



OHIO AUDITOR OF STATE
KEITH FABER



**REYNOLDSBURG CITY SCHOOL DISTRICT
FRANKLIN COUNTY
JUNE 30, 2024**

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FRANKLIN COUNTY
JUNE 30, 2024**

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INDEPENDENT AUDITOR'S REPORT

Reynoldsburg City School District
Franklin County
7244 East Main Street
Reynoldsburg, Ohio 43068

To the Board of Education:

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The Schedule of Expenditures of Federal Awards as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards is presented for purposes of additional analysis and is not a required part of the basic financial statements.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 8, 2025, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Keith Faber
Auditor of State
Columbus, Ohio

May 8, 2025

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Reynoldsburg City School District
Franklin County, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2024

As management of the Reynoldsburg City School District (the District), we offer readers of the District's financial statements this narrative overview and analysis of the District's financial activities for the fiscal year ended June 30, 2024. Readers should also review the basic financial statements and notes to the basic financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for 2024 are as follows:

- The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$48.1 million (net position).
- The District's total net position increased by \$13.6 million during the fiscal year.
- As of the close of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$75.0 million, an increase of \$7.4 million in comparison with the prior fiscal year. Of this amount, \$32.6 million is available for spending at the District's discretion (unassigned fund balance).
- At the end of the current fiscal year, unassigned balance for the general fund was \$33.1 million.

Reporting the District as a Whole

The Statement of Net Position and Statement of Activities

One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the District as a whole and about its activities in a manner that helps answer this question. These statements include all assets, deferred outflows of resources, liabilities and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by private sector corporations. All of the current year revenues and expenses are taken into consideration regardless of when cash is received or paid.

These two statements report the District's net position and changes in net position. The change in net position provides the reader a tool to assist in determining whether the District's financial health is improving or deteriorating. The reader will need to consider other non-financial factors such as property tax base, current property tax laws, student enrollment growth, and facility conditions in arriving at their conclusion regarding the overall health of the District.

Reynoldsburg City School District
Franklin County, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2024

Reporting the District's Most Significant Funds

Fund Financial Statements

Our analysis of the District's major funds appears on the fund financial statements beginning with the Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances. These statements provide detailed information about the most significant funds—not the District as a whole. Some funds are required to be established by State statute, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions. The District's three types of funds, governmental, proprietary, and fiduciary use different accounting approaches as further described in the notes to the basic financial statements.

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 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 financial resources available to spend in the near future to finance the District's programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the basic financial statements.

Proprietary Funds

The District uses an internal service fund to account for health and dental claims and premiums. This fund uses the accrual basis of accounting; the same as on the entity-wide statements. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various funds. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the governmental-wide statements.

Fiduciary Fund

The District's fiduciary fund is used to account for resources held for the benefit of parties outside the District. The fiduciary fund is not reflected in the government-wide financial statement because the resources of the fund are not available to support the District's programs. The accounting used for the fiduciary fund is much like that used for proprietary funds.

Reynoldsburg City School District
Franklin County, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2024

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources according to the Statement of Net Position at the close of the most recent fiscal year.

The District's net position at fiscal year-end was as follows:

	Governmental Activities		
	2024	2023	Change
Assets			
Current Assets	\$ 130,739,264	\$ 119,076,739	\$ 11,662,525
Net OPEB Asset	6,180,924	8,281,826	(2,100,902)
Capital Assets	<u>102,927,886</u>	<u>104,167,363</u>	<u>(1,239,477)</u>
<i>Total Assets</i>	<u>239,848,074</u>	<u>231,525,928</u>	<u>8,322,146</u>
Deferred Outflows of Resources			
Deferred Charges	6,524,540	7,347,159	(822,619)
Pension & OPEB	<u>20,814,684</u>	<u>24,901,891</u>	<u>(4,087,207)</u>
<i>Total Deferred Outflows of Resources</i>	<u>27,339,224</u>	<u>32,249,050</u>	<u>(4,909,826)</u>
Liabilities			
Current Liabilities	14,980,967	14,910,814	70,153
Long-Term Liabilities:			
Due Within One Year	6,838,090	6,512,257	325,833
Due In More Than One Year:			
Pension & OPEB	86,369,371	88,004,514	(1,635,143)
Other Amounts	<u>67,314,334</u>	<u>74,192,822</u>	<u>(6,878,488)</u>
<i>Total Liabilities</i>	<u>175,502,762</u>	<u>183,620,407</u>	<u>(8,117,645)</u>
Deferred Inflows of Resources			
Property Taxes	28,814,082	26,274,200	2,539,882
Other	438,451	470,146	(31,695)
Pension & OPEB	<u>14,325,927</u>	<u>18,911,056</u>	<u>(4,585,129)</u>
<i>Total Deferred Inflows of Resources</i>	<u>43,578,460</u>	<u>45,655,402</u>	<u>(2,076,942)</u>
Net Position			
Net Investment in Capital Assets	39,158,954	33,682,247	5,476,707
Restricted	26,575,524	17,704,855	8,870,669
Unrestricted	<u>(17,628,402)</u>	<u>(16,887,933)</u>	<u>(740,469)</u>
<i>Total Net Position</i>	<u>\$ 48,106,076</u>	<u>\$ 34,499,169</u>	<u>\$ 13,606,907</u>

Reynoldsburg City School District
Franklin County, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2024

Deferred charges decreased during the fiscal year. This decrease is primarily related to amortization of the refunding loss during the fiscal year.

Current assets increased in comparison with the prior fiscal year. This increase is primarily the result of increases in both investments and intergovernmental receivable. Intergovernmental receivable increased as a result of the timing of the receipt of federal grant revenues from the State of Ohio. Investments increased as a result of favorable conditions at fiscal year-end.

There was a significant change in net pension/OPEB liability (asset) for the District. These fluctuations are due to changes in the retirement systems unfunded liabilities/assets that are passed through to the District's financial statements. All components of pension and OPEB accruals contribute to the fluctuations in deferred outflows/inflows, net OPEB asset and noncurrent liabilities are described in more detail in their respective notes.

Net investments in capital assets increased in comparison with the prior fiscal year. This increase is mainly related to the decrease in long-term liabilities during the fiscal year. This decrease is due to principal payments made during the fiscal year.

Restricted net position increased in comparison with the prior fiscal year. This increase is related to the various state and federal grants received by the District.

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Reynoldsburg City School District
Franklin County, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2024

Governmental Activities

Net position of the District's governmental activities increased. The details of this increase in net position are as follows:

	Governmental Activities		
	2024	2023	Change
Revenues			
<i>Program Revenues</i>			
Charges for Services	\$ 3,083,542	\$ 2,809,629	\$ 273,913
Operating Grants	<u>17,172,338</u>	<u>15,483,463</u>	<u>1,688,875</u>
<i>Total Program Revenues</i>	<u>20,255,880</u>	<u>18,293,092</u>	<u>1,962,788</u>
General Revenues			
Property Taxes	34,824,766	32,652,263	2,172,503
Income Taxes	7,050,786	7,014,588	36,198
Grants & Entitlements	59,346,773	50,893,019	8,453,754
Payments in Lieu of Taxes	4,515,654	2,503,236	2,012,418
Investment Earnings	3,789,578	1,590,522	2,199,056
Miscellaneous	<u>489,906</u>	<u>625,715</u>	<u>(135,809)</u>
<i>Total General Revenues</i>	<u>110,017,463</u>	<u>95,279,343</u>	<u>14,738,120</u>
<i>Total Revenues</i>	<u>130,273,343</u>	<u>113,572,435</u>	<u>16,700,908</u>
Program Expenses			
Instruction:			
Regular	43,962,046	40,711,064	3,250,982
Special	20,292,396	18,556,060	1,736,336
Vocational	170,692	321,987	(151,295)
Student Intervention Services	131,847	-	131,847
Other	3,525,563	1,372,485	2,153,078
Support Services:			
Pupils	7,333,954	6,722,258	611,696
Instructional Staff	3,674,540	4,482,875	(808,335)
Board of Education	40,362	39,827	535
Administration	9,450,446	9,061,215	389,231
Fiscal	1,798,903	1,558,464	240,439
Business	315,724	285,249	30,475
Operation and Maintenance of Plant	9,678,048	10,920,984	(1,242,936)
Pupil Transportation	5,516,067	5,465,578	50,489
Central	1,024,691	1,824,719	(800,028)
Operation of Non-Instructional Services:			
Food Service Operations	4,895,987	3,647,151	1,248,836
Community Services	555,756	548,304	7,452
Extracurricular Activities	1,482,978	1,409,125	73,853
Interest and Fiscal Charges	<u>2,816,436</u>	<u>3,102,550</u>	<u>(286,114)</u>
<i>Total Expenses</i>	<u>116,666,436</u>	<u>110,029,895</u>	<u>6,636,541</u>
<i>Change in Net Position</i>	<u>13,606,907</u>	<u>3,542,540</u>	<u>10,064,367</u>
<i>Net Position Beginning of Year</i>	<u>34,499,169</u>	<u>30,956,629</u>	<u>3,542,540</u>
<i>Net Position End of Year</i>	<u>\$ 48,106,076</u>	<u>\$ 34,499,169</u>	<u>\$ 13,606,907</u>

Reynoldsburg City School District
Franklin County, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2024

Operating grants increased significantly in comparison with the prior fiscal year. This increase is primarily the result of increases in grant revenue related to the food service program and Elementary and Secondary School Emergency Relief (ESSER) program in comparison with the prior fiscal year.

Grants and entitlements not restricted to specific programs increased significantly in comparison with the prior fiscal year. This increase is primarily the result of an increase in foundation funding received by the District related to the Ohio Fair School Funding plan.

Payments in lieu of taxes increased significantly in comparison with the prior fiscal year. This increase is primarily the result of receipts from the City of Reynoldsburg for tax increment financing agreements within the City of Reynoldsburg.

Investment earnings increased significantly in comparison with the prior fiscal year. This increase is primarily the result of the District earning a higher rate of return on its investments compared to the prior fiscal year.

Other instruction expenses increased significantly in comparison with the prior fiscal year. This increase is primarily the result of the purchase of chrome books for students during the fiscal year.

Operations and maintenance of plant decreased in comparison with the prior fiscal year. This decrease is primarily due to the District completing a roofing project in the previous fiscal year.

Food service expenses increased in comparison with the prior fiscal year. This increase is primarily due to inflationary and payroll increases from the prior fiscal year.

Financial Analysis of the District's Funds

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

General Fund

The General Fund is the chief operating fund of the District. The fund balance of the District's general fund increased by \$5,124,113 in comparison with the prior fiscal year. This increase is primarily due to significant increases in revenues which exceeded increases in expenditures.

Debt Service Fund

The Debt Service Fund is a debt service fund. Fund balance in this fund increased by \$467,465 during the fiscal year. This increase represents the amount in which property taxes and related revenues exceeded debt service expenditures.

Reynoldsburg City School District
Franklin County, Ohio
Management's Discussion & Analysis
For the Fiscal Year Ended June 30, 2024

General Fund Budget Information

The District's budget is prepared in accordance with Ohio law and is based on the cash basis of accounting, utilizing cash receipts, disbursements and encumbrances. Changes are made to the District's budget as changes in revenues and spending patterns are experienced. During the fiscal year, there were no adjustments made to the revenues. The final estimated resources and other financing sources were less than the actual revenues.

During the fiscal year, the District amended its General fund appropriations several times. Final budgeted expenditures and other financing uses were increased during the fiscal year from the original budgeted expenditures. The actual budgetary expenditures were less than the final budgeted expenditures. The variance is primarily the result of conservative spending during the fiscal year.

Capital Assets

At the end of the fiscal year, the District's capital assets decreased in comparison with the prior fiscal year. This decrease represents the amount in which current year depreciation and disposals exceeded capital acquisitions. This investment in capital assets includes land, construction in progress, land improvements, buildings, buildings and improvements, furniture, fixtures and equipment, and vehicles.

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

Debt

At the end of the fiscal year, the District's total bonded debt outstanding and direct borrowings decreased in comparison with the prior fiscal year. This decrease represents the amount in which current year principal payments and amortization exceeded current year accretion.

