



Ohio County School District

Financial Statements

June 30, 2024

REPORT	
Independent Auditor’s Report	1
FINANCIAL STATEMENTS	
Required Supplementary Information:	
Management’s Discussion and Analysis	5
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Position	18
Statement of Activities	20
Fund Financial Statements:	
Balance Sheet — Governmental Funds	22
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	24
Statement of Revenues, Expenditures and Changes in Fund Balances — Governmental Funds	25
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	27
Statement of Net Position — Proprietary Funds	28
Statement of Revenues, Expenses and Changes in Fund Net Position — Proprietary Funds	29
Statement of Cash Flows — Proprietary Funds	30
Statement of Fiduciary Net Position — Fiduciary Funds	32
Statement of Changes in Fiduciary Net Position — Fiduciary Funds	33
Notes to the Financial Statements	34

Required Supplementary Information:

Budgetary Comparison Schedule for the General Fund	84
Budgetary Comparison Schedule for the Special Revenue Fund	86
Schedule of the District's Proportionate Share of the Net Pension Liability and Schedule of District's Contributions – Kentucky Teachers' Retirement System	88
Schedule of the District's Proportionate Share of the Net Pension Liability and Schedule of District's Contributions – County Employees Retirement System	90
Schedule of the District's Proportionate Share of the Collective Net OPEB Liability and Schedule of District's Contributions – Kentucky Teachers' Retirement System – Medical Insurance Fund	93
Schedule of the District's Proportionate Share of the Collective Net OPEB Liability and Schedule of District's Contributions – Kentucky Teachers' Retirement System – Life Insurance Fund	95
Schedule of the District's Proportionate Share of the Collective Net OPEB Liability and Schedule of District's Contributions – County Employees Retirement System	97

Supplementary Information:

Combining Balance Sheet — Nonmajor Governmental Funds	100
Combining Statement of Revenues, Expenditures and Changes in Fund Balances — Nonmajor Governmental Funds	101
Combining Statement of Net Position — Nonmajor Proprietary Funds	103
Combining Statement of Revenues, Expenses and Changes in Fund Net Position — Nonmajor Proprietary Funds	104
Combining Statement of Cash Flows — Nonmajor Proprietary Funds	105
Combining Statement of School Activity Funds	106
Statement of School Activity Funds — Ohio County High School	107
Schedule of Expenditures of Federal Awards	109
Notes to the Schedule of Expenditures of Federal Awards	111
Summary Schedule of Prior Audit Findings	112

Table of Contents

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 <i>Government Auditing Standards</i>	113
Independent Auditor’s Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance	115
Schedule of Findings and Questioned Costs	118
Management Letter	120
REQUIRED COMMUNICATIONS	
Required Communications	123
Management Representation Letter	134
THOUGHT LEADERSHIP	
Join Our Conversation	



REPORT





Carr, Riggs & Ingram, LLC
922 State Street
Suite 100
Bowling Green, KY 42101

Mailing Address:
PO Box 104
Bowling Green, KY 42102

270.782.0700
270.782.0932 (fax)
CRICpa.com

Independent Auditor's Report

Kentucky State Committee for School District Audits
Members of the Board of Education
Ohio County School District
Hartford, Kentucky

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of June 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison, and select pension/OPEB information on pages 5 through 17 and 84 through 99 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2024 on our consideration of Ohio County School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Carr, Riggs & Ingram, L.L.C.

Carr, Riggs & Ingram, LLC
Bowling Green, KY
November 14, 2024



FINANCIAL STATEMENTS





**OHIO COUNTY PUBLIC SCHOOL DISTRICT
HARTFORD, KENTUCKY
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)
YEAR ENDED JUNE 30, 2024**

As management of the Ohio County Public School District (District), we offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2024. We encourage readers to consider the information presented here in conjunction with additional information found within the body of the audit.

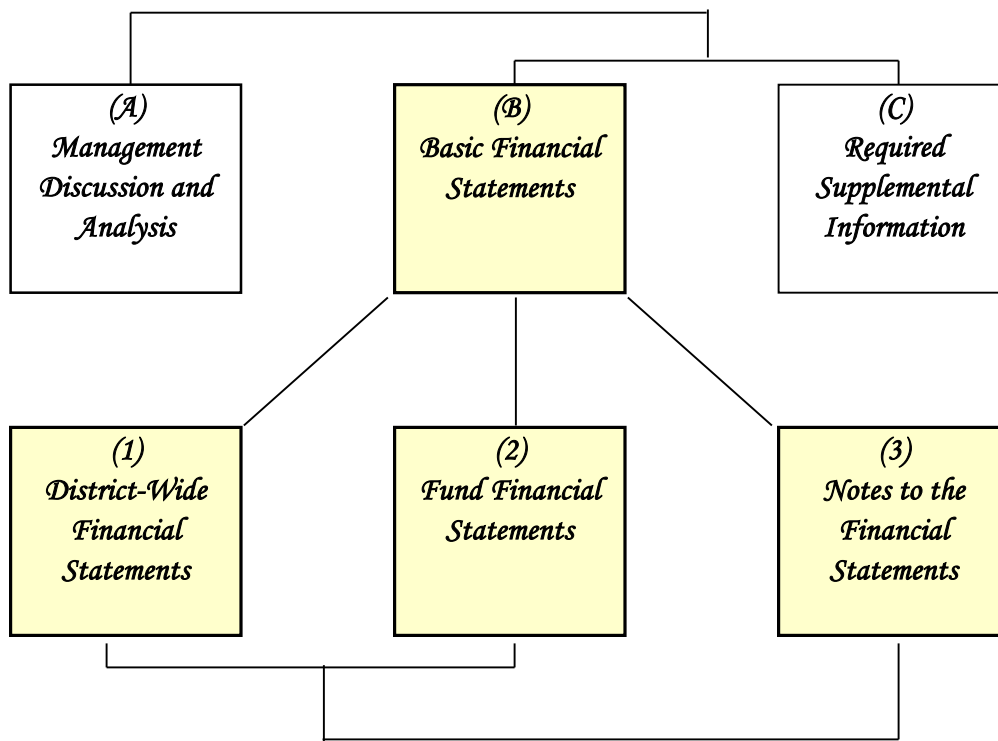
FINANCIAL HIGHLIGHTS

- The beginning General Fund fund balance for the District was \$23,076,613. The ending General Fund fund balance at June 30, 2024 is \$28,028,549. General Fund revenues increased by 0.1%, while General Fund expenditures decreased by 1.3%. This represents a current year excess of revenues over expenditures (or surplus) of \$4,951,936. The revenue increase is primarily due to increased interest earnings. Expenditures decreased predominantly in instruction and student transportation.
- District government-wide revenues increased by 15%, while expenditures increased by 12%. As a result, revenues were \$9,180,510 more than expenditures.
- The District receives funding through the SEEK formula which is directly impacted by average daily attendance (ADA) of the prior school year and the property valuation assessment. The District's ADA for FY 2024 SEEK funding was 3,689. General Fund SEEK decreased by \$179,753 compared to the previous year. The decrease in SEEK funding was primarily due to expiration of the frozen 2019 ADA results that had been applicable since that year for SEEK calculation purposes. Property valuation assessment increased by \$62.8 million.
- The District committed an additional \$5 million in the General Fund for future construction projects bringing the total committed amount to \$16 million. During FY2024, a 10 acre parcel of land was purchased located on Highway 231 near Beaver Dam as the future construction site of a new central office and bus garage.
- The district continues to recover from the impact of disruption and learning loss from the novel coronavirus (COVID-19). The district was awarded access to \$4,941,595 from the Elementary and Secondary School Emergency Relief Fund (ESSER) II and \$10,653,315 from the American Rescue Plan (ARP ESSER) to provide emergency aid, to implement prevention and mitigation strategies, to address the academic impact of lost instruction time by providing a wide variety of evidence based interventions to students, and to address the social, emotional and mental health needs of all students. While school schedules, school events and community activities may have normalized, the school district has focused increased resources and efforts to improve student achievement and overall well-being.

Overview of the Annual Financial Report (AFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Ohio County Public School District as a financial whole, an entire operating entity, in a manner similar to a private-sector business. The annual report consists of three parts: (A) management's discussion and analysis (this section), (B) the basic financial statements and notes, and (C) required and other supplemental information. The statements then proceed to provide an increasingly detailed look at specific financial activities. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Organization of the Annual Financial Report



The Government-Wide Financial Statements have two sections (1) the *Statement of Net Position* and (2) the *Statement of 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 major funds with all other non-major funds presented in total in one column. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Notes to the Financial Statements

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

Reporting the District as a Whole

One of the most important questions asked about the District is “How did we do financially during 2024?” The *Statement of Net Position* and the *Statement of Activities*, which appear first in the District’s financial statements, report information on the District as a whole and its activities in a way that helps answer this question. These statements include *all assets* and *liabilities* using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year’s revenues and expenses regardless of when cash is received or paid.

These two statements report the District’s net position and changes in net position. This change in net position is important because it tells the reader that, for the District as a whole, the financial position of the District has improved or diminished. However, the District’s goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as Kentucky’s SEEK funding formula and its adjustments, the District’s property tax base, required educational programs and other factors.

In the Statement of Net Position and the Statements of Activities, the District is divided into two distinct kinds of activities:

- **Governmental Activities** – Most of the District’s programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extra-curricular activities. The government-wide financial statements outline functions of the District that are principally supported by property taxes and intergovernmental revenues (governmental activities). Fixed assets and related debt are also supported by taxes and intergovernmental revenues.
- **Business-Type Activities** – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The District’s food service is reported as business activities. These activities are funded thru fees, federal grants, and federal commodities.

Net position may serve over time as a useful indicator of a government’s financial position. In the case of the District, assets exceeded liabilities by \$41,388,926 as of June 30, 2024.

The largest portion of the District’s net assets reflects its investment in capital assets (e.g., land and improvements, buildings and improvements, vehicles, furniture and equipment and construction in progress); less any related debt used to acquire those assets that is still outstanding (\$35,302,316). The District uses these capital assets to provide services to its students; consequently, these assets are not available for future spending. Although the District’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The District's financial position is the product of several financial transactions including the net results of activities, the acquisition and payment of debt, the acquisition and disposal of capital assets, and the depreciation of capital assets.

Reporting the District's Most Significant Funds

Fund Financial Statements

After looking at the District as a whole, an analysis of the District's major funds follows. 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. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Fund accounting is a state mandated uniform system and chart of accounts for all Kentucky public school districts utilizing the MUNIS administrative software. The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental, proprietary and fiduciary funds. Fiduciary funds are assets that belong to others. The school activity funds and private purpose trust funds are reported as fiduciary funds. A proprietary fund is sometimes referred to as an enterprise fund. It is a fund that operates like a business with sales of goods and services. All other activities of the district are included in the governmental funds. The major governmental funds for the Ohio County Public School District are the general fund and special revenue (grants) fund and construction fund.

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

Proprietary Funds - Proprietary funds use the same basis of accounting as business-type activities; therefore, the statements for the proprietary fund will essentially match. The District's school food service operation, after school care program, school auditorium, and the community education operation are within the proprietary business-type activities.

Fiduciary Funds – Fiduciary funds account for assets held by the District in a trustee capacity or as an agent on behalf of others. Trust funds account for assets held by the District under the terms of a formal trust agreement. The schools' activity fund balance at year-end totaled \$125,854 (see page 107). The Districts' private purpose trust gross assets at year-end totaled \$3,861,001.

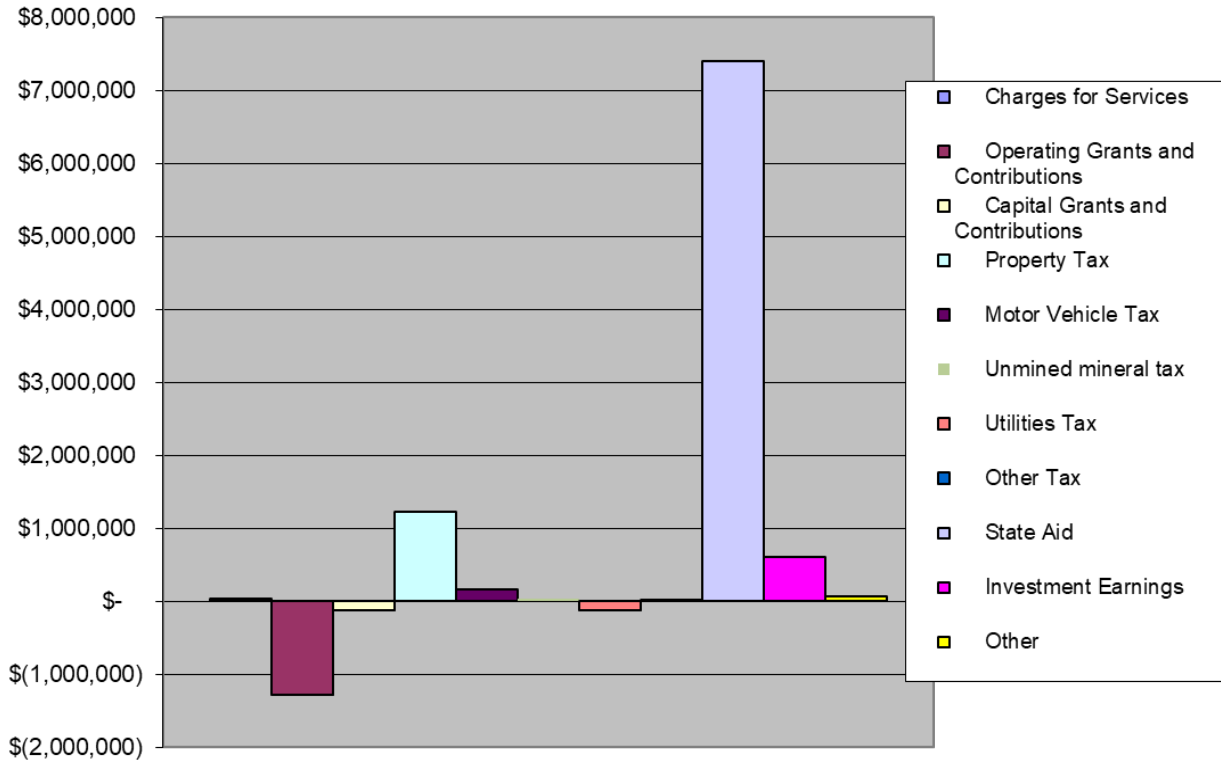
FINANCIAL ANALYSIS OF THE DISTRICT AS A WHOLE

Net Position

	<u>June 30, 2023</u>	<u>June 30, 2024</u>	<u>Change</u>
Assets			
Current and Other Assets	\$ 42,113,186	\$ 35,341,925	(6,771,261)
Capital Assets	38,681,821	49,909,321	11,227,500
Total Assets	\$ 80,795,007	\$ 85,251,246	4,456,239
Deferred Outflows of Resources			
Deferred amount of debt refunding	\$ -	\$ -	0
Pension related	\$ 5,249,589	\$ 4,089,176	(1,160,413)
OPEB related	\$ 7,081,263	\$ 4,858,505	(2,222,758)
Total Assets and Deferred Outflows	\$ 93,125,859	\$ 94,198,927	1,073,068
Liabilities			
Long Term Liabilities	\$ 46,796,022	\$ 33,365,064	(13,430,958)
Other Liabilities (current)	3,216,971	2,413,001	(803,970)
Total Liabilities	\$ 50,012,993	\$ 35,778,065	(14,234,928)
Deferred Inflows of Resources			
Pension deferrals	\$ 2,165,178	\$ 4,718,537	2,553,359
OPEB deferrals	\$ 6,407,620	\$ 9,981,747	3,574,127
Total Liabilities and Deferred Inflows	\$ 58,585,791	\$ 50,478,349	(8,107,442)
Net Position			
Investment in capital assets (net of debt)	\$ 31,153,892	\$ 35,302,316	4,148,424
Restricted	2,954,533	1,105,667	(1,848,866)
Unrestricted	431,643	7,312,595	6,880,952
Total Net Position	\$ 34,540,068	\$ 43,720,578	9,180,510

Revenues			
<u>Revenues</u>	<u>June 30, 2023</u>	<u>June 30, 2024</u>	<u>Change</u>
Program Revenues:			
Charges for Services	\$ 225,048	\$ 257,023	\$ 31,975
Operating Grants and Contributions	12,990,234	11,702,691	(1,287,543)
Capital Grants and Contributions	2,124,650	2,007,516	(117,134)
General Revenues:			
Property Tax	5,425,696	6,646,368	1,220,672
Motor Vehicle Tax	1,155,555	1,322,873	167,318
Unmined mineral tax	22,290	53,093	30,803
Utilities Tax	1,626,193	1,511,655	(114,538)
Other Tax	70,624	96,402	25,778
State Aid	26,837,107	34,246,536	7,409,429
Investment Earnings	1,195,000	1,795,979	600,979
Other	1,089,833	1,159,513	69,680
Total Revenues	\$ 52,762,230	\$ 60,799,649	\$ 8,037,419

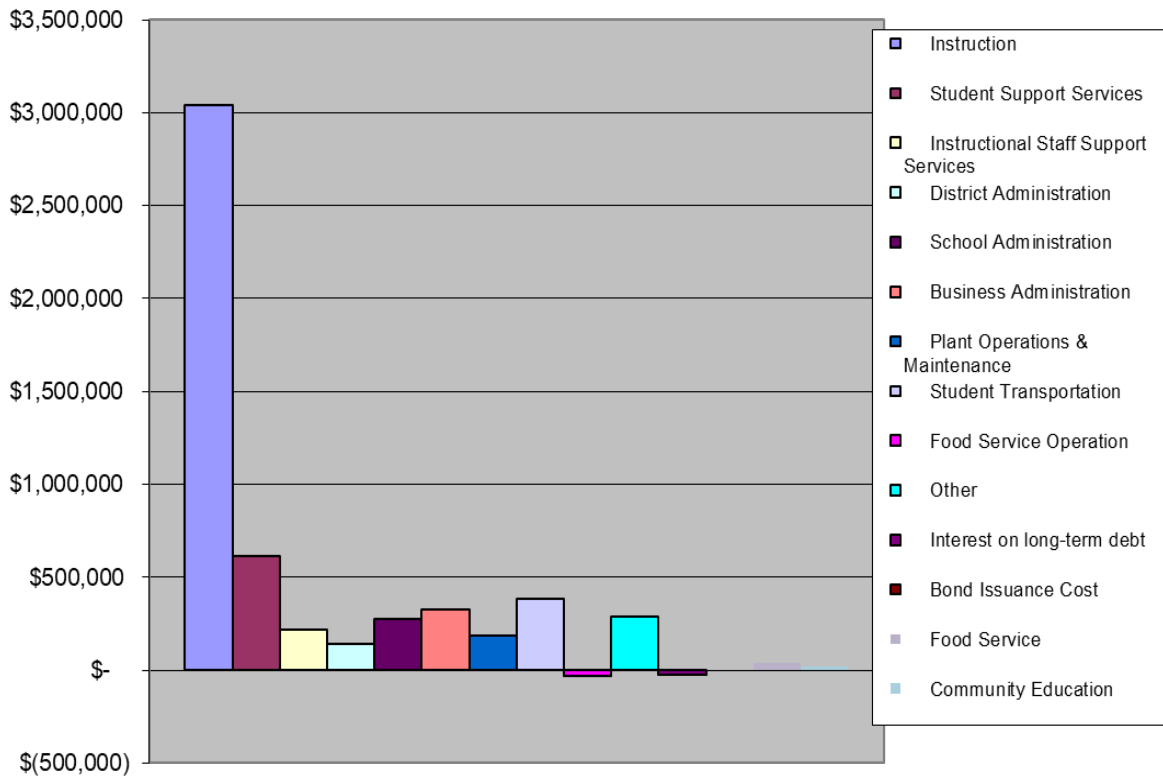
Revenue Variances



Expenses

Expenses	June 30, 2023	June 30, 2024	Change
Instruction	\$ 23,469,733	\$ 26,512,643	\$ 3,042,910
Student Support Services	2,021,848	2,637,396	615,548
Instructional Staff Support Services	1,800,187	2,015,852	215,665
District Administration	681,379	819,478	138,099
School Administration	2,644,134	2,921,830	277,696
Business Administration	1,782,135	2,107,923	325,788
Plant Operations & Maintenance	4,736,201	4,924,570	188,369
Student Transportation	3,826,105	4,208,097	381,992
Food Service Operation	47,994	14,580	(33,414)
Other	796,202	1,084,842	288,640
Interest on long-term debt	452,948	424,471	(28,477)
Bond Issuance Cost	-	-	-
Food Service	3,839,965	3,881,362	41,397
Community Education	49,461	66,095	16,634
Total Expenses	\$ 46,148,292	\$ 51,619,139	\$ 5,470,847

Expense Variance



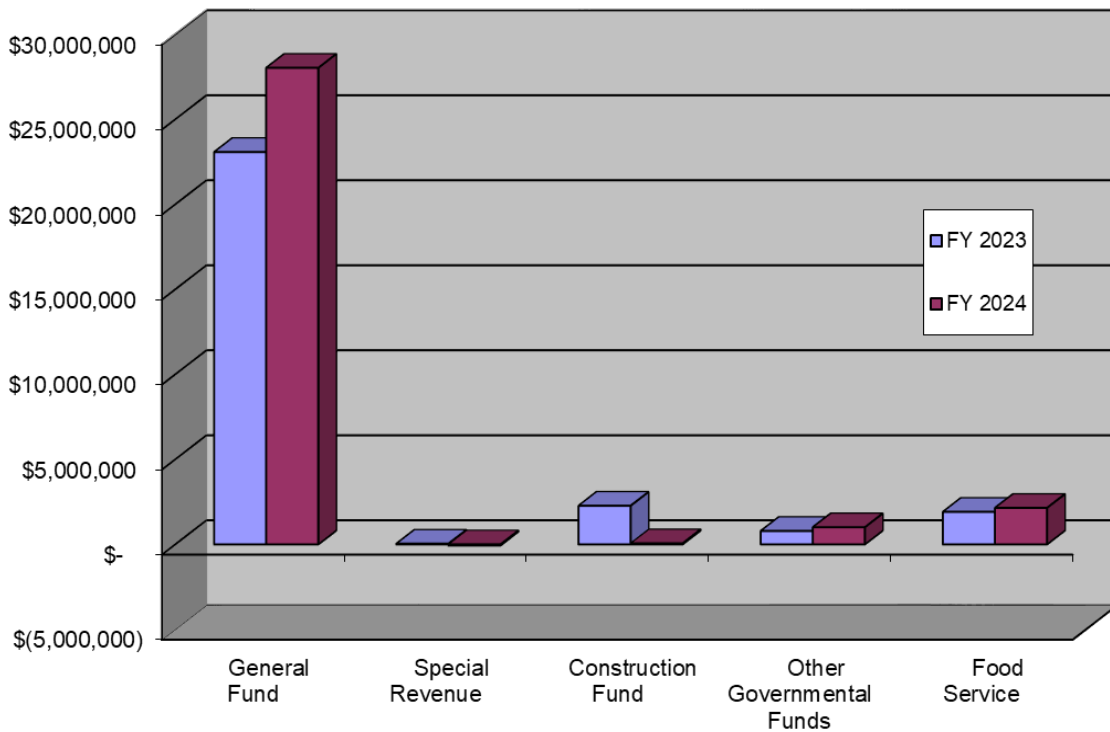
- The District's total revenues were \$60,799,649 and the total expenses were \$51,619,139. Revenues exceeded expenses by \$9,180,510.

