

**LITTLE MIAMI LOCAL SCHOOL DISTRICT
WARREN COUNTY**



SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2020

OHIO AUDITOR OF STATE
KEITH FABER



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Board of Education
Little Miami Local School District
95 East US 22 and 3
Maineville, Ohio 45039

We have reviewed the *Independent Auditor's Report* of Little Miami Local School District, Warren County, prepared by Plattenburg & Associates, Inc., for the audit period July 1, 2019 through June 30, 2020. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. Little Miami Local School District is responsible for compliance with these laws and regulations.

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

Keith Faber
Auditor of State
Columbus, Ohio

January 27, 2021

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**LITTLE MIAMI LOCAL SCHOOL DISTRICT
WARREN COUNTY
FOR THE YEAR ENDED JUNE 30, 2020**

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**LITTLE MIAMI LOCAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2020**

Federal Grant/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Expenditures	Non-Cash Expenditures
U.S. DEPARTMENT OF AGRICULTURE				
Passed Through Ohio Department of Education:				
Child Nutrition Cluster:				
School Breakfast Program	3L70	10.553	\$57,918	\$0
COVID-19 School Breakfast Program	3L70	10.553	<u>34,942</u>	<u>0</u>
Total School Breakfast Program			92,860	0
National School Lunch Program	3L60	10.555	301,620	120,636
COVID-19 National School Lunch Program	3L60	10.555	<u>78,400</u>	<u>0</u>
Total National School Lunch Program			380,020	120,636
Total Child Nutrition Cluster			<u>472,880</u>	<u>120,636</u>
Total U.S. Department of Agriculture			<u>472,880</u>	<u>120,636</u>
U.S. DEPARTMENT OF EDUCATION				
Passed Through Ohio Department of Education:				
Special Education Cluster:				
Special Education-Grants to States	3M20	84.027	1,074,510	0
Special Education-Preschool Grants	3C50	84.173	<u>48,413</u>	<u>0</u>
Total Special Education Cluster			<u>1,122,923</u>	<u>0</u>
Title I Grants to Local Educational Agencies	3M00	84.010	233,631	0
Supporting Effective Instruction State Grants	3Y60	84.367	67,338	0
Student Support and Academic Enrichment Program	3H10	84.424	25,305	0
Total U.S. Department of Education			<u>1,449,197</u>	<u>0</u>
Total Expenditures of Federal Awards			<u>\$1,922,077</u>	<u>\$120,636</u>

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE A -- SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of expenditures of federal awards is a summary of the activity of the District's federal award programs. The schedule has been prepared using the cash basis of accounting. The information in this schedule is presented 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). The District did not elect to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Education
Little Miami Local School District

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Little Miami Local School District (the District), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 28, 2020.

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 entity's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

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*.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.

Cincinnati, Ohio

December 28, 2020

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND
ON INTERNAL CONTROL OVER COMPLIANCE AND REPORT ON SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS REQUIRED BY UNIFORM GUIDANCE**

Board of Education
Little Miami Local School District

Report on Compliance for Each Major Federal Program

We have audited the Little Miami Local School District's (the District) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2020. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program

In our opinion, the District, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2020.

Report on Internal Control over Compliance

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, 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.

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

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

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

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the District, as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated December 28, 2020, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
Cincinnati, Ohio
December 28, 2020

**LITTLE MIAMI LOCAL SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2020**

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant Deficiency(s) identified? None reported

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? No
- Significant Deficiency(s) identified? None reported

Type of auditor’s report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? No

Identification of major federal programs:

Special Education Cluster

Dollar threshold used to distinguish between Type A and Type B Programs \$750,000

Auditee qualified as low-risk auditee? Yes

Section II – Findings Related to the Financial Statements Required to be reported in Accordance with GAGAS

None

Section III – Federal Award Findings and Questioned Costs

None

**LITTLE MIAMI LOCAL SCHOOL DISTRICT
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2020**

Summary of Prior Audit Findings:

None Noted

Little Miami Local Schools

Maineville, Ohio



Comprehensive Annual Financial Report For the fiscal year ending June 30, 2020

LITTLE MIAMI LOCAL SCHOOL DISTRICT, OHIO

Maineville, Ohio

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**FOR THE FISCAL YEAR
ENDED JUNE 30, 2020**

*Prepared by:
Office of the Treasurer
Terry Gonda
Treasurer*

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Little Miami Local Schools



Introductory Section



Little Miami Local Schools

December 28, 2020

To The Citizens and Board of Education of the Little Miami Local School District:

The Comprehensive Annual Financial Report [CAFR] of the Little Miami Local School District [District] for the fiscal year ended June 30, 2020, is hereby submitted. This report, prepared by the Treasurer's office, includes an unmodified opinion from Plattenburg and Associates, Inc., Certified Public Accountants and conforms to generally accepted accounting principles as applicable to governmental entities. The responsibility for an accurate, complete and fair presentation of the data, including all disclosures, belongs to the District. This report will provide the taxpayers of the Little Miami Local School District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs.

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

Copies of this report will be widely available through the District's and the Auditor of State of Ohio website. Copies will be available upon request to taxpayers, financial rating services, banking institutions and other interested parties as needed. It is located at www.littlemiamischools.com, in the Treasurer's Department section of the website and at www.ohioauditor.gov, in the Audit Search section of the website.

THE REPORTING ENTITY AND SERVICES PROVIDED

The District provides a full range of educational programs and services. These include elementary and secondary curriculum offerings at the general, college preparatory, advanced placement, college, gifted, special education and vocational levels. The District offers a broad range of co-curricular and extra-curricular activities in the areas of academics, athletics, music, and clubs.

ECONOMIC CONDITION AND OUTLOOK

The District is located north of Cincinnati, in the southeastern part of Warren County. Approximately 94% of the District's tax base is agricultural and residential properties; the remainder is composed of a wide range of manufacturing, commercial and other business properties. The overall economic outlook for the area remains stable with low unemployment rates, growth in the local tax base and low inflationary pressures.

The District is continually challenged by the responsibility bestowed upon it by the community at large. We are always striving to provide the very best opportunities to every student, while carefully guarding the District's resources.

THE DISTRICT AND ITS FACILITIES

The District is located mostly in Warren County and partly in Clermont County. It is approximately thirty miles from downtown Cincinnati, Ohio and covers an area of 98 square miles. It serves pupils from Hamilton, Harlan, Washington and Salem Townships and the Villages of Morrow, Butlerville and Maineville. Since 1995, the District has experienced strong growth, mostly in Hamilton Township.

The District now houses 5,059 students (PK-12) in one high school, one junior high school, one intermediate school and three elementary schools. This was an increase of 122 students over the prior year. The District is projecting continued growth per year in enrollment for future years due to residential developments which have begun construction again as the economy has stabilized. Student growth and enrollment has been a priority for the Board and Administration and will continue to be, as the District's needs change.

<u>Constructed</u>	<u>School</u>	<u>Enrollment</u>
2000	Little Miami High School	1,420
2009	Little Miami Junior High School	768
2009	Little Miami Intermediate School	817
1956	Salem Elementary School	1,280
1934	Hamilton-Maineville Primary School	500
1937	Harlan-Butlerville Primary School	274

ORGANIZATION OF THE SCHOOL DISTRICT

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

The Board members represent a cross section of professions in the community. The board members on June 30, 2020, were as follows:

<u>Board Member</u>	<u>Began Service</u>	<u>Term Expires</u>	<u>Profession</u>
Bobbie Grice	June 30, 1997	December, 2021	Education
Tony Niemesh	January 1, 2014	December, 2023	Education
Wayne Siebert	January 1, 2018	December, 2021	Manufacturing
Diane Horvath	January 1, 2020	December, 2023	Education
Martin Hamlin	January 1, 2020	December, 2023	Program Manager

The Superintendent is the Chief Executive Officer of the District, responsible directly to the Board for all educational and support operations. The Board named Greg Power as Interim Superintendent for the 2011-2012 school year at their special meeting on July 7, 2011. Mr. Power was then named the Superintendent for the 2013 and 2014 school years and is under contract as Superintendent of the District for 2019 through 2024 school years. Mr. Power joined the District in 2004 as the Little Miami High School Assistant Principal. In 2008, he was appointed as the Director of Administrative Services, overseeing the completion of construction and renovation projects and managing all facility operations. For the 2010-2011 school year, he served as the Director of Curriculum and Instruction. Mr. Power, who has 44 years of experience in education, has an undergraduate and Master's degrees from the University of Cincinnati and holds his superintendent licensure from Xavier University. He is a member of ASCD, Buckeye Association of School Administrators, Valley Area School Administrators, Dayton Area Superintendent Association, the Greater Cincinnati Public School Advocacy Network, the Ohio Public School Advocacy Network, The Little Miami Area Chamber of Commerce, Project AWARE Mental Health Board, and the AASA.

The Treasurer of the District is Terry Gonda. He is the Chief Financial Officer and is responsible directly to the Board for all financial operations, investments, custody of all District funds and assets, and serves as the Secretary to the Board. Mr. Gonda joined the District in November 2009 as the Assistant Treasurer. In July 2011, he became part of the administrative team as Treasurer bringing with him more than twelve years of experience as an auditor with the Auditor of the State of Ohio. Mr. Gonda is now in his tenth year as Treasurer of the District. At the August 2019 Board meeting, Mr. Gonda was named Treasurer of the District through the 2024 school year. He received an undergraduate degree in accounting from Heidelberg College. Mr. Gonda is a member of the Ohio Association of School Business Officials, Association of School Business Officials International and the Government Finance Officers Association.

EMPLOYEE RELATIONS

The Little Miami Teacher's Association (LMTA), an affiliate of the Ohio Education Association (OEA), represents certificated employees of the District. The District and LMTA entered into a two-year collective bargaining agreement that expires June 30, 2021.

Classified employees are represented by the Ohio Association of Public School Employees (OAPSE). The School District and OAPSE entered into a two-year collective bargaining agreement that expires June 30, 2021.

SERVICES PROVIDED

The District provides a wide variety of educational and support services, as mandated by the Ohio Revised Code or board directives.

The food service department serves lunches at the District's six kitchens. The District currently offers a breakfast program at six sites. As a result of the Coronavirus 19 Pandemic, our Food Service supported our remote learning operations by making available boxed breakfasts and lunches to all 5,059 students and their families.

Transportation services are provided to all students in grades PK-12. Private school students are transported within the 30-minute distance requirements.

In addition to transportation and school lunch support services, students in the District also receive guidance, psychological, and limited health services free of charge. The guidance services are designed to help students match their natural skills with vocational and/or academic programs to help them achieve their full potential in life. Psychological services include the testing and identification of students for special education and gifted programs. Health services are provided by licensed nurses at each of the six school sites and supported by a school-based health clinic staffed fulltime by medical health provider Mercy Health Network. The District partners with Solutions Mental Health Services. The District also partners with Joshua's Place to support tutoring and family support needs of its students. The District is also a part of a state regional truancy pilot which promotes increased student attendance. Additional student behavioral supports are acquired through the Warren County Educational Service Center.

The District offers regular instructional programs daily to students in grades PK-12. The District provides special services for physical and/or mental handicapping conditions. Gifted services are provided in grades three through eight in the identified gifted areas of Superior Cognitive, Math and Reading. Instructor led advanced placement and honors classes are provided as a gifted service at the high school in the areas of English, Math, Science, and Social Studies. Other high school online AP electives are also available as student options. The District presented 342 high school diplomas in May of 2020.

CURRENT AND FUTURE INITIATIVES

The Little Miami Local School District is committed to providing a quality education for all students. Over the last few years, the District has worked to upgrade instructional resources focusing its efforts on that all learning resources are of high quality at the PK-5 and the 9-12 grade levels. Currently the District is in the midst of working to revise and upgrade content and instructional resources in mathematics in grades 6-8. At the junior high and high school the

blended learning, one-to-one student device instructional framework continues. The District is focused on providing professional development to staff, which provides high quality learning experiences for all students. An example of this is the District's commitment to implementation of the Ohio Writing Project (OWP). Continuing through the next fiscal year the majority of our staff received professional development that focuses on the writing process with the goal of full implementation and integration of the writing process across all content areas. Thereafter OWP professional development will be ongoing.

The District continues to increase student access to technology and is creating a plan, which supports integrating technology into the learning environments across the District. Purchases of Chromebooks, iPads, along with portable carts increased student access to digital resources.

At the elementary level, a conscious effort has been made to make sure that each child is reading on grade level through the implementation of a formal literacy program. Data is used from regular assessments such as Fountas and Pinnell Benchmark Assessments, NWEA Measures of Academic Progress and state mandated assessments to determine interventions/enrichments that are provided during the school day. Intervention is provided during school to support students who are not meeting their learning grade level benchmarks. During typical school years, summer school supports are in place to further support students in grades K-3.

College Credit Plus options are available to all qualified students grades 7-12. French and Spanish World Language offerings continue at the Junior High level. Project Lead the Way offerings are continuing at the Junior High and the High School level. The District collaborated with the University of Cincinnati to create a technology career pathway that enables students to complete freshman year technology coursework, gain acceptance into the University of Cincinnati as Technology majors, and acquire guaranteed internships each of their remaining years.

All schools in the District have implemented a character education program, CORE Essentials, which focuses character education with an end goal of eliminating bullying. There has been an increased emphasis at providing intervention supports to students utilizing Hope Squad support programming resources. Counselors also provide specific small group and individual student supports in this area. This school year there has been a renewed emphasis on implementation of Problem Based Intervention Supports (PBIS) as a part of creating a supportive framework for students. PAX Good Behavior programming has been implemented at the K-4 grade levels to support student learning at tier one. The District is currently investigating a tier two behavior support model and has attained the services of a behavior coach to aid with tier three behavior supports. At grades 5-12, the District has implemented an extra time extra help period to support all students in receiving guided help in all content areas.

The Little Miami community has funded via a bond issue of \$64.6 million the construction of much needed additional space for students as the enrollment numbers continue to climb. Construction is ongoing and will provide the following:

- Additions to the High School, Junior High School, and Intermediate School
- A new primary (PK-1) school

All projects are currently in process and expected to be completed by the fall of 2021.

COVID-19 IMPACT

In March 2020, the World Health Organization (WHO) declared the outbreak of COVID-19 as a pandemic. This virus and the spread thereof has caused numerous negative effects on the economy on a local, national and global scale. These effects are still occurring at this time and the lasting impact is still yet to be determined.

In the same month of March 2020, the Governor of the State of Ohio ordered all schools to be closed through the end of the school year. On May 5, 2020, it was announced due to revenue shortfalls at the state level that the School Foundation Program to school districts was going to be cut by \$300 million for fiscal year ending June 30, 2020. The District received \$1.1 million less in state funding for fiscal year 2020 due to these cuts. These same reductions in revenue are anticipated again in fiscal year 2021. The District did receive some federal grants dollars via the CARES Act and Coronavirus Relief Funds (CRF) in the amount of \$344K to offset some of the loses at the state level.

RELEVANT FINANCIAL POLICIES

On July 18, 2019, Ohio Governor Mike DeWine signed Am. Sub. H.B. 166 ("HB 166"), which is the budget for the 2020-2021 biennium and provides the funding formula to Ohio schools.

Under HB 166, similar to the current formula, the State Department of Education will compute and pay to each school district education aid based on per pupil funding (calculated to be \$6,020 in Fiscal Years 2020 and 2021) multiplied by each school district's "state share index," which uses a three year average of property valuation per pupil and median income of that school district to calculate the percentage of the per-pupil amount that is to be paid by the State and the amount assumed to be contributed by the school district through local sources. Additional funds are provided for students with exceptional needs, including those with special needs and the disabled, English learners, and for economically disadvantaged and gifted students. Funding is also provided based on the number of K-3 students at each school district to be used to help school districts comply with Ohio's 3rd grade reading guarantee. HB 166 also provides for the payment to certain districts of capacity aid funds, graduation bonuses and third-grade reading bonuses. HB 166 also continues the payment of tangible personal property "replacement payments" to districts.

House Bill No. 305 ("HB 305") was introduced in the State legislature on June 26, 2019 and would enact a new school funding formula, referred to as the Cupp/Patterson school funding proposal. This proposed funding formula may differ significantly from the current funding formula, when and if enacted. Whether, when and in what form HB 305 or any other legislation altering the school funding formula may be enacted by the Ohio General Assembly cannot be predicted.

As funding formulas change in each biennium budget the District will continue to monitor closely the funds received from the state as they incorporate approximately 28% of total general fund revenue.

FINANCIAL INFORMATION

The District's accounting system is organized on a "fund" basis. Each fund is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. Cash basis accounting differs from generally accepted accounting principles [GAAP] as promulgated by the Governmental Accounting Standards Board [GASB].

INTERNAL ACCOUNTING AND BUDGETARY CONTROL

The management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that: (1) the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management.

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

At the beginning of each fiscal year, the Board adopts a temporary appropriation measure. The Board then adopts a permanent appropriation measure in September.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the function level within a fund. All purchase order requests must be approved by the individual program managers and certified by the Treasurer; necessary funds are then encumbered and purchase orders are released to vendors. The District budgets for all governmental funds.

The accounting system used by the District allows on-line immediate financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. The financial statements are available to each approved District user and budget authority.

As an additional safeguard, all employees involved with receiving and depositing funds are covered by a blanket bond and certain individuals in policy-making roles are covered by a separate, higher bond.

The basis of accounting and the various funds utilized by the District are fully described in the notes to the basic financial statements. Additional information on the District's budgetary accounts can also be found in the notes to the basic financial statements.

INDEPENDENT AUDIT

Provisions of State statute require that the District's financial statements be subjected to an annual examination by an independent auditor. Plattenburg and Associates, Inc., Certified Public Accountants, unmodified opinion rendered on the District's basic financial statements, combining statements and individual fund schedules, is included in the financial section of this Comprehensive Annual Financial Report. Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all units of local education agencies in Ohio. The District adopted and has been in conformance with that system.

AWARDS

GFOA Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada [GFOA] awarded a Certificate of Achievement for Excellence in Financial Reporting to the Little Miami Local School District for its comprehensive annual financial report for the fiscal year ended June 30, 2019. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

ASBO Certificate of Excellence in Financial Reporting

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

The District received the Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2019. The District believes that the Comprehensive Annual Financial Report for fiscal year June 30, 2020, which will be submitted to ASBO for review, will conform to ASBO's principles and standards.

ACKNOWLEDGEMENTS

The preparation of the 2020 Comprehensive Annual Financial Report of the Little Miami Local School District was made possible by the dedicated service of Ms. Susan Murray, Mrs. Katrina Hillard, Mrs. Kathryn Miller and Mrs. Lisa Manning. Special recognition is given to Plattenburg and Associates, Inc., Certified Public Accountants for their assistance in the preparation of the CAFR in addition to their work for their audit of the CAFR. Finally, this report would not have been possible without the leadership and support of the District's Board of Education and the Little Miami Local Schools community.

The publication of this Comprehensive Annual Financial Report for the District is a major step in reinforcing the accountability of the District to the taxpayers of the community.

Respectfully submitted,



Terry Gonda,
Treasurer/CFO



Greg Power,
Superintendent/CEO

**LITTLE MIAMI LOCAL SCHOOL DISTRICT
LIST OF PRINCIPAL OFFICIALS**

As of June 30, 2020

BOARD OF EDUCATION

Bobbie Grice	President
Tony Niemesh	Vice President
Wayne Siebert	Member
Diane Horvath	Member
Martin Hamlin	Member

TREASURER

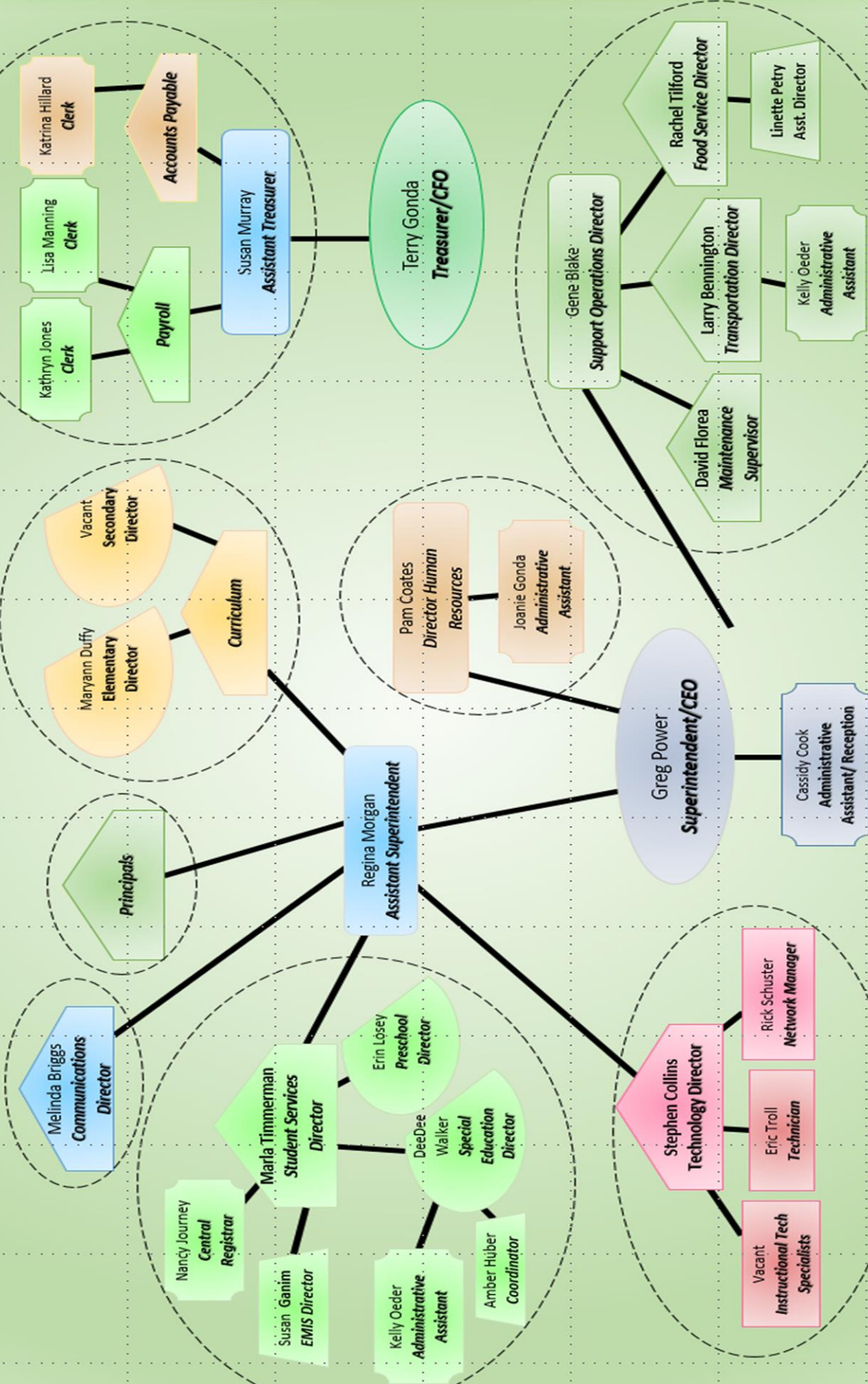
Terry Gonda

SUPERINTENDENT OF SCHOOLS

Gregory Power

2019-20 Little Miami School Organizational Chart

Engage Educate Empower





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Little Miami Local School District
Ohio**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2019

Christopher P. Morill

Executive Director/CEO



ASSOCIATION OF
SCHOOL BUSINESS OFFICIALS
INTERNATIONAL

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

Little Miami Local School District

**for its Comprehensive Annual Financial Report (CAFR)
for the Fiscal Year Ended June 30, 2019.**

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



A handwritten signature in black ink, reading 'Claire Hertz'.

