Clean and accurate record keeping are the foundation for good government, and taxpayers can take pride in our commitment to accountability.

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Hudson City School District for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2020. This was the twenty-second consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized 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.

ASBO Certificate of Excellence

The District received the Association of School Business Officials (ASBO) International Certificate of Excellence in Financial Reporting Award for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2020. This was the twenty-second consecutive year that the District has achieved this prestigious award. The award represents a significant achievement by the District and reflects the District's commitment to the highest standards of school system financial reporting. The District is also submitting this report to the Association of School Business Officials (ASBO) International for consideration of the Certificate of Excellence in Financial Reporting award. This award will certify that the Annual Comprehensive Financial Report conforms to the principles and standards of financial reporting as recommended and adopted by the Association of Schools Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing school business officials. Management believes the Annual Comprehensive Financial Report for the fiscal year ended June 30, 2021, which will be submitted to ASBO for review, will continue to conform to ASBO's principles and standards.

Acknowledgments

The continued publication of this report is an indication of the District's commitment to be accountable to our investors, the residents of the Hudson City School District, and to our customers, the students.

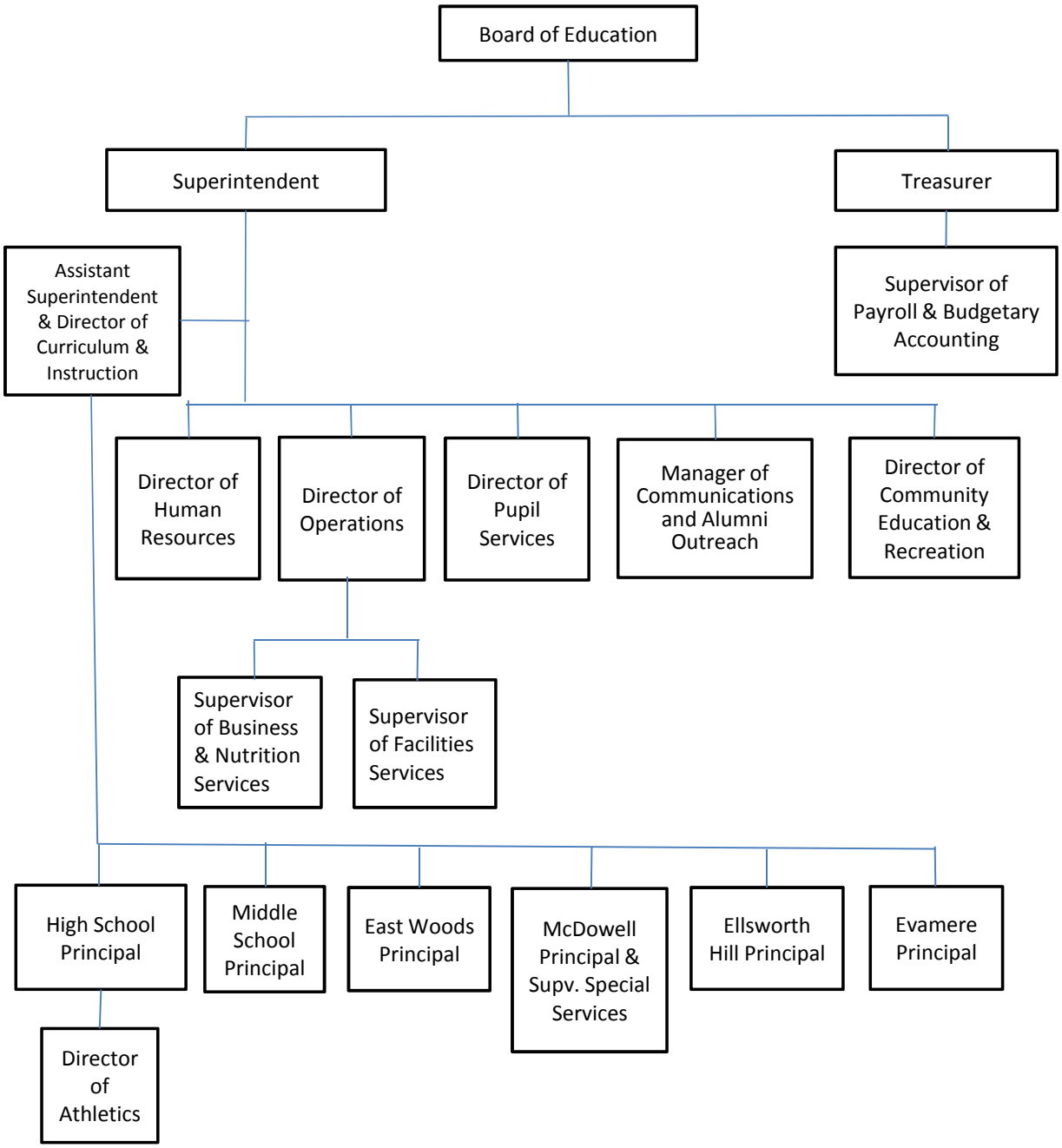
The preparation and publication of this Annual Comprehensive Financial Report on a timely basis could not have been possible without the cooperation of the entire staff of the Treasurer's Office. Additional appreciation is extended to Doreen Osmun, Assistant Superintendent and Director of Curriculum & Instruction, for her contributions to the Curricular Initiatives section; to Tom Barone, Director of Operations, for maintaining the District's Capital Asset Records; and to Jennifer Reece, Manager of Communications and Alumni Outreach, for her work on the cover and design; to Timothy Naujoks for use of his drone photos on the front and back covers; and also to Julian & Grube Inc., for their expert guidance and assistance.

Respectfully submitted,

Phillip D. Butto IV
Treasurer/CFO

Phillip Herman
Superintendent

HUDSON CITY SCHOOL DISTRICT
ORGANIZATION CHART



Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Hudson City School District
Ohio

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morrill

Executive Director/CEO

ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

The Certificate of Excellence in Financial Reporting
is presented to

Hudson City School District

for its Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2020.

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

CERTIFICATE OF EXCELLENCE
IN FINANCIAL REPORTING

W. Edward Chabal
President

David J. Lewis
Executive Director

FINANCIAL SECTION

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Parma, Ohio 44129-2527
Charles E. Harris & Associates, Inc.
Certified Public Accountants
Office phone - (216) 575-1630
Fax - (216) 436-2411

INDEPENDENT AUDITOR'S REPORT

Hudson City School District
Summit County
2386 Hudson-Aurora Road
Hudson, Ohio 44236

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 Hudson City School District, Summit 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 the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers 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 for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinions

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 Hudson City School District, Summit County, Ohio, as of June 30, 2021, and the respective changes in financial position and its cash flows, where applicable 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 20 to the financial statements, the financial impact of COVID-19 and the ensuing emergency measures will 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 that the management's discussion and analysis and schedules of net pension liabilities, net OPEB (assets) liabilities, and pension and OPEB contributions listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements. The 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 combining 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 29, 2021, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Charles E. Harris & Associates, Inc.
December 29, 2021

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

Financial Highlights

Key financial highlights for fiscal year 2021 are as follows:

- In total, net position decreased $1,857,236 from fiscal year 2020's net position. Net position of governmental activities decreased $2,116,880 and net position of business-type activities increased $259,644.

- Total governmental activities revenues were $83,838,812. General revenues related to governmental activities accounted for $73,729,701 or 87.94% of all revenues. Program specific revenues related to governmental activities in the form of charges for services and sales, grants and contributions accounted for $10,109,111 or 12.06% of total revenues.

- The District had $85,955,692 in expenses related to governmental activities; only $10,109,111 of these expenses was offset by program specific charges for services, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of $73,729,701 were not adequate to provide for these programs.

- The District had $1,040,369 in expenses related to business-type activities; program specific revenues in the form of charges for services amounted to $1,173,276. Business-type activities also received general revenues of $126,737 in the form of grants.

- The District's major governmental funds are the general fund and the building fund. The general fund had $67,845,150 in revenues and other financing sources and $66,701,510 in expenditures and other financing uses. This resulted in an increase in fund balance from $30,185,946 to $31,329,586.

- The building fund had $2,575,532 in revenues and other financing sources and $32,108,399 in expenditures and other financing uses. The total change in fund balance for the year was a decrease of $29,532,867 as the District continues the building construction and renovation projects.

Using the Annual Comprehensive Financial Report (ACFR)

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

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

Reporting the District as a Whole

Statement of Net Position and the Statement of Activities

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2021?" The statement of net position and the statement of activities answer this question. These statements include all non-fiduciary *assets, liabilities, deferred inflows and outflows of resources, revenues and expenses* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the statement of net position and the statement of activities, the District is divided into two distinct kinds of activities:

Governmental activities - Most of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, extracurricular activities and food service operations.

Business-type activities - These services are provided on a charge for goods or services basis to recover all or a significant portion of the expenses of the goods or services provided. The District's community education program is reported as a business-type activity.

Reporting the District's Most Significant Funds

Fund Financial Statements

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

Governmental Funds

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

Proprietary Funds

Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match information provided in the statements for the District as a whole.

Fiduciary Funds

The District acts in a trustee capacity as fiscal agent for individuals, private organizations, or other governmental entities. These activities are reported in a custodial fund. The District's fiduciary activities are reported in separate statements of fiduciary net position and changes in fiduciary net position. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Required Supplementary Information

The required supplementary information provides detailed information regarding the District's proportionate share of the net pension liability and the net OPEB liability/asset of the retirement systems. It also includes a ten year schedule of the District's contributions to the retirement systems to fund pension and OPEB obligations.

The District as a Whole

The statement of net position provides the perspective of the District as a whole. The following table provides a summary of the District's net position for fiscal years 2021 and 2020.

Net Position

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Assets						
Current assets	$ 111,691,658	$ 139,838,277	$ 1,162,164	$ 889,081	$ 112,853,822	$ 140,727,358
Net OPEB asset	4,557,875	4,304,607	6,757	6,727	4,564,632	4,311,334
Capital assets, net	126,173,710	100,823,309	-	-	126,173,710	100,823,309
Total assets	242,423,243	244,966,193	1,168,921	895,808	243,592,164	245,862,001
Deferred outflows of resources						
Other amounts	1,047,895	1,129,022	-	-	1,047,895	1,129,022
Pension	13,965,695	14,100,653	112,447	120,219	14,078,142	14,220,872
OPEB	2,329,408	1,784,851	53,935	44,451	2,383,343	1,829,302
Total deferred outflows of resources	17,342,998	17,014,526	166,382	164,670	17,509,380	17,179,196
Liabilities						
Current liabilities	10,460,883	11,798,834	128,377	73,111	10,589,260	11,871,945
Long-term liabilities:						
Due within one year	3,731,659	3,805,714	25,398	20,652	3,757,057	3,826,366
Net pension liability	81,133,084	74,423,987	782,215	816,640	81,915,299	75,240,627
Net OPEB liability	6,264,055	7,283,108	234,853	312,337	6,498,908	7,595,445
Other amounts	93,328,045	96,609,912	11,340	8,133	93,339,385	96,618,045
Total liabilities	194,917,726	193,921,555	1,182,183	1,230,873	196,099,909	195,152,428
Deferred inflows of resources						
Other amounts	49,971,362	49,281,583	-	-	49,971,362	49,281,583
Pension	967,971	4,061,420	137,901	141,899	1,105,872	4,203,319
OPEB	8,917,464	7,607,563	229,391	161,522	9,146,855	7,769,085
Total deferred inflows of resources	59,856,797	60,950,566	367,292	303,421	60,224,089	61,253,987
Net Position						
Net investment in capital assets	43,823,286	43,815,206	-	-	43,823,286	43,815,206
Restricted	11,393,039	12,357,052	-	-	11,393,039	12,357,052
Unrestricted (deficit)	(50,224,607)	(49,063,660)	(214,172)	(473,816)	(50,438,779)	(49,537,476)
Total net position (deficit)	$ 4,991,718	$ 7,108,598	$ (214,172)	$ (473,816)	$ 4,777,546	$ 6,634,782

The net pension liability (NPL) is the largest single liability reported by the District at June 30, 2021 and is reported pursuant to GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27." The District has adopted GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions," which significantly revises accounting for costs and liabilities related to other postemployment benefits (OPEB). For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the District's actual financial condition by adding deferred inflows related to pension and OPEB, the net pension liability and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB.

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

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

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

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

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

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

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

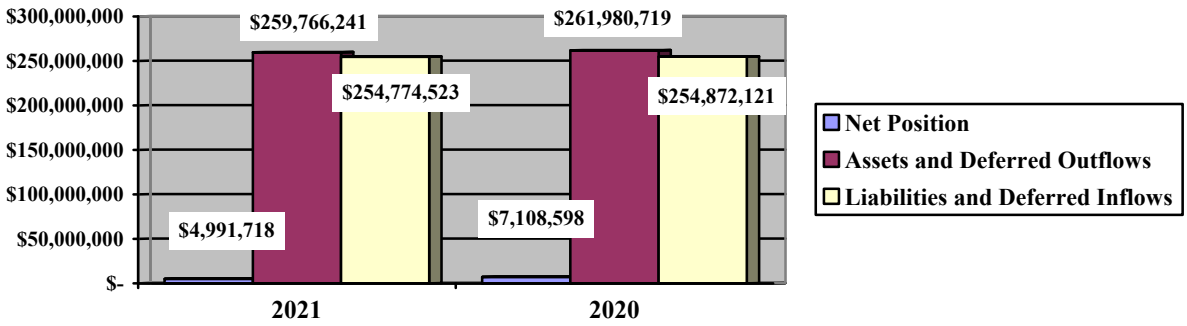
As the table on page F 7 illustrates, some of the more significant changes in net position were related to the District's net pension liability, net OPEB liability/asset and the related deferred inflows/outflows of resources. See Note 12 and Note 13 in the notes to the basic financial statements for additional information regarding these components of net position. These can fluctuate from year-to-year depending, in part, on the different actuarial assumptions used by the pension systems.

For the governmental activities, most of the other significant changes are a result of the District's ongoing construction projects. The District spent available resources from the bonds issued in fiscal year 2018 which accounts for the decrease in current assets (cash and investments) and the corresponding increase in net capital assets (primarily construction in progress).

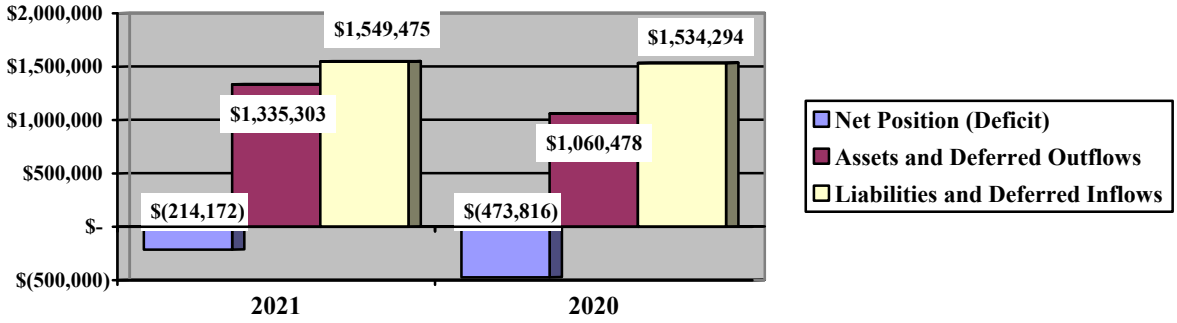
A portion of the District's net position, or $11,393,039, represents resources that are subject to external restriction on how they may be used. The net investment in capital assets makes up another $43,823,286. The remaining unrestricted portion of the District's net position is a deficit of $50,438,779. This represents an increase of $901,303 compared to the prior year's deficit, which is mostly due to the changes in the pension and OPEB calculations.

The following graphs present the District's governmental and business-type assets and deferred outflows of resources, liabilities and deferred inflows of resources, and net position at June 30, 2021 and June 30, 2020.

Governmental Activities



Business-Type Activities



The table that follows shows the changes in net position for fiscal years 2021 and 2020.

Change in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues						
Program revenues:						
Charges for services and sales	$ 2,513,059	$ 3,143,024	$ 1,173,276	$ 985,309	$ 3,686,335	$ 4,128,333
Operating grants and contributions	7,546,936	5,843,531	-	-	7,546,936	5,843,531
Capital grants and contributions	49,116	29,930	-	-	49,116	29,930
General revenues:						
Property taxes	55,661,223	50,478,535	-	-	55,661,223	50,478,535
Payments in lieu of taxes	423,363	477,283	-	-	423,363	477,283
Unrestricted grants and entitlements	17,174,728	16,577,309	126,737	120,553	17,301,465	16,697,862
Investment earnings	152,157	2,460,174	-	-	152,157	2,460,174
Miscellaneous	318,230	455,810	-	-	318,230	455,810
Total revenues	83,838,812	79,465,596	1,300,013	1,105,862	85,138,825	80,571,458
Expenses						
Instruction:						
Regular	34,220,892	34,009,196	-	-	34,220,892	34,009,196
Special	10,973,538	11,860,105	-	-	10,973,538	11,860,105
Vocational	282,715	356,923	-	-	282,715	356,923
Other	1,343,642	1,427,557	-	-	1,343,642	1,427,557
Support services:						
Pupil	6,109,168	5,338,291	-	-	6,109,168	5,338,291
Instructional staff	2,755,044	2,514,585	-	-	2,755,044	2,514,585
Board of education	49,334	83,586	-	-	49,334	83,586
Administration	4,846,185	4,734,030	-	-	4,846,185	4,734,030
Fiscal	2,131,737	1,616,905	-	-	2,131,737	1,616,905
Business	735,981	710,630	-	-	735,981	710,630
Operations and maintenance	9,576,045	5,783,679	-	-	9,576,045	5,783,679
Pupil transportation	4,701,749	4,140,849	-	-	4,701,749	4,140,849
Central	727,955	562,919	-	-	727,955	562,919
Operation of non-instructional services:						
Food service operations	1,463,726	1,505,827	-	-	1,463,726	1,505,827
Other non-instructional services	243,911	274,182	-	-	243,911	274,182
Extracurricular activities	2,329,250	2,180,885	-	-	2,329,250	2,180,885
Interest and fiscal charges on long-term debt	3,464,820	3,558,414	-	-	3,464,820	3,558,414
Community education	-	-	1,040,369	1,242,780	1,040,369	1,242,780
Total expenses	85,955,692	80,658,563	1,040,369	1,242,780	86,996,061	81,901,343
Change in net position before transfers	(2,116,880)	(1,192,967)	259,644	(136,918)	(1,857,236)	(1,329,885)
Transfers	-	291,871	-	(291,871)	-	-
Change in net position	(2,116,880)	(901,096)	259,644	(428,789)	(1,857,236)	(1,329,885)
Net position (deficit) at beginning of year	7,108,598	8,009,694	(473,816)	(45,027)	6,634,782	7,964,667
Net position (deficit) at end of year	$ 4,991,718	$ 7,108,598	$ (214,172)	$ (473,816)	$ 4,777,546	$ 6,634,782

Governmental Activities

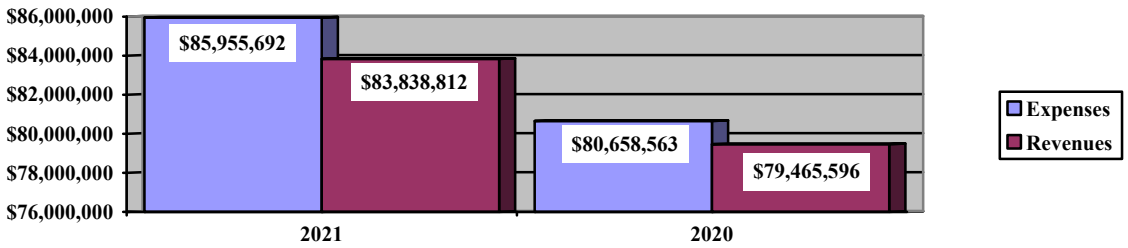
Net position of the District's governmental activities decreased $2,116,880. Total governmental expenses of $85,955,692 were offset by program revenues of $10,109,111 and general revenues of $73,729,701.

The main driver of the overall increase in revenues was property taxes. This is primarily due to fluctuations in the amount of taxes collected by the County and available for advance to the District at year-end. This is reported as revenue and can vary depending on when the County distributes the second-half tax bills and receives payment. Operating grants and contributions also increased, primarily due to additional Federal grants available in response to the COVID-19 pandemic. These two large increases in revenue were able to offset the significant decline in investment earnings. Investment earnings are reported net of any change in the fair value of investments, which for the District in fiscal year 2021 resulted in lower investment earnings. In addition, interest rates on the District's investments decreased considerably throughout the year.

Expenses of the governmental activities increased $5,297,129 or 6.57%. Most of this increase is attributable to an increase in operations and maintenance expense as the District undertook various maintenance projects or other projects that were not capitalized as part of the District-wide improvements program.

The following graph presents the District's governmental activities revenues and expenses for fiscal years 2021 and 2020.

Governmental Activities - Revenues and Expenses



The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The table on the following page shows, for governmental activities, the total cost of services and the net cost of services for fiscal years 2021 and 2020. That is, it identifies the cost of these services supported by taxes revenue and unrestricted grants and entitlements.

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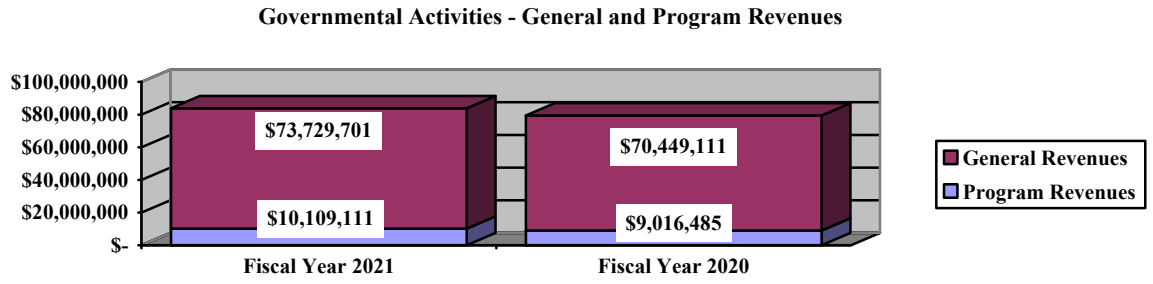
	Total Cost of Services 2021	Net Cost of Services 2021	Total Cost of Services 2020	Net Cost of Services 2020
Program expenses:				
Instruction:				
Regular	$ 34,220,892	$ 30,646,169	$ 34,009,196	$ 30,983,870
Special	10,973,538	8,181,751	11,860,105	9,574,197
Vocational	282,715	244,432	356,923	321,220
Other	1,343,642	1,325,954	1,427,557	1,408,680
Support services:				
Pupil	6,109,168	5,471,836	5,338,291	4,285,246
Instructional staff	2,755,044	2,642,960	2,514,585	2,403,387
Board of education	49,334	49,334	83,586	83,586
Administration	4,846,185	4,786,401	4,734,030	4,596,365
Fiscal	2,131,737	2,131,737	1,616,905	1,616,905
Business	735,981	735,981	710,630	710,630
Operations and maintenance	9,576,045	9,186,026	5,783,679	5,719,687
Pupil transportation	4,701,749	4,620,184	4,140,849	4,125,499
Central	727,955	727,955	562,919	562,919
Operation of non-instructional services:				
Food service operations	1,463,726	85,299	1,505,827	139,114
Other non-instructional services	243,911	(12,871)	274,182	10,646
Extracurricular activities	2,329,250	1,558,613	2,180,885	1,541,713
Interest on long-term debt	3,464,820	3,464,820	3,558,414	3,558,414
Total expenses	$ 85,955,692	$ 75,846,581	$ 80,658,563	$ 71,642,078

The dependence upon tax revenues during fiscal year 2021 for governmental activities is apparent, as 86.28% of 2021 instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support was 88.24% in 2021. The District's taxpayers and unrestricted grants and entitlements are by far the primary support for the District's students.