- State revenues accounted for 56% and local taxes accounted for 16% of the total revenue.
- Instruction was the major expense category and accounted for 51% of the total.

Financial Analysis of the District Funds

<u>Fund</u>	<u>FY 2023</u>	<u>FY 2024</u>	<u>Amount Change</u>	<u>Percent Change</u>
General Fund	\$23,076,613	\$28,028,549	\$4,951,936	21%
Special Revenue	\$39,011	(\$65,284)	(\$104,295)	-267%
Construction Fund	\$2,272,318	\$63,171	(\$2,209,147)	-97%
Other Governmental Funds	\$788,962	\$1,005,023	\$216,061	27%
Food Service	\$1,912,851	\$2,144,677	\$231,826	12%

Changes in End-of-Year Fund Balances



- The General Fund’s fund balance had a positive change of \$4,951,936.
- The Special Revenue Fund had a negative change of \$104,295.
- The Construction Fund had a negative change of \$2,209,147.
- The Other Governmental Funds had a positive change of \$216,061.
- The Food Service Fund’s balance showed a positive change of \$231,826.

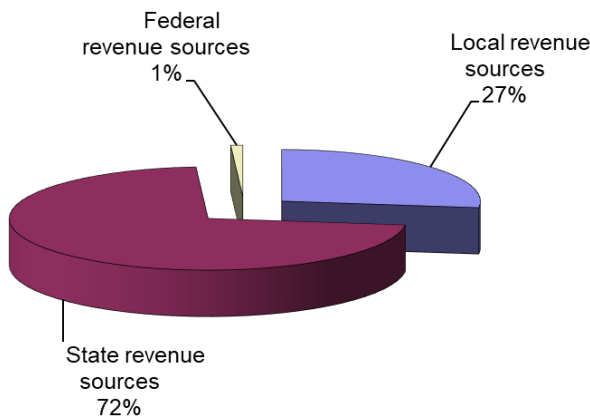
Comments on General Fund Budget Comparisons

- The District budgeted for its local revenues (taxes, earned interest, and tuition) in a conservative manner. Local revenues were more than budgeted (\$743,045).
- Expenditures were less than budgeted primarily because of unspent contingency funds.
- General Fund budget compared to actual revenue varied from line item to line item with the ending actual fund balance being \$4,951,936 more than the prior year.
- The contingency is not meant to be expended, but is to be used as the District’s beginning balance for next year. The ending General Fund balance was \$28,028,549 compared to the contingency budget of \$12,604,987.

The following tables present a summary of revenues and expenditures of the General Fund for the fiscal year ended June 30, 2024.

<u>Revenues</u>	<u>Amount</u>
Local revenue sources	\$ 10,896,636
Property Tax	6,001,554
Motor Vehicle Tax	1,322,873
Utilities Tax	1,511,655
Unmined Minerals Tax	53,093
Other Taxes	96,402
Tuition and fees	24,200
Investment earnings	1,589,070
Other Local Revenue	297,789
State revenue sources	29,014,253
Federal revenue sources	394,292
Total Revenues	\$ 40,305,181

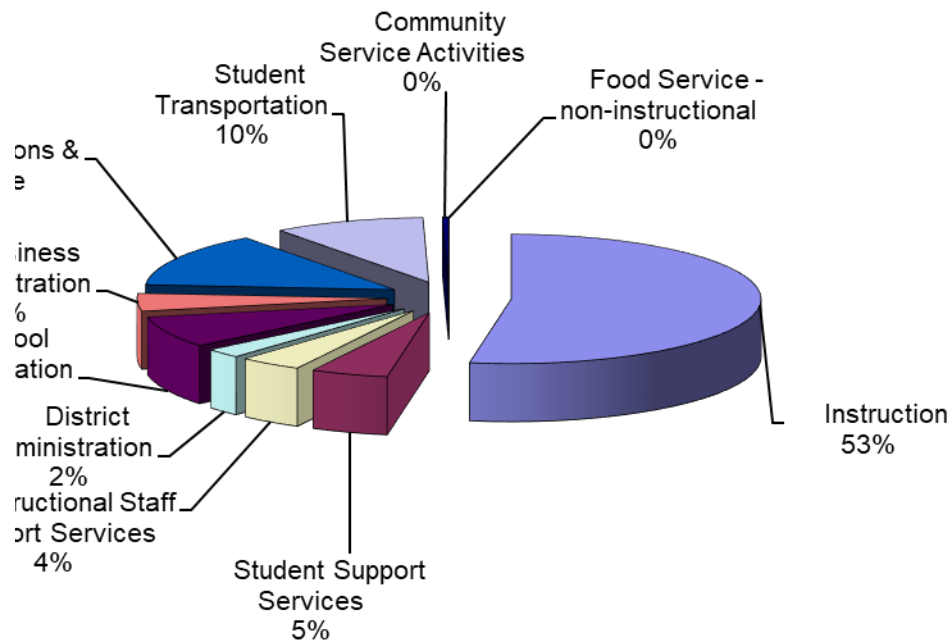
General Fund Revenue Sources



The majority of revenue was derived from state funding 72%, with local revenue sources making up 27% of total revenue.

<u>Expenditures</u>	<u>FY 2024</u>
Instruction	\$ 18,215,067
Student Support Services	1,726,873
Instructional Staff Support Services	1,397,993
District Administration	800,477
School Administration	2,704,157
Business Administration	1,514,523
Plant Operations & Maintenance	4,702,371
Student Transportation	3,384,362
Community Service Activities	130,690
Food Service - non-instructional	-
Facilities acquisition & construction	-
Unrealized loss on investments	-
Total Expenditures	\$ 34,576,513

General Fund Expenditures



The majority of expenditures were in the area of Instruction at 53% with Plant Operations & Maintenance at 14% and Student Transportation expenditures being 10%.

CAPITAL ASSET AND DEBT ADMINISTRATION

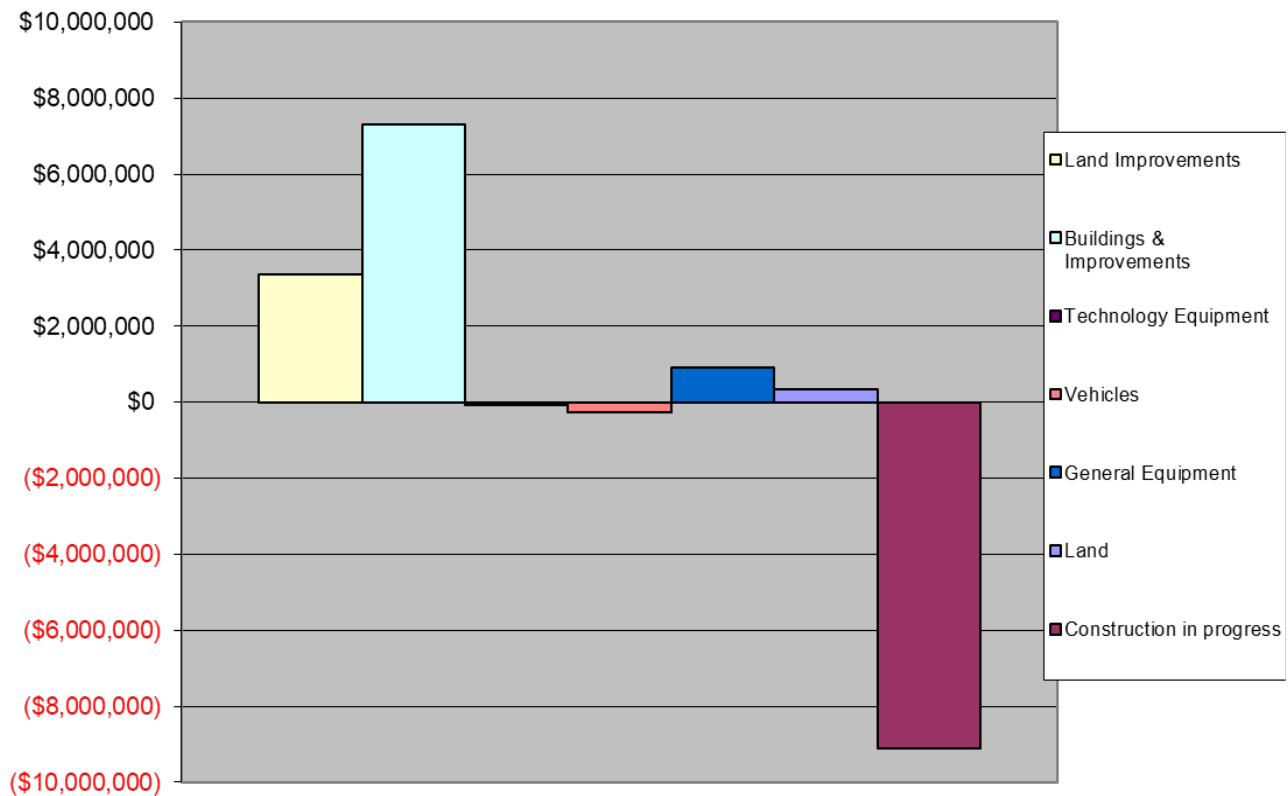
Capital Assets

By June 30, 2024, the district had invested \$51,728,750 in capital assets, net of accumulated depreciation. This included land, school buildings, athletic facilities, maintenance facilities, computer equipment and administrative offices. The cumulative total of assets was \$104,287,977 with accumulated depreciation of \$52,559,227.

SUMMARY OF CAPITAL ASSETS

<u>Assets</u>	<u>June 30, 2023</u>	<u>June 30, 2024</u>	<u>Change</u>
Land	\$456,873	\$806,909	\$350,036
Construction in progress	\$10,124,246	\$1,012,520	(\$9,111,726)
Land Improvements	\$590,038	\$3,954,265	\$3,364,227
Buildings & Improvements	\$34,668,918	\$41,961,381	\$7,292,463
Technology Equipment	\$233,605	\$154,798	(\$78,807)
Vehicles	\$1,955,716	\$1,690,192	(\$265,524)
General Equipment	\$1,233,544	\$2,148,685	\$915,141
Total Assets	\$49,262,940	\$51,728,750	\$2,465,810

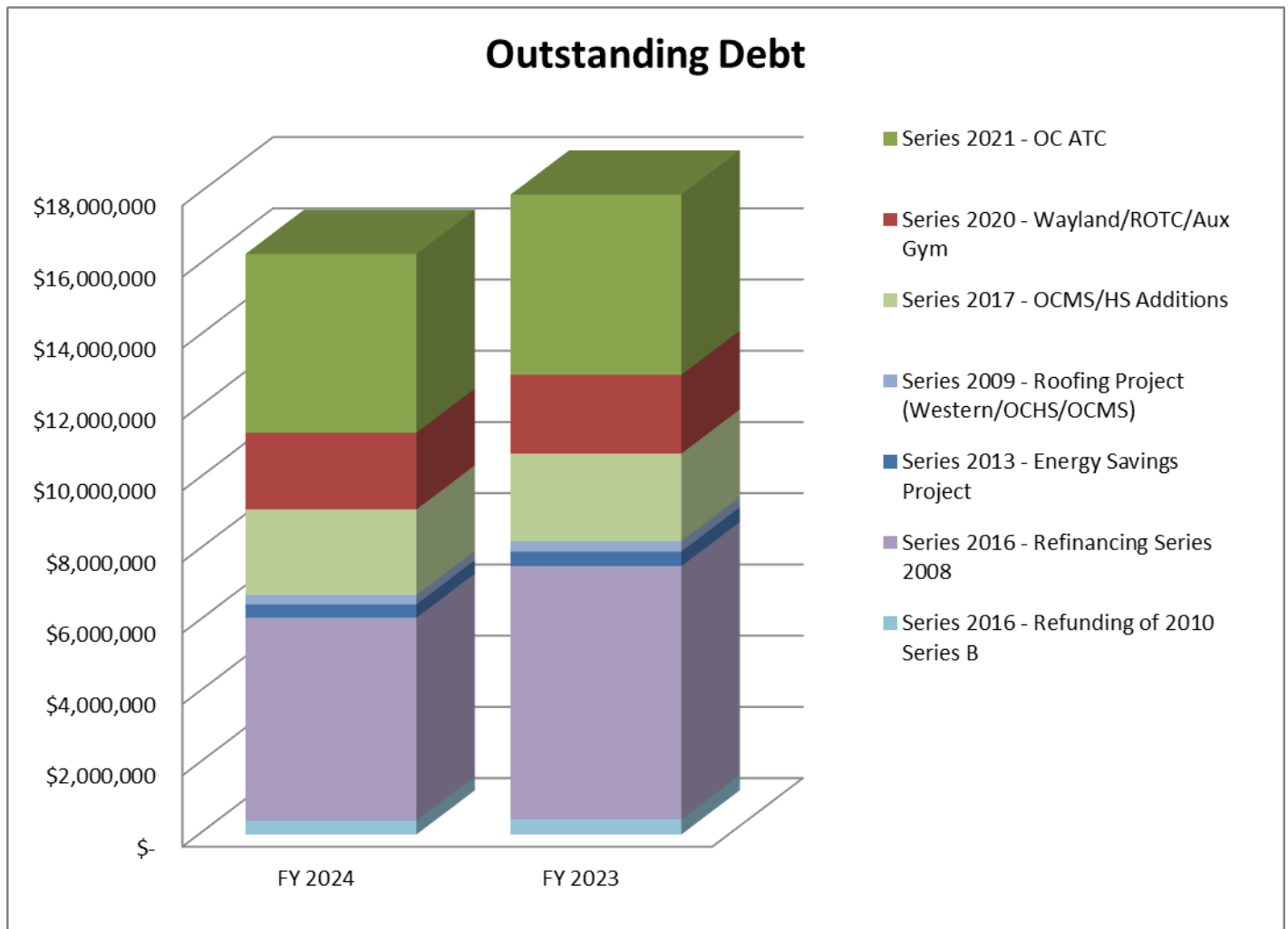
Changes in Capital Assets



School Revenue Bonds Payable

At year-end the district had \$16,301,000 in school revenue bonds outstanding. The net decrease of school revenue bonds payable was \$1,666,000.

School Revenue Bonds	FY 2024	FY 2023
Series 2021 - OC ATC Add/Renov	\$ 5,020,000	\$ 5,060,000
Series 2020 - Wayland Preschool & ROTC/Aux Gym	\$ 2,155,000	\$ 2,210,000
Series 2017 - OCMS/HS Additions	\$ 2,405,000	\$ 2,465,000
Series 2016 - Refinancing Series 2008	\$ 5,695,000	\$ 7,105,000
Series 2016 - Refunding of 2010 Series B	\$ 391,000	\$ 432,000
Series 2013 - Energy Savings Project	\$ 375,000	\$ 410,000
Series 2009 - Roofing Project (Western/OCHS/OCMS)	\$ 260,000	\$ 285,000
Total	\$ 16,301,000	\$ 17,967,000



BUDGETARY IMPLICATIONS

It is extremely important that the district continue to budget very conservatively. The District receives approximately 48% of its general fund revenue each year through the state funding formula (SEEK). The SEEK forecasts from the state should be considered only an estimate of state revenue. If the state does not get the revenue from taxing sources, an adjustment will be made to the funding formula. The District should always be prepared for such reductions in funding.

Approximately 15% of the general fund revenue is from local property tax. The major portion of the tax revenue does not come to the district until between the fifth and seventh months of the fiscal year. This means the general fund's beginning fund balance must be used to absorb much of the first four months of expenditures. Provisions must always be made to have a significant beginning fund balance to start each year.

By law the budget must have a minimum 2% contingency. The District adopted a budget with \$12,607,291 in contingency (35%). The beginning fund balance for beginning the fiscal year was \$23,076,613. The ending fund balance is \$28,028,549. The District must continue to find ways to become more efficient with operational departments in an effort to provide the necessary funding to essential programs.

DISTRICT CHALLENGES FOR THE FUTURE

The primary challenges for Ohio County Public Schools are to continue to reach the academic accountability goals established by the Commonwealth of Kentucky, continue to maintain our modern facilities, and preserving the current level of financial stability.

The District's challenge to reach the academic accountability goal established by the Commonwealth of Kentucky will be accomplished by several means. The primary goal is to maintain our competitive salary schedules to help attract and maintain quality leadership, teachers and support staff. The District also needs to continue to maintain our pupil/teacher ratio at levels below the levels recommended by the state. Maintaining several programs will also help the District overcome this challenge. These programs include, but are not limited to, response to intervention (RTI), and advancement in the area of technology.

The second challenge mentioned above is to maintain our modern facilities. The current balance within the committed construction account as of June 30, 2024 is \$16,000,000. This committed account will help the District recover from any unforeseen major facility repairs, help keep the current facilities in excellent condition and construct any required facilities which do not meet the Kentucky Department of Education guidelines or not large enough to require a bond sale.

The third challenge mentioned above is preserving the current level of financial stability. The district receives 48% of the general fund revenues from the State of Kentucky through the SEEK formula. The impact of high inflation and labor shortages hinder financial strength of the school district and our ability to consistently deliver instructional services to our greatest potential. The financial condition of both the federal and state government will always be vital to maintaining our financial stability.

Questions regarding this report should be directed to Mrs. Kathy Meredith, Chief Financial Officer, located at 315 East Union Street, Hartford, KY 42347, by phone at 270.298.3249 or e-mail at kathy.meredith@ohio.kyschools.us.

Ohio County School District
Statement of Net Position

<i>June 30, 2024</i>	Governmental Activities	Business- Type Activities	Total
Assets			
Cash	\$ 26,326,586	\$ 3,477,802	\$ 29,804,388
Investments	1,967,340	-	1,967,340
Accounts receivable:			
Taxes	385,053	-	385,053
Accounts	134,795	5,949	140,744
Intergovernmental	605,846	138,584	744,430
Inventory	112,122	93,005	205,127
Prepaid expenses	11,098	1,092	12,190
Non-depreciable capital assets	1,819,429	-	1,819,429
Depreciable capital assets	100,483,606	1,984,942	102,468,548
Less: accumulated depreciation	(51,583,220)	(976,007)	(52,559,227)
Net OPEB asset	225,293	37,931	263,224
Total assets	80,487,948	4,763,298	85,251,246
Deferred Outflows of Resources			
OPEB related	4,633,623	224,882	4,858,505
Pension related	3,499,885	589,291	4,089,176
Total deferred outflows of resources	8,133,508	814,173	8,947,681
Liabilities			
Accounts payable	239,448	9,817	249,265
Accrued liabilities	174,532	-	174,532
Unearned revenue	97,401	-	97,401
Accrued interest	77,993	-	77,993
Long-term obligations:			
Due within one year:			
Outstanding bonds	1,706,000	-	1,706,000
Compensated absences	107,810	-	107,810
Due beyond one year:			
Outstanding bonds	14,720,434	-	14,720,434
Compensated absences	1,009,273	-	1,009,273
Net OPEB liability	5,401,000	-	5,401,000
Net pension liability	10,471,386	1,762,971	12,234,357
Total liabilities	34,005,277	1,772,788	35,778,065

The accompanying notes are an integral part of these financial statements.

Ohio County School District
Statement of Net Position

<i>June 30, 2024</i>	Governmental Activities	Business- Type Activities	Total
Deferred Inflows of Resources			
OPEB related	9,188,657	793,090	9,981,747
Pension related	4,038,596	679,941	4,718,537
Total deferred inflows of resources	13,227,253	1,473,031	14,700,284
Net Position			
Net investment in capital assets	34,293,381	1,008,935	35,302,316
Restricted for:			
Grant programs	(65,284)	-	(65,284)
Capital projects	1,045,412	-	1,045,412
Student activities	125,539	-	125,539
Unrestricted (deficit)	5,989,878	1,322,717	7,312,595
Total net position	\$ 41,388,926	\$ 2,331,652	\$ 43,720,578

The accompanying notes are an integral part of these financial statements.

Ohio County School District
Statement of Activities

<i>For the year ended June 30, 2024</i>	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities:							
Instruction	\$ 26,512,643	\$ 24,200	\$ 5,799,403	\$ 69,759	\$ (20,619,281)	\$ -	\$ (20,619,281)
Support Services:							
Student	2,637,396	-	487,597	-	(2,149,799)	-	(2,149,799)
Instructional staff	2,015,852	-	282,618	-	(1,733,234)	-	(1,733,234)
District administration	819,478	-	-	-	(819,478)	-	(819,478)
School administration	2,921,830	-	1,028	-	(2,920,802)	-	(2,920,802)
Business	2,107,923	-	447,784	-	(1,660,139)	-	(1,660,139)
Plant operations and maintenance	4,924,570	-	49,294	-	(4,875,276)	-	(4,875,276)
Student transportation	4,208,097	-	45,957	-	(4,162,140)	-	(4,162,140)
Other	736,628	-	514,087	-	(222,541)	-	(222,541)
Food service operations	14,580	-	-	-	(14,580)	-	(14,580)
Day care operations	74,149	-	74,149	-	-	-	-
Interest on long-term debt	424,471	-	-	1,937,757	1,513,286	-	1,513,286
Loss on disposal of assets	274,065	-	-	-	(274,065)	-	(274,065)
Total governmental activities	47,671,682	24,200	7,701,917	2,007,516	(37,938,049)	-	(37,938,049)
Business-Type Activities:							
Food services	3,881,362	126,873	3,964,109	-	-	209,620	209,620
Other	66,095	105,950	36,665	-	-	76,520	76,520
Total business-type activities	3,947,457	232,823	4,000,774	-	-	286,140	286,140
Total school district	\$ 51,619,139	\$ 257,023	\$ 11,702,691	\$ 2,007,516	(37,938,049)	286,140	(37,651,909)

The accompanying notes are an integral part of these financial statements.