Claire Hertz, SFO
President

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

David J. Lewis
Executive Director

Little Miami Local Schools



Financial Section

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INDEPENDENT AUDITOR'S REPORT

Board of Education
Little Miami Local School District

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Little Miami Local School District (the District) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2020, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other 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 introductory section, combining and individual nonmajor fund financial statements and schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2020, 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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.

Cincinnati, Ohio

December 28, 2020

**Little Miami Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited)**

The discussion and analysis of Little Miami Local School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2020. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the District's performance.

Financial Highlights

Key financial highlights for 2020 are as follows:

- Net position of governmental activities decreased \$752,068 from 2019.
- General revenues accounted for \$59,730,758 in revenue or 90% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$6,623,976 or 10% of total revenues of \$66,354,734.
- The District had \$67,106,802 in expenses related to governmental activities; \$6,623,976 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$59,730,758 were also used to provide for these programs.

Overview of the Financial Statements

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

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

Government-wide Financial Statements

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2020?" The Government-wide Financial Statements answer this question. These statements include *all assets and deferred outflows of resources, and liabilities and deferred inflows of resources* using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

**Little Miami Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited)**

These two statements report the District's *net position* and changes in net position. This change in net position is important because it tells the reader that, for the District as a whole, the financial position has improved or diminished. The causes of this change may be the result of many factors, both financial and non-financial. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the Government-wide Financial Statements, overall financial position of the District is presented in the following manner:

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

Fund Financial Statements

The analysis of the District's major funds is presented in the Fund Financial Statements (see Table of Contents). Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds.

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

Fiduciary Funds Fiduciary Funds are used to account for resources held for the benefits of parties outside the government. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs.

The District as a Whole

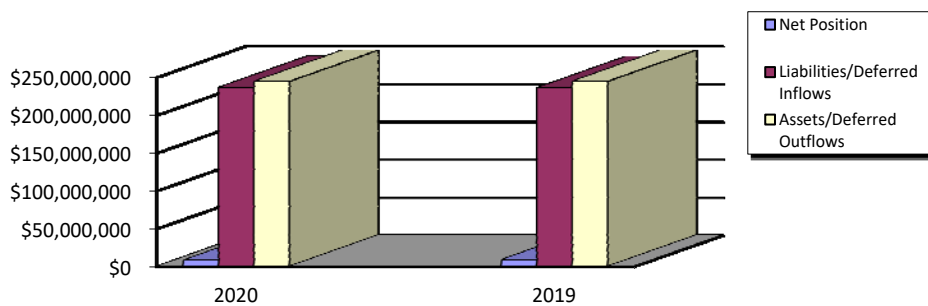
As stated previously, the Statement of Net Position looks at the District as a whole. Table 1 provides a summary of the District's net position for 2020 compared to 2019:

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**Little Miami Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited)**

**Table 1
Net Position**

	Governmental Activities	
	2020	2019
Assets:		
Current and Other Assets	\$142,056,267	\$150,669,318
Net OPEB Asset	2,745,571	2,570,336
Capital Assets	83,216,101	70,406,753
Total Assets	228,017,939	223,646,407
Deferred Outflows of Resources:		
Deferred Charge on Refunding	1,777,506	1,896,006
OPEB	2,057,938	1,971,647
Pension	12,300,340	16,716,552
Total Deferred Outflows of Resources	16,135,784	20,584,205
Liabilities:		
Other Liabilities	9,210,380	11,587,297
Long-Term Liabilities	180,406,257	180,251,325
Total Liabilities	189,616,637	191,838,622
Deferred Inflows of Resources:		
Property Taxes	38,476,986	36,412,120
OPEB	5,359,274	4,546,727
Pension	2,784,107	2,764,356
Total Deferred Inflows of Resources	46,620,367	43,723,203
Net Position:		
Net Investment in Capital Assets	21,831,559	21,535,922
Restricted	5,983,195	5,433,175
Unrestricted	(19,898,035)	(18,300,310)
Total Net Position	\$7,916,719	\$8,668,787



Over time, net position can serve as a useful indicator of a government's financial position. At June 30, 2020, the District's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$7,916,719.

**Little Miami Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited)**

At year-end, capital assets represented 36% of total assets. Capital assets include land, construction in progress, buildings and improvements, and equipment. Capital assets, net of related debt to acquire the assets at June 30, 2020, totaled \$21,831,559. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net position, \$5,983,195 represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use.

Current and other assets decreased from the prior year primarily due to a decrease in cash and investments. Capital assets increased due to depreciation expense being less than current year additions. Long term liabilities decreased due to a decrease in the net OPEB liability.

Table 2 shows the changes in net position for fiscal years 2020 and 2019.

**Table 2
Changes in Net Position**

	Governmental Activities	
	2020	2019
Revenues:		
Program Revenues		
Charges for Services	\$2,849,995	\$2,987,388
Operating Grants, Contributions	3,773,981	3,908,671
General Revenues:		
Property Taxes	39,894,090	31,627,395
Grants and Entitlements	17,402,640	18,029,324
Other	2,434,028	2,031,054
Total Revenues	66,354,734	58,583,832
Program Expenses:		
Instruction	37,924,826	31,405,481
Support Services:		
Pupil and Instructional Staff	4,270,712	3,895,215
School and General Administrative, Fiscal and Business	6,030,998	4,351,039
Operations and Maintenance	4,689,583	4,492,147
Pupil Transportation	5,346,257	5,254,451
Central	332,917	749,341
Operation of Non-Instructional Services	1,975,007	1,794,101
Extracurricular Activities	1,193,474	1,012,977
Interest and Fiscal Charges	5,343,028	4,600,143
Total Program Expenses	67,106,802	57,554,895
Change in Net Position	(752,068)	1,028,937
Net Position - Beginning of Year	8,668,787	7,639,850
Net Position - End of Year	\$7,916,719	\$8,668,787

The District revenues came from mainly two sources. Property taxes levied for general, debt service and capital projects purposes, as well as grants and entitlements comprised 86% of the District's revenues for governmental activities.

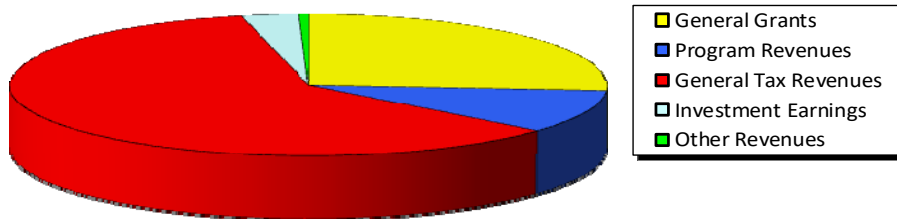
**Little Miami Local School District
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited)**

The District depends greatly on property taxes as a revenue source. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenues generated by a levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00.

Thus Ohio districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service. Property taxes made up 60% of governmental activities for the District in fiscal year 2020. The District’s reliance upon tax revenues is demonstrated in the following graph:

**Governmental Activities
Revenue Sources**

Revenue Sources	2020	Percent of Total
General Grants	\$17,402,640	26%
Program Revenues	6,623,976	10%
General Tax Revenues	39,894,090	60%
Investment Earnings	2,070,495	3%
Other Revenues	363,533	1%
Total Revenues	\$66,354,734	100%



Instruction comprises 56% of governmental program expenses. Support services expenses were 31% of governmental program expenses. All other expenses including interest and fiscal charges were 13%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

Total revenues increased from the prior year mainly due to an increase in property tax revenues. The District passed a bond levy (3.6 mills) in prior years, which made fiscal year 2020 as the first full collection year for this levy. The District also had real estate valuations go up around \$30 million within the District.

Total expenses increased primarily due to changes related to both the net pension liability and other post employment benefits liability.

**Little Miami Local School District
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited)**

Governmental Activities

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

**Table 3
Governmental Activities**

	Total Cost of Services		Net Cost of Services	
	2020	2019	2020	2019
Instruction	\$37,924,826	\$31,405,481	(\$34,359,795)	(\$27,733,999)
Support Services:				
Pupil and Instructional Staff	4,270,712	3,895,215	(3,885,782)	(3,509,187)
School and General Administration, Fiscal and Business	6,030,998	4,351,039	(5,715,675)	(4,242,386)
Operations and Maintenance	4,689,583	4,492,147	(4,518,461)	(4,311,450)
Pupil Transportation	5,346,257	5,254,451	(5,218,543)	(5,047,396)
Central	332,917	749,341	(332,917)	(749,341)
Operation of Non-Instructional Services	1,975,007	1,794,101	(373,024)	(11,536)
Extracurricular Activities	1,193,474	1,012,977	(735,601)	(453,398)
Interest and Fiscal Charges	5,343,028	4,600,143	(5,343,028)	(4,600,143)
Total Expenses	<u>\$67,106,802</u>	<u>\$57,554,895</u>	<u>(\$60,482,826)</u>	<u>(\$50,658,836)</u>

The District’s Funds

The District has three major governmental funds: the General Fund, Debt Service Fund and the Building Fund. Assets of these funds comprised \$134,635,966 (95%) of the total \$142,289,711 governmental fund assets.

General Fund: Fund balance at June 30, 2020 was \$29,226,689. Fund balance decreased \$2,003,966 from the prior year. The primary reason for the decrease in fund balance was due expenditures exceeding revenues during the year.

Debt Service Fund: Fund balance at June 30, 2020 was \$8,286,583. Fund balance decreased \$1,183,452 from the prior year. The primary reason for the decrease in fund balance was due to the large transfer made out of the fund into the Building Fund.

Building Fund: Fund balance at June 30, 2020 was \$53,032,077. Fund balance decreased \$5,275,000 from the prior year. The primary reason for the decrease in fund balance was due to an increase in capital outlay expenditures in relation to the ongoing construction projects.

General Fund Budgeting Highlights

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

**Little Miami Local School District
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited)**

During the course of fiscal year 2020, the District amended its general fund budget, however none were significant. The District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management. During the course of the year, the District revised the Budget in an attempt to deal with unexpected changes in revenues and expenditures.

For the General Fund, final budget basis estimated revenue was \$49,219,869, compared to original budget estimates of \$46,191,995. Of the \$3,027,874 difference, most was due to a conservative estimate for taxes and intergovernmental revenue.

The District’s ending unobligated actual fund balance for the General Fund was \$30,204,106.

Capital Assets and Debt Administration

Capital Assets

At fiscal year end, the District had \$83,216,101 invested in land, construction in progress, buildings and improvements, and equipment. Table 4 shows fiscal year 2020 balances compared to fiscal year 2019:

**Table 4
Capital Assets at Year End
(Net of Depreciation)**

	Governmental Activities	
	2020	2019
Land	\$2,736,487	\$2,736,487
Construction in Progress	8,876,061	4,749,772
Buildings and Improvements	66,618,089	58,827,128
Equipment	4,985,464	4,093,366
Total Net Capital Assets	<u>\$83,216,101</u>	<u>\$70,406,753</u>

Capital assets increased due to the continuation of a building project. See Note 6 to the basic financial statements for further details on the District’s capital assets.

Debt

At fiscal year end, the District had \$121,874,988 in debt outstanding, \$5,613,396 due within one year. Table 5 summarizes debt outstanding at year end.

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**Little Miami Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited)**

**Table 5
Outstanding Debt at Year End**

	Governmental Activities	
	2020	2019
Governmental Activities:		
2020 Bond Anticipation Notes	\$3,000,000	\$0
2019 School Construction Bonds	58,970,000	59,600,000
Premium on Bonds	3,985,924	4,096,644
2016 Refunded Bonds Series B:		
Current Interest Bonds	33,555,000	34,545,000
Capital Appreciation Bonds	3,124,968	3,124,968
Accreted Interest	1,144,240	814,660
Premium on Bonds	1,659,597	1,770,237
2016 Refunded Bonds:		
Current Interest Bonds	4,405,000	4,520,000
Capital Appreciation Bonds	344,995	344,995
Accreted Interest	331,433	223,758
Premium on Bonds	1,225,327	1,307,014
2006 School Improvement:		
Capital Appreciation Bonds	833,396	1,848,366
Accreted Interest	1,042,656	1,774,865
2007 Refunding:		
Capital Appreciation Bonds	2,164,948	2,164,948
Accreted Interest	5,887,504	5,126,736
2011 General Obligation Bonds	200,000	345,000
Total Outstanding Debt	<u>\$121,874,988</u>	<u>\$121,607,191</u>

See Note 7 to the basic financial statements for further details on the District's long-term obligations.

For the Future

On July 18, 2019, Ohio Governor Mike DeWine signed Am. Sub. H.B. 166 ("HB 166"), which is the budget for the 2020-2021 biennium and provides the funding formula to Ohio schools.

Under HB 166, similar to the current formula, the State Department of Education will compute and pay to each school district education aid based on per pupil funding (calculated to be \$6,020 in Fiscal Years 2020 and 2021) multiplied by each school district's "state share index," which uses a three year average of property valuation per pupil and median income of that school district to calculate the percentage of the per-pupil amount that is to be paid by the State and the amount assumed to be contributed by the school district through local sources. Additional funds are provided for students with exceptional needs, including those with special needs and the disabled, English learners, and for economically disadvantaged and gifted students. Funding is also provided based on the number of K-3 students at each school district to be used to help school districts comply with Ohio's 3rd grade reading guarantee. HB 166 also provides for the payment to certain districts of capacity aid funds, graduation bonuses and third-grade reading bonuses. HB 166 also continues the payment of tangible personal property "replacement payments" to districts.

**Little Miami Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2020
(Unaudited)**

House Bill No. 305 ("HB 305") was introduced in the State legislature on June 26, 2019 and would enact a new school funding formula, referred to as the Cupp/Patterson school funding proposal. This proposed funding formula may differ significantly from the current funding formula, when and if enacted. Whether, when and in what form HB 305 or any other legislation altering the school funding formula may be enacted by the Ohio General Assembly cannot be predicted.

As funding formulas change in each biennium budget the District will continue to monitor closely the funds received from the state as they incorporate approximately 28% of total general fund revenue.

On November 3, 2020 the District renewed the five year emergency operating levy. This levy will generate over \$10 million annually for general operations of the District. All of the District's financial abilities will be needed to meet the challenges of the future. With careful planning and monitoring of the District's finances, the District's management is confident that the District can continue to provide a quality education for our students and provide a secure financial future.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Treasurer at Little Miami Local School District, 95 E. U.S. 22 & 3, Maineville Ohio 45039.

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Little Miami Local School District
Statement of Net Position
June 30, 2020

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$102,441,675
Restricted Cash and Investments	232,719
Equity in Pooled Cash and Investments with Fiscal Agent	51,927
Receivables (Net):	
Taxes	38,728,785
Accounts	5,000
Interest	105,007
Intergovernmental	363,296
Prepaid	70,496
Inventory	57,362
Net OPEB Asset	2,745,571
Nondepreciable Capital Assets	11,612,548
Depreciable Capital Assets, Net	71,603,553
Total Assets	<u>228,017,939</u>
Deferred Outflows of Resources:	
Deferred Charge on Refunding	1,777,506
Pension	12,300,340
OPEB	2,057,938
Total Deferred Outflows of Resources	<u>16,135,784</u>
Liabilities:	
Accounts Payable	279,861
Accrued Wages and Benefits	4,373,710
Contracts Payable	2,703,573
Retainage Payable	214,719
Accrued Interest Payable	638,517
General Obligation Notes Payable	1,000,000
Long-Term Liabilities:	
Due Within One Year	5,822,436
Due In More Than One Year	
Net Pension Liability	49,509,628
Net OPEB Liability	5,382,253
Other Amounts	119,691,940
Total Liabilities	<u>189,616,637</u>
Deferred Inflows of Resources:	
Property Taxes	38,476,986
Pension	2,784,107
OPEB	5,359,274
Total Deferred Inflows of Resources	<u>46,620,367</u>
Net Position:	
Net Investment in Capital Assets	21,831,559
Restricted for:	
Debt Service	3,714,221
Capital Projects	1,768,965
Food Service	229,903
District Managed Student Activities	28,519
Federal Grants	6,658
State Grants	177,891
Smith Trust Nonexpendable	18,000
Smith Trust Expendable	5,329
Other Purposes	33,709
Unrestricted	<u>(19,898,035)</u>
Total Net Position	<u><u>\$7,916,719</u></u>

See accompanying notes to the basic financial statements.

Little Miami Local School District
Statement of Activities
For the Fiscal Year Ended June 30, 2020

	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities
Governmental Activities:				
Instruction:				
Regular	\$24,530,266	\$1,128,687	\$10,800	(\$23,390,779)
Special	10,533,101	153,863	2,256,746	(8,122,492)
Vocational	0	0	13,325	13,325
Student Intervention Services	7,599	0	0	(7,599)
Other	2,853,860	1,610	0	(2,852,250)
Support Services:				
Pupil	2,456,488	0	212,207	(2,244,281)
Instructional Staff	1,814,224	0	172,723	(1,641,501)
General Administration	28,813	0	0	(28,813)
School Administration	4,474,722	0	315,323	(4,159,399)
Fiscal	1,230,063	0	0	(1,230,063)
Business	297,400	0	0	(297,400)
Operations and Maintenance	4,689,583	122,789	48,333	(4,518,461)
Pupil Transportation	5,346,257	0	127,714	(5,218,543)
Central	332,917	0	0	(332,917)
Operation of Non-Instructional Services	1,975,007	985,173	616,810	(373,024)
Extracurricular Activities	1,193,474	457,873	0	(735,601)
Interest and Fiscal Charges	5,343,028	0	0	(5,343,028)
Total Governmental Activities	\$67,106,802	\$2,849,995	\$3,773,981	(60,482,826)
General Revenues:				
Property Taxes Levied for:				
				29,096,134
				8,083,676
				2,714,280
				17,402,640
				2,070,495
				363,533
Total General Revenues				59,730,758
Change in Net Position				(752,068)
Net Position - Beginning of Year				8,668,787
Net Position - End of Year				\$7,916,719

See accompanying notes to the basic financial statements.

Little Miami Local School District
Balance Sheet
Governmental Funds
June 30, 2020

	General	Debt Service	Building	Other Governmental Funds	Total Governmental Funds
Assets:					
Equity in Pooled Cash and Investments	\$33,020,177	\$9,307,797	\$55,636,402	\$4,477,299	\$102,441,675
Restricted Cash and Investments	0	0	214,719	18,000	232,719
Equity in Pooled Cash and Investments with Fiscal Agent	0	0	51,927	0	51,927
Receivables (Net):					
Taxes	28,344,273	7,651,551	0	2,732,961	38,728,785
Accounts	5,000	0	0	0	5,000
Interest	0	0	105,007	0	105,007
Intergovernmental	0	0	0	363,296	363,296
Interfund	233,444	0	0	0	233,444
Prepaid	65,669	0	0	4,827	70,496
Inventory	0	0	0	57,362	57,362
Total Assets	61,668,563	16,959,348	56,008,055	7,653,745	142,289,711
Liabilities:					
Accounts Payable	233,503	0	0	46,358	279,861
Accrued Wages and Benefits	4,049,820	0	0	323,890	4,373,710
Contracts Payable	0	0	2,703,573	0	2,703,573
Retainage Payable	0	0	214,719	0	214,719
Accrued Interest Payable	0	49,778	0	0	49,778
Interfund Payable	0	0	13,691	219,753	233,444
General Obligation Notes Payable	0	1,000,000	0	0	1,000,000
Total Liabilities	4,283,323	1,049,778	2,931,983	590,001	8,855,085
Deferred Inflows of Resources:					
Property Taxes	28,158,551	7,622,987	0	2,715,108	38,496,646
Grants and Other Taxes	0	0	0	192,602	192,602
Investment Earnings	0	0	43,995	0	43,995
Total Deferred Inflows of Resources	28,158,551	7,622,987	43,995	2,907,710	38,733,243
Fund Balances:					
Nonspendable	65,669	0	0	22,827	88,496
Restricted	0	8,286,583	53,032,077	542,120	61,860,780
Committed	0	0	0	3,774,069	3,774,069
Assigned	7,483,943	0	0	0	7,483,943
Unassigned	21,677,077	0	0	(182,982)	21,494,095
Total Fund Balances	29,226,689	8,286,583	53,032,077	4,156,034	94,701,383
Total Liabilities, Deferred Inflows and Fund Balances	\$61,668,563	\$16,959,348	\$56,008,055	\$7,653,745	\$142,289,711

See accompanying notes to the basic financial statements

Little Miami Local School District
 Reconciliation of Total Governmental Fund Balance to
 Net Position of Governmental Activities
 June 30, 2020

Total Governmental Fund Balance		\$94,701,383
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.		
Capital assets used in the operation of Governmental Funds		83,216,101
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.		
Delinquent Property Taxes	19,660	
Interest	43,995	
Intergovernmental	<u>192,602</u>	
		256,257
In the statement of net position interest payable is accrued when incurred; whereas, in the governmental funds interest is reported as a liability only when it will require the use of current financial resources.		
		(588,739)
Some liabilities reported in the statement of net position do not require the use of current financial resources and, therefore, are not reported as liabilities in governmental funds.		
Compensated Absences		(3,639,388)
Deferred charge on refunding associated with long-term liabilities that are not reported in the funds.		
		1,777,506
Deferred outflows of resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the funds.		
Deferred outflows of resources related to pensions	12,300,340	
Deferred inflows of resources related to pensions	(2,784,107)	
Deferred outflows of resources related to OPEB	2,057,938	
Deferred inflows of resources related to OPEB	<u>(5,359,274)</u>	
		6,214,897
Long-term liabilities and net OPEB assets are not available to pay for current period expenditures and are not due and payable in the current period and, therefore, are not reported in the funds.		
Net OPEB Asset	2,745,571	
Net Pension Liability	(49,509,628)	
Net OPEB Liability	(5,382,253)	
Other Amounts	<u>(121,874,988)</u>	
		<u>(174,021,298)</u>
Net Position of Governmental Activities		<u><u>\$7,916,719</u></u>

See accompanying notes to the basic financial statements.

