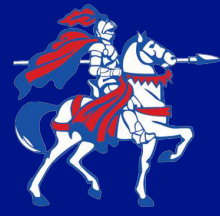




ANNUAL COMPREHENSIVE FINANCIAL REPORT



For the Fiscal Year Ended June 30, 2025



*Reimagining education, instilling community pride,
inspiring future success.*

Lakewood...a family-friendly, inclusive community dedicated to empowering every learner through innovation, collaborative problem-solving and consistent communication.





65 East State Street
Columbus, Ohio 43215
ContactUs@ohioauditor.gov
800-282-0370

Board of Education
Lakewood Local School District
525 East Main Street
Hebron, Ohio 43025

We have reviewed the *Independent Auditor's Report* of the Lakewood Local School District, Licking County, prepared by Julian & Grube, Inc., for the audit period July 1, 2024 through June 30, 2025. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them

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

KEITH FABER
Ohio Auditor of State

Tiffany L. Ridenbaugh, CPA, CFE, CGFM
Chief Deputy Auditor

February 17, 2026

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LAKEWOOD LOCAL SCHOOL DISTRICT

HEBRON, OHIO

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED
June 30, 2025**

Prepared by:

**Ms. Glenna Plaisted
Treasurer/CFO**



LAKEWOOD LOCAL SCHOOL DISTRICT

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LAKEWOOD LOCAL SCHOOL DISTRICT

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LAKEWOOD LOCAL SCHOOL DISTRICT



INTRODUCTORY SECTION





December 5, 2025

To the Board of Education Members and Citizens of the Lakewood Local School District:

We are pleased to submit to you the Annual Comprehensive Financial Report (ACFR) of the Lakewood Local School District (District) for the fiscal year ended June 30, 2025. This ACFR includes an opinion from our auditor, Julian & Grube, Inc. and conforms to accounting principles generally accepted in the United States of America (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the District.

State law requires that an official report prepared on the GAAP basis be prepared annually within 150 days after the close of the year. The report includes the basic financial statements that provide information about the District's financial position and the results of financial operations.

This report will provide the taxpayers of the District with comprehensive financial data in a format that will enable them to gain a clear understanding of the District's finances. Copies will be made available upon request and/or can be printed from the District's website.

DISTRICT PROFILE

The Lakewood Local School District is located in southern Licking County, approximately 25 miles east of Columbus, the state capital. The District encompasses approximately 115 square miles. The principle communities are the Village of Hebron, the Village of Buckeye Lake, Jacksontown, and the surrounding farming townships. The District has a diversified industrial base as well as residential and agricultural communities. Interstate 70 and State Routes 79, 40, and 13 serve as the major transportation arteries. The District serves approximately 1,563 students in grades K-12 and 54 preschool students. The District's overall enrollment declined slightly in the 2024-2025 school year compared to the last two years.

The District's facilities include 1 elementary school (grades PreK-2), 1 intermediate school (grades 3-5), 1 middle school (grades 6-8), 1 high school (grades 9-12), a bus garage, the administrative building, and an athletic complex. The high school is the District's newest facility built in 2000, Jackson Intermediate School built in 1972 and 1967, Lakewood Elementary built in 1971 and the Middle School built in 1959.

www.lakewoodlocal.k12.oh.us

LAKEWOOD LOCAL SCHOOL DISTRICT

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2025

The Board of Education of the Lakewood Local School District (the Board) is a five member body politic and corporate, as defined by Section 3313.02, Ohio Revised Code. The Board serves as the taxing authority, contracting body, policy maker, and approves an appropriation resolution which serves as the basis for control and authorization for all expenditures of District tax money.

The Superintendent is the chief executive officer of the District, responsible to the Board for total educational and support operations. Mr. Scott Coffey has served as Superintendent since August 1, 2024.

The Treasurer/CFO is the chief financial officer of the District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the District, acting as custodian of all District funds and investing idle funds as permitted by Ohio law. Ms. Glenna Plaisted has served as Treasurer/CFO since May 15, 2000.

Great schools are important to the quality of life in the Villages of Hebron, Buckeye Lake and the Jacksonstown area and help maintain the property values in the District. But beyond these considerations, the educational program itself is of primary importance. The Lakewood Local School District continuously strives toward providing students with a quality education. It is therefore appropriate to review the foundation on which the District's programs are built.

The District offers a full range of educational programs and services. These include elementary and secondary general studies, advanced placement courses, gifted education, college preparatory and career pathway courses for Business, Engineering/Manufacturing and Informational Technology (IT), college credit plus courses, special education services, and a broad range of co-curricular and extracurricular activities.

CURRICULUM DEVELOPMENT

The Lakewood Local School District provides a comprehensive K-12 program: instruction, assessment, intervention and special needs programming. The curriculum aligns to the Ohio State Tests (Grades 3–12), the high school End of Course Assessments, and the Science of Reading Pedagogy (K-12). Advanced placement classes are offered in language arts, science, math, social studies, and IT at the high school. College Credit Plus (CCP) courses are also offered. Credit flex is available to help increase learning and engagement and assist students to graduate ready for success in college and their careers. All curricular areas are reviewed on a 5-year cycle by a committee of educators.

Credit Flexibility is offered to students who desire non-traditional learning opportunities. Students are able to earn credit for outside study, experiences and online courses. These options must be approved by the principal and a committee of educators. Teacher support for students who may want or need to take courses outside of the traditional school environment is provided.

Young residents are also eligible to apply for acceptance into our pre-school program. The pre-school curriculum aligns with the Ohio Department of Education's Early Learning and Development Standards for preschool children, and includes instructional areas in: Approaches to Learning, Language and Literacy, Cognition, Social Emotional Development, Physical Well Being and Motor Development.

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2025

INSTRUCTION MATERIALS

The administration, staff, board members, and community have identified that keeping current with today's educational methodology and utilizing updated student textbooks, technology, and materials are critical components necessary to provide students with a quality education. The Ohio state standards and model curriculum have been implemented at all levels.

TECHNOLOGY

Lakewood students are introduced to technology in preschool and encouraged to use technology to advance their learning potential. Students at every grade level are linked to the Internet. Wireless access is available in all district buildings. Currently all students in grades 8-12 have access to Chromebooks in order to engage in the curriculum, complete work at school, or work remotely at home. Students in grades K-7 have access to Chromebooks during the school day. Teachers have incorporated the use of technology into their classrooms and enabled students to use technology to help facilitate life-long learning and to access curriculum online when participating in remote learning.

The District has a web page which can be located at www.lakewoodlocal.k12.oh.us.

STAFF DEVELOPMENT

Locally provided staff development is an extremely important part of professional growth. The Superintendent, with the input from staff and building administrators, assesses staff needs and plans after school sessions, in-service days, and summer sessions for certified staff consistent with the District goals. The emphasis on these professional development activities is to provide professional staff with the knowledge base required for implementation of effective teaching strategies and to enhance instruction. In addition to locally provided staff development, the Lakewood Local School District supports staff members who attend conferences outside of the District and continually encourages staff to examine, understand, and implement best practices used in educational settings with an emphasis on formative instructional practices.

INTERVENTION AND SPECIAL PROGRAMS

Lakewood Local School District recognizes its responsibility to offer academic instruction that is appropriate for every child. Student abilities and performance levels are measured and used to determine appropriate instruction. The MTSS (Multi-Tiered Systems of Support) model is used. Research-based programs such as Orton Gillingham, mClass Intervention, Rewards, Spire, and Math-U-See have been implemented to use for Tier 2 or Tier 3 interventions. The District also uses mClass Dibels 8th Edition (Reading) and STAR as quality benchmark assessment tools in grades K-5. The Ohio Readiness Assessments, IXL, and Quarterly Assessments are used in grades 6-12 to measure student mastery of course objectives in the core subject areas.