See Note 10 to the basic financial statements for additional information on long-term obligations.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, tax payers, investors, and creditors with a general overview of the District's finances and to reflect the District's accountability for monies it receives. Questions concerning any information in this report or request for additional information should be directed to Ms. Angele Latham, Treasurer, Reynoldsburg City School District, 7244 E. Main Street, Reynoldsburg, Ohio 43068-3585.

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Reynoldsburg City School District

Franklin County, Ohio

Statement of Net Position

June 30, 2024

	Governmental Activities
Assets	
Equity in Pooled Cash and Cash Equivalents	\$ 37,449,063
Investments	41,615,502
Accrued Interest Receivable	258,162
Intergovernmental Receivable	7,583,779
Property Taxes Receivable	36,791,832
Income Taxes Receivable	3,130,719
Payments in Lieu of Taxes Receivable	3,263,517
Leases Receivable	473,735
Prepaid Items	108,404
Materials and Supplies Inventory	64,551
Net OPEB Asset	6,180,924
Capital Assets, not Being Depreciated	9,795,444
Capital Assets Being Depreciated, Net	<u>93,132,442</u>
<i>Total Assets</i>	<u>239,848,074</u>
Deferred Outflows of Resources	
Deferred Charges on Refunding	6,524,540
Pension	18,069,701
OPEB	<u>2,744,983</u>
<i>Total Deferred Outflows of Resources</i>	<u>27,339,224</u>
Liabilities	
Accounts Payable	1,525,706
Accrued Wages and Benefits	9,727,962
Intergovernmental Payable	1,438,770
Accrued Interest Payable	219,744
Claims Payable	1,318,483
Matured Compensated Absences Payable	216,379
Unearned Revenue	533,923
Long-Term Liabilities:	
Due Within One Year	6,838,090
Due In More Than One Year:	
Net Pension Liability	82,186,837
Net OPEB Liability	4,182,534
Other Amounts Due in More Than One Year	<u>67,314,334</u>
<i>Total Liabilities</i>	<u>175,502,762</u>
Deferred Inflows of Resources	
Property Taxes Levied for the Next Year	28,814,082
Leases	438,451
Pension	5,594,597
OPEB	<u>8,731,330</u>
<i>Total Deferred Inflows of Resources</i>	<u>43,578,460</u>
Net Position	
Net Investment in Capital Assets	39,158,954
Restricted for:	
Capital Projects	336,664
Debt Service	8,875,435
Classroom Facilities Maintenance	455,508
State Funded Programs	3,430,504
Federally Funded Programs	2,184,942
Food Service	4,741,615
Locally Funded Programs	111,795
Student Activities	87,137
Scholarships	143,838
Library Endowment	27,162
OPEB	6,180,924
Unrestricted	<u>(17,628,402)</u>
<i>Total Net Position</i>	<u>\$ 48,106,076</u>

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin County, Ohio
Statement of Activities
For the Fiscal Year Ended June 30, 2024

	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental Activities				
Instruction:				
Regular	\$ 43,962,046	\$ 499,833	\$ 2,240,791	\$ (41,221,422)
Special	20,292,396	940,963	4,125,528	(15,225,905)
Vocational	170,692	-	-	(170,692)
Student Intervention Services	131,847	-	18,093	(113,754)
Other	3,525,563	-	2,418,193	(1,107,370)
Support Services:				
Pupils	7,333,954	47,512	476,421	(6,810,021)
Instructional Staff	3,674,540	113	1,090,162	(2,584,265)
Board of Education	40,362	-	-	(40,362)
Administration	9,450,446	-	190,945	(9,259,501)
Fiscal	1,798,903	-	-	(1,798,903)
Business	315,724	-	-	(315,724)
Operation and Maintenance of Plant	9,678,048	2,562	1,234,175	(8,441,311)
Pupil Transportation	5,516,067	782	35,447	(5,479,838)
Central	1,024,691	5,374	-	(1,019,317)
Operation of Non-Instructional Services:				
Food Service Operations	4,895,987	983,426	4,738,303	825,742
Community Services	555,756	1,786	580,104	26,134
Extracurricular Activities	1,482,978	601,191	24,176	(857,611)
Interest and Fiscal Charges	2,816,436	-	-	(2,816,436)
<i>Total</i>	<u>\$ 116,666,436</u>	<u>\$ 3,083,542</u>	<u>\$ 17,172,338</u>	<u>(96,410,556)</u>

General Revenues

Property Taxes Levied for:

General Purpose	26,791,160
Debt Service	7,725,697
Classroom Facilities	307,909
Income Taxes	7,050,786
Grants and Entitlements not Restricted to Specific Programs	59,346,773
Grants Restricted to Capital Projects	39,340
Payments in Lieu of Taxes	4,515,654
Investment Earnings	3,789,578
Miscellaneous	450,566
<i>Total General Revenues</i>	<u>110,017,463</u>

Change in Net Position

Net Position Beginning of Year 34,499,169

Net Position End of Year \$ 48,106,076

See accompanying notes to the basic financial statements.

Reynoldsburg City School District

Franklin County, Ohio

Balance Sheet

Governmental Funds

June 30, 2024

	General	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 10,501,941	\$ 6,588,153	\$ 10,900,127	\$ 27,990,221
Investments	41,615,502	-	-	41,615,502
Accrued Interest Receivable	258,162	-	-	258,162
Intergovernmental Receivable	40,389	-	7,543,390	7,583,779
Property Taxes Receivable	28,327,690	8,145,422	318,720	36,791,832
Income Taxes Receivable	3,130,719	-	-	3,130,719
Payments in Lieu of Taxes Receivable	3,196,413	64,103	3,001	3,263,517
Leases Receivable	473,735	-	-	473,735
Due from Other Funds	5,046,241	-	-	5,046,241
Prepaid Items	108,404	-	-	108,404
Materials and Supplies Inventory	-	-	64,551	64,551
<i>Total Assets</i>	<u>\$ 92,699,196</u>	<u>\$ 14,797,678</u>	<u>\$ 18,829,789</u>	<u>\$ 126,326,663</u>
Liabilities				
Accounts Payable	\$ 1,424,062	\$ -	\$ 101,644	\$ 1,525,706
Accrued Wages and Benefits	9,079,700	-	648,262	9,727,962
Intergovernmental Payable	1,325,896	-	112,874	1,438,770
Due to Other Funds	-	-	5,046,241	5,046,241
Matured Compensated Absences Payable	216,379	-	-	216,379
Unearned Revenue	-	-	533,923	533,923
<i>Total Liabilities</i>	<u>12,046,037</u>	<u>-</u>	<u>6,442,944</u>	<u>18,488,981</u>
Deferred Inflows of Resources				
Property Taxes Levied for the Next Year	22,870,742	5,718,915	224,425	28,814,082
Unavailable Revenue	1,040,069	45,309	2,517,265	3,602,643
Leases	438,451	-	-	438,451
<i>Total Deferred Inflows of Resources</i>	<u>24,349,262</u>	<u>5,764,224</u>	<u>2,741,690</u>	<u>32,855,176</u>
Fund Balances				
Nonspendable	108,404	-	89,551	197,955
Restricted	2,880,196	9,033,454	6,463,816	18,377,466
Committed	-	-	114,052	114,052
Assigned	20,189,672	-	3,482,057	23,671,729
Unassigned	33,125,625	-	(504,321)	32,621,304
<i>Total Fund Balance</i>	<u>56,303,897</u>	<u>9,033,454</u>	<u>9,645,155</u>	<u>74,982,506</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 92,699,196</u>	<u>\$ 14,797,678</u>	<u>\$ 18,829,789</u>	<u>\$ 126,326,663</u>

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin County, Ohio
Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
June 30, 2024

Total Governmental Fund Balances \$ 74,982,506

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

Capital assets used in governmental activities are not financial
 resources and therefore are not reported in the funds. 102,927,886

Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:

Intergovernmental	\$ 2,551,639
Property Taxes	192,479
Income Taxes	624,154
Interest	<u>234,371</u>
	3,602,643

An internal service fund is used by management to charge the costs of insurance to individual funds.

The assets and liabilities of the internal service fund are included
 in governmental activities in the statement of net position. 8,140,359

Accrued interest payable is not due and payable in the current period and therefore not reported in the funds. (219,744)

Unamortized loss on refunding represents deferred outflows, which do not use current financial resources
 and, therefore, are not reported in the funds. 6,524,540

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

Net OPEB Asset	6,180,924
Deferred Outflows - Pension	18,069,701
Deferred Outflows - OPEB	2,744,983
Net Pension Liability	(82,186,837)
Net OPEB Liability	(4,182,534)
Deferred Inflows - Pension	(5,594,597)
Deferred Inflows - OPEB	<u>(8,731,330)</u>
	(73,699,690)

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:

Serial and Term Bonds	(55,155,000)
Lease Purchase Bonds	(8,755,000)
Unamortized Bond Premium	(6,327,858)
Capital Appreciation Bonds	(674,987)
Financed Purchase	(10,627)
Compensated Absences	<u>(3,228,952)</u>
	(74,152,424)

Net Position of Governmental Activities \$ 48,106,076

Reynoldsburg City School District
Franklin County, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2024

	General	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
Revenues				
Property Taxes	\$ 26,757,513	\$ 7,710,675	\$ 307,651	\$ 34,775,839
Income Taxes	7,050,786	-	-	7,050,786
Intergovernmental	58,622,303	783,141	16,543,669	75,949,113
Investment Income	3,710,505	-	-	3,710,505
Tuition and Fees	1,434,357	-	2,473	1,436,830
Extracurricular Activities	14,236	-	602,732	616,968
Charges for Services	14,024	-	983,426	997,450
Rent	32,295	-	-	32,295
Contributions and Donations	-	-	24,183	24,183
Payments in Lieu of Taxes	4,479,367	34,694	1,593	4,515,654
Miscellaneous	174,422	-	262,408	436,830
<i>Total Revenues</i>	<i>102,289,808</i>	<i>8,528,510</i>	<i>18,728,135</i>	<i>129,546,453</i>
Expenditures				
Current:				
Instruction:				
Regular	39,876,264	-	2,096,603	41,972,867
Special	16,804,450	-	2,693,056	19,497,506
Vocational	157,578	-	-	157,578
Student Intervention Services	114,836	-	17,011	131,847
Other	1,282,184	-	2,274,177	3,556,361
Support Services:				
Pupils	6,847,217	-	290,902	7,138,119
Instructional Staff	2,662,714	-	941,765	3,604,479
Board of Education	38,862	-	-	38,862
Administration	9,042,693	-	179,872	9,222,565
Fiscal	1,665,160	117,681	-	1,782,841
Business	326,168	-	-	326,168
Operation and Maintenance of Plant	9,011,426	-	1,806,336	10,817,762
Pupil Transportation	5,591,031	-	569,512	6,160,543
Central	993,104	-	-	993,104
Operation of Non-Instructional/Shared Services:				
Food Service Operations	419	-	4,937,189	4,937,608
Community Services	-	-	539,442	539,442
Extracurricular Activities	714,519	-	753,720	1,468,239
Capital Outlay	613,802	-	92,582	706,384
Debt Service				
Principal Retirement	994,191	5,370,000	-	6,364,191
Interest and Fiscal Charges	210,624	2,573,364	-	2,783,988
<i>Total Expenditures</i>	<i>96,947,242</i>	<i>8,061,045</i>	<i>17,192,167</i>	<i>122,200,454</i>
<i>Excess of Revenues Over Expenditures</i>	<i>5,342,566</i>	<i>467,465</i>	<i>1,535,968</i>	<i>7,345,999</i>
Other Financing Sources (Uses)				
Proceeds from Sale of Assets	12,711	-	-	12,711
Insurance Recoveries	1,024	-	-	1,024
Transfers In	-	-	232,188	232,188
Transfers Out	(232,188)	-	-	(232,188)
<i>Total Other Financing Sources (Uses)</i>	<i>(218,453)</i>	<i>-</i>	<i>232,188</i>	<i>13,735</i>
<i>Net Change in Fund Balances</i>	<i>5,124,113</i>	<i>467,465</i>	<i>1,768,156</i>	<i>7,359,734</i>
<i>Fund Balances Beginning of Year</i>	<i>51,179,784</i>	<i>8,565,989</i>	<i>7,876,999</i>	<i>67,622,772</i>
<i>Fund Balances End of Year</i>	<i>\$ 56,303,897</i>	<i>\$ 9,033,454</i>	<i>\$ 9,645,155</i>	<i>\$ 74,982,506</i>