The graph below presents the District's governmental activities revenue for fiscal years 2021 and 2020.



Business-Type Activities

Business-type activities include the District's community education program which had operating revenues of $1,173,276 and operating expenses of $1,040,369 for fiscal year 2021, resulting in an operating income of $132,907. Operating revenues, which are primarily charges for community programs, began to recover in fiscal year 2021 after seeing a decrease in the prior year due to the outbreak of COVID-19. In addition, the District began cutting back on personnel costs to support these programs as needed. Other changes in net position include nonoperating revenue (grants) of $126,737, and the overall change in net position was an increase of $259,644. These operations are largely self-supporting through user fees and charges. Management assesses its performance to ensure that they are run efficiently.

The District's Funds

The District's governmental funds reported a combined fund balance of $48,602,340, which is $27,817,537 lower than last year's total. The schedule below indicates the fund balance as of June 30, 2021 and 2020, and the total change in fund balance.

	Fund Balance June 30, 2021	Fund Balance June 30, 2020	Change
General fund	$ 31,329,586	$ 30,185,946	$ 1,143,640
Building fund	11,773,092	41,305,959	(29,532,867)
Nonmajor governmental funds	5,499,662	4,927,972	571,690
Total	$ 48,602,340	$ 76,419,877	$ (27,817,537)

General Fund

Fund balance for the general fund increased $1,143,640 or 3.79%. As a measure of the general fund's liquidity, it is useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 43.99% of total general fund expenditures, while total fund balance represents 47.37% of that same amount.

The following table assists in illustrating the revenues of the general fund.

	2021 Amount	2020 Amount	Percentage Change
Revenues			
Property taxes	$ 48,844,110	$ 44,627,781	9.45 %
Payments in lieu of taxes	423,363	477,283	(11.30) %
Tuition and fees	1,466,098	1,457,201	0.61 %
Earnings on investments	201,268	1,321,896	(84.77) %
Intergovernmental	16,266,494	15,996,772	1.69 %
Other revenues	636,553	631,216	0.85 %
Total	$ 67,837,886	$ 64,512,149	5.16 %

The overall increase in general fund revenues is primarily due to a positive change in property taxes revenue. Cash collections increased slightly, but the main reason for the large increase is higher balances available for advance to the District at year-end. This increase was more than enough to offset the decline in earnings on investments which was discussed on page F 11.

The following table assists in illustrating the expenditures of the general fund.

	2021 Amount	2020 Amount	Percentage Change
Expenditures			
Instruction	$ 38,640,784	$ 41,921,666	(7.83) %
Support services	25,116,457	22,545,302	11.40 %
Other non-instructional services	1,401	17,261	(91.88) %
Extracurricular activities	1,253,725	1,312,287	(4.46) %
Facilities acquisition and construction	10	-	N/A
Debt service	1,119,033	1,191,283	(6.06) %
Total	$ 66,131,410	$ 66,987,799	(1.28) %

General fund instruction expenditures decreased due in part to accruals in the prior year for regular and special education personnel, as well as for payouts to retirees. In addition, the District received a sizeable refund of prior year expenditure in fiscal year 2021 from the Ohio Bureau of Workers' Compensation which impacted regular instruction expenditures. Support expenditures, on the other hand, increased as additional costs were incurred for pupil and instructional staff support services in response to the pandemic.

Building Fund

The building fund is reported as a major fund and is used to account for receipts and expenditures involved in the construction and replacement of instructional facilities. This fund had revenues of $2,075,532 and expenditures of $30,801,399 in fiscal year 2021. In addition, the building fund reported other financing sources (transfers in) of $500,000 and other financing uses (transfers out) of $1,307,000, resulting in a net decrease in fund balance of $29,532,867. The building fund continued to make payments to contractors in fiscal year 2021 for work done on the District-wide building improvement projects.

Enterprise Fund

The District maintains an enterprise fund to account for the community education program. Since the enterprise fund is accounted for on the same basis of accounting as business-type activities (the accrual basis of accounting), the statement of net position and the results of operations on the fund financial statements mirror those reported as business-type activities on the District-wide financial statements. See page F 12 for a discussion of the District's business-type activities.

General Fund Budgeting Highlights

The District's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management. The most significant budgeted fund is the general fund.

For the general fund, original budgeted revenues and other financing sources were $71,560,479. This was decreased slightly to $70,764,682 in the final budget. Actual revenues and other financing sources were $66,833,732, or $3,930,950 less than the final budget, primarily due to lower than projected property tax collections.

General fund original and final budget appropriations (expenditures and other financing uses) were $70,465,778. The actual budget basis expenditures and other financing uses for fiscal year 2021 totaled $68,415,649, which is $2,050,129 less than the final budget appropriations. The District typically budgets for higher appropriations in case unforeseen expenditures arise throughout the year.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2021, the District had $126,173,710 invested in land, construction in progress, land improvements, buildings and improvements, furniture and equipment, vehicles and computer software. This entire amount is reported in governmental activities.

The following table shows fiscal year 2021 balances compared to 2020:

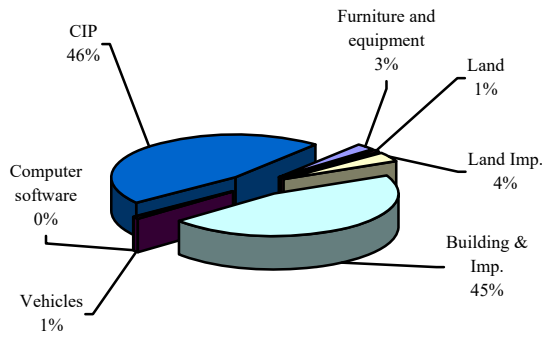
Capital Assets at June 30
(Net of Depreciation)

	Governmental Activities	
	2021	2020
Land	$ 1,022,386	$ 1,022,386
Construction in progress (CIP)	58,477,761	43,213,059
Land improvements	4,417,880	4,107,628
Building and improvements	57,822,559	47,761,617
Furniture and equipment	3,327,597	3,483,284
Vehicles	1,101,064	1,226,410
Computer software	4,463	8,925
Total	$ 126,173,710	$ 100,823,309

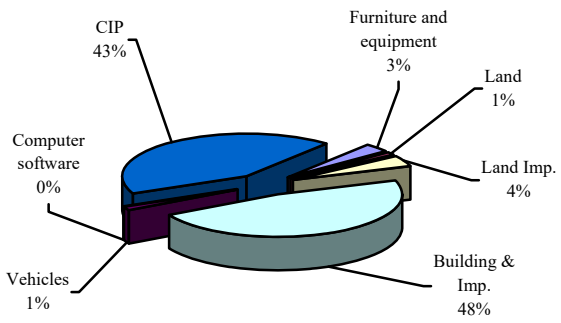
The overall increase in capital assets is a result of capital asset additions of $28,263,134 exceeding depreciation expense of $2,912,733. Most of the asset additions were for various construction in progress (CIP) projects for a new middle school and other building improvements throughout the District.

The following graphs show the breakdown of governmental activities capital assets by category for fiscal years 2021 and 2020.

Capital Assets - Governmental Activities
2021



Capital Assets - Governmental Activities
2020



See Note 7 in the notes to the basic financial statements for more information on the District's capital assets.

Debt Administration

At June 30, 2021, the District had $89,615,918 in general obligation bonds, certificates of participation and capital leases outstanding. Of this total, $3,289,618 is due within one year and $86,326,300 is due in greater than one year.

The following table summarizes the District's outstanding debt.

Outstanding Debt, at Year End

	Governmental Activities 2021	Governmental Activities 2020
Energy Conservation Bonds	$ 240,000	$ 470,000
Qualified School Construction Bonds	665,000	825,000
Certificates of Participation	13,455,000	14,170,000
School Improvement Bonds - Series 2018	74,705,000	76,305,000
Capital Leases	550,918	1,218,487
Total	$ 89,615,918	$ 92,988,487

All bonds are general obligations of the District for which the full faith and credit of the District is pledged for repayment. See Note 8 in the notes to the basic financial statements for more information on the District's debt administration.

Current Financial Related Activities

The District has carefully managed its general fund budgets in order to optimize the dollars available for educating the students it serves, and to minimize the levy millage amounts needed periodically from the community's citizens. The general fund cash balance was $33,890,181 at June 30, 2021. Fiscal year-end general fund cash balances were $33,959,909, $33,624,513, $35,140,285 and $32,302,679 at June 30 in fiscal years 2020, 2019, 2018 and 2017, respectively. Sound fiscal management by the Board of Education and Administration has enabled the District to maintain a healthy cash balance and continue a quality, comprehensive educational program.

Property taxes revenue is the District's main source of revenue, comprising approximately 71% of all cash receipts for the general fund in fiscal year 2021. Property taxes are largely dependent upon assessed property values, which are determined by the Summit County Fiscal Officer. The County conducted a reappraisal in 2017 which went into effect for calendar year 2018 tax collections. The reappraisal resulted in an increase in property values of approximately $133.7 million (14%). Appraisals are done every six years, with an update occurring every three years.

The voters of the District passed an additional 4.9 mill operating levy in May 2011. Collections on this levy began in calendar year 2012. The District's 1.5 mill permanent improvement tax levy was renewed in May 2017 for another five years. With Board guidance, the recent fiscal year budgets have been carefully managed in order to maintain the integrity of the financial planning process, while being cognizant of future tax levy levels that are reasonable and in accordance with the expected educational excellence of our community.

The District's second largest revenue source is State aid from the State Foundation program. State Foundation revenue for fiscal year 2022 is budgeted at approximately $9.8 million, which represents a slight decrease compared to fiscal year 2021.

The District has committed itself to educational and financial excellence for many years. The budgeting and internal controls utilized by the District have resulted in unmodified audit opinions. Each challenge identified in this section is viewed simultaneously as an opportunity for the District to foray down paths not previously traveled to continue its commitment to excellence. The District is committed to living within its financial means, and working with the community it serves in order to garner adequate resources to support the educational program. The Board will continue to evaluate all aspects of its operations, making prudent decisions where appropriate, in order to maximize its resources and offer excellent educational offerings.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. Questions about this report or requests for additional financial information can be made by writing to Mr. Phillip D. Butto IV, Treasurer/CFO, Hudson City School District, 2386 Hudson-Aurora Road, Hudson, Ohio 44236 or by calling (330) 653-1270.

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HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

STATEMENT OF NET POSITION
JUNE 30, 2021

	Governmental Activities	Business-type Activities	Total
Assets:			
Equity in pooled cash and investments	$ 54,715,412	$ 1,161,676	$ 55,877,088
Receivables:			
Property taxes	55,982,549	-	55,982,549
Payment in lieu of taxes	401,482	-	401,482
Accrued interest	39,983	-	39,983
Intergovernmental	418,880	-	418,880
Prepayments	78,824	488	79,312
Inventory held for resale	54,528	-	54,528
Net OPEB asset	4,557,875	6,757	4,564,632
Capital assets:			
Nondepreciable capital assets	59,500,147	-	59,500,147
Depreciable capital assets, net	66,673,563	-	66,673,563
Capital assets, net	126,173,710	-	126,173,710
Total assets	242,423,243	1,168,921	243,592,164
Deferred outflows of resources:			
Unamortized deferred charges on debt refunding	1,047,895	-	1,047,895
Pension	13,965,695	112,447	14,078,142
OPEB	2,329,408	53,935	2,383,343
Total deferred outflows of resources	17,342,998	166,382	17,509,380
Liabilities:			
Accounts payable	415,525	66,195	481,720
Contracts payable	1,248,490	-	1,248,490
Accrued wages and benefits payable	6,364,504	50,687	6,415,191
Intergovernmental payable	130,394	714	131,108
Pension obligation payable	1,037,868	10,781	1,048,649
Accrued interest payable	287,931	-	287,931
Claims payable	976,171	-	976,171
Long-term liabilities:			
Due within one year	3,731,659	25,398	3,757,057
Due in more than one year:			
Net pension liability	81,133,084	782,215	81,915,299
Net OPEB liability	6,264,055	234,853	6,498,908
Other amounts due in more than one year	93,328,045	11,340	93,339,385
Total liabilities	194,917,726	1,182,183	196,099,909
Deferred inflows of resources:			
Property taxes levied for the next fiscal year	49,569,880	-	49,569,880
Payment in lieu of taxes levied for the next fiscal year	401,482	-	401,482
Pension	967,971	137,901	1,105,872
OPEB	8,917,464	229,391	9,146,855
Total deferred inflows of resources	59,856,797	367,292	60,224,089
Net position:			
Net investment in capital assets	43,823,286	-	43,823,286
Restricted for:			
Capital projects	7,075,482	-	7,075,482
Debt service	3,542,162	-	3,542,162
State funded programs	84,538	-	84,538
Federally funded programs	30,444	-	30,444
Food service operations	137,394	-	137,394
Student activities	365,995	-	365,995
Other purposes	157,024	-	157,024
Unrestricted (deficit)	(50,224,607)	(214,172)	(50,438,779)
Total net position (deficit)	$ 4,991,718	$ (214,172)	$ 4,777,546

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

		Program Revenues		
	Expenses	**Charges for Services and Sales**	**Operating Grants and Contributions**	**Capital Grants and Contributions**
Governmental activities:				
Instruction:				
Regular	$ 34,220,892	$ 1,279,624	$ 2,290,782	$ 4,317
Special	10,973,538	79,254	2,712,533	-
Vocational	282,715	7,848	30,435	-
Other	1,343,642	8,688	9,000	-
Support services:				
Pupil	6,109,168	128,117	509,215	-
Instructional staff	2,755,044	3,315	108,769	-
Board of education	49,334	-	-	-
Administration	4,846,185	1,241	58,543	-
Fiscal	2,131,737	-	-	-
Business	735,981	-	-	-
Operations and maintenance	9,576,045	14,753	375,266	-
Pupil transportation	4,701,749	-	60,966	20,599
Central	727,955	-	-	-
Operation of non-instructional services:				
Food service operations	1,463,726	409,292	969,135	-
Other non-instructional services	243,911	1,287	255,495	-
Extracurricular activities	2,329,250	579,640	166,797	24,200
Interest and fiscal charges	3,464,820	-	-	-
Total governmental activities	85,955,692	2,513,059	7,546,936	49,116
Business-type activities:				
Community edcuation	1,040,369	1,173,276	-	-
Totals	$ 86,996,061	$ 3,686,335	$ 7,546,936	$ 49,116

General revenues:
Property taxes levied for:
General purposes
Debt service
Capital outlay
Payments in lieu of taxes
Grants and entitlements not restricted to specific programs
Investment earnings
Miscellaneous
Total general revenues

Change in net position

Net position at beginning of year

Net position at end of year

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
$ (30,646,169)	$ -	$ (30,646,169)
(8,181,751)	-	(8,181,751)
(244,432)	-	(244,432)
(1,325,954)	-	(1,325,954)
(5,471,836)	-	(5,471,836)
(2,642,960)	-	(2,642,960)
(49,334)	-	(49,334)
(4,786,401)	-	(4,786,401)
(2,131,737)	-	(2,131,737)
(735,981)	-	(735,981)
(9,186,026)	-	(9,186,026)
(4,620,184)	-	(4,620,184)
(727,955)	-	(727,955)
(85,299)	-	(85,299)
12,871	-	12,871
(1,558,613)	-	(1,558,613)
(3,464,820)	-	(3,464,820)
(75,846,581)	-	(75,846,581)
-	132,907	132,907
(75,846,581)	132,907	(75,713,674)
49,255,865	-	49,255,865
5,014,954	-	5,014,954
1,390,404	-	1,390,404
423,363	-	423,363
17,174,728	126,737	17,301,465
152,157	-	152,157
318,230	-	318,230
73,729,701	126,737	73,856,438
(2,116,880)	259,644	(1,857,236)
7,108,598	(473,816)	6,634,782
$ 4,991,718	$ (214,172)	$ 4,777,546

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021

	General	Building	Nonmajor Governmental Funds	Total Governmental Funds
Assets:				
Equity in pooled cash and investments	$ 33,890,181	$ 12,993,223	$ 5,337,809	$ 52,221,213
Receivables:				
Property taxes	49,433,429	-	6,549,120	55,982,549
Payment in lieu of taxes	401,482	-	-	401,482
Accrued interest	27,703	12,280	-	39,983
Intergovernmental	66,008	-	352,872	418,880
Prepayments	75,535	124	3,093	78,752
Inventory held for resale	48,520	-	6,008	54,528
Due from other funds	116,698	-	-	116,698
Total assets	$ 84,059,556	$ 13,005,627	$ 12,248,902	$ 109,314,085
Liabilities:				
Accounts payable	$ 205,297	$ -	$ 200,947	$ 406,244
Contracts payable	-	1,215,032	33,458	1,248,490
Accrued wages and benefits payable	6,082,915	2,753	278,836	6,364,504
Compensated absences payable	139,406	-	360	139,766
Intergovernmental payable	126,185	-	4,209	130,394
Pension obligation payable	973,720	2,825	61,323	1,037,868
Due to other funds	-	-	116,698	116,698
Claims payable	54,171	-	-	54,171
Total liabilities	7,581,694	1,220,610	695,831	9,498,135
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	43,742,379	-	5,827,501	49,569,880
Payment in lieu of taxes levied for the next fiscal year	401,482	-	-	401,482
Delinquent property tax revenue not available	925,441	-	99,237	1,024,678
Intergovernmental revenue not available	7,474	-	126,671	134,145
Accrued interest not available	12,966	11,925	-	24,891
Miscellaneous revenue not available	58,534	-	-	58,534
Total deferred inflows of resources	45,148,276	11,925	6,053,409	51,213,610
Fund balances:				
Nonspendable:				
Materials and supplies inventory	48,520	-	-	48,520
Prepayments	75,535	124	3,093	78,752
Restricted:				
Debt service	-	-	3,749,625	3,749,625
Capital improvements	-	11,772,968	1,067,981	12,840,949
Food service operations	-	-	191,945	191,945
Non-public schools	-	-	52,603	52,603
State funded programs	-	-	31,935	31,935
Federally funded programs	-	-	1	1
Extracurricular activities	-	-	365,965	365,965
Other purposes	-	-	157,024	157,024
Assigned:				
Student instruction	320,295	-	-	320,295
Student and staff support	1,487,222	-	-	1,487,222
Rotary services	277,626	-	-	277,626
Other purposes	27,704	-	-	27,704
Unassigned (deficit)	29,092,684	-	(120,510)	28,972,174
Total fund balances	31,329,586	11,773,092	5,499,662	48,602,340
Total liabilities, deferred inflows and fund balances	$ 84,059,556	$ 13,005,627	$ 12,248,902	$ 109,314,085

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2021

Total governmental fund balances			$ 48,602,340
Amounts reported for governmental activities on 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.			126,173,710
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds.			
Property taxes receivable	$ 1,024,678		
Accrued interest receivable	24,891		
Intergovernmental receivable	192,679		
Total			1,242,248
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities on the statement of net position.			1,562,990
Unamortized premiums on long-term debt are not recognized in the funds.			(3,211,367)
Unamortized amounts on refundings are not recognized in the funds.			1,047,895
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.			(287,931)
The net pension/OPEB assets & liabilities are not due and payable in the current period; therefore, the assets, liabilities and related deferred inflows/outflows are not reported in governmental funds.			
Deferred outflows - pension	13,965,695		
Deferred inflows - pension	(967,971)		
Net pension liability	(81,133,084)		
Deferred outflows - OPEB	2,329,408		
Deferred inflows - OPEB	(8,917,464)		
Net OPEB asset	4,557,875		
Net OPEB liability	(6,264,055)		
Total			(76,429,596)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
General obligation bonds	(75,610,000)		
Certificates of participation	(13,455,000)		
Capital lease obligations	(550,918)		
Compensated absences	(4,092,653)		
Total			(93,708,571)
Net position of governmental activities			$ 4,991,718

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	General	Building	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:				
Property taxes	$ 48,844,110	$ -	$ 6,358,771	$ 55,202,881
Intergovernmental	16,266,494	1,990,238	6,073,179	24,329,911
Investment earnings	201,268	85,294	4,845	291,407
Tuition and fees	1,466,098	-	140	1,466,238
Extracurricular	321,484	-	302,782	624,266
Rental income	500	-	-	500
Charges for services	3,603	-	409,292	412,895
Contributions and donations	49,484	-	406,110	455,594
Payment in lieu of taxes	423,363	-	-	423,363
Miscellaneous	261,482	-	32,677	294,159
Total revenues	67,837,886	2,075,532	13,587,796	83,501,214
Expenditures:				
Current:				
Instruction:				
Regular	28,206,394	-	2,652,269	30,858,663
Special	8,779,973	-	1,599,351	10,379,324
Vocational	319,775	-	-	319,775
Other	1,334,642	-	9,000	1,343,642
Support services:				
Pupil	5,315,511	-	518,817	5,834,328
Instructional staff	2,416,742	-	104,324	2,521,066
Board of education	48,856	-	-	48,856
Administration	4,416,533	-	61,684	4,478,217
Fiscal	1,881,336	-	195,830	2,077,166
Business	679,000	-	-	679,000
Operations and maintenance	5,365,525	-	380,940	5,746,465
Pupil transportation	4,298,620	-	231,077	4,529,697
Central	694,334	-	-	694,334
Operation of non-instructional services:				
Food service operations	-	-	1,401,120	1,401,120
Other non-instructional services	1,401	-	242,510	243,911
Extracurricular activities	1,253,725	-	506,512	1,760,237
Facilities acquisition and construction	10	30,801,399	717,758	31,519,167
Debt service:				
Principal retirement	1,057,569	-	2,315,000	3,372,569
Interest and fiscal charges	61,464	-	3,457,014	3,518,478
Total expenditures	66,131,410	30,801,399	14,393,206	111,326,015
Excess of revenues over (under) expenditures	1,706,476	(28,725,867)	(805,410)	(27,824,801)
Other financing sources (uses):				
Proceeds from sale of assets	7,264	-	-	7,264
Transfers in	-	500,000	1,377,100	1,877,100
Transfers (out)	(570,100)	(1,307,000)	-	(1,877,100)
Total other financing sources (uses)	(562,836)	(807,000)	1,377,100	7,264
Net change in fund balances	1,143,640	(29,532,867)	571,690	(27,817,537)
Fund balances at beginning of year	30,185,946	41,305,959	4,927,972	76,419,877
Fund balances at end of year	$ 31,329,586	$ 11,773,092	$ 5,499,662	$ 48,602,340