For those students requiring supplemental help or varied instructional methods, plans are developed and monitored by the building level MTSS teams that include teachers, administrators, and intervention specialists. Interventions for students are occurring within teachers' daily instruction as they differentiate instruction to meet the needs of individual students and during Enrichment/Intervention periods. Parental involvement is critical in the process of understanding student needs and developing intervention plans. In addition, we engage parents via surveys, focus groups, Learning with A Loved One events, and participation on the District Strategic Plan Action Teams.

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2025

GIFTED AND TALENTED PROGRAMMING AND ADVANCED PLACEMENT COURSES

Opportunities for more challenging work are available through the Gifted and Talented Program. This program serves identified students in grades 3-12. The curriculum includes enrichment activities, independent research and project-based learning with an emphasis on higher level thinking skills. Classroom teachers that teach gifted students completed at least 15 hours of gifted professional development each school year.

Advanced placement courses in English, American History, Calculus AB, U.S. Government, Psychology, Computer Science and Biology are offered at the high school level. Students also participate in college level courses and earn dual credit (high school and university credit). Courses are offered at the high school and also various universities.

SPECIAL EDUCATION

The District serves students who are on Individualized Educational Programs. These students are served in the following programs: speech/language, multi-handicapped, cognitively disabled handicapped, severe emotionally disturbed, specific learning disabled, other health impaired and hearing impaired.

Program options and related services for students on Individualized Educational Plans are structured to provide a continuum of services based on individual needs. These options ensure that all students are educated in the least restrictive environment possible. The Lakewood Local School District is committed to providing educational excellence for all students with disabilities, expanding their skills and aptitudes to be successful in the educational setting, in the community, and as adult contributors in society.

DISTRICT STRATEGIC PLAN

The Lakewood Local School Board of Education has a comprehensive strategic plan, including a vision statement; a mission statement; core values; and five over-arching goals with clarifying goal statements.

VISION

Reimagining education, instilling community pride, inspiring future success.

MISSION

Lakewood... a family-friendly, inclusive community dedicated to empowering every learner through innovation, collaborative problem-solving and consistent communication.

CORE VALUES

P Pride
R Respectful
I Integrity
D Determined
E Engaged

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2025

The District's five GOALS include:

STUDENT EXPERIENCE

Lakewood Local Schools provides a safe, inclusive and engaging environment to support a variety of academic and extra-curricular programs, meeting the needs and interests of all students in reaching their potential.

STAFF EXPERIENCE

Lakewood Local Schools is committed to investing in high quality teachers and staff, providing an environment that supports professional growth, and maintaining a collaborative and positive culture.

FACILITY & RESOURCE MANAGEMENT

Lakewood Local Schools takes care in the management of our facilities and resources promoting community investment, prioritizing student safety, and achieving better student outcomes.

CULTURE OF INCLUSION & BELONGING

Lakewood Local Schools fosters an inclusive environment that improves the experience of students, regardless of background, culture, ability or socioeconomics.

COMMUNITY PRIDE & ENGAGEMENT

Lakewood Local Schools creates and fosters a school community whose members are engaged, communicative, supportive, and proud to be Lakewood Lancers.

Goal specific action teams meet regularly to discuss progress towards these goals.

STATE REPORT CARD PERFORMANCE

The Ohio Department of Education and Workforce (DEW) Ohio School Report Cards are designed to give each school district a clear picture of the progress in raising achievement and preparing our students for their futures. The information provided in the Report Card outlines areas that DEW views as most critical to successful learning.

The District received an overall rating of 3.5 out of 5 Stars for the second consecutive school year. Component grades were also given in each area of the report card from 1 to 5 Stars. Below is the data received from the 2024-2025 school year.

Achievement Component- This represents the level of proficiency of students on the state tests. The District received 3 Stars on this component for the fourth year in a row. It is made up of two parts which include the Performance Index and Indicators Met, although the indicators do not count in the final component rating. The District had a Performance Index of 84.2 out of 109.3. This is similar to last year.

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2025

Gap Closing- This shows how well we meet performance expectations for sub-groups of students, such as our students with disabilities and economically disadvantaged. The District received 5 Stars on this component, a significant improvement from last year. The District was successful in meeting the needs of most subgroups of students in Math Achievement, Gifted Achievement and Progress, and Graduation. The District needs to continue to focus on Chronic absenteeism and make improvements in English Language Arts (ELA) Achievement and Growth.

Progress- This measures the amount of growth students make from year to year. The District received 3 Stars for this component this year. This is a rating decrease for the second year. The students made at least expected growth in English Language Arts, Math, Biology, and Government, with the exception of 4th grade ELA and Math, 5th grade Science, 6th grade ELA and Math, 8th grade Science, American History, and Geometry.

Early Literacy- This component measures our success rate of moving students in grades K-3 from off-track to on-track from fall to fall. It measures the percent of students who are proficient in Third Grade Reading and it measures the percent of students who are promoted to the Fourth Grade. The District earned 2 Stars on this component, the same rating as last year. The percentage of students who began the previous year off-track that increased to on-track this year was 28.2%, which is similar to the 2023-2024 school year. Approximately 44% of students Grades K-3 are on-track based on the 2024 Fall Diagnostic Assessments. We used mClass Dibels 8th Edition to determine student on-track status and provided Individualized Reading Improvement and Monitoring Plans (RIMPS) for all students who are deemed to be off-track. 65.2% of students were proficient in Reading on the 2024-2025 Third Grade Ohio State Test. 99% of third grade students were promoted to fourth grade this past year.

Graduation Rate- This is the percent of students who graduate who started at Lakewood High School, including students who may have moved and did not enroll elsewhere. Data reflects the graduating classes of 2023 and 2024. The District received 4 Stars for this component. Our 4-year graduation rate is 96.4%, an increase of 3.4%, and our 5-year graduation rate is 93.1% as reported with the Ohio Department of Education and Workforce data. This is higher than the state averages. We continue to focus heavily on finding pathways to gradation for all students despite the challenging graduation requirements that have been set.

College, Career, Workforce and Military Readiness-This measures whether students are training in a technical field or preparing for work or college. The District received 3 Stars. This is the first time a component score has been given. This data reflects the graduating class of 2024. This measure awards credits for students who earn remediation-free scores on the ACT for English, reading and math exams, earn an honors Diploma or earn high marks on an industry-recognized credentialing test in one of 13 high-demand career fields. Districts get bonus points for students who achieve at least one of the above and earn a score of 3 or higher on at least one AP Exam or earn at least 3 credits in College Credit Plus (CCP) courses. 17.3% of students earned at least 12 college credits as part of the College Credit Plus program and approximately 15% of students took AP courses. 21.6% of students received Honors Diplomas. 46.8% of students earned a 12 point industry credential, which is a significant increase from last year.

We use this data, along with diagnostic and screening data, to develop our practice and guide our discussions. Our district team worked this summer to put plans in place to focus on areas of continued growth. Our building goals and Quality Profile are located on the District website under District Profile.

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2025

ECONOMIC CONDITION AND OUTLOOK

The District is located approximately 25 miles east from the metropolitan city of Columbus providing a wealth of opportunity for cultural, social and economic resources for its residents. Central Ohio Technical College and The Ohio State University of Newark share facilities and are located in the nearby City of Newark. Denison University is located in the adjoining Village of Granville. These colleges provide excellent educational opportunities for the Lakewood community.

The Villages of Hebron and Buckeye Lake offer excellent opportunities for business growth and expansion. Within the District's boundaries, an Industrial Park stimulates the economy through a diverse group of employers, from the small family operated business to major commercial/industrial and service corporations. The five largest employers in the District in terms of numbers of employees are: THK Manufacturing of America, Inc.; Harry & David Operations, Inc.; Hendrickson Auxiliary Axle; ArmorSource LLC; and RR Donnelley.