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin 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, 2024*

Net Change in Fund Balances - Total Governmental Funds	\$ 7,359,734
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.	
Capital Asset Additions	\$ 2,807,222
Current Year Depreciation	<u>(4,026,800)</u>
	(1,219,578)
Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.	
	(19,899)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Intergovernmental	585,155
Property Tax	48,927
Interest	<u>79,073</u>
	713,155
Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
Serial and Term Bonds	5,370,000
Lease Purchase Bonds	870,000
Financed Purchase	<u>124,191</u>
	6,364,191
Amortization of premium on bonds are not reported in the fund but are allocated as an expense over the life of the debt in the statement of activities.	
	839,200
In the statement of activities, interest is accrued and accreted on outstanding bonds, and bond premium and the gain/loss on refunding are amortized over the term of the bonds, whereas in governmental funds, an interest expenditure is reported when bonds are issued.	
Accrued Interest Payable	23,869
Amortization of Refunding Loss	(822,619)
Accreted Interest	<u>(72,898)</u>
	(871,648)
Contractually required pension/OPEB contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.	
Pension	7,810,949
OPEB	<u>174,540</u>
	7,985,489
Except for amount 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	(8,370,953)
OPEB	<u>417,627</u>
	(7,953,326)
The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the statement of activities. Governmental expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.	
	987,427
Some expenses reported in the statement of activities, do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Compensated Absences	<u>(577,838)</u>
<i>Change in Net Position of Governmental Activities</i>	<u>\$ 13,606,907</u>

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin County, Ohio
*Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund*
For the Fiscal Year Ended June 30, 2024

	Budgeted Amounts			Variance with Final Budget
	Original	Final	Actual	
Revenues and Other Financing Sources	\$ 92,555,487	\$ 92,555,487	\$ 105,940,925	\$ 13,385,438
Expenditures and Other Financing Uses	<u>97,382,439</u>	<u>105,760,387</u>	<u>104,651,515</u>	<u>1,108,872</u>
Net Change in Fund Balance	(4,826,952)	(13,204,900)	1,289,410	14,494,310
<i>Fund Balance Beginning of Year</i>	47,820,194	47,820,194	47,820,194	-
Prior Year Encumbrances Appropriated	<u>1,119,316</u>	<u>1,119,316</u>	<u>1,119,316</u>	<u>-</u>
<i>Fund Balance End of Year</i>	<u><u>\$ 44,112,558</u></u>	<u><u>\$ 35,734,610</u></u>	<u><u>\$ 50,228,920</u></u>	<u><u>\$ 14,494,310</u></u>

See accompanying notes to the basic financial statements.

Reynoldsburg City School District

Franklin County, Ohio

Statement of Fund Net Position

Proprietary Fund

June 30, 2024

Governmental
Activities

Internal Service
Fund

Assets

Current Assets:

Equity in Pooled Cash and Cash Equivalents	\$ 9,458,842
<i>Total Current Assets</i>	<hr/> 9,458,842

Current Liabilities:

Claims Payable	1,318,483
<i>Total Current Liabilities</i>	<hr/> 1,318,483

Net Position

Unrestricted	8,140,359
<i>Total Net Position</i>	<hr/> \$ 8,140,359

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin County, Ohio
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Fund
For the Fiscal Year Ended June 30, 2024

	Governmental Activities
	Internal Service Fund
Operating Revenues	
Charges for Services	\$ 14,843,380
<i>Total Operating Revenues</i>	<u>14,843,380</u>
Operating Expenses	
Purchased Services	1,482,560
Claims	11,971,168
Other	<u>402,225</u>
<i>Total Operating Expenses</i>	<u>13,855,953</u>
<i>Change in Net Position and Operating Income</i>	987,427
<i>Net Position Beginning of Year</i>	<u>7,152,932</u>
<i>Net Position End of Year</i>	<u>\$ 8,140,359</u>

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin County, Ohio
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2024

	<u>Governmental Activities</u>
	<u>Internal Service Fund</u>
Cash Flows from Operating Activities	
Cash Received from Charges for Services	\$ 14,843,420
Cash Payments for Purchased Services	(1,490,437)
Cash Payments for Claims	(11,929,371)
Other Cash Payments	(402,225)
<i>Net Cash Provided by Operating Activities</i>	<u>1,021,387</u>
<i>Increase in Cash and Cash Equivalents</i>	1,021,387
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>8,437,455</u>
<i>Cash and Cash Equivalents End of Year</i>	<u><u>\$ 9,458,842</u></u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities	
Operating Income	\$ 987,427
Adjustments:	
Decrease in Assets:	
Accounts Receivable	40
Increase (Decrease) in Liabilities:	
Accounts Payable	(7,877)
Claims Payable	<u>41,797</u>
<i>Net Cash Provided by Operating Activities</i>	<u>\$ 1,021,387</u>

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin County, Ohio
Statement of Fiduciary Net Position
Custodial Fund
June 30, 2024

	<u>Custodial</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$ <u>3,790</u>
<i>Total Assets</i>	<u>3,790</u>
Liabilities	
Accounts Payable	<u>3,790</u>
<i>Total Liabilities</i>	<u>3,790</u>
Net Position	
<i>Total Net Position</i>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin County, Ohio
Statement of Changes in Fiduciary Net Position
Custodial Fund
For the Fiscal Year Ended June 30, 2024

	<u>Custodial</u>
Additions	
Extracurricular Amounts Collected for Other Governments	<u>\$ 17,979</u>
<i>Total Additions</i>	<u>17,979</u>
 Deductions	
Extracurricular Distributions to Other Governments	<u>17,979</u>
<i>Total Deductions</i>	<u>17,979</u>
 <i>Change in Net Position</i>	<u>-</u>
 <i>Net Position Beginning of Year</i>	<u>-</u>
 <i>Net Position End of Year</i>	<u>\$ -</u>

See accompanying notes to the basic financial statements.

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

NOTE 1 – DESCRIPTION OF THE SCHOOL DISTRICT

The Reynoldsburg 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 is a city school district as defined by Section 3311.03 of the Ohio Revised Code. The District operates under an elected Board of Education and is responsible for the provision of public education to residents of the District.

The District employs non-certified and certified employees to provide services to students and community groups. The District provides regular, vocational and special instruction. The District also provides support services for the pupils, instructional staff, general and school administration, business and fiscal services, facilities acquisitions and construction services, operation and maintenance of plant, student transportation, food services, extracurricular activities and non-programmed services.

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

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; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. The District is also financially accountable for any organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes. Component units also include legally separate, tax-exempt entities whose resources are for the direct benefit of the District, are accessible to the District and are significant in amount to the District. 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 does not have any component units.

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

JOINTLY GOVERNED ORGANIZATION

META Solutions

The District is a member of Meta Solutions. META Solutions is a consortium that provides software, hardware, staff development, and technology integration support for member schools. As one of 20+ ITC-sites around the state, META Solutions is a member of the Ohio Education Computer Network (OECN) which provides fiscal, support, and student services statewide to Ohio's school districts. Beyond these core services, META Solutions also provides additional services to member schools and contracted institutions. Financial information can be obtained from the offices of the Treasurer at 100 Executive Drive, Marion, Ohio, 43302.

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

PUBLIC ENTITY RISK POOL

Comp Management Group Retrospective Rating Program

The District participates in the Comp Management Group Retrospective Rating Program, a voluntary performance based incentive program. Similar to group rating, companies are grouped together to achieve lower premiums than they could as individuals. However, in this program, employers continue to own individual premiums and the BWC calculates group retro rebates/assessments at 12, 24 and 36 months after the end of the policy. This creates an incentive for participants to control and reduce losses by practicing effective workplace safety and claims management.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America 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 more significant of the District's accounting policies are described below.

Basis of Presentation

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

Government-Wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities normally are supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicant who purchase, use or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Reynoldsburg City School District

Franklin County, Ohio

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred under accrual accounting. However, debt services expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded when payment is due.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, income taxes, payment in lieu of taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 5). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the 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.

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

The District's major funds include the following governmental funds:

General Fund - The general fund is the District's primary operating fund. It accounts for all financial resources of the general government, except for those required to be accounted for in another fund.

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.

The District's nonmajor governmental funds include capital projects funds and special revenue funds. The capital project funds are used to account for receipts and expenditures related to capital facilities. The special revenue funds are used to account for the proceeds of specific revenue sources, other than major capital projects, that are legally restricted to expenditures for specified purposes.

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

The District's nonmajor proprietary fund includes the following fund type:

Internal Service - Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or, agencies of the government generally on a cost-reimbursement basis. The District has one such fund, an Employee Benefits Self-Insurance Fund.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. However, the activity for interfund services in the internal service fund are consolidated with the Governmental Activities on the government-wide financial statements.

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 the proprietary fund's principal ongoing operations. Charges for services (or charges for employee benefit costs) and drug rebates are the principal operating revenues for the District's internal service fund. Operating expenses for the internal service fund include the cost of purchased services and claims expenses and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary funds focus on net position and changes in net position. The fiduciary funds are split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private purpose trust funds, and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangements that have certain characteristics. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. The District's fiduciary fund is a custodial fund. The custodial fund is used to account for the District's Ohio High School Athletic Association events.

When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

Budgetary Process

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

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

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

Cash and Investments

To improve cash management, cash received by the District is pooled and invested. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through District records. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents."

Investments of the District's cash management pool and investments with an original maturity of three months or less at the time they are purchased by the District are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months that were not purchased from the pool are reported as investments.

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

There were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, 24 hours advance notice for deposits and withdrawals of \$100 million or more is appreciated. STAR Ohio reserves the right to limit the transaction to \$250 million per day.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest receipts credited to the General Fund during the fiscal year was \$3,710,505, which included \$1,341,131 assigned from other District funds.

Inventory

Inventories of supplies are presented at cost on a first-in, first-out basis and are expended/expensed when used. Donated commodities are presented at their entitlement value.

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

Capital Assets and Depreciation

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets are reported in the government-wide statement of net position but are not reported in the fund financial statements.

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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 follows the policy of not capitalizing assets with a cost of less than \$25,000 and a useful life of less than five years. The District does not possess any infrastructure.

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

Land Improvements	15
Buildings & Improvements	25
Buildings	50
Furniture, Fixtures, and Equipment	5-15
Vehicles	8

Interfund Activity

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

On fund financial statements, short-term interfund loans are classified as due to/from other funds and long-term interfund loans are classified as advances to/from other funds. These amounts are eliminated in the statement of net position.

Compensated Absences

The District has implemented the provisions of GASB Statement No. 16, *Accounting for Compensated Absences*. Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on the sick leave accumulated at June 30 by those employees who are currently eligible to receive termination payments and those employees for whom it is probable they will become eligible to receive termination benefits in the future. The criteria for determining the vacation and sick leave liability is derived from Board policy, negotiated agreements, and state laws.

The entire compensated absence liability is reported on the government-wide financial statements. The amount of accumulated vacation and sick leave of employees applicable to governmental type activities is not reflected in the fund financial statements. When paid, compensated absences for governmental activities are paid from the fund to which the employee's payroll is charged. The funds which record expenditures or expenses for employee payroll and compensated absences are the General Fund, Food Service Fund and the various other special revenue funds.

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Accrued Liabilities and Long-term Debt

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements as well as 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, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current fiscal year. Net pension/OPEB liability should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan's fiduciary net position is not sufficient for payment of those benefits.

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expenses/expenditure) until then. For the District, deferred outflows of resources are reported on the government-wide statement of net position for deferred amount on refunding, for pension and OPEB. A deferred amount on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 11 and 12.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized until that time. For the District, deferred inflows of resources include property taxes, pension, OPEB and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2024, but which were levied to finance fiscal year 2025 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and 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, income taxes, intergovernmental revenues, and interest income. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide Statement of Net Position (See Notes 11 and 12).

Pensions/Other Postemployment Benefits (OPEB)

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

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Fund Balances

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 governmental funds. The classifications are as follows:

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

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

Enabling legislation authorizes the District to assess, levy, charge, or otherwise mandates payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the District can be compelled by an external party, such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specific by the 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 Board of Education. Those committed amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by the Board of Education, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. 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 or committed. Although no specific resolution has been made, the District Board of Education authorizes 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.

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

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

Management Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United State of America requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities and deferred inflows of resources at the date of the financial statements and the reported amounts of revenues and expenditures during the reported period. Actual results could differ from those estimates.