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Net change in fund balances - total governmental funds			$	(27,817,537)
Amounts reported for governmental activities in the statement of activities are different because:				
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.				
Capital asset additions	$	28,263,134		
Current year depreciation		(2,912,733)		
Total				25,350,401
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.				
Property taxes		458,342		
Earnings on investments		(134,405)		
Intergovernmental		52,313		
Total				376,250
Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position.				3,372,569
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in less interest being reported in the statement of activities:				
Decrease in accrued interest payable		8,453		
Amortization of bond premiums		126,332		
Amortization of deferred charges on refunding		(81,127)		
Total				53,658
Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.				
Pension		5,857,828		
OPEB		180,619		
Total				6,038,447
Except for amounts reported as deferred inflows/outflows, changes in the net pension/OPEB liability/asset are reported as pension/OPEB expense in the statement of activities.				
Pension		(9,608,434)		
OPEB		326,358		
Total				(9,282,076)
Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.				(150,446)
An internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.				(58,146)
Change in net position of governmental activities			$	(2,116,880)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property taxes	$ 51,507,366	$ 50,934,572	$ 47,652,063	$ (3,282,509)
Intergovernmental	17,128,577	16,938,096	16,266,580	(671,516)
Investment earnings	805,894	796,932	281,703	(515,229)
Tuition and fees	1,160,702	1,147,795	1,176,578	28,783
Extracurricular	249,827	247,049	267,558	20,509
Rental income	5,373	5,313	500	(4,813)
Payment in lieu of taxes	314,055	313,338	423,363	110,025
Miscellaneous	169,482	164,822	85,825	(78,997)
Total revenues	71,341,276	70,547,917	66,154,170	(4,393,747)
Expenditures:				
Current:				
Instruction:				
Regular	30,886,652	30,588,802	29,444,691	1,144,111
Special	10,731,672	10,619,430	9,038,244	1,581,186
Vocational	312,190	263,839	299,505	(35,666)
Other	1,639,275	1,582,080	1,493,058	89,022
Support services:				
Pupil	4,411,369	4,575,088	5,067,197	(492,109)
Instructional staff	2,480,550	2,408,200	2,398,165	10,035
Board of education	72,850	84,155	53,170	30,985
Administration	4,522,822	4,678,264	4,549,317	128,947
Fiscal	1,502,675	1,501,071	1,887,721	(386,650)
Business	711,247	693,519	685,751	7,768
Operations and maintenance	5,638,348	5,939,372	5,792,969	146,403
Pupil transportation	4,566,952	4,512,765	4,627,517	(114,752)
Central	680,800	711,169	753,909	(42,740)
Extracurricular activities	1,380,376	1,358,464	1,315,984	42,480
Facilities acquisition and construction	-	10	10	-
Debt service:				
Principal	390,000	390,000	390,000	-
Interest and fiscal charges	27,000	27,000	26,791	209
Total expenditures	69,954,778	69,933,228	67,823,999	2,109,229
Excess (deficiency) of revenues over (under) expenditures	1,386,498	614,689	(1,669,829)	(2,284,518)
Other financing sources (uses):				
Refund of prior year's expenditures	214,905	212,515	672,298	459,783
Refund of prior year's receipts	-	(21,550)	(21,550)	-
Transfers (out)	(511,000)	(511,000)	(570,100)	(59,100)
Sale of capital assets	4,298	4,250	7,264	3,014
Total other financing sources (uses)	(291,797)	(315,785)	87,912	403,697
Net change in fund balance	1,094,701	298,904	(1,581,917)	(1,880,821)
Fund balance at beginning of year	32,187,273	32,187,273	32,187,273	-
Prior year encumbrances appropriated	965,778	965,778	965,778	-
Fund balance at end of year	$ 34,247,752	$ 33,451,955	$ 31,571,134	$ (1,880,821)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2021

	Business-Type Activities - Community Education Fund	Governmental Activities - Internal Service Fund
Assets:		
Current assets:		
Equity in pooled cash and investments	$ 1,161,676	$ 2,494,199
Prepayments	488	72
Total current assets	1,162,164	2,494,271
Noncurrent assets:		
Net OPEB asset	6,757	-
Total assets	1,168,921	2,494,271
Deferred outflows of resources:		
Pension	112,447	-
OPEB	53,935	-
Total deferred outflows of resources	166,382	-
Liabilities:		
Current liabilities:		
Accounts payable	66,195	9,281
Accrued wages and benefits payable	50,687	-
Compensated absences payable	25,398	-
Pension obligation payable	10,781	-
Intergovernmental payable	714	-
Claims payable	-	922,000
Total current liabilities	153,775	931,281
Noncurrent liabilities:		
Compensated absences payable	11,340	-
Net pension liability	782,215	-
Net OPEB liability	234,853	-
Total noncurrent liabilities	1,028,408	-
Total liabilities	1,182,183	931,281
Deferred inflows of resources:		
Pension	137,901	-
OPEB	229,391	-
Total deferred inflows of resources	367,292	-
Net position:		
Unrestricted (deficit)	(214,172)	1,562,990
Total net position (deficit)	$ (214,172)	$ 1,562,990

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Business-Type Activities - Community Education Fund	Governmental Activities - Internal Service Fund
Operating revenues:		
Sales/charges for services	$ 1,173,276	$ 11,492,208
Total operating revenues	1,173,276	11,492,208
Operating expenses:		
Personal services	445,608	21,078
Purchased services	502,251	1,586,264
Materials and supplies	39,012	18,381
Other	53,498	-
Claims	-	9,924,631
Total operating expenses	1,040,369	11,550,354
Operating income (loss)	132,907	(58,146)
Nonoperating revenues:		
Grants	126,737	-
Total nonoperating revenues	126,737	-
Change in net position	259,644	(58,146)
Net position (deficit) at beginning of year	(473,816)	1,621,136
Net position (deficit) at end of year	$ (214,172)	$ 1,562,990

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Business-Type Activities - Community Education Fund	Governmental Activities - Internal Service Fund
Cash flows from operating activities:		
Cash received from sales/charges for services	$ 1,173,276	$ 11,492,208
Cash payments for personal services	(456,490)	(21,150)
Cash payments for contractual services	(479,969)	(1,576,983)
Cash payments for materials and supplies	(34,896)	(18,381)
Cash payments for other expenses	(55,578)	(625)
Cash payments for claims	-	(9,758,972)
Net cash provided by operating activities	146,343	116,097
Cash flows from noncapital financing activities:		
Cash received from grants	126,737	-
Net cash provided by noncapital financing activities	126,737	-
Net increase (decrease) in cash and investments	273,080	116,097
Cash and investments at beginning of year	888,596	2,378,102
Cash and investments at end of year	$ 1,161,676	$ 2,494,199
Reconciliation of operating income (loss) to net cash provided by operating activities:		
Operating income (loss)	$ 132,907	$ (58,146)
Changes in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:		
Prepayments	(3)	(72)
Net OPEB asset	(30)	-
Deferred outflows - pension	7,772	-
Deferred outflows - OPEB	(9,484)	-
Accounts payable	25,805	8,656
Accrued wages and benefits payable	27,023	-
Intergovernmental payable	405	-
Compensated absences payable	7,953	-
Pension obligation payable	2,033	-
Claims payable	-	165,659
Net pension liability	(34,425)	-
Net OPEB liability	(77,484)	-
Deferred inflows - pension	(3,998)	-
Deferred inflows - OPEB	67,869	-
Net cash provided by operating activities	$ 146,343	$ 116,097

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2021

		Custodial
Assets:		
Equity in pooled cash and investments	$	258,919
Due from other governments		52,611
Prepayments		249
Total assets		311,779
Liabilities:		
Accounts payable		2,874
Accrued wages and benefits payable		4,515
Pension obligation payable		3,828
Total liabilities		11,217
Net position:		
Restricted for individuals, organizations and other governments		300,562
Total net position	$	300,562

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Custodial
Additions:	
Amounts received as fiscal agent	$ 734,661
Deductions:	
Distributions as fiscal agent	677,325
Change in net position	57,336
Net position at beginning of year	243,226
Net position at end of year	$ 300,562

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Hudson City School District (the "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 District operates under a locally-elected five-member Board of Education and provides educational services as mandated by state and/or federal agencies. This Board controls the District's nine instructional/support facilities. The District provides more than instruction to its students. These additional services include student guidance, extracurricular activities, educational media, and care and upkeep of grounds and buildings. The operation of each of these activities is directly controlled by the Board of Education through the budgetary process. These District operations will be included as part of the reporting entity.

The District employs 233 non-certified and 390 certified employees (including administrators) to provide services to approximately 4,695 students and community members.

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

A. Reporting Entity

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

JOINTLY GOVERNED ORGANIZATION

Six District Educational Compact (the "Compact")
The Compact is a jointly governed organization to provide for the vocational needs of the students of six participating school districts. The six member Board consists of the superintendent from each of the participating school districts. Students may attend any vocational class offered by any of the six school districts. Hudson City School District serves as fiscal and administrative agent for the Compact, collecting and distributing payments pertaining to the administrative portion of the agreement. The Board exercises total control over the operations of the compact, including budgeting, appropriating, contracting and designating management.

B. Fund Accounting

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

GOVERNMENTAL FUNDS

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

The following are the District's major governmental funds:

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

Building fund - This fund is used to account for receipts and expenditures involved in the construction and replacement of instructional facilities. Expenditures in this fund represent the costs of acquiring and improving capital facilities.

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

PROPRIETARY FUNDS

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector where the determination of net income is necessary or useful to sound financial administration. The District's proprietary funds consist of an enterprise fund and an internal service fund.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Enterprise fund - The enterprise fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises-where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The District's major enterprise fund is the Community Education fund which accounts for all financial activities related to the Community Education and Recreation Center operations.

Internal service fund - The internal service fund is used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District, or to other governments, on a cost-reimbursement basis. The internal service fund accounts for operations of the District's self-insurance program for medical and dental benefits.

FIDUCIARY FUNDS

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and custodial funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. The District has no trust funds. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. The District's custodial fund accounts for the fiscal agent activity for the Six District Educational Compact.

C. Basis of Presentation and Measurement Focus

Government-Wide Financial Statements - The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses. Interfund services provided and used are not eliminated in the process of consolidation. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements, but differs from the manner in which governmental fund 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.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the District and for each function or program of the 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 and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the District.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Fund Financial Statements - Fund financial statements report detailed information about the District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and deferred outflows of resources and current liabilities and deferred inflows of resources, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and deferred outflows and all liabilities and deferred inflows associated with the operation of these funds are included on the statement of net position. The statement of revenues, expenses and changes in net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net position. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activities.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the District's proprietary funds are charges for services and sales. Operating expenses for the enterprise fund include personnel and other expenses related to the operations of the Community Education and Recreation Center and operating expenses for the internal service fund include primarily claims and purchased services expenses. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

Custodial funds are accounted for on a flow of economic resources measurement focus.

D. Basis of Accounting

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

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

Nonexchange transactions, in which the 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 is recognized in the fiscal year for which the taxes are levied (See Note 5).

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Deferred Outflows of Resources and Deferred Inflows of Resources - In addition to assets, the government-wide statement of net position will report a separate section for deferred outflows of resources. Deferred outflows of resources, represents 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. See Note 12 and Note 13 for deferred outflows of resources related the District's net pension liability and net OPEB liability/asset, respectively. In addition, deferred outflows of resources include a deferred charge on debt refunding. 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.

In addition to liabilities, both the government-wide statement of net position and the governmental fund financial statements report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the District, deferred inflows of resources include property taxes, payments in lieu of taxes 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 of resources on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the District unavailable revenue includes, but is not limited to, delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

See Note 12 and Note 13 for deferred inflows of resources related to the District's net pension liability and net OPEB liability/asset, respectively. These deferred inflows of resources are only reported on the government-wide statement of net position.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The entitlement value of donated commodities received during the year is reported in the financial statements as an expense/expenditure with a like amount reported as intergovernmental revenue.

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

E. Budgets

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax alternate budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than custodial funds, are legally required to be budgeted and appropriated. The legal level of budgetary control has been established by the Board of Education at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education. Although the legal level of budgetary control was established at the fund level of expenditures, the District has elected to present the budgetary statement comparison for the general fund at the fund and function level of expenditures.

Advances in and advances out are not required to be budgeted since they represent a temporary cash flow resource and are intended to be repaid.

Tax Budget:

Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The purpose of this budget document is to reflect the need for existing (or increased tax) rates. By no later than January 20, the Board-adopted budget is filed with Summit County Budget Commission for rate determination. The Summit County Budget Commission waived this requirement for fiscal year 2020.

Estimated Resources:

By April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's certificate of estimated resources, which states the projected revenue of each fund. Prior to July 1, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statement reflects the amounts from the certificate of estimated resources that was in effect at the time the original permanent appropriations covering the entire fiscal year were passed by the Board of Education. The amounts reported as the final budgeted amounts in the budgetary statement reflects the amounts from the certificate of amended resources that was in effect at the time the final appropriations were passed by the Board of Education.

Appropriations:

Upon receipt from the County Fiscal Officer of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is enacted by the Board of Education. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution, at the fund level, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures may not exceed the appropriation totals at the legal level of control. Any revisions that alter the level of budgetary control must be approved by the Board of Education.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The Board may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. During the year, all supplemental appropriations were legally enacted.

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

Lapsing of Appropriations:

Unencumbered appropriations lapse at year end. Encumbered appropriations are carried forward to the succeeding fiscal year and need not be reappropriated. Expenditures may not legally exceed budgeted appropriations at the fund level.

F. Cash and Investments

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

During fiscal year 2021, investments were limited to negotiable and non-negotiable certificates of deposit, commercial paper, U.S. Treasury Notes, U.S. Government agency securities, U.S. Government money market funds, and investments in the State Treasury Asset Reserve of Ohio (STAR Ohio). Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts, such as repurchase agreements and non-negotiable certificates of deposit, are reported at cost. The District's investment in STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company and is recognized as an external investment pool by the District. The District measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides a 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, notice must be given 24 hours in advance of all deposits and withdrawals exceeding $100 million. STAR Ohio reserves the right to limit the transaction to $250 million, requiring the excess amount to be transacted the following business day(s), but only to the $250 million limit. All accounts of the participant will be combined for these purposes.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund or the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2021 amounted to $201,268, which includes $40,618 assigned from other District funds.

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

G. Prepayments

Payments made to vendors for services that will benefit periods beyond June 30, 2021 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

H. Inventory

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

On the fund financial statements, material and supplies inventory is equally offset by a nonspendable fund balance in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets. Inventory held for resale is reported as nonspendable fund balance unless the proceeds from the sales are restricted, committed or assigned.

Inventory consists of expendable supplies held for consumption, donated food and purchased food held for resale, and bookstore inventory held for resale.

I. Capital Assets

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

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

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:

Description:	Estimated Lives
Land improvements	15 - 20 years
Buildings and improvements	10 - 50 years
Furniture and equipment	5 - 20 years
Vehicles	6 - 8 years
Computer software	3 - 9 years

J. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "due to/from other funds". Interfund balances between governmental funds are eliminated in the governmental activities column on the statement of net position.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

K. Compensated Absences

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

The District reports compensated absences and salary related payments in accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences". The total liability for vacation and sick leave payments has been calculated using pay rates in effect at the balance sheet date and reduced to the maximum payment allowed by labor contract and/or statute, plus any applicable additional salary related payments. Vacation leave and other compensated absences with similar characteristics should be accrued as a liability as the benefits are earned by the employees if both of the following conditions are met:

1. The employees' rights to receive compensation are attributable to services already rendered.

2. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

Other compensated absences with characteristics similar to vacation leave are those which are not contingent on a specific event outside the control of the employer and employee.

Further, sick leave and other similar compensated absences are those which are contingent on a specific event that is outside the control of the employer and employee. The District has accrued a liability for these compensated absences using the termination method which is based on the District's past experience of making termination payments for sick leave.

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

For governmental fund financial statements, the current portion of unpaid matured compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported.

L. Accrued Liabilities and Long-Term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds and certificates of participation are recognized as a liability on the fund financial statements when due. A net pension liability and net OPEB liability is 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.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

M. Fund Balance

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

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form or legally required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash.

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

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

Assigned - Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted nor committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by the Treasurer. The District Board of Education has by resolution authorized the Treasurer to assign fund balance. The Board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget in the general fund.

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

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

N. Net Position

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. The net position component "net investment in capital assets," consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. See Note 7 for the calculation of net investment in capital assets. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The amount restricted for other purposes represents amounts restricted for various local grants and scholarship programs.

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

O. Estimates

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

P. Interfund Activity

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

Q. Nonpublic Schools

Within the District boundaries, there are six private or parochial schools which receive funding from the State of Ohio through current State legislation. These monies are received and disbursed on behalf of the private or parochial schools by the Treasurer of the District, as directed by the schools. The fiduciary responsibility of the District for these monies is reflected in a special revenue fund (a nonmajor governmental fund) for financial reporting purposes.

R. Unamortized Debt Premiums and Deferred Charges on Debt Refunding

On the government-wide financial statements, premiums on long-term debt are deferred and amortized over the term of the debt using the straight-line method, which approximates the effective interest method. Debt premiums are presented as an addition to the face amount of the debt. On the governmental fund financial statements, debt premiums are recognized in the current period.

For advance refundings resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter and is presented as a deferred outflow of resources on the statement of net position.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

A reconciliation between the face value of the debt and the amount reported on the statement of net position is presented in Note 8.

S. Pensions/Other Postemployment Benefits (OPEB)

For purposes of measuring the net pension/OPEB liability, net OPEB asset, deferred outflows of resources and deferred inflows of resources related 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.

T. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2021.

U. Fair Value

The 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.

NOTE 2 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For fiscal year 2021, the District has applied GASB Statement No. 95, "*Postponement of the Effective Dates of Certain Authoritative Guidance.*" GASB Statement No. 95 provides temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. This objective is accomplished by postponing the effective dates of certain provisions in Statements and Implementation Guides that first became effective or are scheduled to become effective for periods beginning after June 15, 2018, and later.

Certain provisions contained in the following pronouncements were scheduled to be implemented for the fiscal year ended June 30, 2021. Due to the implementation of GASB Statement No. 95, the effective dates of certain provisions contained in these pronouncements are postponed until the fiscal year ended June 30, 2022:

- Statement No. 87, *Leases*
- Implementation Guide No. 2019-3, *Leases*
- Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*
- Statement No. 92, *Omnibus 2020*
- Statement No. 93, *Replacement of Interbank Offered Rates*

For fiscal year 2021, the District has implemented GASB Statement No. 98, "*The Annual Comprehensive Financial Report.*" GASB Statement No. 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 general accepted accounting principles for state and local governments. The implementation of GASB Statement No. 98 did not have an effect on the financial statements of the District.

NOTE 2 - ACCOUNTABILITY AND COMPLIANCE - (Continued)

B. Deficit Fund Balances

Fund balances at June 30, 2021 included the following individual fund deficits:

Nonmajor funds	Deficit
Title VI-B	$ 106,128
Title I	12,044
EHA preschool grant	394

The general fund is liable for any deficit in these funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances resulted from adjustments for accrued liabilities.

NOTE 3 - DEPOSITS AND INVESTMENTS

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

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

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;

2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

3. Written repurchase agreements in the securities listed above provided that the fair value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;

4. Bonds and other obligations of the State of Ohio, and with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met;

NOTE 3 - DEPOSITS AND INVESTMENTS - (Continued)

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, the State Treasury Asset Reserve of Ohio (STAR Ohio); and,

8. Certain banker's acceptance for a period not to exceed one hundred eighty days) and commercial paper notes (for a period not to exceed two hundred seventy days) in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met.

Protection of the 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 pledge to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution.

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

A. Cash on Hand

At fiscal year end, the District had $1,300 of undeposited cash on hand which is included on the financial statements of the District as part of "equity in pooled cash and investments".

B. Deposits with Financial Institutions

At June 30, 2021, the carrying amount of all District deposits was $10,930,290 and the bank balance was $11,679,049. Of the bank balance, $2,687,553 was covered by the FDIC, $6,402,651 was covered by OPCS and $2,588,845 was potentially exposed to custodial credit risk discussed below because those deposits were uninsured and could be uncollateralized. Although all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the District to a successful claim by the FDIC.

Custodial credit risk is the risk that, in the event of bank failure, the District's deposits may not be returned. The District has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits either be insured or protected by: (1) eligible securities pledged to the District and deposited with a qualified trustee by the financial institution as security for repayment whose fair value at all times shall be at least 105 percent of the deposits being secured; or (2) participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total fair value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State. For fiscal year 2021, the District's financial institutions were approved for a reduced collateral rate of 50 percent through the OPCS.

NOTE 3 - DEPOSITS AND INVESTMENTS - (Continued)

C. Investments

As of June 30, 2021, the District had the following investments and maturities:

		Maturities		
Measurement/ Investment Type	Measurement Value	Less than 1 year	1-2 years	More than 2 years
Fair value:				
Commercial paper	$ 3,312,836	$ 3,312,836	$ -	$ -
U.S. Treasury notes	2,564,563	2,225,134	-	339,429
Negotiable CDs	7,060,599	3,743,013	1,772,921	1,544,665
U.S. Government agency securities	8,834,526	1,509,829	-	7,324,697
U.S. Government money market	12,113	12,113	-	-
Amortized cost:				
STAR Ohio	23,419,780	23,419,780	-	-
Total	$ 45,204,417	$ 34,222,705	$ 1,772,921	$ 9,208,791

The District's investments measured as fair value are valued using quoted market prices in markets that are not considered to be active, dealer quotations or alternative pricing sources for similar assets or liabilities for which all significant inputs are observable, either directly or indirectly (Level 2 inputs).

Interest Rate Risk: As a means of limiting its exposure to fair value losses arising from rising interest rates and according to State law, the District's investment policy limits investment portfolio maturities to five years or less, unless matched to a specific obligation or debt of the District. The weighted average maturity of investments is 0.92 years, or approximately 337 days.

Credit Risk: The commercial paper investments are rated A-1 to A-1+ and P-1 by Standard & Poor's and Moody's Investor Services, respectively. Standard & Poor's has assigned STAR Ohio an AAAm money market rating. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The District's investment policy does not specifically address credit risk beyond requiring the District to only invest in securities authorized by State statute.

Custodial Credit Risk: For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

NOTE 3 - DEPOSITS AND INVESTMENTS - (Continued)

Concentration of Credit Risk: The District places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held at June 30, 2021:

Measurement/ Investment type	Measurement Value	% of Total
Fair value:		
Commercial paper	$ 3,312,836	7.33
U.S. Treasury notes	2,564,563	5.67
Negotiable CDs	7,060,599	15.62
U.S. Government agency securities	8,834,526	19.54
U.S. Government money market	12,113	0.03
Amortized cost:		
STAR Ohio	23,419,780	51.81
Total	$ 45,204,417	100.00

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

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net position as of June 30, 2021:

Cash and investments per note	
Carrying amount of deposits	$ 10,930,290
Investments	45,204,417
Cash on hand	1,300
Total	$ 56,136,007
Cash and investments per statement of net position	
Governmental activities	$ 54,715,412
Business type activities	1,161,676
Custodial funds	258,919
Total	$ 56,136,007

NOTE 4 - INTERFUND TRANSACTIONS

A. Interfund balances at June 30, 2021, as reported on the fund statements consist of the following amounts due to/from other funds:

Receivable fund:	Payable fund:	Amount
General fund	Nonmajor governmental funds	$ 116,698

The primary purpose of the due to/from other funds is to cover deficit cash balances due to the advance spending of approved grant monies. The interfund balances will be repaid once the anticipated revenues are received, which is expected to be within one year. Interfund balances between governmental funds are eliminated on the government-wide financial statements; therefore, no internal balances at June 30, 2021 are reported on the statement of net position.

NOTE 4 - INTERFUND TRANSACTIONS - (Continued)

B. Interfund transfers for the fiscal year ended June 30, 2021, consisted of the following, as reported on the fund statements:

Transfers from:	Transfers to:	Amount
General fund	Building fund	$ 500,000
General fund	Nonmajor governmental funds	70,100
Building fund	Nonmajor governmental funds	1,307,000
Total		$ 1,877,100

Transfers are used to move revenues from the fund that statute or budget required to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Interfund transfers between governmental funds are eliminated on the government-wide financial statements. All transfers were made in compliance with Ohio Revised Code Sections 5705.14, 5705.15 and 5705.16.

NOTE 5 - PROPERTY TAXES

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

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

The District receives property taxes from Summit County. The County Fiscal Officer periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2021, are available to finance fiscal year 2021 operations. The amount available as an advance at June 30, 2021 was $4,765,609 in the general fund, $480,844 in the bond retirement fund (a nonmajor governmental fund), and $141,538 in the permanent improvement fund (a nonmajor governmental fund). This amount is recorded as revenue. The amount available as an advance at June 30, 2020 was $3,573,562 in the general fund, $331,668 in the bond retirement fund, and $106,364 in the permanent improvement fund. The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and delinquent tangible personal property taxes which are measurable as of June 30, 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 to deferred inflows.