The District relies heavily on property tax revenues to maintain its educational programs. In fiscal year 2024-2025 76% of the District's revenues were tax related revenues. The District has one (1) emergency (fixed sum) operating levy. The emergency levy is a ten-year levy which generates \$5,882,139 in district revenues which is collected from real property taxes/public utility taxes and rollback/homestead. The levy was passed on November 8, 2022 and combined the District's two (2) emergency operating levies into one levy. This levy began collections in calendar year 2023. This emergency operating levy represents approximately 25% of the total tax related revenues for the District and 19% of the District's total revenues. The District continuously evaluates its financial needs.

Long-Term Financial Planning

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

The District has a General Fund Balance Guideline that was board approved on January 11, 2017. The purpose of this Fund Balance Guideline is to preserve financial stability. The Guideline states that the ending cash balance should be equal to 60 days operating cash as the minimum operational benchmark. The 60 days operating cash benchmark is calculated at the end of each fiscal year and is used as the benchmark for the upcoming year.

The minimum benchmark should be reflected on the five-year forecast in the current year and the next three (3) projected years of the five-year forecast. Upon receiving any indication that an ending cash balance equal to 60 days operating cash may not be achieved, a plan will be developed by the Board, Superintendent and Treasurer/CFO prior to the next forecast adoption as to how the District will work towards attaining a 60 days operating cash ending balance.

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2025

RECENT INITIATIVES/ACCOMPLISHMENTS

There were a number of District initiatives/accomplishments made during fiscal year ended June 30, 2025. Some of those were as follows:

Financial

The District received an unmodified opinion on the Fiscal Year 2024 audit.

The District received the Certificate of Excellence in Financial Reporting from the Government Finance Officers Association for the Lakewood Local School District Annual Comprehensive Financial Report (ACFR) for Fiscal Year ending June 30, 2024. The Certificate of Achievement is the highest form of recognition in governmental accounting and financial reporting, and its attainment represents a significant accomplishment by a government and its management. This is the twenty-second consecutive year the District has received this award.

The District received the Award for Outstanding Achievement in Popular Annual Financial Reporting from the Government Finance Officers Association for the Lakewood Local School District Popular Annual Financial Report (PAFR) for the Fiscal Year ending June 30, 2024. This colorful easy to read document is a useful tool in educating the public and staff on the revenues and expenditures of the School District. This is the sixteenth consecutive year the District has received this award.

The District received the Auditor of State Award with Distinction for the Fiscal Year 2024 audit. Entities that receive this award meet a list of criteria of a “clean” audit report.

The District updates its 5 Year Capital Plan annually. This Plan allows the District to budget intelligently for the future as we are tasked to maintain our school and facilities. It incorporates all areas of the District including technology, transportation, food service, building and grounds, athletics and each of the school buildings. It provides transparency to the District’s plans for the finances necessary to complete these projects.

Instructional/Other

- The District’s Strategic Planning teams meet regularly to monitor progress towards actions steps in the five goal areas.
- The District has been able to offer STEM programming for grades K-12. These programs expose our students to STEM principals in the classroom and outside the school day. Many of these programs and resources are funded by grants pursued by Lakewood administration and teachers.
- Lakewood Preschool earned a 5-star rating, the highest rate possible, for Step Up to Quality from the Ohio Department of Education and Workforce (DEW).

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2025

MAJOR INITIATIVES FOR THE FUTURE

Financial

To receive the Certificate of Excellence in Financial Reporting from the Government Finance Officers Association for the District's 2025 Annual Comprehensive Financial Report (ACFR).

To receive the Award for Outstanding Achievement in Popular Annual Financial Reporting from the Government Finance Officers Association for the 2025 Popular Annual Financial Report (PAFR).

To receive the Auditor of State's Award with Distinction for the 2025 audit.

To update the District's 5 Year Capital Plan on an annual basis allowing the District to budget according for planned capital projects.

Instructional

The District continues to seek improvement in the areas measured by the Local Report Card. An overall "5-Star" rating on the Report Card is the goal, in addition to engaging the students and providing opportunities for enrichment and intervention as needed. In working towards our District goals and a "5-Star" rating on the local report card, we continue to review our curriculum, alignment and assessment practices.

FINANCIAL INFORMATION

ACCOUNTING SYSTEM – The District's accounting system is organized on a fund basis. Each fund is a separate self-balancing accounting entity. The basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary funds also use the accrual basis of accounting.

INTERNAL CONTROLS – Management of the District is responsible for establishing internal controls designed to ensure that the assets of the District are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The Internal Control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of cost and benefit requires estimates and judgments by management. Management believes the internal controls adequately meet the above objective.

MANAGEMENT'S DISCUSSION AND ANALYSIS – Accounting principles generally accepted in the United States of America require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the management's discussion and analysis (MD&A). This letter of transmittal should be read in conjunction with the MD&A as they are designed to complement each other. The Lakewood Local School District's MD&A can be found immediately following the Independent Auditor's Report.

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2025

RELEVANT FINANCIAL GUIDELINE – The Board of Education maintains a General Fund Balance Guideline. The fund balance guideline is equal to 60 days operational cash as the minimum operational benchmark for determining the ending General Fund balance needs. The minimum benchmark should be reflected on the five year forecast in the current year and the next three (3) projected years of the forecast.

SINGLE AUDIT – As a recipient of federal and state financial assistance, the District is also responsible for ensuring that adequate internal controls are in place to ensure compliance with applicable laws and regulations related to these programs. Internal controls are subject to periodic evaluation and audit by the Treasurer, Management Team and staff of the District.

As part of the District's single audit, tests are made to determine the adequacy of the internal controls, including that portion relating to federal financial assistance programs, as well as to verify that the District has complied with applicable laws and regulations.

BUDGETARY CONTROLS – The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the certificate of estimated resources and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than custodial funds, are legally required to be budgeted and appropriated. The primary level of budgetary control required by Ohio Revised Code is at the fund level. The level of budgetary control imposed by the District (the level at which expenditures cannot legally exceed the appropriated amount) is established at the object level for the general fund and at the fund level for all other funds. Any budgetary modifications at these levels may only be made by resolution of the Board of Education. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts at year-end are carried forward to succeeding years and are not re-appropriated.

INDEPENDENT AUDIT – In compliance with State statute, the basic financial statements have been audited by Julian & Grube, Inc. The independent auditor concluded that the District's financial statements for the year ended June 30, 2025, are fairly presented in conformity with accounting principles generally accepted in the United States of America. The Independent Auditor's Report is presented as the first component of the financial section of this report.

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2025

AWARDS AND ACKNOWLEDGMENTS

AWARDS – The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement of Excellence in Financial Reporting to the Lakewood Local School District for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2024. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of State and local government financial reports. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized annual comprehensive financial report. The report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements, with contents conforming to program standards. A Certificate of Achievement is valid for a period of one year only. Lakewood Local School District has received a Certificate of Achievement for the last twenty-two years. We believe that our current annual comprehensive financial report continues to meet the program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the School District received the Award for Outstanding Achievement in Popular Annual Financial Reporting (PAFR) from GFOA for the year ended June 30, 2024. The PAFR is a condensed, more user-friendly financial report intended to provide highlights of the District's financial condition. This was the sixteenth year the District produced a PAFR and received the award.

ACKNOWLEDGMENTS – The publication of this report is a major step toward the commitment to professionalizing the financial reporting of the Lakewood Local School District and significantly increases the accountability of the School District to the taxpayers.

The accomplishment of this report would not have been possible without the assistance, support, and efforts of the staff of the Treasurer's office and various administrators and employees of the School District. A special thank you is extended to Donald J. Schonhardt & Associates, Inc. for their assistance in preparing this report.

Finally, sincere appreciation is extended to the Board of Education, where commitment to excellence begins. Without their support, this Annual Comprehensive Financial Report would not have been possible.