Little Miami Local School District
Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2020

	General	Debt Service	Building	Other Governmental Funds	Total Governmental Funds
Revenues:					
Property and Other Taxes	\$29,295,770	\$8,113,219	\$0	\$2,732,971	\$40,141,960
Tuition and Fees	1,284,160	0	0	0	1,284,160
Investment Earnings	663,184	56,903	1,306,413	0	2,026,500
Intergovernmental	17,702,274	705,492	0	2,941,884	21,349,650
Extracurricular Activities	245,803	0	0	212,070	457,873
Charges for Services	0	0	0	996,300	996,300
Other Revenues	336,242	0	43,358	95,595	475,195
Total Revenues	49,527,433	8,875,614	1,349,771	6,978,820	66,731,638
Expenditures:					
Current:					
Instruction:					
Regular	20,607,343	0	23,946	46,161	20,677,450
Special	9,004,921	0	0	1,010,128	10,015,049
Student Intervention Services	7,599	0	0	0	7,599
Other	2,853,860	0	0	0	2,853,860
Support Services:					
Pupil	2,167,452	0	0	110,908	2,278,360
Instructional Staff	1,591,286	0	0	245,099	1,836,385
General Administration	28,813	0	0	0	28,813
School Administration	3,586,024	7,899	0	240,871	3,834,794
Fiscal	972,588	88,202	0	29,860	1,090,650
Business	295,404	0	0	0	295,404
Operations and Maintenance	3,626,967	0	1,644	917,838	4,546,449
Pupil Transportation	4,883,665	0	0	591,128	5,474,793
Central	457,606	0	0	0	457,606
Operation of Non-Instructional Services	0	0	0	1,822,408	1,822,408
Extracurricular Activities	884,351	0	0	244,197	1,128,548
Capital Outlay	563,520	0	11,599,181	1,023,984	13,186,685
Debt Service:					
Principal Retirement	0	3,755,000	0	0	3,755,000
Interest and Fiscal Charges	0	4,207,965	0	0	4,207,965
Total Expenditures	51,531,399	8,059,066	11,624,771	6,282,582	77,497,818
Excess of Revenues Over (Under) Expenditures	(2,003,966)	816,548	(10,275,000)	696,238	(10,766,180)
Other Financing Sources (Uses):					
Issuance of Long-Term Capital-Related Debt	0	3,000,000	0	0	3,000,000
Transfers In	0	0	5,000,000	0	5,000,000
Transfers (Out)	0	(5,000,000)	0	0	(5,000,000)
Total Other Financing Sources (Uses)	0	(2,000,000)	5,000,000	0	3,000,000
Net Change in Fund Balance	(2,003,966)	(1,183,452)	(5,275,000)	696,238	(7,766,180)
Fund Balance - Beginning of Year	31,230,655	9,470,035	58,307,077	3,459,796	102,467,563
Fund Balance - End of Year	\$29,226,689	\$8,286,583	\$53,032,077	\$4,156,034	\$94,701,383

See accompanying notes to the basic financial statements.

Little Miami Local School District
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balance of Governmental Funds to the Statement of Activities
 For the Fiscal Year Ended June 30, 2020

Net Change in Fund Balance - Total Governmental Funds (\$7,766,180)

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

Governmental funds report capital asset additions as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of the difference between capital asset additions and depreciation in the current period.

Capital assets used in governmental activities	14,847,458	
Depreciation Expense	<u>(2,014,081)</u>	
		12,833,377

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. The amount of the proceeds must be removed and the gain or loss on the disposal of capital assets must be recognized. This is the amount of the difference between the proceeds and the gain or loss.

(24,029)

Governmental funds report district pension and OPEB contributions as expenditures. However in the Statement of Activities, the cost of pension and OPEB benefits earned net of employer contributions is reported as pension and OPEB expense.

District pension contributions	4,079,648	
Pension expense	(9,400,029)	
District OPEB contributions	66,601	
OPEB Expense	<u>544,340</u>	
		(4,709,440)

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

Delinquent Property Taxes	(247,870)	
Interest	43,995	
Intergovernmental	<u>(173,029)</u>	
		(376,904)

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

3,755,000

In the statement of activities interest expense is accrued when incurred; whereas, in governmental funds an interest expenditure is reported when due.

6,234

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	(328,829)	
Amortization of Bond Premium	303,047	
Bond Accretion	(1,325,844)	
Amortization of Deferred Charge on Refunding	<u>(118,500)</u>	
		(1,470,126)

Proceeds from debt issues are an other financing source in the funds, but a debt issue increases long-term liabilities in the statement of net position.

(3,000,000)

Change in Net Position of Governmental Activities

(\$752,068)

See accompanying notes to the basic financial statements.

Little Miami Local School District
Statement of Assets and Liabilities
Fiduciary Fund
June 30, 2020

	<u>Agency</u>
Assets:	
Equity in Pooled Cash and Investments	<u>\$153,170</u>
Total Assets	<u>153,170</u>
Liabilities:	
Accounts Payable	6,100
Other Liabilities	<u>147,070</u>
Total Liabilities	<u>\$153,170</u>

See accompanying notes to the basic financial statements.

**Little Miami Local School District
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2020**

Note 1 - Description of the District

Little Miami Local School District ("District") is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The District operates under a locally elected Board form of government consisting of five members elected at-large for staggered four-year terms. The District provides educational services as authorized by State statute and federal guidelines.

The District serves an area of approximately 98 square miles. It is located in Warren County, including all of the Villages of Morrow, Maineville, and Butlerville, Ohio, and portions of surrounding townships.

Reporting Entity

In accordance with Governmental Accounting Standards Board [GASB] Statement 14, the financial reporting entity consists of a primary government. The District is a primary government because it is a special-purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state and local governments.

There are no component units combined with the District for financial statement presentation purposes, and it is not included in any other governmental reporting entity. Consequently, the District's financial statements include only the funds of those organizational entities for which its elected governing body is financially accountable. The District's major operations include education, food service, and maintenance of District facilities.

The District is associated with three jointly governed organizations. These organizations include:

Jointly Governed Organizations:

- Southwest Ohio Computer Association
- Warren County Career Center
- Jewell Education Foundation

These organizations are described in Note 14.

Note 2 - Summary of Significant Accounting Policies

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

Measurement Focus

Government-wide Financial Statements

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.

Little Miami Local School District
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2020

The government-wide statements are prepared using the economic resources measurement focus. All assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of the District are included on the statement of net position. Fiduciary Funds are not included in the entity-wide statements.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets, 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 sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Fiduciary Funds are reported using the accrual basis of accounting.

Fund Accounting

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories governmental and fiduciary. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

Governmental Funds

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

Little Miami Local School District
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2020

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

Debt Service Fund – The debt service fund is used to account for the accumulation of resources for the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the District is obligated in some manner for the payment.

Building Fund – The building fund is used to account for receipts and expenditures related to the acquisition and construction of capital facilities including real property. Debt proceeds related to this activity are recorded in this fund, except premium or accrued interest.

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District’s own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District maintains two fiduciary (agency) funds, known as the Student Managed Activity Fund and District Agency Fund. The Student Managed Activity Fund was established to account for assets and liabilities generated by student managed activities and the District Agency Fund was established to account for assets and liabilities generated by the district agency activities.

Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Fiduciary funds also use the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the actual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows of resources, and in the presentation of expenses versus expenditures.

Revenues – Exchange and Non-exchange Transactions

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

Nonexchange transactions, in which the District receives value without directly giving equal value in return, included property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. 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

Little Miami Local School District
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2020

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.

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

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 including pension. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the District, deferred outflows of resources includes deferred charge on refunding, pension, and other post employment benefits. These amounts are reported on the government-wide statement of net position. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 9 and 10.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the District, deferred inflows of resources include property taxes, pension, OPEB, investment earnings, and grants and other taxes. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2020, but which were levied to finance year 2021 operations. Property tax amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Deferred inflows of resources related to investment earnings and grants are only included on the governmental fund statements. Deferred inflows related to pension and OPEB plans are reported on the government-wide statement of net position. For more pension and OPEB related information, see Notes 9 and 10.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue.

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

Equity in Pooled Cash and Investments

Cash received by the District is pooled for investment purposes. Interest in the pool is presented as “Equity in Pooled Cash and Investments” on the financial statements.

Little Miami Local School District
Notes to the Basic Financial Statements
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Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as non-negotiable certificates of deposits and repurchase agreements are reported at cost.

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 is appreciated for deposits and withdrawals of \$25 million or more. STAR Ohio reserves the right to limit the transaction to \$100 million per day, requiring the excess amount to be transacted the following business day(s), but only to the \$100 million limit. All accounts of the participant will be combined for these purposes.

Following Ohio statutes, the Board has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue during fiscal year 2020 amounted to \$663,184 in the General Fund, \$56,903 in the Debt Service, and \$1,306,413 in the Building Fund.

Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventories are accounted for using the purchase method on the fund level statements and using the consumption method on the government-wide statements.

On the fund financial statements, reported material and supplies inventory is equally offset by a fund balance assignment in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

Inventory consists of expendable supplies held for consumption.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2020, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and expenditure/expense is reported in the year in which services are consumed.

Capital Assets

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value rather than fair value. The District maintains a capitalization threshold of five thousand dollars (\$5,000). The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized.

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

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	30-50
Equipment	5-20

Restricted Assets

Assets are reported as restricted assets when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, laws of other government or imposed by enabling legislation. Restricted assets include the nonexpendable amount relating to the Smith Trust in the permanent fund.

Compensated Absences

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

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

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

For governmental fund financial statements, the current portion of unpaid compensated absences is the amount due to the employee at year end. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. Compensated absences are reported in governmental funds only if they have matured.

The criteria for determining vested vacation and sick leave benefits are derived from negotiated agreements and State laws. Eligible classified employees earn 10 to 20 days of vacation per fiscal year, depending upon length of service. The Treasurer earns 25 days of vacation per year and the Superintendent earns 30 days of vacation per year. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time.

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Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month for a total of 15 days of sick leave for each year under contract. Sick leave may be accumulated up to a maximum of 220 days for teachers and administrators, and 220 days for classified personnel. Upon retirement, payment is made for one-fourth of their accrued, but unused sick leave credit to a maximum of 68 days for teachers and administrators. Exempted personnel, upon retirement, are paid for one-fourth of accrued, but unused sick leave credit to a maximum of 68 days. Classified personnel, upon retirement, are paid for one-fourth of accrued, but unused sick leave credit to a maximum of 68 days.

Pensions/Other Postemployment Benefits (OPEB)

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

Net Position

Net position represents the difference between assets and deferred outflows of resources, and 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 are 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 when an expense is incurred for purposes for which both restricted and unrestricted net position are available. Of the District's restricted net position of \$5,983,195, none was restricted by enabling legislation.

Interfund Activity

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

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

As a general rule the effect of interfund (internal) activity has been eliminated from the government-wide statement of activities. The interfund services provided and used are not eliminated in the process of consolidation.

Little Miami Local School District
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Fund Balance

In accordance with Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District classifies its fund balance based on the purpose for which the resources were received and the level of constraint placed on the resources. The following categories are used:

Nonspendable – resources that are not in spendable form (inventory) or have legal or contractual requirements to maintain the balance intact.

Restricted – resources that have external purpose restraints imposed on them by providers, such as creditors, grantors, or other regulators.

Committed – resources that can be used only for the specific purposes imposed by a formal action (board resolution) of the District’s Board of Education. The Board of Education is the highest level of decision making authority for the District. Those committed resources cannot be used for any other purpose unless the District’s Board of Education removes or changes the specified use by taking the same type of action (board resolution) it employed to previously commit those resources.

Assigned – resources intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In the general fund, assigned amounts are intended to be used for specific purposes as approved through the District’s formal purchase order procedure by the Superintendent and the Treasurer. The adoption of the board appropriation resolution is the established policy, which gives the authorization to assign resources for a specific purpose.

Unassigned – residual fund balance within the General Fund that is not restricted, committed, or assigned. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from incurred expenses for specific purposes exceeding amounts which had been restricted, committed or assigned for said purposes.

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.

Accrued Liabilities and Long Term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred are paid in a timely manner and in full from current financial resources, are reported as obligations of the governmental funds. However, compensated absences and contractually required pension/OPEB contributions 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 at year end. Long-term debts paid from governmental funds are not recognized as a liability in the fund financial statements until due.

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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.

Estimates

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

Note 3 - Equity in Pooled Cash and Investments

The District maintains a cash and investment pool used by all funds. Each fund type's portion of this pool is displayed on the statement of net position and balance sheet as "Equity in Pooled Cash and Investments."

State statute requires the classification of monies held by the District into three categories:

Active Monies - Those monies required to be kept in a "cash" or "near cash" status for immediate use by the District. Such monies must by law be maintained either as cash in the District treasury, in depository accounts payable or withdrawable on demand.

Inactive Monies – Those monies not required for use within the current two year period of designated depositories. Ohio law permits inactive monies to be deposited or invested as certificates of deposit maturing not later than the end of the current period of designated depositories, or as savings or deposit accounts, including, but not limited to passbook accounts.

Interim Monies – 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 monies held by the District can be deposited or invested in the following securities:

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States.
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities.
3. Written repurchase agreements in the securities listed above provided the fair value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed thirty days.

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

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

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. Except as noted above, an investment must mature within five years from the date of purchase, unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity.

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

Deposits

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. As of June 30, 2020, \$5,334,574 of the District's bank balance of \$8,264,261 was exposed to custodial credit risk because it was uninsured and collateralized.

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:

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Eligible securities pledged to the District and deposited with a qualified trustee by the financial institution as security for repayment whose fair value at all times shall be at least 105% 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 fair value of the securities pledged to be 50% of the deposits being secured or a rate set by the Treasurer of State.

Investments

As of June 30, 2020, the District had the following investments:

Investment Type	Fair Value Measurements Using			Net Asset Value*	Weighted Average Maturity in Years
	Net Asset Value* / Fair Value	Quoted Prices in			
		Active Markets for Identical Assets Level 1	Significant Other Observable Inputs Level 2		
Money Market Funds	\$39,424,348	\$39,424,348			0.00
STAR Ohio*	28,151,420			\$28,151,420	0.11
Certificates of Deposit	4,469,307		4,469,307		0.49
U.S Treasury Notes	26,297,989		26,297,989		0.64
	<u>\$98,343,064</u>	<u>\$39,424,348</u>	<u>\$30,767,296</u>	<u>\$28,151,420</u>	

Portfolio Weighted Average Maturity 0.22

The District categorizes its fair value measurements with 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. Inputs to the valuation techniques used in fair the measurement for Level 2 include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in inactive markets, inputs other than quoted prices that are observable for the asset or liability, or inputs that are derived principally from or corroborated by observable market data by correlation or other means. Level 3 inputs are significant unobservable inputs. The above table identifies the District’s recurring fair value measurements as of June 30, 2020. STAR Ohio is reported at its share price (Net Asset value per share).

Interest Rate Risk – In accordance with the investment policy, the District manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to three years.

Credit Risk – It is the District’s policy to limit its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments, which have a credit quality rating of the top 2 ratings issued by nationally recognized statistical rating organizations. Investments in STAR Ohio were rated AAAM by Standard and Poor’s. Money Market Funds, CDs, and U.S Treasury Notes were not rated.

Concentration of Credit Risk – The District’s investment policy allows investments in Federal Agencies or Instrumentalities. The District has invested 4% in CDs, 27% in U.S Treasury Notes, 40% in Money Market Funds, and 29% in STAR Ohio.

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Custodial Credit Risk – 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. All of the District’s securities are either insured and registered in the name of the District or at least registered in the name of the District. The District’s policy does not address custodial credit risk for investments.

Note 4 – Property Taxes

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real and public utility property located in the District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. All property is required to be revalued every six years. Public utility property taxes are assessed on real property at 35 percent of true value.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. The District receives property taxes from Warren County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2020, are available to finance fiscal year 2020 operations. The amount available for advance can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real and public utility taxes that became measurable as of June 30, 2020. Delinquent property taxes collected within 60 days are included as a receivable and tax revenue as of June 30, 2020 on the fund statements. The entire amount of delinquent taxes receivable is recognized as revenue on the government-wide financial statements. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred inflows of resources for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2020, was \$185,722 for the General Fund, \$28,564 for the Debt Service Fund, and \$17,853 for Other Governmental Funds.

The assessed values upon which the fiscal year 2020 taxes were collected are:

	<u>Amount</u>
Agricultural/Residential and Other Real Estate	\$1,043,224,780
Public Utility	<u>29,775,380</u>
Total	<u><u>\$1,073,000,160</u></u>

Note 5 – Receivables

Receivables at June 30, 2020, consisted of taxes, accounts, interest, intergovernmental grants, and interfund. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

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Note 6 – Capital Assets

Capital asset activity for the fiscal year ended June 30, 2020, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$2,736,487	\$0	\$0	\$2,736,487
Construction in Progress	4,749,772	13,186,685	9,060,396	8,876,061
Total Capital Assets, not being depreciated	<u>7,486,259</u>	<u>13,186,685</u>	<u>9,060,396</u>	<u>11,612,548</u>
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	78,030,372	9,206,845	0	87,237,217
Equipment	12,599,753	1,514,324	40,237	14,073,840
<i>Total Capital Assets, being depreciated:</i>	<u>90,630,125</u>	<u>10,721,169</u>	<u>40,237</u>	<u>101,311,057</u>
Totals at Historical Cost	<u>98,116,384</u>	<u>23,907,854</u>	<u>9,100,633</u>	<u>112,923,605</u>
Less Accumulated Depreciation:				
Buildings and Improvements	19,203,244	1,415,884	0	20,619,128
Equipment	8,506,387	598,197	16,208	9,088,376
Total Accumulated Depreciation	<u>27,709,631</u>	<u>2,014,081</u>	<u>16,208</u>	<u>29,707,504</u>
Governmental Activities Capital Assets, Net	<u>\$70,406,753</u>	<u>\$21,893,773</u>	<u>\$9,084,425</u>	<u>\$83,216,101</u>

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$1,568,473
Special	46,622
Support Services:	
Pupil	364
Instructional Staff	1,336
School Administration	45,048
Fiscal	113
Business	1,996
Operations and Maintenance	42,312
Pupil Transportation	244,114
Central	15,311
Operation of Non-Instructional Services	9,026
Extracurricular Activities	39,366
Total Depreciation Expense	<u>\$2,014,081</u>

Little Miami Local School District
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Note 7 – Long-Term Liabilities

The changes in the District’s long-term obligations during fiscal year 2020 were as follows:

	Rate	Beginning Balance	Issued	Retired	Ending Balance	Due in One Year
Governmental Activities:						
2020 Bond Anticipation Notes	2.00%	\$0	\$3,000,000	\$0	\$3,000,000	\$3,000,000
2018A/B School Construction Bonds		59,600,000	0	(630,000)	58,970,000	460,000
Premium on Bonds		4,096,644	0	(110,720)	3,985,924	0
2016 Refunding						
Current Interest Bonds		34,545,000	0	(990,000)	33,555,000	1,000,000
Capital Appreciation Bonds						
Principal		3,124,968	0	0	3,124,968	0
Accreted Interest		814,660	329,580	0	1,144,240	0
Premium on Bonds		1,770,237	0	(110,640)	1,659,597	0
2016 Refunding						
Current Interest Bonds		4,520,000	0	(115,000)	4,405,000	120,000
Capital Appreciation Bonds						
Principal		344,995	0	0	344,995	0
Accreted Interest		223,758	107,675	0	331,433	0
Premium on Bonds		1,307,014	0	(81,687)	1,225,327	0
2006 School Improvement:						
Capital Appreciation Bonds						
Principal	5.14%	1,848,366	0	(1,014,970)	833,396	833,396
Accreted Interest		1,774,865	127,821	(860,030)	1,042,656	0
2007 Refunding:						
Capital Appreciation Bonds						
Principal	4.64%	2,164,948	0	0	2,164,948	0
Accreted Interest		5,126,736	760,768	0	5,887,504	0
2011 GO Bonds	6.88%	345,000	0	(145,000)	200,000	200,000
Total General Obligation Bonds		121,607,191	1,325,844	(4,058,047)	118,874,988	2,613,396
Compensated Absences		3,474,709	541,488	(376,809)	3,639,388	209,040
Subtotal Notes, Bonds and Other Amounts		125,081,900	4,867,332	(4,434,856)	125,514,376	5,822,436
Net Pension Liability:						
STRS		35,170,821	1,488,526	0	36,659,347	0
SERS		13,454,389	0	(604,108)	12,850,281	0
Total Net Pension Liability		48,625,210	1,488,526	(604,108)	49,509,628	0
Net OPEB Liability:						
STRS		0	0	0	0 (a)	0
SERS		6,544,215	0	(1,161,962)	5,382,253	0
Total Net OPEB Liability		6,544,215	0	(1,161,962)	5,382,253	0
Total Long-Term Obligations		\$180,251,325	\$6,355,858	(\$6,200,926)	\$180,406,257	\$5,822,436

(a) OPEB for STRS has a Net OPEB asset in the amount of \$2,745,571 as of June 30, 2020.

Compensated absences will be paid from the General and Special Revenue Funds. Bond Anticipation Notes will be paid from the Debt Service Fund. General Obligation Bonds will be paid from the Debt Service Fund. Net pension liability and net OPEB liability represent the long-term portion of the accrued liability associated with STRS and SERS pension liability. These items will be repaid from the funds from which the employees work to whom the liability is associated with or the General Fund if no such funds are available.

2020 Bond Anticipation Notes

In November 2020, the District issued \$3,000,000 of 2020 bond anticipation notes payable to renew the 2019 bond anticipation notes payable. As the new notes extended the maturity date of the bond

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anticipation notes past 12 months after the date of the financial statements, the bond anticipation notes will be treated as long-term obligations of the District.

2018A and 2108B Series School Construction Bonds

In fiscal year 2019, the District issued \$59,600,000 in Series 2018 General Obligation Bonds with an interest rate of 4.0% to 5.0%. The bonds will be paid off in fiscal year 2056.