Net Position

Net position represents the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

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. There were no extraordinary or special items reported during the current fiscal year.

Bond Premiums, Discounts and Issuance Costs

In the government-wide financial statements, bond premiums and discounts are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium and discount. Bond issuance costs are expensed in the period in which they are incurred.

On the governmental fund financial statements, governmental fund types recognize bond premiums and bond discounts in the current period. The face amount of the debt issue is reported as other financing sources. Premiums and discounts received on debt issuances are reported as other financing sources and uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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Prepayments

Certain payments to vendors reflect the costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. These items are reported as assets on the balance sheet using the consumption method. A current asset for the prepaid amounts is recorded at the time of the purchase and the expenditure/expense is reported in the year in which services are consumed.

On the fund financial statements, reported prepayments is equally offset by 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.

Implementation of New Accounting Principles

For the fiscal year ended June 30, 2024, the District has implemented certain provisions of GASB Statement No. 99, *Omnibus 2022* and GASB Statement No. 100, *Accounting Changes and Error Corrections*.

GASB Statement No. 99 enhances comparability in accounting and financial reporting and improves the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The implementation of certain provisions of GASB Statement No. 99 that relate to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement 53 did not have an effect on the financial statements of the District.

GASB Statement No. 100 enhances accounting and financial reporting requirements for accounting changes and error corrections to provide a more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessment accountability. The implementation of GASB Statement No. 100 did not have an effect on the financial statements of the District.

NOTE 3 – 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 requires accounting for certain transactions on the basis of cash receipts, disbursements and encumbrances. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations.

The Statement of Revenues, 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 as follows:

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Net Change in Fund Balance

GAAP Basis	\$ 5,124,113
Net Adjustment for Revenue Accruals	3,774,811
Net Adjustment for Expenditure Accruals	(1,914,636)
Funds Budgeted Elsewhere	(29,412)
Adjustment for Encumbrances	<u>(5,665,466)</u>
Budget Basis	<u>\$ 1,289,410</u>

With the implementation of GASB Statement No. 54, *Fund Balance Reporting*, the District's Public School Support Fund, Uniform School Supplies Fund, and Alternative School Funds, no longer meet the special revenue fund type criteria for reporting in the fiscal year-end external financial statements. As such, these funds are presented as part of the District's General Fund in the year-end financial statements. The budgetary comparison information in the fiscal year-end financial statements is the legally adopted budget for the General Fund, without modification for the funds no longer meeting the special revenue criteria.

NOTE 4 – DEPOSITS AND INVESTMENTS

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

Active deposits are public deposits determined to be necessary to meet current demands upon the District treasury. Active 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 has identified as not required for use within the current five-year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

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

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

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

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed 30 days;
4. Bonds and other obligations of the State of Ohio, and with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio).
8. Certain bankers' acceptances (for a period not to exceed 180 days) and commercial paper notes (for a period not to exceed 270 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.

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.

Deposits with Financial Institutions

Custodial credit risk for deposits is the risk that in the event of bank failure, the District will not be able to recover deposits or collateral securities that are in the possession of an outside party. At year end, \$21,532,116 of the District's bank balance of \$21,782,116 was exposed to custodial credit risk because it was uninsured and collateralized. The School District's financial institution was approved for a reduced collateral rate of 50 percent through the Ohio Pooled Collateral System.

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

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

Participation in 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 market value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State.

Investments

As of June 30, 2024, the District had the following investments:

Ratings	Investment Type	Value	Investment Maturities			of Total
			12 Months or Less	12 to 36 Months	More Than 36 Months	
Net Asset Value (NAV):						
AAAm	STAR Ohio	\$11,888,408	\$11,888,408	\$ -	\$ -	20.57%
AAAm	Money Market	462,122	462,122	-	-	0.80%
Fair Value:						
N/A	Municipal Bonds	499,590	-	499,590	-	0.86%
AA	US Treasury Note	3,318,699	-	323,616	2,995,083	5.74%
N/A	Negotiable Certificates of Deposit	18,956,649	7,469,527	9,522,689	1,964,433	32.82%
A-1	Commercial Paper	10,139,466	10,139,466	-	-	17.55%
AA	Federal Agency Securities	<u>12,519,387</u>	<u>5,037,117</u>	<u>5,188,211</u>	<u>2,294,059</u>	<u>21.67%</u>
Total Investments		<u>\$57,784,321</u>	<u>\$34,996,640</u>	<u>\$15,534,106</u>	<u>\$ 7,253,575</u>	<u>100.01%</u>

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.

The above table identifies the District's recurring fair value measurements as of June 30, 2024. The District's fair value investments are Level 2 since valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers, and reference data including market research publications. Market indicators and industry and economic events are also monitored which could require the need to acquire further market data.

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Interest Rate Risk: Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. As a means of limiting its exposure to fair value losses arising from rising interest rates and according to state law, investment portfolio maturities are limited to five years or less. To reduce interest rate risk it is Management's policy to hold all investments to maturity.

Credit Risk: The District has no investment policy dealing with investment credit risk beyond the requirements in state statutes. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service and that the money market fund be rated in the highest category at the time of purchase by at least one nationally recognized statistical rating organization. The weighted average of maturity of the portfolio held by STAR Ohio as of June 30, 2024, is 47 days.

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.

Concentration of Credit Risk: The District places no limit on the amount it may invest in any one issuer.

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, public utility property, and tangible personal (used in business) property located in the District. Real property tax revenues received in calendar year 2024 represent the collection of calendar year 2023 taxes. Real property taxes received in calendar year 2024 were levied after April 1, 2023, on the assessed values as of January 1, 2023, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market 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 2024 represent the collection of calendar year 2023 taxes. Public utility real and tangible personal property taxes received in calendar year 2024 became a lien on December 31, 2024, were levied after April 1, 2024, 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 Franklin and Licking Counties. The County Auditors periodically advance to the District their portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2024, are available to finance fiscal year 2024 operations. 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.

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

	2023 Second Half Collections		2024 First Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and other real estate	\$ 876,868,630	96.60%	\$ 1,246,352,270	97.47%
Public Utility Personal	30,842,290	3.40%	32,402,180	2.53%
Total	<u>\$ 907,710,920</u>	<u>100.00%</u>	<u>\$ 1,278,754,450</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$ 68.80		\$ 67.20	

NOTE 6 – TAX ABATEMENTS

Under tax abatement agreements entered into by the Ohio EPA, the District's property tax revenues were reduced by \$28,746.

NOTE 7 – INCOME TAXES

The District levies a voted tax of one-half percent for general operations on the income of residents and of estates. The tax was effective on January 1, 1990 and is a continuing tax. Employers of residents are required to withhold income tax on compensation and remit the tax to the State. Taxpayers are required to file an annual return. The State of Ohio makes quarterly distributions to the District after withholding amounts for administrative fees and estimated refunds. The District's income tax receipts are credited to the General Fund.

NOTE 8 – LEASE AGREEMENT

The District is reporting leases receivable of \$473,735 in the governmental funds. This amount represents the discounted future lease payments. This discount is being amortized using the interest method. The lease commenced in fiscal year 2013 and concludes in fiscal year 2038. Payments are made monthly. Interest revenue for the lease during the fiscal year was \$24,456.

A summary of future payments to be received is as follows:

Fiscal Year	Governmental Activities	
	Principal	Interest
2025	\$ 15,216	\$ 23,791
2026	17,346	23,027
2027	19,630	22,156
2028	22,078	21,170
2029	24,701	20,061
2030-2034	169,705	78,729
2035-2038	<u>205,059</u>	<u>26,862</u>
	<u><u>\$ 473,735</u></u>	<u><u>\$ 215,796</u></u>

Reynoldsburg City School District
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NOTE 9 – CAPITAL ASSETS

A summary of capital asset activity for the fiscal year follows:

Governmental Activities	Beginning Balance	Additions	Deletions/ Transfers	Ending Balance
Capital Assets not Being Depreciated				
Land	\$ 9,375,887	\$ -	\$ -	\$ 9,375,887
Construction in Progress	503,230	722,086	(805,759)	419,557
Total Capital Assets not Being Depreciated	9,879,117	722,086	(805,759)	9,795,444
Capital Assets Being Depreciated				
Land Improvements	5,838,857	217,917	-	6,056,774
Buildings	168,351,543	-	-	168,351,543
Buildings and Improvements	18,497,760	1,010,765	805,759	20,314,284
Furniture, Fixtures and Equipment	5,798,031	281,869	(19,899)	6,060,001
Vehicles	6,543,316	574,585	-	7,117,901
Total Capital Assets Being Depreciated	205,029,507	2,085,136	785,860	207,900,503
Less Accumulated Depreciation				
Land Improvements	(5,335,488)	(179,712)	-	(5,515,200)
Buildings	(94,014,586)	(2,350,894)	-	(96,365,480)
Buildings and Improvements	(3,163,677)	(739,911)	-	(3,903,588)
Furniture, Fixtures and Equipment	(3,699,814)	(330,754)	-	(4,030,568)
Vehicles	(4,527,696)	(425,529)	-	(4,953,225)
Total Accumulated Depreciation	(110,741,261)	(4,026,800)	-	(114,768,061)
Capital Assets Being Depreciated, Net	94,288,246	(1,941,664)	785,860	93,132,442
Capital Assets, Net	\$ 104,167,363	\$ (1,219,578)	\$ (19,899)	\$ 102,927,886

Depreciation expense was charged to governmental functions as follows:

	<u>Amount</u>
Regular Instruction	\$ 1,533,145
Special Instruction	698,807
Vocational Instruction	12,126
Other Instruction	51,687
Pupils	253,155
Instructional Staff	168,822
Board of Education	1,500
Administration	341,238
Fiscal	58,691
Business	10,742
Operations and Maintenance	411,276
Pupil Transportation	205,829
Central	68,717
Food Service Operations	137,349
Other Non-Operational Services	20,649
Extracurricular Activities	53,067
Total Depreciation Expense	\$ 4,026,800

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NOTE 10 – LONG-TERM OBLIGATIONS

	Interest Rate	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<u>General Obligation Bonds</u>						
Refunding Bonds - Series 2013						
Term Bonds	4.919%	\$ 12,150,000	\$ -	\$ (1,290,000)	\$ 10,860,000	\$ 1,345,000
Bond Premium		1,843,376	-	(245,783)	1,597,593	-
Refunding Bonds - Series 2014						
Term Bonds	4.939%	12,320,000	-	(980,000)	11,340,000	1,030,000
Bond Premium		2,323,549	-	(244,584)	2,078,965	-
Refunding Bonds - Series 2015						
Serial Bonds	4.178%	36,055,000	-	(3,100,000)	32,955,000	3,425,000
CABs		44,987	-	-	44,987	-
CABs Premium		144,819	-	(48,273)	96,546	-
Accretion on CABs		557,102	72,898	-	630,000	-
Bond Premium		2,855,314	-	(300,560)	2,554,754	-
Total General Obligation Bonds		<u>68,294,147</u>	<u>72,898</u>	<u>(6,209,200)</u>	<u>62,157,845</u>	<u>5,800,000</u>
<u>Direct Borrowings</u>						
Lease Purchase Bonds - Series 2021						
Serial Bonds	2.250%	9,625,000	-	(870,000)	8,755,000	890,000
Financed Purchase		134,818	-	(124,191)	10,627	10,627
Total Direct Borrowings		<u>9,759,818</u>	<u>-</u>	<u>(994,191)</u>	<u>8,765,627</u>	<u>900,627</u>
Net Pension Liability		84,457,144	-	(2,270,307)	82,186,837	-
Net OPEB Liability		3,547,370	635,164	-	4,182,534	-
Compensated Absences		2,651,114	577,838	-	3,228,952	137,463
Total Governmental Activities		<u>\$ 168,709,593</u>	<u>\$ 1,285,900</u>	<u>\$ (9,473,698)</u>	<u>\$ 160,521,795</u>	<u>\$ 6,838,090</u>

Net Pension/OPEB Liability

There is no repayment schedule for the net pension liability and net OPEB liability; however, employer pension and OPEB contributions are made from the fund benefitting from the employees' service. For additional information related to the net pension liability and net OPEB liability see Note 11 and 12.