Respectfully submitted,



Glenna J. Plaisted, CPA, CGMA
Treasurer/CFO

LAKEWOOD LOCAL SCHOOL DISTRICT

Members of the Board of Education and Administration For the Fiscal Year Ended June 30, 2025

Members of the Board of Education

	<u>Began Service as A Board Member</u>	<u>Present Term Expires</u>
Jonathan Lynch, President	January 1, 2018	December 31, 2025
Brandon Salyer, Vice President	June 22, 2022	December 31, 2027
David Lohr	January 1, 2022	December 31, 2025
Jeramiah Weekly	January 12, 2022	December 31, 2027
Kelly Rayburn	January 10, 2024	December 31, 2025

Treasurer/CFO

	<u>Position</u>
Glenna J. Plaisted	Treasurer/CFO

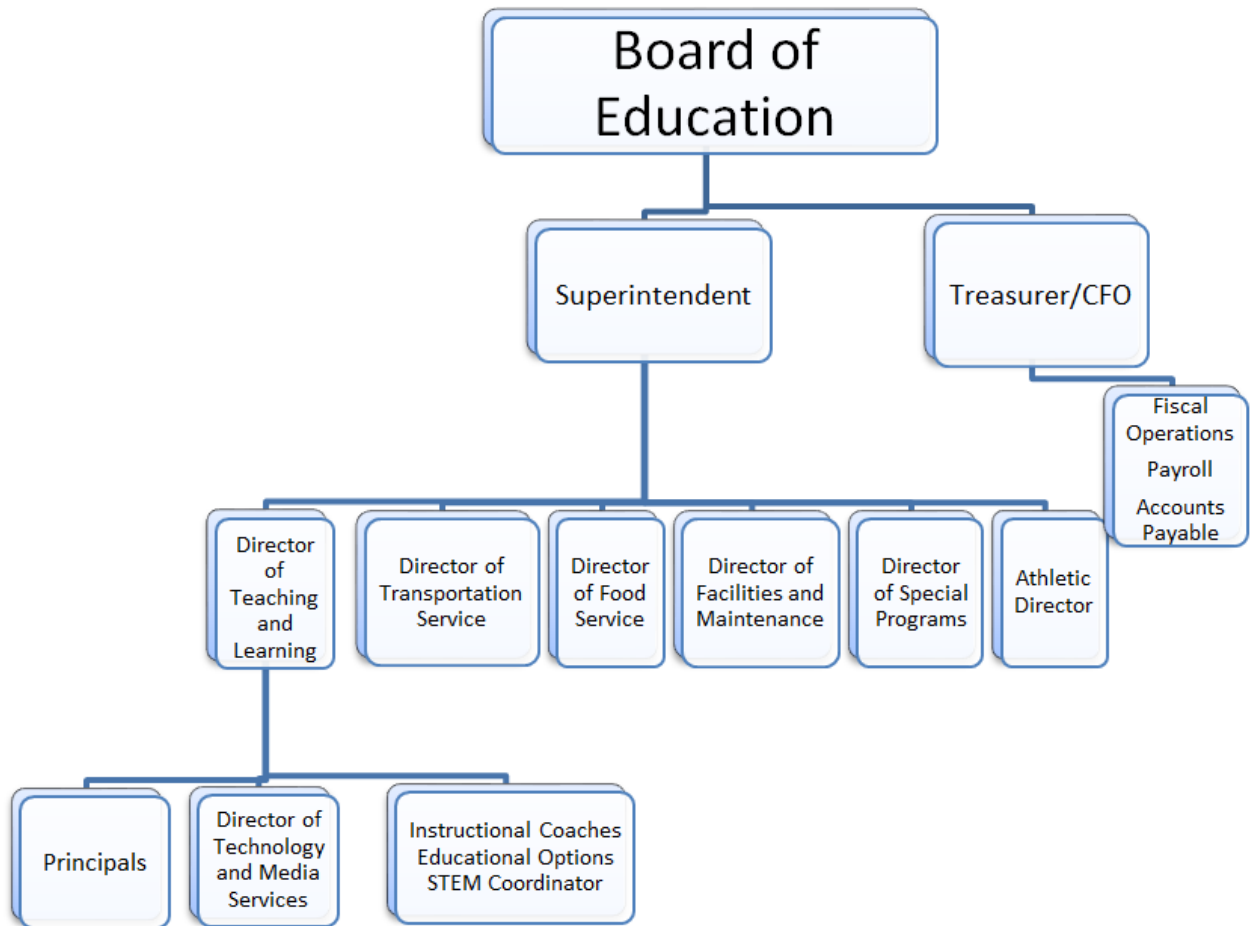
Administration

	<u>Position</u>
Scott Coffey	Superintendent
Patricia Pickering	Director of Teaching and Learning

LAKEWOOD LOCAL SCHOOL DISTRICT

Organizational Chart

For the Fiscal Year Ended June 30, 2025



LAKEWOOD LOCAL SCHOOL DISTRICT

***Government Finance Officers Association of the United States and Canada
Certificate of Achievement for Excellence in Financial Reporting***



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Lakewood Local School District
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION



Independent Auditor's Report

Lakewood Local School District
Licking County
525 East Main Street
Hebron, OH 43025

To the Members of the Board of Education:

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 Lakewood Local School District, Licking County, Ohio, as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Lakewood Local School 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 Lakewood Local School District, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the fiscal 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. 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 Lakewood Local School 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.

Emphasis of Matter

As discussed in Note 3 to the financial statements, Lakewood Local School District restated beginning net position as a result of a change in accounting principle by implementing GASB Statement No. 101, "Compensated Absences". Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 Lakewood Local School 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 Lakewood Local School District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Lakewood Local School District's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedules 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 schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2025 on our consideration of Lakewood Local 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 Lakewood Local School 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 Lakewood Local School District's internal control over financial reporting and compliance.



Julian & Grube, Inc.
December 5, 2025



LAKEWOOD LOCAL SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2025

Unaudited

The management's discussion and analysis of Lakewood Local School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2025. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the financial statements and notes to the basic financial statements to enhance their understanding of the District's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2025 are as follows:

- ❑ In total, net position increased \$5,829,719. Net position of governmental activities increased \$6,143,091, which represents a 68.6% increase from 2024. Net position of business-type activities decreased \$313,372 to a net deficit of \$441,253.
- ❑ General revenues accounted for \$31,422,192 in revenue or 88.3% of all revenues. Program specific revenues in the form of charges for services and sales and grants and contributions accounted for \$4,159,252 or 11.7% of total revenues of \$35,581,444.
- ❑ The District had \$28,407,638 in expenses related to governmental activities; only \$3,136,787 of these expenses were offset by program specific charges for services and sales, and grants and contributions.
- ❑ Among major funds, the general fund had \$31,063,760 in revenues and \$28,379,972 in expenditures. During fiscal year 2025, the general fund's fund balance increased from \$15,342,454 to \$15,977,100.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts – management's discussion and analysis and the basic financial statements, required supplemental information and an optional section that presents combining statements for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the District:

These statements are as follows:

1. The Government-Wide Financial Statements – These statements provide both long-term and short-term information about the District's overall financial status.
2. The Fund Financial Statements – These statements focus on individual parts of the District, reporting the District's operations in more detail than the government-wide statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

LAKEWOOD LOCAL SCHOOL DISTRICT

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025***

Unaudited

Government-wide Statements

The government-wide statements report information about the District as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net position and how it has changed. Net-position (the difference between the District's assets and deferred outflows of resources, and liabilities and deferred inflows of resources) is one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District you need to consider additional nonfinancial factors such as the property tax base, current property tax laws, student enrollment growth and facility conditions.

The government-wide financial statements of the District are divided into two categories:

- **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 extracurricular activities.
- **Business-Type Activities** – This service is 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-type activities.

Fund Financial Statements

The fund financial statements provide more detailed information about the District's most significant funds, not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes.