2016 Advanced Refunding of 2007 School Improvement Bonds

On July 13, 2016, the District issued \$39,634,968 in General Obligation bonds with an interest rate of 0.92% to 3.56% of which \$39,635,001 was used to partially advance refund \$39,635,001 of outstanding 2007 School Improvement Bonds with an interest rate of 4.0% to 4.5%. The net proceeds of \$41,626,485 (after payment of underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited into an irrevocable trust with an escrow agent to provide all future debt service payments on the 2007 School Improvement Bonds. As a result, \$39,635,001 of the 2007 School Improvement Bonds are considered to be defeased and the related liability for those bonds has been removed from the Statement of Net Position.

2016 Advanced Refunding of 2007 School Improvement Bonds

On July 13, 2016, the District issued \$5,129,995 in General Obligation bonds with an interest rate of 1.5% to 4.0% of which \$5,130,000 was used to partially advance refund \$5,130,000 of outstanding 2007 School Improvement Bonds with an interest rate of .875% to 2.75%. The net proceeds of \$6,682,073 (after payment of underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited into an irrevocable trust with an escrow agent to provide all future debt service payments on the 2007 School Improvement Bonds. As a result, \$5,130,000 of the 2007 School Improvement Bonds are considered to be defeased and the related liability for those bonds has been removed from the Statement of Net Position.

2011 School Improvement Unlimited Tax General Obligation Bonds

On May 20, 2011, the District issued \$5,980,000 in school improvement general obligation bonds at an interest rate of 6.875% to retire the previously issued \$5,980,000 Bond Anticipation Note.

2007 Advanced Refunding of 2006 School Improvement Bonds

On February 27, 2007, the District issued \$50,826,447 in General Obligation bonds with an average interest rate of 4.64% of which \$47,199,949 was used to partially advance refund \$47,199,949 of outstanding 2006 School Improvement Bonds with an average interest rate of 5.14%. The net proceeds of \$50,247,945 (after payment of underwriting fees, insurance and other issuance costs) were used to purchase U.S. government securities. Those securities were deposited into an irrevocable trust with an escrow agent to provide all future debt service payments on the 2006 School Improvement Bonds. As a result, \$47,199,949 of the 2006 School Improvement Bonds are considered to be defeased and the related liability for those bonds has been removed from the Statement of Net Position.

The refunding bonds are not subject to optional redemption prior to maturity. Of the \$47,199,949 issued, \$45,035,001 represents serial bonds and \$2,164,948 is capital appreciation bonds. The serial bonds mature at varying amounts through December 1, 2034. The capital appreciation bonds will mature in fiscal years 2022, 2023, 2024, and 2025. The final maturity amount of the bonds is \$10,810,000.

2006 School Improvement Bonds

In February 2007, the District partially refunded the 2006 School Improvement bonds, of the remaining \$9,049,989. The debt will be retired from the debt service fund. The bonds are not subject to optional

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redemption prior to maturity. Of the \$9,049,989 issued, \$2,425,051 represents serial bonds and \$6,624,938 is capital appreciation bonds. The serial bonds matured on December 1, 2011. The capital appreciation bonds will mature in fiscal years 2013 through 2020. The final maturity amount of the bonds is \$11,245,000.

Principal and interest requirements for governmental activities to retire bonds and notes outstanding at June 30, 2020, are as follows:

Fiscal Year Ending June 30	Current Interest Bonds			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2021	\$1,780,000	\$4,343,005	\$6,123,005	\$833,396	\$1,086,604	\$1,920,000
2022	1,230,000	3,944,879	5,174,879	600,025	1,989,975	2,590,000
2023	1,015,000	3,919,662	4,934,662	674,465	2,350,535	3,025,000
2024	1,050,000	3,890,583	4,940,583	612,230	2,457,770	3,070,000
2025	1,085,000	3,854,935	4,939,935	557,382	2,562,618	3,120,000
2026-2030	17,195,000	18,088,968	35,283,968	3,190,809	4,054,190	7,244,999
2031-2035	28,300,000	13,314,271	41,614,271	0	0	0
2036-2040	8,475,000	9,656,375	18,131,375	0	0	0
2041-2045	11,560,000	7,175,750	18,735,750	0	0	0
2046-2050	13,180,000	3,945,125	17,125,125	0	0	0
2051-2055	10,010,000	1,482,200	11,492,200	0	0	0
2056	2,250,000	45,000	2,295,000	0	0	0
Total	\$97,130,000	\$73,660,753	\$170,790,753	\$6,468,307	\$14,501,692	\$20,969,999

Legal Debt Margin

The district is subject to a debt limit that is 9 percent of the full assessed valuation of taxable real property. At June 30, 2020 that amount was \$96,570,014 and the total outstanding debt applicable to the limit was \$121,874,988.

Note 8 - Notes Payable

The Ohio Revised Code provides that notes including renewal notes issued in anticipation of the issuance of general obligation bonds may be issued and outstanding from time to time up to a maximum period of 20 years from the date of issuance of the original notes. The maximum maturity for notes anticipating general obligation bonds payable from special assessments is five years. Any period in excess of five years must be deducted from the permitted maximum maturity of the bonds anticipated, and portions of the principal amount of notes outstanding for more than five years must be retired in amounts at least equal to and payable no later than those principal maturities required if the bonds had been issued at the expiration of the initial five year period.

	Beginning Balance	Additions	Deletions	Ending Balance
2019 Bond Anticipation Note 3.00%	\$5,000,000	\$0	\$5,000,000	\$0
2020 Bond Anticipation Note 2.00%	0	1,000,000	0	1,000,000
Total	\$5,000,000	\$1,000,000	\$5,000,000	\$1,000,000

The 2019 Bond Anticipation Notes of \$5,000,000 bearing a rate of 3.0% matured on November 17, 2019 and were reissued as 2020 Bond Anticipation Notes of \$1,000,000 bearing a rate of 2.0%. The bond anticipation notes are shown as liabilities of the fund which received the note proceeds. The notes were issued to fund building construction in the District.

**Little Miami Local School District
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Note 9 - Defined Benefit Pension Plans

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

Net Pension Liability/Net OPEB Liability (Asset)

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

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

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

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

The remainder of this note includes the required pension disclosures. See Note 10 for the required OPEB disclosures.

Plan Description - School Employees Retirement System (SERS)

Plan Description

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

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Age and service requirements for retirement are as follows:

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

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

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

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

Funding Policy

Plan members are required to contribute 10 percent of their annual covered salary and the employer 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, 2020, the allocation to pension, death benefits, and Medicare B was 14.0 percent. For fiscal year 2020, the Retirement Board did not allocate any employer contribution to the Health Care Fund.

The contractually required contribution to SERS was \$1,120,448 for fiscal year 2020. Of this amount \$167,793 is reported as accrued wages and benefits.

Plan Description - State Teachers Retirement System (STRS)

Plan Description

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.

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

The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. Effective August 1, 2015, the calculation is 2.2 percent of final average salary for the five highest years of earnings multiplied by all years of service. In April 2017, the Retirement Board made the decision to reduce COLA granted on or after July 1, 2017, to 0 percent to preserve the fiscal integrity of the retirement system. Benefit recipients' base benefit and past cost-of living increases are not affected by this change. Effective Aug. 1, 2017 through July 1, 2019, any member could retire with reduced benefits who had (1) five years of service credit and age 60; (2) 27 years of service credit and age 55; or (3) 30 years of service credit regardless of age. Effective Aug. 1, 2019–July 1, 2021, any member may retire with reduced benefits who has (1) five years of service credit and age 60; (2) 28 years of service credit and age 55; or (3) 30 years of service credit regardless of age. Eligibility changes will be phased in until August 1, 2026, when retirement eligibility for unreduced benefits will be five years of service credit and age 65, or 35 years of service credit and at least age 60.

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

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

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

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

A DB or Combined Plan member with five or more years of credited service who is determined to be disabled may qualify for a disability benefit. New members must have at least ten years of qualifying service credit that apply for disability benefits. Members in the DC Plan who become disabled are entitled only to their account balance. Eligible survivors of members who die before service retirement

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may qualify for monthly benefits. If a member of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Funding Policy

Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. The fiscal year 2020 employer and employee contribution rate of 14 percent was equal to the statutory maximum rates. For fiscal year 2020, the full employer contribution was allocated to pension.

The contractually required contribution to STRS was \$2,959,200 for fiscal year 2020. Of this amount \$541,052 is reported as accrued wages and benefits.

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

The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer's proportion of the net pension liability was based on the employer's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportionate Share of the Net Pension Liability	\$12,850,281	\$36,659,347	\$49,509,628
Proportion of the Net Pension Liability:			
Current Measurement Date	0.21477360%	0.16577139%	
Prior Measurement Date	<u>0.23492150%</u>	<u>0.15995640%</u>	
Change in Proportionate Share	-0.02014790%	0.00581499%	
Pension Expense	\$2,646,507	\$6,753,522	\$9,400,029

At June 30, 2020, reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
<u>Deferred Outflows of Resources</u>			
Differences between expected and actual experience	\$325,855	\$298,468	\$624,323
Changes of assumptions	0	4,306,348	4,306,348
Changes in employer proportionate share of net pension liability	523,298	2,766,723	3,290,021
Contributions subsequent to the measurement date	<u>1,120,448</u>	<u>2,959,200</u>	<u>4,079,648</u>
Total Deferred Outflows of Resources	<u>\$1,969,601</u>	<u>\$10,330,739</u>	<u>\$12,300,340</u>
<u>Deferred Inflows of Resources</u>			
Differences between expected and actual experience	\$0	\$158,692	\$158,692
Net difference between projected and actual earnings on pension plan investments	164,949	1,791,710	1,956,659
Changes in employer proportionate share of net pension liability	<u>668,756</u>	<u>0</u>	<u>668,756</u>
Total Deferred Inflows of Resources	<u>\$833,705</u>	<u>\$1,950,402</u>	<u>\$2,784,107</u>

\$4,079,648 reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2021. 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:	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2021	\$433,252	\$3,684,677	\$4,117,929
2022	(500,374)	1,041,990	541,616
2023	(10,976)	255,507	244,531
2024	<u>93,546</u>	<u>438,963</u>	<u>532,509</u>
Total	<u>\$15,448</u>	<u>\$5,421,137</u>	<u>\$5,436,585</u>

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.

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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, 2019, are presented below:

Inflation	3.00%
Future Salary Increases, including inflation	3.50% - 18.20%
COLA or Ad Hoc COLA	2.50%
Investment Rate of Return	7.50% net of investments expense, including inflation
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)

Mortality rates were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females. Mortality among service retired members, and beneficiaries were based upon the RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120 percent of male rates, and 110 percent of female rates. Mortality among disabled members were based upon the RP-2000 Disabled Mortality Table, 90 percent for male rates and 100 percent for female rates, set back five years is used for the period after disability retirement. The most recent experience study was completed for the five year period ended June 30, 2015.

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	1.00%	0.50%
US Equity	22.50%	4.75%
International Equity	22.50%	7.00%
Fixed Income	19.00%	1.50%
Private Equity	10.00%	8.00%
Real Assets	15.00%	5.00%
Multi-Asset Strategies	10.00%	3.00%
Total	100.00%	

Discount Rate

The total pension liability was calculated using the discount rate of 7.50 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute.

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Projected inflows from investment earning were calculated using the long-term assumed investment rate of return (7.50 percent). Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.50 percent, as well as what each plan's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.50 percent), or one percentage point higher (8.50 percent) than the current rate.

	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
Proportionate share of the net pension liability	\$18,007,838	\$12,850,281	\$8,525,024

Actuarial Assumptions - STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the July 1, 2019, actuarial valuation, are presented below:

Inflation	2.50%
Projected salary increases	12.50% at age 20 to 2.50% at age 65
Investment Rate of Return	7.45%, net of investment expenses, including inflation
Discount Rate of Return	7.45%
Payroll Increases	3.00%
Cost-of-Living Adjustments (COLA)	0%

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

Actuarial assumptions used in the July 1, 2019, valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

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

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

* Target weights will be phased in over a 24-month period concluding on July 1, 2019.

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

Discount Rate

The discount rate used to measure the total pension liability was 7.45 percent as of June 30, 2019. 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, 2019. Therefore, the long-term expected rate of return on pension plan investments of 7.45 percent was applied to all periods of projected benefit payment to determine the total pension liability as of June 30, 2019.

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following table presents the proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.45 percent, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.45 percent) or one-percentage-point higher (8.45 percent) than the current rate:

	1% Decrease 6.45%	Current Discount Rate 7.45%	1% Increase 8.45%
Proportionate share of the net pension liability	\$53,573,551	\$36,659,347	\$22,340,606

Note 10 - Defined Benefit OPEB Plans

See Note 9 for a description of the net OPEB liability (asset).

Plan Description - School Employees Retirement System (SERS)

Health Care Plan Description

The employer 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

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

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

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 2020, 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 2020, this amount was \$19,600. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2020, the employer's surcharge obligation was \$66,601.

The surcharge, added to any allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The contractually required contribution to SERS was \$66,601 for fiscal year 2020. Of this amount \$66,601 is reported as accrued wages and benefits.

Plan Description - State Teachers Retirement System (STRS)

Plan Description

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

**Little Miami Local School District
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Funding Policy

Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. All benefit recipients pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14 percent of covered payroll. For fiscal year ended June 30, 2020, STRS did not allocate any employer contributions to post-employment health care.

Net OPEB Liabilities (Assets), OPEB Expense (Income), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB liability (asset) was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of that date. The employer's proportion of the net OPEB liability (asset) was based on the employer'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:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportionate Share of the Net OPEB Liability	\$5,382,253	\$0	\$5,382,253
Proportionate Share of the Net OPEB (Asset)	0	(2,745,571)	(2,745,571)
Proportion of the Net OPEB Liability/Asset:			
Current Measurement Date	0.21402400%	0.16577139%	
Prior Measurement Date	<u>0.23588960%</u>	<u>0.15995640%</u>	
Change in Proportionate Share	-0.02186560%	0.00581499%	
OPEB Expense	\$235,159	(\$779,499)	(\$544,340)

At June 30 2020, reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

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	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
<u>Deferred Outflows of Resources</u>			
Differences between expected and actual experience	\$79,007	\$248,908	\$327,915
Changes of assumptions	393,112	57,711	450,823
Net difference between projected and actual earnings on OPEB plan investments	12,919	0	12,919
Changes in employer proportionate share of net OPEB liability	884,052	315,628	1,199,680
Contributions subsequent to the measurement date	<u>66,601</u>	<u>0</u>	<u>66,601</u>
Total Deferred Outflows of Resources	<u>\$1,435,691</u>	<u>\$622,247</u>	<u>\$2,057,938</u>
<u>Deferred Inflows of Resources</u>			
Differences between expected and actual experience	\$1,182,444	\$139,685	\$1,322,129
Changes of assumptions	301,606	3,010,201	3,311,807
Net difference between projected and actual earnings on OPEB plan investments	0	172,440	172,440
Changes in employer proportionate share of net OPEB liability	<u>552,898</u>	<u>0</u>	<u>552,898</u>
Total Deferred Inflows of Resources	<u>\$2,036,948</u>	<u>\$3,322,326</u>	<u>\$5,359,274</u>

\$66,601 reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability (adjustment to net OPEB asset) in the year ending June 30, 2021. 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:	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2021	(\$210,667)	(\$594,306)	(\$804,973)
2022	(59,163)	(594,305)	(653,468)
2023	(55,371)	(525,194)	(580,565)
2024	(55,988)	(500,949)	(556,937)
2025	(169,225)	(498,802)	(668,027)
Thereafter	<u>(117,444)</u>	<u>13,477</u>	<u>(103,967)</u>
Total	<u>(\$667,858)</u>	<u>(\$2,700,079)</u>	<u>(\$3,367,937)</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.

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

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

Key methods and assumptions used in calculating the total OPEB liability in the latest actuarial valuation date of June 30, 2019, are presented below:

Inflation	3.00%
Future Salary Increases, including inflation	3.50% to 18.20%
Investment Rate of Return	7.50% net of investment expense, including inflation
Municipal Bond Index Rate:	
Measurement Date	3.13%
Prior Measurement Date	3.62%
Single Equivalent Interest Rate, net of plan investment expense, including price inflation:	
Measurement Date	3.22%
Prior Measurement Date	3.70%
Medical Trend Assumption:	
Medicare	5.25% to 4.75%
Pre-Medicare	7.00% to 4.75%

Mortality rates among active members were based on the RP-2014 Blue Collar Mortality Table with fully generational projection and Scale BB, 120 percent of male rates and 110 percent of female rates. RP-2000 Disabled Mortality Table with 90 percent for male rates and 100 percent for female rates set back five years. The most recent experience study was completed for the five year period ended June 30, 2015.

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

Little Miami Local School District
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2020

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

<u>Asset Class</u>	Target Allocation	Long-Term Expected Real Rate of Return
Cash	1.00%	0.50%
US Equity	22.50%	4.75%
International Equity	22.50%	7.00%
Fixed Income	19.00%	1.50%
Private Equity	10.00%	8.00%
Real Assets	15.00%	5.00%
Multi-Asset Strategies	<u>10.00%</u>	3.00%
Total	<u>100.00%</u>	

Discount Rate

The discount rate used to measure the total OPEB liability at June 30, 2019 was 3.22 percent. The discount rate used to measure total OPEB liability prior to June 30, 2019, was 3.70 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the state statute contribution rate of 2.00 percent of projected covered employee payroll each year, which includes a 1.50 percent payroll surcharge and 0.50 percent of contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to become insufficient to make future benefit payments during the fiscal year ending June 30, 2025. Therefore, the long-term expected rate of return on OPEB plan assets was used to present value the projected benefit payments through the fiscal year ending June 30, 2024 and the Fidelity General Obligation 20-year Municipal Bond Index rate of 3.13 percent, as of June 30, 2019 (i.e. municipal bond rate), was used to present value the projected benefit payments for the remaining years in the projection. The total present value of projected benefit payments from all years was then used to determine the single rate of return that was used as the discount rate. The projection of future benefit payments for all current plan members was until the benefit payments ran out.

Sensitivity of the Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and Changes in the Health Care Cost Trend Rates

The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability of SERS, what SERS' net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.22%) and higher (4.22%) than the current discount rate (3.22%). Also shown is what SERS' net OPaaEB liability would be based on health care cost trend rates that are 1 percentage point lower (6.00% decreasing to 3.75%) and higher (8.00% decreasing to 5.75%) than the current rate.

	1% Decrease (2.22%)	Current Discount Rate (3.22%)	1% Increase (4.22%)
Proportionate share of the net OPEB liability	\$6,533,035	\$5,382,253	\$4,467,247
	1% Decrease (6.00% decreasing to 3.75%)	Current Trend Rate (7.00% decreasing to 4.75%)	1% Increase (8.00% decreasing to 5.75%)
Proportionate share of the net OPEB liability	\$4,312,275	\$5,382,253	\$6,801,855

Little Miami Local School District
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2020

Assumption and Benefit Changes since the Prior Measurement Date

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

(1) Discount Rate:		
Prior Measurement Date	3.70%	
Measurement Date	3.22%	
(2) Municipal Bond Index Rate:		
Prior Measurement Date	3.62%	
Measurement Date	3.13%	
(3) Single Equivalent Interest Rate, net of plan investment expense, including price inflation:		
Prior Measurement Date	3.70%	
Measurement Date	3.22%	

Actuarial Assumptions - STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2019, actuarial valuation are presented below:

Inflation	2.50%
Projected salary increases	12.50% at age 20 to 2.50% at age 65
Investment Rate of Return	7.45%, net of investment expenses, including inflation
Payroll Increases	3.00%
Discount Rate of Return	7.45%
Health Care Cost Trends:	
Medical	
Pre-Medicare	5.87% initial, 4% ultimate
Medicare	4.93% initial, 4% ultimate
Prescription Drug	
Pre-Medicare	7.73% initial, 4% ultimate
Medicare	9.62% initial, 4% ultimate

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

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

Actuarial assumptions used in the June 30, 2019, valuation are based on the results of an actuarial experience study for the period July 1, 2011 through June 30, 2016.

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

Little Miami Local School District
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2020

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

* Target weights will be phased in over a 24-month period concluding on July 1, 2019.

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

Discount Rate

The discount rate used to measure the total OPEB liability was 7.45 percent as of June 30, 2019 and June 30, 2018. 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, 2019. Therefore, the long-term expected rate of return on health care plan investments of 7.45 percent was used to measure the total OPEB liability as of June 30, 2019 and June 30, 2018.

Sensitivity of the Proportionate Share of the Net OPEB (Asset) to Changes in the Discount and Health Care Cost Trend Rate

The following table represents the net OPEB asset as of June 30, 2019, calculated using the current period discount rate assumption of 7.45 percent, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.45 percent) or one percentage point higher (8.45 percent) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

	1% Decrease (6.45%)	Current Discount Rate (7.45%)	1% Increase (8.45%)
Proportionate share of the net OPEB (asset)	(\$2,342,799)	(\$2,745,571)	(\$3,084,210)
	1% Decrease	Current Trend Rate	1% Increase
Proportionate share of the net OPEB (asset)	(\$3,113,352)	(\$2,745,571)	(\$2,295,130)

Little Miami Local School District
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2020

Assumption and Benefit Changes since the Prior Measurement Date

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.

There were changes in assumptions, which increased the total OPEB liability by approximately \$0.04 billion. The assumption changes included changes in healthcare costs and trends.

Note 11 - Contingent Liabilities

Grants

The District receives financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds.

Litigation

The District's attorney estimates that all other potential claims against the District not covered by insurance resulting from all other litigation would not materially affect the financial statements of the District.

Note 12 - Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2020, the District contracted with Governmental Underwriters of America (GUA) for property insurance. Professional liability was protected by Governmental Underwriters of America (GUA) with a \$3,000,000 aggregate limit under a commercial policy.

The District's vehicles are also covered by Governmental Underwriters of America (GUA) and hold a \$500 deductible for collision. Automobile liability has a \$1,000,000 combined single limit of liability. Vehicles are also covered under the commercial umbrella policy. The Travelers Casualty and Surety Company of America maintains both a \$50,000 public official bond for the Treasurer and a \$50,000 blanket bond for all employees with Ohio Casualty Group. The District pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. The rate is calculated based on accident history and administrative costs.

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

Little Miami Local School District
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2020

Note 13 – Required Set-Asides

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

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

	Capital Acquisition
Set Aside Reserve Balance as of June 30, 2019	\$0
Current Year Set Aside Requirements	837,603
Qualified Disbursements	(837,603)
Current Year Offsets	0
Set Aside Reserve Balance as of June 30, 2020	<u>\$0</u>

Offset credits for capital activity during the year exceeded the amount required for the set-aside, resulting in offset credits of \$72,742,663 available for carryover to offset capital reserve requirements of future years. Negative amounts are therefore not presented as being carried forward to the next fiscal year for the capital acquisition set-aside.