Compensated Absences

Compensated absences represent accumulated vacation and an estimated severance liability for employees both eligible to retire and those expected to become eligible in the future. The entire compensated absences balance is reported on the entity-wide financial statements. For governmental fund financial statements, the compensated absences are reported only to the extent they have matured and will be paid with current financial resources. The noncurrent portion of the liability is not reported. For proprietary funds, the entire amount of compensated absences is reported as fund liability.

The District pays obligations related to compensated absences from the fund benefitting from the employees' service.

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Series 2013 Bonds

In November 2013, the District issued \$21,580,000 in general obligation refunding current interest bonds with an interest cost of 4.919% for the purpose of currently refunding the outstanding principal amount of the 2003 general obligation bonds and terminating an interest rate hedge agreement with Dexia Credit Local. The series 2003 general obligation bonds were issued for improvements to school facilities. The District received \$25,758,320 in bond proceeds, which included a \$4,178,320 premium. The bonds will be retired from the debt service fund. The incremental benefit of this refunding was \$49,462. The refunding did not increase the overall debt of the District; however, since funds were needed to terminate the interest rate hedge agreement, the District lost the opportunity to capitalize on lower interest rates. Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is September 1, 2030.

Series 2014 Bonds

In December 2014, the District issued \$18,665,000 in general obligation refunding current interest bonds with an interest cost of 4.939% for the purpose of currently refunding the outstanding principal amount of the 2005 general obligation bonds and terminating an interest rate hedge agreement with Dexia Credit Local. The series 2005 general obligation bonds were originally issued for the purpose of construction and improvements to school facilities. The District received \$23,067,514 in bond proceeds, which included a \$4,402,514 premium. The bonds will be retired from the debt service fund. The District decreased its total debt service payments by \$10,600 as a result of the refunding. The District also incurred an economic gain (difference between the present value of the old and new debt service payments) of \$410. The refunding did not increase the overall debt of the District; however, since funds were needed to terminate the interest rate hedge agreement, the District lost the opportunity to capitalize on lower interest rates. Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2032.

Series 2015 Bonds

In May 2015, the District issued \$47,669,987 in general obligation refunding bond anticipation notes with an interest cost of 4.178% for the purpose of currently refunding \$47,670,000 of the 2008 general obligation bonds. The series 2008 general obligation bonds were originally issued for the purpose of constructing and improving school facilities. The District received \$53,480,648 in bond proceeds, which included a \$5,810,661 premium. The bonds will be retired from the debt service fund. The District decreased its total debt service payments by \$3,859,263 as a result of the refunding. The District also incurred an economic gain (difference between the present value of the old and new debt service payments) of \$2,996,143. The refunding did not increase the overall debt of the District. Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2032.

Series 2021 Bonds

In July 2021, the District issued \$11,300,000 in general obligation refunding certificates of participation bonds with an interest cost of 2.25% for the purpose of currently refunding \$11,300,000 of the 2017 certificates of participation bonds. The series 2017 certificates of participation bonds were issued for the purpose of constructing, improving, furnishing, and equipping school facilities through a ground lease agreement with Capital One Public Funding, LLC. The District received \$11,300,000 in bond proceeds.

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The bonds will be retired from the debt service fund. The District decreased its total debt service payments by \$816,922 as a result of the refunding. The District also incurred an economic gain (difference between the present value of the old and new debt service payments) of \$721,530. The refunding did not increase the overall debt of the District. Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2032.

Financed Purchase

The District has entered into a purchase agreement for copiers. Principal and interest payments associated with the outstanding lease obligation is paid by the General Fund.

The following is a summary of future annual debt service payments for the general obligation bonds, lease purchase bonds, and financed purchase:

Fiscal Year	General Obligation Bonds				Lease Purchase Bonds		Financed Purchase	
	Current Interest Bonds		Capital Appreciation Bonds		Principal	Interest	Principal	Interest
	Principal	Interest	Principal	Interest				
2025	\$ 5,800,000	\$ 2,312,644	\$ -	\$ -	\$ 890,000	\$ 186,975	\$ 10,627	\$ 43
2026	5,240,000	2,055,253	674,987	135,013	905,000	166,781	-	-
2027	6,310,000	1,768,348	-	-	930,000	146,138	-	-
2028	6,780,000	1,463,279	-	-	950,000	124,988	-	-
2029	7,075,000	1,172,726	-	-	970,000	103,388	-	-
2030-2033	23,950,000	1,710,833	-	-	4,110,000	187,537	-	-
Total	<u>\$55,155,000</u>	<u>\$10,483,083</u>	<u>\$ 674,987</u>	<u>\$ 135,013</u>	<u>\$ 8,755,000</u>	<u>\$ 915,807</u>	<u>\$ 10,627</u>	<u>\$ 43</u>

NOTE 11 - 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) represents 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 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 this estimate 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.

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

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

The remainder of this note includes the required pension disclosures. See Note 12 for the required OPEB disclosures.

Plan Description - School Employees Retirement System (SERS)

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

Age and service requirements for retirement are as follows:

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

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

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

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

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

The District’s contractually required contribution to SERS was \$1,471,855 for fiscal year 2024. Of this amount, \$130,205 is reported as an intergovernmental payable.

Plan Description - State Teachers Retirement System (STRS)

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

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

The DB Plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation is 2.2 percent of final average salary for the five highest years of earnings multiplied by all years of service. In April 2017, the Retirement Board made the decision to reduce COLA granted on or after July 1, 2017, to 0 percent upon a determination by its actuary that it was necessary to preserve the fiscal integrity of the retirement system. Benefit recipients’ base benefit and past cost-of living increases are not affected by this change. Effective July 1, 2022, a one-time ad-hoc COLA of 3 percent of the base benefit was granted to eligible benefit recipients to begin on the anniversary of their retirement benefit in fiscal year 2023 as long as they retired prior to July 1, 2018. Effective July 1, 2023, a one-time ad-hoc COLA of 1 percent of the base benefit was granted to eligible benefit recipients to begin on the anniversary of their retirement benefit in fiscal year 2024 as long as they retired prior to July 1, 2019. Pursuant to Ohio Revised Code 3307.67(E) the STRS Ohio Retirement Board may adjust the COLA upon a determination by the board’s actuary that a change will not materially impair the fiscal integrity of the system or is necessary to preserve the fiscal integrity of the system.

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Eligibility charges will be phased in until August 1, 2023, when retirement eligibility for unreduced benefits will be five years of service credit and age 65, or 34 years of service credit at any age.

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

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

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

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

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

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

The District's contractually required contribution to STRS was \$6,339,094 for fiscal year 2024. Of this amount, \$1,024,015 is reported as an intergovernmental payable.

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

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an independent actuarial valuation as of that date. The District's proportion of the net pension liability was based on the employer's share of employer contributions in the pension plan relative to the total employer contributions of all participating employers. Following is information related to the proportionate share and pension expense:

	SERS	STRS	Total
Proportion of the Net Pension Liability:			
Current Measurement Date	0.2487934%	0.31780784%	
Prior Measurement Date	0.2469212%	0.31984400%	
Change in Proportionate Share	<u>0.0018722%</u>	<u>-0.00203616%</u>	
Proportionate Share of the Net			
Pension Liability	\$ 13,747,116	\$ 68,439,721	\$ 82,186,837
Pension Expense	\$ 1,234,182	\$ 7,136,771	\$ 8,370,953

Other than contributions made subsequent to the measurement date and differences between projected and actual earnings on investments; deferred inflows/outflows of resources are recognized in pension expense beginning in the current period, using a straight line method over a closed period equal to the average of the expected remaining services lives of all employees that are provided with pensions, determined as of the beginning of the measurement period. Net deferred inflows/outflows of resources pertaining to the differences between projected and actual investment earnings are similarly recognized over a closed five-year period.

At June 30, 2024, 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	\$ 590,882	\$ 2,495,169	\$ 3,086,051
Changes of Assumptions	97,378	5,636,381	5,733,759
Changes in Proportion and Differences between			
District Contributions and Proportionate			
Share of Contributions	126,587	1,312,355	1,438,942
District Contributions Subsequent to the			
Measurement Date	1,471,855	6,339,094	7,810,949
Total Deferred Outflows of Resources	<u>\$ 2,286,702</u>	<u>\$ 15,782,999</u>	<u>\$ 18,069,701</u>
Deferred Inflows of Resources			
Differences between Expected and			
Actual Experience	\$ -	\$ 151,869	\$ 151,869
Net Difference between Projected and			
Actual Earnings on Pension Plan Investments	193,227	205,115	398,342
Changes of Assumptions	-	4,242,574	4,242,574
Changes in Proportion and Differences between			
District Contributions and Proportionate			
Share of Contributions	-	801,812	801,812
Total Deferred Inflows of Resources	<u>\$ 193,227</u>	<u>\$ 5,401,370</u>	<u>\$ 5,594,597</u>

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\$7,810,949 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, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Fiscal Year Ending June 30:	SERS	STRS	Total
2025	\$ 191,192	\$ 167,949	\$ 359,141
2026	(489,886)	(2,275,217)	(2,765,103)
2027	910,074	6,657,383	7,567,457
2028	<u>10,240</u>	<u>(507,580)</u>	<u>(497,340)</u>
Total	\$ 621,620	\$ 4,042,535	\$ 4,664,155

Actuarial Assumptions - SERS

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

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

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

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2023, and 2022 are presented below:

Inflation	2.40 percent
Future Salary Increases, including inflation	3.25 percent to 13.58 percent
Investment Rate of Return	7.00 percent net of System expenses
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)
COLA or Ad Hoc COLA	2.0 percent, on or after April 1, 2018, COLAs for future retirees will be delayed for three years following commencement

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

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

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

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

Discount Rate The total pension liability for 2023 was calculated using the discount rate of 7.00 percent. The discount rate did not use a municipal bond rate. The projection of cash flows used to determine the discount rate assumed employers would contribute the actuarially determined contribution rate of projected compensation over the remaining 21-year amortization period of the unfunded actuarial accrued liability. The actuarially determined contribution rate of fiscal year 2023 was 14.00 percent. Projected inflows from investment earnings were calculated using the long term assumed investment rate of return, 7.00 percent. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability. The annual money weighted rate of return, calculated as the internal rate of return on pension plan investments, for fiscal year 2023 was 6.90 percent.

Sensitivity of the 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 District's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the District's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent), or one percentage point higher (8.00 percent) than the current rate.

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	Current		
	1% Decrease	Discount Rate	1% Increase
District's Proportionate Share of the Net Pension Liability	\$ 20,290,042	\$ 13,747,116	\$ 8,235,949

Actuarial Assumptions - STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2023, and 2022, actuarial valuation, are presented below:

Inflation	2.50 percent
Salary Increases	From 2.5 percent to 8.5 percent, based on service
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation
Discount Rate of Return	7.00 percent
Payroll Increases	3.00 percent
Cost-of-Living Adjustments (COLA)	0.00 percent, effective July 1, 2017

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

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

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

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

*Final target weights reflected at October 1, 2022.

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

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Discount Rate. The discount rate used to measure the total pension liability was 7.00 percent as of June 30, 2023. The projection of cash flows used to determine the discount rate assumes that member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2023. Therefore, the long-term expected rate of return on pension plan investments of 7.00 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2023.

Sensitivity of the 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 7.00 percent, 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 (6.00 percent) or one-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
District's Proportionate Share of the Net Pension Liability	\$ 105,245,142	\$ 68,439,721	\$ 37,312,405

Assumption and Benefit Changes Since the Prior Measurement Date Demographic assumptions were changed based on the actuarial experience study for the period July 1, 2015, through June 30, 2021.

NOTE 12 - DEFINED BENEFIT OPEB PLANS

See Note 11 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. The following types of credit purchased after January 29, 1981, do not count toward health care coverage eligibility: military, federal, out-of-state, municipal, private school, exempted, and early retirement incentive credit. In addition to age and service retirees, disability benefit recipients and beneficiaries who are receiving monthly benefits due to the death of a member or retiree, are eligible for SERS' health care coverage. Most retirees and dependents choosing SERS' health care coverage are over the age of 65 and therefore enrolled in a fully insured Medicare Advantage plan; however, SERS maintains a traditional, self-insured preferred provider organization for its non-Medicare retiree population. For both groups, SERS offers a self-insured prescription drug program. Health care is a benefit that is permitted, not mandated, by statute. The financial report of the Plan is included in the SERS Annual Comprehensive Financial Report which can be obtained on SERS' website at www.ohsers.org under Employers/Audit Resources.