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

Proprietary Funds – Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

LAKEWOOD LOCAL SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2025

Unaudited

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE

The Statement of Net Position provides a perspective of the District as a whole. The following table provides a summary of the District's net position for 2025 compared to 2024:

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Assets:						
Current and other assets	\$46,202,985	\$43,102,238	\$112,495	\$441,883	\$46,315,480	\$43,544,121
Net OPEB Asset	1,547,422	1,613,529	0	0	1,547,422	1,613,529
Capital assets, Net	20,208,287	19,679,019	165,093	194,326	20,373,380	19,873,345
Total assets	67,958,694	64,394,786	277,588	636,209	68,236,282	65,030,995
Deferred outflows of resources:						
Refunding	13,954	20,930	0	0	13,954	20,930
Pension	4,078,566	4,440,261	66,419	69,468	4,144,985	4,509,729
OPEB	771,061	951,591	56,203	69,843	827,264	1,021,434
Total deferred outflows of resources	4,863,581	5,412,782	122,622	139,311	4,986,203	5,552,093
Liabilities:						
Net pension liability	19,936,436	22,653,255	412,093	457,885	20,348,529	23,111,140
Net OPEB liability	857,829	1,467,324	83,395	140,350	941,224	1,607,674
Other long-term liabilities	7,001,098	4,930,082	64,652	33,429	7,065,750	4,963,511
Other liabilities	3,142,380	2,932,751	95,655	94,619	3,238,035	3,027,370
Total liabilities	30,937,743	31,983,412	655,795	726,283	31,593,538	32,709,695
Deferred inflows of resources:						
Property Tax	21,309,355	21,627,434	0	0	21,309,355	21,627,434
Pension	3,002,152	2,134,841	37,100	18,561	3,039,252	2,153,402
OPEB	2,475,132	2,624,929	148,568	130,344	2,623,700	2,755,273
Total deferred inflows of resources	26,786,639	26,387,204	185,668	148,905	26,972,307	26,536,109
Net position (deficit):						
Net investment in capital assets	17,415,286	15,017,320	165,093	194,326	17,580,379	15,211,646
Restricted	3,619,973	2,961,901	0	0	3,619,973	2,961,901
Unrestricted	(5,937,366)	(6,542,269)	(606,346)	(293,994)	(6,543,712)	(6,836,263)
Total net position (deficit)	\$15,097,893	\$11,436,952	(\$441,253)	(\$99,668)	\$14,656,640	\$11,337,284

The net pension liability (NPL) is one of the largest liabilities reported by the District at June 30, 2025. GASB notes that pension and OPEB obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. GASB noted that the unfunded portion of this promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the District is not responsible for certain key factors affecting the balance of these liabilities. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

LAKEWOOD LOCAL SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2025

Unaudited

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

At fiscal year-end for governmental activities, capital assets represented 30% of total assets. Capital assets include land, land improvements, buildings and improvements, furniture, fixtures, equipment, SBITA assets and vehicles. Net investment in capital assets, at June 30, 2025 was \$17,415,286. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's governmental activities net position, \$3,619,973, represents resources that are subject to external restriction on how they may be used. Excluding the net pension and OPEB liabilities and related deferred outflows and inflows, the District has approximately \$15.5 million in unrestricted net position which may be used to meet the District's ongoing obligations to the students and creditors.

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LAKEWOOD LOCAL SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2025

Unaudited

Changes in Net Position – The following table shows the changes in net position for fiscal years 2025 and 2024:

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Revenues						
Program Revenues:						
Charges for Services and Sales	\$1,024,702	\$967,126	\$139,817	\$400,679	\$1,164,519	\$1,367,805
Operating Grants and Contributions	2,112,085	2,459,703	881,518	808,118	2,993,603	3,267,821
Capital Grants and Contributions	0	0	1,130	0	1,130	0
Total Program Revenues	3,136,787	3,426,829	1,022,465	1,208,797	4,159,252	4,635,626
General Revenues:						
Property Taxes	22,348,661	18,403,960	0	0	22,348,661	18,403,960
Grants and Entitlements	7,532,092	6,947,105	0	0	7,532,092	6,947,105
Other	1,533,189	1,093,837	8,250	20,017	1,541,439	1,113,854
Total General Revenues	31,413,942	26,444,902	8,250	20,017	31,422,192	26,464,919
Total Revenues	34,550,729	29,871,731	1,030,715	1,228,814	35,581,444	31,100,545
Program Expenses						
Instruction	15,569,011	15,067,584	0	0	15,569,011	15,067,584
Support Services:						
Pupils	2,649,383	2,362,515	0	0	2,649,383	2,362,515
Instructional Staff	1,315,315	1,296,763	0	0	1,315,315	1,296,763
Board of Education	158,643	147,472	0	0	158,643	147,472
Administration	1,954,773	1,941,578	0	0	1,954,773	1,941,578
Fiscal Services	966,169	900,804	0	0	966,169	900,804
Business	9,786	9,293	0	0	9,786	9,293
Operation and Maintenance of Plant	2,537,235	2,577,060	0	0	2,537,235	2,577,060
Pupil Transportation	2,069,355	1,998,016	0	0	2,069,355	1,998,016
Central	73,635	85,375	0	0	73,635	85,375
Operation of Non-Instructional Services	107,171	73,087	0	0	107,171	73,087
Extracurricular Activities	881,121	848,660	0	0	881,121	848,660
Interest and Fiscal Charges	116,041	140,951	0	0	116,041	140,951
Food Service	0	0	1,344,087	1,231,492	1,344,087	1,231,492
Total Expenses	28,407,638	27,449,158	1,344,087	1,231,492	29,751,725	28,680,650
Total Change in Net Position (Deficit)	6,143,091	2,422,573	(313,372)	(2,678)	5,829,719	2,419,895
Beginning Net Position (Deficit) - Restated	8,954,802	9,014,379	(127,881)	(96,990)	8,826,921	8,917,389
Ending Net Position (Deficit)	\$15,097,893	\$11,436,952	(\$441,253)	(\$99,668)	\$14,656,640	\$11,337,284

LAKEWOOD LOCAL SCHOOL DISTRICT

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025***

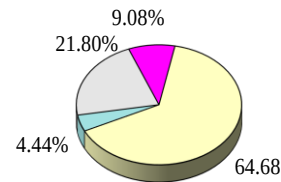
Unaudited

Governmental Activities

Net position of the District's governmental activities increased by \$6,143,091. An increase in revenues can be attributed to increased tax revenues of \$3.9 million which was the result of increased property valuations. Total governmental expenses of \$28,407,638 were offset by program revenues of \$3,136,787 and general revenues of \$31,413,942. Program revenues supported 11% of the total governmental expenses. The primary sources of revenues consist of property taxes and grants and entitlements which total \$29,880,753 and represent 86.5% of total general governmental revenue.

The District has one (1) emergency (fixed sum) operating levy. The emergency levy is a ten-year levy which generates \$5,882,139 in district revenues which is collected from real property/public utility taxes and rollback/homestead. This levy was passed on November 8, 2022 and combined the District's two (2) emergency operating levies into one levy. This levy began collections in calendar year 2023. Property taxes made up 64% of revenues for governmental activities for the District in fiscal year 2025. The District's reliance upon tax revenues is demonstrated by the following chart:

Revenue Sources	2025	Percent of Total
General Grants	\$7,532,092	21.80%
Program Revenues	3,136,787	9.08%
Property Tax Revenues	22,348,661	64.68%
General Other	1,533,189	4.44%
Total Revenue	<u>\$34,550,729</u>	<u>100.00%</u>



Business-Type Activities

Net position of the business-type activities decreased by \$313,372. These programs had revenues of \$1,030,715 and expenses of \$1,344,087 for fiscal year 2025. The decrease in net position is insignificant and in keeping with covering all expenses of the Food Service Fund. Business activities receive no support from tax revenues; however, they have received support from governmental activities.