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

NOTE 5 - PROPERTY TAXES - (Continued)

The assessed values upon which the fiscal year 2021 taxes were collected are:

	2020 Second Half Collections		2021 First Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/residential and other real estate	$ 1,120,929,440	98.12	$ 1,257,545,040	98.03
Public utility personal	21,466,960	1.88	25,271,550	1.97
Total	$ 1,142,396,400	100.00	$ 1,282,816,590	100.00
Tax rate per $1,000 of assessed valuation for:				
General operations	$ 86.93		$ 86.93	
Debt service	4.05		4.00	
Permanent improvement	1.50		1.50	

NOTE 6 - RECEIVABLES

Receivables at June 30, 2021, as reported on the statement of net position, consisted of property taxes, payments in lieu of taxes, accrued interest, and intergovernmental grants and entitlements. Receivables have been disaggregated on the face of the basic financial statements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of federal funds. All receivables are expected to be collected within the subsequent year.

NOTE 7 - CAPITAL ASSETS

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

	Balance 07/01/20	Additions	Deductions	Balance 06/30/21
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 1,022,386	$ -	$ -	$ 1,022,386
Construction in progress	43,213,059	27,452,789	(12,188,087)	58,477,761
Total capital assets, not being depreciated	44,235,445	27,452,789	(12,188,087)	59,500,147
Capital assets, being depreciated:				
Land improvements	6,671,487	482,123	-	7,153,610
Buildings and improvements	84,189,605	12,074,547	-	96,264,152
Furniture and equipment	14,707,571	365,616	-	15,073,187
Vehicles	5,587,039	76,146	-	5,663,185
Computer software	390,819	-	-	390,819
Total capital assets, being depreciated	111,546,521	12,998,432	-	124,544,953
Less: accumulated depreciation				
Land improvements	(2,563,859)	(171,871)	-	(2,735,730)
Buildings and improvements	(36,427,988)	(2,013,605)	-	(38,441,593)
Furniture and equipment	(11,224,287)	(521,303)	-	(11,745,590)
Vehicles	(4,360,629)	(201,492)	-	(4,562,121)
Computer software	(381,894)	(4,462)	-	(386,356)
Total accumulated depreciation	(54,958,657)	(2,912,733)	-	(57,871,390)
Total capital assets, being depreciated, net	56,587,864	10,085,699	-	66,673,563
Governmental activities capital assets, net	$ 100,823,309	$ 37,538,488	$(12,188,087)	$ 126,173,710

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	$ 1,790,928
Special	67,022
Vocational	29,110
Support services:	
Pupil	26,782
Instructional staff	77,214
Administration	44,202
Operations and maintenance	154,216
Pupil transportation	172,009
Central	4,462
Extracurricular activities	509,073
Food service operations	37,715
Total depreciation expense	$ 2,912,733

NOTE 7 - CAPITAL ASSETS - (Continued)

The following table illustrates the calculation of the District's net investment in capital assets. As discussed in Note 1 N., only debt and deferred inflows or outflows of resources that are attributable to the acquisition of capital assets are included below.

Capital assets, net of accumulated depreciation	$ 126,173,710
Less capital-related debt:	
Certificates of participation	(13,455,000)
Qualified school construction bonds	(665,000)
School improvement bonds	(74,705,000)
Capital leases	(323,700)
Unamortized premium on debt issuances	(38,057)
Capital assets on account	(1,248,490)
Add: unspent bond proceeds	7,036,928
Add: deferred outflows of resources - unamortized deferred charges on debt refunding	1,047,895
Net investment in capital assets	$ 43,823,286

NOTE 8 - LONG-TERM OBLIGATIONS

A. During fiscal year 2021, the following changes occurred in the District's long-term obligations.

	Balance Outstanding 06/30/20	Additions	Deletions	Balance Outstanding 06/30/21	Amount Due in One Year
Governmental activities:					
Certificates of participation:					
Series 2012 refunding	$ 14,170,000	$ -	$ (715,000)	$ 13,455,000	$ 745,000
General obligation bonds:					
Energy conservation bonds	470,000	-	(230,000)	240,000	240,000
Qualified school construction bonds	825,000	-	(160,000)	665,000	160,000
School improvement bonds	76,305,000	-	(1,600,000)	74,705,000	1,660,000
Total bonds and certificates of participation	91,770,000	-	(2,705,000)	89,065,000	2,805,000
Capital leases	1,218,487	-	(667,569)	550,918	484,618
Compensated absences	4,089,440	576,124	(433,145)	4,232,419	442,041
Net pension liability	74,423,987	6,709,097	-	81,133,084	-
Net OPEB liability	7,283,108	-	(1,019,053)	6,264,055	-
Total, governmental activities	178,785,022	7,285,221	(4,824,767)	181,245,476	3,731,659
Unamortized premiums	3,337,699	-	(126,332)	3,211,367	-
Total on statement of net position	$ 182,122,721	$ 7,285,221	$ (4,951,099)	$ 184,456,843	$ 3,731,659

NOTE 8 - LONG-TERM OBLIGATIONS - (Continued)

	Balance Outstanding 06/30/20	Additions	Deletions	Balance Outstanding 06/30/21	Amount Due in One Year
Business-type activities:					
Compensated absences	$ 28,785	$ 28,605	$ (20,652)	$ 36,738	$ 25,398
Net pension liability	816,640	3,203	(37,628)	782,215	-
Net OPEB liability	312,337	-	(77,484)	234,853	-
Total, business-type activities	$ 1,157,762	$ 31,808	$ (135,764)	$ 1,053,806	$ 25,398

All bonds and certificates of participation are backed by the full faith and credit of the District and are paid from the general fund or bond retirement fund. The capital leases are paid from the general fund; see Note 9 for more detail. Compensated absences, the net pension liability, and the net OPEB liability will be paid from the fund from which the employee is paid, which is primarily the general fund and the food service fund (a nonmajor governmental fund). See Note 12 for more detail on the net pension liability. See Note 13 for more detail on the net OPEB liability.

Certificates of Participation, Series 2012 Refunding

The refunding certificates of participation (COPs) were issued on July 10, 2012 in order to advance refund the previously outstanding COPs, which were issued to finance various construction projects throughout the District. The refunding issue consisted of serial COPs, par value $13,570,000, and term COPs, par value $5,155,000. The refunding COPs range in interest rates from 2.0% - 4.0% and the final maturity date stated in the issue is June 1, 2034.

The issuance proceeds of $18,725,000 were used to purchase securities which were placed in an irrevocable trust to provide resources for all future debt service payments on the refunded debt. This refunded debt in considered defeased (in substance) and accordingly has been removed from the statement of net position. At June 30, 2021, $15,955,000 of this debt was outstanding.

Energy Conservation Bonds

The energy conservation bonds were issued during fiscal year 2010 in the amount of $2,440,000. The proceeds were used to finance improvements throughout the District for the purpose of reducing future energy costs. These improvements are not capital in nature and were not added to the District's capital assets; therefore, the bonds are not included in the District's net investment in capital assets. The bonds bear an interest rate ranging from 2.5% to 5% and mature on December 1, 2021. Debt payments are made from the general fund from the savings on energy costs resulting from the improvements.

Qualified School Construction Bonds

The qualified school construction bonds were issued during fiscal year 2010 in the amount of $2,274,257. The proceeds were used to finance various energy improvements throughout the District. The bonds bear an interest rate of 1.69%. Payments on the bonds, which mature on September 15, 2024, are made from the general fund.

School Improvement Bonds

The school improvement bonds were issued on March 6, 2018 in the amount of $81,550,000. The proceeds are being used to finance construction of a new middle school and improvements to other District facilities. As of June 30, 2021, $7,036,928 of the bond proceeds had not yet been spent. The bonds bear an interest rate ranging from 2% to 5% and mature on December 1, 2047. Debt payments are made from the bond retirement fund with the proceeds from a voted property tax levy.

NOTE 8 - LONG-TERM OBLIGATIONS - (Continued)

B. Principal and interest requirements to retire the certificates of participation outstanding at June 30, 2021, are as follows:

Fiscal Year	Certificates of Participation		
Ending June 30,	Principal	Interest	Total
2022	$ 745,000	$ 517,033	$ 1,262,033
2023	775,000	496,173	1,271,173
2024	820,000	465,173	1,285,173
2025	865,000	432,373	1,297,373
2026	915,000	397,773	1,312,773
2027 - 2031	5,365,000	1,429,579	6,794,579
2032 - 2034	3,970,000	323,400	4,293,400
Total	$ 13,455,000	$ 4,061,504	$ 17,516,504

C. Principal and interest requirements to retire the general obligation bonds outstanding at June 30, 2021, are as follows:

Fiscal Year	Energy Conservation Bonds			Qualified School Construction Bonds		
Ending June 30,	Principal	Interest	Total	Principal	Interest	Total
2022	$ 240,000	$ 4,800	$ 244,800	$ 160,000	$ 9,887	$ 169,887
2023	-	-	-	165,000	7,140	172,140
2024	-	-	-	170,000	4,310	174,310
2025	-	-	-	170,000	1,436	171,436
Total	$ 240,000	$ 4,800	$ 244,800	$ 665,000	$ 22,773	$ 687,773

Fiscal Year	School Improvement Bonds		
Ending June 30,	Principal	Interest	Total
2022	$ 1,660,000	$ 2,872,613	$ 4,532,613
2023	1,695,000	2,839,063	4,534,063
2024	1,730,000	2,800,488	4,530,488
2025	1,770,000	2,756,738	4,526,738
2026	1,815,000	2,711,925	4,526,925
2027 - 2031	10,285,000	12,222,390	22,507,390
2032 - 2036	12,745,000	9,753,690	22,498,690
2037 - 2041	15,505,000	6,937,290	22,442,290
2042 - 2046	18,870,000	3,510,190	22,380,190
2047 - 2048	8,630,000	315,557	8,945,557
Total	$ 74,705,000	$ 46,719,944	$ 121,424,944

NOTE 8 - LONG-TERM OBLIGATIONS - (Continued)

D. Legal Debt Margin

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The assessed valuation used in determining the District's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the District's legal debt margin calculation excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property and personal property owned or leased by a railroad company and used in railroad operations. The effects of these debt limitations at June 30, 2021, are a voted debt margin of $43,593,118 (including available funds of $3,749,625) and an unvoted debt margin of $1,282,817.

NOTE 9 - CAPITALIZED LEASES - LESSEE DISCLOSURE

The District has entered into lease agreements to acquire copiers and copier equipment and computers. Capital assets consisting of equipment have been capitalized in the amount of $1,190,970. Accumulated depreciation as of June 30, 2021 was $893,227, leaving a current book value of $297,743. Lease payments have been reclassified and are reflected as debt service expenditures in the financial statements for the governmental funds. Principal and interest payments of $667,569 and $34,673, respectively, were paid from the general fund.

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

Fiscal Year Ending June 30	Amount
2022	$ 500,029
2023	66,831
Total minimum lease payments	566,860
Less: amount representing interest	(15,942)
Total	$ 550,918

NOTE 10 - COMPENSATED ABSENCES

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees working 11 or 12 months per year are entitled to an annual vacation, with pay, based on length of service in the District. Accumulated unused vacation time is paid to employees upon termination of employment. Teachers and administrators working fewer than ten months per year do not earn vacation time. Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated for an unlimited number of days. For both certified and classified employees, payment is made at retirement for accumulated sick leave and is determined by taking one-fourth of the first 144 days and adding to that one day for every eight days in excess of 144 days to a maximum of 36 additional days of severance. Maximum severance in total is 72 days. See Note 1.K. for further detail on the financial reporting of the District's compensated absences.

NOTE 11 - RISK MANAGEMENT

A. General Insurance

The District is exposed to various risks of loss related to torts, theft, damage to or destruction of assets, errors and omissions, employee injuries, and natural disasters. The District has a comprehensive property and casualty policy with deductibles that vary from $0 to $50,000 depending on the type of coverage. The District's vehicle liability insurance policy limit is $5,000,000 with a $1,000 collision deductible. All Board Members, administrators and employees are covered under a District liability policy. The limits of this coverage are $5,000,000 per occurrence and $7,000,000 in aggregate. Settled claims have not exceeded this commercial coverage in any of the past three years. There was no significant reduction in coverage from the prior year.

B. Fidelity Bond

The Treasurer is covered under a surety bond in the amount of $50,000. Selected other employees are covered for faithful performance in the District's property and casualty liability policy for $100,000, subject to a $1,000 deductible.

C. Employee Health Insurance

The District has elected to provide employee medical and prescription benefits through a self-insurance program. The District maintains a self-insurance internal service fund to account for and finance its uninsured risk of loss in this program. This plan provides a medical plan with a $400 family and $200 single deductible. A third party administrator reviews and processes all claims for payment. Medical Mutual of Ohio is the claims administrator for medical and prescription claims. The District provides fully insured dental coverage through Delta Dental of Ohio preferred provider organization. Employees are offered two plan options, a High and a Low plan. Both plans have a $25 deductible per person annual deductible capped at $50 per family. The District purchases stop-loss coverage for the medical/prescription coverage of $125,000 per individual and $1,000,000 for the aggregate maximum limit of reimbursement liability.

The District pays into the self-insurance internal service fund for full-time medical and prescription drug family coverage $1,798 per month for certified, classified and administrative employees. Single coverage full-time costs are $819 for certified, classified and administrative employees. Employees are considered part-time if they work 17.5 or more hours per week for certified staff or 25 or more hours per week for classified staff and administrators and less than 35 hours per week. Part-time employees are eligible for family and single coverage. The premiums for part-time employees are prorated according to hours worked per week for certified employees and classified employees.

The District provides prescription drug insurance to its employees through a self-insured program. The District pays the cost of prescription drugs above the employee co-payment for a 34 day supply. The employee co-payment for a 34 day supply is: generic $25, preferred $30 and non-preferred $40. The District pays the cost of mail order prescriptions above the employee co-payment for a 90 day supply. The employee co-payment for a 90 day mail order supply is: generic $50, preferred $60 and non-preferred $80. The third party administrator, Medical Mutual of Ohio, reviews and processes the claims. The premium for this coverage is included in the medical plan premium amounts stated above.

Dental coverage is provided on a fully-insured basis through Delta Dental of Ohio. There are two dental plans; Low plan and High plan. For this coverage, the District pays $57 and $109 per month under the Low and High plans, respectively, for family coverage and $19 and $39 per month under the Low and High plans, respectively, for single coverage for certified employees. Premiums for classified employees are prorated according to hours worked per 35-hour week with premiums ranging from $10 to $74 for family coverage and $3 to $27 for single coverage. Employees working 17.5 or more hours per week for certified staff or 25 hours per week for classified and administrative staff are eligible for dental coverage. The District is responsible for payment of all claim amounts in excess of the employee payment percentages of fixed rates established in each plan.

NOTE 11 - RISK MANAGEMENT - (Continued)

The premiums are paid by the funds that pay the salary for the employees, except for those grant funds whose agreements do not fund employee health insurance, and is based on historical cost information.

The claims liability of $922,000 reported in the internal service fund at June 30, 2021, is based on an estimate provided by the third party administrators and 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 Financing Omnibus", which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be accrued at the estimated ultimate cost of settling the claims. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

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

Fiscal Year	Beginning Balance	Current Year Claims	Claims Payments	Ending Balance
2021	$ 756,341	$ 9,924,631	$ (9,758,972)	$ 922,000
2020	740,491	8,604,925	(8,589,075)	756,341

Post-employment health care is provided to plan participants or their beneficiaries through the respective retirement systems discussed in Note 13.

D. Workers' Compensation

The District participates in the Ohio SchoolComp Group Rating Program (GRP), a group rating pool. The GRP is co-sponsored by the Ohio School Boards Association and the Ohio Association of School Business Officials. The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the state based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "equity pooling fund".

This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of CompManagement, Inc. provides administrative, cost control and actuarial services to the GRP.

Prior to January 1, 2012, the District participated in the Ohio Bureau of Workers' Compensation (Bureau) Individual Retrospective Rating program. In the program, the District assumed a portion of the risk in return for a reduction in premium.

The District's Retrospective Rating program is accounted for in the general fund which pays for all claims, claim reserves and administrative costs of the program. The general fund generates revenues by charging each fund a percentage rate determined by the Bureau for the payroll during the reporting period.

NOTE 11 - RISK MANAGEMENT - (Continued)

The District is liable for a portion of claims incurred while under the Retrospective Rating program. The claims liability is recorded based on an actuarial determination of future claims, review of five years of claim liabilities and claim payment trends. The change in claims activity for the past two fiscal years is as follows:

Fiscal Year	Beginning Balance	Claims and Changes In Estimates	Claims Payments	Ending Balance
2021	$ 87,764	$ 34,576	$ (68,169)	$ 54,171
2020	35,925	114,386	(62,547)	87,764

NOTE 12 - DEFINED BENEFIT PENSION PLANS

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

Net Pension Liability/Net OPEB Liability/Asset

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

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

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

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

The remainder of this note includes the required pension disclosures. See Note 13 for the required OPEB disclosures.

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

NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

Plan Description - School Employees Retirement System (SERS)

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

Age and service requirements for retirement are as follows:

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

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

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

Effective January 1, 2018, SERS cost-of-living adjustment (COLA) changed from a fixed 3% annual increase to one based on the Consumer Price Index (CPI-W) with a cap of 2.5% and a floor of 0%. SERS also has the authority to award or suspend the COLA, or to adjust the COLA above or below CPI-W. SERS suspended the COLA increases for 2018, 2019 and 2020 for current retirees, and confirmed their intent to implement a four-year waiting period for the start of a COLA for future retirees. For 2021, the COLA was 0.5%.

Funding Policy - Plan members are required to contribute 10% of their annual covered salary and the District is required to contribute 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10% for plan members and 14% for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, 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%.

The District's contractually required contribution to SERS was $1,361,281 for fiscal year 2021. Of this amount, $72,790 is reported as a liability.

Plan Description - State Teachers Retirement System (STRS)

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

NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

New members have a choice of three retirement plans: a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined (CO) Plan. Benefits are established by Ohio Revised Code Chapter 3307. The DB Plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation will be 2.2% of final average salary for the five highest years of earnings multiplied by all years of service. Effective July 1, 2017, the cost-of-living adjustment was reduced to zero. Members are eligible to retire at age 60 with five years of qualifying service credit, or age 55 with 28 years of service, or 33 years of service regardless of age. Eligibility changes will be phased in until August 1, 2026, when retirement eligibility for unreduced benefits will be five years of service credit and age 65, or 35 years of service credit and at least age 60.

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

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

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

A DB or Combined Plan member with five or more years of credited service who is determined to be disabled may qualify for a disability benefit. Eligible survivors of members who die before service retirement may qualify for monthly benefits. New members on or after July 1, 2013, must have at least ten years of qualifying service credit to apply for disability benefits. Members in the DC Plan who become disabled are entitled only to their account balance. 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. For fiscal year 2021, plan members were required to contribute 14% of their annual covered salary. The District was required to contribute 14%; the entire 14% was the portion used to fund pension obligations. The fiscal year 2021 contribution rates were equal to the statutory maximum rates.

The District's contractually required contribution to STRS was $4,552,479 for fiscal year 2021. Of this amount, $786,402 is reported as a liability.

NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

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 District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the projected contributions of all participating entities.

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

	SERS	STRS	Total
Proportion of the net pension liability prior measurement date	0.29541091%	0.26030856%	
Proportion of the net pension liability current measurement date	0.28834221%	0.25972306%	
Change in proportionate share	-0.00706870%	-0.00058550%	
Proportionate share of the net pension liability	$ 19,071,560	$ 62,843,739	$ 81,915,299
Pension expense	$ 2,042,963	$ 7,726,538	$ 9,769,501

At June 30, 2021, the 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	$ 37,045	$ 141,009	$ 178,054
Net difference between projected and actual earnings on pension plan investments	1,210,656	3,056,100	4,266,756
Changes of assumptions	-	3,373,493	3,373,493
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	119,674	226,405	346,079
Contributions subsequent to the measurement date	1,361,281	4,552,479	5,913,760
Total deferred outflows of resources	$ 2,728,656	$ 11,349,486	$ 14,078,142

	SERS	STRS	Total
Deferred inflows of resources			
Differences between expected and actual experience	$ -	$ 401,842	$ 401,842
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	274,077	429,953	704,030
Total deferred inflows of resources	$ 274,077	$ 831,795	$ 1,105,872

NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

$5,913,760 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 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:

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2022	$ (59,608)	$ 1,977,518	$ 1,917,910
2023	269,239	1,011,896	1,281,135
2024	504,627	1,647,575	2,152,202
2025	379,040	1,328,223	1,707,263
Total	$ 1,093,298	$ 5,965,212	$ 7,058,510

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:

Wage inflation	3.00%
Future salary increases, including inflation	3.50% to 18.20%
COLA or ad hoc COLA	2.50%
Investment rate of return	7.50% net of investment expense, including inflation
Actuarial cost method	Entry age normal (level percent of payroll)

NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

For 2020, the mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five-year age set-back for both males and females. Mortality among service retired members, and beneficiaries were based upon the RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates. Mortality among disabled members was based upon the RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement.

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

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

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2.00 %	1.85 %
US Equity	22.50	5.75
International Equity	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	100.00 %	

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

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

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net pension liability	$ 26,125,710	$ 19,071,560	$ 13,152,996

NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

Actuarial Assumptions - STRS

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

	July 1, 2020
Inflation	2.50%
Projected salary increases	12.50% at age 20 to 2.50% at age 65
Investment rate of return	7.45%, net of investment expenses, including inflation
Payroll increases	3.00%
Cost-of-living adjustments (COLA)	0.00%

For the July 1, 2020, actuarial valuation, post-retirement mortality rates for healthy retirees are based on the RP-2014 Annuitant Mortality Table with 50% of rates through age 69, 70% of rates between ages 70 and 79, 90% of rates between ages 80 and 84, and 100% of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Table with 90% of rates for males and 100% 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.

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

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

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

NOTE 12 - DEFINED BENEFIT PENSION PLANS - (Continued)

Discount Rate - The discount rate used to measure the total pension liability was 7.45% as of June 30, 2020. The projection of cash flows used to determine the discount rate assumes member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not 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% was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2020.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following table presents the District's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.45%, as well as what the 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%) or one-percentage-point higher (8.45%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net pension liability	$ 89,478,543	$ 62,843,739	$ 40,272,961

NOTE 13 - DEFINED BENEFIT OPEB PLANS

Net OPEB Liability/Asset

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

Plan Description - School Employees Retirement System (SERS)

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

NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14% of covered payroll to the Health Care Fund in accordance with the funding policy. For the fiscal year ended June 30, 2021, SERS did not allocate any employer contributions to post-employment health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2021, this amount was $23,000. Statutes provide that no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2021, the District's surcharge obligation was $187,391.

The surcharge added to the allocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District's contractually required contribution to SERS was $187,391 for fiscal year 2021, all of which is reported as a liability.

Plan Description - State Teachers Retirement System (STRS)

Plan Description – The State Teachers Retirement System of Ohio (STRS) administers a cost-sharing Health Plan administered for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. Medicare Part B premium reimbursements will be discontinued effective January 1, 2021. The Plan is included in the report of STRS which can be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. Nearly all health care plan enrollees, for the most recent year, pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14% of covered payroll. For the fiscal year ended June 30, 2021, STRS did not allocate any employer contributions to post-employment health care.

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

The net OPEB liability/asset was measured as of June 30, 2020, and the total OPEB liability/asset used to calculate the net OPEB liability/asset was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability/asset was based on the District's share of contributions to the respective retirement systems relative to the contributions of all participating entities.

NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

	SERS	STRS	Total
Proportion of the net OPEB liability/asset prior measurement date	0.30203100%	0.26030856%	
Proportion of the net OPEB liability/asset current measurement date	0.29903036%	0.25972306%	
Change in proportionate share	-0.00300064%	-0.00058550%	
Proportionate share of the net OPEB liability	$ 6,498,908	$ -	$ 6,498,908
Proportionate share of the net OPEB asset	$ -	$ 4,564,632	$ 4,564,632
OPEB expense	$ (55,157)	$ (278,879)	$ (334,036)

At June 30, 2021, the 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	$ 85,356	$ 292,483	$ 377,839
Net difference between projected and actual earnings on OPEB plan investments	73,230	159,975	233,205
Changes of assumptions	1,107,838	75,350	1,183,188
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	281,361	120,359	401,720
Contributions subsequent to the measurement date	187,391	-	187,391
Total deferred outflows of resources	$ 1,735,176	$ 648,167	$ 2,383,343

	SERS	STRS	Total
Deferred inflows of resources			
Differences between expected and actual experience	$ 3,305,148	$ 909,209	$ 4,214,357
Changes of assumptions	163,693	4,335,634	4,499,327
Difference between employer contributions and proportionate share of contributions/ change in proportionate share	385,102	48,069	433,171
Total deferred inflows of resources	$ 3,853,943	$ 5,292,912	$ 9,146,855

$187,391 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability/asset in the fiscal year ending June 30, 2022.

NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2022	$ (479,001)	$ (1,164,814)	$ (1,643,815)
2023	(473,704)	(1,056,533)	(1,530,237)
2024	(474,566)	(1,018,543)	(1,493,109)
2025	(425,386)	(982,453)	(1,407,839)
2026	(325,548)	(205,861)	(531,409)
Thereafter	(127,953)	(216,541)	(344,494)
Total	$ (2,306,158)	$ (4,644,745)	$ (6,950,903)

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.

NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

Wage inflation	3.00%
Future salary increases, including inflation	3.50% to 18.20%
Investment rate of return	7.50% net of investment expense, including inflation
Municipal bond index rate:	
Measurement date	2.45%
Prior measurement date	3.13%
Single equivalent interest rate, net of plan investment expense, including price inflation:	
Measurement date	2.63%
Prior measurement date	3.22%
Medical trend assumption:	
Measurement date	
Medicare	5.25 to 4.75%
Pre-Medicare	7.00 to 4.75%
Prior measurement date	
Medicare	5.25 to 4.75%
Pre-Medicare	7.00 to 4.75%

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

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%, 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.

NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class, as used in the June 30, 2015 five-year experience study, are summarized as follows:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	2.00 %	1.85 %
US Equity	22.50	5.75
International Equity	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	100.00 %	

Discount Rate - The discount rate used to measure the total OPEB liability at June 30, 2020 was 2.63%. The discount rate used to measure total OPEB liability prior to June 30, 2019 was 3.22%. 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% of projected covered employee payroll each year, which includes a 1.50% payroll surcharge and 0.50% 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%, 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. A municipal bond rate of 3.13% was used as of June 30, 2019. 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 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 (7.00% decreasing to 4.75%).

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net OPEB liability	$ 7,954,502	$ 6,498,908	$ 5,341,714

	1% Decrease	Current Trend Rate	1% Increase
District's proportionate share of the net OPEB liability	$ 5,117,396	$ 6,498,908	$ 8,346,344

NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

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, compared with July 1, 2019, are presented below:

	July 1, 2020		July 1, 2019	
Inflation	2.50%		2.50%	
Projected salary increases	12.50% at age 20 to 2.50% at age 65		12.50% at age 20 to 2.50% at age 65	
Investment rate of return	7.45%, net of investment expenses, including inflation		7.45%, net of investment expenses, including inflation	
Payroll increases	3.00%		3.00%	
Cost-of-living adjustments (COLA)	0.00%		0.00%	
Discount rate of return	7.45%		7.45%	
Blended discount rate of return	N/A		N/A	
Health care cost trends				
	Initial	Ultimate	Initial	Ultimate
Medical				
Pre-Medicare	5.00%	4.00%	5.87%	4.00%
Medicare	-6.69%	4.00%	4.93%	4.00%
Prescription Drug				
Pre-Medicare	6.50%	4.00%	7.73%	4.00%
Medicare	11.87%	4.00%	9.62%	4.00%

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

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

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

Assumption Changes Since the Prior Measurement Date - There were no changes in assumptions since the prior measurement date of June 30, 2019.

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

NOTE 13 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

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

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

Discount Rate - The discount rate used to measure the total OPEB asset was 7.45% as of June 30, 2020. The projection of cash flows used to determine the discount rate assumes STRS Ohio continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on health care plan investments of 7.45% was used to measure the total OPEB asset as of June 30, 2020.

Sensitivity of the District's Proportionate Share of the Net OPEB Asset to Changes in the Discount and Health Care Cost Trend Rate - The following table represents the net OPEB asset as of June 30, 2020, calculated using the current period discount rate assumption of 7.45%, 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%) or one percentage point higher (8.45%) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

	1% Decrease	Current Discount Rate	1% Increase
District's proportionate share of the net OPEB asset	$ 3,971,524	$ 4,564,632	$ 5,067,857

	1% Decrease	Current Trend Rate	1% Increase
District's proportionate share of the net OPEB asset	$ 5,036,619	$ 4,564,632	$ 3,989,673

NOTE 14 - CONTINGENCIES

A. Grants

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

B. Litigation

In the normal course of operations, the District may be subject to litigation and claims. While the outcome of such matters cannot presently be determined, management believes that their ultimate resolution will not have a material adverse effect on the financial statements.

C. Foundation Funding

Foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education (ODE) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year-end. ODE has finalized the impact of enrollment adjustments to the June 30, 2021 foundation funding for the District. These adjustments were insignificant for the District.

NOTE 15 - SET-ASIDES

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

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

	Capital Improvements
Set-aside balance June 30, 2020	$ -
Current year set-aside requirement	809,538
Current year offsets	(2,005,829)
Total	$ (1,196,291)
Balance carried forward to fiscal year 2022	$ -
Set-aside balance June 30, 2021	$ -

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING

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

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

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

(a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);

(b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);

(c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned or committed fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis);

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

(e) Investments are recorded at fair value (GAAP basis) instead of at cost (budget basis).

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

Net Change in Fund Balance

	General fund
Budget basis	$ (1,581,917)
Net adjustment for revenue accruals	1,111,526
Net adjustment for expenditure accruals	632,208
Net adjustment for other sources/uses	(650,748)
Funds budgeted elsewhere	(308)
Adjustment for encumbrances	1,632,879
GAAP basis	$ 1,143,640

Certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. This includes the rotary fund, public school support fund and special trust fund.

NOTE 17 - COOPERATIVE AGREEMENT

In 2004, the City of Hudson and the District entered into a cooperative agreement to dedicate 13.5 percent of the revenues that are collected annually from an additional 1 percent municipal income tax levy to provide for the acquisition, construction, equipping, furnishing, financing, and the operation and maintenance of Community Learning Centers. The District is considered the owner of the improvements to the Community Learning Centers. The agreement shall remain for so long as a portion of the municipal income tax is being levied for the purpose of providing dedicated tax revenues, or for such time as debt issued to finance costs associated with the Community Learning Centers is outstanding, whichever period ends later.

NOTE 17 - COOPERATIVE AGREEMENT - (Continued)

The City of Hudson shall make payments to the District in an amount sufficient to enable the District to make timely debt service payments on the Certificates of Participation that were issued by the District to finance improvement costs associated with the Community Learning Centers. The City of Hudson shall also make payments to the District in which the funds will be applied to pay costs of improvements to the Community Learning Centers, as detailed in the agreement. The District received $1,993,868 from the City of Hudson during fiscal year 2021 as a result of this agreement. This revenue is reported in the building fund and the debt service fund (a nonmajor governmental fund).

NOTE 18 - OTHER COMMITMENTS

The District utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year-end, which include outstanding construction contracts, may be reported as part of restricted, committed, or assigned classifications of fund balance. The following table shows the District's outstanding encumbrances, net of any amounts reported as a liability.

Fund	Year-End Encumbrances
General fund	$ 1,479,304
Building fund	6,218,713
Nonmajor governmental funds	390,876
Total	$ 8,088,893

NOTE 19 - TAX ABATEMENTS ENTERED INTO BY OTHER GOVERNMENTS

The City of Hudson and the Village of Boston Heights have entered into agreements with local businesses for the abatement of property taxes to bring jobs and economic development into the area. These agreements affect the property tax receipts collected and distributed to the District. As a result of the agreements, the District's property tax revenues were reduced by $736,336 during fiscal year 2021. The District received $423,363 as compensation for the foregone taxes, which is recorded as payment in lieu of taxes revenue in the general fund.

NOTE 20 - 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. The financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the District. The District's investment portfolio and the pension and other employee benefits plan in which the District participate fluctuates with market conditions, and due to market volatility, the amount of gains or losses that will be realized in subsequent periods, if any, cannot be determined. In addition, the impact on the District's future operating costs, revenues, and additional recovery from emergency funding, either federal or state, cannot be estimated.

NOTE 21 - SUBSEQUENT EVENT

For fiscal year 2022, 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 District were funded to the District who, in turn, made the payment to the educating school. For fiscal year 2021, the District reported $704,367 in revenues and expenditures/expenses related to these programsThis new funding system calculates a unique base cost and a unique "per-pupil local capacity amount" for each District. The 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.

REQUIRED SUPPLEMENTARY INFORMATION

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST EIGHT FISCAL YEARS

	2021	2020	2019	2018
District's proportion of the net pension liability	0.28834221%	0.29541091%	0.28519554%	0.29791068%
District's proportionate share of the net pension liability	$ 19,071,560	$ 17,674,953	$ 16,333,677	$ 17,799,504
District's covered payroll	$ 10,131,943	$ 10,138,222	$ 9,670,867	$ 9,503,179
District's proportionate share of the net pension liability as a percentage of its covered payroll	188.23%	174.34%	168.90%	187.30%
Plan fiduciary net position as a percentage of the total pension liability	68.55%	70.85%	71.36%	69.50%

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

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

2017	2016	2015	2014
0.30361027%	0.30686400%	0.30701700%	0.30701700%
$ 22,221,471	$ 17,509,957	$ 15,537,956	$ 18,257,316
$ 9,477,429	$ 9,238,209	$ 8,921,306	$ 7,335,853
234.47%	189.54%	174.17%	248.88%
62.98%	69.16%	71.70%	65.52%

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST EIGHT FISCAL YEARS

	2021	2020	2019	2018
District's proportion of the net pension liability	0.25972306%	0.26030856%	0.25987515%	0.25609999%
District's proportionate share of the net pension liability	$ 62,843,739	$ 57,565,674	$ 57,140,711	$ 60,837,103
District's covered payroll	$ 31,407,457	$ 30,750,714	$ 30,104,143	$ 28,118,971
District's proportionate share of the net pension liability as a percentage of its covered payroll	200.09%	187.20%	189.81%	216.36%
Plan fiduciary net position as a percentage of the total pension liability	75.48%	77.40%	77.31%	75.30%

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

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

2017	2016	2015	2014
0.25761786%	0.26310210%	0.26831696%	0.26831696%
$ 86,232,462	$ 72,713,725	$ 65,263,971	$ 77,742,015
$ 27,306,064	$ 27,781,386	$ 27,414,577	$ 28,446,892
315.80%	261.74%	238.06%	273.29%
66.80%	72.10%	74.70%	69.30%

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST TEN FISCAL YEARS

	2021	2020	2019	2018
Contractually required contribution	$ 1,361,281	$ 1,418,472	$ 1,368,660	$ 1,305,567
Contributions in relation to the contractually required contribution	(1,361,281)	(1,418,472)	(1,368,660)	(1,305,567)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
District's covered payroll	$ 9,723,436	$ 10,131,943	$ 10,138,222	$ 9,670,867
Contributions as a percentage of covered payroll	14.00%	14.00%	13.50%	13.50%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

2017	2016	2015	2014	2013	2012
$ 1,330,445	$ 1,326,840	$ 1,217,596	$ 1,236,493	$ 1,015,282	$ 971,580
(1,330,445)	(1,326,840)	(1,217,596)	(1,236,493)	(1,015,282)	(971,580)
$ -	$ -	$ -	$ -	$ -	$ -
$ 9,503,179	$ 9,477,429	$ 9,238,209	$ 8,921,306	$ 7,335,853	$ 7,223,643
14.00%	14.00%	13.18%	13.86%	13.84%	13.45%

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST TEN FISCAL YEARS

	2021	2020	2019	2018
Contractually required contribution	$ 4,552,479	$ 4,397,044	$ 4,305,100	$ 4,214,580
Contributions in relation to the contractually required contribution	(4,552,479)	(4,397,044)	(4,305,100)	(4,214,580)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
District's covered payroll	$ 32,517,707	$ 31,407,457	$ 30,750,714	$ 30,104,143
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

2017	2016	2015	2014	2013	2012
$ 3,936,656	$ 3,822,849	$ 3,889,394	$ 3,563,895	$ 3,698,096	$ 3,792,759
(3,936,656)	(3,822,849)	(3,889,394)	(3,563,895)	(3,698,096)	(3,792,759)
$ -	$ -	$ -	$ -	$ -	$ -
$ 28,118,971	$ 27,306,064	$ 27,781,386	$ 27,414,577	$ 28,446,892	$ 29,175,069
14.00%	14.00%	14.00%	13.00%	13.00%	13.00%

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST FIVE FISCAL YEARS

	2021	2020	2019	2018	2017
District's proportion of the net OPEB liability	0.29903036%	0.30203100%	0.28908086%	0.30216347%	0.30907880%
District's proportionate share of the net OPEB liability	$ 6,498,908	$ 7,595,445	$ 8,019,884	$ 8,109,274	$ 8,809,889
District's covered payroll	$ 10,131,943	$ 10,138,222	$ 9,670,867	$ 9,503,179	$ 9,477,429
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	64.14%	74.92%	82.93%	85.33%	92.96%
Plan fiduciary net position as a percentage of the total OPEB liability	18.17%	15.57%	13.57%	12.46%	11.49%

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

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST FIVE FISCAL YEARS

	2021	2020	2019	2018	2017
District's proportion of the net OPEB liability/asset	0.25972306%	0.26030856%	0.25987515%	0.25609999%	0.25926828%
District's proportionate share of the net OPEB liability/(asset)	$ (4,564,632)	$ (4,311,334)	$ (4,175,928)	$ 9,992,076	$ 13,865,735
District's covered payroll	$ 31,407,457	$ 30,750,714	$ 30,104,143	$ 28,118,971	$ 27,306,064
District's proportionate share of the net OPEB liability/asset as a percentage of its covered payroll	14.53%	14.02%	13.87%	35.53%	50.78%
Plan fiduciary net position as a percentage of the total OPEB liability/asset	182.10%	174.70%	176.00%	47.10%	37.30%

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

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST TEN FISCAL YEARS

	2021	2020	2019	2018
Contractually required contribution	$ 187,391	$ 191,180	$ 231,742	$ 203,392
Contributions in relation to the contractually required contribution	(187,391)	(191,180)	(231,742)	(203,392)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
District's covered payroll	$ 9,723,436	$ 10,131,943	$ 10,138,222	$ 9,670,867
Contributions as a percentage of covered payroll	1.93%	1.89%	2.29%	2.10%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

2017	2016	2015	2014	2013	2012
$ 164,889	$ 155,709	$ 230,709	$ 164,656	$ 142,798	$ 174,066
(164,889)	(155,709)	(230,709)	(164,656)	(142,798)	(174,066)
$ -	$ -	$ -	$ -	$ -	$ -
$ 9,503,179	$ 9,477,429	$ 9,238,209	$ 8,921,306	$ 7,335,853	$ 7,223,643
1.74%	1.64%	2.50%	1.85%	1.95%	2.41%

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION

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

LAST TEN FISCAL YEARS

	2020	2020	2019	2018
Contractually required contribution	$ -	$ -	$ -	$ -
Contributions in relation to the contractually required contribution	-	-	-	-
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
District's covered payroll	$ 32,517,707	$ 31,407,457	$ 30,750,714	$ 30,104,143
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

2017	2016	2015	2014	2013	2012
$ -	$ -	$ -	$ 279,199	$ 284,469	$ 291,751
-	-	-	(279,199)	(284,469)	(291,751)
$ -	$ -	$ -	$ -	$ -	$ -
$ 28,118,971	$ 27,306,064	$ 27,781,386	$ 27,414,577	$ 28,446,892	$ 29,175,069
0.00%	0.00%	0.00%	1.00%	1.00%	1.00%

PENSION

SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

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

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

STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

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

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

OTHER POSTEMPLOYMENT BENEFITS (OPEB)

SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS) OF OHIO

Changes in benefit terms: There were no changes in benefit terms from the amounts previously reported for fiscal years 2017-2021.

(Continued)

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

STATE TEACHERS RETIREMENT SYSTEM (STRS) OF OHIO

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

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

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COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES

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HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

FUND DESCRIPTIONS
GENERAL FUND

The general fund is used to account for and report all financial resources not accounted for and reported in another fund. These activities include, but are not limited to, general instruction, pupil services, operation and maintenance of facilities, student transportation, and administration.

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

Rotary - This fund is used to account for the District's activities for which a fee is charged to users for goods and services.

Public School Support - This fund accounts for school site sales projects; field trips, assemblies and other activity costs. These funds have been developed at each school with purpose and policy statements.

Special Trust - Special fund that is used to account for contributions for school district programs that are not restricted in use.

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Rotary			
Total Revenues and Other Financing Sources	$ 302,375	$ 400,553	$ 98,178
Total Expenditures and Other Financing Uses	648,162	552,233	95,929
Net Change in Fund Balance	(345,787)	(151,680)	194,107
Fund Balance, July 1	283,878	283,878	-
Prior Year Encumbrances Appropriated	148,162	148,162	-
Fund Balance, June 30	$ 86,253	$ 280,360	$ 194,107
Public School Support			
Total Revenues and Other Financing Sources	$ 853,760	$ 292,740	$ (561,020)
Total Expenditures and Other Financing Uses	592,100	294,189	297,911
Net Change in Fund Balance	261,660	(1,449)	(263,109)
Fund Balance, July 1	321,331	321,331	-
Prior Year Encumbrances Appropriated	25,730	25,730	-
Fund Balance, June 30	$ 608,721	$ 345,612	$ (263,109)
Special Trust			
Total Revenues and Other Financing Sources	$ 13,922	$ 14,074	$ 152
Total Expenditures and Other Financing Uses	40,976	14,496	26,480
Net Change in Fund Balance	(27,054)	(422)	26,632
Fund Balance, July 1	24,519	24,519	-
Prior Year Encumbrances Appropriated	2,535	2,535	-
Fund Balance, June 30	$ -	$ 26,632	$ 26,632

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

FUND DESCRIPTIONS
MAJOR CAPITAL PROJECTS FUND

Building - This fund is used to account for the receipts and expenditures involved in the construction and replacement of instructional facilities. Expenditures recorded here represent the costs of acquiring and improving capital facilities.

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Building			
Total Revenues and Other Financing Sources	$ 2,500,000	$ 3,566,413	$ 1,066,413
Total Expenditures and Other Financing Uses	45,528,990	41,326,927	4,202,063
Net Change in Fund Balance	(43,028,990)	(37,760,514)	5,268,476
Fund Balance, July 1	5,718,890	5,718,890	-
Prior Year Encumbrances Appropriated	37,528,990	37,528,990	-
Fund Balance, June 30	$ 218,890	$ 5,487,366	$ 5,268,476

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

FUND DESCRIPTIONS
NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

The special revenue funds are established to account for revenues from specific sources, which legally, or otherwise, are restricted to expenditures for specified purposes. A description of the District's special revenue funds are as follows:

Other Grants - This fund accounts for the proceeds of specific revenue sources except for State and federal grants that are legally restricted to expenditures for specified purposes.

Student Activities - This fund accounts for resources that belong to the student bodies of the various schools, accounting for sales and other revenue generating activities.

Athletics and Music - This fund accounts for gate receipts and other revenues from athletic events and all costs (except supplemental coaching contracts) of the District's athletics and music programs.

Auxiliary Services - This fund is used to account for monies which provide services and materials to pupils attending non-public schools within the District.

Data Communications - This fund accounts for money appropriated for Ohio Educational Computer Network Connections.

Student Wellness and Success - This fund accounts for a State grant used to support students' academic achievement through mental health counseling, wraparound services, mentoring and after-school programs.

Other State Grants - A miscellaneous fund to account for certain State grants not accounted for in other funds.

Elementary & Secondary School Emergency Relief - This fund accounts for Federal grant monies to provide emergency support to school districts that have been most significantly impacted by coronavirus. These monies are restricted to support the school district to continue to provide educational services to its students.

Coronavirus Relief - This fund accounts for restricted Federal grant monies to cover costs that are necessary expenditures incurred due to the public health emergency with respect to the Coronavirus Disease 2019 (COVID-19).

Title VI-B - This fund accounts for federal revenues which assist states in the identification of handicapped children and provision of full educational opportunities of handicapped children at the pre-school, elementary and secondary levels.

Title III - Used to account for federal grant monies provided to develop and carry out elementary and secondary school programs, including activities at the preschool level, to meet the educational needs of children of limited English proficiency.

Title I - To provide financial assistance to State and local educational agencies to meet the special needs of educationally deprived children.

EHA Preschool Grant - A federal grant fund that addresses the improvement and expansion of services for handicapped children ages three to five years.

Classroom Reduction - To account for grant monies used for the hiring of additional classroom teachers in grades one through three, so that the number of students per teacher will be reduced.

Other Federal Grants - This fund accounts for various monies received through State agencies from the federal government or directly from the federal government which are not classified elsewhere.

Food Service - To account for monies received and used for the food service operations of the District.

FUND DESCRIPTIONS
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)

SPECIAL REVENUE FUNDS (CONTINUED)

Other Special Revenue - A fund used to account for the proceeds of specific revenue sources, except for State and federal grants, that are legally restricted for specified purposes.

DEBT SERVICE FUND

The debt service fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

CAPITAL PROJECTS FUND

The capital projects funds account for the receipts and disbursements of monies used for the acquisition, construction or major renovation of capital facilities (other than those financed by enterprise funds).

Permanent Improvement - The permanent improvement fund may be used for acquiring real estate for school purposes; for constructing, adding to, remodeling and improving school buildings. Such expenditures shall add permanently to the school land or buildings, or extend the useful life of existing buildings for five years or more. The fund may also be used for landscaping and making other school site improvements which have an anticipated useful life of five years or more.