Note 14 - Jointly Governed Organizations

Southwest Ohio Computer Association - The District is a participant in the Southwest Ohio Computer Association (SWOCA), which is a computer consortium. SWOCA is an association of public schools and educational service centers within the boundaries of Butler, Preble, and Warren Counties. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to the administrative and instructional functions among member school districts. The Board of SWOCA consists of one representative from each of the participating members. The degree of control exercised by any participating district is limited to its representation on the Board. Financial information can be obtained from the Executive Director, Butler County JVS, 3603 Hamilton-Middletown Road, Hamilton, Ohio 45011.

Warren County Career Center - The Warren County Career Center, a jointly governed organization, is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of one representative from the participating district's elected board, which possesses its own budgeting and taxing authority. Accordingly, the Warren County Vocational School is not part of the District and its operations are not included as part of the reporting entity. The District did not have any financial obligations to the Warren County Vocational School during the current fiscal year. Financial information can be obtained from the Treasurer, Warren County Career Center, 3525 North State Route 48, Lebanon, Ohio 45036.

Jewell Education Foundation - The District is a participant in the Jewell Education Foundation (the "Foundation"), which is a jointly governed educational foundation established as a non-profit corporation to benefit the school districts in Warren County. The Foundation was created to promote and assist in funding through soliciting grants and charitable contributions for distribution to member educational institutions of participating school districts. The governing board is made up of the Warren

Little Miami Local School District
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For The Fiscal Year Ended June 30, 2020

County Career Center superintendent, one member of the 1999 Warren County Career Center Board of Education, not on the current board, and one member selected by each participating school district. The District made no financial contribution to the Foundation during the fiscal year. Financial information can be obtained from the director of planned giving at P.O. Box 854, Lebanon, Ohio 45036.

Note 15 - Accountability

The following funds had deficit fund balances at June 30, 2020:

Fund	Deficit
Other Governmental Funds:	
Vocational Education Enhancement	\$9,000
Title VI-B	100,606
Title I	62,538
Miscellaneous Federal Grants	7,951

The deficit fund balances were caused by GAAP Accruals.

Note 16 - Interfund Balances

Interfund transactions at June 30, 2020, consisted of the following individual interfund receivable and interfund payable and transfers in and transfer out:

	Interfund		Transfers	
	Receivable	Payable	In	Out
General Fund	\$233,444	\$0	\$0	\$0
Debt Service Fund	0	0	0	5,000,000
Building Fund	0	13,691	5,000,000	0
Other Governmental Funds	0	219,753	0	0
Total All Funds	\$233,444	\$233,444	\$5,000,000	\$5,000,000

Interfund balances/transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorization; to segregate and to return money to the fund from which it was originally provided once a project is completed. All interfund payables are expected to be repaid during the next fiscal year.

Transfers out totaling \$5,000,000 from the Debt Service Fund were made to the Building Fund to pay off short-term debt.

Note 17 – Fund Balances

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

Little Miami Local School District
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2020

<u>Fund Balances</u>	<u>General</u>	<u>Debt Service</u>	<u>Building</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Nonspendable:					
Smith Trust	\$0	\$0	\$0	\$18,000	\$18,000
Prepays	65,669	0	0	4,827	70,496
Total Nonspendable	65,669	0	0	22,827	88,496
Restricted for:					
Other Grants	0	0	0	22,004	22,004
Districted Managed Activities	0	0	0	28,519	28,519
Data Communication	0	0	0	10,800	10,800
Miscellaneous State Grants	0	0	0	45,108	45,108
Race to the Top	0	0	0	2,800	2,800
Food Services	0	0	0	314,106	314,106
IDEA Preschool Grant	0	0	0	449	449
Special Trust	0	0	0	11,705	11,705
Student Wellness & Success	0	0	0	101,300	101,300
Smith Trust	0	0	0	5,329	5,329
Debt Service	0	8,286,583	0	0	8,286,583
Buildings	0	0	53,032,077	0	53,032,077
Total Restricted	0	8,286,583	53,032,077	542,120	61,860,780
Committed to:					
Permanent Improvements	0	0	0	3,774,069	3,774,069
Total Committed	0	0	0	3,774,069	3,774,069
Assigned to:					
Budgetary Resource	5,119,072	0	0	0	5,119,072
Public School Support	158,299	0	0	0	158,299
Encumbrances	2,206,572	0	0	0	2,206,572
Total Assigned	7,483,943	0	0	0	7,483,943
Unassigned (Deficit)	21,677,077	0	0	(182,982)	21,494,095
Total Fund Balance	\$29,226,689	\$8,286,583	\$53,032,077	\$4,156,034	\$94,701,383

Fund balance classified as assigned for encumbrances will be used as follows: \$955,311 for student instruction, \$1,197,903 for student and staff support, \$15,000 for materials and supplies, and \$38,358 for other purposes.

Note 18 –Construction and Other Commitments

Construction Commitments

At year end, the District’s construction commitments were as follows:

Little Miami Local School District
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2020

Project	Contractual Commitment	Expended	Remaining Commitment
New School Building & Additions			
Pre-Construction Services	\$385,176	\$375,292	\$9,884
Engineering & Architecture	3,222,967	3,078,803	144,164
Salem Elementary HVAC	1,073,332	1,006,111	67,221
Total	\$4,681,475	\$4,460,206	\$221,269

Based on timing of when contracts are encumbered, contractual commitments identified above may or may not be included in the following outstanding encumbrance commitments disclosed in this note.

Other Commitments

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

Description	Remaining Commitment
General	\$2,440,075
Building Fund	49,744,110
Other Governmental	1,177,149

Note 19 – Implementation of New Accounting Principles

For fiscal year 2020, the District has postponed implementation of Governmental Accounting Standards Board (GASB) Statement No. 84, Fiduciary Activities and GASB No. 90, Majority Equity Interests – An Amendment of GASB Statements No. 14 and No. 61. The District did not implement these statements due to the GASB postponing the implementation by 12 months because of the COVID-19 pandemic.

Note 20 – COVID-19

The United States and the State of Ohio declared a state of emergency in March 2020 due to the COVID-19 pandemic. The financial impact of COVID-19 and the ensuing emergency measures could impact subsequent periods of the District. The District's investment portfolio could incur a significant decline in fair value. However, because the values of individual investments fluctuate with market conditions, and due to market volatility, the amount of losses that will be recognized in subsequent periods, if any, cannot be determined. In addition, the impact on the District's future operating costs, revenues, the impact of the investments of the pension and other employee benefit plan in which the District participates and any recovery from emergency funding, either federal or state, cannot be estimated.

Note 21 – Subsequent Event

On November 17, 2020 the District issued \$3,000,000 in one year Bond Anticipation Notes to pay for the construction of new buildings within the District. The notes, which mature on November 16, 2021, have an interest rate of 1.0%.

REQUIRED SUPPLEMENTARY INFORMATION

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Little Miami School District
 Required Supplementary Information
 Schedule of the District's Proportionate Share of the Net Pension Liability
 School Employees Retirement System of Ohio
 Last Seven Fiscal Years (1) (2)

Year	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position Percentage as a of the Total Pension Liability
2020	0.21477360%	\$12,850,281	\$7,362,326	174.54%	70.85%
2019	0.23492150%	13,454,389	6,988,733	192.52%	71.36%
2018	0.18897730%	11,290,976	6,142,807	183.81%	69.50%
2017	0.18999420%	13,905,822	5,900,514	235.67%	62.98%
2016	0.17980150%	10,259,648	7,757,026	132.26%	69.16%
2015	0.17586200%	8,900,276	5,161,825	172.42%	71.70%
2014	0.17586200%	10,461,085	6,854,046	152.63%	65.52%

(1) The schedule is intended to show information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2014 is not available.

(2) Amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information.

Little Miami School District
 Required Supplementary Information
 Schedule of District's Contributions for Net Pension Liability
 School Employees Retirement System of Ohio
 Last Ten Fiscal Years

Year	District's Contractually Required Contribution	District's Contributions in Relation to the Contractually Required Contributions	District's Contribution Deficiency (Excess)	District's Covered Payroll	District's Contributions as a Percentage of Covered Payroll
2020	\$1,120,448	(\$1,120,448)	\$0	\$8,003,200	14.00%
2019	993,914	(993,914)	0	7,362,326	13.50%
2018	943,479	(943,479)	0	6,988,733	13.50%
2017	859,993	(859,993)	0	6,142,807	14.00%
2016	826,072	(826,072)	0	5,900,514	14.00%
2015	1,022,376	(1,022,376)	0	7,757,026	13.18%
2014	715,429	(715,429)	0	5,161,825	13.86%
2013	948,600	(948,600)	0	6,854,046	13.84%
2012	906,480	(906,480)	0	6,739,628	13.45%
2011	870,096	(870,096)	0	6,922,005	12.57%

See accompanying notes to the required supplementary information.

Little Miami School District
 Required Supplementary Information
 Schedule of the District's Proportionate Share of the Net Pension Liability
 State Teachers Retirement System of Ohio
 Last Seven Fiscal Years (1) (2)

Year	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position Percentage as a of the Total Pension Liability
2020	0.16577139%	\$36,659,347	\$18,911,486	193.85%	77.40%
2019	0.15995640%	35,170,821	18,897,600	186.11%	77.30%
2018	0.15218413%	36,151,666	17,642,743	204.91%	75.30%
2017	0.15050479%	50,378,492	15,368,657	327.80%	66.80%
2016	0.13614333%	37,626,034	13,760,657	273.43%	72.10%
2015	0.13136099%	31,951,539	14,453,885	221.06%	74.70%
2014	0.13136099%	37,957,965	14,421,692	263.20%	69.30%

(1) The schedule is intended to show information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2014 is not available.

(2) Amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information.

Little Miami School District
 Required Supplementary Information
 Schedule of District's Contributions for Net Pension Liability
 State Teachers Retirement System of Ohio
 Last Ten Fiscal Years

Year	District's Contractually Required Contribution	District's Contributions in Relation to the Contractually Required Contributions	District's Contribution Deficiency (Excess)	District's Covered Payroll	District's Contributions as a Percentage of Covered Payroll
2020	\$2,959,200	(\$2,959,200)	\$0	\$21,137,143	14.00%
2019	2,647,608	(2,647,608)	0	18,911,486	14.00%
2018	2,645,664	(2,645,664)	0	18,897,600	14.00%
2017	2,469,984	(2,469,984)	0	17,642,743	14.00%
2016	2,151,612	(2,151,612)	0	15,368,657	14.00%
2015	1,926,492	(1,926,492)	0	13,760,657	14.00%
2014	1,879,005	(1,879,005)	0	14,453,885	13.00%
2013	1,874,820	(1,874,820)	0	14,421,692	13.00%
2012	1,873,752	(1,873,752)	0	14,413,477	13.00%
2011	1,865,424	(1,865,424)	0	14,349,415	13.00%

See accompanying notes to the required supplementary information.

Little Miami School District
 Required Supplementary Information
 Schedule of the District's Proportionate Share of the Net OPEB Liability
 School Employees Retirement System of Ohio
 Last Four Fiscal Years (1) (2)

Year	District's Proportion of the Net OPEB Liability	District's Proportionate Share of the Net OPEB Liability	District's Covered Payroll	District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position Percentage as a of the Total OPEB Liability
2020	0.21402400%	\$5,382,253	\$7,362,326	73.11%	15.57%
2019	0.23588960%	6,544,215	6,988,733	93.64%	13.57%
2018	0.19226430%	5,159,869	6,142,807	84.00%	12.46%
2017	0.19250996%	5,487,246	5,900,514	93.00%	11.49%

(1) The schedule is intended to show information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2017 is not available.

(2) Amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information.

Little Miami School District
 Required Supplementary Information
 Schedule of District's Contributions for Net OPEB Liability
 School Employees Retirement System of Ohio
 Last Five Fiscal Years (1) (2)

Year	District's Contractually Required Contribution (2)	District's Contributions in Relation to the Contractually Required Contributions	District's Contribution Deficiency (Excess)	District's Covered Payroll	District's Contributions as a Percentage of Covered Payroll
2020	\$66,601	(\$66,601)	\$0	\$8,003,200	0.83%
2019	138,967	(138,967)	0	7,362,326	1.89%
2018	151,552	(151,552)	0	6,988,733	2.17%
2017	107,083	(107,083)	0	6,142,807	1.74%
2016	97,285	(97,285)	0	5,900,514	1.65%

(1) The schedule is intended to show information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2016 is not available.

(2) Includes surcharge.

See accompanying notes to the required supplementary information.

Little Miami School District
 Required Supplementary Information
 Schedule of the District's Proportionate Share of the Net OPEB (Asset)/Liability
 State Teachers Retirement System of Ohio
 Last Four Fiscal Years (1) (2)

Year	District's Proportion of the Net OPEB (Asset)/Liability	District's Proportionate Share of the Net OPEB (Asset)/Liability	District's Covered Payroll	District's Proportionate Share of the Net OPEB (Asset)/Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position Percentage as a of the Total OPEB (Asset)/Liability
2020	0.16577139%	(\$2,745,571)	\$18,911,486	(14.52%)	174.74%
2019	0.15995640%	(2,570,336)	18,897,600	(13.60%)	176.00%
2018	0.15218413%	5,937,663	17,642,743	33.65%	47.10%
2017	0.15050479%	8,049,035	15,368,657	52.37%	37.30%

(1) The schedule is intended to show information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2017 is not available.

(2) Amounts presented as of the District's measurement date which is the prior fiscal year end.

See accompanying notes to the required supplementary information.

Little Miami School District
 Required Supplementary Information
 Schedule of District's Contributions for Net OPEB (Asset)/Liability
 State Teachers Retirement System of Ohio
 Last Five Fiscal Years (1)

Year	District's Contractually Required Contribution	District's Contributions in Relation to the Contractually Required Contributions	District's Contribution Deficiency (Excess)	District's Covered Payroll	District's Contributions as a Percentage of Covered Payroll
2020	\$0	\$0	\$0	\$21,137,143	0.00%
2019	0	0	0	18,911,486	0.00%
2018	0	0	0	18,897,600	0.00%
2017	0	0	0	17,642,743	0.00%
2016	0	0	0	15,368,657	0.00%

(1) The schedule is intended to show information for the past 10 years and the additional years' information will be displayed as it becomes available. Information prior to 2016 is not available.

See accompanying notes to the required supplementary information.

Little Miami Local School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2020

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$27,726,256	\$29,543,706	\$29,614,381	\$70,675
Tuition and Fees	814,603	868,001	870,077	2,076
Investment Earnings	586,331	624,764	626,259	1,495
Intergovernmental	16,573,630	17,660,027	17,702,274	42,247
Extracurricular Activities	186,096	198,295	198,769	474
Other Revenues	305,079	325,076	325,854	778
Total Revenues	46,191,995	49,219,869	49,337,614	117,745
Expenditures:				
Current:				
Instruction:				
Regular	21,200,588	21,035,131	20,971,764	63,367
Special	9,164,371	9,092,849	9,065,457	27,392
Other	2,885,337	2,862,819	2,854,195	8,624
Support Services:				
Pupil	2,236,844	2,219,387	2,212,701	6,686
Instructional Staff	1,945,305	1,930,123	1,924,309	5,814
General Administration	31,973	31,724	31,628	96
School Administration	3,713,733	3,684,750	3,673,650	11,100
Fiscal	1,035,485	1,027,404	1,024,309	3,095
Business	337,233	334,601	333,593	1,008
Operations and Maintenance	4,124,092	4,091,907	4,079,580	12,327
Pupil Transportation	5,333,600	5,291,975	5,276,033	15,942
Central	573,041	568,569	566,856	1,713
Extracurricular Activities	849,686	843,055	840,515	2,540
Capital Outlay	595,737	591,088	589,307	1,781
Total Expenditures	54,027,025	53,605,382	53,443,897	161,485
Net Change in Fund Balance	(7,835,030)	(4,385,513)	(4,106,283)	279,230
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	34,310,409	34,310,409	34,310,409	0
Fund Balance - End of Year	\$26,475,379	\$29,924,896	\$30,204,126	\$279,230

See accompanying notes to the required supplementary information.

Little Miami Local School District
Notes to the Required Supplementary Information
For The Fiscal Year Ended June 30, 2020

Note 1 - Budgetary Process

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

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District 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 final amended certificate of estimated resources issued during the fiscal year 2020.

The appropriation resolution is subject to amendment by the Board 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 year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Board during the year.

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year end encumbrances are treated as expenditures (budget basis) rather than restricted, committed, or assigned fund balance (GAAP basis).
4. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions.
5. Some funds are reported as part of the general fund (GAAP basis) as opposed to the general fund being reported alone (budget basis).

Little Miami Local School District
Notes to the Required Supplementary Information
For The Fiscal Year Ended June 30, 2020

The following table summarizes the adjustments necessary to reconcile the GAAP basis to the budgetary basis for the general fund.

	Net Change in Fund Balance
	General
GAAP Basis	(\$2,003,966)
Revenue Accruals	(189,821)
Expenditure Accruals	416,438
Encumbrances	(2,328,954)
Budget Basis	(\$4,106,303)

Note 2 - Net Pension Liability

School Employees Retirement System (SERS)

Changes in Benefit Terms:

2020: There were no changes in benefit terms from the amounts reported for this fiscal year.

2019: With the authority granted the Board under Senate Bill 8, the Board has enacted a three year COLA delay for future benefit recipients commencing benefits on or after April 1, 2018.

2018: SERS changed from a fixed 3% annual increase to a Cost of Living Adjustment (COLA) based on the change in the Consumer Price Index Index (CPI-W), with a cap of 2.5% and a floor of 0%.

2014-2017: There were no changes in benefit terms from the amounts reported for these fiscal years.

Changes in Assumptions:

2018-2020: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for these fiscal years.

2017: The following changes of assumptions affected the total pension liability since the prior measurement date:

- (1) The assumed rate of inflation was reduced from 3.25% to 3.00%,
- (2) Payroll growth assumption was reduced from 4.00% to 3.50%,
- (3) Assumed real wage growth was reduced from 0.75% to 0.50%,
- (4) Rates of withdrawal, retirement and disability were updated to reflect recent experience,
- (5) Mortality among active members was updated to RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females,
- (6) Mortality among service retired members, and beneficiaries was updated to the following RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates,
- (7) Mortality among disabled members was updated to RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement, and
- (8) The discount rate was reduced from 7.75% to 7.50%.

Little Miami Local School District
Notes to the Required Supplementary Information
For The Fiscal Year Ended June 30, 2020

2014-2016: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for these fiscal years.

State Teachers Retirement System (STRS)

Changes in Benefit Terms:

2019-2020: There were no changes in benefit terms from the amounts reported for these fiscal years.

2018: STRS decreased the Cost of Living Adjustment (COLA) to zero.

2014-2017: There were no changes in benefit terms from the amounts reported for these fiscal years.

Changes in Assumptions:

2019-2020: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for these fiscal years.

2018: The following changes of assumptions affected the total pension liability since the prior measurement date:

- (1) The long term expected rate of return was reduced from 7.75% to 7.45%,
- (2) The inflation assumption was lowered from 2.75% to 2.50%,
- (3) The payroll growth assumption was lowered to 3.00%,
- (4) Total salary increases rate was lowered by decreasing the merit component of the individual salary increases, in addition to a decrease of 0.25% due to lower inflation,
- (5) The healthy and disabled mortality assumptions were updated to the RP-2014 mortality tables with generational improvement scale MP-2016, and
- (6) Rates of retirement, termination and disability were modified to better reflect anticipated future experience.

2014-2017: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for these fiscal years.

Note 3 - Net OPEB (Asset)/Liability

School Employees Retirement System (SERS)

Changes in Benefit Terms:

2017-2020: There were no changes in benefit terms from the amounts reported for these fiscal years.

Changes in Assumptions:

2020: Amounts reported for the fiscal year incorporate changes in key methods and assumptions used in calculating the total OPEB liability as presented below:

- (1) Discount Rate:

Prior Measurement Date	3.70%
Measurement Date	3.22%
- (2) Municipal Bond Index Rate:

Prior Measurement Date	3.62%
Measurement Date	3.13%
- (3) Single Equivalent Interest Rate, net of plan investment expense, including price inflation:

Prior Measurement Date	3.70%
Measurement Date	3.22%

Little Miami Local School District
Notes to the Required Supplementary Information
For The Fiscal Year Ended June 30, 2020

2019: Amounts reported for the fiscal year incorporate changes in key methods and assumptions used in calculating the total OPEB liability as presented below:

- (4) Discount Rate:
 - Prior Measurement Date 3.63%
 - Measurement Date 3.70%
- (5) Municipal Bond Index Rate:
 - Prior Measurement Date 3.56%
 - Measurement Date 3.62%
- (6) Single Equivalent Interest Rate, net of plan investment expense, including price inflation:
 - Prior Measurement Date 3.63%
 - Measurement Date 3.70%

2018: Amounts reported for the fiscal year incorporate changes in key methods and assumptions used in calculating the total OPEB liability as presented below:

- (1) Discount Rate:
 - Fiscal Year 2018 3.63%
 - Fiscal Year 2017 2.98%
- (2) Municipal Bond Index Rate:
 - Fiscal Year 2018 3.56%
 - Fiscal Year 2017 2.92%
- (3) Single Equivalent Interest Rate, net of plan investment expense, including price inflation:
 - Fiscal Year 2018 3.63%
 - Fiscal Year 2017 2.98%

2017: The following changes of assumptions affected the total OPEB liability since the prior measurement date:

- (1) The assumed rate of inflation was reduced from 3.25% to 3.00%,
- (2) Payroll growth assumption was reduced from 4.00% to 3.50%,
- (3) Assumed real wage growth was reduced from 0.75% to 0.50%,
- (4) Rates of withdrawal, retirement and disability were updated to reflect recent experience,
- (5) Mortality among active members was updated to RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females,
- (6) Mortality among service retired members, and beneficiaries was updated to the following RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates, and
- (7) Mortality among disabled members was updated to RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement.

State Teachers Retirement System (STRS)

Changes in Benefit Terms:

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% to 1.984% 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% for the Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed to January 1, 2021.

Little Miami Local School District
Notes to the Required Supplementary Information
For The Fiscal Year Ended June 30, 2020

2019: The subsidy multiplier for non-Medicare benefit recipients was increased from 1.900% to 1.944% 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. The Board is extending the current Medicare Part B partial reimbursement program for one year. Under this program, benefit recipients currently enrolled in the STRS Ohio Health Care Program and Medicare Part B receive \$29.90 per month to reimburse a portion of the Medicare Part B premium. The reimbursement was set to be reduced to \$0 beginning January 1, 2020. This impacts about 85,000 benefit recipients.