LAKEWOOD LOCAL SCHOOL DISTRICT

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025***

Unaudited

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT'S FUNDS

The District's governmental funds reported a combined fund balance of \$20,774,668, which is higher than last year's total of \$17,693,301. The schedule below indicates the fund balance and the total change in fund balance by fund type as of June 30, 2025 and 2024.

	Fund Balance June 30, 2025	Fund Balance June 30, 2024	Increase (Decrease)
General	\$15,977,100	\$15,342,454	\$634,646
Debt Service	1,891,821	1,154,472	737,349
Other Governmental	2,905,747	1,196,375	1,709,372
Total	<u>\$20,774,668</u>	<u>\$17,693,301</u>	<u>\$3,081,367</u>

General Fund – The District's General Fund balance increase is due to several factors. The tables that follow assist in illustrating the financial activities and balance of the General Fund:

	2025 Revenues	2024 Revenues	Increase (Decrease)
Taxes	\$21,299,792	\$17,221,226	\$4,078,566
Tuition	770,172	738,358	31,814
Investment Earnings	1,105,020	1,027,108	77,912
Extracurricular Activities	34,572	37,278	(2,706)
Class Materials and Fees	57,484	70,523	(13,039)
Intergovernmental - State	7,566,877	7,204,181	362,696
Intergovernmental - Federal	169,933	96,814	73,119
All Other Revenue	59,910	79,124	(19,214)
Total	<u>\$31,063,760</u>	<u>\$26,474,612</u>	<u>\$4,589,148</u>

General Fund revenues in 2025 increased approximately 14.8% compared to revenues in fiscal year 2024. In fiscal year 2025, the tax revenues increased as a result of an increase in property valuations by the County.

Other revenues increased from the prior year due primarily for increases in investment earnings and intergovernmental revenues.

LAKEWOOD LOCAL SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2025

Unaudited

	2025 Expenditures	2024 Expenditures	Increase (Decrease)
Instruction	\$14,924,651	\$13,692,936	\$1,231,715
Supporting Services:			
Pupils	2,571,517	2,223,373	348,144
Instructional Staff	1,309,234	1,068,904	240,330
Board of Education	158,674	147,660	11,014
Administration	1,987,977	1,976,394	11,583
Fiscal Services	966,174	902,613	63,561
Business	9,641	9,301	340
Operation & Maintenance of Plant	2,779,160	2,676,148	103,012
Pupil Transportation	2,303,557	1,962,671	340,886
Central	96,661	86,327	10,334
Operation of Non-Instructional Services	11,130	0	11,130
Extracurricular Activities	444,283	441,750	2,533
Capital Outlay	655,294	632,683	22,611
Debt Service:			
Principal Retirement	148,086	143,976	4,110
Interest and Fiscal Charges	13,933	6,812	7,121
Total	<u>\$28,379,972</u>	<u>\$25,971,548</u>	<u>\$2,408,424</u>

The District's expenditures increased by \$2,408,424 or 9.3% compared to the prior year. The District's budget is 75% personnel related. The District had a 4.0% increase in base salary for fiscal year 2025 and paid the negotiated step increase ranging from 0% to 3% based on the number of years of service and type of degree.

Debt Service Fund – The fund balance decreased \$737,349. Tax revenues are levied to cover debt payments and there are small fluctuations from year to year. Both revenues and expenditures are comparable to prior year.

GENERAL FUND BUDGETARY HIGHLIGHTS

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

During the course of fiscal year 2025, the District amended its General Fund budget several times. The School District closely monitors its resources and uses and if necessary, modifies appropriations on a timely basis.

LAKEWOOD LOCAL SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2025

Unaudited

The final General Fund budget basis revenue of \$30.8 million was consistent with original budget estimates.

Total original appropriations compared to the final appropriations were consistent. Actual expenditures compared to the final budget resulted in an overall positive variance.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2025, the District had \$20,373,380 net of accumulated depreciation and amortization invested in land, buildings, equipment, SBITA assets and vehicles. Of this total, \$20,208,287 was related to governmental activities and \$165,093 to the business-type activities. The following table shows fiscal year 2025 and 2024 balances:

	Governmental Activities		Change
	2025	2024	
Land	\$406,414	\$410,817	(\$4,403)
Land Improvements	4,102,866	4,010,313	92,553
Buildings and Improvements	31,718,805	31,842,495	(123,690)
Furniture, Fixtures and Equipment	5,247,023	4,543,582	703,441
Lease Equipment	91,375	91,375	0
SBITA Assets	628,353	669,134	(40,781)
Vehicles	2,825,014	2,814,721	10,293
Construction in Progress	1,279,135	471,985	807,150
Less: Accumulated Depreciation and Amortization	(26,090,698)	(25,175,403)	(915,295)
Totals	\$20,208,287	\$19,679,019	\$529,268

During fiscal year 2025, the District had improvement projects at Lakewood High School that included HVAC controls and also concrete for the student parking lot. The District also purchased new staff laptops.

	Business-Type Activities		Change
	2025	2024	
Furniture and Equipment	\$453,960	\$520,856	(\$66,896)
Less: Accumulated Depreciation	(288,867)	(326,530)	37,663
Totals	\$165,093	\$194,326	(\$29,233)

The net increase in capital asset additions/disposals was partially offset by depreciation expense. Additional information on the District's capital assets can be found in Note 10.

LAKEWOOD LOCAL SCHOOL DISTRICT

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025***

Unaudited

Debt

At June 30, 2025 the District had \$7.0 million in bonds, loans, leases, and other long-term obligations outstanding, \$2,630,333 due within one year. The following table summarizes the District's debt and other long-term liabilities outstanding as of June 30, 2025 and June 30, 2024:

	<u>2025</u>	<u>2024</u>
Governmental Activities:		
General Obligation Bonds:		
School Improvement	\$1,827,032	\$2,698,049
Loan Payable	1,964,654	1,511,487
Leases Payable	20,357	39,616
SBITA Liability	165,633	266,380
Compensated Absences	<u>3,023,422</u>	<u>414,550</u>
Total Governmental Activities	7,001,098	4,930,082
Business-Type Activities:		
Compensated Absences	<u>64,652</u>	<u>33,429</u>
Total Business-Type Activities	<u>64,652</u>	<u>33,429</u>
Totals	<u><u>\$7,065,750</u></u>	<u><u>\$4,963,511</u></u>

Under current state statutes, the District's general obligation bonded debt issues are subject to a legal limitation based on 9% of the total assessed value of real and personal property. At June 30, 2025, the District's outstanding debt was below the legal limit. Additional information on the District's long-term debt can be found in Note 13.

LAKEWOOD LOCAL SCHOOL DISTRICT

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025***

Unaudited

CURRENT FINANCIAL RELATED ACTIVITIES

As the preceding information shows, the District relies heavily upon property taxes, grants and entitlements to provide the funds necessary to maintain its educational programs. The District has one (1) emergency (fixed sum) operating levy. The emergency operating levy is a ten-year levy which generates \$5,882,139 in District revenues which is collected from real property/public utility taxes and rollback/homestead. This levy was passed on November 8, 2022 and combined the District's two (2) emergency operating levies into one levy. The emergency operating levy is substantial relative to the total tax revenues of the District.

The District has a General Fund Balance Guideline whose purpose is to preserve financial stability. The cash reserve is equal to 60 days operational cash as the minimum operational benchmark for determining the ending cash needs of the General Fund. The minimum benchmark should be reflected on the five year forecast in the current year and the next three (3) projected years of the forecast. The current revenue, along with the District's cash balance, will provide the District with the necessary funds to meet its operating expenses in fiscal years 2026 through 2030. As the District plans for the future, it will monitor projected revenues and expenditures to keep the District in a positive fund balance position.

The Board of Education and administration of the District must continue to maintain careful financial planning and prudent fiscal management in order to preserve the financial stability of the District.

In conclusion, the Lakewood Local School District has committed itself to financial excellence for many years.