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

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

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2024, no allocation was made to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2024, this amount was \$30,000. Statutes provide that no employer shall pay a health care surcharge greater than 2.00 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.50 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2024, the District's surcharge obligation was \$174,540, which is reported as an intergovernmental payable. The surcharge, added to the allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The District's contractually required contribution to SERS was equal to its surcharge obligation for fiscal year 2024.

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. Health care premiums were reduced by a Medicare Part B premium credit beginning in 2023. The Plan is included in the report of STRS which can be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

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

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

The net OPEB liability (asset) was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an 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. Following is information related to the proportionate share and OPEB expense:

	SERS	STRS	Total
Proportion of the Net OPEB Liability (Asset):			
Current Measurement Date	0.2538800%	0.31780784%	
Prior Measurement Date	<u>0.2526598%</u>	<u>0.31984400%</u>	
Change in Proportionate Share	<u>0.0012202%</u>	<u>-0.00203616%</u>	
Proportionate Share of the Net OPEB Liability (Asset)			
OPEB Liability (Asset)	\$ 4,182,534	\$ (6,180,924)	
OPEB Expense	\$ (311,219)	\$ (106,408)	\$ (417,627)

Other than contributions made subsequent to the measurement date and differences between projected and actual earnings on investments; deferred inflows/outflows of resources are recognized in OPEB expense beginning in the current period, using a straight-line method over a closed period equal to the average of the expected remaining services lives of all employees that are provided with pensions, determined as of the beginning of the measurement period. Net deferred inflows/outflows of resources pertaining to the differences between projected and actual investment earnings are similarly recognized over a closed five-year period.

At June 30, 2024, 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	\$ 8,711	\$ 9,635	\$ 18,346
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	32,415	11,029	43,444
Changes of Assumptions	1,414,234	910,540	2,324,774
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	61,160	122,719	183,879
District Contributions Subsequent to the Measurement Date	174,540	-	174,540
Total Deferred Outflows of Resources	\$ 1,691,060	\$ 1,053,923	\$ 2,744,983
Deferred Inflows of Resources			
Differences between Expected and Actual Experience	\$ 2,157,091	\$ 942,757	\$ 3,099,848
Changes of Assumptions	1,187,878	4,078,087	5,265,965
Changes in Proportion and Differences between District Contributions and Proportionate Share of Contributions	359,688	5,829	365,517
Total Deferred Inflows of Resources	\$ 3,704,657	\$ 5,026,673	\$ 8,731,330

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\$174,540 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction/addition to the net OPEB liability/asset in the fiscal year ending June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30:	SERS	STRS	Total
2025	\$ (689,290)	\$ (1,719,096)	\$ (2,408,386)
2026	(631,469)	(816,284)	(1,447,753)
2027	(417,069)	(312,796)	(729,865)
2028	(250,580)	(430,467)	(681,047)
2029	(153,307)	(393,986)	(547,293)
Thereafter	<u>(46,422)</u>	<u>(300,121)</u>	<u>(346,543)</u>
Total	<u><u>\$ (2,188,137)</u></u>	<u><u>\$ (3,972,750)</u></u>	<u><u>\$ (6,160,887)</u></u>

Actuarial Assumptions - SERS

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

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

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

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

Inflation	2.40 percent
Future Salary Increases, including Inflation	3.25 percent to 13.58 percent
Investment Rate of Return	7.00 percent net of investment expense
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)
Fiduciary Net Position is Projected to be Depleted	2048
Municipal Bond Index Rate	
Measurement Date	3.86 percent
Prior Measurement Date	3.69 percent
Single Equivalent Interest Rate	
Measurement Date	4.27 percent
Prior Measurement Date	4.08 percent
Health Care Cost Trend Rate	
Medicare	5.125 to 4.40 percent
Pre-Medicare	6.75 to 4.40 percent
Medical Trend Assumption	
Measurement Date	6.75 to 4.40 percent
Prior Measurement Date	7.00 to 4.40 percent

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

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

The long-term expected rate of return on plan assets is reviewed as part of the actuarial five-year experience study. The most recent study covers fiscal years 2016 through 2020 and was adopted by the Board on April 15, 2021. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and a long-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return, 7.00 percent, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The 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.

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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. As of June 30, 2023:

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

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

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 and what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.27 percent) and higher (5.27 percent) than the current discount rate (4.27 percent). Also shown is what the net OPEB liability would be based on health care cost trend rates that are one percentage point lower (5.75 percent decreasing to 3.40 percent) and higher (7.75 percent decreasing to 5.40 percent) than the current rate (6.75 percent decreasing to 4.40 percent).

	Current		
	1% Decrease	Discount Rate	1% Increase
District's Proportionate Share of the Net OPEB Liability	\$ 5,346,475	\$ 4,182,534	\$ 3,264,719
	1% Decrease	Current	1% Increase
		Trend Rate	
District's Proportionate Share of the Net OPEB Liability	\$ 3,072,763	\$ 4,182,534	\$ 5,653,130

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Actuarial Assumptions – STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2023, and 2022, actuarial valuation are presented below:

	June 30, 2023	June 30, 2022
Projected Salary Increases	Varies by service from 2.5 percent to 8.5 percent	Varies by service from 2.5 percent to 8.5 percent
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation	7.00 percent, net of investment expenses, including inflation
Payroll Increases	3.00 percent	3.00 percent
Discount Rate of Return	7.00 percent	7.00 percent
Health Care Cost Trends		
Medical		
Pre-Medicare	7.50 percent initial 4.14 percent ultimate	7.50 percent initial 3.94 percent ultimate
Medicare	-10.94 percent initial 4.14 percent ultimate	-68.78 percent initial 3.94 percent ultimate
Prescription Drug		
Pre-Medicare	-11.95 percent initial 4.14 percent ultimate	9.00 percent initial 3.94 percent ultimate
Medicare	1.33 percent initial 4.14 percent ultimate	-5.47 percent initial 3.94 percent ultimate

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

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

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

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

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

*Final target weights reflected at October 1, 2022.

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

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

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

	Current		
	1% Decrease	Discount Rate	1% Increase
District's Proportionate Share of the Net OPEB (Asset)	\$ (5,231,343)	\$ (6,180,924)	\$ (7,007,908)
Current			
	1% Decrease	Trend Rate	1% Increase
District's Proportionate Share of the Net OPEB (Asset)	\$ (7,046,283)	\$ (6,180,924)	\$ (5,138,613)

Benefit Term Changes Since the Prior Measurement Date Healthcare trends were updated to reflect emerging claims and recoveries experiences as well as benefit changes effective January 1, 2024.

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NOTE 13 - RISK MANAGEMENT

Comprehensive

The District maintains comprehensive insurance coverage for liability, real property, building contents and vehicles. Vehicle policies include liability coverage for bodily injury and property damage. Settled claims have not exceeded this commercial coverage in any of the past three years. There has also been no significant reduction in the amount of insurance coverage from the previous fiscal year.

Health Care Self-Insurance Program

The District manages employee health benefits on a self-insured basis. The employee health benefit plan provides basic health and dental coverage through Medical Mutual/Guardian, the third party administrator (TPA) of the program, which reviews and pays the claims. A specific excess loss coverage (stop-loss) insurance policy covers claims in excess of \$130,000 per employee per year. The family and single premiums were \$1,728 and \$639 for medical and \$102 and \$81 for dental, respectively. The TPA charges the District a medical administration fee of \$55 for family and \$23 for single per employee per month and a dental administration fee of \$4 per employee per month. The family and single premiums were \$16 and \$7 for vision.

A claims liability of \$1,318,483 at June 30, 2024, in the internal service fund reflects an estimate of incurred but unpaid claims liability for health and dental insurance. This liability was determined in accordance with actuarially acceptable reserving standards and was certified by an accredited actuary, as required by state statute. The actuarial calculation for this amount does not identify amount due in one year; since claims paid in one year are more than four times the year end liability, the total amount has been reported as a current liability.

A summary of the changes in self-insurance claims liability, for the fiscal years ended June 30, 2024 and 2023 follows:

	<u>2024</u>	<u>2023</u>
Claims Liability at July 1	\$ 1,276,686	\$ 1,471,149
Incurred Claims	11,971,168	11,346,568
Claims Paid	(11,929,371)	(11,541,031)
Claims Liability at June 30	<u>\$ 1,318,483</u>	<u>\$ 1,276,686</u>

Workers' Compensation Retrospective Rating Program

During the fiscal year, the District participated in the Comp Management Group Retrospective Rating Program, a voluntary performance based incentive program. Similar to group rating, companies are grouped together to achieve lower premiums than they could as individuals. However, in this program, employers continue to own individual premiums and the BWC calculates group retro rebates/assessments at 12, 24 and 36 months after the end of the policy. This creates an incentive for participants to control and reduce losses by practicing effective workplace safety and claims management.

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NOTE 14 – INTERFUND ACTIVITY

During the fiscal year, the District had transfers as follows:

	Transfer Out	Transfer In
General Fund	\$ 232,188	\$ -
Other Governmental Funds	- <hr/>	232,188
Total	\$ 232,188 <hr/>	\$ 232,188

The District transferred \$44,547 and \$187,641 from the General Fund to the Other Local Grants Fund and District Managed Student Activities Fund, respectively. Interfund transfers between governmental funds are eliminated on the government-wide financial statements.

On an as-needed basis, the District's General Fund advances cash to other funds of the District to eliminate cash deficits. During the year, advances from the District's General Fund were made. As of June 30, 2024, receivables and payables that resulted from advance transactions were as follows:

Fund	Due to Other Funds	Due from Other Funds
General Fund	\$ -	\$ 5,046,241
Other Governmental Funds	5,046,241 <hr/>	-
Total	\$ 5,046,241 <hr/>	\$ 5,046,241

NOTE 15 – COMMITMENTS

As of the fiscal year end, the District had significant encumbrances of \$4,282,676 in the general fund and \$1,875,301 in other governmental funds.

NOTE 16 – SET ASIDE REQUIREMENTS

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

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The following cash basis information identifies the changes in the set aside balances for capital improvements:

	<u>Capital Acquisition</u>
Set-aside cash balance	
as of June 30, 2023	\$ -
Current fiscal year set-aside requirement	1,573,259
Current year qualifying disbursements	(789,319)
Prior Year Offset from Bond Proceeds	<u>(783,940)</u>
Total	<u>\$ -</u>
Balance carried forward to Fiscal Year 2025	<u>\$ -</u>
Set Aside Reserve Balance June 30, 2024	<u>\$ -</u>

Capital Acquisition

During fiscal year 2003, the District issued \$29,800,000 in capital related debt based on a building project under taken by the District. During fiscal year 2005, the District issued \$23,950,000 in capital related debt for a new building project. During fiscal year 2009, the District issued \$55,999,988 in capital related debt for a new building project. Those proceeds may be used as qualifying disbursements to reduce the capital acquisition to zero for future years. Therefore, the District still has \$97,162,476 in qualifying disbursements that may be used to reduce the set-aside requirement for future years.

NOTE 17 – CONTINGENCIES

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 effects of any such disallowed claims on the overall financial position of the District at June 30, 2024, if applicable, cannot be determined at this time. The District's foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education and Workforce (ODEW) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. As of the date of this report, the ODEW adjustments for fiscal year 2024 were finalized and determined to be immaterial (\$35,920); therefore, these adjustments were not recorded in the accompanying financial statements.

Litigation

The District is not currently party to legal proceedings.