Ohio County School District
Statement of Activities

<i>For the year ended June 30, 2024</i>	Governmental Activities	Business-Type Activities	Total
General Revenues			
Taxes:			
Property	6,646,368	-	6,646,368
Motor vehicle	1,322,873	-	1,322,873
Utilities	1,511,655	-	1,511,655
Unmined minerals	53,093	-	53,093
Other	96,402	-	96,402
State aid	34,246,536	-	34,246,536
Investment earnings	1,596,020	199,959	1,795,979
Other	1,159,513	-	1,159,513
Transfers	177,753	(177,753)	-
Total general revenues and transfers	46,810,213	22,206	46,832,419
Change in net position	8,872,164	308,346	9,180,510
Net position - beginning of year	32,516,762	2,023,306	34,540,068
Net position - end of year	\$ 41,388,926	\$ 2,331,652	\$ 43,720,578

The accompanying notes are an integral part of these financial statements.

Ohio County School District
Balance Sheet
Governmental Funds

<i>June 30, 2024</i>	General Fund	Special Revenue Fund	Construction Fund	Other Governmental Funds	Total Governmental Funds
Assets					
Cash	\$ 25,103,771	\$ 8,324	\$ 208,113	\$ 1,006,378	\$ 26,326,586
Investments	1,967,340	-	-	-	1,967,340
Accounts receivable:					
Taxes	385,053	-	-	-	385,053
Accounts	134,072	-	-	723	134,795
Intergovernmental	-	605,846	-	-	605,846
Due from other funds	575,000	-	-	-	575,000
Inventory	112,122	-	-	-	112,122
Prepaid expenses	11,098	-	-	-	11,098
Total assets	\$ 28,288,456	\$ 614,170	\$ 208,113	\$ 1,007,101	\$ 30,117,840

The accompanying notes are an integral part of these financial statements.

Ohio County School District
Balance Sheet
Governmental Funds

<i>June 30, 2024</i>	General Fund	Special Revenue Fund	Construction Fund	Other Governmental Funds	Total Governmental Funds
Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$ 85,375	\$ 7,053	\$ 144,942	\$ 2,078	\$ 239,448
Accrued liabilities	174,532	-	-	-	174,532
Due to other funds	-	575,000	-	-	575,000
Unearned revenue	-	97,401	-	-	97,401
Total liabilities	259,907	679,454	144,942	2,078	1,086,381
Fund Balances					
Nonspendable	123,220	-	-	-	123,220
Restricted	269,896	(65,284)	63,171	837,884	1,105,667
Committed	16,100,000	-	-	-	16,100,000
Assigned	998,847	-	-	167,139	1,165,986
Unassigned	10,536,586	-	-	-	10,536,586
Total fund balances	28,028,549	(65,284)	63,171	1,005,023	29,031,459
Total liabilities and fund balances	\$ 28,288,456	\$ 614,170	\$ 208,113	\$ 1,007,101	\$ 30,117,840

The accompanying notes are an integral part of these financial statements.

Ohio County School District
 Reconciliation of the Governmental Funds
 Balance Sheet to the Statement of Net Position

<u>June 30,</u>	<u>2024</u>
Total fund balances – governmental funds	\$ 29,031,459
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 as assets in governmental funds. The cost of the assets is \$102,303,035 and the accumulated depreciation is \$51,583,220.	50,719,815
Deferred outflows and inflows of resources related to pensions are applicable to future periods, therefore, are not reported in the fund statements.	(538,711)
Deferred outflows and inflows of resources related to OPEB are applicable to future periods, therefore, are not reported in the fund statements.	(4,555,034)
Long-term liabilities, including bonds payable and accrued interest, are not due and payable in the current period and, therefore, are not reported as liabilities in governmental funds. Long-term liabilities at year-end consist of:	
Bonds payable	(16,426,434)
Accrued interest on outstanding bonds	(77,993)
Compensated absences	(1,117,083)
Net OPEB asset	225,293
Net OPEB liability	(5,401,000)
Net pension liability	(10,471,386)
Total net position – governmental activities	\$ 41,388,926

The accompanying notes are an integral part of these financial statements.

Ohio County School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds

<i>For the year ended June 30, 2024</i>	General Fund	Special Revenue Fund	Construction Fund	Other Governmental Funds	Total Governmental Funds
Revenues					
From local sources:					
Taxes:					
Property	\$ 6,001,554	\$ -	\$ -	\$ 644,814	\$ 6,646,368
Motor vehicle	1,322,873	-	-	-	1,322,873
Utilities	1,511,655	-	-	-	1,511,655
Unmined minerals	53,093	-	-	-	53,093
Other	96,402	-	-	-	96,402
Tuition and fees	24,200	6,363	-	-	30,563
Earnings on investments	1,589,070	1,503	-	6,950	1,597,523
Other local revenue	297,789	407,226	-	471,546	1,176,561
Intergovernmental - state	29,014,253	1,744,320	-	1,937,757	32,696,330
Direct federal	394,292	-	-	-	394,292
Intergovernmental - federal	-	5,612,264	-	-	5,612,264
Total revenues	40,305,181	7,771,676	-	3,061,067	51,137,924
Expenditures					
Current:					
Instruction	18,215,067	5,377,208	-	665,893	24,258,168
Support services:					
Student	1,726,873	487,597	-	-	2,214,470
Instructional staff	1,397,993	282,618	-	64,525	1,745,136
District administration	800,477	-	-	-	800,477
School administration	2,704,157	1,028	-	-	2,705,185
Business	1,514,523	447,784	-	-	1,962,307
Plant operations and maintenance	4,702,371	49,294	-	-	4,751,665
Student transportation	3,384,362	45,957	-	114,840	3,545,159

The accompanying notes are an integral part of these financial statements.

Ohio County School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds

<i>For the year ended June 30, 2024</i>	General Fund	Special Revenue Fund	Construction Fund	Other Governmental Funds	Total Governmental Funds
Other	130,690	514,087	-	-	644,777
Debt service:					
Principal	-	-	-	1,666,000	1,666,000
Interest	-	-	-	448,317	448,317
Food service operations	-	-	-	-	-
Architectural and engineering	-	-	119,915	-	119,915
Land improvements	-	-	2,404,675	-	2,404,675
Building improvements	-	-	1,120,722	-	1,120,722
Day care operations	-	74,149	-	-	74,149
Total expenditures	34,576,513	7,279,722	3,645,312	2,959,575	48,461,122
Excess (deficiency) of revenues over expenditures	5,728,668	491,954	(3,645,312)	101,492	2,676,802
Other Financing Sources (Uses)					
Operating transfers-in	666,746	69,759	1,464,950	2,198,548	4,400,003
Operating transfers-out	(1,443,478)	(666,008)	(28,785)	(2,083,979)	(4,222,250)
Total other financing sources (uses)	(776,732)	(596,249)	1,436,165	114,569	177,753
Net change in fund balances	4,951,936	(104,295)	(2,209,147)	216,061	2,854,555
Fund balances - beginning of year	23,076,613	39,011	2,272,318	788,962	26,176,904
Fund balances - end of year	\$ 28,028,549	\$ (65,284)	\$ 63,171	\$ 1,005,023	\$ 29,031,459

The accompanying notes are an integral part of these financial statements.

Ohio County School District
 Reconciliation of the Governmental Funds
 Statement of Revenues, Expenditures and Changes in
 Fund Balances to the Statement of Activities

Year Ended June 30,	2024
Total net change in fund balances – governmental funds	\$ 2,854,555
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays are reported in governmental funds 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 by which capital outlays, \$4,310,313, exceeds depreciation, \$2,123,696, in the period.	2,186,617
Gains and losses are not presented in governmental funds because they do not provide or use current financial resources. However, they would be presented on the statement of activities, net of proceeds, which would be included on the fund statements. The difference between proceeds from the sale of assets and the actual gain/loss from the sale net to this amount for the year.	(274,065)
Repayment of bond principal and other debt are expenditures in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	1,666,000
Government funds report District pension contributions as expenditures. However, in the Statement of Activities the cost of pension benefits earned net of employee contributions is reported as pension expense.	
District pension contributions	1,198,488
Cost of benefits earned net of employee contributions	(147,707)
Government funds report District OPEB contributions as expenditures. However, in the Statement of Activities the cost of OPEB benefits earned net of employee contributions is reported as pension expense.	
District OPEB contributions	386,908
Cost of benefits earned net of employee contributions	1,004,796
Expenditures reported in the fund financial statements are recognized when the current financial resource is used. However, expenses in the statement of activities are recognized when they are incurred.	(3,428)
Change in net position - governmental activities	\$ 8,872,164

The accompanying notes are an integral part of these financial statements.

Ohio County School District
Statement of Net Position
Proprietary Funds

<i>June 30, 2024</i>	Enterprise Fund Food Service	Other Nonmajor Enterprise Funds	Total
Assets			
Current Assets			
Cash	\$ 3,296,640	\$ 181,162	\$ 3,477,802
Accounts receivable:			
Accounts	-	5,949	5,949
Intergovernmental	138,584	-	138,584
Inventory	93,005	-	93,005
Prepaid expenses	1,092	-	1,092
Total current assets	3,529,321	187,111	3,716,432
Non-Current Assets			
Net OPEB asset	37,931		37,931
Fixed assets - net	1,008,935	-	1,008,935
Total assets	4,576,187	187,111	4,763,298
Deferred Outflows of Resources			
OPEB related	224,882	-	224,882
Pension related	589,291	-	589,291
Total deferred outflows of resources	814,173	-	814,173
Liabilities			
Current Liabilities			
Accounts payable	9,681	136	9,817
Total current liabilities	9,681	136	9,817
Long-Term Liabilities			
Net pension liability	1,762,971	-	1,762,971
Total long-term liabilities	1,762,971	-	1,762,971
Deferred Inflows of Resources			
OPEB related	793,090	-	793,090
Pension related	679,941	-	679,941
Total deferred inflows of resources	1,473,031	-	1,473,031
Net Position			
Net investment in capital assets	1,008,935	-	1,008,935
Unrestricted	1,135,742	186,975	1,322,717
Total net position	\$ 2,144,677	\$ 186,975	\$ 2,331,652

The accompanying notes are an integral part of these financial statements.

Ohio County School District
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds

<i>For the year ended June 30, 2024</i>	Enterprise Fund Food Service	Other Nonmajor Enterprise Funds	Total
Operating Revenues			
Lunchroom sales	\$ 126,873	\$ -	\$ 126,873
Tuition and fees	-	105,950	105,950
Total operating revenues	126,873	105,950	232,823
Operating Expenses			
Instruction	-	12,244	12,244
Salaries and wages	1,307,479	-	1,307,479
Contract services	42,502	-	42,502
Materials and supplies	2,429,892	-	2,429,892
Other operating expenses	24,982	53,851	78,833
Depreciation expense	71,695	-	71,695
Total operating expenses	3,876,550	66,095	3,942,645
Operating (loss) income	(3,749,677)	39,855	(3,709,822)
Non-Operating Revenues (Expenses)			
State grants	367,697	36,665	404,362
Federal grants	3,526,994	-	3,526,994
Donated commodities	69,418	-	69,418
Interest revenue	199,959	-	199,959
Loss on disposal of assets	(4,812)	-	(4,812)
Total non-operating revenues - net	4,159,256	36,665	4,195,921
Income before transfers	409,579	76,520	486,099
Transfers	(177,753)	-	(177,753)
Change in net position	231,826	76,520	308,346
Net position - beginning of year	1,912,851	110,455	2,023,306
Net position - end of year	\$ 2,144,677	\$ 186,975	\$ 2,331,652

The accompanying notes are an integral part of these financial statements.

Ohio County School District
Statement of Cash Flows
Proprietary Funds

<i>Year Ended June 30, 2024</i>	Enterprise Fund Food Service	Other Nonmajor Enterprise Funds	Total
Operating Activities			
Cash received from user charges	\$ 126,873	\$ 104,633	\$ 231,506
Cash payments to employees for services	(1,007,359)	-	(1,007,359)
Cash payments for contract services	(42,502)	-	(42,502)
Cash payments to suppliers for goods and services	(2,348,499)	136	(2,348,363)
Cash payments for other operating expenses	(24,982)	(29,430)	(54,412)
Net cash (used in) provided by operating activities	(3,296,469)	75,339	(3,221,130)
Non-Capital Financing Activities			
Indirect cost transfer to general fund	(177,753)	-	(177,753)
Non-operating grants received	3,596,327	-	3,596,327
Net cash provided by non-capital financing activities	3,418,574	-	3,418,574
Capital and Related Financing Activities			
Acquisition of capital assets	(629,765)	-	(629,765)
Net cash (used in) capital and related financing activities	(629,765)	-	(629,765)
Investing Activities			
Interest on investments	199,959	-	199,959
Net cash provided by investing activities	199,959	-	199,959
Net (decrease) increase in cash	(307,701)	75,339	(232,362)
Cash - beginning of year	3,604,341	105,823	3,710,164
Cash - end of year	\$ 3,296,640	\$ 181,162	\$ 3,477,802

The accompanying notes are an integral part of these financial statements.

Ohio County School District
Statement of Cash Flows
Proprietary Funds

<i>Year Ended June 30, 2024</i>	Enterprise Fund Food Service	Other Nonmajor Enterprise Funds	Total
Reconciliation of Operating (Loss) Income to Net Cash Used In Operating Activities			
Operating (loss) income	\$ (3,749,677)	\$ 39,855	\$ (3,709,822)
Adjustments To Reconcile Operating (Loss) Income To Net Cash Used In Operating Activities:			
Depreciation	71,695	-	71,695
Commodities used	69,418	-	69,418
On-behalf payments received	345,879	36,665	382,544
Pension contributions in excess of pension expense	8,343	-	8,343
OPEB contributions in excess of OPEB expense	(54,102)	-	(54,102)
Changes in assets and liabilities:			
Receivables	-	(1,317)	(1,317)
Inventories	10,895	-	10,895
Prepaid expenses	6,227	-	6,227
Accounts payable	(5,147)	136	(5,011)
Net cash (used in) provided by operating activities	\$ (3,296,469)	\$ 75,339	\$ (3,221,130)

Noncash Activities

- The food service fund received \$69,418 of donated commodities from the federal government.
- The District received on-behalf payments of \$345,879 relating to insurance benefits in the food service fund and school aged child care fund.
- The District reclassified \$201,826 related to pension expense to deferred outflows of resources.
- The District reclassified \$0 related to OPEB expense to deferred outflows of resources.

The accompanying notes are an integral part of these financial statements.

Ohio County School District
Statement of Fiduciary Net Position
Fiduciary Funds

<i>June 30, 2024</i>	Private Purpose Trust Fund
<hr/>	
Assets	
Cash	\$ 48,270
Investments	3,861,378
Accounts receivable	1,829
<hr/>	
Total assets	3,911,477
<hr/>	
Liabilities	
Accounts payable	50,476
<hr/>	
Total liabilities	50,476
<hr/>	
Net Position	
Held in trust for scholarships	3,861,001
<hr/>	
Net position	\$ 3,861,001
<hr/> <hr/>	

The accompanying notes are an integral part of these financial statements.

Ohio County School District
Statement of Changes in Fiduciary Net Position
Fiduciary Funds

<i>For the year ended June 30, 2024</i>	Private Purpose Trust Funds
<hr/>	
Additions	
Earnings on investments	\$ 151,526
Other	124
<hr/>	
Total additions	151,650
<hr/>	
Deductions	
Scholarships	96,494
Unrealized losses from investments	48,225
Other	51,725
<hr/>	
Total deductions	196,444
<hr/>	
Change in net position	(44,794)
<hr/>	
Net position - beginning of year	3,905,795
<hr/>	
Net position - end of year	\$ 3,861,001
<hr/> <hr/>	

The accompanying notes are an integral part of these financial statements.

Ohio County School District Notes to the Financial Statements

NOTE 1: DESCRIPTION OF THE ENTITY

Reporting Entity

The Ohio County Board of Education (the "Board"), a five member group, is the level of government which has oversight responsibilities over all activities related to public elementary and secondary school education within the jurisdiction of the Ohio County School District (the "District"). The District receives funding from local, state and federal government sources and must comply with the commitment requirements of these funding source entities. However, the District is not included in any other governmental "reporting entity" as defined in Section 2100, *Codification of Governmental Accounting and Financial Reporting Standards*, as Board members are elected by the public and have decision making authority, the power to designate management, the responsibility to develop policies which may influence operations and primary accountability for fiscal matters.

The District, for financial purposes, includes all of the funds relevant to the operation of the Ohio County School District. The financial statements presented herein do not include funds of groups and organizations which, although associated with the school system, have not originated within the Board itself such as Band Boosters, Parent-Teacher Associations, etc., except those funds administered as custodial funds.

For financial reporting purposes, the accompanying financial statements include all of the operations over which the District is financially accountable. The District is financially accountable for organizations that make up its legal entity, as well as legally separate organizations that meet certain criteria. The criteria for inclusion in the reporting entity involve those cases where the District or its officials appoint a voting majority of an organization's governing body, and is either able to impose its will on the organization and there is a potential for the organization to provide specific financial benefits to or to impose specific financial burdens on the District or the nature and significance of the relationship between the District and the organization is such that exclusion would cause the District's financial statements to be incomplete. The accounting policies of the District conform to generally accepted accounting principles (GAAP) as applied to governmental units.

Blended Component Unit

Based on the foregoing criteria, the financial statements of the following organization is included in the accompanying financial statements as a blended component unit:

Ohio County School District Finance Corporation — The Ohio County Board of Education resolved to authorize the establishment of the Ohio County School District Finance Corporation (a nonprofit, nonstock, public and charitable corporation organized under the School Bond Act and KRS 273 and KRS 58.180) as an agency of the Board for financing the costs of school building facilities. The Board Members of the Ohio County Board of Education also comprise the Corporation's Board of Directors.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

Government-Wide Financial Statements — The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the District, except for fiduciary funds. Eliminations have been made to minimize the double counting of internal activities. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements, therefore, include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the District and for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are, therefore, clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that 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 business segment or governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements — Fund financial statements report detailed information about the District's funds, including fiduciary funds. Separate statements for each fund category — governmental, proprietary and fiduciary — are presented. The focus of governmental and proprietary 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. Fiduciary funds are reported by fund type.

The District has the following funds:

Governmental Fund Types

The *General Fund* is the primary operating fund of the District. It accounts for financial resources used for general types of operations. This is a budgeted fund and any unassigned fund balances are considered as resources available for use. The general fund is a major fund.

Ohio County School District
Notes to the Financial Statements

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

The *Special Revenue Fund* accounts for proceeds of specific revenue sources that are restricted, committed, or assigned to expenditures for specified purposes other than debt service or capital projects. It includes federal financial programs where unused balances are returned to the grantor at the close of specified project periods as well as the state grant programs. Project accounting is employed to maintain integrity for the various sources of funds. The separate projects of federally-funded grant programs are identified in the schedule of expenditures of federal awards. The special revenue fund is a major fund.

The *Special Revenue District Activity Fund* is used to account for proceeds collected by the District's individual schools which are not raised by students or parents and are swept to the District's finance office and contains transfers from the District's general fund. Funds can be spent on operating expenses as directed by the District's schools.

The *Special Revenue Student Activity Fund* is used to account for student activity funds of the District's individual schools. The student funds are maintained in accordance with the Uniform Program of Accounting for School Activity Funds, which is performed by the District.

Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets. 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.

The *Support Education Excellence in Kentucky (SEEK) Capital Outlay Fund* receives those funds designated by the state as capital outlay funds and is restricted for use in financing projects identified in the District's facility plan and certain operating costs.

The *Facility Support Program of Kentucky (FSPK) Fund* accounts for funds generated by the building tax levy required to participate in the School Facilities Construction Commission's construction funding and state matching funds, where applicable. Funds are restricted for use in financing projects identified in the District's facility plan.

The *Construction Fund* accounts for proceeds from sales of bonds and other revenues to be used for authorized construction. The construction fund is a major fund.

The *Debt Service Fund* is used to account for and report financial resources that are restricted, committed or assigned to expenditures for principal and interest and other debt related costs.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

Proprietary Fund Types

Enterprise Fund

The *Food Service Fund* is used to account for school food service activities, including the National School Lunch Program, which is conducted in cooperation with the U.S. Department of Agriculture (USDA). Amounts have been recorded for in-kind contributions of commodities from the USDA. The food service fund is a major fund.

The *School Aged Child Care Fund* is used to account for after school care services offered to the general public.

The *Fordsville Education Program Fund* is used to account for the after school tutoring program.

The *Ohio County Schools Auditorium Fund* is used to account for the funds donated in order to construct a school auditorium once adequate funds are received. The general public will have access to the auditorium. The Board voted to table this project before construction and fundraising began.

Fiduciary Fund Types (includes custodial funds and private purpose trust funds)

Fiduciary funds account for assets held by the District in a trustee's capacity or in a custodial capacity for others that cannot be used to support the District's own programs. Custodial funds are purely custodial and do not involve measurement of results of operations.

Custodial Funds

Custodial funds are used to report fiduciary activities that are not required to be reported in pension trust funds, investment trust funds, or private purpose trust funds.

The *Private Purpose Trust Fund* is used to report trust arrangements under which principal and income benefit individuals.

Measurement Focus and Basis of Accounting

Government-Wide, Proprietary and Fiduciary Fund Financial Statements – The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and liabilities associated with the operation of these funds are included on the balance sheet. Proprietary

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting (Continued)

and fiduciary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net position. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place.

Governmental Fund Financial Statements – Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. This approach differs from the manner in which the government-wide financial statements are prepared. The 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. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in the fund balance. On this basis of accounting, revenues are recognized when they become measurable and available as assets. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

The records of the District and the budgetary process are based on the modified accrual basis of accounting. This practice is the accounting method prescribed by the Committee for School District Audits. The District is required by state law to adopt annual budgets for the general fund, special revenue fund and capital projects fund.

Budgetary Information

Budget information is presented for the General Fund and other funds with a Board approved budget. This budgetary data is prepared on the modified accrual basis of accounting. Budgetary revenues represent original estimates modified for any adjustments approved by the Board during the fiscal year. Budgetary expenditures represent original appropriations adjusted for transfers and additional appropriations approved during the fiscal year. Once the budget is approved, it can be amended by approval of the Board.

Estimates

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

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Estimates (Continued)

Estimates that are particularly susceptible to significant change in the near future are related to investments, pension liability, OPEB liability and compensated absences.

Investments

Investments are reported at fair value which is determined using selected bases. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates, and investments that do not have an established market are reported at estimated fair value. Cash deposits are reported at carrying amount, which reasonably estimates fair value.