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Glenna Plaisted, Treasurer/CFO, Lakewood Local School District, 525 East Main Street, Post Office Box 70, Hebron, Ohio 43025, or email at gplaisted@lakewoodlocal.k12.oh.us.

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Net Position **June 30, 2025**

	Governmental Activities	Business-Type Activities	Total
Assets:			
Cash and Cash Equivalents	\$ 13,024,976	\$ 73,243	\$ 13,098,219
Cash with Fiscal Agent	1,465,744	0	1,465,744
Investments	7,603,554	0	7,603,554
Receivables:			
Taxes	22,889,369	0	22,889,369
Accounts	9,110	699	9,809
Intergovernmental	557,118	0	557,118
Interest	28,873	0	28,873
Inventory	44,992	13,279	58,271
Prepaid Items	579,249	25,274	604,523
Restricted Assets:			
Net OPEB Asset	1,547,422	0	1,547,422
Capital Assets:			
Nondepreciable Capital Assets	1,685,549	0	1,685,549
Depreciable Capital Assets, Net	18,522,738	165,093	18,687,831
Total Capital Assets, Net	20,208,287	165,093	20,373,380
Total Assets	67,958,694	277,588	68,236,282
Deferred Outflows of Resources:			
Deferred Charge on Refunding	13,954	0	13,954
Pension	4,078,566	66,419	4,144,985
OPEB	771,061	56,203	827,264
Total Deferred Outflows of Resources	4,863,581	122,622	4,986,203
Liabilities:			
Accounts Payable	377,846	3,300	381,146
Accrued Wages and Benefits	2,235,618	73,243	2,308,861
Intergovernmental Payable	420,640	19,112	439,752
Retainage Payable	87,785	0	87,785
Accrued Interest Payable	20,491	0	20,491
Long Term Liabilities:			
Due Within One Year	2,616,842	13,491	2,630,333
Due in More Than One Year:			
Net Pension Liability	19,936,436	412,093	20,348,529
Net OPEB Liability	857,829	83,395	941,224
Other Amounts Due in More Than One Year	4,384,256	51,161	4,435,417
Total Liabilities	30,937,743	655,795	31,593,538

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

	Governmental Activities	Business-Type Activities	Total
Deferred Inflows of Resources:			
Property Taxes	21,309,355	0	21,309,355
Pension	3,002,152	37,100	3,039,252
OPEB	2,475,132	148,568	2,623,700
Total Deferred Inflows of Resources	26,786,639	185,668	26,972,307
Net Position:			
Net Investment in Capital Assets	17,415,286	165,093	17,580,379
Restricted For:			
Capital Projects	1,365	0	1,365
Debt Service	1,883,698	0	1,883,698
Extracurricular	93,352	0	93,352
Federal, State and Local Funded Programs	94,136	0	94,136
OPEB	1,547,422	0	1,547,422
Unrestricted (Deficit)	(5,937,366)	(606,346)	(6,543,712)
Total Net Position	\$ 15,097,893	\$ (441,253)	\$ 14,656,640

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Activities For the Fiscal Year Ended June 30, 2025

		Program Revenues		
		Charges for	Operating Grants	Capital Grants
		Services and	and	and
	Expenses	Sales	Contributions	Contributions
Governmental Activities:				
Instruction	\$ 15,569,011	\$ 875,571	\$ 1,616,782	\$ 0
Support Services:				
Pupils	2,649,383	0	299,256	0
Instructional Staff	1,315,315	0	138,877	0
Board of Education	158,643	0	0	0
Administration	1,954,773	0	9,993	0
Fiscal Services	966,169	0	0	0
Business	9,786	0	0	0
Operation and Maintenance of Plant	2,537,235	0	11,536	0
Pupil Transportation	2,069,355	0	5,475	0
Central	73,635	0	0	0
Operation of Non-Instructional Services	107,171	0	9,688	0
Extracurricular Activities	881,121	149,131	20,478	0
Interest on Long Term Debt	116,041	0	0	0
Total Governmental Activities	28,407,638	1,024,702	2,112,085	0
Business-Type Activities:				
Food Service	1,344,087	139,817	881,518	1,130
Total Business-Type Activities	1,344,087	139,817	881,518	1,130
Totals	\$ 29,751,725	\$ 1,164,519	\$ 2,993,603	\$ 1,130

General Revenues:

Property Taxes Levied for:

 General Purposes

 Debt Service

Grants and Entitlements not Restricted to Specific Programs

Investment Earnings

Miscellaneous

Total General Revenues

Change in Net Position

Net Position as Previously Reported

Change in Accounting Principle (GASB Statement 101)

Net Position Beginning of Year as Restated

Net Position End of Year

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
\$ (13,076,658)	\$ 0	\$ (13,076,658)
(2,350,127)	0	(2,350,127)
(1,176,438)	0	(1,176,438)
(158,643)	0	(158,643)
(1,944,780)	0	(1,944,780)
(966,169)	0	(966,169)
(9,786)	0	(9,786)
(2,525,699)	0	(2,525,699)
(2,063,880)	0	(2,063,880)
(73,635)	0	(73,635)
(97,483)	0	(97,483)
(711,512)	0	(711,512)
(116,041)	0	(116,041)
(25,270,851)	0	(25,270,851)
0	(321,622)	(321,622)
0	(321,622)	(321,622)
(25,270,851)	(321,622)	(25,592,473)
21,413,025	0	21,413,025
935,636	0	935,636
7,532,092	0	7,532,092
1,108,781	8,250	1,117,031
424,408	0	424,408
31,413,942	8,250	31,422,192
6,143,091	(313,372)	5,829,719
11,436,952	(99,668)	11,337,284
(2,482,150)	(28,213)	(2,510,363)
8,954,802	(127,881)	8,826,921
\$ 15,097,893	\$ (441,253)	\$ 14,656,640

LAKEWOOD LOCAL SCHOOL DISTRICT

Balance Sheet Governmental Funds June 30, 2025

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Assets:				
Cash and Cash Equivalents	\$ 9,507,941	\$ 1,875,781	\$ 1,641,254	\$ 13,024,976
Cash with Fiscal Agent	0	0	1,465,744	1,465,744
Investments	7,603,554	0	0	7,603,554
Receivables:				
Taxes	22,184,346	705,023	0	22,889,369
Accounts	9,110	0	0	9,110
Intergovernmental	376,776	0	180,342	557,118
Interest	28,873	0	0	28,873
Interfund Loan Receivable	78,721	0	0	78,721
Inventory	44,992	0	0	44,992
Prepaid Items	546,798	0	32,451	579,249
Total Assets	\$ 40,381,111	\$ 2,580,804	\$ 3,319,791	\$ 46,281,706
Liabilities:				
Accounts Payable	\$ 246,433	\$ 0	\$ 131,413	\$ 377,846
Accrued Wages and Benefits	2,149,845	0	85,773	2,235,618
Intergovernmental Payable	411,739	0	8,901	420,640
Retainage Payable	0	0	87,785	87,785
Interfund Loans Payable	0	0	78,721	78,721
Total Liabilities	2,808,017	0	392,593	3,200,610
Deferred Inflows of Resources:				
Property Taxes	20,632,739	676,616	0	21,309,355
Unavailable Revenue	963,255	12,367	21,451	997,073
Total Deferred Inflows of Resources	21,595,994	688,983	21,451	22,306,428
Fund Balances:				
Nonspendable	591,790	0	32,451	624,241
Restricted	4,335	1,891,821	1,621,938	3,518,094
Assigned	886,944	0	1,278,301	2,165,245
Unassigned	14,494,031	0	(26,943)	14,467,088
Total Fund Balances	15,977,100	1,891,821	2,905,747	20,774,668
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 40,381,111	\$ 2,580,804	\$ 3,319,791	\$ 46,281,706

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities June 30, 2025

Total Governmental Fund Balances	\$ 20,774,668
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***Amounts reported for governmental activities in the
statement of net position are different because***

Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	20,208,287
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Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	997,073
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The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in governmental funds:

Deferred Outflows - Pension	4,078,566	
Deferred Inflows - Pension	(3,002,152)	
Net Pension Liability	(19,936,436)	(18,860,022)

The net OPEB liability/asset is not due and payable nor available in the current period; therefore, the liability/asset and related deferred inflows/outflows are not reported in governmental funds:

Deferred Outflows - OPEB	771,061	
Deferred Inflows - OPEB	(2,475,132)	
Net OPEB Asset	1,547,422	
Net OPEB Liability	(857,829)	(1,014,478)

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.