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NOTE 18 – FUND BALANCE

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

	General	Debt Service	Other Governmental Funds	Total
Nonspendable for:				
Prepays	\$ 108,404	\$ -	\$ -	\$ 108,404
Library Support Endowment	-	-	25,000	25,000
Inventory	-	-	64,551	64,551
Total Nonspendable	108,404	-	89,551	197,955
Restricted for:				
Locally Funded Programs	2,300	-	109,495	111,795
Debt Service	-	9,033,454	-	9,033,454
Scholarships	-	-	143,838	143,838
Food Service	-	-	4,724,593	4,724,593
Capital Projects	-	-	336,664	336,664
Library Support Endowment	-	-	2,162	2,162
Classroom Facilities Maintenance	-	-	453,962	453,962
Student Activities	-	-	87,137	87,137
Federally Funded Programs	-	-	316,348	316,348
State Funded Programs	2,877,896	-	289,617	3,167,513
Total Restricted	2,880,196	9,033,454	6,463,816	18,377,466
Committed for:				
Instruction	-	-	114,052	114,052
Total Committed	-	-	114,052	114,052
Assigned for:				
Instruction	1,591,013	-	-	1,591,013
Support Services	2,592,516	-	-	2,592,516
Extracurricular	24,883	-	-	24,883
Capital Outlay	37,500	-	-	37,500
Subsequent Year Appropriations	15,828,205	-	-	15,828,205
Public School Support	115,555	-	-	115,555
Capital Projects	-	-	3,482,057	3,482,057
Total Assigned	20,189,672	-	3,482,057	23,671,729
Unassigned	33,125,625	-	(504,321)	32,621,304
Total Fund Balance	\$ 56,303,897	\$ 9,033,454	\$ 9,645,155	\$ 74,982,506

Reynoldsburg City School District
Franklin County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2024

Unassigned fund balances at fiscal year-end included the following individual deficits:

	<u>Deficit</u>
<i>Non-Major Governmental Funds</i>	
District Managed Student Activities	60,395
Early Childhood	42,454
IDEA Part B	42,262
Title I School Improvement	38,055
Refugee (ESC) Grant	4,824
Title I	79,820
Title IV	1,646
Early Childhood	85,597
Title IIA	32,066
Miscellaneous Federal Grants	117,202
Total	\$ 504,321

The GAAP basis deficit balances in the other governmental funds are a result of the application of accounting principles generally accepted in the United States of America. The general fund provides advances to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

**Reynoldsburg City School District
Franklin County, Ohio**

Schedule of the District's Proportionate Share of the Net Pension Liability

Last Ten Fiscal Years

	2024	2023	2022	2021
<i>School Employees Retirement System (SERS)</i>				
District's Proportion of the Net Pension Liability	0.2487934%	0.2469212%	0.2439297%	0.2549402%
District's Proportionate Share of the Net Pension Liability	\$ 13,747,116	\$ 13,355,419	\$ 9,000,299	\$ 16,862,282
District's Covered Payroll	\$ 9,905,236	\$ 9,269,300	\$ 8,452,593	\$ 8,957,014
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	138.79%	144.08%	106.48%	188.26%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	76.06%	75.82%	82.86%	68.55%
<i>School Teachers Retirement System (STRS)</i>				
District's Proportion of the Net Pension Liability	0.31780784%	0.31984400%	0.31245315%	0.31502259%
District's Proportionate Share of the Net Pension Liability	\$ 68,439,721	\$ 71,101,725	\$ 39,949,943	\$ 76,224,258
District's Covered Payroll	\$ 44,125,200	\$ 41,724,443	\$ 38,628,679	\$ 38,540,107
District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	155.10%	170.41%	103.42%	197.78%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	80.02%	78.90%	87.80%	75.48%

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

See accompanying notes to the required supplementary information.

2020	2019	2018	2017	2016	2015
0.2588723%	0.2547406%	0.2480767%	0.2499384%	0.2429349%	0.2487260%
\$ 15,488,784	\$ 14,589,466	\$ 14,822,035	\$ 18,293,185	\$ 13,862,101	\$ 12,587,881
\$ 8,880,785	\$ 8,319,163	\$ 9,070,257	\$ 7,507,800	\$ 8,590,842	\$ 7,271,602
174.41%	175.37%	163.41%	243.66%	161.36%	173.11%
70.85%	71.36%	69.50%	62.98%	69.16%	71.70%
0.29695386%	0.28454548%	0.27169131%	0.25586011%	0.25003665%	0.25222837%
\$ 65,669,562	\$ 62,565,162	\$ 64,540,853	\$ 85,644,091	\$ 69,102,817	\$ 61,350,669
\$ 34,863,536	\$ 32,348,021	\$ 32,075,621	\$ 33,134,236	\$ 32,173,807	\$ 30,913,908
188.36%	193.41%	201.21%	258.48%	214.78%	198.46%
77.40%	77.30%	75.30%	66.80%	72.10%	74.70%

**Reynoldsburg City School District
Franklin County, Ohio**

Schedule of the District's Contributions - Pension

Last Ten Fiscal Years

	2024	2023	2022	2021
<i>School Employees Retirement System (SERS)</i>				
Contractually Required Contribution	\$ 1,471,855	\$ 1,386,733	\$ 1,297,702	\$ 1,183,363
Contributions in Relation to the Contractually Required Contribution	<u>1,471,855</u>	<u>1,386,733</u>	<u>1,297,702</u>	<u>1,183,363</u>
Contribution Deficiency (Excess)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Covered Payroll	\$ 10,513,250	\$ 9,905,236	\$ 9,269,300	\$ 8,452,593
Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%
<i>School Teachers Retirement System (STRS)</i>				
Contractually Required Contribution	\$ 6,339,094	\$ 6,177,528	\$ 5,841,422	\$ 5,408,015
Contributions in Relation to the Contractually Required Contribution	<u>6,339,094</u>	<u>6,177,528</u>	<u>5,841,422</u>	<u>5,408,015</u>
Contribution Deficiency (Excess)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
Covered Payroll	\$ 45,279,243	\$ 44,125,200	\$ 41,724,443	\$ 38,628,679
Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%

See accompanying notes to the required supplementary information.

2020	2019	2018	2017	2016	2015
\$ 1,253,982	\$ 1,198,906	\$ 1,123,087	\$ 1,269,836	\$ 1,051,092	\$ 1,132,273
<u>1,253,982</u>	<u>1,198,906</u>	<u>1,123,087</u>	<u>1,269,836</u>	<u>1,051,092</u>	<u>1,132,273</u>
<u>\$ -</u>					
\$ 8,957,014	\$ 8,880,785	\$ 8,319,163	\$ 9,070,257	\$ 7,507,800	\$ 8,590,842
14.00%	13.50%	13.50%	14.00%	14.00%	13.18%
\$ 5,395,615	\$ 4,880,895	\$ 4,528,723	\$ 4,490,587	\$ 4,638,793	\$ 4,504,333
<u>5,395,615</u>	<u>4,880,895</u>	<u>4,528,723</u>	<u>4,490,587</u>	<u>4,638,793</u>	<u>4,504,333</u>
<u>\$ -</u>					
\$ 38,540,107	\$ 34,863,536	\$ 32,348,021	\$ 32,075,621	\$ 33,134,236	\$ 32,173,807
14.00%	14.00%	14.00%	14.00%	14.00%	14.00%

**Reynoldsburg City School District
Franklin County, Ohio**

Schedule of the District's Proportionate Share of the Net OPEB Liability (Asset)

Last Eight Fiscal Years (1)

	2024	2023	2022	2021
<i>School Employees Retirement System (SERS)</i>				
District's Proportion of the Net OPEB Liability	0.2538800%	0.2526598%	0.2500640%	0.2646590%
District's Proportionate Share of the Net OPEB Liability	\$ 4,182,534	\$ 3,547,370	\$ 4,732,662	\$ 5,751,915
District's Covered Payroll	\$ 9,905,236	\$ 9,269,300	\$ 8,452,593	\$ 8,957,014
District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	42.23%	38.27%	55.99%	64.22%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	30.02%	30.34%	24.08%	18.17%
<i>School Teachers Retirement System (STRS)</i>				
District's Proportion of the Net OPEB Liability (Asset)	0.31780784%	0.31984400%	0.31245300%	0.31502300%
District's Proportionate Share of the Net OPEB Liability (Asset)	\$ (6,180,924)	\$ (8,281,826)	\$ (6,587,815)	\$ (5,536,523)
District's Covered Payroll	\$ 44,125,200	\$ 41,724,443	\$ 38,628,679	\$ 38,540,107
District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	-14.01%	-19.85%	-17.05%	-14.37%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	168.52%	230.73%	174.73%	182.10%

(1) Information prior to 2017 is not available.

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

See accompanying notes to the required supplementary information.

2020	2019	2018	2017
0.2651340%	0.2591000%	0.2517077%	0.2532281%
\$ 6,667,557	\$ 7,188,134	\$ 6,755,173	\$ 7,217,939
\$ 8,880,785	\$ 8,319,163	\$ 9,070,257	\$ 7,507,800
75.08%	86.40%	74.48%	96.14%
15.57%	13.57%	12.46%	11.49%
0.29695400%	0.28454548%	0.27169131%	0.25586011%
\$ (4,918,271)	\$ (4,572,356)	\$ 10,600,392	\$ 13,683,465
\$ 34,863,536	\$ 32,348,021	\$ 32,075,621	\$ 33,134,236
-14.11%	-14.13%	33.05%	41.30%
174.70%	176.00%	47.10%	37.30%

**Reynoldsburg City School District
Franklin County, Ohio**

Schedule of the District's Contributions - OPEB

Last Ten Fiscal Years

	2024	2023	2022	2021
<i>School Employees Retirement System (SERS)</i>				
Contractually Required Contribution (1)	\$ 174,540	\$ 174,104	\$ 165,925	\$ 153,905
Contributions in Relation to the Contractually Required Contribution	<u>174,540</u>	<u>174,104</u>	<u>165,925</u>	<u>153,905</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 10,513,250	\$ 9,905,236	\$ 9,269,300	\$ 8,452,593
Contributions as a Percentage of Covered Payroll	1.66%	1.76%	1.79%	1.82%
<i>School Teachers Retirement System (STRS)</i>				
Contractually Required Contribution	\$ -	\$ -	\$ -	\$ -
Contributions in Relation to the Contractually Required Contribution	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 45,279,243	\$ 44,125,200	\$ 41,724,443	\$ 38,628,679
Contributions as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%

(1) Includes Surcharge

See accompanying notes to the required supplementary information.

2020	2019	2018	2017	2016	2015
\$ 158,043	\$ 187,337	\$ 178,631	\$ 137,035	\$ 126,827	\$ 172,575
<u>158,043</u>	<u>187,337</u>	<u>178,631</u>	<u>137,035</u>	<u>126,827</u>	<u>172,575</u>
<u><u>\$ -</u></u>					
\$ 8,957,014	\$ 8,880,785	\$ 8,319,163	\$ 9,070,257	\$ 7,507,800	\$ 8,590,842
1.76%	2.11%	2.15%	1.51%	1.69%	2.01%
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u><u>\$ -</u></u>					
<u><u>\$ -</u></u>					
\$ 38,540,107	\$ 34,863,536	\$ 32,348,021	\$ 32,075,621	\$ 33,134,236	\$ 32,173,807
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Reynoldsburg City School District
Franklin County, Ohio
Notes to Schedules of Required Supplementary Information
For the Fiscal Year Ended June 30, 2024

NOTE 1 - NET PENSION LIABILITY

There were no changes in assumptions or benefit terms for the fiscal years reported unless otherwise stated below:

Changes in Assumptions - SERS

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

	<u>Fiscal Year 2022</u>	<u>Fiscal Years 2021-2017</u>	<u>Fiscal Years 2016 and Prior</u>
Wage Inflation	2.40%	3.00%	3.25%
Future Salary Increases, including inflation	3.25% to 13.58%	3.50% to 18.20%	4.00% to 22.00%
Investment Rate of Return	7.00% net of system expenses	7.50% net of investment expenses, including inflation	7.75% net of investment expenses, including inflation

Beginning in 2022, amounts reported use mortality rates based on the PUB-2010 General Employee Amount Weighted Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20 percent for males and set forward 2 years and adjusted 81.35 percent for females. Mortality among disabled members were based upon the PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3 percent for males and set forward 3 years and adjusted 106.8 percent for females. Future improvement in mortality rates is reflected by applying the MP2020 projection scale generationally.

Beginning in fiscal year 2018, on each anniversary of the initial retirement, the allowance of all retirees and survivors may be increased by the annual rate of increase in the CPI-W measured as of the June preceding the beginning of the applicable calendar year. The annual rate of increase shall not be less than 0 percent nor greater than 2.5 percent.

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

Changes in Benefit Terms - SERS

For fiscal year 2022, COLA were increased from 2.00 percent to 2.50 percent.

For fiscal year 2021, COLA were reduced from 2.50 percent to 2.00 percent.