Inventory

Supplies and materials are charged to expenditures when purchased (purchases method) with the exception of the proprietary funds and transportation supplies in the General Fund, which record inventory at the lower of cost, determined by first-in first-out ("FIFO") method, or net realizable value.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$5,000 with the exception of computers, digital cameras and real property for which there is no threshold. The District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives for both general capital assets and proprietary fund assets:

Ohio County School District
Notes to the Financial Statements

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets (Continued)

Description	Estimated Lives
Buildings and improvements	25–50 years
Land improvements	20 years
Technology equipment	5 years
Vehicles	5–10 years
Audio-visual equipment	15 years
Food service equipment	10–12 years
Furniture and fixtures	7 years
Rolling stock	15 years
Other	10 years

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Fixed assets are not capitalized and related depreciation is not reported in the fund financial statements.

Deferred Outflows of Resources – Debt Related

The District reports decreases in net position that relate to future periods as deferred outflows of resources in a separate section of its government-wide statement of net position. The deferred outflows of resources reported in this year’s financial statements include the deferred amount arising from the refunding of bonds. The amount by which the reacquisition price of the refunding debt exceeds the carrying amount of the refunded debt is being amortized over the remaining life of the refunding bonds as part of interest expense. No deferred outflows of resources affect the governmental funds financial statements in the current year.

Deferred Inflows and Outflows of Resources – Pension Related

The District’s statement of net position and proprietary funds statements of net position report a separate section for deferred inflows and outflows of resources related to pension which includes only certain categories of deferred outflows of resources and deferred inflows of resources. These include differences between expected and actual experience, changes of assumptions, and differences between projected and actual earnings on plan investments. Deferred outflows include resources for the District’s contributions made subsequent to the measurement date. Deferred outflows and inflows related to differences between projected and actual earnings on plan investments are netted and amortized over a closed five-year period. Deferred inflows of resources also include changes in the proportion and differences between employee contributions and the proportion share of contributions in the cost-sharing plan. In its governmental funds, the only deferred inflow of resources is for revenues that are not considered available. The District will not

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Inflows and Outflows of Resources – Pension Related (Continued)

recognize the related revenues until they are available (collected not later than 60 days after the end of the District's fiscal year) under the modified accrual basis of accounting. No deferred inflows of resources affect the governmental funds financial statements in the current year.

Deferred Inflows and Outflows of Resources – OPEB Related

The District's statement of net position and proprietary funds statements of net position report a separate section for deferred inflows and outflows of resources related to OPEB which includes only certain categories of deferred outflows of resources and deferred inflows of resources. These include differences between expected and actual experience, changes of assumptions, and differences between projected and actual earnings on plan investments. Deferred outflows include resources for the District's contributions made subsequent to the measurement date. Deferred outflows and inflows related to differences between projected and actual earnings on plan investments are netted and amortized over a closed five-year period. Deferred inflows of resources also include changes in the proportion and differences between employee contributions and the proportion share of contributions in the cost-sharing plan. In its governmental funds, the only deferred inflow of resources is for revenues that are not considered available. The District will not recognize the related revenues until they are available (collected not later than 60 days after the end of the District's fiscal year) under the modified accrual basis of accounting. No deferred inflows of resources affect the governmental funds financial statements in the current year.

Net Pension Liability

For purposes of measuring the net pension liability, deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the County Employees Retirement System (CERS)/Teachers Retirement System of the State of Kentucky (KTRS) and additions to/deductions from CERS/KTRS fiduciary net position have been determined on the same basis as they are reported by CERS/KTRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The District proportionate share of pension amounts were further allocated to each participating employer based on the contributions paid by each employer. Pension investments are reported at fair value. Note 8 provides further detail on the net pension liability.

Net Other Post-Employment Benefits (OPEB) Liability

For purposes of measuring the net OPEB liability, deferred outflows/inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the County Employees Retirement System (CERS)/Teachers Retirement System of the State of Kentucky (KTRS) and additions to/deductions from CERS/KTRS fiduciary net position have been determined on the same basis as they are reported by CERS/KTRS. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. The District's proportionate share of OPEB amounts were further allocated to each participating employer based on the contributions paid by each

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Other Post-Employment Benefits (OPEB) Liability (Continued)

employer. OPEB investments are reported at fair value, except for money market investments and participating interest earning investment contracts that have a maturity at the time of purchase of one year or less, which are reported at cost. Note 9 provides further detail on the net OPEB liability.

Post-Employment Health Care Benefits

Retired District employees receive some health care benefits depending on their length of service. In accordance with Kentucky Revised Statutes, these benefits are provided and advanced-funded on an actuarially determined basis through the CERS and KTRS plans.

Unearned Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlements received before the eligibility requirements are met are recorded as unearned revenue.

Compensated Absences

The District uses the vesting method to compute compensated absences for sick leave. Sick leave 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 at termination. The District records a liability for accumulated unused sick leave when earned for all employees with more than five years of service.

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

For governmental fund financial statements, compensated absences are reported as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the funds from which the employees will be paid.

Accrued Liabilities

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds.

Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net

Ohio County School District
Notes to the Financial Statements

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Long-Term Obligations (Continued)

position. Bond premiums and discounts are deferred and amortized over the life of the bonds and is recorded as an adjustment to interest expense. Bonds payable are reported net of the applicable bond premium or discount. In accordance with GASB Codification Section 130: *Interest Costs – Imputation*, bond issuance costs are expensed in the period incurred except for prepaid insurance costs.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

Leases

Lease contracts that provide the District with control of a non-financial asset, such as land, buildings or equipment, for a period of time in excess of twelve months are reported as a leased asset with a related lease liability. The lease liability is recorded at the present value of future lease payments, including fixed payments, variable payments based on an index or fixed rate and reasonably certain residual guarantees. The intangible leased asset is recorded for the same amount as the related lease liability plus any prepayments and initial direct costs to place the asset in service. Leased assets are amortized over the shorter of the useful life of the asset or the lease term. The lease liability is reduced for lease payments made, less the interest portion of the lease payment.

Net Position

The District classifies its net position into the following three categories:

Net investment in capital assets - This represents the District's total investment in capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt also should be included in this component of net position.

Restricted - The restricted component of net position consists of restricted assets reduced by liabilities and deferred inflows of resources related to those assets. Generally, a liability relates to restricted assets if the asset results from a resource flow that also results in the recognition of a liability or if the liability will be liquidated with the restricted assets reported.

Unrestricted - The unrestricted component of net position is the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted component of net position.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Position (Continued)

When an expense is incurred that can be paid using either restricted or unrestricted resources, the District's policy is to first apply the expense towards restricted resources, and then towards unrestricted resources.

Property Taxes

Property taxes collected are recorded as revenues in the fund for which they were levied. The assessment date of the property taxes is January 1 of each year. The levy is normally set during the September board meeting. Assuming property tax bills are timely mailed, the collection date is the period from September 15 through December 31. Collections from the period September 15 through November 1 receive a two percent discount. The due date is the period from November 2 through December 31 in which no discount is allowed. Property taxes received subsequent to December 31 are considered to be delinquent and subject to a lien being filed by the County Attorney.

Revenues – Exchange and Nonexchange Transactions

Revenues resulting from exchange transactions are where each party receives equal value. On the modified accrual basis of accounting, revenues are recorded in the fiscal year in which the resources are measurable and 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 60 days of the fiscal year-end.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. Assets from property taxes are normally recognized when an enforceable legal claim arises. However, for the District, an enforceable legal claim arises after the period for which taxes are levied. Property taxes receivable are recognized in the same period that the revenues are recognized. The property taxes are normally levied in September.

On the modified accrual basis of accounting, assets and revenues from property taxes are 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 resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. Revenues from nonexchange transactions must also be available before they can be recognized.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and as non-operating revenues/expenses in proprietary funds.

Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as interfund receivables/payables. These are eliminated in the governmental and business-type activities columns of the statements of net position, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for expenditure of monies are recorded as reservations of budget, is employed as an extension of the statutory required budgetary process. At year-end, outstanding encumbrances represent material purchase commitments for goods and services which were ordered, budgeted, and appropriated, but had not been received or completed at date. Although encumbrances lapse at year-end, it is the intention to substantially honor these encumbrances under authority provided in the subsequent year's budget. Note 7 provides further detail on the District's encumbrances.

Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of fixed assets, or from grants or outside contributions of resources restricted to capital acquisition and construction.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise fund. For the District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the enterprise fund.

Subsequent Events

The District has evaluated subsequent events through the date that the financial statements were available to be issued November 14, 2024 and determined there were no events that occurred that required disclosure. No subsequent events occurring after this date have been evaluated for inclusion in the financial statements.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Recent Issued and Adopted Accounting Pronouncements

GASB Statement No. 100, *Accounting Changes and Error Corrections*, This Statement establishes accounting and financial reporting requirements for (a) accounting changes and (b) the correction of an error in previously issued financial statements (error correction). This Statement defines accounting changes as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. This Statement prescribes the accounting and financial reporting for (1) each type of accounting change and (2) error corrections. This Statement requires that (a) changes in accounting principles and error corrections be reported retroactively by restating prior periods, (b) changes to or within the financial reporting entity be reported by adjusting beginning balances of the current period, and (c) changes in accounting estimates be reported prospectively by recognizing the change in the current period. This Statement requires disclosure in notes to financial statements of descriptive information about accounting changes and error corrections, such as their nature. In addition, information about the quantitative effects on beginning balances of each accounting change and error correction should be disclosed by reporting unit in a tabular format to reconcile beginning balances as previously reported to beginning balances as restated. Furthermore, this Statement addresses how information that is affected by a change in accounting principle or error correction should be presented in required supplementary information (RSI) and supplementary information (SI). The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter. The implementation of this standard was not significant to the District.

Recent Accounting Pronouncements

GASB Statement No. 101, *Compensated Absences*, The objective of this Statement is to better meet the information needs of the financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. The District is evaluating the requirements of this Statement.

NOTE 3: CASH AND INVESTMENTS

Deposits

At June 30, 2024, the carrying amounts of the District's cash in deposits were \$29,852,658 and the bank balances were \$32,528,727, which were covered by federal depository insurance or by collateral held by the bank's agent in the District's name.

The carrying amounts are reflected in the financial statements as follow:

Ohio County School District
Notes to the Financial Statements

NOTE 3: CASH AND INVESTMENTS (Continued)

Deposits (Continued)

<i>June 30,</i>	<i>2024</i>
Governmental funds	\$ 26,326,586
Proprietary fund	3,477,802
Fiduciary funds	48,270
	\$ 29,852,658

Custodial Credit Risk Deposits

Custodial credit risk is the risk that in the event of a bank failure, the District’s deposits may not be returned to it. The District does not have a formal deposit policy for custodial credit risk. However, the District is required by state statute that bank deposits must be collateralized. The District’s bank balance of \$32,528,727 was not exposed to custodial credit risk as of June 30, 2024.

Investments

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principal. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The District has the following recurring fair value measurements as of June 30, 2024:

General Fund	Fair Value Measurements at Reporting Date Using			
Description	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<i>June 30, 2024</i>				
Money market accounts	\$ 12,463	\$ 12,463	\$ -	\$ -
Tax exempt municipal securities	48,278	-	48,278	-
Taxable municipal securities	1,859,193	-	1,859,193	-
U.S government securities	47,406	-	47,406	-
	\$ 1,967,340	\$ 12,463	\$ 1,954,877	\$ -

Ohio County School District
Notes to the Financial Statements

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

June 30, 2024

General Fund Investments	Rating	Maturities	Fair Value
Money market accounts	NR	On Demand	\$ 12,463
Warren County KY School District	A1	10/1/2033	48,278
U.S. government securities	NR	12/25/2031 - 8/15/2046	47,406
University of KY Genl Rcpts	AA+	10/1/2024	299,286
Taxable municipal securities	A1	5/1/2027 - 5/1/2035	1,291,265
Kentucky Assn Cnty Fin Corp Fing	AA-	2/1/2028	98,875
Kentucky Rural WTR Fin Cop Pub	AA-	2/1/20234	160,112
Kentucky HSG Corp	AAA	7/1/2037	9,655
			\$ 1,967,340

Private Purpose Trust Funds		Fair Value Measurements at Reporting Date Using			
Description	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
<i>June 30, 2024</i>					
Money market accounts	\$ 125,822	\$ 125,822	\$ -	\$ -	-
Tax exempt municipal securities	1,307,212	-	1,307,212	-	-
Taxable municipal securities	1,080,087	-	1,080,087	-	-
U.S government securities	1,346,469	-	1,346,469	-	-
Stocks	1,788	1,788	-	-	-
\$ 3,861,378		\$ 127,610	\$ 3,733,768	\$ -	-

June 30, 2024

Private Purpose Trust Funds Investments	Rating	Maturities	Fair Value
Money Market	NR	On Demand	\$ 125,822
U.S Securities	NR	6/15/2029-3/20/2050	720,212
Fedl Natl Mgt Assn	Aaa	5/25/2033-11/25/2046	626,257
Tax Exempt Municipal	A1	9/1/2028-8/1/2047	1,109,234
Tax Exempt Municipal	AA-	2/1/2029-2/1/2040	39,593
Kentucky Rural Wtr Fin Corp Pub Pj Rev	A+	2/1/2034	120,084
Tax Exempt Municipal	AA	12/1/2040-7/1/2041	40,570
Tax Exempt Municipal Bonds	Aa3	5/15/2038	57,826
Tax Exempt Municipal Bonds	Aa2	4/1/2044	59,989
Taxable Municipal Bonds	Ba1	5/1/2036	21,491
Taxable Municipal Bonds	A1	6/1/2028-2/1/2036	319,530
Taxable Municipal Bonds	AA-	2/1/2028-2/1/2034	384,227
Taxable Municipal Bonds	AA	5/1/2027-5/1/2035	28,541
Taxable Municipal Bonds	Aa3	7/1/2032	206,214
Fith Third Bankcorp (Common Stock)	NR	n/a	1,788
			\$ 3,861,378

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

Interest Rate Risk

The District and trust agreements do not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk

Under Kentucky Revised Statutes Section 66.480, the District is authorized to invest in obligations of the United States and its agencies and instrumentalities, obligations and contracts for future delivery or purchase of obligations backed by the full faith and credit of the United States or of its agencies, obligations of any corporation of the United States government, certificates of deposit, commercial paper rated in one of the three highest categories by nationally recognized rating agencies and securities in mutual funds shall be eligible investments pursuant to this section. The District has no investment policy that would further limit its investment choices.

Under trust agreements, the District is authorized to invest in income producing assets which are insured by either the federal or any state government, or instrumentalities thereof, or in items known as "investment grade securities." Prior to the death of the settler, the assets are required to be such items that will produce income free and clear of federal and Kentucky income taxes. After the death of the settler, the investments are limited only to prevailing state statutes.

Concentration of Credit Risk

The District places no limit on the amount the District may invest in any one issuer. More than five percent of the District's General Fund investments are in University of KY GENL RCPTS, taxable municipal securities, and Kentucky Rural WTR Fin Corp Pub. These investments are 15.21%, 65.63%, and 8.14% respectively, of the District's total General Fund investments. The trust agreements place no limit on the amount the District may invest in any one issuer. More than five percent of the District's Private Purpose Trust fund investments are in tax exempt municipal securities, taxable municipal securities and U.S. government securities. These investments are 33.85%, 27.97% and 34.87% respectively, of the District's total Private Purpose Trust fund investments.

Risks and Uncertainties

The District and the private purpose trust funds hold investment securities. Investment securities are exposed to various risks, such as interest rate, credit and market risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the account balances and the amounts reported in the financial statements.

Ohio County School District
Notes to the Financial Statements

NOTE 4: INTERFUND RECEIVABLES AND PAYABLES

Interfund balances at June 30, 2024 consist of the following:

<i>June 30, 2024</i>			
Receivable Fund	Payable Fund	Amount	
General Fund	Special Revenue Fund	\$	575,000

The amount represents interfund loans between the general fund and special revenue fund that are necessary to fulfill the current cash requirements of the special revenue fund.

NOTE 5: CAPITAL ASSETS

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

<i>June 30, 2024</i>	Capital Cost			
	Beginning Balance	Additions	Retirements/ Reclassifications	Ending Balance
Governmental Activities:				
Capital assets that are not depreciated:				
Land	\$ 456,873	\$ 353,136	\$ 3,100	\$ 806,909
Construction in progress	10,124,246	674,127	9,785,853	1,012,520
Total non-depreciable historical cost	10,581,119	1,027,263	9,788,953	1,819,429
Capital assets that are depreciated:				
Land improvements	2,787,960	3,580,345	697,145	5,671,160
Buildings and improvements	75,277,575	8,861,804	599,856	83,539,523
Technology equipment	1,614,341	-	176,240	1,438,101
Vehicles	6,275,241	116,258	-	6,391,499
General	3,195,141	513,596	265,414	3,443,323
Total depreciable historical cost	89,150,258	13,072,003	1,738,655	100,483,606
Less accumulated depreciation for:				
Land improvements	2,197,922	80,655	561,682	1,716,895
Buildings and improvements	40,608,657	1,437,506	468,021	41,578,142
Technology equipment	1,380,736	75,700	173,133	1,283,303
Vehicles	4,319,525	381,782	-	4,701,307
General	2,417,274	148,053	261,754	2,303,573
Total accumulated depreciation	50,924,114	2,123,696	1,464,590	51,583,220
Total depreciable historical cost, net	38,226,144	10,948,307	274,065	48,900,386
Governmental activities, capital assets, net	\$ 48,807,263	\$ 11,975,570	\$ 10,063,018	\$ 50,719,815

Ohio County School District
Notes to the Financial Statements

NOTE 5: CAPITAL ASSETS (CONTINUED)

<i>June 30, 2024</i>	Capital Cost			
	Beginning Balance	Additions	Retirements/ Reclassifications	Ending Balance
Business-Type Activities:				
Technology equipment	\$ 3,693	\$ -	\$ 998	\$ 2,695
General	1,547,105	629,765	194,623	1,982,247
<hr/>				
Total depreciable historical cost	1,550,798	629,765	195,621	1,984,942
<hr/>				
Less accumulated depreciation for:				
Technology equipment	3,693	-	998	2,695
General	1,091,428	71,695	189,811	973,312
<hr/>				
Total accumulated depreciation	1,095,121	71,695	190,809	976,007
<hr/>				
Total depreciable historical cost, net	455,677	558,070	4,812	1,008,935
<hr/>				
Business-type activities, capital assets, net	\$ 455,677	\$ 558,070	\$ 4,812	\$ 1,008,935

Depreciation expense was charged to governmental functions as follows:

<i>Year ended June 30,</i>	<i>2024</i>
Instruction	\$ 1,636,031
Support services:	
District administration	12,797
School administration	8,241
Facilities operations	349,340
Student transportation	117,287
<hr/>	
Total depreciation expense	\$ 2,123,696

Ohio County School District
Notes to the Financial Statements

NOTE 6: LONG-TERM OBLIGATIONS

The original amount of each issue, the issue date and interest rates are summarized below:

Issue Date	Proceeds	Rates
2009	\$ 565,000	3.875%
2013	750,000	0.0276
2016	9,045,000	1.000% - 3.000%
2016(B)	717,000	1.400% - 3.000%
2017	2,820,000	2.000% - 3.550%
2020	2,335,000	1.000% - 1.700%
2021	5,135,000	1.000% - 2.000%

The District, through the General Fund, including utility taxes and the SEEK capital outlay fund, is obligated to make payments in amounts sufficient to satisfy debt service requirements on bonds issued by the Ohio County School District Finance Corporation to construct school facilities. The District has an option to purchase the property under lease at any time by retiring the bonds then outstanding.

The District has entered into "participation agreements" with the School Facility Construction Commission (SFCC). The Commission was created by the Kentucky General Assembly for the purpose of assisting local school districts in meeting school construction needs. The table below sets forth the amount to be paid by the District and the Commission for each year until maturity of all bond issues. The liability for the total bond amount remains with the District and, as such, the total principal outstanding has been recorded in the financial statements.

The bonds may be called prior to maturity and redemption premiums are specified in each issue. Assuming no bonds are called prior to scheduled maturity, the minimum obligations of the District, including amounts to be paid by the Commission, at June 30, 2024 for debt service (principal and interest) are as follows:

Ohio County School District
Notes to the Financial Statements

NOTE 6: LONG-TERM OBLIGATIONS (CONTINUED)

Year	Ohio County School District		School Facility Construction Commission		Total Debt Service
	Principal	Interest	Principal	Interest	
2024-2025	\$ 1,430,767	\$ 342,770	\$ 275,233	\$ 64,652	\$ 2,113,422
2025-2026	1,472,471	300,905	282,529	57,356	2,113,261
2026-2027	1,519,719	257,646	290,281	49,602	2,117,248
2027-2028	1,561,646	211,123	298,354	39,370	2,110,493
2028-2029	551,745	168,689	158,255	33,221	911,910
2029-2030	565,744	156,631	149,256	29,117	900,748
2030-2031	576,803	144,351	143,197	25,547	889,898
2031-2032	590,095	131,731	114,905	22,462	859,193
2032-2033	602,174	118,173	117,826	19,542	857,715
2033-2034	569,159	104,384	120,841	16,527	810,911
2034-2035	581,012	91,480	123,988	13,382	809,862
2035-2036	597,489	77,681	127,511	9,856	812,537
2036-2037	608,830	63,468	131,170	6,197	809,665
2037-2038	621,730	48,856	43,270	2,409	716,265
2038-2039	636,076	36,935	43,924	1,755	718,690
2039-2040	650,384	24,621	44,616	1,063	720,684
2040-2041	658,785	11,982	41,215	350	712,332
	\$ 13,794,629	\$ 2,291,426	\$ 2,506,371	\$ 392,408	\$ 18,984,834

Ohio County School District
Notes to the Financial Statements

NOTE 6: LONG-TERM OBLIGATIONS (CONTINUED)

Changes in long-term obligations are as follows:

<i>June 30, 2024</i>	Balance July 1, 2023	Increases	Decreases	Balance June 30, 2024	Amounts Due Within One Year
Governmental Activities:					
Bonds and notes payable:					
Bonds	\$ 17,967,000	\$ -	\$ (1,666,000)	\$ 16,301,000	\$ 1,706,000
Add: deferred issuance discounts and premiums - net	142,048	-	(16,614)	125,434	-
Total bonds and notes payable	18,109,048	-	(1,682,614)	16,426,434	1,706,000
Other liabilities:					
Compensated absences	1,089,809	166,015	(138,741)	1,117,083	107,810
Total other liabilities	1,089,809	166,015	(138,741)	1,117,083	107,810
Total long-term liabilities	\$ 19,198,857	\$ 166,015	\$ (1,821,355)	\$ 17,543,517	\$ 1,813,810

NOTE 7: FUND BALANCES

The Board follows GASB Statement Number 54. Under this statement, fund balance is separated into five categories, as follows:

Nonspendable fund balances are amounts that cannot be spent because they are either not in a spendable form (such as inventories and prepaid amounts) or are legally or contractually required to be maintained intact. At June 30, 2024, the District had \$123,220 as nonspendable in the general fund related to inventory and prepaid expenses.