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 1, 2019.

2017: There were no changes in benefit terms from the amounts reported for this fiscal year.

Changes in Assumptions:

2020: There were changes in assumptions during the measurement year, which increased the total OPEB liability by approximately \$0.04 billion. The assumption changes included changes in healthcare costs and trends.

2019: The discount rate was increased from the blended rate of 4.13% to the long-term expected rate of return of 7.45% based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB). Valuation year per capita health care costs were updated.

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

2017: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for this fiscal year.

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES



MAJOR GOVERNMENTAL FUNDS

Debt Service Fund

The Debt Service Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. Debt service funds should be used to report resources if legally mandated (i.e. debt payable from property taxes). Financial resources that are being accumulated for principal and interest maturing in future years also should be reported in debt service funds. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance are included in the Basic Financial Statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.

Building Fund

The Building Fund is used to account for receipts and expenditures related to the construction of school facilities. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance are included in the Basic Financial Statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$8,159,664	\$8,159,893	\$229
Investment Earnings	51,368	51,368	0
Intergovernmental	705,472	705,492	20
Total Revenues	8,916,504	8,916,753	249
Expenditures:			
Current:			
Support Services:			
School Administration	7,899	7,899	0
Fiscal	88,202	88,202	0
Debt Service:			
Principal Retirement	8,755,000	8,755,000	0
Interest and Fiscal Charges	4,160,411	4,160,411	0
Total Expenditures	13,011,512	13,011,512	0
Excess of Revenues Over (Under) Expenditures	(4,095,008)	(4,094,759)	249
Other financing sources (uses):			
Premium & Interest on Bonds Sold	2,224	2,224	0
Issuance of Long-Term Capital-Related Debt	3,999,888	4,000,000	112
Total Other Financing Sources (Uses)	4,002,112	4,002,224	112
Net Change in Fund Balance	(92,896)	(92,535)	361
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	9,393,088	9,393,088	0
Fund Balance - End of Year	\$9,300,192	\$9,300,553	\$361

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Building Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$978,654	\$1,124,625	\$145,971
Other Revenues	37,730	43,358	5,628
Total Revenues	1,016,384	1,167,983	151,599
Expenditures:			
Current:			
Instruction:			
Regular	23,946	23,946	0
Support Services:			
Operations and Maintenance	1,644	1,644	0
Capital Outlay	59,734,139	59,734,139	0
Total Expenditures	59,759,729	59,759,729	0
Net Change in Fund Balance	(58,743,345)	(58,591,746)	151,599
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	64,540,152	64,540,152	0
Fund Balance - End of Year	<u>\$5,796,807</u>	<u>\$5,948,406</u>	<u>\$151,599</u>

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special Revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. The term *proceeds of specific revenue sources* establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund.

Capital Projects Fund

The Capital Projects Fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. Capital projects funds exclude those types of capital-related outflows financed by proprietary funds or for assets that will be held in trust for individuals, private organizations, or other governments.

Permanent Fund

The Permanent Fund is used to account for the financial resources that are restricted. Only the income earned can be used for specific purposes.

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Little Miami Local School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2020

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Assets:				
Equity in Pooled Cash and Investments	\$601,270	\$3,870,700	\$5,329	\$4,477,299
Restricted Cash and Investments	0	0	18,000	18,000
Receivables (Net):				
Taxes	0	2,732,961	0	2,732,961
Intergovernmental	363,296	0	0	363,296
Prepaid	4,406	421	0	4,827
Inventory	57,362	0	0	57,362
Total Assets	1,026,334	6,604,082	23,329	7,653,745
Liabilities:				
Accounts Payable	11,396	34,962	0	46,358
Accrued Wages and Benefits	297,968	25,922	0	323,890
Interfund Payable	166,153	53,600	0	219,753
Total Liabilities	475,517	114,484	0	590,001
Deferred Inflows of Resources:				
Property Taxes	0	2,715,108	0	2,715,108
Grants and Other Taxes	192,602	0	0	192,602
Total Deferred Inflows of Resources	192,602	2,715,108	0	2,907,710
Fund Balances:				
Nonspendable	4,406	421	18,000	22,827
Restricted	536,791	0	5,329	542,120
Committed	0	3,774,069	0	3,774,069
Unassigned	(182,982)	0	0	(182,982)
Total Fund Balances	358,215	3,774,490	23,329	4,156,034
Total Liabilities, Deferred Inflows and Fund Balances	\$1,026,334	\$6,604,082	\$23,329	\$7,653,745

Little Miami Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2020

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Revenues:				
Property and Other Taxes	\$0	\$2,732,971	\$0	\$2,732,971
Intergovernmental	2,537,975	403,909	0	2,941,884
Extracurricular Activities	212,070	0	0	212,070
Charges for Services	996,300	0	0	996,300
Other Revenues	44,075	51,520	0	95,595
Total Revenues	3,790,420	3,188,400	0	6,978,820
Expenditures:				
Current:				
Instruction:				
Regular	32,400	13,761	0	46,161
Special	981,769	28,359	0	1,010,128
Support Services:				
Pupil	110,908	0	0	110,908
Instructional Staff	183,170	61,929	0	245,099
School Administration	238,196	2,675	0	240,871
Fiscal	0	29,860	0	29,860
Operations and Maintenance	19,873	897,965	0	917,838
Pupil Transportation	0	591,128	0	591,128
Operation of Non-Instructional Services	1,822,408	0	0	1,822,408
Extracurricular Activities	238,127	6,070	0	244,197
Capital Outlay	0	1,023,984	0	1,023,984
Total Expenditures	3,626,851	2,655,731	0	6,282,582
Net Change in Fund Balance	163,569	532,669	0	696,238
Fund Balance - Beginning of Year	194,646	3,241,821	23,329	3,459,796
Fund Balance - End of Year	\$358,215	\$3,774,490	\$23,329	\$4,156,034

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

Other Grants - To account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

District Managed Activities - To account for those student activity programs which have student participation in the activity but do not have student management in the programs. This fund includes athletic programs as well as the band, cheerleaders, flag corps and other similar types of activities.

Data Communication - To account for money appropriated for Ohio Educational Computer Network Connections.

Vocational Education Enhancement - To account for Vocational Education Enhancements that: 1) expand the number of students enrolled in tech prep programs, 2) enable students to develop career plans, and 3) replace or update equipment essential for the instruction of students in vocational education programs.

Miscellaneous State Grants – A fund used to account for various monies received from state agencies which are not classified elsewhere.

Race to the Top - A competitive grant program designed to encourage and reward states that are creating the conditions for education innovation and reform; achieving significant improvement in student outcomes, including making substantial gains in student achievement, closing achievement gaps, improving high school graduation rates, and ensuring student preparation for success in college and careers.

Title VI-B - To account for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels; assist in the training of teachers, supervisors and other specialist in providing educational services to the handicapped.

Title I - To account for federal funds to provide programs for at-risk students; instructional materials to improve the quality of instruction; programs of professional development; programs to enhance personal excellence of students and student achievement.

IDEA PreSchool Grant - To account for federal funds received to provide programs to handicapped preschool children.

Improving Teacher Quality - To account for state funds provided for staff development programs.

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

Miscellaneous Federal Grants - To account for various monies received directly from the Federal government, which are, not classified elsewhere

Food Service - To account for all revenues and expenses related to the provision of food services, including breakfast and lunch, for the District students and staff.

Special Trust - To account for assets held by a school system in a trustee capacity or as an agent for individuals, private organizations, other governmental and/or other funds.

Student Wellness - A fund used to account for student mental health services, mentoring programs, or child welfare involved youth, etc.

Little Miami Local School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020

	Other Grants	District Managed Activities	Data Communication	Vocational Education Enhancement
Assets:				
Equity in Pooled Cash and Investments	\$22,012	\$28,519	\$10,800	\$0
Receivables (Net):				
Intergovernmental	0	0	0	9,000
Prepaid	0	0	0	0
Inventory	0	0	0	0
Total Assets	22,012	28,519	10,800	9,000
Liabilities:				
Accounts Payable	8	0	0	0
Accrued Wages and Benefits	0	0	0	0
Interfund Payable	0	0	0	9,000
Total Liabilities	8	0	0	9,000
Deferred Inflows of Resources:				
Grants and Other Taxes	0	0	0	9,000
Total Deferred Inflows of Resources	0	0	0	9,000
Fund Balances:				
Nonspendable	0	0	0	0
Restricted	22,004	28,519	10,800	0
Unassigned	0	0	0	(9,000)
Total Fund Balances	22,004	28,519	10,800	(9,000)
Total Liabilities, Deferred Inflows and Fund Balances	\$22,012	\$28,519	\$10,800	\$9,000

Miscellaneous State Grants	Race to the Top	Title VI-B	Title I	IDEA PreSchool Grant	Improving Teacher Quality	Miscellaneous Federal Grants
\$45,108	\$2,800	\$0	\$0	\$0	\$0	\$0
20,683	0	273,409	46,014	10,781	3,409	0
0	0	2,313	574	0	0	0
0	0	0	0	0	0	0
65,791	2,800	275,722	46,588	10,781	3,409	0
0	0	0	9,042	0	0	0
0	0	142,651	35,381	0	0	0
0	0	120,181	18,689	10,332	0	7,951
0	0	262,832	63,112	10,332	0	7,951
20,683	0	113,496	46,014	0	3,409	0
20,683	0	113,496	46,014	0	3,409	0
0	0	2,313	574	0	0	0
45,108	2,800	0	0	449	0	0
0	0	(102,919)	(63,112)	0	0	(7,951)
45,108	2,800	(100,606)	(62,538)	449	0	(7,951)
\$65,791	\$2,800	\$275,722	\$46,588	\$10,781	\$3,409	\$0

Continued

Little Miami Local School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2020

	Food Service	Special Trust	Student Wellness	Total Nonmajor Special Revenue Funds
Assets:				
Equity in Pooled Cash and Investments	\$379,026	\$11,705	\$101,300	\$601,270
Receivables (Net):				
Intergovernmental	0	0	0	363,296
Prepaid	1,519	0	0	4,406
Inventory	57,362	0	0	57,362
Total Assets	437,907	11,705	101,300	1,026,334
Liabilities:				
Accounts Payable	2,346	0	0	11,396
Accrued Wages and Benefits	119,936	0	0	297,968
Interfund Payable	0	0	0	166,153
Total Liabilities	122,282	0	0	475,517
Deferred Inflows of Resources:				
Grants and Other Taxes	0	0	0	192,602
Total Deferred Inflows of Resources	0	0	0	192,602
Fund Balances:				
Nonspendable	1,519	0	0	4,406
Restricted	314,106	11,705	101,300	536,791
Unassigned	0	0	0	(182,982)
Total Fund Balances	315,625	11,705	101,300	358,215
Total Liabilities, Deferred Inflows and Fund Balances	\$437,907	\$11,705	\$101,300	\$1,026,334

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Little Miami Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2020

	Other Grants	District Managed Activities	Data Communication	Vocational Education Enhancement
Revenues:				
Intergovernmental	\$4,035	\$0	\$10,800	\$5,194
Extracurricular Activities	0	212,070	0	0
Charges for Services	0	0	0	0
Other Revenues	0	0	0	0
Total Revenues	4,035	212,070	10,800	5,194
Expenditures:				
Current:				
Instruction:				
Regular	0	0	32,400	0
Special	3,787	0	0	0
Support Services:				
Pupil	0	0	0	0
Instructional Staff	0	0	0	13,844
School Administration	0	0	0	0
Operations and Maintenance	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0
Extracurricular Activities	0	238,127	0	0
Total Expenditures	3,787	238,127	32,400	13,844
Net Change in Fund Balance	248	(26,057)	(21,600)	(8,650)
Fund Balance - Beginning of Year	21,756	54,576	32,400	(350)
Fund Balance - End of Year	\$22,004	\$28,519	\$10,800	(\$9,000)

Miscellaneous State Grants	Race to the Top	Title VI-B	Title I	IDEA PreSchool Grant	Improving Teacher Quality	Miscellaneous Federal Grants
\$20,683	\$0	\$1,343,574	\$214,943	\$48,412	\$82,783	\$19,979
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
20,683	0	1,343,574	214,943	48,412	82,783	19,979
0	0	0	0	0	0	0
0	0	829,722	71,769	0	51,186	25,305
0	0	0	0	48,413	0	0
0	0	0	166,362	0	0	0
0	0	238,196	0	0	0	0
1,000	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
1,000	0	1,067,918	238,131	48,413	51,186	25,305
19,683	0	275,656	(23,188)	(1)	31,597	(5,326)
25,425	2,800	(376,262)	(39,350)	450	(31,597)	(2,625)
\$45,108	\$2,800	(\$100,606)	(\$62,538)	\$449	\$0	(\$7,951)

Continued

Little Miami Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2020

	Food Service	Special Trust	Student Wellness	Total Nonmajor Special Revenue Funds
Revenues:				
Intergovernmental	\$623,777	\$0	\$163,795	\$2,537,975
Extracurricular Activities	0	0	0	212,070
Charges for Services	996,300	0	0	996,300
Other Revenues	33,875	10,200	0	44,075
Total Revenues	1,653,952	10,200	163,795	3,790,420
Expenditures:				
Current:				
Instruction:				
Regular	0	0	0	32,400
Special	0	0	0	981,769
Support Services:				
Pupil	0	0	62,495	110,908
Instructional Staff	0	2,964	0	183,170
School Administration	0	0	0	238,196
Operations and Maintenance	18,873	0	0	19,873
Operation of Non-Instructional Services	1,822,408	0	0	1,822,408
Extracurricular Activities	0	0	0	238,127
Total Expenditures	1,841,281	2,964	62,495	3,626,851
Net Change in Fund Balance	(187,329)	7,236	101,300	163,569
Fund Balance - Beginning of Year	502,954	4,469	0	194,646
Fund Balance - End of Year	\$315,625	\$11,705	\$101,300	\$358,215

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Other Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$4,035	\$4,035	\$0
Total Revenues	4,035	4,035	0
Expenditures:			
Current:			
Instruction:			
Special	3,891	3,891	0
Total Expenditures	3,891	3,891	0
Net Change in Fund Balance	144	144	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	21,760	21,760	0
Fund Balance - End of Year	<u>\$21,904</u>	<u>\$21,904</u>	<u>\$0</u>

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	District Managed Activities Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$211,777	\$212,070	\$293
Total Revenues	211,777	212,070	293
Expenditures:			
Current:			
Extracurricular Activities	260,384	257,042	3,342
Total Expenditures	260,384	257,042	3,342
Net Change in Fund Balance	(48,607)	(44,972)	3,635
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	60,700	60,700	0
Fund Balance - End of Year	\$12,093	\$15,728	\$3,635

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Data Communication Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$10,800	\$10,800	\$0
Total Revenues	10,800	10,800	0
Expenditures:			
Current:			
Instruction:			
Regular	32,400	32,400	0
Total Expenditures	32,400	32,400	0
Net Change in Fund Balance	(21,600)	(21,600)	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	32,400	32,400	0
Fund Balance - End of Year	\$10,800	\$10,800	\$0

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Vocational Education Enhancement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$5,194	\$5,194	\$0
Total Revenues	5,194	5,194	0
Expenditures:			
Current:			
Support Services:			
Instructional Staff	13,844	13,844	0
Total Expenditures	13,844	13,844	0
Net Change in Fund Balance	(8,650)	(8,650)	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	(350)	(350)	0
Fund Balance - End of Year	(\$9,000)	(\$9,000)	\$0

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Miscellaneous State Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$20,683	\$20,683	\$0
Total Revenues	20,683	20,683	0
Expenditures:			
Current:			
Support Services:			
Operations and Maintenance	1,000	1,000	0
Total Expenditures	1,000	1,000	0
Net Change in Fund Balance	19,683	19,683	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	25,425	25,425	0
Fund Balance - End of Year	\$45,108	\$45,108	\$0

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Race to the Top Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	2,800	2,800	0
Fund Balance - End of Year	<u>\$2,800</u>	<u>\$2,800</u>	<u>\$0</u>

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Title VI-B Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,183,661	\$1,183,661	\$0
Total Revenues	1,183,661	1,183,661	0
Expenditures:			
Current:			
Instruction:			
Special	872,199	825,218	46,981
Support Services:			
School Administration	263,485	249,292	14,193
Total Expenditures	1,135,684	1,074,510	61,174
Net Change in Fund Balance	47,977	109,151	61,174
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	(229,332)	(229,332)	0
Fund Balance - End of Year	(\$181,355)	(\$120,181)	\$61,174

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Title I Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$37,631	\$214,943	\$177,312
Total Revenues	37,631	214,943	177,312
Expenditures:			
Current:			
Instruction:			
Special	66,349	62,117	4,232
Support Services:			
Instructional Staff	194,608	182,195	12,413
Total Expenditures	260,957	244,312	16,645
Net Change in Fund Balance	(223,326)	(29,369)	193,957
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	(\$223,326)	(\$29,369)	\$193,957

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	IDEA Preschool Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$37,631	\$37,631
Total Revenues	0	37,631	37,631
Expenditures:			
Current:			
Support Services:			
Pupil	48,413	48,413	0
Total Expenditures	48,413	48,413	0
Net Change in Fund Balance	(48,413)	(10,782)	37,631
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	450	450	0
Fund Balance - End of Year	(\$47,963)	(\$10,332)	\$37,631

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Improving Teacher Quality Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$82,783	\$82,783	\$0
Total Revenues	82,783	82,783	0
Expenditures:			
Current:			
Instruction:			
Special	76,266	72,397	3,869
Total Expenditures	76,266	72,397	3,869
Net Change in Fund Balance	6,517	10,386	3,869
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	(15,444)	(15,444)	0
Fund Balance - End of Year	(\$8,927)	(\$5,058)	\$3,869

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Miscellaneous Federal Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$19,979	\$19,979	\$0
Total Revenues	19,979	19,979	0
Expenditures:			
Current:			
Instruction:			
Regular	5,006	7,198	(2,192)
Special	17,598	25,305	(7,707)
Total Expenditures	22,604	32,503	(9,899)
Net Change in Fund Balance	(2,625)	(12,524)	(9,899)
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	(2,625)	(2,625)	0
Fund Balance - End of Year	(\$5,250)	(\$15,149)	(\$9,899)

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Food Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$481,238	\$481,125	(\$113)
Charges for Services	996,533	996,300	(233)
Other Revenues	33,883	33,875	(8)
Total Revenues	1,511,654	1,511,300	(354)
Expenditures:			
Current:			
Support Services:			
Operations and Maintenance	18,837	18,828	9
Operation of Non-Instructional Services	1,903,542	1,902,602	940
Total Expenditures	1,922,379	1,921,430	949
Net Change in Fund Balance	(410,725)	(410,130)	595
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	553,543	553,543	0
Fund Balance - End of Year	\$142,818	\$143,413	\$595

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Special Trust Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$0	\$10,200	\$10,200
Total Revenues	0	10,200	10,200
Expenditures:			
Current:			
Support Services:			
Instructional Staff	3,100	2,964	136
Total Expenditures	3,100	2,964	136
Net Change in Fund Balance	(3,100)	7,236	10,336
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	4,469	4,469	0
Fund Balance - End of Year	<u>\$1,369</u>	<u>\$11,705</u>	<u>\$10,336</u>

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Student Wellness Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$163,795	\$163,795	\$0
Total Revenues	163,795	163,795	0
Expenditures:			
Current:			
Support Services:			
Pupil	69,131	69,131	0
Total Expenditures	69,131	69,131	0
Net Change in Fund Balance	94,664	94,664	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance - End of Year	\$94,664	\$94,664	\$0

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NONMAJOR CAPITAL PROJECTS FUND

Fund Description

Permanent Improvement - To account for financial resources, to be used to maintain the District's facilities, as well as provide for major equipment and instructional material purchases. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance are included in the Nonmajor Governmental Funds Combining Financial Statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Permanent Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$2,762,177	\$2,762,177	\$0
Intergovernmental	403,909	403,909	0
Other Revenues	51,520	51,520	0
Total Revenues	3,217,606	3,217,606	0
Expenditures:			
Current:			
Instruction:			
Regular	13,771	13,761	10
Special	28,380	28,359	21
Support Services:			
Instructional Staff	62,820	62,775	45
School Administration	2,675	2,675	0
Fiscal	29,882	29,860	22
Operations and Maintenance	1,045,347	1,044,591	756
Pupil Transportation	880,944	880,307	637
Extracurricular Activities	15,823	15,812	11
Capital Outlay	1,543,875	1,542,758	1,117
Total Expenditures	3,623,517	3,620,898	2,619
Net Change in Fund Balance	(405,911)	(403,292)	2,619
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	3,392,378	3,392,378	0
Fund Balance - End of Year	\$2,986,467	\$2,989,086	\$2,619

NONMAJOR PERMANENT FUND

Fund Description

Smith Trust - To account for the financial resources that are restricted. Only the income earned can be used for specific purposes. The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balance are included in the Nonmajor Governmental Funds Combining Financial Statements. The Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) follows this page.

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Smith Trust Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	23,330	23,330	0
Fund Balance - End of Year	<u>\$23,330</u>	<u>\$23,330</u>	<u>\$0</u>

OTHER GENERAL FUNDS

With the implementation of GASB Statement No. 54, certain funds that the District prepares legally adopted budgets for no longer meet the definition to be reported as Special Revenue funds and have been included with the General Fund in the governmental fund financial statements. The District has only presented the budget schedules for these funds.

Fund Descriptions

Uniform School Supplies - To account for the purchase and sale of school supplies as adopted by the Board of Education for use in all schools of the District.

Public School - To account for specific local revenue sources (other than taxes) generated by individual school buildings (i.e. sales of pictures, profits from vending machines, etc.). Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs.

Special Enterprises - To account for financial transactions related to miscellaneous enterprise activity.