For fiscal year 2018, the cost-of-living adjustment was changed from a fixed 3.00 percent to a cost-of-living adjustment that is indexed to CPI-W not greater than 2.50 percent with a floor of zero percent beginning January 1, 2018. In addition, with the authority granted the Board under HB 49, the Board has enacted a three-year COLA suspension for benefit recipients in calendar years 2018, 2019 and 2020.

Reynoldsburg City School District
Franklin County, Ohio
Notes to Schedules of Required Supplementary Information
For the Fiscal Year Ended June 30, 2024

Changes in Assumptions – STRS

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

	<u>Fiscal Years 2022 and 2023</u>	<u>Fiscal Years 2021-2018</u>	<u>Fiscal Years 2017 and Prior</u>
Inflation	2.50%	2.50%	2.75%
Projected Salary Increases	From 2.50% to 12.50% based on age	From 12.50% at age 20 to 2.50% at age 65	From 12.25% at age 20 to 2.75% at age 70
Investment Rate of Return, net of investment expenses, including inflation	7.00%	7.45%	7.75%
Payroll Increases	3.00%	3.00%	3.50%

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

Beginning with fiscal year 2018, post-retirement mortality rates for healthy retirees were based on the RP2014 Annuitant Mortality Table with 50 percent of rates through age 69, 70 percent of rates between ages 70 and 79, 90 percent of rates between ages 80 and 84, and 100 percent of rates thereafter, projected forward generationally using mortality improvement scale MP-2016. Post-retirement disabled mortality rates are based on the RP-2014 Disabled Mortality Table with 90 percent of rates for males and 100 percent of rates for females, projected forward generationally using mortality improvement scale MP-2016. Pre-retirement mortality rates are based on RP-2014 Employee Mortality Table, projected forward generationally using mortality improvement scale MP-2016.

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

Changes in Benefit Terms - STRS

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

For fiscal year 2018, the COLA was reduced to zero.

Fiscal year 2017 and prior, COLA was 2 percent simple applied as follows: for members retiring before August 1, 2013, 2 percent per year; for members retiring August 1, 2013 or later, 2 percent COLA commences on fifth anniversary of retirement date.

Reynoldsburg City School District
Franklin County, Ohio
Notes to Schedules of Required Supplementary Information
For the Fiscal Year Ended June 30, 2024

NOTE 2 - NET OPEB LIABILITY (ASSET)

Changes in Assumptions – SERS

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

	<u>Fiscal Years 2023 and 2022</u>	<u>Fiscal Years 2021-2017</u>
Inflation	2.40%	3.00%
Future Salary Increases, including inflation	3.25% to 13.58%	3.50% to 18.20%
Investment Rate of Return, net of investment expenses, including inflation	7.00%	7.50%

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

<u>Assumption</u>	<u>Fiscal Year</u>							
	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Municipal Bond Index Rate	3.86%	3.69%	1.92%	2.45%	3.13%	3.62%	3.56%	2.92%
Single Equivalent Interest Rate, net of plan investment expense, including price inflation	4.27%	4.08%	2.27%	2.63%	3.22%	3.70%	3.63%	2.98%

Changes in Assumptions – STRS

For fiscal year 2023, the projected salary increases were changed from age based (2.5 percent to 12.50 percent) to service based (2.5 percent to 8.5 percent).

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

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

For fiscal year 2018, the blended discount rate was increased from 3.26 percent to 4.13 percent. Valuation year per capita health care costs were updated, and the salary scale was modified. The percentage of future retirees electing each option was updated based on current data and the percentage of future disabled retirees and terminated vested participants electing health coverage were decreased. The assumed mortality, disability, retirement, withdrawal and future health care cost trend rates were modified along with the portion of rebated prescription drug costs.

Reynoldsburg City School District
Franklin County, Ohio
Notes to Schedules of Required Supplementary Information
For the Fiscal Year Ended June 30, 2024

Changes in Benefit Terms – STRS

Effective January 1, 2024, Healthcare trends were updated to reflect emerging claims and recoveries experience as well as benefit changes.

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

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

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

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

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

For fiscal year 2018, the subsidy multiplier for non-Medicare benefit recipients was reduced from 2.1 percent to 1.9 percent per year of service. Medicare Part B premium reimbursements were discontinued for certain survivors and beneficiaries and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 2019. This was subsequently extended, see above paragraph.

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**REYNOLDSBURG CITY SCHOOL DISTRICT
FRANKLIN COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024**

Federal grantor/Pass through grantor/Program Title	Federal AL Number	Disbursements
U.S. DEPARTMENT OF AGRICULTURE		
<i>Pass-through Ohio Department of Education and Workforce:</i>		
<i>Nutrition Cluster:</i>		
School Breakfast Program	10.553	\$ 1,144,606
National School Lunch Program	10.555	3,203,509
National School Lunch Program - Covid 19	10.555	190,781
National School Lunch Program - Non Cash Assistance	10.555	299,615
Summer Food Progam for Children	10.559	59,725
<i>Total Nutrition Cluster</i>		<u>4,898,236</u>
Total U.S. Department of Agriculture		<u>4,898,236</u>
U.S. DEPARTMENT OF EDUCATION		
<i>Pass-through Ohio Department of Education and Workforce:</i>		
Title I Grants to Local Educational Agencies	84.010A	2,054,245
<i>Special Education Cluster:</i>		
Special Education Grants to States	84.027A	163,204
COVID-19 Special Education Grants to States	84.027X	413,558
Special Education Preschool Grants	84.173A	85,597
ARP IDEA Early Childhood Education Grants	84.173X	29,324
<i>Total Special Education Cluster</i>		<u>691,683</u>
English Language Acquisition Grants	84.365A	93,113
Supporting Effective Instruction State Grants	84.367A	159,236
Student Support and Academic Enrichment Program	84.424A	25,723
Student Support and Academic Enrichment Program-Stronger Connections Grant	84.424F	2,090
		<u>27,813</u>
COVID-19 Education Stabilization Fund		
COVID-19 Education Stabilization Fund	84.425C	122,387
COVID-19 Education Stabilization Fund	84.425D	35,385
COVID-19 Education Stabilization Fund	84.425U	6,151,560
COVID-19 Education Stabilization Fund	84.425W	43,735
<i>Total Education Stabilization Fund</i>		<u>6,230,680</u>
COVID-19 Coronavirus State Fiscal Recovery Funds	21.027	448,509
Total U.S. Department of Education		<u>9,827,666</u>
Total Federal Financial Assistance		<u>\$ 14,725,902</u>

**REYNOLDSBURG CITY SCHOOLS
FRANKLIN COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE YEAR ENDED JUNE 30, 2024**

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Reynoldsburg City School District (the District's) under programs of the federal government for the year ended June 30, 2024. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the District.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE C – INDIRECT COST RATE

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

NOTE D - CHILD NUTRITION CLUSTER

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

NOTE E – FOOD DONATION PROGRAM

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

NOTE F - MATCHING REQUIREMENTS

Certain Federal programs require the District to contribute non-federal funds (matching funds) to support the federally funded programs. The District has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

NOTE G - TRANSFERS BETWEEN PROGRAM YEARS

Federal regulations require schools to obligate certain federal awards by June 30. However, with DEW's consent, schools can transfer unobligated amounts to the subsequent fiscal year's program. The District transferred the following amounts from 2024 to 2025 programs:

Program Title	AL Number	Amt Transferred
Title I Grants to Local Educational Agencies	84.010A	\$ 364,440.17
Title II-A Supporting Effective Instruction	84.367A	\$ 40,755.25
Title III Language Inst for English Learners	84.365A	\$ 65,814.03
Title III Immigrant	84.365A	\$ 12,591.63
Title IV-A Student Sup & Academic Enrichment	84.424A	\$ 287,223.77
IDEA-B Special Education	84.027A	\$ 968,951.63

OHIO AUDITOR OF STATE KEITH FABER



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

Reynoldsburg City School District
Franklin County
7244 East Main Street
Reynoldsburg, Ohio 43068

To the Board of Education:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Reynoldsburg District School District, Franklin, Ohio (the District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated May 8, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings as item 2024-001 that we consider to be a material weakness.

Reynoldsburg City School District
Franklin County
Independent Auditor's Report On Internal Control Over
Financial Reporting And On Compliance And Other Matters
Required By *Government Auditing Standards*
Page 2

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

District's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the District's response to the finding identified in our audit and described in the accompanying corrective action plan. The District's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Keith Faber
Auditor of State
Columbus, Ohio

May 8, 2025



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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO THE MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER
COMPLIANCE AND ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED
BY THE UNIFORM GUIDANCE**

Reynoldsburg City School District
Franklin County
7244 East Main Street
Reynoldsburg, Ohio 43068

To the Board of Education:

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited the Reynoldsburg City School District's, Franklin County, (the District) compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on the Reynoldsburg City School District's major federal program for the year ended June 30, 2024. Reynoldsburg City School District's major federal program is identified in the *Summary of Auditor's Results* section of the accompanying schedule of findings.

In our opinion, Reynoldsburg City School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2024.

Basis for Opinion on the Major Federal Program

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

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Report on Internal Control Over Compliance

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

Reynoldsburg City School District

Franklin County

Independent Auditor's Report on Compliance with Requirements

Applicable to the Major Federal Program and on Internal Control Over Compliance

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

Page 3

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of this testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



Keith Faber
Auditor of State
Columbus, Ohio

May 8, 2025

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REYNOLDSBURG CITY SCHOOL DISTRICT
FRANKLIN COUNTY

SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2024

1. SUMMARY OF AUDITOR'S RESULTS

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

REYNOLDSBURG CITY SCHOOL DISTRICT
FRANKLIN COUNTY

SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2024

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

Finding 2024-001

Self-Insurance Claims Review – Material Weakness

Sound accounting practices require public officials to design and operate a system of internal control that is adequate to provide reasonable assurance over the reliability of financial reporting, effectiveness and efficiency of operations, compliance with applicable laws and regulations, and safeguarding of assets against unauthorized acquisition, use or disposition.

Accurate and timely accounting and reconciliation procedures are key components of an effective accounting system and internal controls required to enable the District to properly classify transactions, maintain accountability for funds, distribute funds accurately, and detect fraud and errors in a timely manner.

Furthermore, Medical Mutual of Ohio acting as the third-party administrator for the School District's self-insurance program prescribes the following Complimentary User Entity Controls:

1. Claims invoices are reviewed before being paid.
2. Appropriate users review output reports for completeness and accuracy.

We identified the following deficiencies during our testing over the Self Insurance Claims:

- 9 out of 9 (100%) Claims invoices tested did not have evidence of a reconciliation to supporting documents prior to invoice payment
- A detailed report of monthly claims processed by the third-party administrator was not reviewed by the School District to ensure claims paid were for covered employees.

This could result in the District being at risk of paying self-insurance claims for unauthorized individuals.

The School District should establish internal controls to help ensure all claims paid are fully supported and exist only for covered School District employees.

Official's Response: Refer to Corrective Action Plan

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None



REYNOLDSBURG CITY SCHOOLS

Empowering leaders who impact the NOW and innovate the FUTURE

CORRECTIVE ACTION PLAN 2 CFR § 200.511(c) June 30, 2024

Finding Number:

2024-001

Planned Corrective Action:

Develop, document, and implement a procedure for reviewing weekly claims to verify eligibility before paying claims.

Anticipated Completion Date:

06/30/2025

Responsible Contact Person:

Angele Latham, 614-501-2259

1. The School District will develop a detailed written procedure for the reconciliation of self-insurance claim invoices to District records. The procedure outlines that Medical Mutual, the District's insurance provider, will develop a report that includes the claimant's name but removes all HIPPA related information. This report will be sent to the Benefits Administrator to verify the eligibility of the claimants on each invoice.
2. The School District will implement the written procedure to ensure that all self-insurance claim invoices are reconciled to supporting documentation prior to payment of each invoice. Evidence of this approval will be documented.
3. Treasurer will conduct periodic monitoring of compliance with the new reconciliation and review procedures. Evidence of this review will be documented.

Board of Education

Angela Abram, President • Jeni Quesenberry, Vice President

Kendra McKay • Neal Whitman • Mandy Young

Dr. Tracy R. Reed, Superintendent • Angéle Latham, Treasurer

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OHIO AUDITOR OF STATE KEITH FABER



REYNOLDSBURG CITY SCHOOL DISTRICT

FRANKLIN COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 6/3/2025

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

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