Restricted fund balances arise when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation. At June 30, 2024, the District had \$269,896 restricted in the general fund for the Tech Center, \$63,171 restricted in the construction fund for construction projects, \$712,345 restricted for capital projects and prior year SFCC offers in the FSPK fund, \$125,539 restricted for student activities in the special revenue student activity fund and \$(65,284) restricted in the special revenue fund for grant programs.

Ohio County School District
Notes to the Financial Statements

NOTE 7: FUND BALANCES (CONTINUED)

Committed fund balances are those amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the government's highest level of decision-making authority, which for the District is the Board of Education. The Board of Education must approve by majority vote the establishment (and modification or rescinding) of a fund balance commitment. The District had the following commitments in the general fund at June 30, 2024: \$100,000 for sick leave and \$16,000,000 for future construction.

Assigned fund balances are amounts that are constrained by the government's intent to be used for specific purposes, but are neither restricted nor committed. The District has assigned \$184,002 for site-base carryforward and \$814,845 for encumbrances in the general fund and the special revenue district activity fund had assigned \$167,139 for operating costs of the District's schools at June 30, 2024. Assigned fund balances also include (a) all remaining amounts (except for negative balances) that are reported in governmental funds, other than the general fund, that are not classified as nonspendable and are neither restricted nor committed and (b) amounts in the general fund that are intended to be used for a specific purpose.

Unassigned fund balance is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed or assigned to specific purposes within the general fund.

It is the Board's practice to liquidate funds when conditions have been met releasing these funds from legal, contractual, Board or managerial obligations using restricted funds first, followed by committed funds, assigned funds and then unassigned funds. Encumbrances are not liabilities and, therefore, are not recorded as expenditures until receipt of material or service. Encumbrances remaining open at the end of the fiscal year are automatically re-budgeted in the following fiscal year. Encumbrances are considered a managerial assignment of fund balance at June 30, 2024 in the governmental funds balance sheet.

NOTE 8: PENSION PLANS

Pensions

Ohio County School District participates in the Teachers' Retirement System of the State of Kentucky (KTRS), a blended component unit of the Commonwealth of Kentucky and the County Employees' Retirement System (CERS), a blended component unit of the Commonwealth of Kentucky. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the KTRS and the CERS and additions to/deductions from KTRS's and CERS's fiduciary net position have been determined on the same basis as they are reported by KTRS and CERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 8: PENSION PLANS (CONTINUED)

General Information About the KTRS Pension Plan

Plan Description

The KTRS was created by the 1938 General Assembly and is governed by Chapter 161 Sections 220 through 990 of the Kentucky Revised Statutes (KRS). KTRS is a blended component unit of the Commonwealth of Kentucky and therefore is included in the Commonwealth's financial statements. KTRS is a cost-sharing multiple-employer defined benefit plan with a special funding situation established to provide retirement, health and life insurance benefits for specified employees of local school districts and other public educational agencies in the Commonwealth.

KRS 161.250 provides that the general administration and management of KTRS, and the responsibility for its proper operation, is vested in a board of trustees. The board of trustees consists of the chief state school officer, the State Treasurer, two trustees appointed by the governor, and seven elected trustees. Four of the elected trustees are active teachers, two are not members of the teaching profession, and one is an annuitant of the retirement system.

Any regular or special teacher or professional occupying a position requiring certification or graduation from a four-year college or university is eligible to participate in the system. KTRS issues a publicly available financial report that can be found on the KTRS website.

Benefits Provided

KTRS provides retirement, medical, disability, annual cost of living adjustments, and death benefits to plan members. Plan members are divided into the following categories based on entry date:

For Members Hired Before July 1, 2008:

Members become vested when they complete 5 years of credited service. To qualify for monthly retirement benefits, payable for life, members must either:

- 1.) Attain age 55 and complete 5 years of Kentucky service, or
- 2.) Complete 27 years of Kentucky service.

Members receive monthly payments equal to 2% (service prior to July 1, 1983) and 2.5% (service after July 1, 1983) of their final average salaries for each year of credited service. Members hired on or after July 1, 2002 will receive monthly benefits equal to 2% of their final average salary for each year of service if, upon retirement, their total service is less than 10 years. New members hired after July 1, 2002 who retire with 10 or more years of total service will receive monthly benefits equal to 2.5% of their final average salary for each year of service, including the first 10 years. In addition, members who retire July 1, 2004 and later with more than 30 years of service will have a multiplier for all years over 30 of 3%.

NOTE 8: PENSION PLANS (CONTINUED)

Benefits Provided (Continued)

The final average salary is the member's five highest annual salaries except members at least age 55 with 27 or more years of service may use their three highest annual salaries. For all members, the annual allowance is reduced by 5% per year from the earlier of age 60 or the date the member would have completed 27 years of service. The minimum annual service allowance for all members is \$440 multiplied by credited service.

For Members Hired On or After July 1, 2008 and Before January 1, 2022 (TRS 3):

Members become vested when they complete 5 years of credited service. To qualify for monthly retirement benefits, payable for life, members must either:

- 1.) Attain age 60 and complete five years of Kentucky service, or
- 2.) Complete 27 years of Kentucky service, or
- 3.) Attain age 55 and complete 10 years of Kentucky service.

The annual retirement allowance for members is equal to: (a) 1.7% of final average salary for each year of credited service if their service is 10 years or less; (b) 2.0% of final average salary for each year of credited service if their service is greater than 10 years but no more than 20 years; (c) 2.3% of final average salary for each year of credited service if their service is greater than 20 years but no more than 26 years; (d) 2.5% of final average salary for each year of credited service if their service is greater than 26 years but no more than 30 years; (e) 3.0% of final average salary for years of credited service greater than 30 years.

The final average salary is the member's five highest annual salaries except members at least age 55 with 27 or more years of service may use their three highest annual salaries. For all members, the annual allowance is reduced by 6% per year from the earlier of age 60 or the date the member would have completed 27 years of service.

For Members Hired On or After January 1, 2022 (TRS 4):

To qualify for monthly retirement benefits, payable for life, members must either:

- 1.) Attain age 57 and complete ten years of Kentucky service, or
- 2.) Attain age 65 and complete five years of Kentucky service.

Foundational Benefit: The annual foundational benefit for members is equal to service times a multiplier times final average salary. The final average salary is the member's five highest annual salaries. The annual foundational benefit is reduced by 6% per year from the earlier of age 60 or the date the member would have completed 30 years of service.

NOTE 8: PENSION PLANS (CONTINUED)

Benefits Provided (Continued)

The multiplier for members is shown in the following table:

Age	Years of Service			
	5-9.99	10-19.99	20-29.99	30 or more
57-60		1.70%	1.95%	2.20%
61		1.74%	1.99%	2.24%
62		1.78%	2.03%	2.28%
63		1.82%	2.07%	2.32%
64		1.86%	2.11%	2.36%
65 and over	1.90%	1.90%	2.15%	2.40%

Supplemental Benefit: The annual supplemental benefit is equal to the account balance that includes member and employer contributions and interest credited annually on June 30. Options include annuitizing the balance or receiving the balance or a portion thereof as a lump sum either at the time of retirement or at a later date.

For members who began participating prior to January 1, 2022, KTRS also provides disability benefits for vested members at the rate of 60% of the final average salary. TRS 4 members will receive a disability benefit to be determined by the board through administrative regulation.

A life insurance benefit, payable upon the death of a member, is \$2,000 for active contributing members and \$5,000 for retired or disabled members who began participating before January 1, 2022. For TRS 4 members, the life insurance benefit payable upon the death of a member is \$5,000 for active contributing members and \$10,000 for retired or disabled workers.

Cost of living increases are 1.5% annually. Additional ad hoc increases and any other benefit amendments must be authorized by the General Assembly.

Contributions

Contribution rates are established by Kentucky Revised Statutes. For members who began participating before January 1, 2022, KTRS members are required to contribute 12.855% of their salaries to the system. For members employed by local school districts, the State (as a non-employer contributing entity) contributes 13.105% of salary for those who joined before July 1, 2008 and 14.105% for those joined on or after July 1, 2008, and before January 1, 2022. Other participating employers are required to contribute the percentage contributed by members plus an additional 3.25% of members' gross salaries.

NOTE 8: PENSION PLANS (CONTINUED)

Contributions (Continued)

For TRS 4 members, members contribute 14.75% of their salaries to the system. Employers of members, including the state (as a non-employer contributing entity), contribute 10.75% of salary.

The member and employer contributions consist of retirement annuity contributions and OPEB contributions to the health and life insurance trusts. The member postemployment health insurance contribution is 3.75% of salary. The employer postemployment health contribution is 0.75% of member salaries. Also, employers (other than the state) contribute 3% of members' salaries and the state contributes the net cost of health insurance premiums for new retirees after June 30, 2010, in the non-Medicare eligible group. If a member leaves covered employment before accumulating five years of credited service, accumulated member contributions to the retirement trust are refunded with interest upon the member's request.

Pension Liabilities and Pension Expense

At June 30, 2024, the amount recognized by the District as its proportionate share of the net pension liability, the related Commonwealth of Kentucky (State) support, and the total portion of the net pension liability that was associated with the District were as follows:

District's proportionate share of the net pension liability	\$	-
State's proportionate share of the net pension liability associated with the District		87,442,153
Total	\$	87,442,153

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023 using standard update procedures.

For the year ended June 30, 2024, the District recognized pension expense of \$9,562,982 and revenue of \$9,562,982 for support provided by the State in the government wide financial statements and pension expense of \$4,330,699 and revenue of \$4,330,699 for support provided by the State in the fund statements.

Ohio County School District
Notes to the Financial Statements

NOTE 8: PENSION PLANS (CONTINUED)

Actuarial Assumptions

A summary of the actuarial assumptions as of the latest actuarial valuation follows.

Valuation Date	June 30, 2022
Actuarial Cost Method	Entry Age
Investment rate of return	7.10% net of pension plan investment expense, including inflation
Projected salary increases	3.00 - 7.50%, including inflation
Inflation rate	2.50%
Post-retirement adjustment	1.50%
Municipal bond index rate	3.66%
Single equivalent interest rate	7.10%

Mortality rates were based on the Pub2010 (Teachers Benefit-Weighted) Mortality Table projected generationally with MP-2020 with various set-forwards, set-backs and adjustments for each of the groups; service retirees, contingent annuitants, disabled retirees and active members. The actuarial assumptions used were based on the results of an actuarial experience study for the 5-year period ending June 30, 2020, adopted by the board on September 20, 2021. The Municipal Bond Index Rate used for this purpose is the June average of the Bond Buyer General Obligation 20-year Municipal Bond Index.

The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class, as provided by KTRS's investment consultant, are summarized in the following table:

NOTE 8: PENSION PLANS (CONTINUED)

Actuarial Assumptions (Continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Large cap U.S. Equity	35.4%	5.00%
Small cap U.S. Equity	2.6%	5.50%
Developed International Equity	15.7%	5.50%
Emerging Markets Equity	5.3%	6.10%
Fixed Income	15.0%	1.90%
High Yield Bonds	5.0%	3.80%
Other Additional Categories	5.0%	3.60%
Real Estate	7.0%	3.20%
Private Equity	7.0%	8.00%
Cash	2.0%	1.60%
Total	100.0%	

Discount Rate

The discount rate used to measure the total pension liability was 7.10%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made in full at the current contribution rates and the employer contributions will be made at the Actuarially Determined Contribution rates for all future fiscal years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected 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 benefit payments to determine the total pension liability.

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued KTRS financial report.

General Information About the CERS Pension Plan

Plan Description

CERS was established by KRS 78.520. The District contributes to the Non-Hazardous CERS plan, a cost-sharing multiple-employer defined benefit pension plan that covers all regular full-time members employed in positions of each participating county, city, and school board, and any additional eligible local agencies electing to participate in CERS. CERS was established to provide retirement, disability, and death benefits to system members.

NOTE 8: PENSION PLANS (CONTINUED)

Plan Description (*Continued*)

The responsibility of the general administration and operation of the CERS plan is vested in the CERS board of trustees. The CERS board of trustees consists of nine members. Six trustees are appointed by the governor and three are elected by CERS members (active, inactive, and/or retired). CERS issues a publicly available financial report that can be obtained at www.kyret.ky.gov.

Benefits Provided

CERS provides retirement, disability, and death benefits to plan members. Retirement benefits may be extended to beneficiaries of plan members under certain circumstances. Prior to July 1, 2009, Cost of Living Adjustments (COLAs) were provided to retirees annually equal to the percentage increase in the annual average of the consumer price index for all urban consumers for the most recent calendar year, not to exceed 5% in any plan year. After July 1, 2009, the COLAs were limited to 1.5%. In 2013, the General Assembly created a new law to govern how COLAs will be granted. The language included stated COLAs will only be granted in the future if the System's Boards determine that assets of the Systems are greater than 100% of the actuarial liabilities and legislation authorizes the use of surplus funds for the COLA; or the General Assembly fully prefunds the COLA or directs the payment of funds in the year the COLA is provided. No COLA has been granted since July 1, 2011.

Tier 1 - Non-Hazardous Tier 1 plan members who began participating prior to September 1, 2008, are required to contribute 5% of their annual creditable compensation. These members are classified in the Tier 1 structure of benefits. Interest is paid each June 30 on members' accounts at a rate of 2.5%. If a member terminates employment and applies to take a refund, the member is entitled to a full refund of contributions and interest.

Tier 2 - Non-Hazardous Tier 2 plan members, who began participating on, or after, September 1, 2008, and before January 1, 2014, are required to contribute 6% of their annual creditable compensation. Further, 1% of these contributions are deposited in an account created for the payment of health insurance benefits under 26 USC Section 401(h) in the Insurance Fund (see Kentucky Administrative Regulation 105 KAR 1:420). These members were classified in the Tier 2 structure of benefits. Interest is paid each June 30 on members' accounts at a rate of 2.5%. If a member terminates employment and applies to take a refund, the member is entitled to a full refund of contributions and interest, however, the 1% Health Insurance contribution (HIC) to the 401(h) account is non-refundable and is forfeited.

Tier 3 - Non-Hazardous Tier 3 plan members who began participating on, or after, January 1, 2014, are required to contribute to the Cash Balance Plan. The Cash Balance Plan is known as a hybrid plan because it has characteristics of both a defined benefit plan and a defined contribution plan. Members contribute 5% of their monthly creditable compensation which is deposited into their account, and an additional 1% which is deposited to an account created for payment of health insurance benefits under 26 USC Section 401(h) in the Insurance Fund (see 105 KAR 1:420), which is not refundable. Tier 3 member accounts are also credited with an employer pay credit in the amount of 4% in the member's monthly

NOTE 8: PENSION PLANS (CONTINUED)

Benefits Provided (*Continued*)

creditable compensation. The employer pay credit amount is deducted from the total employer contribution rate paid on the member's monthly creditable compensation. If a vested (60 months of service) member terminates employment and applies to take a refund, the member is entitled to the members contributions (less HIC) plus employer pay credit plus interest (for both employee contributions and employer pay). If a non-vested (less than 60 months) member terminates employment and applies to take a refund, the member is entitled to receive employee contributions (less HIC) plus interest (on employee contributions only).

Contributions

Employers participating in the CERS are required to contribute at an actuarially determined rate. Per KRS 78.635. The CERS board of trustees establishes the employer contribution rate based on KRS 78.454(33). The KERS Non-Hazardous employer contribution rate shall include, (1) the normal cost contribution and (2) the prorated amount of the actuarially accrued liability assigned to each individual non-hazardous employer in accordance with KRS 61.565(1)(d). The normal contribution and past service contribution rates shall be determined by the KRS Board of Trustees on the basis of the last annual valuation preceding the July 1 of a new biennium. The KRS Board may amend contribution rates as of the first day of July of the second year of a biennium, if it is determined on the basis of a subsequent actuarial valuation that amended contribution rates are necessary to satisfy requirements determined in accordance with actuarial bases adopted by the KRS Board. For the fiscal year ended June 30, 2024, participating employers contributed a percentage of each employee's creditable compensation. The actuarially determined rate set by the Boards for the fiscal year ended June 30, 2024 was 23.34%.

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

At June 30, 2024, the District reported a liability of \$12,234,357 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023 using standard update procedures. The District's proportion of the net pension liability was based on the District's share of 2023 contributions to the pension plan relative to the 2023 contributions of all participating employers, actuarially determined. At June 30, 2023, the District's proportion was .190670%.

For the year ended June 30, 2024, the District recognized pension expense of \$282,726. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following source:

Ohio County School District
Notes to the Financial Statements

NOTE 8: PENSION PLANS (CONTINUED)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (*Continued*)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 633,349	\$ 33,244
Net difference between projected and actual investment earnings on pension plan investments	1,321,657	1,488,540
Change of assumptions	-	1,121,287
Changes in proportion and differences between employer contributions and proportionate share of contribution	733,856	2,075,466
District contributions subsequent to the measurement date	1,400,314	-
Total	\$ 4,089,176	\$ 4,718,537

\$1,400,314 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<i>Year ended June 30,</i>	
2025	\$ (775,965)
2026	(1,408,391)
2027	273,120
2028	(118,439)
2029	-

NOTE 8: PENSION PLANS (CONTINUED)

Actuarial Assumptions

The total pension liability, net pension liability, and sensitivity information as of June 30, 2023 were based on an actuarial valuation date of June 30, 2022. The total pension liability was rolled-forward from the valuation date (June 30, 2022) to the plan's fiscal year ending June 30, 2023, using generally accepted actuarial principles.

There have been no changes in actuarial assumptions since June 30, 2022. The actuarial assumptions are:

Inflation	2.50%
Payroll Growth Rate	2.00%
Salary Increases	3.30% to 10.30%, varies by service
Investment Rate of Return	6.50%

The mortality table used for active members was a Pub-2010 General Mortality table, for the Non-Hazardous System, projected with the ultimate rates from the MP-2014 mortality improvement scale using a base year of 2010. The mortality table used for non-disabled retired members was a system-specific mortality table based on mortality experience from 2013-2022, projected with the ultimate rates from MP-2020 mortality improvement scale using a base year of 2013. The mortality table used for the disabled members was PUB-2010 Disabled Mortality table, with rates multiplied by 150% for both male and female rates, projected with the ultimate rates from the MP-2020 mortality improvement scale using a base year of 2010.

Long-Term Expected Rate of Return

The long-term expected rates of return were determined by using a building-block method in which best-estimate ranges of expected future real rates of returns are developed for each asset class. The ranges were combined by weighting the expected future real rate of return by the target asset allocation percentage. The target allocation and best estimates of arithmetic real rate of return for each major asset class are summarized in the table below.

NOTE 8: PENSION PLANS (CONTINUED)

Long-Term Expected Rate of Return (*Continued*)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity		
Public Equity	50.00%	5.90%
Private Equity	10.00%	11.73%
Fixed Income		
Core Fixed Income	10.00%	2.45%
Specialty Credit	10.00%	3.65%
Cash	0.00%	1.39%
Inflation Protected		
Real Estate	7.00%	4.99%
Real Return	13.00%	5.15%
Expected Real Return	100.0%	5.75%
Long Term Inflation Assumption		2.50%
Expected Nominal Return for Portfolio		8.25%

Discount Rate

The projection of cash flows used to determine the discount rate of 6.50% for CERS Non-hazardous assumes that the funds receive the required employer contributions each future year, as determined by the current funding policy established in Statute as last amended by House Bill 362 (passed in 2018) over the remaining 28 years (closed) amortization period of the unfunded actuarial accrued liability. The discount rate determination does not use a municipal bond rate. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the KRS plan's Annual Comprehensive Financial Report (ACFR).

NOTE 8: PENSION PLANS (CONTINUED)

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

The following presents the District’s proportionate share of the net pension liability calculated using the discount rate of 6.50%, as well as what the District’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.50%) or 1-percentage-point higher (7.50%) than the current rate:

	1% Decrease (5.50%)	Current Discount Rate (6.50%)	1% Increase (7.50%)
District's proportionate share of the net pension liability	\$ 15,446,614	\$ 12,234,357	\$ 9,564,850

Pension Plan Fiduciary Net Position

Detailed information about the pension plan’s fiduciary net position is available in the separately issued CERS financial report.

Deferred Compensation Plans

The District offers its employees to defer compensation in accordance with Internal Revenue Code Sections 457, 401(k) and 403(b). The Plans, available to all employees, permit them to defer a portion of their salary until future years. This deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. Entities with little or no administrative involvement who do not perform the investing function for these plans will omit plan assets and related liabilities from their financial statements. The District, therefore, does not show these assets and liabilities in the financial statements.

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

General Information about the KTRS OPEB Plan

Plan Description

District employees, in positions requiring a four-year degree are provided OPEBs through the Teachers’ Retirement System of the State of Kentucky (TRS)—a cost-sharing multiple-employer defined benefit OPEB plan with a special funding situation established to provide retirement, health and life insurance benefits for specified employees of local school districts and other public educational agencies in the state. TRS was created by the 1938 General Assembly and is governed by KRS Chapter 161 Sections 220 through 990. TRS is a blended component unit of the Commonwealth of Kentucky and therefore is included in the Commonwealth’s financial statements.

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Plan Description (*Continued*)

TRS issues a publicly available financial report that can be obtained on the TRS website.

KRS 161.250 provides that the general administration and management of TRS, and the responsibility for its proper operation, is vested in a board of trustees. The Board of Trustees consists of the chief state school officer, the state treasurer, two trustees appointed by the governor and seven elected trustees. Four of the elected trustees are active teachers, two are not members of the teaching profession, and one is an annuitant of the system.

The state reports a liability, deferred outflows of resources and deferred inflows of resources, and expense as a result of its statutory requirement to contribute to the TRS Health Insurance Trust and Life Insurance Plans. The following information is about the TRS plans:

Health Insurance Trust

Plan Description

In addition to the OPEB benefits described above, KRS 161.675 requires TRS to provide post-employment healthcare benefits to eligible members and dependents. The TRS Health Insurance Trust is a cost-sharing multiple-employer defined benefit plan with a special funding situation, funded by employer and member contributions. Changes made to the medical plan may be made by the TRS Board of Trustees, the Kentucky Department of Employee Insurance and the General Assembly.

Benefits Provided

To be eligible for medical benefits, the member must have retired either for service or disability and a required amount of service credit. The TRS medical plan offers members who are not eligible for Medicare and under age 65 coverage through the Kentucky Employees Health Plan (KEHP) administered by the Kentucky Department of Employee Insurance. Once retired members and eligible spouses attain age 65 and or are eligible for Medicare, coverage is obtained through the Medicare Eligible Health Plan (MEHP) administered by TRS.