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Uniform School Supplies Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$381,229	\$414,083	\$32,854
Total Revenues	381,229	414,083	32,854
Expenditures:			
Current:			
Instruction:			
Regular	390,857	390,857	0
Special	7,242	7,242	0
Total Expenditures	398,099	398,099	0
Net Change in Fund Balance	(16,870)	15,984	32,854
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	271,353	271,353	0
Fund Balance - End of Year	\$254,483	\$287,337	\$32,854

(1) - This fund is included in General Fund in GAAP Statements but not for Budgetary Statements

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Public School Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$46,995	\$47,034	\$39
Other Revenues	13	13	0
Total Revenues	<u>47,008</u>	<u>47,047</u>	<u>39</u>
Expenditures:			
Current:			
Instruction:			
Regular	35,544	35,544	0
Special	1,152	1,152	0
Extracurricular Activities	<u>73,002</u>	<u>73,002</u>	<u>0</u>
Total Expenditures	<u>109,698</u>	<u>109,698</u>	<u>0</u>
Net Change in Fund Balance	(62,690)	(62,651)	39
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	<u>208,192</u>	<u>208,192</u>	<u>0</u>
Fund Balance - End of Year	<u>\$145,502</u>	<u>\$145,541</u>	<u>\$39</u>

(1) - This fund is included in General Fund in GAAP Statements but not for Budgetary Statements

Little Miami Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2020

	Special Enterprises Fund (1)		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Other Revenues	\$9,325	\$10,375	\$1,050
Total Revenues	9,325	10,375	1,050
Expenditures:			
Current:			
Instruction:			
Other	7,599	7,599	0
Total Expenditures	7,599	7,599	0
Net Change in Fund Balance	1,726	2,776	1,050
Fund Balance - Beginning of Year (includes prior year encumbrances appropriated)	18,180	18,180	0
Fund Balance - End of Year	\$19,906	\$20,956	\$1,050

(1) - This fund is included in General Fund in GAAP Statements but not for Budgetary Statements

NONMAJOR FUNDS

Fiduciary funds

Fiduciary fund types are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental unites and/or other funds.

Student Activities (Agency Fund) – Fund used to account for resources that belong to various student groups in the District. Students are involved in the management of the program.

District Agency (Agency Fund) – Fund used to account for assets and liabilities generated by the District agency activities. The fund accounts for sales and other revenue generating activities by the District agency.

Little Miami Local School District
Statement of Changes In Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2020

	Student Managed Activity			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$149,250	\$55,777	\$58,343	\$146,684
Total Assets	<u>149,250</u>	<u>55,777</u>	<u>58,343</u>	<u>146,684</u>
Liabilities:				
Accounts Payable	3,512	1,100	3,512	1,100
Other Liabilities	145,738	54,677	54,831	145,584
Total Liabilities	<u>\$149,250</u>	<u>\$55,777</u>	<u>\$58,343</u>	<u>\$146,684</u>

	District Agency			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$6,486	\$10,000	\$10,000	\$6,486
Total Assets	<u>6,486</u>	<u>10,000</u>	<u>10,000</u>	<u>6,486</u>
Liabilities:				
Accounts Payable	5,000	5,000	5,000	5,000
Other Liabilities	1,486	5,000	5,000	1,486
Total Liabilities	<u>\$6,486</u>	<u>\$10,000</u>	<u>\$10,000</u>	<u>\$6,486</u>

	Total All Agency Funds			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$155,736	\$65,777	\$68,343	\$153,170
Total Assets	<u>155,736</u>	<u>65,777</u>	<u>68,343</u>	<u>153,170</u>
Liabilities:				
Accounts Payable	8,512	6,100	8,512	6,100
Other Liabilities	147,224	59,677	59,831	147,070
Total Liabilities	<u>\$155,736</u>	<u>\$65,777</u>	<u>\$68,343</u>	<u>\$153,170</u>

Little Miami Local Schools



Statistical Section

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STATISTICAL SECTION

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

Contents

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

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

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

Economic and Demographic Information - These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

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

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

Little Miami Local School District
 Net Position by Component
 Last Ten Fiscal Years
 (accrual basis of accounting)
 Schedule 1

	2011	2012	2013	2014	2015
Governmental Activities					
Net Investment in Capital Assets	\$1,607,085	\$1,832,366	\$3,732,261	\$6,762,076	\$8,286,197
Restricted	6,212,411	4,905,858	4,446,871	3,192,627	5,776,463
Unrestricted	(10,297,793)	(4,830,632)	4,425,738	(37,407,890)	(21,910,666)
Total Net Position	<u>(\$2,478,297)</u>	<u>\$1,907,592</u>	<u>\$12,604,870</u>	<u>(\$27,453,187)</u>	<u>(\$7,848,006)</u>

Source: District Records

Notes:

Due to the implementation of GASB68 in 2015, there will be a material decrease in the total net position for 2014 since the District is required to report the total net pension liability on the face of it's financial statements.
 Due to implementation of GASB 75 in fiscal year 2018, fiscal year 2017 has been restated to reflect changes.

2016	2017	2018	2019	2020
\$11,365,521	\$12,242,604	\$17,674,703	\$21,535,922	\$21,831,559
2,957,798	4,939,474	5,620,636	5,433,175	5,983,195
(23,011,914)	(33,617,000)	(15,655,489)	(18,300,310)	(19,898,035)
<u>(\$8,688,595)</u>	<u>(\$16,434,922)</u>	<u>\$7,639,850</u>	<u>\$8,668,787</u>	<u>\$7,916,719</u>

Little Miami Local School District
Expenses, Program Revenues and Net (Expense)/Revenue
Last Ten Fiscal Years
(accrual basis of accounting)
Schedule 2

	2011	2012	2013	2014	2015
Expenses					
Governmental Activities:					
Instruction	\$21,759,191	\$21,999,198	\$23,072,476	\$23,663,594	\$24,622,835
Pupil	1,152,566	1,256,420	1,305,453	1,402,529	1,485,240
Instructional Staff	577,995	531,262	790,919	1,499,213	1,473,829
General Administration	23,342	21,763	34,792	23,814	34,317
School Administration	2,170,235	1,912,878	1,932,683	2,349,425	2,491,408
Fiscal	639,737	568,127	690,694	802,858	828,728
Business	153,064	182,344	205,417	219,534	265,722
Operation and Maintenance	2,833,275	2,995,061	3,350,676	3,580,124	3,484,565
Pupil Transportation	2,805,914	3,103,316	3,705,066	4,056,276	3,662,803
Central	526,778	593,530	732,610	312,303	584,199
Operation of Non-Instructional Services	1,305,563	1,327,885	1,417,378	1,454,191	1,462,233
Extracurricular Activities	662,732	447,706	552,224	530,237	553,129
Interest and Fiscal Charges	3,394,744	3,587,979	3,360,312	3,405,591	3,383,321
Total Government Expenses	38,005,136	38,527,469	41,150,700	43,299,689	44,332,329
Program Revenues					
Governmental Activities:					
Charges for Services					
Instruction	567,229	612,397	593,682	755,857	867,020
Operation and Maintenance	97,758	128,036	110,294	137,957	130,983
Operation of Non-Instructional Services	975,231	950,433	904,005	944,261	975,781
Extracurricular Activities	654,737	466,894	445,042	400,549	428,693
Operating Grants and Contributions	2,807,540	1,736,497	1,965,116	2,419,460	2,670,178
Total Government Revenues	5,102,495	3,894,257	4,018,139	4,658,084	5,072,655
Net (Expense)/Revenue	(\$32,902,641)	(\$34,633,212)	(\$37,132,561)	(\$38,641,605)	(\$39,259,674)

Source: District Records

2016	2017	2018	2019	2020
\$26,394,721	\$30,646,313	\$19,035,767	\$31,405,481	\$37,924,826
1,492,992	1,912,898	1,072,947	1,931,661	2,456,488
1,920,018	2,152,840	1,335,349	1,963,554	1,814,224
29,014	31,653	40,802	36,470	28,813
2,776,185	3,161,730	1,832,360	3,414,297	4,474,722
884,274	954,153	583,970	614,152	1,230,063
236,003	253,949	264,008	286,120	297,400
3,601,292	3,708,160	2,821,100	4,492,147	4,689,583
4,039,448	5,223,916	3,574,882	5,254,451	5,346,257
105,170	439,369	414,813	749,341	332,917
1,542,552	1,860,142	1,353,331	1,794,101	1,975,007
643,946	911,664	915,758	1,012,977	1,193,474
3,042,129	2,711,760	2,529,979	4,600,143	5,343,028
46,707,744	53,968,547	35,775,066	57,554,895	67,106,802
804,046	1,041,606	1,475,430	1,104,181	1,284,160
119,921	136,235	237,949	173,546	122,789
1,060,677	1,119,861	1,144,119	1,150,082	985,173
429,787	572,636	597,805	559,579	457,873
3,017,552	3,141,160	3,206,714	3,908,671	3,773,981
5,431,983	6,011,498	6,662,017	6,896,059	6,623,976
(\$41,275,761)	(\$47,957,049)	(\$29,113,049)	(\$50,658,836)	(\$60,482,826)

Little Miami Local School District
 General Revenues and Total Change in Net Position
 Last Ten Fiscal Years
 (accrual basis of accounting)
 Schedule 3

	2011	2012	2013	2014	2015
Net (Expense)/Revenue	(\$32,902,641)	(\$34,633,212)	(\$37,132,561)	(\$38,641,605)	(\$39,259,674)
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property Taxes					
Property Taxes Levied for General Purposes	16,606,360	19,828,136	25,872,882	22,760,673	32,504,936
Property Taxes Levied for Debt Service Purposes	4,524,489	3,955,618	4,869,227	4,533,662	7,523,448
Property Taxes Levied for Capital Projects	2,142,772	1,898,649	2,064,695	1,788,971	2,585,156
Grants and Entitlements not Restricted	12,231,470	13,015,177	13,917,053	14,696,369	15,844,854
Revenue in Lieu of Taxes	0	0	922,003	672,206	221,235
Unrestricted Contributions	24,198	4,497	14,844	3,500	4,600
Investment Earnings	22,454	34,152	25,943	12,083	38,977
Other Revenues	240,894	282,872	143,192	316,067	141,649
Total Government	<u>35,792,637</u>	<u>39,019,101</u>	<u>47,829,839</u>	<u>44,783,531</u>	<u>58,864,855</u>
Change in Net Position	<u>\$2,889,996</u>	<u>\$4,385,889</u>	<u>\$10,697,278</u>	<u>\$6,141,926</u>	<u>\$19,605,181</u>

Source: District Records

2016	2017	2018	2019	2020
(\$41,275,761)	(\$47,957,049)	(\$29,113,049)	(\$50,658,836)	(\$60,482,826)
18,748,608	28,925,616	27,874,174	23,905,820	29,096,134
3,359,022	4,617,935	4,516,834	5,580,376	8,083,676
1,570,345	2,472,198	2,379,116	2,141,199	2,714,280
16,112,611	16,829,943	17,678,175	18,029,324	17,402,640
466,081	466,081	0	0	0
4,600	4,600	8,850	4,250	0
84,776	234,407	500,684	1,639,882	2,070,495
89,129	89,140	229,988	386,922	363,533
40,435,172	53,639,920	53,187,821	51,687,773	59,730,758
(\$840,589)	\$5,682,871	\$24,074,772	\$1,028,937	(\$752,068)

Little Miami Local School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Schedule 4

	2011	2012	2013	2014	2015
General Fund					
Nonspendable	\$0	\$0	\$0	\$0	\$0
Assigned	477,807	915,473	1,245,742	827,725	899,067
Unassigned	(5,997,505)	(1,406,276)	8,549,240	15,001,571	28,612,493
Total General Fund	<u>(5,519,698)</u>	<u>(490,803)</u>	<u>9,794,982</u>	<u>15,829,296</u>	<u>29,511,560</u>
All Other Governmental Funds					
Nonspendable	18,000	24,627	18,000	18,000	18,000
Restricted	6,229,992	5,024,644	4,470,791	3,219,797	5,813,572
Committed	0	1,243,505	1,363,819	1,144,188	2,045,898
Unassigned	(103,855)	(173,946)	(57,127)	(83,326)	(87,555)
Total All Other Governmental Funds	<u>\$6,144,137</u>	<u>\$6,118,830</u>	<u>\$5,795,483</u>	<u>\$4,298,659</u>	<u>\$7,789,915</u>

Source: District Records

2016	2017	2018	2019	2020
\$20,397	\$45,159	\$50,959	\$60,806	\$65,669
1,913,340	4,445,516	6,824,123	7,713,140	7,483,943
25,946,272	29,959,525	28,554,067	23,456,709	21,677,077
<u>27,880,009</u>	<u>34,450,200</u>	<u>35,429,149</u>	<u>31,230,655</u>	<u>29,226,689</u>
19,033	21,072	21,689	23,185	22,827
2,899,578	4,917,309	5,783,736	68,425,816	61,860,780
1,613,089	2,525,243	2,785,934	3,241,532	3,774,069
(134,115)	(205,912)	(517,029)	(453,625)	(182,982)
<u>\$4,397,585</u>	<u>\$7,257,712</u>	<u>\$8,074,330</u>	<u>\$71,236,908</u>	<u>\$65,474,694</u>

Little Miami Local School District
 Governmental Funds Revenues
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 5

	2011	2012	2013	2014	2015
Revenues:					
Taxes	\$22,535,644	\$25,675,994	\$32,779,040	\$29,118,489	\$42,889,932
Revenue in Lieu of Taxes	0	0	922,003	672,206	221,235
Tuition and Fees	567,229	612,398	600,891	756,017	851,290
Investment Earnings	22,454	34,152	25,943	12,083	38,977
Intergovernmental	15,647,565	14,688,786	16,067,626	17,052,749	18,317,896
Extracurricular Activities	641,898	466,895	437,543	400,389	444,423
Charges for Services	1,030,845	980,901	1,014,299	961,062	990,608
Other Revenues	320,075	384,936	158,327	473,666	262,405
Total Revenues	<u>\$40,765,710</u>	<u>\$42,844,062</u>	<u>\$52,005,672</u>	<u>\$49,446,661</u>	<u>\$64,016,766</u>

Source: District Records

2016	2017	2018	2019	2020
\$23,582,373	\$36,713,869	\$35,170,277	\$31,379,525	\$40,141,960
466,081	466,081	0	0	0
804,046	1,042,566	1,475,265	1,104,181	1,284,160
84,776	234,407	500,685	1,639,882	2,026,500
18,718,662	19,723,546	20,661,157	22,070,009	21,349,650
429,787	571,676	597,805	559,579	457,873
1,072,607	1,131,767	1,154,120	1,163,085	996,300
201,720	217,879	466,950	551,715	475,195
<u>\$45,360,052</u>	<u>\$60,101,791</u>	<u>\$60,026,259</u>	<u>\$58,467,976</u>	<u>\$66,731,638</u>

Little Miami Local School District
 Governmental Funds Expenditures and Debt Service Ratio
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 6

	2011	2012	2013	2014	2015
Instruction:					
Regular	\$13,526,730	\$12,300,313	\$13,736,813	\$13,910,565	\$15,198,594
Special	4,451,044	4,419,916	4,914,429	5,102,366	5,630,028
Other	2,103,791	2,903,905	2,589,288	2,723,262	2,697,418
Support Services:					
Pupil	1,127,593	1,253,758	1,310,976	1,385,974	1,512,523
Instructional Staff	606,653	527,860	760,271	1,487,883	1,500,934
General Administration	23,342	21,763	34,792	23,814	34,317
School Administration	2,166,966	1,936,199	1,877,565	2,294,178	2,531,262
Fiscal	628,389	573,800	690,989	789,965	854,668
Business	154,153	180,312	203,335	217,565	263,955
Operations and Maintenance	2,462,110	2,914,918	3,302,095	3,522,381	3,627,734
Pupil Transportation	2,570,146	2,803,687	3,372,524	3,800,243	3,807,687
Central	511,372	582,952	717,175	294,186	581,649
Operation of Non-Instructional Services	1,278,701	1,266,665	1,404,309	1,432,165	1,505,331
Extracurricular Activities	572,045	433,345	506,496	491,404	539,607
Capital Outlay	495,469	434,523	697,468	1,189,556	53,671
Debt Service:					
Principal Retirement	3,636,516	2,633,051	3,439,207	3,670,747	2,783,117
Interest and Fiscal Charges	2,545,728	2,653,507	2,645,088	2,578,417	3,720,751
Bond Issuance Cost	0	0	0	0	0
Total Expenditures	\$38,860,748	\$37,840,474	\$42,202,820	\$44,914,671	\$46,843,246
Debt Service as a Percentage of					
Noncapital Expenditures	15.94%	13.97%	14.62%	14.31%	14.00%

Source: District Records

2016	2017	2018	2019	2020
\$16,133,902	\$16,993,722	\$19,431,444	\$19,600,494	\$20,677,450
6,053,881	6,979,800	7,699,382	9,192,244	10,015,049
2,662,039	2,692,835	2,499,026	2,831,418	2,861,459
1,490,655	1,819,581	1,740,560	2,012,079	2,278,360
1,917,262	2,036,577	1,813,631	2,047,945	1,836,385
29,014	31,653	40,802	36,470	28,813
2,712,772	2,882,517	2,996,717	3,521,818	3,834,794
885,483	913,600	920,732	659,225	1,090,650
234,143	252,124	262,170	284,243	295,404
3,626,521	3,489,922	3,771,020	4,717,362	4,546,449
4,116,623	4,850,513	5,247,915	5,760,898	5,474,793
513,048	405,817	501,281	599,616	457,606
1,537,361	1,766,324	1,870,205	1,825,711	1,822,408
631,169	852,310	995,404	999,214	1,128,548
54,467	608,246	3,618,321	3,290,570	13,186,685
3,943,086	2,319,772	2,872,318	2,895,000	3,755,000
3,842,507	2,224,709	1,974,264	2,265,616	4,207,965
0	0	0	660,613	0
<u>\$50,383,933</u>	<u>\$51,120,022</u>	<u>\$58,255,192</u>	<u>\$63,200,536</u>	<u>\$77,497,818</u>
15.73%	8.13%	9.00%	8.77%	12.71%

Little Miami Local School District
 Other Financing Sources and Uses and Net Change in Fund Balances - Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 7

	2011	2012	2013	2014	2015
Other Financing Sources (Uses):					
Refunding Bond Issuance Cost	\$0	\$0	\$0	\$0	\$0
Payments to Refunded Bond Escrow Agent	0	0	0	0	0
Issuance of Long-Term Capital-Related Debt	5,980,000	0	0	0	0
Bond Premium	0	0	0	0	0
Issuance of Capital Leases	0	0	159,586	0	0
Proceeds from Sale of Capital Assets	0	0	0	5,500	0
Transfers In	2,683,370	0	0	0	0
Transfers (Out)	(2,683,370)	0	0	0	0
Total Other Financing Sources (Uses)	<u>5,980,000</u>	<u>0</u>	<u>159,586</u>	<u>5,500</u>	<u>0</u>
Net Change in Fund Balances	<u>\$7,884,962</u>	<u>\$5,003,588</u>	<u>\$9,962,438</u>	<u>\$4,537,490</u>	<u>\$17,173,520</u>

Source: District Records

2016	2017	2018	2019	2020
\$0	\$44,764,964	\$0	\$0	\$0
0	(47,860,010)	0	0	0
0	0	0	59,600,000	3,000,000
0	3,543,595	0	4,096,644	0
0	0	0	0	0
0	0	24,500	0	0
0	0	0	0	5,000,000
0	0	0	0	(5,000,000)
0	448,549	24,500	63,696,644	3,000,000
<u>(\$5,023,881)</u>	<u>\$9,430,318</u>	<u>\$1,795,567</u>	<u>\$58,964,084</u>	<u>(\$7,766,180)</u>

Little Miami Local School District
 Assessed and Estimated Actual Value of Taxable Property
 Last Ten Collection (Calendar) Years (1)
 Schedule 8

Collection Year	Assessed Value			Total Estimated Actual Value	Total Direct Rate
	Total Real Property (2)	Public Utilities Personal	Total		
2010	\$750,654,640	\$10,680,990	\$761,335,630	\$2,155,408,533	42.59
2011	755,555,300	17,189,860	772,745,160	2,175,919,289	56.54
2012	721,886,880	20,990,510	742,877,390	2,083,524,453	58.33
2013	726,351,370	22,549,160	748,900,530	2,097,838,789	58.33
2014	742,522,960	23,965,470	766,488,430	2,145,459,641	59.55
2015	823,068,350	24,509,940	847,578,290	2,376,133,797	54.74
2016	843,462,380	24,251,340	867,713,720	2,434,143,854	54.74
2017	864,830,980	26,390,640	891,221,620	2,497,336,297	54.74
2018	1,015,149,180	28,251,400	1,043,400,580	2,928,677,629	56.74
2019	1,043,224,780	29,775,380	1,073,000,160	3,010,417,609	55.74

Source: Warren County Auditor

- (1) Assessed values shown in this schedule will not agree to amounts in the notes to the financial statements, since the schedules are shown on a calendar year basis, which is consistent with the method county auditors maintain this information.
- (2) The split between Residential and Commercial Real Property was not available from the Warren County Auditor

Note:

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

Little Miami Local School District
 Direct and Overlapping Property Tax Rates
 Last Ten Calendar Years
 Schedule 9

Fiscal Year	District Direct Rate					Overlapping Rates	
	General	Debt Service	Emergency	Permanent Improvement	Total	Warren County	Hamilton Township Exc
2010	33.34	6.25	0.00	3.00	42.59	5.78	5.30
2011	33.34	6.25	13.95	3.00	56.54	7.78	5.30
2012	33.34	7.58	14.41	3.00	58.33	7.78	5.30
2013	33.34	7.58	14.41	3.00	58.33	7.78	5.30
2014	33.34	9.31	13.90	3.00	59.55	7.78	5.30
2015	33.34	5.70	12.70	3.00	54.74	7.78	5.30
2016	33.34	5.70	12.70	3.00	54.74	7.78	5.30
2017	33.34	5.70	12.70	3.00	54.74	7.78	5.30
2018	33.34	8.40	12.00	3.00	56.74	6.28	5.30
2019	33.34	8.40	11.00	3.00	55.74	6.28	6.55

Source: Warren County Auditor

Overlapping Rates					
<u>Mental Health</u>	<u>Warren County JVS</u>	<u>Hamilton Township</u>	<u>County Health District</u>	<u>Hamilton Township Fire</u>	<u>Salem Public Library</u>
1.00	4.50	1.00	0.50	5.00	0.50
1.00	4.50	1.00	0.50	5.00	0.50
1.00	4.50	1.00	0.50	5.00	0.50
1.00	4.50	1.00	0.50	5.00	0.50
1.00	4.50	1.00	1.00	5.00	0.50
1.00	4.50	1.00	1.00	5.00	0.50
1.00	4.50	1.00	0.50	4.00	0.50
1.00	4.50	1.00	0.50	4.00	0.50
1.00	4.50	1.00	0.50	4.00	0.50
1.00	4.50	1.00	0.50	4.00	0.50

Little Miami Local School District
Principal Property Tax Payers
Current Calendar Year and Nine Years Ago
Schedule 10

