

December 28, 2022

To the Members of the Board of Education

Galion City School District
Crawford County
470 Portland Way North
Galion, Ohio 44833

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Galion City School District for the fiscal year ended June 30, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable, *Government Auditing Standards* and the Uniform Guidance), as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated September 29, 2022. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Matters

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Galion City School District are described in Note 2 to the financial statements. Also, as described in Note 3 to the financial statements, the Galion City School District changed accounting policies related to GASB 87 which relates to leases. We noted no transactions entered into by the Galion City School District during the fiscal year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate(s) affecting the Galion City School District's financial statements were:

- Management's estimate of the net pension/OPEB liabilities and OPEB assets are based on an actuarially determined information provided by pension plans. We evaluated the key factors and assumptions used to develop the liability in determining that it is reasonable in relation to the financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure(s) affecting the financial statements were:

- The disclosure of Significant Accounting Policies in Note 2 to the financial statements which details the significant underlying policies and rationale that the entity uses to prepare its financial statements.
- The disclosure of Capital Assets in Note 9 to the financial Statements) which summarizes the District's capital asset holdings, for Governmental Activities, as well as other relevant information.
- The disclosure of Long-Term Liabilities in Note 10 to the financial statements, which details the District's outstanding debt obligations and other relevant information for each issuance.
- The disclosure of the Defined Benefit Pension Plans and Defined Benefit OPEB Plans in Notes 12 and 13 to the financial statements, which discusses the District's Proportionate share of net pension/OPEB liabilities, OPEB asset, deferred inflows/outflows of resource, and expenditures/expenses.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated December 28, 2022.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Galion City School District's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Galion City School District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the management's discussion and analysis, and schedules of net pension and other post-employment benefit assets and liabilities and pension and other post-employment benefit contributions, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the Schedule of Expenditures of Federal Awards and combining and individual nonmajor fund financial statements and schedules, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We were not engaged to report on statistical section information and introductory section information, which accompany the financial statements but are not RSI. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Restriction on Use

This information is intended solely for the information and use of the Board of Education and management of the Galion City School District and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Julian & Grube, Inc.

Signature

A handwritten signature in blue ink, appearing to be "J. Grube", written over a horizontal line.

Title

Board President

Signature

A handwritten signature in blue ink, "Charlene Parkerson", written over a horizontal line.

Title

Treasurer

December 28, 2022

Galion City School District
Crawford County
470 Portland Way North
Galion, Ohio 44833

Dear Members of the Board of Education and Management:

The Audit engagement of the Galion City School District, Crawford County, Ohio, has been completed and copies of the draft report will be available for your review in the next few days. These drafts are restricted to Official use. They are being provided to obtain comment from those with responsibility for the subjects it discusses. Further revision could occur prior to issuance. Recipients of these drafts must not, under any circumstances, show or release its contents for purposes other than official review or comment. It must be safeguarded to prevent publication or other improper disclosure of the information it contains. The drafts and all copies remain the property of, and must be returned on demand to, Julian & Grube, Inc. Please understand that you have five days from receiving the draft audit report copy to respond. If you do not respond, it is understood that you are waiving the post engagement conference and the ability to respond to the draft report.

This report is being provided to you in lieu of a post engagement conference. Should you desire such a post audit conference, please contact Jessica DePeel at 1-614-846-1899 to establish a mutually agreeable date and time for a post audit conference.

Please complete the information below and return it to Jessica DePeel at:

Email: jdepeel@jginc.biz

Mail: Julian & Grube, Inc.
333 County Line Road West
Westerville, Ohio 43082

Sincerely,



Jessica Depeel
Julian & Grube, Inc.

X We have reviewed a copy of the draft Audit report and desire to waive the post engagement conference. We have also forwarded a copy of this draft Audit report to all members of the Board of Education.

_____ We have reviewed a copy of the draft Audit report and desire to have a post engagement conference. I understand that I must contact your office within five days of receipt of the draft audit report copy to establish a time and date for the conference.



NAME, TITLE Board President

December 28, 2022
Date

Charlene Parkinson

NAME, TITLE Treasurer

December 28, 2022
Date