Contributions

The member and employer contributions consist of retirement annuity contributions and OPEB contributions to the medical and life insurance trusts. The member postemployment medical contribution is 3.75% of salary. The employer postemployment health insurance contribution is 0.75% of member salaries. Also, employers (other than the state) contribute 3% of members' salaries and the state contributes the net cost of health insurance premiums for new retirees after June 30, 2010, in the non-Medicare eligible group. If a member leaves covered employment before accumulating five years of credited service, accumulated member contributions to the retirement trust are refunded with interest upon the member's request.

Ohio County School District
Notes to the Financial Statements

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

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

At June 30, 2024, the District reported a liability of \$5,401,000 for its proportionate share of collective net OPEB liability that reflected a reduction for state OPEB support provided to the District. The collective net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the collective net OPEB liability was based on a projection of the District's long-term share of contributions of contributions to the OPEB plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2023, the District's proportion was 0.221765%.

The amount recognized by the District as its proportionate share of the OPEB liability, the related state support and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the net OPEB liability	\$ 5,401,000
State's proportionate share of the net OPEB liability associated with the District	4,553,000
<u>Total</u>	<u>\$ 9,954,000</u>

For the year ended June 30, 2024, the District recognized total OPEB expense of (\$85,000), which included \$(206,000) related to changes in proportion and differences between employer contributions and proportionate share of contributions. At June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Ohio County School District
Notes to the Financial Statements

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 1,831,000
Changes of assumptions	1,228,000	-
Net difference between projected and actual earnings on OPEB plan investments	101,000	-
Changes in proportion and differences between District contributions and proportionate share of contributions	1,582,000	2,647,000
District contributions subsequent to measurement date	386,909	-
Total	\$ 3,297,909	\$ 4,478,000

Of the total amount reported as deferred outflows of resources related to OPEB, \$386,909 resulting from District contributions subsequent to the measurement date and before the end of the fiscal year will be included as a reduction of the collective net OPEB liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the District's OPEB expense as follows:

<u>Year ended June 30,</u>	
2025	\$ (485,000)
2026	(426,000)
2027	(84,000)
2028	(133,000)
2029	(216,000)
Thereafter	(223,000)

Actuarial Assumptions

A summary of the actuarial assumptions as of the latest actuarial valuation follows.

Ohio County School District
Notes to the Financial Statements

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Actuarial Assumptions (Continued)

Valuation Date	June 30, 2022
Investment Rate of Return	7.10%, net of OPEB plan investment expense, including inflation
Projected Salary Increases	3.00% - 7.50%, including wage inflation
Inflation Rate	2.50%
Real Wage Growth	0.25%
Wage Inflation	2.75%
Municipal Bond Index Rate	3.66%
Discount Rate	7.10%
Single Equivalent Interest Rate	7.10%, net of OPEB plan investment expense, including price inflation
Healthcare Cost Trends:	
Medical trend	6.75% for FYE 2023 decreasing to an ultimate rate of 4.50% by FYE 2032
Medicare Part B Premiums	1.55% for FYE 2023 with an ultimate rate of 4.50% by 2034

Mortality rates were based on the Pub2010 (Teachers Benefit-Weighted) Mortality Table projected generationally with MP-2020 with various set-forwards, set-backs and adjustments for each of the groups; service, retirees, contingent annuitants, disabled retirees and active members.

The demographic actuarial assumptions for retirement disability, incidence, withdrawal, rates of plan participation, and rates of plan election used in the June 30, 2022 valuation were based on the results of the most recent actuarial experience study for the system, which covered the five-year period ending June 30, 2020, adopted by the board on September 20, 2021. The remaining actuarial assumptions (e.g., initial per capita costs, health care cost trends) used in the June 30, 2022 valuation of the Health Trust were based on a review of recent plan experience done concurrently with the June 30, 2022 valuation. The healthcare cost trend rate assumption was updated for the June 30, 2022 valuation and was shown as an assumption change in the Total OPEB Liability (TOL) roll forward while the change in initial per capita claims costs were included with the experience in the TOL roll forward. The Municipal Bond Index Rate used for this purpose is the June average of the Bond Buyer General Obligation 20-year Municipal Bond Index published weekly by the Board of Governors of the Federal Reserve System.

Ohio County School District
Notes to the Financial Statements

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

The long-term expected rate of return on OPEB plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

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

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
U.S. Large cap Equity	35.4%	5.00%
U.S. Small cap Equity	2.6%	5.50%
Developed International Equity	15.0%	5.50%
Emerging Markets Equity	5.0%	6.10%
Fixed Income	9.0%	1.90%
High Yield Bonds	8.0%	3.80%
Other Additional Categories	9.0%	3.70%
Real Estate	6.5%	3.20%
Private Equity	8.5%	8.00%
Cash	1.0%	1.60%
Total	100.0%	

Discount Rate

The discount rate used to measure the total OPEB liability was 7.10%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rates and the employer contributions will be made at statutorily required rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be depleted. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Sensitivity of the District's Proportionate Share of the collective net OPEB Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the collective net OPEB liability, as well as what the District's proportionate share of the collective net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.10%) or 1-percentage-point higher (8.10%) than the current discount rate:

	1% Decrease (6.10%)	Current Discount Rate (7.10%)	1% Increase (8.10%)
District's proportionate share of the collective net OPEB liability	\$ 6,947,000	\$ 5,401,000	\$ 4,124,000

Sensitivity of the District's Proportionate Share of the collective net OPEB Liability to Changes in the Healthcare Cost Trends Rates

The following presents the District's proportionate share of the collective net OPEB liability, as well as what the District's proportionate share of the collective net OPEB liability would be if it were calculated using healthcare cost trend rates that were 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Trend Rate	1% Increase
District's proportionate share of the collective net OPEB liability	\$ 3,889,000	\$ 5,401,000	\$ 7,285,000

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued TRS financial report.

Life Insurance Trust

Plan Description

TRS administers the Life Insurance Trust as provided by KRS 161.655 to provide life insurance benefits to retired and active members. The TRS Life Insurance Trust is a cost-sharing multiple employer defined benefit plan with a special funding situation. Changes made to the life insurance plan may be made by the TRS Board of Trustees and the General Assembly.

Ohio County School District
Notes to the Financial Statements

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Benefits Provided

TRS provides a life insurance benefit of \$5,000 for members who are retired for service or disability and \$2,000 for active contributing members who began participating before January 1, 2022. For TRS 4 members, the life insurance benefit payable upon the death of a member is \$5,000 for active contributing members and \$10,000 for retired or disabled members.

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

At June 30, 2024, the District did not report a liability for its proportionate share of the collective net OPEB liability for life insurance benefits because the state of Kentucky provides the OPEB support directly to TRS on behalf of the District. The amount recognized by the District as its proportionate share of the net OPEB liability, the related Commonwealth of Kentucky (state) support, and the total portion of the net OPEB liability that was associated with the District were as follows:

District's proportionate share of the net OPEB liability	\$ -
State's proportionate share of the net OPEB liability associated with the District	113,000
Total	\$ 113,000

Actuarial Assumptions

A summary of the actuarial assumptions as of the latest actuarial valuation follows.

Valuation Date	June 30, 2022
Investment Rate of Return	7.10%, net of OPEB plan investment expense, including inflation
Projected Salary Increases	3.00% - 7.50%, including wage inflation
Inflation Rate	2.50%
Real Wage Growth	0.25%
Wage Inflation	2.75%
Municipal Bond Index Rate	3.66%
Discount Rate	7.10%
Single Equivalent Interest Rate	7.10%, net of OPEB plan investment expense, including price inflation

Mortality rates were based on the Pub2010 (Teachers Benefit-Weighted) Mortality Table projected generationally with MP-2020 with various set-forwards set-backs and adjustments for each of the groups: service, retirees, contingent annuitants, disabled retirees and active members.

Ohio County School District
Notes to the Financial Statements

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Actuarial Assumptions (*Continued*)

The demographic actuarial assumptions for retirement, disability incidence, withdrawal, rates of plan participation, and rates of plan election used in the June 30, 2022 valuation were based on the results for the most recent actuarial experience study for the system, which covered the five-year period ending June 30, 2020, adopted by the board on September 20, 2021. The Municipal Bond Index Rate used for this purpose is the June average of the Bond Buyer General Obligation 20-year Municipal Bond Index published weekly by the Board of Governors of the Federal Reserve System.

The long-term expected rate of return on OPEB plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges

are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

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

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
U.S. Equity	40.00%	5.20%
International Equity	15.00%	5.50%
Emerging Markets Equity	5.00%	6.10%
Fixed Income	21.00%	1.90%
Real Estate	7.00%	3.20%
Private Equity	5.00%	8.00%
Additional Categories	5.00%	4.00%
Cash	2.00%	1.60%
Total	100.00%	

Discount Rate

The discount rate used to measure the total OPEB liability for life insurance was 7.10%. The projection of cash flows used to determine the discount rate assumed that the employer contributions will be made at statutorily required rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be depleted. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued TRS financial report.

General Information about the County Employees Retirement System's (CERS) OPEB Plan

Plan Description

District employees are provided OPEB under the provisions of Kentucky Revised Statutes, and the Kentucky Retirement Systems (KRS) board administers the KRS Insurance Fund. The KRS Insurance Fund is a cost-sharing, multiple-employer defined benefit OPEB plan which provides group health insurance benefits for plan members that are all regular full-time members employed in non-hazardous duty positions of the District. OPEB may be extended to beneficiaries of the plan members under certain circumstances. The CERS Insurance Fund is included in a publicly available financial report that can be obtained at www.kyret.ky.gov.

Benefits Provided

The Insurance Fund was established to provide hospital and medical benefits for eligible members receiving benefits from CERS. The eligible non-Medicare retirees are covered by the Department of Employee Insurance (DEI) plans. Premium payments are submitted to DEI and Humana. The Kentucky Public Pension Authority (KPPA) board contracts with Humana to provide health care benefits to the eligible Medicare retirees through a Medicare Advantage Plan. The CERS Insurance Fund pays a prescribed contribution for whole or partial payment of required premiums to purchase hospital and medical insurance.

Contributions

Employers participating in the KRS Insurance Fund contribute a percentage of each employee's creditable compensation. The actuarially determined rates set by the KRS board is a percentage of each employee's creditable compensation. For the year ended June 30, 2024, the required contribution was 0.00% of each employee's covered payroll. Contributions from the District to the KRS Insurance Fund for the year ended June 30, 2024, were \$0. The KRS board may amend contribution rates as of the first day of July of the second year of a biennium, if it is determined on the basis of a subsequent actuarial valuation that amended contribution rates are necessary to satisfy requirements determined in accordance with actuarial bases adopted by the KRS board. Employees qualifying as Tier 2 or Tier 3 of the CERS plan members contribute 1% of creditable compensation to an account created for the payment of health insurance benefits.

Ohio County School District
Notes to the Financial Statements

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Implicit Subsidy

The fully-insured premiums paid for the Kentucky Employees' Health Plan are blended rates based on the combined experience of active and retired members. Because the average cost of providing health care benefits to retirees under age 65 is higher than the average cost of providing health care benefits to active employees, there is an implicit employer subsidy for the non-Medicare eligible retirees. GASB No. 75 requires that the liability associated with this implicit subsidy is included in the calculation of the total OPEB liability.

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

At June 30, 2024, the District reported a liability of \$(263,224) for its proportionate share of the net OPEB liability (asset). The net OPEB liability (asset) was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2022 rolled forward to June 30, 2023 using standard update procedures. The District's proportion of the net OPEB liability was based on the District's share of 2023 contributions to the OPEB plan relative to the 2023 contributions of all participating employers, actuarially determined. At June 30, 2023, the District's proportion was 0.190650%.

For the year ended June 30, 2024, the District recognized OPEB expense of \$(649,747).

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 183,507	\$ 3,737,520
Net difference between projected and actual investment earnings on OPEB plan investments	492,614	553,703
Change of assumptions	518,007	360,999
Changes in proportion and differences between employer contributions and proportionate share of contribution	366,468	851,525
District contributions subsequent to the measurement date	-	-
Total	\$ 1,560,596	\$ 5,503,747

For the year ended June 30, 2024, \$0 was reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Ohio County School District
Notes to the Financial Statements

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

OPEB Liabilities, OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (*Continued*)

<i>Year ended June 30,</i>	
2025	\$ (990,578)
2026	(1,157,187)
2027	(909,422)
2028	(885,964)
2029	-
Thereafter	-

Actuarial Assumptions

The total OPEB liability, net OPEB liability, and sensitivity information as of June 30, 2023 were based on an actuarial valuation date of June 30, 2022. The total OPEB liability was rolled-forward from the valuation date (June 30, 2022) to the plan's fiscal year ending June 30, 2023, using generally accepted actuarial principles. The following actuarial assumptions were used in performing the actuarial valuation as of June 30, 2023:

Ohio County School District
Notes to the Financial Statements

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Actuarial Assumptions (continued)

Inflation		2.50%
Payroll Growth Rate		2.00%
Salary Increase	3.30% to 10.30%, varies by service for CERS non-hazardous	
Investment Rate of Return		6.50%
Healthcare Trend Rates (Pre-65)	Initial trend starting at 6.80% at January 1, 2025, and gradually decreasing to an ultimate trend rate of 4.05% over a period of 13 years.	
Healthcare Trend Rates (Post-65)	Initial trend starting at 8.50% in 2025, then gradually decreasing to an ultimate trend rate of 4.05% over a period of 13 years.	
Mortality (Pre-retirement)	PUB-2010 General Mortality table, for the Non-hazardous Systems, and the PUB-2010 Public Safety Mortality table for the Hazardous Systems, projected with the ultimate rates from the MP-2020 mortality improvement scale using a base year of 2010.	
Mortality (Post-retirement; non-disabled)	System-specific mortality table based on mortality experience from 2013-2022, projected with the ultimate rates from MP-2020 mortality improvement scale using a base year of 2023.	
Mortality (Post-retirement; disabled)	PUB-2010 Disabled Mortality table, with rates multiplied by 150% for both male and female rates, projected with the ultimate rates from the MP-2020 mortality improvement scale using a base year of 2010.	

Long-Term Expected Rate of Return

The long-term (10-year) expected rates of return was determined by using a building-block method in which best estimated ranges of expected future real rate of returns are developed for each asset class. The ranges are combined by weighting the expected future real rate of return by the target asset allocation percentage. The target allocation and best estimates of arithmetic real rate of return for each major asset class are summarized in the tables below:

Ohio County School District
Notes to the Financial Statements

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Long-Term Expected Rate of Return (Continued)

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equity		
Public Equity	50.00%	5.90%
Private Equity	10.00%	11.73%
Fixed Income		
Core Fixed Income	10.00%	2.45%
Specialty Credit	10.00%	3.65%
Cash	0.00%	1.39%
Inflation Protected		
Real Estate	7.00%	4.99%
Real Return	13.00%	5.15%
Expected Real Return	100.00%	5.75%
Long Term Inflation Assumption		2.50%
Expected Nominal Return for Portfolio		8.25%

Discount Rate

Single discount rates of 5.93% for the non-hazardous system were used to measure the total OPEB liability as of June 30, 2023. The single discount rates are based on the expected rate of return on OPEB plan investments of 6.50% and a municipal bond rate of 3.86%, as reported in Fidelity Index’s “20-Year Municipal GO AA Index” as of June 30, 2023. Based on the stated assumptions and the projection of the cash flows as of each fiscal year ending, the plan’s fiduciary net position and future contributions were projected to be sufficient to finance the future benefit payments of the current plan members. Therefore, the long-term expected rate of return on insurance plan investments was applied to all periods of the projected benefit payments paid from the retirement system. However, the cost associated with the implicit employer subsidy is not currently being included in the calculation of the plan’s actuarial determined contributions, and it is our understanding that any cost associated with the implicit subsidy will not be paid out of the plan’s trust. Therefore, the municipal bond rate was applied to future expected benefit payments associated with the implicit subsidy. The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the ACFR.

The projection of cash flows used to determine the single discount rate must include an assumption regarding actual employer contributions made each future year. Future contributions are projected assuming that the entire actuarially determined employer contribution is received by each plan each future year, calculated in accordance with the current funding policy.

NOTE 9: POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (CONTINUED)

Sensitivity of the District's Proportionate Share of the collective net OPEB Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net OPEB liability as of June 30, 2024, calculated using the discount rate of 5.93%, as well as what the District's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.93%) or 1-percentage-point higher (6.93%) than the current rate:

	<u>1% Decrease (4.93%)</u>	<u>Current Discount Rate (5.93%)</u>	<u>1% Increase (6.93%)</u>
District's proportionate share of the collective net OPEB liability	\$ 493,971	\$ (263,224)	\$ (897,283)

Sensitivity of the District's Proportionate Share of the collective net OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the District's proportionate share of the collective net OPEB liability, as well as what the District's proportionate share of the collective net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current rate:

	<u>1% Decrease</u>	<u>Current Healthcare Rate</u>	<u>1% Increase</u>
District's proportionate share of the collective net OPEB liability	\$ (843,679)	\$ (263,224)	\$ 449,810

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued CERS financial report.

NOTE 10: CONTINGENCIES

The District receives funding from federal, state and local government agencies and private contributions. These funds are to be used for designated purposes only. For government agency grants, if the grantor's review indicates that the funds have not been used for the intended purpose, the grantors may request a refund of monies advanced or refuse to reimburse the District for its disbursements. The amount of such future refunds and unreimbursed disbursements, if any, is not expected to be significant. Continuation of the District's grant programs is predicated upon the grantors' satisfaction that the funds provided are being spent as intended and the grantors' intent to continue their programs.

Ohio County School District
Notes to the Financial Statements

NOTE 11: RISK MANAGEMENT

The District is exposed to various risk of loss of assets associated with the risks related to torts; theft of, damage to and destruction of assets; fire, personal liability, vehicular accidents; errors and omissions, injuries to employees; fiduciary responsibility; and natural disasters. Each of these risk areas are covered through the purchase of commercial insurance. The District has purchased certain policies which are retrospectively rated which include workers' compensation insurance.

The District purchases unemployment insurance through the Kentucky School Boards Insurance Trust Unemployment Compensation Fund; however, risk has not been transferred to such fund. In addition, the District continues to carry commercial insurance for all other risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 12: LITIGATION

The District is subject to various other legal actions in various stages of litigation, the outcome of which is not determinable at this time. Management of the District and its legal counsel do not anticipate that there will be any material effect on the financial statements as a result of the cases presently in progress.

NOTE 13: EXCESS EXPENDITURES OVER APPROPRIATIONS

The District has one fund with a deficit fund balance, Special Revenue Fund (\$65,284). Also, the following funds had excess current year expenditures over current year appropriated revenues:

<i>Year ended June 30, 2024</i>	
Fund	Amount
Construction Fund	\$ 2,209,147
Special Revenue Fund	104,295
Fordsville Education Program	231
Private Purpose Trust Fund	44,794

Ohio County School District
Notes to the Financial Statements

NOTE 14: FUND TRANSFERS

Fund transfers for the year ended June 30, 2024 consist of the following:

Type	From Fund	To Fund	Purpose	Amount
Operating	General	Special Revenue	Matching	\$ 69,759
Operating	FSPK	Debt Service	Debt Service	1,677,132
Operating	General	Debt Service	Debt Service	47,300
Operating	General	District Activity Fund	Expenditures	424,117
Operating	SEEK	General	Expenditures	368,863
Operating	General	Debt Service	Debt Service	49,999
Operating	Special Revenue	General	Expenditures	82,146
Operating	Food Service	General	Indirect Costs	177,753
Operating	School Activity Fund	General	Expenditures	37,984
Operating	Special Revenue	Construction	HVAC Replacement	583,862
Operating	General	Construction	Construction	852,303
Operating	Construction	Construction	Construction	28,785

NOTE 15: ON-BEHALF PAYMENTS

The District receives on-behalf payments from the State of Kentucky for items including pension, technology, health care costs, operating costs and debt service. The amount received for the fiscal year ended June 30, 2024, was \$10,008,076. These payments were recorded as follows:

Year Ended June 30, 2024

Fund	Amount
General Fund	\$ 9,285,648
Food Service Fund	345,879
School Aged Child Care Fund	36,665
Debt Service Fund	339,884
Total	\$ 10,008,076

Year Ended June 30, 2024

	Amount
Technology	\$ 110,781
Health Insurance less Federal reimbursements	4,494,505
Life Insurance	7,175
Administrative Fees	57,424
HRA/Dental/Vision Insurance	302,225
SFCC Debt Service	339,884
KTRS	4,696,082
Total	\$ 10,008,076

Ohio County School District
Budgetary Comparison Schedule for the General Fund

<i>Year Ended June 30, 2023</i>	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variances</u>
	<u>Original</u>	<u>Final</u>		<u>Final to Actual</u>
Revenues				
Local and intermediate sources	\$ 9,139,226	\$ 10,153,591	\$ 10,896,636	\$ 743,045
State programs	28,110,521	29,397,402	29,014,253	(383,149)
Federal programs	300,000	340,000	394,292	54,292
Total revenues	37,549,747	39,890,993	40,305,181	414,188
Expenditures				
Current:				
Instruction	19,401,809	19,152,201	18,215,067	937,134
Support services:				
Student	2,048,930	2,110,982	1,726,873	384,109
Instructional staff	1,512,742	1,503,148	1,397,993	105,155
District administration	747,948	743,764	800,477	(56,713)
School administration	2,773,485	2,849,425	2,704,157	145,268
Business	1,528,940	1,535,030	1,514,523	20,507
Plant operations and maintenance	4,932,722	5,795,022	4,702,371	1,092,651
Student transportation	3,460,166	3,736,668	3,384,362	352,306
Other	106,000	116,000	130,690	(14,690)
Food service operation	2,000	2,000	-	2,000
Day Care Operations	-	20,000	-	-
Building acquisition and construction	2,000	2,000	-	2,000
Contingency	13,500,000	12,604,987	-	12,604,987
Total expenditures	50,016,742	50,171,227	34,576,513	15,574,714
Excess (deficiency) of revenues over expenditures	(12,466,995)	(10,280,234)	5,728,668	16,008,902

Ohio County School District
Budgetary Comparison Schedule for the General Fund

<i>Year Ended June 30, 2023</i>	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variances</u>
	<u>Original</u>	<u>Final</u>		<u>Final to Actual</u>
Other Financing Sources (Uses)				
Operating transfers - net	(35,005)	(819,735)	(776,732)	(43,003)
Sale of Assets	2,000	2,000		
Total other financing sources (uses)	(33,005)	(817,735)	(776,732)	(43,003)
Net change in fund balance	(12,500,000)	(11,097,969)	4,951,936	16,049,905
Fund balance - beginning of year	12,500,000	11,097,969	23,076,613	11,978,644
Fund balance - end of year	\$ -	\$ -	\$ 28,028,549	\$ 28,028,549