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2021

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Assets:				
Equity in pooled cash and investments	$ 1,033,207	$ 3,270,781	$ 1,033,821	$ 5,337,809
Receivables:				
Property taxes	-	5,166,741	1,382,379	6,549,120
Intergovernmental	352,872	-	-	352,872
Prepayments	3,093	-	-	3,093
Inventory held for resale	6,008	-	-	6,008
Total assets	$ 1,395,180	$ 8,437,522	$ 2,416,200	$ 12,248,902
Liabilities:				
Accounts payable	$ 125,027	$ 2,000	$ 73,920	$ 200,947
Contracts payable	-	-	33,458	33,458
Accrued wages and benefits payable	278,836	-	-	278,836
Compensated absences payable	360	-	-	360
Intergovernmental payable	4,209	-	-	4,209
Pension obligation payable	61,323	-	-	61,323
Due to other funds	116,698	-	-	116,698
Total liabilities	586,453	2,000	107,378	695,831
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	-	4,609,507	1,217,994	5,827,501
Delinquent property tax revenue not available	-	76,390	22,847	99,237
Intergovernmental revenue not available	126,671	-	-	126,671
Total deferred inflows of resources	126,671	4,685,897	1,240,841	6,053,409
Fund balances:				
Nonspendable:				
Prepayments	3,093	-	-	3,093
Restricted:				
Debt service	-	3,749,625	-	3,749,625
Capital improvements	-	-	1,067,981	1,067,981
Food service operations	191,945	-	-	191,945
Non-public schools	52,603	-	-	52,603
State funded programs	31,935	-	-	31,935
Federally funded programs	1			1
Extracurricular activities	365,965	-	-	365,965
Other purposes	157,024	-	-	157,024
Unassigned (deficit)	(120,510)	-	-	(120,510)
Total fund balances	682,056	3,749,625	1,067,981	5,499,662
Total liabilities, deferred inflows of resources and fund balances	$ 1,395,180	$ 8,437,522	$ 2,416,200	$ 12,248,902

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues:				
Property taxes	$ -	$ 4,978,048	$ 1,380,723	$ 6,358,771
Intergovernmental	5,877,266	35,633	160,280	6,073,179
Investment earnings	4,845	-	-	4,845
Tuition and fees	140	-	-	140
Extracurricular	302,782	-	-	302,782
Charges for services	409,292	-	-	409,292
Contributions and donations	401,110	-	5,000	406,110
Miscellaneous	9,160	-	23,517	32,677
Total revenues	7,004,595	5,013,681	1,569,520	13,587,796
Expenditures:				
Current:				
Instruction:				
Regular	2,371,769	-	280,500	2,652,269
Special	1,599,351	-	-	1,599,351
Other	9,000	-	-	9,000
Support services:				
Pupil	518,817	-	-	518,817
Instructional staff	104,324	-	-	104,324
Administration	61,684	-	-	61,684
Fiscal	-	166,124	29,706	195,830
Operations and maintenance	380,940	-	-	380,940
Pupil transportation	27,588	-	203,489	231,077
Operation of non-instructional services:				
Food service operations	1,401,120	-	-	1,401,120
Other non-instructional services	242,510	-	-	242,510
Extracurricular activities	506,512	-	-	506,512
Facilities acquisition and construction	-	-	717,758	717,758
Debt service:				
Principal retirement	-	2,315,000	-	2,315,000
Interest and fiscal charges	-	3,457,014	-	3,457,014
Total expenditures	7,223,615	5,938,138	1,231,453	14,393,206
Excess (deficiency) of revenues over (under) expenditures	(219,020)	(924,457)	338,067	(805,410)
Other financing sources:				
Transfers in	70,100	1,307,000	-	1,377,100
Total other financing sources	70,100	1,307,000	-	1,377,100
Net change in fund balances	(148,920)	382,543	338,067	571,690
Fund balances at beginning of year	830,976	3,367,082	729,914	4,927,972
Fund balances at end of year	$ 682,056	$ 3,749,625	$ 1,067,981	$ 5,499,662

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2021

	Other Grants	Student Activities	Athletics and Music	Auxiliary Services	Student Wellness and Success
Assets:					
Equity in pooled cash and investments	$ 140,562	$ 94,064	$ 308,400	$ 140,809	$ 8,256
Receivables:					
Intergovernmental	-	-	-	-	-
Prepayments	-	-	30	-	-
Inventory held for resale	-	-	-	-	-
Total assets	$ 140,562	$ 94,064	$ 308,430	$ 140,809	$ 8,256
Liabilities:					
Accounts payable	$ 252	$ -	$ 36,372	$ 88,206	$ -
Accrued wages and benefits payable	-	-	-	-	-
Compensated absences payable	-	-	-	-	-
Intergovernmental payable	-	-	-	-	-
Pension obligations payable	-	-	127	-	-
Due to other funds	-	-	-	-	-
Total liabilities	252	-	36,499	88,206	-
Deferred inflows of resources:					
Intergovernmental revenue not available	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-
Fund balances:					
Nonspendable:					
Prepayments	-	-	30	-	-
Restricted:					
Food service operations	-	-	-	-	-
Non-public schools	-	-	-	52,603	-
State funded programs	-	-	-	-	8,256
Federally funded programs	-	-	-	-	-
Extracurricular activities	-	94,064	271,901	-	-
Other purposes	140,310	-	-	-	-
Unassigned (deficit)	-	-	-	-	-
Total fund balances (deficits)	140,310	94,064	271,931	52,603	8,256
Total liabilities, deferred inflows of resources and fund balances	$ 140,562	$ 94,064	$ 308,430	$ 140,809	$ 8,256

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2021

	Other State Grants	Elementary and Secondary School Emergency Relief	Coronavirus Relief	Title VI-B	Title III
Assets:					
Equity in pooled cash and investments	$ 23,679	$ -	$ -	$ -	$ -
Receivables:					
Intergovernmental	-	26,901	-	244,501	1,027
Prepayments	-	244	-	1,677	-
Inventory held for resale	-	-	-	-	-
Total assets	$ 23,679	$ 27,145	$ -	$ 246,178	$ 1,027
Liabilities:					
Accounts payable	$ -	$ -	$ -	$ -	$ 197
Accrued wages and benefits payable	-	11,936	-	152,936	-
Compensated absences payable	-	-	-	-	-
Intergovernmental payable	-	722	-	2,353	-
Pension obligations payable	-	3,923	-	33,088	-
Due to other funds	-	10,320	-	76,852	475
Total liabilities	-	26,901	-	265,229	672
Deferred inflows of resources:					
Intergovernmental revenue not available	-	-	-	87,077	354
Total deferred inflows of resources	-	-	-	87,077	354
Fund balances:					
Nonspendable:					
Prepayments	-	244	-	1,677	-
Restricted:					
Food service operations	-	-	-	-	-
Non-public schools	-	-	-	-	-
State funded programs	23,679	-	-	-	-
Federally funded programs	-	-	-	-	1
Extracurricular activities	-	-	-	-	-
Other purposes	-	-	-	-	-
Unassigned (deficit)	-	-	-	(107,805)	-
Total fund balances (deficits)	23,679	244	-	(106,128)	1
Total liabilities, deferred inflows of resources and fund balances	$ 23,679	$ 27,145	$ -	$ 246,178	$ 673

Title I	EHA Preschool Grant	Classroom Reduction	Other Federal Grants	Food Service	Other Special Revenue	Total Nonmajor Special Revenue Funds
$ -	$ -	$ -	$ -	$ 300,723	$ 16,714	$ 1,033,207
38,264	4,223	26,686	11,270	-	-	352,872
236	31	-	-	875	-	3,093
-	-	-	-	6,008	-	6,008
$ 38,500	$ 4,254	$ 26,686	$ 11,270	$ 307,606	$ 16,714	$ 1,395,180
$ -	$ -	$ -	$ -	$ -	$ -	$ 125,027
18,790	2,756	-	-	92,418	-	278,836
-	-	-	-	360	-	360
254	40	-	-	840	-	4,209
2,631	386	-	-	21,168	-	61,323
19,474	1,466	6,341	1,770	-	-	116,698
41,149	4,648	6,341	1,770	114,786	-	586,453
9,395	-	20,345	9,500	-	-	126,671
9,395	-	20,345	9,500	-	-	126,671
236	31	-	-	875	-	3,093
-	-	-	-	191,945	-	191,945
-	-	-	-	-	-	52,603
-	-	-	-	-	-	31,935
-	-	-	-	-	-	1
-	-	-	-	-	-	365,965
-	-	-	-	-	16,714	157,024
(12,280)	(425)	-	-	-	-	(120,510)
(12,044)	(394)	-	-	192,820	16,714	682,056
$ 38,500	$ 4,254	$ 26,686	$ 11,270	$ 307,606	$ 16,714	$ 1,395,180

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Other Grants	Student Activities	Athletics and Music	Auxiliary Services	Data Communications
Revenues:					
Intergovernmental	$ -	$ -	$ -	$ 2,087,577	$ 9,000
Investment earnings	-	-	-	3,992	-
Tuition and fees	-	-	140	-	-
Extracurricular	-	57,176	245,606	-	-
Charges for services	-	-	-	-	-
Contributions and donations	37,178	-	152,779	-	-
Miscellaneous	-	-	9,160	-	-
Total revenues	37,178	57,176	407,685	2,091,569	9,000
Expenditures:					
Current:					
Instruction:					
Regular	18,078	391	-	1,884,128	-
Special	-	-	-	-	-
Other	-	-	-	-	9,000
Support services:					
Pupil	2,343	-	-	288,698	-
Instructional staff	1,747	-	-	-	-
Administration	-	-	-	47,271	-
Operations and maintenance	-	-	-	-	-
Pupil transportation	-	-	-	-	-
Operation of non-instructional services:					
Food service operations	-	-	-	-	-
Other non-instructional services	-	-	-	-	-
Extracurricular activities	13,417	76,568	416,527	-	-
Total expenditures	35,585	76,959	416,527	2,220,097	9,000
Excess (deficiency) of revenues over (under) expenditures	1,593	(19,783)	(8,842)	(128,528)	-
Other financing sources:					
Transfers in	-	-	70,100	-	-
Total other financing sources	-	-	70,100	-	-
Net change in fund balances	1,593	(19,783)	61,258	(128,528)	-
Fund balances (deficits) at beginning of year	138,717	113,847	210,673	181,131	-
Fund balances (deficits) at end of year	$ 140,310	$ 94,064	$ 271,931	$ 52,603	$ -

Student Wellness and Success	Other State Grants	Elementary and Secondary School Emergency Relief	Coronavirus Relief	Title VI-B	Title III	Title I
$ 172,146	$ 44,278	$ 232,074	$ 702,011	$ 1,416,400	$ 1,185	$ 173,036
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
172,146	44,278	232,074	702,011	1,416,400	1,185	173,036
-	-	124,954	324,581	-	-	-
-	-	-	-	1,401,848	-	173,274
-	-	-	-	-	-	-
163,890	-	39,156	-	23,609	1,061	-
-	-	10,696	44,275	33,139	-	-
-	-	7,976	-	6,437	-	-
-	-	49,048	326,166	-	-	-
-	20,599	-	6,989	-	-	-
-	-	-	-	-	-	-
-	-	-	-	22,827	123	-
-	-	-	-	-	-	-
163,890	20,599	231,830	702,011	1,487,860	1,184	173,274
8,256	23,679	244	-	(71,460)	1	(238)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
8,256	23,679	244	-	(71,460)	1	(238)
-	-	-	-	(34,668)	-	(11,806)
$ 8,256	$ 23,679	$ 244	$ -	$ (106,128)	$ 1	$ (12,044)

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	EHA Preschool Grant	Classroom Reduction	Other Federal Grants	Food Service	Other Special Revenue
Revenues:					
Intergovernmental	$ 18,005	$ 22,608	$ 30,664	$ 968,282	$ -
Investment earnings	-	-	-	853	-
Tuition and fees	-	-	-	-	-
Extracurricular	-	-	-	-	-
Charges for services	-	-	-	409,292	-
Contributions and donations	-	-	-	-	211,153
Miscellaneous	-	-	-	-	-
Total revenues	18,005	22,608	30,664	1,378,427	211,153
Expenditures:					
Current:					
Instruction:					
Regular	-	-	16,874	-	2,763
Special	15,828	-	8,401	-	-
Other	-	-	-	-	-
Support services:					
Pupil	-	-	60	-	-
Instructional staff	-	10,057	4,410	-	-
Administration	-	-	-	-	-
Operations and maintenance	-	-	-	5,726	-
Pupil transportation	-	-	-	-	-
Operation of non-instructional services:					
Food service operations	-	-	-	1,401,120	-
Other non-instructional services	-	15,812	1,003	-	202,745
Extracurricular activities	-	-	-	-	-
Total expenditures	15,828	25,869	30,748	1,406,846	205,508
Excess (deficiency) of revenues over (under) expenditures	2,177	(3,261)	(84)	(28,419)	5,645
Other financing sources:					
Transfers in	-	-	-	-	-
Total other financing sources	-	-	-	-	-
Net change in fund balances	2,177	(3,261)	(84)	(28,419)	5,645
Fund balances (deficits) at beginning of year	(2,571)	3,261	84	221,239	11,069
Fund balances (deficits) at end of year	$ (394)	$ -	$ -	$ 192,820	$ 16,714

Total Nonmajor Special Revenue Funds
$ 5,877,266
4,845
140
302,782
409,292
401,110
9,160
7,004,595
2,371,769
1,599,351
9,000
518,817
104,324
61,684
380,940
27,588
1,401,120
242,510
506,512
7,223,615
(219,020)
70,100
70,100
(148,920)
830,976
$ 682,056

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Other Grants			
Total Revenues and Other Financing Sources	$ 122,300	$ 37,178	$ (85,122)
Total Expenditures and Other Financing Uses	166,017	48,121	117,896
Net Change in Fund Balance	(43,717)	(10,943)	32,774
Fund Balance, July 1	131,408	131,408	-
Prior Year Encumbrances Appropriated	7,609	7,609	-
Fund Balance, June 30	$ 95,300	$ 128,074	$ 32,774
Student Activities			
Total Revenues and Other Financing Sources	$ 109,050	$ 58,271	$ (50,779)
Total Expenditures and Other Financing Uses	138,327	78,354	59,973
Net Change in Fund Balance	(29,277)	(20,083)	9,194
Fund Balance, July 1	110,520	110,520	-
Prior Year Encumbrances Appropriated	3,327	3,327	-
Fund Balance, June 30	$ 84,570	$ 93,764	$ 9,194
Athletics and Music			
Total Revenues and Other Financing Sources	$ 613,480	$ 479,759	$ (133,721)
Total Expenditures and Other Financing Uses	656,911	430,376	226,535
Net Change in Fund Balance	(43,431)	49,383	92,814
Fund Balance, July 1	209,876	209,876	-
Prior Year Encumbrances Appropriated	10,294	10,294	-
Fund Balance, June 30	$ 176,739	$ 269,553	$ 92,814

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Auxiliary Services			
Total Revenues and Other Financing Sources	$ 2,181,159	$ 2,093,668	$ (87,491)
Total Expenditures and Other Financing Uses	2,373,539	2,373,538	1
Net Change in Fund Balance	(192,380)	(279,870)	(87,490)
Fund Balance, July 1	142,885	142,885	-
Prior Year Encumbrances Appropriated	136,985	136,985	-
Fund Balance, June 30	$ 87,490	$ -	$ (87,490)
Data Communications			
Total Revenues and Other Financing Sources	$ 10,800	$ 9,000	$ (1,800)
Total Expenditures and Other Financing Uses	9,000	9,000	-
Net Change in Fund Balance	1,800	-	(1,800)
Fund Balance, July 1	-	-	-
Fund Balance, June 30	$ 1,800	$ -	$ (1,800)
Student Wellness and Success			
Total Revenues and Other Financing Sources	$ 172,328	$ 172,146	$ (182)
Total Expenditures and Other Financing Uses	172,147	172,146	1
Net Change in Fund Balance	181	-	(181)
Fund Balance, July 1	-	-	-
Fund Balance, June 30	$ 181	$ -	$ (181)

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Other State Grants			
Total Revenues and Other Financing Sources	$ 44,679	$ 44,278	$ (401)
Total Expenditures and Other Financing Uses	44,278	20,599	23,679
Net Change in Fund Balance	401	23,679	23,278
Fund Balance, July 1	-	-	-
Fund Balance, June 30	$ 401	$ 23,679	$ 23,278
Elementary & Secondary School Emergency Relief			
Total Revenues and Other Financing Sources	$ 744,809	$ 205,173	$ (539,636)
Total Expenditures and Other Financing Uses	215,493	215,493	-
Net Change in Fund Balance	529,316	(10,320)	(539,636)
Fund Balance, July 1	-	-	-
Fund Balance (Deficit), June 30	$ 529,316	$ (10,320)	$ (539,636)
Coronavirus Relief			
Total Revenues and Other Financing Sources	$ 702,011	$ 702,011	$ -
Total Expenditures and Other Financing Uses	702,011	702,011	-
Net Change in Fund Balance	-	-	-
Fund Balance, July 1	-	-	-
Fund Balance, June 30	$ -	$ -	$ -

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Title VI-B			
Total Revenues and Other Financing Sources	$ 1,778,248	$ 1,516,672	$ (261,576)
Total Expenditures and Other Financing Uses	1,439,638	1,439,637	1
Net Change in Fund Balance	338,610	77,035	(261,575)
Fund Balance (Deficit), July 1	(244,248)	(244,248)	-
Prior Year Encumbrances Appropriated	90,361	90,361	-
Fund Balance (Deficit), June 30	$ 184,723	$ (76,852)	$ (261,575)
Title III			
Total Revenues and Other Financing Sources	$ 5,358	$ 512	$ (4,846)
Total Expenditures and Other Financing Uses	5,295	5,295	-
Net Change in Fund Balance	63	(4,783)	(4,846)
Fund Balance, July 1	-	-	-
Fund Balance, June 30	$ 63	$ (4,783)	$ (4,846)
Title I			
Total Revenues and Other Financing Sources	$ 230,004	$ 183,536	$ (46,468)
Total Expenditures and Other Financing Uses	185,807	185,806	1
Net Change in Fund Balance	44,197	(2,270)	(46,467)
Fund Balance (Deficit), July 1	(23,204)	(23,204)	-
Fund Balance (Deficit), June 30	$ 20,993	$ (25,474)	$ (46,467)

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
EHA Preschool Grant			
Total Revenues and Other Financing Sources	$ 21,825	$ 16,680	$ (5,145)
Total Expenditures and Other Financing Uses	16,322	16,321	1
Net Change in Fund Balance	5,503	359	(5,144)
Fund Balance (Deficit), July 1	(1,825)	(1,825)	-
Fund Balance (Deficit), June 30	$ 3,678	$ (1,466)	$ (5,144)
Classroom Reduction			
Total Revenues and Other Financing Sources	$ 134,449	$ 28,582	$ (105,867)
Total Expenditures and Other Financing Uses	40,702	40,702	-
Net Change in Fund Balance	93,747	(12,120)	(105,867)
Fund Balance (Deficit), July 1	(14,948)	(14,948)	-
Prior Year Encumbrances Appropriated	6,268	6,268	-
Fund Balance (Deficit), June 30	$ 85,067	$ (20,800)	$ (105,867)
Other Federal Grants			
Total Revenues and Other Financing Sources	$ 66,312	$ 40,902	$ (25,410)
Total Expenditures and Other Financing Uses	49,945	49,945	-
Net Change in Fund Balance	16,367	(9,043)	(25,410)
Fund Balance (Deficit), July 1	(18,912)	(18,912)	-
Prior Year Encumbrances Appropriated	11,068	11,068	-
Fund Balance (Deficit), June 30	$ 8,523	$ (16,887)	$ (25,410)

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Food Service			
Total Revenues and Other Financing Sources	$ 1,352,000	$ 1,293,470	$ (58,530)
Total Expenditures and Other Financing Uses	1,537,224	1,358,348	178,876
Net Change in Fund Balance	(185,224)	(64,878)	120,346
Fund Balance, July 1	326,900	326,900	-
Prior Year Encumbrances Appropriated	37,224	37,224	-
Fund Balance, June 30	$ 178,900	$ 299,246	$ 120,346
Other Special Revenue			
Total Revenues and Other Financing Sources	$ 220,162	$ 211,153	$ (9,009)
Total Expenditures and Other Financing Uses	231,231	205,508	25,723
Net Change in Fund Balance	(11,069)	5,645	16,714
Fund Balance, July 1	9,306	9,306	-
Prior Year Encumbrances Appropriated	1,763	1,763	-
Fund Balance, June 30	$ -	$ 16,714	$ 16,714
Debt Service			
Total Revenues and Other Financing Sources	$ 6,063,147	$ 6,171,505	$ 108,358
Total Expenditures and Other Financing Uses	6,000,000	5,936,138	63,862
Net Change in Fund Balance	63,147	235,367	172,220
Fund Balance, July 1	3,035,414	3,035,414	-
Fund Balance, June 30	$ 3,098,561	$ 3,270,781	$ 172,220

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Permanent Improvement			
Total Revenues and Other Financing Sources	$ 2,042,824	$ 2,034,346	$ (8,478)
Total Expenditures and Other Financing Uses	2,712,050	2,053,038	659,012
Net Change in Fund Balance	(669,226)	(18,692)	650,534
Fund Balance, July 1	495,176	495,176	-
Prior Year Encumbrances Appropriated	185,050	185,050	-
Fund Balance, June 30	$ 11,000	$ 661,534	$ 650,534

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

FUND DESCRIPTIONS

PROPRIETARY FUNDS

MAJOR ENTERPRISE FUND

The enterprise fund is used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is approriate for capital maintenance, public policy, management control, accountability, or other purposes. The District's major enterprise fund is the community education fund which accounts for all the financial activities related to the community education and recreation center operations.

INTERNAL SERVICE FUND

The internal service fund is used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District, on a cost-reimbursement basis. The internal service fund accounts for operations of the District's self-insurance program for medical and dental benefits.

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	Final Budget	Actual	Variance with Final Budget- Positive (Negative)
Community Education			
Total Revenues	$ 2,487,000	$ 1,303,858	$ (1,183,142)
Total Expenses	2,152,375	1,237,946	914,429
Net Change in Fund Balance	334,625	65,912	(268,713)
Fund Balance, July 1	875,221	875,221	-
Prior Year Encumbrances Appropriated	13,375	13,375	-
Fund Balance, June 30	$ 1,223,221	$ 954,508	$ (268,713)
Self-Insurance			
Total Revenues	$ 10,784,973	$ 11,492,208	$ 707,235
Total Expenses	13,101,623	11,643,315	1,458,308
Net Change in Fund Balance	(2,316,650)	(151,107)	2,165,543
Fund Balance, July 1	1,459,479	1,459,479	-
Prior Year Encumbrances Appropriated	918,623	918,623	-
Fund Balance, June 30	$ 61,452	$ 2,226,995	$ 2,165,543

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

FUND DESCRIPTIONS

FIDUCIARY FUNDS

Fiduciary fund reporting focuses on net position and changes in net position. Fiduciary funds are used to account for assets held by the District on behalf of individuals, private organizations, or other governments, and therefore are not available to support the District's own operations.

CUSTODIAL FUND

Six District Educational Compact - To account for the activity of the Six District Educational Compact for which the District is the fiscal agent.

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STATISTICAL SECTION

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HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

STATISTICAL SECTION

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

Contents **Page**

Financial Trends **S2 - S13**
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.

Revenue Capacity **S14 - S19**
These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.

Debt Capacity **S20 - S23**
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.

Demographic and Economic Information **S24 - S25**
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.

Operating Information **S26 - S33**
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.

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

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

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

	2021	2020	2019 (c)	2018	2017 (b)
Governmental activities					
Net investment in capital assets	$ 43,823,286	$ 43,815,206	$ 41,081,236	$ 39,999,721	$ 40,576,526
Restricted	11,393,039	12,357,052	11,518,481	7,341,961	1,694,486
Unrestricted (deficit)	(50,224,607)	(49,063,660)	(44,590,023)	(51,832,286)	(83,956,110)
Total governmental activities net position	$ 4,991,718	$ 7,108,598	$ 8,009,694	$ (4,490,604)	$ (41,685,098)
Business-type activities					
Unrestricted (deficit)	$ (214,172)	$ (473,816)	$ (45,027)	$ (8,623)	$ (270,350)
Total business-type activities net position	$ (214,172)	$ (473,816)	$ (45,027)	$ (8,623)	$ (270,350)
Primary government					
Net investment in capital assets	$ 43,823,286	$ 43,815,206	$ 41,081,236	$ 39,999,721	$ 40,576,526
Restricted	11,393,039	12,357,052	11,518,481	7,341,961	1,694,486
Unrestricted (deficit)	(50,438,779)	(49,537,476)	(44,635,050)	(51,840,909)	(84,226,460)
Total primary government net position	$ 4,777,546	$ 6,634,782	$ 7,964,667	$ (4,499,227)	$ (41,955,448)

Source: School District financial records.

(a) The District implemented GASB Statement No. 68 in 2015 which had the effect of restating 2014 net position.

(b) The District implemented GASB Statement No. 75 in 2018 which had the effect of restating 2017 net position.

(c) The District implemented GASB Statement No. 84 in 2020 which had the effect of restating 2019 net position.