Taxpayer	2019	
	Personal and Real Property	of Total Assessed Value
Duke Energy Ohio	\$23,174,620	2.16%
DP & L	4,066,120	0.38%
AMH 2014 - 3 Borrower LLC	3,535,480	0.33%
AMH 2015 - 1 Borrower LLC	3,322,020	0.31%
American Residential	3,175,030	0.30%
Fischer Single Family	2,366,150	0.22%
Fischer Development	1,921,460	0.18%
AMH 2015 - 2 Borrower LLC	1,857,660	0.17%
AMH 2014 - 2 Borrower LLC	1,793,720	0.17%
Tournament Players Club	1,785,030	0.16%
Total Principal Property Tax Payers	46,997,290	4.38%
All Others	1,026,002,870	95.62%
Total Assessed Value	\$1,073,000,160	100.00%

Taxpayer	2010	
	Tangible Personal and Real Property	Percentage of Total Taxable Value
Duke Energy Ohio	\$13,362,730	1.50%
HC DC Real Estate Holdings	3,588,624	0.95%
Tournament Players Club	2,055,070	0.47%
Dixon Eagles Point LLC	1,877,299	0.47%
Schoellmer Family Farm	1,686,776	0.28%
DP & L	1,617,350	0.27%
Nisbet Farm	1,453,897	0.16%
Fifth Third Bank	1,231,398	0.15%
Christmas Rancd LLC	999,940	0.11%
Meijer Family LLC	955,462	0.09%
Total Principal Property Tax Payers	28,828,546	4.45%
All Others	732,507,084	96.21%
Total Assessed Value	\$761,335,630	100.00%

Source: Warren County Auditor

Little Miami Local School District
Property Tax Levies and Collections
Last Ten Calendar Years
Schedule 11

Calendar Year	Taxes Levied for the Calendar Year (1)	Collected within the Calendar Year of the Levy		Delinquent Collections in Subsequent Years	Total Collections to Date	
		Amount (2)	Percentage of Levy		Amount	Percentage of Levy
2010	\$23,937,014	\$23,211,922	96.97%	\$663,426	\$23,875,348	99.74%
2011	24,360,108	23,785,268	97.64%	574,840	24,360,108	100.00%
2012	34,926,886	33,854,314	96.93%	710,482	34,564,796	98.96%
2013	36,109,131	35,317,901	97.81%	791,230	36,109,131	100.00%
2014	36,469,004	35,706,641	97.91%	859,328	36,469,004	100.00%
2015	38,838,554	38,031,012	97.92%	875,468	38,836,820	100.00%
2016	37,170,146	36,313,810	97.70%	845,566	37,159,376	99.97%
2017	38,041,991	37,389,553	98.28%	734,892	38,040,445	100.00%
2018	38,915,972	38,255,027	98.30%	670,809	38,915,836	100.00%
2019	45,849,593	44,420,343	96.88%	722,371	45,142,714	98.46%

Source: Warren County Auditor

- (1) Taxes levied and collected are presented on a cash basis
- (2) State reimbursements of rollback and homestead exemptions are included

Little Miami Local School District
 Outstanding Debt by Type
 Last Ten Fiscal Years
 Schedule 12

Fiscal Year	Governmental Activities				Restricted For Debt Service (1)	Net General Obligation Notes & Bonds	Net Bonded Debt Per Capita
	General Obligation Bonds	Bond Anticipation Notes	Capital Leases				
2011	\$75,273,847	\$0	\$1,060,000		\$2,371,400	\$72,902,447	\$342
2012	73,661,062	0	902,000		2,400,782	71,260,280	331
2013	71,249,551	0	863,404		2,611,267	68,638,284	316
2014	69,981,654	0	696,908		2,392,259	67,589,395	308
2015	66,968,623	0	523,686		4,945,289	62,023,334	280
2016	62,340,880	0	344,722		1,991,452	60,349,428	269
2017	62,016,110	0	159,000		3,849,767	58,166,343	256
2018	59,712,088	0	0		4,804,810	54,907,278	242
2019	121,607,191	0	0		4,810,262	116,796,929	510
2020	118,874,988	3,000,000	0		3,714,221	118,160,767	509

Sources: District Records, Warren County Auditor and Bureau of Economic Analysis

- (1) Restricted balance on the Statement of Net Position
- (2) Personal Income information provided by Bureau of Economic Analysis:
 Regional Economic Accounts for Warren County

Ratio of Net Bonded Debt to Estimated Value	Total Outstanding Debt	Percentage of Personal Income (2)	Per Capita (2)
3.38%	\$76,333,847	0.88%	\$358
3.27%	74,563,062	0.79%	346
3.29%	72,112,955	0.73%	332
3.22%	70,678,562	0.70%	322
2.89%	67,492,309	0.61%	304
2.54%	62,685,602	0.54%	279
2.39%	62,175,110	0.52%	274
2.20%	59,712,088	0.46%	263
3.99%	121,607,191	0.88%	531
3.93%	121,874,988	0.84%	525

Little Miami Local School District
Direct and Overlapping Governmental Activities Debt
As of June 30, 2020
Schedule 13

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Direct and Overlapping Debt
Overlapping Debt:			
Warren County	\$33,310,000	14.06%	\$4,683,386
City of Loveland	6,870,000	8.95%	614,865
Village of Maineville	66,896	100.00%	66,896
Hamilton Township	760,000	77.32%	587,632
Union Township	620,997	4.34%	26,951
Warren County Career Center	225,000	20.26%	45,585
Subtotal Overlapping Debt	41,852,893		6,025,315
District Direct Debt	121,874,988	100.00%	121,874,988
Total Direct and Overlapping Debt	\$163,727,881		\$127,900,303

Source: Ohio Municipal Advisory Council

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the District's boundaries and dividing it by the county's total taxable assessed value.

Little Miami Local School District
 Legal Debt Margin Information
 Last Ten Fiscal Years
 Schedule 14

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Debt Limit	\$68,520,207	\$69,547,064	\$66,858,965	\$67,401,048	\$68,983,959
Total Net Debt Applicable to Limit	<u>76,333,847</u>	<u>74,563,062</u>	<u>72,112,955</u>	<u>70,678,562</u>	<u>67,492,309</u>
Legal Debt Margin	<u>(\$7,813,640)</u>	<u>(\$5,015,998)</u>	<u>(\$5,253,990)</u>	<u>(\$3,277,514)</u>	<u>\$1,491,650</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	111.40%	107.21%	107.86%	104.86%	97.84%

Source: District Records

- (1) Assessed values are on a calendar year basis (i.e. fiscal year 2020 is calendar year 2019)
 (2) The District has obtained consent of the State Tax Commissioner and the Superintendent of Public Instruction to issue debt beyond the nine percent debt limitation and has qualified as a "special needs" district.

Legal Debt Margin Calculation for Fiscal Year 2020

Assessed value (1)	\$1,073,000,160
Debt limit (9% of assessed value)	96,570,014
Debt applicable to limit	<u>121,874,988</u>
Legal debt margin (2)	<u><u>(\$25,304,974)</u></u>

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
\$76,282,046	\$78,094,235	\$80,218,946	\$96,570,014	\$96,570,014
<u>62,685,602</u>	<u>62,175,110</u>	<u>59,712,088</u>	<u>121,607,191</u>	<u>121,874,988</u>
<u><u>\$13,596,444</u></u>	<u><u>\$15,919,125</u></u>	<u><u>\$20,506,858</u></u>	<u><u>(\$25,037,177)</u></u>	<u><u>(\$25,304,974)</u></u>
82.18%	79.62%	74.44%	115.60%	126.20%

Little Miami Local School District
Demographic and Economic Statistics
Last Ten Calendar Years
Schedule 15

Calendar Year	Population (1)	Personal (Thousands of Dollars) (2)	Personal Income (3)	Unemployment Rate (4)
2010	213,252	\$8,665,583	\$40,635	8.8%
2011	215,406	9,399,252	43,635	7.6%
2012	217,310	9,942,485	45,753	6.5%
2013	219,169	10,131,284	46,226	6.3%
2014	221,659	10,990,640	49,584	4.8%
2015	224,469	11,572,120	51,553	5.0%
2016	227,063	12,024,592	52,957	4.6%
2017	228,882	13,002,293	56,808	3.8%
2018	232,173	13,883,738	59,799	3.9%
2019	234,602	14,571,287	62,111	3.5%

Sources:

- (1) Population estimates provided by U.S. Census Bureau for all of Warren County
- (2) Personal Income information provided by Bureau of Economic Analysis:
Regional Economic Accounts for Warren County
- (3) Per Capita Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Warren County
- (4) Ohio Department of Job and Family Services - Office of Workforce Development - Bureau of Labor Market Information -- Annual Average

Little Miami Local School District
Major Employers (1)
Current Calendar Year and Nine Years Ago
Schedule 16

2019			
Major Employers (2)	Type	Number of Employees	Employer's Percentage of Total Employment
Aisin Seiki/ADVICS Co Ltd	Manufacturing	(3)	(4)
Atrium Medical Center	Health Service	(3)	(4)
Cedar Fair/Kings Island	Amusement Service	(3)	(4)
Cengage Learning Inc	Educational Service	(3)	(4)
Cintas Corp	Manufacturing	(3)	(4)
L-3 Cincinnati Electronics	Manufacturing	(3)	(4)
Luxottica Group SpA	Manufacturing	(3)	(4)
Macy's Inc	Retail Trade	(3)	(4)
Mitsubishi Electric Automotive	Manufacturing	(3)	(4)
Mason Local Schools	Government	(3)	(4)
Portion Pac/Kraft Heinz	Manufacturing	(3)	(4)
State of Ohio	Government	(3)	(4)
WellPoint Inc/Anthem	Insurance Service	(3)	(4)

2010			
Major Employers (2)	Type	Number of Employees	Employer's Percentage of Total Employment
Aisin Seiki/ADVICS Co Ltd	Manufacturing	(3)	(4)
Cedar Fair/Kings Island	Amusement Service	(3)	(4)
Cintas Corp	Manufacturing	(3)	(4)
HJ Heinz/Portion Pac Inc	Manufacturing	(3)	(4)
Luxottica Group SpA	Manufacturing	(3)	(4)
Macy's Inc	Retail Trade	(3)	(4)
Mason Local Bd of Ed	Government	(3)	(4)
Procter & Gamble Co	Research and Development	(3)	(4)
State of Ohio	Government	(3)	(4)
Sumco Phoenix	Manufacturing	(3)	(4)
WellPoint Inc/Anthem	Insurance Service	(3)	(4)

Source: Ohio Department of Development

- (1) For all of Warren County.
- (2) Includes at minimum the ten largest employers for the county. In alphabetical order only.
- (3) The number of employees of each listed major employer was not available.
- (4) The employer's percentage of total employment for each major employer was not available.

Little Miami Local School District
 Full-Time Equivalent District Employees by Type
 Last Ten Fiscal Years
 Schedule 17

	2011	2012	2013	2014	2015
Official/Administrative					
Administrative Assistant	0.00	0.00	0.00	0.00	1.00
Assistant Superintendent	0.00	0.00	0.00	0.00	0.00
Assistant Principal	2.00	0.00	0.00	2.00	3.00
Principals	6.00	7.00	7.00	6.00	8.00
Superintendent	1.00	1.00	1.00	1.00	1.00
Supervising/Managing/Directing	0.00	0.00	0.00	0.00	1.00
Treasurer	1.00	1.00	1.00	1.00	1.00
Coordinator	1.78	1.00	1.00	2.00	2.00
Education Administrative Specialist	0.00	0.00	0.00	0.00	0.00
Director	2.00	2.00	2.00	2.00	2.00
Total Official/Administrative	13.78	12.00	12.00	14.00	19.00
Professional - Educational					
Curriculum Specialist	1.50	0.50	1.00	1.00	1.00
Counseling	4.33	6.00	6.00	6.00	6.00
Librarian/Media	1.00	1.00	1.00	2.00	2.00
Remedial Specialist	2.00	3.00	4.00	4.00	3.00
Regular Teaching	158.32	151.55	153.66	159.26	153.00
Special Education Teaching	10.61	9.29	11.82	14.62	21.00
Vocational Education Teaching	0.00	0.00	1.00	1.00	1.00
Educ. Service Personnel Teacher	8.26	11.06	16.05	16.54	14.80
Supplemental Service Teacher (Special Education)	17.98	19.18	16.00	18.00	16.00
Teacher Mentor/Evaluator	0.00	0.00	0.00	0.00	0.00
Total Professional - Education	204.00	201.58	210.53	222.42	217.80
Professional - Other					
Accounting	1.00	1.00	2.00	2.00	2.00
Dietitian/Nutritionist	1.00	1.00	1.00	1.00	1.00
Psychologist	0.00	0.00	0.00	0.00	0.00
Publicity Relations	0.00	0.00	0.00	0.00	1.00
Registered Nursing	2.00	3.00	5.00	6.00	6.53
Physical Therapist	0.00	0.00	0.00	0.00	0.00
Speech and Language Therapist	4.00	3.50	3.50	3.50	3.80
Occupational Therapist	0.00	0.00	0.00	0.00	0.00
Physical Therapy Assistant	0.00	0.00	0.00	0.00	0.00
Planning/Research Development	0.50	0.50	0.00	0.00	0.00
Other Professional	0.00	0.00	0.00	0.00	0.00
Total Professional - Other	8.50	9.00	11.50	12.50	14.33
Technical					
Computer Operating	2.00	2.00	2.00	1.00	2.00
Practical Nursing	1.00	1.00	1.00	1.00	1.00
Library Aide	0.00	0.00	0.00	0.00	0.00
Other Technical	1.00	0.00	0.00	0.00	0.00
Total Technical	4.00	3.00	3.00	2.00	3.00

Source: State Department of Education

2016	2017	2018	2019	2020
2.00	3.00	3.00	4.00	0.00
0.00	1.00	1.00	1.00	1.00
4.00	6.00	6.00	6.00	6.00
6.00	6.00	6.00	6.00	6.00
1.00	1.00	1.00	1.00	1.00
2.00	2.00	3.00	4.00	2.00
1.00	1.00	1.00	1.00	1.00
1.00	1.00	2.00	2.00	0.00
0.00	0.00	0.00	0.00	0.00
6.00	8.00	8.00	8.00	10.00
23.00	29.00	31.00	33.00	27.00
5.00	0.00	2.00	1.00	1.00
8.00	9.00	8.40	10.00	9.00
2.00	5.00	2.00	3.00	5.00
4.00	3.00	4.00	4.00	4.00
154.00	166.00	187.50	190.50	194.00
18.00	19.00	26.00	23.00	15.00
1.00	1.00	1.00	1.00	0.00
14.80	15.80	14.97	14.17	12.00
17.00	27.00	26.60	26.60	27.00
0.00	0.00	0.00	0.00	0.00
223.80	245.80	272.47	273.27	267.00
2.00	2.00	2.00	2.00	2.00
1.00	1.00	2.00	1.00	2.00
0.00	0.00	0.00	0.00	0.00
1.00	1.00	1.00	1.00	1.00
6.53	7.00	1.00	1.00	1.00
0.00	0.00	0.00	0.00	0.00
3.80	3.80	5.73	3.60	5.00
0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	1.00
14.33	14.80	11.73	8.60	12.00
2.00	2.00	2.00	2.00	1.00
1.00	1.00	6.53	7.00	7.00
0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	1.00
3.00	3.00	8.53	9.00	9.00

Little Miami Local School District
 Full-Time Equivalent District Employees by Type
 Last Ten Fiscal Years
 Schedule 17 (Continued)

	2011	2012	2013	2014	2015
Office/Clerical					
Records Managing	1.00	1.00	1.00	1.00	1.00
Bookkeeping	1.00	1.00	1.00	1.00	1.00
Clerical	13.63	12.58	14.62	14.29	14.62
Teaching Aide	4.95	4.95	6.65	7.80	7.73
Other Office/Clerical	0.00	0.00	0.00	0.00	0.00
Total Office/Clerical	20.58	19.53	23.27	24.09	24.35
Crafts and Trades					
General Maintenance	1.00	1.00	1.00	1.00	1.00
Mechanic	2.00	2.00	2.00	2.00	4.00
Foreman	1.00	1.00	1.00	1.00	0.00
Total Crafts and Trades	4.00	4.00	4.00	4.00	5.00
Operative					
Dispatching	1.00	1.00	1.00	1.00	1.00
Vehicle Operator (Buses)	31.37	32.18	40.02	45.34	47.07
Vehicle Operator (Other than Buses)	1.25	1.21	1.25	1.25	1.92
Total Operative	33.62	34.39	42.27	47.59	49.99
Service Work/Laborer					
Attendance Officer	0.00	0.00	0.00	0.00	0.00
Custodian	18.18	18.18	19.00	22.00	22.00
Food Service	19.65	19.90	19.42	22.85	21.96
Monitoring	4.28	2.53	2.57	5.70	7.37
Groundskeeping	2.00	2.00	2.00	2.00	2.00
Attendant	30.11	28.79	29.61	33.53	36.77
Total Service Work/Laborer	74.22	71.40	72.60	86.08	90.10
Total Employees	362.70	354.90	379.17	412.68	423.57

Source: State Department of Education

2016	2017	2018	2019	2020
1.00	0.00	1.00	1.00	2.00
1.00	1.00	1.00	2.00	2.00
14.62	14.00	15.00	15.00	15.00
7.73	8.00	8.73	8.73	8.00
0.00	0.00	0.00	0.00	1.00
24.35	23.00	25.73	26.73	28.00
1.00	2.00	3.00	3.00	3.00
4.00	3.00	3.00	3.00	3.00
0.00	0.00	0.00	0.00	0.00
5.00	5.00	6.00	6.00	6.00
1.00	1.00	1.00	1.00	1.00
47.07	50.06	54.42	55.44	59.00
1.92	3.25	4.00	3.00	3.00
49.99	54.31	59.42	59.44	63.00
0.00	0.00	0.00	0.00	0.00
22.00	22.00	24.00	22.00	23.00
21.96	21.00	27.00	28.44	26.00
7.37	10.68	11.62	11.62	11.00
2.00	1.00	1.00	1.00	1.00
36.77	44.00	49.77	51.90	47.00
90.10	98.68	113.39	114.96	108.00
433.57	473.59	528.27	531.00	520.00

Little Miami Local School District
 Operating Statistics
 Last Ten Fiscal Years
 Schedule 18

Year	Enrollment	Operating Expenditure	Cost Per Pupil	Percentage Change	Expenses	Cost Per Pupil	Percentage Change
2011	4,070	\$32,183,035	\$7,907	0.25%	\$38,005,136	\$9,338	5.53%
2012	3,817	32,119,393	8,415	6.42%	38,527,469	10,094	8.09%
2013	3,976	35,421,057	8,909	5.87%	41,150,700	10,350	2.54%
2014	4,137	37,475,951	9,059	1.68%	43,299,689	10,466	1.13%
2015	4,308	40,285,707	9,351	3.23%	44,332,329	10,291	(1.68%)
2016	4,450	42,543,873	9,560	2.24%	46,707,744	10,496	2.00%
2017	4,627	45,967,295	9,935	3.91%	53,968,547	11,664	11.13%
2018	4,830	49,790,289	10,309	3.76%	35,775,066	7,407	(36.50%)
2019	4,937	54,749,350	11,090	7.58%	57,554,895	11,658	57.39%
2020	5,059	56,348,168	11,138	0.44%	67,106,802	13,265	13.78%

Source: District Records

Teaching Staff	Pupil-Teacher Ratio	Percentage Receiving Free or Reduced-Price Meals
204.00	20.0	19.40%
201.58	18.9	19.60%
210.53	18.9	23.10%
222.42	18.6	21.80%
217.80	19.8	20.80%
223.80	19.9	20.82%
245.80	18.8	20.06%
272.47	17.7	17.57%
273.27	18.1	17.76%
267.00	18.9	16.43%

Little Miami Local School District
 School Building Information
 Last Ten Fiscal Years
 Schedule 19

	2011	2012	2013	2014	2015
School					
Little Miami High School (2000)					
Square Feet	214,894	214,894	214,894	214,894	214,894
Capacity	1,500	1,500	1,500	1,500	1,500
Enrollment	1,338	1,314	1,037	1,080	938
Little Miami Junior High (1956)/New Junior High (2009) (2)					
Square Feet	109,000	109,000	109,000	109,000	109,000
Capacity	800	800	800	800	800
Enrollment	610	858	584	622	720
Little Miami Intermediate (2009) (2)					
Square Feet	104,000	104,000	104,000	104,000	104,000
Capacity	800	800	800	800	800
Enrollment	824	675	653	698	748
Little Miami Intermediate (1975)/Salem Elementary (2)					
Square Feet	110,442	110,442	110,442	110,442	110,442
Capacity	1,250	1,250	1,250	1,250	1,250
Enrollment	821	976	1,022	1,011	1,102
Hamilton-Maineville Elementary School (1975)					
Square Feet	42,100	42,100	42,100	42,100	42,100
Capacity	525	525	525	525	525
Enrollment	480	(3)	503	506	529
Harlan-Butlerville Elementary School (1979)					
Square Feet	20,002	20,002	20,002	20,002	20,002
Capacity	250	250	250	250	250
Enrollment	(3)	(3)	177	220	271
Morrow Elementary School (1975)					
Square Feet	50,291	50,291	50,291	50,291	50,291
Capacity	750	750	750	750	750
Enrollment	(3)	(3)	(3)	(3)	(3)
Total Enrollment for the District	4,070	3,817	3,976	4,137	4,308

Source: District Records

- (1) Enrollment number includes all three elementary schools combined
- (2) September 2009 a new Junior High and Intermediate School were opened and Salem Elementary occupied the previous spaces held by the aforementioned buildings
- (3) Building was not open for the school year

2016	2017	2018	2019	2020
214,894	214,894	214,894	214,894	214,894
1,500	1,500	1,500	1,500	1,500
985	1,054	1,323	1,373	1,420
109,000	109,000	109,000	109,000	109,000
800	800	800	800	800
768	786	745	741	768
104,000	104,000	104,000	104,000	104,000
800	800	800	800	800
754	740	735	832	817
110,442	110,442	110,442	110,442	110,442
1,250	1,250	1,250	1,250	1,250
1,139	1,313	1,289	1,244	1,280
42,100	42,100	42,100	42,100	42,100
525	525	525	525	525
539	478	492	469	500
20,002	20,002	20,002	20,002	20,002
250	250	250	250	250
265	256	246	278	274
50,291	50,291	50,291	50,291	50,291
750	750	750	720	720
(3)	(3)	(3)	(3)	(3)
4,450	4,627	4,830	4,937	5,059

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OHIO AUDITOR OF STATE KEITH FABER



LITTLE MIAMI LOCAL SCHOOL DISTRICT

WARREN COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 2/9/2021

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

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www.ohioauditor.gov