Ohio County School District
Budgetary Comparison Schedule for the Special Revenue Fund

<i>Year Ended June 30, 2023</i>	Budgeted Amounts		Actual	Variances
	Original	Final		Final to Actual
Revenues				
Local and intermediate sources	\$ 401,551	\$ 432,292	\$ 415,092	\$ (17,200)
State programs	1,652,900	1,736,539	1,744,320	7,781
Federal programs	2,806,660	2,833,578	5,612,264	2,778,686
<hr/>				
Total revenues	4,861,111	5,002,409	7,771,676	2,769,267
<hr/>				
Expenditures				
Current:				
Instruction	3,425,166	3,713,035	5,377,208	(1,664,173)
Support services:				
Student	13,297	56,286	487,597	(431,311)
Instructional staff	521,962	402,401	282,618	119,783
District administration	-	-	-	-
School administration	1,628	2,069	1,028	1,041
Business	240,218	202,306	447,784	(245,478)
Plant operations and maintenance	55,000	55,250	49,294	5,956
Student transportation	43,506	31,822	45,957	(14,135)
Other	537,965	518,888	514,087	4,801
Food service operations	-	-	-	-
Day care operations	-	-	74,149	(74,149)
<hr/>				
Total expenditures	4,838,742	4,982,057	7,279,722	(2,297,665)
<hr/>				
Excess (deficiency) of revenues over expenditures	22,369	20,352	491,954	471,602

Ohio County School District
 Budgetary Comparison Schedule for the Special Revenue Fund

<i>Year Ended June 30, 2023</i>	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		<u>Final to Actual</u>
Other Financing Sources (Uses)				
Operating transfers- net	(22,369)	(20,352)	(596,249)	(575,897)
Total other financing sources (uses)	(22,369)	(20,352)	(596,249)	(575,897)
Net change in fund balance	-	-	(104,295)	(104,295)
Fund balance - beginning of year	-	-	39,011	39,011
Fund balance - end of year	\$ -	\$ -	\$ (65,284)	\$ (65,284)

Ohio County School District

Schedule of the District's Proportionate Share of the Net Pension Liability and
Schedule of District's Contributions – Kentucky Teachers' Retirement System

Schedule of the District's Proportionate Share of the Net Pension Liability-KTRS										
<i>As of June 30,</i>	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
District's proportionate share of the net pension liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
State's proportionate share of the net pension liability associated with the District	\$ 87,442,153	\$ 73,285,670	\$ 59,060,570	\$ 69,655,781	\$ 66,419,319	\$ 64,714,029	\$ 137,855,110	\$ 150,116,314	\$ 115,522,115	\$ 103,779,835
District's covered payroll	\$ 15,732,298	\$ 16,629,719	\$ 17,859,369	\$ 16,990,714	\$ 16,566,000	\$ 16,631,000	\$ 16,729,000	\$ 16,113,000	\$ 15,827,000	\$ 11,457,464
District's proportionate share of the net pension liability as a percentage of its covered payroll	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Plan fiduciary net position as a percentage of the total pension liability	57.68%	56.41%	65.59%	58.27%	58.80%	59.30%	39.83%	35.22%	42.49%	45.59%

Schedule of District's Contributions-KTRS										
<i>For the Years Ended June 30,</i>	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually required contribution	-	-	-	-	-	-	-	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 14,099,155	\$ 15,732,298	\$ 16,629,719	\$ 17,859,369	\$ 16,990,714	\$ 16,566,000	\$ 16,631,000	\$ 16,729,000	\$ 16,113,000	\$ 15,827,000
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Ohio County School District
Schedule of the District's Proportionate Share of the Net Pension Liability and
Schedule of District's Contributions – Kentucky Teachers' Retirement System

Changes of Benefit Terms

2022: A new benefit tier was added for members joining the system on and after January 1, 2022.

Changes of Assumptions

2023: No changes in assumptions.

2022: No changes in assumptions.

2021: In the 2020 experience study, rates of withdrawal, retirement, disability, mortality, and rates of salary increases were adjusted to reflect actual experience more closely. The expectation of mortality was changed to the Pub2010 Mortality Tables (Teachers Benefit-Weighted) projected generationally with MP-2020 with various set forwards, set-backs, and adjustments for each of the groups; service retirees, contingent annuitants, disabled retirees, and actives. The assumed long-term investment rate of return was changed from 7.50% to 7.10% and the price inflation assumption was lowered from 3.00% to 2.50%. In addition, the calculation of the SEIR results in an assumption change from 7.50% to 7.10%.

2020: No changes in assumptions.

2019: No changes in assumptions.

In 2018, the calculation of the Single Equivalent Interest Rate (SEIR) resulted in an assumption change from 4.49% to 7.50%.

In 2017, the calculation of the Single Equivalent Interest Rate (SEIR) resulted in an assumption change from 4.20% to 4.49%.

In the 2016 valuation, rates of withdrawal, retirement, disability and mortality were adjusted to more closely reflect actual experience. In the 2016 valuation, the Assumed Salary Scale, Price Inflation, and Wage Inflation were adjusted to reflect a decrease. In addition, the calculation of the Single Equivalent Interest Rate (SEIR) resulted in an assumption change from 4.88% to 4.20%.

In 2015, the calculation of the Single Equivalent Interest Rate (SEIR) resulted in an assumption change from 5.23% to 4.88%.

In 2014, the calculation of the Single Equivalent Interest Rate (SEIR) resulted in an assumption change from 5.16% to 5.23%.

Ohio County School District
 Schedule of the District's Proportionate Share of the Net Pension Liability and
 Schedule of District's Contributions – County Employees Retirement System

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

<i>As of June 30,</i>	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
District's proportion of the net pension liability	0.190670%	0.235033%	0.202624%	0.208223%	0.214503%	0.220721%	0.222690%	0.233670%	0.231660%	0.231542%
District's proportionate share of the net pension liability	\$ 12,234,357	\$ 16,990,567	\$ 12,918,869	\$ 15,970,532	\$ 15,086,092	\$ 13,442,582	\$ 13,010,088	\$ 11,504,838	\$ 9,960,000	\$ 7,512,000
District's covered payroll	\$ 5,855,838	\$ 6,847,577	\$ 5,437,951	\$ 5,450,695	\$ 5,480,006	\$ 5,562,279	\$ 5,536,072	\$ 5,666,852	\$ 4,607,166	\$ 3,973,608
District's proportionate share of the net pension liability as a percentage of its covered payroll	208.93%	248.13%	237.57%	293.00%	275.29%	241.67%	235.01%	203.02%	216.18%	189.05%
Plan fiduciary net position as a percentage of the total pension liability	57.48%	52.42%	57.33%	47.81%	50.45%	53.54%	53.30%	55.50%	59.97%	66.80%

Schedule of District's Contributions-CERS

<i>For the Years Ended June 30,</i>	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 1,400,314	\$ 1,370,266	\$ 1,449,632	\$ 1,049,524	\$ 1,051,984	\$ 888,857	\$ 805,418	\$ 772,282	\$ 703,823	\$ 587,414
Contributions in relation to the contractually required contribution	1,400,314	1,370,266	1,449,632	1,049,524	1,051,984	888,857	805,418	772,282	703,823	587,414
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 5,999,632	\$ 5,855,838	\$ 6,847,577	\$ 5,437,951	\$ 5,450,695	\$ 5,480,006	\$ 5,562,279	\$ 5,536,072	\$ 5,666,852	\$ 4,607,166
Contributions as a percentage of covered payroll	23.34%	23.40%	21.17%	19.30%	19.30%	16.22%	14.48%	13.95%	12.42%	12.75%

Ohio County School District
Schedule of the District's Proportionate Share of the Net Pension Liability and
Schedule of District's Contributions – County Employees Retirement System

Changes of Benefit Terms

The following changes were made by the Kentucky Legislature and reflected in the valuation performed as of June 30 listed below:

2023: No changes in benefit terms.

2022: No changes in benefit terms.

2021: No changes in benefit terms.

2020: No changes in benefit terms.

2019: No changes in benefit terms.

2018: No changes in benefit terms.

2017: No changes in benefit terms.

2016: No changes in benefit terms.

2015: No changes in benefit terms.

Changes of Assumptions

The following changes were made by the Kentucky Legislature and reflected in the valuation performed as of June 30 listed below:

2023: During the 2023 legislative session, House Bill 506 was enacted which reinstated the Partial Lump-Sum Optional Form of payment for members who retire on and after January 1, 2024, as well as adjusted the minimum required separation period before a retiree may become reemployed. The total pension liability as of June 30, 2023 was determined with these updates in mind, however it is estimated these updates will not have a significant impact on the total pension liability of the plans.

2022: No changes in assumptions.

2021: During the 2021 legislative session, Senate Bill 169 was enacted which increased disability benefits for certain qualifying members who become "totally and permanently disabled" in the line of duty or as a result of a duty-related disability. The total pension liability as of June 30, 2021 is determined using these updated benefit provisions.

Ohio County School District
Schedule of the District's Proportionate Share of the Net Pension Liability and
Schedule of District's Contributions – County Employees Retirement System

2020: During the 2020 legislative session, Senate Bill 249 was enacted which changed the funding period for the amortization of the unfunded liability to 30 years as of June 30, 2019. Gains and losses incurring in future years will be amortized over separate 20-year amortization bases. This change does not impact the calculation of Total Pension Liability and only impacts the calculation of the contribution rates that would be payable starting July 1, 2020. Additionally, House Bill 271 was enacted which removed provisions that reduce the monthly payment to a surviving spouse of a member whose death was due to a duty-related injury upon remarriage of the spouse. It also increased benefits for a very small number of beneficiaries. This did not have a material (or measurable) impact on the liability of the plans and therefore, no adjustment was made to the Total Pension Liability to reflect this legislation.

2019: There have been no changes in plan provisions since June 30, 2018. However, the Board of Trustees has adopted new actuarial assumptions since June 30, 2018. These assumptions are documented in the report titled "Kentucky Retirement Systems 2018 Actuarial Experience Study for the Period Ending June 30, 2018". The Total Pension liability as of June 30, 2019 is determined using these updated assumptions.

2018: During the 2018 legislative session, House Bill 185 was enacted, which updated the benefit provisions for active members who die in the line of duty. Benefits paid to the spouses of deceased members have been increased from 25% of the member's final rate of pay to 75% of the member's average pay. If the member does not have a surviving spouse, benefits paid to surviving dependent children have been increased from 10% of the member's final pay rate to 50% of average pay for one child, 65% of average pay for two children, or 75% of average pay for three children. The Total Pension Liability as of June 30, 2018 is determined using these updated benefit provisions.

2017: There was no legislation enacted during the 2017 legislative session that had a material change in benefit provisions for CERS. However, subsequent to the actual valuation date (June 30, 2016), but prior to the measurement date (June 30, 2017), the KRS Board of Trustees adopted updated actuarial assumptions which will be used in performing the actuarial valuation as of June 30, 2017. Specifically, the Total Pension Liability as of June 30, 2017 is determined using a 2.30% price inflation assumption for the non-hazardous system and the assumed rate of return is 6.25% for the non-hazardous system.

2016: There was no legislation enacted during the 2017 legislative session that had a material change in benefit provisions for CERS. However, subsequent to the actual valuation date (June 30, 2016), but prior to the measurement date (June 30, 2017), the KRS Board of Trustees adopted updated actuarial assumptions which will be used in performing the actuarial valuation as of June 30, 2017. Specifically, the Total Pension Liability as of June 30, 2017 is determined using a 2.30% price inflation assumption for the non-hazardous system and the assumed rate of return is 6.25% for the non-hazardous system.

2015: No changes in assumptions.

Ohio County School District
Schedule of the District's Proportionate Share of the
Collective Net OPEB Liability and Schedule of District's Contributions –
Kentucky Teachers' Retirement System – Medical Insurance Fund

Schedule of the District's Proportionate share of the Collective Net OPEB Liability - KTRS

<i>As of June 30,</i>	2024	2023	2022	2021	2020	2019	2018
District's proportion of the collective net OPEB liability	0.221765%	0.311724%	0.242205%	0.263982%	0.259866%	0.255459%	0.270290%
District's proportionate share of the collective net OPEB liability	\$ 5,401,000	\$ 7,739,000	\$ 5,197,000	\$ 6,662,000	\$ 7,606,000	\$ 8,864,000	\$ 9,542,000
District's covered payroll	\$ 15,732,298	\$ 16,629,719	\$ 17,859,369	\$ 16,990,714	\$ 16,566,000	\$ 16,631,000	\$ 16,729,000
District's proportionate share of the collective net OPEB liability as a percentage of its covered payroll	34.33%	46.54%	29.10%	39.21%	45.91%	53.30%	57.04%
Plan fiduciary net position as a percentage of the total OEPB liability	52.97%	47.75%	51.74%	39.05%	32.58%	25.50%	21.18%

Schedule of the District's Contributions - KTRS

<i>For the Years Ended June 30,</i>	2024	2023	2022	2021	2020	2019	2018
Contractually required contribution	\$ 386,909	\$ 375,930	\$ 380,911	\$ 372,218	\$ 426,025	\$ 455,000	\$ 463,000
Contributions in relation to the contractually required contribution	386,909	375,930	380,911	372,218	426,025	455,000	463,000
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 14,099,155	\$ 15,732,298	\$ 16,629,719	\$ 17,859,369	\$ 16,990,714	\$ 16,566,000	\$ 16,631,000
Contributions as percentage of covered payroll	2.74%	2.39%	2.29%	2.08%	2.51%	2.75%	2.78%

Ohio County School District
Schedule of the District's Proportionate Share of the
Collective Net OPEB Liability and Schedule of District's Contributions –
Kentucky Teachers' Retirement System – Medical Insurance Fund

Changes of Benefit Terms

2023: No changes of benefit terms.

2022: A new benefit tier was added for members joining the System on and after January 1, 2022.

2021: No changes of benefit terms.

2020: No changes of benefit terms.

2019: No changes of benefit terms.

2018: No changes of benefit terms.

2017: With the passage of House Bill 471, the eligibility for non-single subsidies (NSS) for the KEHP-participating members who retired prior to July 1, 2010 is restored, but the State will only finance, via its KEHP "shared responsibility" contributions, the costs of the NSS related to those KEHP-participating members who retired on or after July 1, 2010.

Changes of Assumptions

2022: The health care trend rates were updated to reflect future anticipated experience.

In the 2020 experience study, rates of withdrawal, retirement, disability, mortality, and rates of salary increases were adjusted to reflect actual experience more closely. The expectation of mortality was changed to the Pub2010 Mortality Tables (Teachers Benefit-Weighted) projected generationally with MP-2020 with various set forwards, set-backs, and adjustments for each of the groups; service retirees, contingent annuitants, disabled retirees, and actives. The assumed long-term investment rate of return was changed from 8.00% for the Health Trust and 7.50% for the Life Trust to 7.10%. The price inflation assumption was lowered from 3.00% to 2.50%. The rates of member participation and spousal participation were adjusted to reflect actual experience more closely.

Ohio County School District
Schedule of the District's Proportionate Share of the
Collective Net OPEB Liability and Schedule of District's Contributions –
Kentucky Teachers' Retirement System – Life Insurance Fund

Schedule of the District's Proportionate share of the Collective Net OPEB Liability - KTRS

<i>As of June 30,</i>	2024	2023	2022	2021	2020	2019	2018
District's proportion of the collective net OPEB liability	0.000000%	0.000000%	0.000000%	0.000000%	0.000000%	0.000000%	0.000000%
District's proportionate share of the collective net OPEB liability	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 15,732,298	\$ 16,629,719	\$ 17,859,369	\$ 16,990,714	\$ 16,566,000	\$ 16,631,000	\$ 16,729,000
District's proportionate share of the collective net OPEB liability as a percentage of its covered payroll	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Plan fiduciary net position as a percentage of the total OEPB liability	76.91%	73.97%	89.15%	71.57%	73.40%	75.00%	79.99%

Schedule of the District's Contributions - KTRS

<i>For the Years Ended June 30,</i>	2024	2023	2022	2021	2020	2019	2018
Contractually required contribution	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the contractually required contribution	-	-	-	-	-	-	-
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 14,099,155	\$ 15,732,298	\$ 16,629,719	\$ 17,859,369	\$ 16,990,714	\$ 16,566,000	\$ 16,631,000
Contributions as percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Ohio County School District
Schedule of the District's Proportionate Share of the
Collective Net OPEB Liability and Schedule of District's Contributions –
Kentucky Teachers' Retirement System – Life Insurance Fund

Changes of Benefit Terms

2022: A new benefit tier was added for members joining the System on and after January 1, 2022

Changes of Assumptions

In the 2020 experience study, rates of withdrawal, retirement, disability, mortality, and rates of salary increases were adjusted to reflect actual experience more closely. The expectation of mortality was changed to the Pub2010 Mortality Tables (Teachers Benefit-Weighted) projected generationally with MP-2020 with various set forwards, set-backs, and adjustments for each of the groups; service retirees, contingent annuitants, disabled retirees, and actives. The assumed long-term investment rate of return was changed from 8.00% for the Health Trust and 7.50% for the Life Trust to 7.10%. The price inflation assumption was lowered from 3.00% to 2.50%. The rates of member participation and spousal participation were adjusted to reflect actual experience more closely.

Ohio County School District
Schedule of the District's Proportionate Share of the
Collective Net OPEB Liability and Schedule of District's Contributions
County Employees Retirement System

Schedule of District's Proportionate Share of the Collective Net OPEB Liability - CERS

<i>As of June 30,</i>	2024	2023	2022	2021	2020	2019	2018
District's proportion of the net OPEB liability	0.190650%	0.235188%	0.202577%	0.208266%	0.214470%	0.220712%	0.222269%
District's proportionate share of the net OPEB liability	\$ (263,224)	\$ 4,641,467	\$ 3,878,235	\$ 5,028,991	\$ 3,606,902	\$ 3,918,698	\$ 4,468,367
District's covered payroll	\$ 5,855,838	\$ 6,847,577	\$ 5,437,951	\$ 5,450,695	\$ 5,480,006	\$ 5,562,279	\$ 5,536,072
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	-4.50%	67.78%	71.32%	92.26%	65.82%	70.45%	80.71%
Plan fiduciary net position as a percentage of the total OPEB liability	104.23%	60.95%	62.91%	51.67%	60.44%	57.62%	52.40%

Schedule of District Contributions - CERS

<i>For the years ended June 30,</i>	2024	2023	2022	2021	2020	2019	2018
Contractually required contribution	\$ -	\$ 199,340	\$ 394,683	\$ 259,110	\$ 259,717	\$ 288,248	\$ 261,427
Contributions in relation to the contractually required contribution	-	199,340	394,683	259,110	259,717	288,248	261,427
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 5,999,632	\$ 5,855,838	\$ 6,847,577	\$ 5,437,951	\$ 5,450,695	\$ 5,480,006	\$ 5,562,279
Contributions as a percentage of covered payroll	0.00%	3.39%	5.78%	4.76%	4.76%	5.26%	4.70%

The following changes were made by the Kentucky Legislature and reflected in the valuation performed as of June 30 listed below:

Changes of Benefit Terms

No changes of benefit terms.

Ohio County School District
Schedule of the District's Proportionate Share of the
Collective Net OPEB Liability and Schedule of District's Contributions
County Employees Retirement System

Changes of Assumptions

2023: The single discount rates used to calculate the total OPEB liability within the plan changed since the prior year. Additional information regarding the single discount rates is provided in Note 9 of the financial statements. During the 2023 legislative session, House Bill 506 was enacted which reinstated the Partial Lump-Sum Optional Form of payment for members who retire on and after January 1, 2024, as well as adjusted the minimum required separation period before a retiree may become reemployed. The total pension liability as of June 30, 2023 was determined with these updates in mind, however it is estimated these updates will not have a significant impact on the total pension liability of the plans.

2022: The single discount rates used to calculate the total OPEB liability within the plan changed since the prior year. Additional information regarding the single discount rates is provided in Note 9 of the financial statements. During the 2022 legislative session, Senate Bill 209 was enacted which increased the insurance dollar contribution for members hired on or after July 1, 2023 by \$5 for each year of service a member attains over certain thresholds, depending on a member's retirement eligibility requirement. This increase in the insurance dollar contribution does not increase by 1.5% annually and is only payable for non-Medicare retirees. Additionally, it is only payable when the member's applicable insurance fund is at least 90% funded. The increase is first payable January 1, 2023. Senate Bill 209 also allows members receiving the insurance dollar contribution to participate in a medical insurance reimbursement plan that would provide the reimbursement of premiums for health plans other than those administered by KPPA. The total OPEB liability as of June 30, 2022 is determined using these updated benefit provisions.

2021: During the 2021 legislative session, Senate Bill 169 was enacted which increased disability benefits for certain qualifying members who become "totally and permanently disabled" in the line of duty or as a result of a duty-related disability. The total OPEB liability as of June 30, 2021 is determined using these updated benefit provisions.

2020: During the 2020 legislative session, Senate Bill 249 was enacted which changed the funding period for the amortization of the unfunded liability to 30 years as of June 30, 2019. Gains and losses incurring in future years will be amortized over separate 20-year amortization bases. This change does not impact the calculation of Total OPEB Liability and only impacts the calculation of the contribution rates that would be payable starting July 1, 2020.

2019: There have been no changes in plan provisions since June 30, 2018. However, the Board of Trustees has adopted new actuarial assumptions since June 30, 2018. These assumptions are documented in the report titled "Kentucky Retirement Systems 2018 Actuarial Experience Study for the Period Ending June 30, 2018". The Total Pension liability as of June 30, 2019 is determined using these updated assumptions.

Ohio County School District
Schedule of the District's Proportionate Share of the
Collective Net OPEB Liability and Schedule of District's Contributions
County Employees Retirement System

2018: There have been no changes in actuarial assumptions since June 30, 2017 (other than the blended discount rate used to calculate the total OPEB liability). However, during the 2018 legislative session, House Bill 185 was enacted, which update the benefit provisions for active members who die in the line of duty. The system shall now pay 100% of the insurance premium for spouses and children of all active members who die in the line of duty. The total OPEB liability as of June 30, 2018 is determined using the updated benefit provisions.