2016	2015	2014 (a)	2013	2012
$ 39,524,689	$ 38,781,982	$ 36,460,488	$ 33,552,876	$ 23,427,664
2,167,394	2,510,271	3,842,694	4,604,254	6,910,143
(57,583,840)	(62,406,391)	(69,963,967)	10,365,649	10,747,276
$ (15,891,757)	$ (21,114,138)	$ (29,660,785)	$ 48,522,779	$ 41,085,083
$ 114,896	$ 17,732	$ (87,398)	$ 734,376	$ 614,762
$ 114,896	$ 17,732	$ (87,398)	$ 734,376	$ 614,762
$ 39,524,689	$ 38,781,982	$ 36,460,488	$ 33,552,876	$ 23,427,664
2,167,394	2,510,271	3,842,694	4,604,254	6,910,143
(57,468,944)	(62,388,659)	(70,051,365)	11,100,025	11,362,038
$ (15,776,861)	$ (21,096,406)	$ (29,748,183)	$ 49,257,155	$ 41,699,845

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

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

	2021	2020	2019	2018	2017
Expenses					
Governmental activities:					
Instruction:					
Regular	$ 34,220,892	$ 34,009,196	$ 27,725,631	$ 14,523,016	$ 30,223,535
Special	10,973,538	11,860,105	8,549,067	4,090,861	10,092,995
Vocational	282,715	356,923	329,507	181,299	369,409
Other	1,343,642	1,427,557	1,605,879	1,578,566	1,261,399
Support services:					
Pupil	6,109,168	5,338,291	4,643,823	2,678,981	4,996,693
Instructional staff	2,755,044	2,514,585	2,145,863	1,086,954	2,293,445
Board of education	49,334	83,586	56,997	145,139	78,835
Administration	4,846,185	4,734,030	3,530,486	1,111,112	4,414,001
Fiscal	2,131,737	1,616,905	1,977,521	931,623	1,411,686
Business	735,981	710,630	525,670	219,975	663,107
Operations and maintenance	9,576,045	5,783,679	5,340,037	3,861,761	5,786,325
Pupil transportation	4,701,749	4,140,849	4,409,145	4,200,710	3,890,981
Central	727,955	562,919	517,371	313,408	568,679
Operation of non-instructional services:					
Food service operations	1,463,726	1,505,827	1,464,407	1,008,011	1,615,311
Other non-instructional services	243,911	274,182	62,834	39,015	50,180
Extracurricular activities	2,329,250	2,180,885	2,024,703	1,250,184	1,978,779
Interest on long-term debt	3,464,820	3,558,414	3,700,893	2,257,648	766,121
Total governmental activities expenses	85,955,692	80,658,563	68,609,834	39,478,263	70,461,481
Business-type activities:					
Community education	1,040,369	1,242,780	1,522,741	1,318,933	1,467,886
Total business-type activities expenses	1,040,369	1,242,780	1,522,741	1,318,933	1,467,886
Total primary government expenses	$ 86,996,061	$ 81,901,343	$ 70,132,575	$ 40,797,196	$ 71,929,367

2016	2015	2014	2013	2012
$ 28,113,267	$ 27,692,555	$ 28,005,316	$ 28,142,699	$ 27,296,776
8,951,438	8,739,661	8,800,972	6,518,659	6,198,419
283,061	288,761	290,652	265,708	263,974
1,285,813	1,290,104	1,283,858	1,211,810	1,327,522
4,853,110	4,516,471	4,681,004	4,959,355	5,029,365
2,224,870	1,995,041	1,772,770	4,475,298	4,744,431
38,520	70,122	41,731	44,337	48,947
3,927,626	3,789,299	4,059,710	4,294,431	4,201,741
1,410,351	1,198,288	1,627,077	2,029,663	1,488,463
622,463	593,218	320,399	599,758	583,773
5,382,831	5,363,794	5,076,162	5,820,731	4,758,948
3,786,842	3,898,262	3,281,271	4,122,142	3,818,376
560,192	565,003	642,675	495,129	422,134
1,417,360	1,374,636	1,423,600	1,489,944	1,485,582
29,891	18,097	19,033	22,872	16,603
1,839,597	1,707,800	1,672,664	1,408,146	1,287,632
797,635	842,430	885,321	1,579,616	1,377,679
65,524,867	63,943,542	63,884,215	67,480,298	64,350,365
1,366,536	1,315,393	1,345,070	1,216,037	1,196,799
1,366,536	1,315,393	1,345,070	1,216,037	1,196,799
$ 66,891,403	$ 65,258,935	$ 65,229,285	$ 68,696,335	$ 65,547,164

- - Continued

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

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

Program Revenues	**2021**	**2020**	**2019**	**2018**	**2017**
Governmental activities:					
Charges for services:					
Instruction:					
Regular	$ 1,279,624	$ 1,178,066	$ 1,270,368	$ 1,177,962	$ 998,820
Special	79,254	135,903	72,133	50,544	33,694
Vocational	7,848	5,268	-	-	6,095
Other	8,688	8,077	8,606	12,258	8,207
Support services:					
Pupil	128,117	133,129	134,784	207,697	248,149
Instructional staff	3,315	8,034	7,643	13,244	11,872
Administration	1,241	1,837	-	-	-
Operations and maintenance	14,753	18,951	14,710	17,703	22,785
Pupil transportation	-	-	-	-	-
Operation of non-instructional services:					
Food service operations	409,292	1,116,264	1,362,879	1,295,372	1,262,575
Other non-instructional services	1,287	4,109	15,149	3,650	3,258
Extracurricular activities	579,640	533,386	720,255	797,509	698,237
Operating grants and contributions:					
Instruction:					
Regular	2,290,782	1,843,130	1,750,299	1,736,959	2,048,298
Special	2,712,533	2,150,005	2,081,087	2,133,439	1,896,391
Vocational	30,435	30,435	30,590	29,481	29,713
Other	9,000	10,800	10,800	10,800	10,800
Support services:					
Pupil	509,215	919,916	939,506	786,571	920,434
Instructional staff	108,769	103,164	154,185	64,770	51,206
Administration	58,543	135,828	178,841	187,698	181,419
Operations and maintenance	375,266	45,041	-	2,961	-
Pupil transportation	60,966	15,350	-	-	-
Central	-	-	-	-	610
Operation of non-instructional services:					
Food service operations	969,135	250,449	270,780	249,998	247,247
Other non-instructional services	255,495	259,427	48,941	29,045	23,154
Extracurricular activities	166,797	79,986	154,007	72,836	31,911
Capital grants and contributions:					
Instruction:					
Regular	4,317	4,130	7,488	6,867	7,884
Support services:					
Pupil transportation	20,599	-	-	-	-
Extracurricular activities	24,200	25,800	26,700	67,078	62,721
Total governmental program revenues	10,109,111	9,016,485	9,259,751	8,954,442	8,805,480
Business-type activities:					
Charges for services	1,173,276	985,309	1,593,018	1,492,116	1,443,154
Total business-type activities program revenues	1,173,276	985,309	1,593,018	1,492,116	1,443,154
Total primary government program revenue	$ 11,282,387	$ 10,001,794	$ 10,852,769	$ 10,446,558	$ 10,248,634
Net (Expense)/Revenue					
Governmental activities	$ (75,846,581)	$ (71,642,078)	$ (59,350,083)	$ (30,523,821)	$ (61,656,001)
Business-type activities	132,907	(257,471)	70,277	173,183	(24,732)
Total primary government net expense	$ (75,713,674)	$ (71,899,549)	$ (59,279,806)	$ (30,350,638)	$ (61,680,733)

2016	2015	2014	2013	2012
$ 1,026,119	$ 882,386	$ 888,626	$ 798,724	$ 330,894
68,808	60,560	141,314	141,021	116,880
10,466	1,007	5,025	855	568
13,509	6,697	9,339	8,847	7,812
188,906	183,095	217,724	257,276	243,287
31,707	24,205	43,048	35,663	35,307
-	-	-	-	-
9,640	10,052	3,960	9,646	11,608
-	-	-	-	766
1,206,111	1,201,321	1,203,971	1,276,922	1,285,541
4,939	4,573	6,582	8,279	6,314
688,980	713,817	713,453	579,007	896,877
1,972,255	2,093,950	1,838,264	1,763,997	1,719,629
2,010,468	1,931,359	2,406,823	789,698	576,943
31,033	34,774	42,573	31,019	31,019
10,800	10,800	10,800	10,800	10,800
815,137	673,613	820,753	705,350	688,718
98,975	99,498	99,534	278,238	316,312
181,611	168,967	173,782	227,220	323,655
-	40,369	-	-	25,068
-	-	-	-	-
-	-	-	-	-
226,392	226,121	186,608	231,386	207,699
12,534	5,953	4,443	11,061	10,602
33,169	39,188	20,828	42,312	45,651
8,445	46,474	36,645	25,566	35,181
-	-	-	-	-
28,250	208,617	1,168,836	6,034,097	-
8,678,254	8,667,396	10,042,931	13,266,984	6,927,131
1,415,488	1,369,879	1,402,122	1,291,244	1,342,133
1,415,488	1,369,879	1,402,122	1,291,244	1,342,133
$ 10,093,742	$ 10,037,275	$ 11,445,053	$ 14,558,228	$ 8,269,264
$ (56,846,613)	$ (55,276,146)	$ (53,841,284)	$ (54,213,314)	$ (57,423,234)
48,952	54,486	57,052	75,207	145,334
$ (56,797,661)	$ (55,221,660)	$ (53,784,232)	$ (54,138,107)	$ (57,277,900)

- - Continued

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

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

General Revenues and Other Changes in Net Position	**2021**	**2020**	**2019**	**2018**	**2017**
Governmental activities:					
Property taxes levied for:					
General purposes	$ 49,255,865	$ 44,805,866	$ 43,943,803	$ 44,520,840	$ 37,455,272
Debt service	5,014,954	4,400,343	4,722,713	3,456,419	-
Capital outlay	1,390,404	1,272,326	1,260,795	1,288,278	1,096,477
Payments in lieu of taxes	423,363	477,283	379,593	658,751	566,274
Grants and entitlements not restricted to specific programs	17,174,728	16,577,309	16,757,875	16,768,399	17,952,080
Investment earnings	152,157	2,460,174	3,404,435	634,979	332,259
Gain on sale of capital assets	-	-	489,929	-	-
Miscellaneous	318,230	455,810	569,166	390,649	421,053
Special item	-	-	-	-	-
Transfers	-	291,871	208,129	-	-
Total governmental activities	73,729,701	70,740,982	71,736,438	67,718,315	57,823,415
Business-type activities:					
Grants not restricted to specific programs	126,737	120,553	101,448	88,544	56,635
Transfers	-	(291,871)	(208,129)	-	-
Total business-type activities	126,737	(171,318)	(106,681)	88,544	56,635
Total primary government	$ 73,856,438	$ 70,569,664	$ 71,629,757	$ 67,806,859	$ 57,880,050
Change in Net Position					
Governmental activities	$ (2,116,880)	$ (901,096)	$ 12,386,355	$ 37,194,494	$ (3,832,586)
Business-type activities	259,644	(428,789)	(36,404)	261,727	31,903
Total primary government	$ (1,857,236)	$ (1,329,885)	$ 12,349,951	$ 37,456,221	$ (3,800,683)

Source: School District financial records.

2016	2015	2014	2013	2012
$ 41,995,699	$ 42,824,517	$ 44,934,135	$ 38,656,261	$ 36,431,621
-	139,736	1,237,233	2,138,611	2,116,209
1,225,365	1,266,821	1,319,845	1,128,041	1,132,961
472,588	984,788	515,367	349,063	314,000
18,019,970	18,210,293	17,664,962	19,104,616	19,770,571
30,630	125,658	62,124	58,911	174,389
-	-	-	-	-
324,742	270,980	194,817	215,507	251,152
-	-	-	-	511,000
-	-	-	-	-
62,068,994	63,822,793	65,928,483	61,651,010	60,701,903
48,212	50,644	49,354	44,407	-
-	-	-	-	-
48,212	50,644	49,354	44,407	-
$ 62,117,206	$ 63,873,437	$ 65,977,837	$ 61,695,417	$ 60,701,903
$ 5,222,381	$ 8,546,647	$ 12,087,199	$ 7,437,696	$ 3,278,669
97,164	105,130	106,406	119,614	145,334
$ 5,319,545	$ 8,651,777	$ 12,193,605	$ 7,557,310	$ 3,424,003

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

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

	2021	2020	2019	2018	2017
General Fund:					
Nonspendable	$ 124,055	$ 335,620	$ 111,419	$ 134,433	$ 135,143
Assigned	2,112,847	1,550,195	1,421,923	1,304,837	1,058,137
Unassigned	29,092,684	28,300,131	30,640,854	32,080,771	29,656,843
Total general fund	$ 31,329,586	$ 30,185,946	$ 32,174,196	$ 33,520,041	$ 30,850,123
All Other Governmental Funds:					
Nonspendable	$ 3,217	$ 3,288	$ 3,055	$ 3,245	$ 5,285
Restricted	17,390,047	46,280,944	79,972,447	89,175,131	1,603,298
Unassigned (deficit)	(120,510)	(50,301)	(92,368)	(99,631)	(92,868)
Total all other governmental funds	$ 17,272,754	$ 46,233,931	$ 79,883,134	$ 89,078,745	$ 1,515,715

Source: School District financial records.

2016	2015	2014	2013	2012
$ 41,658	$ 43,680	$ 41,583	$ 36,931	$ 35,225
949,697	1,344,677	860,100	1,026,273	884,086
30,597,837	24,668,107	18,603,913	9,179,798	7,485,045
$ 31,589,192	$ 26,056,464	$ 19,505,596	$ 10,243,002	$ 8,404,356
$ 2,076	$ 2,229	$ 11,322	$ 10,782	$ 21,563
2,052,730	2,544,142	3,885,169	4,581,991	7,951,968
(112,889)	(25,386)	(15,543)	(27,479)	(41,594)
$ 1,941,917	$ 2,520,985	$ 3,880,948	$ 4,565,294	$ 7,931,937

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

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

	2021	2020	2019	2018	2017
Revenues					
Property taxes	$ 55,202,881	$ 50,284,775	$ 50,275,952	$ 49,466,124	$ 38,638,804
Intergovernmental	24,329,911	22,034,637	22,101,305	21,898,608	23,286,716
Investment earnings	291,407	2,989,533	3,150,382	284,914	309,301
Tuition and fees	1,466,238	1,460,461	1,310,773	1,335,055	1,153,015
Extracurricular	624,266	543,167	912,605	929,092	857,199
Charges for services	412,895	1,116,601	1,363,824	1,296,826	1,264,343
Payment in lieu of taxes	423,363	477,283	379,593	658,751	566,274
Miscellaneous	750,253	873,800	861,830	648,354	628,552
Total revenues	83,501,214	79,780,257	80,356,264	76,517,724	66,704,204
Expenditures					
Current:					
Instruction:					
Regular	30,858,663	31,473,741	30,549,019	29,518,260	27,041,736
Special	10,379,324	11,430,822	9,997,656	9,733,614	9,320,195
Vocational	319,775	325,272	313,426	296,134	311,872
Other	1,343,642	1,427,557	1,605,879	1,578,566	1,261,399
Support services:					
Pupil	5,834,328	5,125,258	5,216,987	5,059,803	4,933,413
Instructional staff	2,521,066	2,360,094	2,379,582	2,212,400	2,100,786
Board of education	48,856	83,115	58,316	150,458	78,386
Administration	4,478,217	4,464,732	4,356,204	4,340,166	4,028,833
Fiscal	2,077,166	1,592,366	2,105,964	1,460,354	1,361,659
Business	679,000	655,233	624,717	653,470	613,035
Operations and maintenance	5,746,465	5,103,003	5,175,003	5,206,194	5,095,194
Pupil transportation	4,529,697	3,959,511	4,374,324	4,195,685	4,027,925
Central	694,334	544,296	583,691	596,109	531,625
Operation of non-instructional services:					
Food service operations	1,401,120	1,501,995	1,566,123	1,475,061	1,537,420
Other non-instructional services	243,911	274,182	62,834	39,015	37,412
Extracurricular activities	1,760,237	1,788,809	1,894,574	1,902,859	1,652,700
Facilities acquisition and construction	31,519,167	37,265,483	11,438,285	1,780,665	2,095,139
Capital outlay	-	-	-	-	-
Debt service:					
Principal retirement	3,372,569	3,340,786	5,152,733	1,187,129	1,154,911
Interest and fiscal charges	3,518,478	3,611,598	4,498,063	681,304	693,924
Debt issue costs	-	-	-	543,833	-
Total expenditures	111,326,015	116,327,853	91,953,380	72,611,079	67,877,564
Excess of revenues over (under) expenditures	(27,824,801)	(36,547,596)	(11,597,116)	3,906,645	(1,173,360)
Other Financing Sources (Uses)					
Transfers in	1,877,100	1,603,800	1,820,000	1,784,000	1,796,000
Transfers (out)	(1,877,100)	(1,603,800)	(1,820,000)	(1,784,000)	(1,796,000)
Proceeds from sale of assets	7,264	4,033	506,709	25,019	8,089
Inception of capital lease	-	792,167	548,951	1,190,970	-
Inception of software license obligation	-	-	-	-	-
Premium on debt issuance	-	-	-	3,560,314	-
Issuance of bonds	-	-	-	81,550,000	-
Payment to refunded debt escrow agent	-	-	-	-	-
Issuance of certificates of participation	-	-	-	-	-
Total other financing sources (uses)	7,264	796,200	1,055,660	86,326,303	8,089
Special item	-	-	-	-	-
Net change in fund balances	$ (27,817,537)	$ (35,751,396)	$ (10,541,456)	$ 90,232,948	$ (1,165,271)
Debt service as a percentage of noncapital expenditures	8.30%	8.80%	11.99%	2.67%	2.80%

Source: School District financial records.

2016	2015	2014	2013	2012
$ 43,368,939	$ 44,766,636	$ 47,389,754	$ 42,122,419	$ 40,745,914
23,228,844	23,395,233	23,140,268	23,213,618	24,231,298
141,723	38,680	57,818	51,472	180,591
1,156,500	1,002,671	1,147,244	1,049,801	533,392
846,655	848,935	849,924	769,849	1,086,564
1,208,133	1,203,390	1,206,450	1,279,995	1,288,685
472,588	984,788	515,367	349,063	314,000
480,490	681,522	1,531,441	452,473	396,017
70,903,872	72,921,855	75,838,266	69,288,690	68,776,461
26,634,674	27,131,221	27,194,680	26,755,411	26,547,675
8,766,022	8,943,676	8,615,372	6,406,501	6,186,526
290,227	269,533	254,736	241,724	244,846
1,285,813	1,290,104	1,283,858	1,211,810	1,327,522
4,826,657	4,567,464	4,706,665	4,908,661	5,026,641
2,171,807	1,988,037	1,846,576	4,319,163	4,773,005
38,630	70,249	41,731	44,201	49,083
3,867,128	3,868,836	4,020,237	4,259,944	4,215,459
1,410,151	1,206,874	1,619,261	2,023,839	1,488,408
623,359	591,359	559,490	593,078	586,663
4,971,577	4,937,486	4,882,939	4,772,810	4,776,440
3,708,416	3,915,887	3,233,565	3,954,783	3,663,230
459,386	453,604	525,875	499,551	426,422
1,397,609	1,388,802	1,365,327	1,435,672	1,543,380
18,080	11,306	17,864	23,995	35,185
1,567,433	1,479,062	1,458,495	1,241,538	1,220,646
2,025,949	3,367,929	2,312,691	1,002,774	1,011,533
-	-	-	340,880	-
1,179,033	1,495,843	3,425,296	3,306,932	1,910,778
725,382	770,613	816,437	847,026	2,362,798
-	-	-	302,738	-
65,967,333	67,747,885	68,181,095	68,493,031	67,396,240
4,936,539	5,173,970	7,657,171	795,659	1,380,221
1,781,000	1,645,000	1,006,000	1,006,000	1,326,000
(1,781,000)	(1,645,000)	(1,006,000)	(1,006,000)	(1,326,000)
17,121	16,935	2,686	20,674	19,307
-	-	918,391	-	-
-	-	-	340,880	-
-	-	-	64,451	-
-	-	-	-	-
-	-	-	(21,474,661)	-
-	-	-	18,725,000	-
17,121	16,935	921,077	(2,323,656)	19,307
-	-	-	511,000	-
$ 4,953,660	$ 5,190,905	$ 8,578,248	$ (1,016,997)	$ 1,399,528
3.04%	3.51%	6.26%	6.23%	6.56%

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

ASSESSED VALUATION AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS

	Real Property (a)		Public Utility (b)		Total	
Collection Year	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2021	$ 1,257,545,040	$ 3,592,985,829	$ 25,271,550	$ 72,204,429	$ 1,282,816,590	$ 3,665,190,257
2020	1,120,929,440	3,202,655,543	21,466,960	61,334,171	1,142,396,400	3,263,989,714
2019	1,089,291,000	3,112,260,000	20,598,140	58,851,829	1,109,889,140	3,171,111,829
2018	1,077,345,980	3,078,131,371	13,613,760	38,896,457	1,090,959,740	3,117,027,829
2017	948,759,150	2,710,740,429	8,461,030	24,174,371	957,220,180	2,734,914,800
2016	928,703,860	2,653,439,600	7,238,320	20,680,914	935,942,180	2,674,120,514
2015	919,449,390	2,626,998,257	7,450,040	21,285,829	926,899,430	2,648,284,086
2014	890,931,340	2,545,518,114	6,390,820	18,259,486	897,322,160	2,563,777,600
2013	885,645,250	2,530,415,000	5,718,170	16,337,629	891,363,420	2,546,752,629
2012	880,837,040	2,516,677,257	4,697,110	13,420,314	885,534,150	2,530,097,571

Source: Summit County Fiscal Officer

(a) The assessed value of real property is fixed at 35% of true value and is determined pursuant to the State Tax Commissioner.

(b) Assumes public utilities are assessed at true value which is 35%.

(c) Rate per $1,000 of assessed value.