2017: There was no legislation enacted during the 2017 legislative session that had a material change in benefit provisions for CERS. However, subsequent to the actual valuation date (June 30, 2016), but prior to the measurement date (June 30, 2017), the KRS Board of Trustees adopted updated actuarial assumptions which will be used in performing the actuarial valuation as of June 30, 2017. Specifically, the Total OPEB Liability as of June 30, 2017 is determined using a 2.30% price inflation assumption for the non-hazardous system and the assumed rate of return is 6.25%.

Ohio County School District
Combining Balance Sheet
Nonmajor Governmental Funds

<i>June 30, 2024</i>	SEEK Fund	FSPK Fund	Debt Service Fund	Student Activity Fund	District Activity Fund	Total Other Governmental Funds
Assets						
Cash	\$ -	\$ 712,345	\$ -	\$ 125,539	\$ 168,494	\$ 1,006,378
Accounts receivable	-	-	-	-	723	723
Total assets	\$ -	\$ 712,345	\$ -	\$ 125,539	\$ 169,217	\$ 1,007,101
Liabilities						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 2,078	\$ 2,078
Deferred revenue	-	-	-	-	-	-
Total liabilities	-	-	-	-	2,078	2,078
Fund Balances						
Restricted						
Student activities	-	-	-	125,539	-	125,539
Prior SFCC offer	-	454,455	-	-	-	454,455
Capital projects	-	257,890	-	-	-	257,890
Assigned	-	-	-	-	167,139	167,139
Total fund balances	-	712,345	-	125,539	167,139	1,005,023
Total liabilities and fund balances	\$ -	\$ 712,345	\$ -	\$ 125,539	\$ 169,217	\$ 1,007,101

Ohio County School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds

<i>For the year ended June 30, 2024</i>	SEEK Fund	FSPK Fund	Debt Service Fund	Student Activity Fund	District Activity Fund	Total Other Governmental Funds
Revenues						
From local sources:						
Taxes:						
Property	\$ -	\$ 644,814	\$ -	\$ -	\$ -	\$ 644,814
Earnings on investments	-	-	-	6,950	-	6,950
Other local revenue	-	-	-	183,955	287,591	471,546
Intergovernmental - state	368,863	1,229,008	339,886	-	-	1,937,757
Total revenues	368,863	1,873,822	339,886	190,905	287,591	3,061,067
Expenditures						
Current:						
Instruction	-	-	-	129,474	536,419	665,893
Support services:						
Instructional staff	-	-	-	-	64,525	64,525
Student transportation	-	-	-	10,696	104,144	114,840
Debt service:						
Principal	-	-	1,666,000	-	-	1,666,000
Interest	-	-	448,317	-	-	448,317
Total expenditures	-	-	2,114,317	140,170	705,088	2,959,575
Excess (deficiency) of revenues over expenditures	368,863	1,873,822	(1,774,431)	50,735	(417,497)	101,492

Ohio County School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds

<i>For the year ended June 30, 2024</i>	SEEK Fund	FSPK Fund	Debt Service Fund	Student Activity Fund	District Activity Fund	Total Other Governmental Funds
Other Financing Sources (Uses)						
Operating transfers-in	-	-	1,774,431	-	424,117	2,198,548
Operating transfers-out	(368,863)	(1,677,132)	-	(37,984)	-	(2,083,979)
Total other financing sources (uses)	(368,863)	(1,677,132)	1,774,431	(37,984)	424,117	114,569
Net change in fund balances	-	196,690	-	12,751	6,620	216,061
Fund balances - beginning of year	-	515,655	-	112,788	160,519	788,962
Fund Balances - end of year	\$ -	\$ 712,345	\$ -	\$ 125,539	\$ 167,139	\$ 1,005,023

Ohio County School District
Combining Statement of Net Position
Nonmajor Proprietary Funds

<i>June 30, 2024</i>	School Aged Child Care Fund	Fordsville Education Program	Ohio County Schools Auditorium	Total Other Enterprise Funds
Assets				
Cash	\$ 172,493	\$ 5,167	\$ 3,502	\$ 181,162
Accounts receivable:				
Accounts	5,949	-	-	5,949
Total assets	178,442	5,167	3,502	187,111
Liabilities				
Current Liabilities				
Accounts payable	136	-	-	136
Total current liabilities	136	-	-	136
Net Position				
Unrestricted	178,306	5,167	3,502	186,975
Total net position	\$ 178,306	\$ 5,167	\$ 3,502	\$ 186,975

Ohio County School District
Combining Statement of Revenue, Expenses and Changes in Net Position
Nonmajor Proprietary Funds

<i>For the year ended June 30, 2024</i>	School Aged Child Care Fund	Fordsville Education Program	Ohio County Schools Auditorium	Total Other Enterprise Funds
Operating Revenues				
Tuition and fees	\$ 93,937	\$ 12,013	\$ -	\$ 105,950
Total operating revenues	93,937	12,013	-	105,950
Operating Expenses				
Instruction	-	12,244	-	12,244
Other operating expenses	53,851	-	-	53,851
Total operating expenses	53,851	12,244	-	66,095
Operating income (loss)	40,086	(231)	-	39,855
Non-Operating Revenues				
State operating grants	36,665	-	-	36,665
Total non-operating revenues	36,665	-	-	36,665
Change in net position	76,751	(231)	-	76,520
Net position - beginning of year	101,555	5,398	3,502	110,455
Net position - end of year	\$ 178,306	\$ 5,167	\$ 3,502	\$ 186,975

Ohio County School District
Combining Statement of Cash Flows
Nonmajor Proprietary Funds

<i>For the year ended June 30, 2024</i>	School Aged Child Care Fund	Fordsville Education Program	Ohio County Schools Auditorium	Total Other Nonmajor Enterprise Funds
Operating Activities				
Cash received from user charges	\$ 92,620	\$ 12,013	\$ -	\$ 104,633
Cash payments to suppliers for goods and services	136	-	-	136
Cash payments for other operating expenses	(17,186)	(12,244)	-	(29,430)
Net cash provided by (used in) operating activities	75,570	(231)	-	75,339
Net increase (decrease) in cash	75,570	(231)	-	75,339
Cash - beginning of year	96,923	5,398	3,502	105,823
Cash - end of year	\$ 172,493	\$ 5,167	\$ 3,502	\$ 181,162

<i>For the year ended June 30, 2024</i>	School Aged Child Care Fund	Fordsville Education Program	Ohio County Schools Auditorium	Total Other Nonmajor Enterprise Funds
Reconciliation of Operating Income to Net Cash Provided by (Used in) Operating Activities				
Operating income (loss)	\$ 40,086	\$ (231)	\$ -	\$ 39,855
Adjustments To Reconcile Operating Income To Net Cash Provided by (Used in) Operating Activities:				
On-behalf payments received	36,665	-	-	36,665
Changes in assets and liabilities:				
Receivables	(1,317)	-	-	(1,317)
Accounts payable	136	-	-	136
Net cash provided by (used in) operating activities	\$ 75,570	\$ (231)	\$ -	\$ 75,339

Ohio County School District
Combining Statement of School Activity Funds

<i>Year Ended June 30, 2024</i>	Cash July 1, 2023	Cash Receipts	Cash Disbursements and Transfers	Cash June 30, 2024	Fund Balance June 30, 2024
Southern Elementary School	\$ 8,731	\$ 362	\$ -	\$ 9,093	\$ 9,093
Western Elementary School	3,016	996	693	3,319	3,319
Wayland Alexander Elementary School	5,833	3,221	2,637	6,417	6,417
Fordsville Elementary School	2,391	10	38	2,363	2,363
Horse Branch Elementary School	2,691	356	301	2,746	2,746
Beaver Dam Elementary School	3,786	10,936	11,192	3,530	3,530
Ohio County Middle School	16,287	14,993	13,150	18,130	18,130
Ohio County High School	70,053	154,492	144,604	79,941	79,941
Total	\$ 112,788	\$ 185,366	\$ 172,615	\$ 125,539	\$ 125,539

Ohio County School District
Statement of School Activity Funds -
Ohio County High School

<i>Year Ended June 30, 2024</i>	Cash			Cash June 30, 2024	Accounts Receivable	Accounts Payable	Fund Balance June 30, 2024
	Cash July 1, 2023	Cash Receipts	Disbursements and Transfers				
Boys/Girls Basketball - District	\$ -	\$ 9,740	\$ 9,740	\$ -	\$ -	\$ -	\$ -
Refs	-	-	-	-	-	-	-
Boys Basketball - Region	-	816	816	-	-	-	-
Boys/Girls Basketball Region	3	-	-	3	-	-	3
District Baseball	-	1,660	1,660	-	-	-	-
District Softball	-	1,197	1,197	-	-	-	-
Regional Softball	-	7,935	7,935	-	-	-	-
JROTC	3,099	2,872	2,537	3,434	-	-	3,434
Art Club	263	1,218	1,122	359	-	-	359
Beta Club	5,729	7,140	9,124	3,745	-	-	3,745
FCA	253	711	699	265	-	-	265
Speak Up	33	70	-	103	-	-	103
TMRW	56	740	753	43	-	-	43
Drama Club	113	1,806	-	1,919	-	-	1,919
FFA	741	10,333	10,142	932	-	-	932
FCCLA	1,073	3,434	3,464	1,043	-	-	1,043
NHS	2,681	1,190	1,060	2,811	-	-	2,811
Pep Club	390	516	-	906	-	-	906
OC Drug Free	62	950	925	87	-	-	87
PCG	10	-	-	10	-	-	10
Eagle Excellence	1,542	560	554	1,548	-	-	1,548
General Fund	4,579	6,353	4,387	6,545	-	-	6,545
Book Club	1,506	185	237	1,454	-	-	1,454
Prom	4,676	12,450	12,707	4,419	-	-	4,419
AP Exam	3,264	942	1,178	3,028	-	-	3,028

Ohio County School District
Statement of School Activity Funds -
Ohio County High School

<i>Year Ended June 30, 2024</i>	Cash July 1, 2023	Cash Receipts	Cash Disbursements and Transfers	Cash June 30, 2024	Accounts Receivable	Accounts Payable	Fund Balance June 30, 2024
Student Council - Dances	2,672	5,041	2,456	5,257	-	-	5,257
FCS - Culinary Creations	105	305	327	83	-	-	83
FFA Farm City Supper	854	-	389	465	-	-	465
Spirit Store	2,271	6,123	5,296	3,098	-	-	3,098
Social Studies Trip	1,647	17,241	18,779	109	-	-	109
Horticulture - Plant Sales	15,149	36,013	32,240	18,922	-	-	18,922
FACS - Beef/Egg/Chicken Reb	41	41	39	43	-	-	43
Yearbook Ad/Sales	15,459	8,988	5,347	19,100	-	-	19,100
FFA - Fruit Sales	1,569	5,162	6,640	91	-	-	91
Senior Trip	213	2,760	2,854	119	-	-	119
Total	\$ 70,053	\$ 154,492	\$ 144,604	\$ 79,941	\$ -	\$ -	\$ 79,941

Ohio County School District
Schedule of Expenditures of Federal Awards

Year Ended June 30, 2024

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass- Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
U.S. Department of Agriculture				
Child Nutrition Cluster				
Direct Program:				
Food Distribution Program - non-cash	10.555	-	\$ -	\$ 69,418
Passed-Through State Department of Education:				
School Breakfast Program	10.553	7760005 23	-	1,029,625
National School Lunch Program	10.555	7750002 23	-	2,004,156
COVID-19 National School Lunch Program	10.555	9980000 22	-	120,500
Summer Food Service Program for Children	10.559	7740023 22	-	<u>366,821</u>
Subtotal				3,590,520
State Administrative Expense for Child Nutrition	10.560	7700001 21	-	5,894
Total U.S. Department of Agriculture				3,596,414
U.S. Department of Defense				
Direct Program:				
ROTC - 2024	12.U01	-	-	62,603
Total U.S. Department of Defense				62,603
U.S. Department of Education				
Passed-Through State Department of Education:				
Title I, Part A				
Title I Grants to Local Educational Agencies - 2023	84.010	3100002 22	-	247,648
Title I Grants to Local Educational Agencies - 2024	84.010	3100002 23	-	<u>878,062</u>
Subtotal				1,125,710

See accompanying notes to the Schedule of Expenditures of Federal Awards.

Ohio County School District Schedule of Expenditures of Federal Awards

Year Ended June 30, 2024

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Pass- Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
Migrant Education State Grant Program- 2023	84.011	3110002 22	-	623
Title I State Agency Program for Neglected and Delinquent Children and Youth - 2023	84.013	313J	-	18,707
Title I State Agency Program for Neglected and Delinquent Children and Youth - 2024	84.013	313K	-	<u>2,644</u>
Subtotal				21,351
Special Education Cluster				
Special Education Grant to States - 2022	84.027	3810002 21	-	3,396
Special Education Grant to States - 2023	84.027	3810002 22	-	157,086
Special Education Grant to States - 2024	84.027	3810002 23	-	872,534
COVID-19 Special Education Grant to States - 2022	84.027	3810002 21	-	91,707
Special Education Preschool Grant - 2022	84.173	3800002 21	-	155
Special Education Preschool Grant - 2023	84.173	3800002 22	-	6,805
Special Education Preschool Grant - 2024	84.173	3800002 23	-	53,601
COVID-19 Special Education Preschool Grant - 2022	84.173	3800002 21	-	<u>6,706</u>
Subtotal				1,191,990
English Language Acquisition State Grants - 2023	84.365	3300002 22	-	1,325
English Language Acquisition State Grants - 2024	84.365	3300002 23	-	<u>21,464</u>
Subtotal				22,789
Career and Technical Education - Basic Grants to States - 2024	84.048	3710002 22	-	<u>27,703</u>
Subtotal				27,703
Supporting Effective Instruction State Grants - 2023	84.367	401J	-	4,015
Supporting Effective Instruction State Grants - 2024	84.367	401K	-	<u>170,415</u>
Subtotal				174,430
Title VI - Rural Education Achievement - 2022	84.358	3140002 21	-	14,912
Student Support and Academic Enrichment Program - 2023	84.424	3420002 22	-	37,324
Student Support and Academic Enrichment Program - 2024	84.424	3420002 23	-	<u>71,146</u>
Subtotal				108,470
COVID-19 Education Stabilization Funds				
COVID-19 Elementary and Secondary School Emergency Relief	84.425D	4200002-21	-	122,074
COVID-19 American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER)	84.425U	4300002-21	-	31,325
COVID-19 American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER)	84.425U	4300002-21	-	<u>2,770,585</u>
Subtotal				2,923,984
Total U.S. Department of Education				5,611,962
U.S. Department of Health and Human Services				
Passed-Through State Department of Health and Human Services:				
Cooperative Agreements to Promote Adolescent health through School-Based HIV/STD Prevention and School-Based Surveillance	93.079	493H		300
Total U.S. Department of Health and Human Services				300
Total Expenditures of Federal Awards			\$ -	\$ 9,271,279

See accompanying notes to the Schedule of Expenditures of Federal Awards.

Ohio County School District
Notes to the Schedule of Expenditures of Federal Awards

NOTE 1: BASIS OF PRESENTATION

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

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

Nonmonetary assistance is reported in the schedule at fair value of the goods received.

NOTE 3: INDIRECT COST RATE

The District has elected to use indirect cost rates as defined by the grantor in the following programs:

- Title I Grants to Local Educational Agencies
- Migrant Education State Grant Program
- IDEA – Part B Special Education
- Supporting Effective Instruction State Grants
- Title IV Student Support and Academic Enrichment Program

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

NOTE 4: SUBRECIPIENTS

The District did not have any loans or loan guarantee programs required to be reported on the schedule.

NOTE 5: LOANS AND LOAN GUARANTEES

The District did not have any loans or loan guarantee programs required to be reported on the schedule.

Ohio County School District
Summary Schedule of Prior Audit Findings

There were no findings in the prior year audit.

**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***

Kentucky State Committee for School District Audits
Members of the Board of Education
Ohio County School District
Hartford, Kentucky

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, and the audit requirements prescribed by the Kentucky State Committee for School District Audits as defined in the *Independent Auditor’s Contract*, the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Ohio County School District (the “District”) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise Ohio County School District’s basic financial statements, and have issued our report thereon dated November 14, 2024.

Report on Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the 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 or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

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

We noted certain matters that we reported to management of the District in a separate letter dated November 14, 2024.

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.

Carr, Riggs & Ingram, L.L.C.

Carr, Riggs & Ingram, LLC
Bowling Green, Kentucky
November 14, 2024

**Independent Auditor's Report on Compliance
for Each Major Program and on Internal Control over
Compliance Required by the Uniform Guidance**

Kentucky State Committee for School District Audits
Members of the Board of Education
Ohio County School District
Hartford, Kentucky

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Ohio County School District's (the "District") compliance with the types of compliance requirements identified as subject to audit 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, 2024. 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.

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, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to the 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

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

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

Report on Internal Control over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a 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 Auditor's Responsibilities for the Audit of Compliance section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

Carr, Riggs & Ingram, L.L.C.

Carr, Riggs & Ingram, LLC
Bowling Green, KY
November 14, 2024

Ohio County School District
Schedule of Findings and Questioned Costs

Section I — Summary of Auditor’s Results

Financial Statements

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

Internal control over financial reporting:

Material weakness(es) identified? Yes No

Significant deficiency(ies) identified? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major Federal programs:

Material weakness(es) identified? Yes No

Significant deficiency(ies) identified? Yes 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 Uniform Guidance (2 CFR 200.516(a))? Yes No

Ohio County School District
Schedule of Findings and Questioned Costs

Identification of major Federal program:

Federal Assistance Listing Numbers	Name of Federal Program or Cluster
10.555; 10.553; 10.559	Child Nutrition Cluster

Dollar threshold used to distinguish
between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? Yes No

Section II — Financial Statement Findings

None reported.

Section III — Federal Award Findings and Questioned Costs

None reported.



Carr, Riggs & Ingram, LLC
922 State Street
Suite 100
Bowling Green, KY 42101

Mailing Address:
PO Box 104
Bowling Green, KY 42102

270.782.0700
270.782.0932 (fax)
CRlcpa.com

Kentucky State Committee for School District Audits
Members of the Board of Education
Ohio County School District
Hartford, Kentucky

In planning and performing our audit of the financial statements of Ohio County School District (the "District") as of and for the year ended June 30, 2024, in accordance with auditing standards generally accepted in the United States of America, we considered the District's system of internal control over financial reporting (internal control) as a basis for designing auditing 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.

However, during our audit we became aware of deficiencies in internal control other than significant deficiencies and material weaknesses and matters that are opportunities for strengthening internal controls and operating efficiency. The memorandum that accompanies this letter summarizes our comments and suggestions regarding those matters. A separate report dated November 14, 2024 contains our communication of significant deficiencies or material weaknesses in the District's internal control. This letter does not affect our report dated November 14, 2024 on the financial statements of the District.

We will review the status of these comments during our next audit engagement. We have already discussed the comments and recommendations with various District personnel, and we will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters or to assist you in implementing the recommendations.

This communication is intended solely for the information and use of the District, Kentucky State Committee for School Districts Audits, and management of the District and is not intended to be, and should not be, used by anyone other than these specified parties.

Carr, Riggs & Ingram, L.L.C.

Carr, Riggs & Ingram, LLC
Bowling Green, KY
November 14, 2024

Ohio County School District Comments and Recommendations

Current Year Comments

- **Southern Elementary School**

- During our testing procedures over disbursements, we noted one of one disbursements tested lacked acknowledgement of inventory being received nor was it marked cancelled as paid.

Prior Year

All prior year findings were corrected.

Kara Bullock
Assistant Superintendent

Cheston Hoover
Assistant Superintendent

Kathy Meredith, CSFM
CFO/Treasurer

Brady Vance
Director of Special Education

Chris Stafford
Director of District Programs

Ohio County Schools



315 East Union Street
P. O. Box 70
Hartford, Kentucky 42347
(270) 298-3249
Fax (270) 298-3886

Seth Southard, Superintendent

Board Members

Jeff Evans
Chairman
Centertown

Anthony Geary
Vice Chairman
Beaver Dam

Tim Johnston
Horse Branch/
Southern

Cydney Cook
Hartford

Helen Dever
Fordsville

November 13, 2024

Current Year Comments

Southern Elementary School:

Comment: During our testing procedures over disbursements, we noted one of our disbursements tested lacked acknowledgement of inventory being received nor was it marked cancelled as paid.

Response: The School Treasurer has attended multiple Redbook training courses. The School Treasurer will ensure that all future disbursements are marked as paid and bear signature indicating receipt of items ordered. The Principal will verify compliance.

A handwritten signature in blue ink that reads 'Kathy Meredith'.

Kathy Meredith
Finance Officer
Ohio County School District

BOARD MEETS THIRD THURSDAY AT 6:00 P.M.

Non-Discriminatory Policy Statement

Students, their parents and employees of the Ohio County Board of Education, are hereby notified this school district does not discriminate on the basis of race, color, religion, gender, genetic information, national or ethnic origin, political affiliation, age or disabling condition in employment, educational programs, vocational programs or activities as set forth in Title IX, Title VI, Section 504, and ADA. Any person having inquiries concerning the Ohio County Board of Education compliance with Title IX, Title VI, Section 504, and ADA is directed to contact Christy Nofziger, Ohio County Board of Education, P.O. Box 70, 315 East Union Street, Hartford, KY 42347, 298-3249, who has been designated to coordinate the district's efforts to comply with Title IX, Title VI, and Section 504.



THOUGHT LEADERSHIP



JOIN OUR CONVERSATION



We know that some information that makes perfect sense to a CPA may not be as clear to our clients. Therefore, we produce original content in the form of articles, videos, white papers, webinars, and more to provide timely, down-to-earth translations of complex subjects. We publish this original content on [CRIcpa.com](https://www.cricpa.com) and across all our many social channels.

FOLLOW CRI ON SOCIAL MEDIA @CRICPA



SUBSCRIBE TO THE CRI E-NEWSLETTER

[CRICPA.COM/NEWSLETTER-SIGNUP](https://www.cricpa.com/newsletter-signup)



IT FIGURES: THE CRI PODCAST

Created to provide insight into the latest developments and regulations in the accounting and finance space, It Figures is an accounting and advisory focused podcast for business and organization leaders, entrepreneurs, and anyone who is looking to go beyond the status quo.

Listen on Apple Podcasts, Spotify, iHeart Radio, and more.

itfigurespodcast.com



CRI's CEO ACTION FOR DIVERSITY AND INCLUSION

Carr, Riggs & Ingram is committed to fostering an inclusive and diverse place for all employees to work in and engage. When our managing partner and chairman, Bill Carr, signed the CEO Action for Diversity & Inclusion™ pledge, he made a public commitment to building a productive, diverse, and inclusive workplace. [Learn more about CRI's commitment to Diversity and Inclusion.](#)