Total Direct Tax Rate (c)	Assessed Value as a Percentage of Estimated Actual Value
$ 92.43	35.00%
92.48	35.00%
92.53	35.00%
93.40	35.00%
88.43	35.00%
88.43	35.00%
88.43	35.00%
89.01	35.00%
91.24	35.00%
91.33	35.00%

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

DIRECT AND OVERLAPPING PROPERTY TAX RATES
(RATE PER $1,000 OF ASSESSED VALUE)
LAST TEN YEARS

		Overlapping Rates				Direct Rates					
Tax Year/ Collection Year	Government	School	County	City	Total	School Levy	County Levy	City/ Village Township	Valley Fire District	Union Cem. Assoc. of Boston Twp.	Total
2020/2021	Boston Township	$ 4.23	$ 0.66	$ -	$ 4.89	$ 92.43	$ 15.16	$ 7.98	$ 8.80	$ 1.00	$ 125.37
	Boston Heights Village	4.23	0.66	-	4.89	92.43	15.16	6.10	-	-	113.69
	Hudson City	4.23	0.66	-	4.89	92.43	15.16	6.47	-	-	114.06
	Cuyahoga Falls City	4.23	0.66	-	4.89	92.43	15.16	11.00	-	-	118.59
2019/2020	Boston Township	4.05	0.66	-	4.71	92.48	15.16	7.98	8.80	1.00	125.42
	Boston Heights Village	4.05	0.66	-	4.71	92.48	15.16	6.10	-	-	113.74
	Hudson City	4.05	0.66	-	4.71	92.48	15.16	6.47	-	-	114.11
	Cuyahoga Falls City	4.05	0.66	-	4.71	92.48	15.16	11.00	-	-	118.64
2018/2019	Boston Township	4.97	0.74	-	5.71	92.53	14.16	7.98	8.80	1.00	124.47
	Boston Heights Village	4.97	0.74	-	5.71	92.53	14.16	6.10	-	-	112.79
	Hudson City	4.97	0.74	1.08	6.79	92.53	14.16	7.27	-	-	113.96
	Cuyahoga Falls City	4.97	0.74	-	5.71	92.53	14.16	11.00	-	-	117.69
2017/2018	Boston Township	4.97	0.74	-	5.71	93.40	14.16	7.98	8.80	1.00	125.34
	Boston Heights Village	4.97	0.74	-	5.71	93.40	14.16	6.10	-	-	113.66
	Hudson City	4.97	0.74	1.08	6.79	93.40	14.16	7.55	-	-	115.11
	Cuyahoga Falls City	4.97	0.74	-	5.71	93.40	14.16	11.00	-	-	118.56
2016/2017	Boston Township	-	0.68	-	0.68	88.43	14.16	7.98	8.80	1.00	120.37
	Boston Heights Village	-	0.68	-	0.68	88.43	14.16	6.10	-	-	108.69
	Hudson City	-	0.68	1.86	2.54	88.43	14.16	8.31	-	-	110.90
	Cuyahoga Falls City	-	0.68	-	0.68	88.43	14.16	11.00	-	-	113.59
2015/2016	Boston Township	-	0.68	-	0.68	88.43	14.16	7.98	8.80	1.00	120.37
	Boston Heights Village	-	0.68	-	0.68	88.43	14.16	6.10	-	-	108.69
	Hudson City	-	0.68	1.86	2.54	88.43	14.16	7.73	-	-	110.32
	Cuyahoga Falls City	-	0.68	-	0.68	88.43	14.16	11.00	-	-	113.59
2014/2015	Boston Township	-	0.59	-	0.59	88.43	14.16	7.98	8.80	1.00	120.37
	Boston Heights Village	-	0.59	-	0.59	88.43	14.16	6.10	-	-	108.69
	Hudson City	-	0.59	1.92	2.51	88.43	14.16	7.79	-	-	110.38
	Cuyahoga Falls City	-	0.59	-	0.59	88.43	14.16	11.00	-	-	113.59
2013/2014	Boston Township	0.58	0.59	-	1.17	89.01	14.16	7.98	8.80	1.00	120.95
	Boston Heights Village	0.58	0.59	-	1.17	89.01	14.16	6.10	-	-	109.27
	Hudson City	0.58	0.59	1.89	3.06	89.01	14.16	7.76	-	-	110.93
	Cuyahoga Falls City	0.58	0.59	-	1.17	89.01	14.16	11.00	-	-	114.17
2012/2013	Boston Township	2.81	0.59	-	3.40	91.24	14.16	7.98	8.80	1.00	123.18
	Boston Heights Village	2.81	0.59	-	3.40	91.24	14.16	6.10	-	-	111.50
	Hudson City	2.81	0.59	1.94	5.34	91.24	14.16	7.81	-	-	113.21
	Cuyahoga Falls City	2.81	0.59	-	3.40	91.24	14.16	11.00	-	-	116.40
2011/2012	Boston Township	2.90	0.59	-	3.49	91.33	14.16	7.98	8.80	1.00	123.27
	Boston Heights Village	2.90	0.59	-	3.49	91.33	14.16	6.10	-	-	111.59
	Hudson City	2.90	0.59	2.10	5.59	91.33	14.16	7.97	-	-	113.46
	Cuyahoga Falls City	2.90	0.59	-	3.49	91.33	14.16	11.00	-	-	116.49

Source: Summit County Fiscal Officer

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

PRINCIPAL PROPERTY TAX PAYERS
DECEMBER 31, 2020 AND DECEMBER 31, 2011

	December 31, 2020		
Taxpayer	**Taxable Assessed Value**	**Rank**	**Percentage of Total District Taxable Assessed Value**
Laurel Lake Retirement Community, Inc.	$ 13,731,870	1	1.20%
Premier Arhaus LLC	9,455,720	2	0.83%
Hudson Senior Living Inc.	7,864,860	3	0.69%
Little Tikes, Inc.	7,700,000	4	0.67%
East Ohio Gas Company	6,855,400	5	0.60%
Trails of Hudson One LLC	6,817,390	6	0.60%
JoAnn Stores Support Center, Inc.	6,632,810	7	0.58%
Hudson Senior Apartments LLC	6,536,930	8	0.57%
Hudson Senior Housing | Propco LLC	6,045,440	9	0.53%
Allstate Insurance Company	5,981,610	10	0.52%
Total	$ 77,622,030		6.79%

	December 31, 2011		
Taxpayer	**Taxable Assessed Value**	**Rank**	**Percentage of Total District Taxable Assessed Value**
JoAnn Stores Support Center, Inc.	$ 7,175,370	1	0.75%
Allstate Insurance Company	6,554,250	2	0.69%
Little Tikes, Inc.	5,181,450	3	0.54%
Georgetown Development Co.	2,620,860	4	0.27%
Albrecht, Inc.	2,191,390	5	0.23%
Hudson MOB LLC	2,013,750	6	0.21%
Prestige and Premier Co.	1,910,900	7	0.20%
Laurel Lake Retirement Community, Inc.	1,698,780	8	0.18%
Avaria Properties LLC	1,648,630	9	0.17%
Kobelco Stewart Bolling, Inc.	1,611,020	10	0.17%
Total	$ 32,606,400		3.41%

Source: Summit County Fiscal Officer

Note: Information is available on a calendar year basis only

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Tax Year/ Collection Year	Current Levy	Delinquent Levy	Total Levy	Current Collection	Percent of Current Levy Collected
2020/2021	$ 60,505,772	$ 4,218,784	$ 64,724,556	$ 57,106,259	94.38%
2019/2020	58,425,042	2,543,336	60,968,378	56,418,187	96.57%
2018/2019	56,714,148	1,036,532	57,750,680	55,457,495	97.78%
2017/2018	56,397,008	1,643,165	58,040,173	55,373,692	98.19%
2016/2017	48,899,723	2,072,180	50,971,903	47,707,712	97.56%
2015/2016	47,883,426	1,910,315	49,793,741	47,189,956	98.55%
2014/2015	47,581,891	2,045,216	49,627,107	46,698,052	98.14%
2013/2014	47,466,864	3,154,378	50,621,242	45,987,842	96.88%
2012/2013	49,050,090	3,309,349	52,359,439	47,415,431	96.67%
2011/2012	48,570,508	3,531,347	52,101,855	46,783,723	96.32%

Source: Summit County Fiscal Officer

Delinquent Collection	Total Collection	Total Collection As a Percent of Total Levy
$ 3,399,514	$ 60,505,773	93.48%
2,006,855	58,425,042	95.83%
1,256,653	56,714,148	98.21%
1,023,316	56,397,008	97.17%
1,192,010	48,899,722	95.93%
693,469	47,883,425	96.16%
883,839	47,581,891	95.88%
1,479,022	47,466,864	93.77%
1,634,659	49,050,090	93.68%
1,786,784	48,570,507	93.22%

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Governmental Activities

Fiscal Year	(a) General Obligation Bonds	Capital Leases	Software License Obligation	(a) Total Primary Government	(b) Percentage of Personal Income	(b) Per Capita	(b) Per ADM
2021	$ 92,276,367	$ 550,918	$ -	$ 92,827,285	6.30%	$ 4,017	$ 19,772
2020	95,107,699	1,218,487	-	96,326,186	7.08%	4,332	20,335
2019	97,834,031	1,167,106	-	99,001,137	7.74%	4,443	20,904
2018	102,705,364	1,025,888	-	103,731,252	8.46%	4,663	22,033
2017	18,631,599	355,113	-	18,986,712	1.55%	853	4,074
2016	19,608,257	540,024	-	20,148,281	1.71%	898	4,327
2015	20,559,916	712,899	61,158	21,333,973	1.81%	950	4,640
2014	21,786,574	874,520	175,380	22,836,474	2.00%	1,016	4,946
2013	24,933,232	367,512	283,549	25,584,293	2.30%	1,146	5,466
2012	28,930,317	537,113	-	29,467,430	2.74%	1,328	6,205

Sources:

(a) Includes certificates of participation and unamortized premiums. See notes to the financial statements regarding the District's outstanding debt information.

(b) See schedule "Demographic and Economic Statistic, Last Ten Fiscal Years" for personal income, population and enrollment information.

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonds (a)	Less Net Position Restricted for Debt Service	Net General Obligation Debt Outstanding	Percentage of Actual Taxable Value of Property	Per Capita
2021	$ 92,276,367	$ (3,542,162)	$ 88,734,205	2.42%	$ 3,840
2020	95,107,699	(3,257,387)	91,850,312	2.81%	4,131
2019	97,834,031	(5,402,194)	92,431,837	2.91%	4,148
2018	102,705,364	-	102,705,364	3.29%	4,617
2017	18,631,599	-	18,631,599	0.68%	837
2016	19,608,257	-	19,608,257	0.73%	874
2015	20,559,916	-	20,559,916	0.78%	916
2014	21,786,574	(1,323,826)	20,462,748	0.80%	911
2013	24,933,232	(4,465,979)	20,467,253	0.80%	917
2012	28,930,317	(3,851,738)	25,078,579	0.99%	1,131

(a) Includes certificates of participation. Details regarding the District's outstanding debt can be found in the notes to the financial statements.

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2021

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (a)	Direct Debt and Estimated Share of Overlapping Debt
Direct debt:			
Hudson City School District	$ 92,827,285 (b)	100.00%	$ 92,827,285
Total direct debt	92,827,285		92,827,285
Overlapping debt:			
City of Hudson	37,605,000	99.69%	37,488,425
City of Cuyahoga Falls	9,510,000	4.16%	395,616
Summit County	34,695,000	8.84%	3,067,038
Boston Heights Village	3,455,000	62.88%	2,172,504
Total overlapping debt	85,265,000		43,123,583
Total direct and overlapping debt	$ 178,092,285		$ 135,950,868

Source: Ohio Municipal Advisory Council

(a) The District's share of the overlapping debt is calculated as the debt outstanding for each noted governmental unit multiplied by the estimated percentage applicable to the District. The estimated percentage applicable to the District is calculated as the assessed valuation of the District's area contained within the noted governmental unit divided by the total assessed valuation of the governmental unit.

(b) Details regarding the District's outstanding debt can be found in the notes to the financial statements.

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS

Fiscal Year	Unvoted Debt Limit	Voted Debt Limit	Total Debt Applicable to Limit	Debt Service Available Fund Balance	Net Debt Applicable to Limit	Voted Legal Debt Margin	Total Net Debt Applicable to Limit as a Percentage of Debt Limit
2021	$1,282,817	$115,453,493	$ 75,610,000	$ 3,542,162	$ 72,067,838	$ 43,385,655	62.42%
2020	1,142,396	102,815,676	77,600,000	3,367,082	74,232,918	28,582,758	72.20%
2019	1,109,889	99,890,023	79,510,000	3,526,747	75,983,253	23,906,770	76.07%
2018	1,090,960	98,186,377	83,590,000	6,394,498	77,195,502	20,990,875	78.62%
2017	957,220	86,149,816	18,555,000	-	18,555,000	67,594,816	21.54%
2016	935,942	84,234,796	19,525,000	-	19,525,000	64,709,796	23.18%
2015	926,899	83,420,949	20,470,000	-	20,470,000	62,950,949	24.54%
2014	897,322	80,758,994	21,690,000	302,335	21,387,665	59,371,329	26.48%
2013	891,363	80,222,708	24,830,000	1,311,307	23,518,693	56,704,015	29.32%
2012	885,534	79,698,074	28,885,000	4,469,722	24,415,278	55,282,796	30.63%

Legal Debt Margin Calculation for Fiscal Year 2021

Assessed value	$1,282,816,590
Debt limit (9% of assessed value)	115,453,493
Add: debt service fund equity	3,542,162
Less: debt applicable to limit	(75,610,000)
Legal debt margin	$ 43,385,655

Source: Summit County Fiscal Officer and District financial records

Note: Ohio Bond Law sets a limit of 9% for voted debt and 1/10 of 1% for unvoted debt.

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	Population (a)	Personal Income (a)	Per Capita Personal Income (a)	Median Age (b)	School Enrollment (c)	Unemployment Rates (d) Summit County	Ohio (e)	United States (e)
2021	23,110	$ 1,473,632,260	$ 63,766	46.1	4,695	6.6%	5.2%	5.9%
2020	22,237	1,360,637,556	61,188	41.3	4,737	11.4%	11.0%	11.1%
2019	22,285	1,278,958,435	57,391	41.3	4,736	4.3%	4.0%	3.7%
2018	22,245	1,226,700,525	55,145	41.3	4,708	5.2%	4.5%	4.0%
2017	22,251	1,223,871,753	55,003	41.3	4,661	5.3%	5.0%	4.4%
2016	22,437	1,179,916,956	52,588	41.3	4,656	4.9%	5.0%	4.9%
2015	22,448	1,180,495,424	52,588	41.3	4,598	5.0%	5.2%	5.3%
2014	22,474	1,143,881,652	50,898	41.3	4,617	5.5%	5.5%	6.1%
2013	22,323	1,111,283,586	49,782	41.3	4,681	7.1%	7.2%	7.6%
2012	22,182	1,074,141,168	48,424	41.3	4,749	7.1%	7.2%	8.2%

Sources/Notes:
(a) U.S. Census Bureau QuickFacts; City of Hudson estimates for the calendar year prior to the fiscal year listed (information is available on a calendar year basis only).
(b) City of Hudson records for fiscal year 2021 (2020 calendar year data). 41.3 listed for prior years is the 2010 census figure.
(c) District records
(d) June Ohio Labor Market Information, Ohio Department of Job and Family Services
(e) Seasonally adjusted

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

PRINCIPAL EMPLOYERS
DECEMBER 31, 2020 AND DECEMBER 31, 2011

	December 31, 2020	
Employer	**Employees**	**Percentage of Total City Employment**
Allstate Insurance Company	1,602	7.81%
Leaffilter North LLC	1,046	5.10%
Jo-Ann Stores LLC	916	4.46%
Hudson City School District	915	4.46%
Jo-Ann Stores Support Center	836	4.07%
Little Tikes Company	797	3.88%
Universal Screen Arts Inc	612	2.98%
City of Hudson	322	1.57%
Boxout LLC	240	1.17%
Parker Hannifin Corp	100	0.49%
Total	7,386	35.99%
Total Employment within the City	20,519	

	December 31, 2011	
Employer	**Employees**	**Percentage of Total City Employment**
Jo-Ann Stores Supply Chain	1,287	7.72%
Allstate Insurance Company	1,250	7.50%
Hudson City School District	1,000	6.00%
Little Tikes Company	445	2.67%
Laurel Lake Retirement Community	415	2.49%
Western Reserve Academy	251	1.51%
Windstream Communications Inc.	245	1.47%
City of Hudson	238	1.43%
Lexi-Comp Inc.	175	1.05%
FedEx Supply Chain Services	142	0.85%
Total	5,448	32.69%
Total Employment within the City	16,672	

Source: City of Hudson records.

Note: Information is available on a calendar year basis only.

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

STAFFING STATISTICS
FULL TIME EQUIVALENTS (FTE) BY TYPE AND FUNCTION
LAST TEN FISCAL YEARS

Type	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**	**2014**	**2013**	**2012**
Professional Staff:										
Teaching Staff:										
Elementary	118	116	120	115	113	111	106	109	116	116
Middle	67	67	65	70	69	68	76	67	69	71
High	100	94	95	95	95	93	93	95	94	99
Tutors	23	25	19	23	21	28	29	25	20	19
Others	6	6	6	4	4	3	3	4	4	4
Administration:										
District	27	27	27	26	26	25	25	25	25	26
Auxiliary Positions:										
Counselors	13	13	13	13	13	13	13	13	13	13
Speech	8	8	8	8	9	9	9	10	9	9
Mental Health Specialists	6	6	6	5	7	7	11	10	8	6
Other	31	31	29	29	32	33	27	29	27	27
Support Staff:										
Secretarial	41	42	45	44	44	45	44	45	48	46
Aides	82	96	95	92	93	92	91	90	92	89
Hall monitor/Security	11	12	11	11	11	11	10	13	11	11
Food service	18	20	20	20	20	19	19	21	21	21
Custodial	31	31	31	29	30	31	31	32	32	34
Maintenance	10	10	9	10	8	10	10	10	9	10
Other	2	2	2	2	2	2	2	2	2	3
Total	594	606	601	596	597	600	599	600	600	604

Function	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**	**2014**	**2013**	**2012**
Instruction:										
Regular	237	228	227	225	225	227	231	223	226	228
Special	72	75	73	77	72	72	72	73	73	76
Vocational	1	1	1	1	1	1	1	1	1	1
Other	4	4	4	4	4	3	3	3	3	4
Support Services:										
Pupil	49	50	48	47	48	47	50	54	49	47
Instructional staff	103	118	115	112	118	119	111	109	109	107
Administration	54	54	58	57	57	57	58	61	65	64
Fiscal	6	6	6	6	6	6	6	6	6	6
Business	6	6	6	5	5	4	4	4	4	4
Operations and maintenance	42	42	41	40	39	42	41	43	41	44
Central	2	2	2	2	2	2	2	2	2	2
Food service	18	20	20	20	20	20	20	21	21	21
Total Governmental Activities	594	606	601	596	597	600	599	600	600	604

Source: School District records

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

Function	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Instruction:										
Regular and Special										
Enrollment (students)	4,695	4,737	4,736	4,708	4,661	4,656	4,598	4,617	4,681	4,749
Graduates	414	373	374	389	391	401	410	398	405	416
Support services:										
Administration										
Student attendance rate	97.0%	96.8%	96.0%	95.9%	96.0%	95.8%	96.2%	96.3%	96.0%	96.4%
Food service operations:										
Number of students with										
free or reduced lunches	242	221	240	243	254	218	243	249	241	231

Source: District records and Ohio Department of Education

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

CAPITAL ASSET STATISTICS
LAST TEN FISCAL YEARS

	2021	2020	2019	2018	2017
Land	$ 1,022,386	$ 1,022,386	$ 1,022,386	$ 1,032,204	$ 1,032,204
Construction in progress	58,477,761	43,213,059	10,048,035	444,165	-
Land improvements	4,417,880	4,107,628	4,253,777	4,322,623	4,482,595
Buildings and improvements	57,822,559	47,761,617	45,473,733	45,748,796	46,896,497
Furniture, fixtures and equipment	3,327,597	3,483,284	3,679,702	3,871,362	3,191,443
Vehicles	1,101,064	1,226,410	1,441,573	1,456,567	1,431,092
Computer software	4,463	8,925	13,388	18,828	25,245
Total Governmental Activities Capital Assets, net	$ 126,173,710	$ 100,823,309	$ 65,932,594	$ 56,894,545	$ 57,059,076

Source: School District financial records.

Note: Amounts above are presented net of accumulated depreciation.

2016	2015	2014	2013	2012
$ 1,032,204	$ 1,032,204	$ 1,032,204	$ 1,032,204	$ 1,032,204
-	322,179	523,955	-	-
4,568,776	4,325,124	4,329,314	4,375,993	705,203
46,598,621	46,912,197	45,605,270	45,512,554	44,852,263
3,478,148	3,414,797	3,425,574	3,098,322	2,880,583
1,280,307	1,252,617	1,138,088	1,131,940	1,299,524
31,663	123,301	243,345	352,637	-
$ 56,989,719	$ 57,382,419	$ 56,297,750	$ 55,503,650	$ 50,769,777

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

	2021	2020	2019	2018	2017	2016	2015
Evamere Elementary							
Square feet	59,847	59,847	59,847	59,847	59,847	59,847	59,847
Enrollment	403	629	622	604	594	580	563
McDowell Elementary							
Square feet	56,800	56,800	56,800	56,800	56,800	56,800	56,800
Enrollment	-	329	337	309	327	317	288
Ellsworth Hill Elementary							
Square feet	79,111	64,411	64,411	64,411	64,411	64,411	64,411
Enrollment	648	446	433	424	381	390	364
East Woods Intermediate							
Square feet	190,432	139,900	139,900	139,900	139,900	139,900	139,900
Enrollment	1,016	673	673	682	663	683	661
Hudson Middle School							
Square feet	178,490	190,432	190,432	190,432	190,432	190,432	190,432
Enrollment	1,066	1,076	1,107	1,086	1,122	1,081	1,101
Hudson High School							
Square feet	342,620	342,620	342,620	342,620	342,620	342,620	342,620
Enrollment	1,562	1,584	1,564	1,603	1,574	1,605	1,621

Source: District records

Notes:

Evamere Elementary School's enrollment changed from Kindergarten and 1st Grade to Preschool and Kindergarten. Enrollment includes Kindergarten students attending on a half-time basis.

Ellsworth Hill Elementary's enrollment changed from Preschool and 2nd Grade to 1st and 2nd Grades.

McDowell Elementary was under construction during fiscal year 2021. 3rd Grade students moved to East Woods Intermediate.

East Woods Intermediate was under construction during fiscal year 2021. 3rd - 5th Grade students were at the former Hudson Middle School.

The new Hudson Middle School opened in fiscal year 2021 (Grades 6-8).

2014	2013	2012
59,847	59,847	59,847
556	518	568
56,800	56,800	56,800
344	287	329
64,411	64,411	64,411
328	405	352
139,900	139,900	139,900
660	688	679
190,432	190,432	190,432
1,089	1,121	1,165
342,620	342,620	342,620
1,640	1,662	1,656

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

TEACHER STATISTICS
AS OF JUNE 30, 2021

Degree	Number of Teachers (FTE)	Percentage of Total	Pay Range
Associates and/or High School Diploma	3	1.05%	(a)
Bachelor's Degree	34	11.93%	$44,939 - $86,606
Master's Degree	246	86.32%	$49,024 - $107,854
Ph.D.	2	0.70%	$55,558 - $112,348
	285	100.00%	

Years of Experience	Number of Teachers (FTE)	Percentage of Total
0 - 5	61	21.40%
6 - 10	42	14.74%
11 and over	182	63.86%
	285	100.00%

Source: School District Personnel Records

(a) The salary schedule contained in the current teachers' union collective bargaining agreement does not recognize degrees less than a bachelor's.

HUDSON CITY SCHOOL DISTRICT
SUMMIT COUNTY, OHIO

OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	General Government		Governmental Activities		Enrollment	Percent Change	Teaching Staff	Student Attendance Percentage
	Expenditures (a)	Cost per pupil	Expenses (a)	Cost per pupil				
2021	$ 104,434,968	$22,244	$ 82,490,872	$17,570	4,695	-0.89%	356	97.0%
2020	109,375,469	23,090	77,100,149	16,276	4,737	0.02%	349	96.8%
2019	82,302,584	17,378	64,908,941	13,705	4,736	0.59%	347	96.0%
2018	70,742,646	15,026	37,220,615	7,906	4,708	1.01%	344	95.9%
2017	66,028,729	14,166	69,695,360	14,953	4,661	0.11%	342	96.0%
2016	64,062,918	13,759	64,727,232	13,902	4,656	1.26%	338	95.8%
2015	65,481,429	14,241	63,101,112	13,724	4,598	-0.41%	342	96.2%
2014	63,939,362	13,849	62,998,894	13,645	4,617	-1.37%	342	96.3%
2013	64,339,073	13,745	65,900,682	14,078	4,681	-1.43%	342	96.0%
2012	63,122,664	13,292	62,972,686	13,260	4,749	-4.49%	345	96.4%

Source: District records

(a) Debt service totals have been excluded.

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DEDICATED TO EXCELLENCE IN EDUCATION

Treasurer and Chief Financial Officer Phillip Butto IV and his staff pride themselves on serving the District with honesty, integrity and transparency.

In fact, the Hudson City School District received the Association of School Business Officials International (ASBO) and the Government Financial Officers Association (GFOA) Certificate of Excellence in Financial Reporting awards for having met or exceeded the programs' high standards for financial reporting and accountability. The District earned the Auditor of State Award with Distinction for 2015, 2016, 2017, 2018, 2019, and 2020 audits. Clean and accurate record keeping are the foundation for good government, and taxpayers can take pride in our commitment to accountability.

FOR MORE INFORMATION, PLEASE SEE THE TREASURER'S WEBPAGE AT **WWW.HUDSON.K12.OH.US**