General Obligation Bonds Payable	(1,765,000)	
Deferred loss on refunding (to be amortized as interest expense)	13,954	
Issuance Premium (to be amortized against interest expense)	(62,032)	
Loan Payable	(1,964,654)	
Leases Payable	(20,357)	
SBITA Payable	(165,633)	
Compensated Absences Payable	(3,023,422)	
Accrued Interest Payable	(20,491)	(7,007,635)

<i>Net Position of Governmental Activities</i>	<u><u>\$ 15,097,893</u></u>
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See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Revenues, Expenditures and Changes in Fund Balances **Governmental Funds** **For the Fiscal Year Ended June 30, 2025**

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues:				
Local Sources:				
Taxes	\$ 21,299,792	\$ 943,177	\$ 0	\$ 22,242,969
Tuition	770,172	0	0	770,172
Investment Earnings	1,105,020	0	1,365	1,106,385
Extracurricular Activities	34,572	0	114,559	149,131
Class Materials and Fees	57,484	0	0	57,484
Intermediate Sources	0	0	14,422	14,422
Intergovernmental - State	7,566,877	214,744	498,280	8,279,901
Intergovernmental - Federal	169,933	0	1,157,245	1,327,178
All Other Revenue	59,910	0	24,862	84,772
Total Revenues	31,063,760	1,157,921	1,810,733	34,032,414
Expenditures:				
Current:				
Instruction	14,924,651	0	1,157,683	16,082,334
Supporting Services:				
Pupils	2,571,517	0	183,178	2,754,695
Instructional Staff	1,309,234	0	140,085	1,449,319
Board of Education	158,674	0	0	158,674
Administration	1,987,977	0	6,378	1,994,355
Fiscal Services	966,174	10,044	0	976,218
Business	9,641	0	0	9,641
Operation and Maintenance of Plant	2,779,160	0	186,817	2,965,977
Pupil Transportation	2,303,557	0	728	2,304,285
Central	96,661	0	0	96,661
Operation of Non-Instructional Services	11,130	0	9,688	20,818
Extracurricular Activities	444,283	0	133,774	578,057
Capital Outlay	655,294	0	697,409	1,352,703
Debt Service:				
Principal Retirement	148,086	1,851,212	0	1,999,298
Interest and Fiscal Charges	13,933	116,220	0	130,153
Total Expenditures	28,379,972	1,977,476	2,515,740	32,873,188
Excess (Deficiency) of Revenues Over Expenditures	2,683,788	(819,555)	(705,007)	1,159,226

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Other Financing Sources (Uses):				
Sale of Capital Assets	4,682	0	0	4,682
Other Financing Sources - Loan	0	0	1,464,379	1,464,379
Other Financing Source - SBITA	28,080	0	0	28,080
Transfers In	0	1,556,904	525,000	2,081,904
Transfers Out	(2,081,904)	0	0	(2,081,904)
Total Other Financing Sources (Uses)	(2,049,142)	1,556,904	1,989,379	1,497,141
Special Item	0	0	425,000	425,000
Net Change in Fund Balance	634,646	737,349	1,709,372	3,081,367
Fund Balances at Beginning of Year	15,342,454	1,154,472	1,196,375	17,693,301
Fund Balances End of Year	\$ 15,977,100	\$ 1,891,821	\$ 2,905,747	\$ 20,774,668

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds To the Statement of Activities For the Fiscal Year Ended June 30, 2025

Net Change in Fund Balances - Total Governmental Funds \$ 3,081,367

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation/amortization expense. This is the amount by which capital outlays exceeded depreciation/amortization in the current period. 578,394

The net effect of various miscellaneous transactions involving capital assets (i.e., sales and donations) is to decrease net position. (49,126)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. 137,759

Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows. 2,227,121

Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities. (679,044)

Except for amounts reported as deferred inflows/outflows, changes in the net OPEB liability/asset are reported as OPEB expense in the statement of activities. 452,391

The issuance of long-term debt (e.g. notes, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items. 537,856

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. (9,929)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.

Compensated Absences	(126,722)	
Amortization of Deferred Loss on Refunding	(6,976)	(133,698)

Change in Net Position of Governmental Activities **\$ 6,143,091**

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT



LAKEWOOD LOCAL SCHOOL DISTRICT

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 2025**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Local Sources:				
Taxes	\$ 21,811,956	\$ 21,284,306	\$ 21,284,306	\$ 0
Tuition	739,000	769,662	770,172	510
Investment Earnings	901,500	980,000	1,045,410	65,410
Extracurricular Activities	4,800	4,800	4,060	(740)
Class Material and Fees	72,810	72,920	57,116	(15,804)
Intergovernmental - State	7,241,718	7,749,811	7,557,371	(192,440)
Intergovernmental - Federal	100,000	100,000	106,098	6,098
All Other Revenues	59,400	52,400	58,656	6,256
Total Revenues	30,931,184	31,013,899	30,883,189	(130,710)
Expenditures:				
Current:				
Instructional Services	15,563,210	15,472,569	14,920,744	551,825
Support Services:				
Pupils	2,782,776	2,743,657	2,581,267	162,390
Instructional Staff	1,462,307	1,469,906	1,333,866	136,040
Board of Education	170,890	174,399	161,788	12,611
Administration	2,043,330	2,110,414	1,997,473	112,941
Fiscal Services	973,002	1,028,066	1,005,367	22,699
Business	53,175	37,160	9,666	27,494
Operation and Maintenance of Plant	3,271,037	3,284,585	2,959,542	325,043
Pupil Transportation	2,391,952	2,452,449	2,293,659	158,790
Central	443,182	136,189	112,163	24,026
Operation of Non-Instructional Services	0	103,256	63,256	40,000
Extracurricular Activities	523,653	522,164	403,712	118,452
Capital Outlay	780,744	912,375	908,429	3,946
Total Expenditures	30,459,258	30,447,189	28,750,932	1,696,257
Excess of Revenues				
Over Expenditures	471,926	566,710	2,132,257	1,565,547

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Other Financing Sources (Uses):				
Sale of Capital Assets	5,000	5,000	4,682	(318)
Transfers Out	(759,938)	(2,081,904)	(2,081,904)	0
Refund of Prior Year Receipts	(2,000)	(2,000)	(2,000)	0
Total Other Financing Sources (Uses):	<u>(756,938)</u>	<u>(2,078,904)</u>	<u>(2,079,222)</u>	<u>(318)</u>
Net Change in Fund Balance	(285,012)	(1,512,194)	53,035	1,565,229
Fund Balance at Beginning of Year	16,089,273	16,089,273	16,089,273	0
Prior Year Encumbrances	314,725	314,725	314,725	0
Fund Balance at End of Year	<u>\$ 16,118,986</u>	<u>\$ 14,891,804</u>	<u>\$ 16,457,033</u>	<u>\$ 1,565,229</u>

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Net Position
Proprietary Fund
June 30, 2025

	Business-Type Activities Enterprise Funds Food Service
Assets:	
<i>Current Assets:</i>	
Cash and Cash Equivalents	\$ 73,243
Receivables:	
Accounts	699
Inventory Held for Resale	13,279
Prepaid Items	25,274
<i>Total Current Assets</i>	<u>112,495</u>
<i>Non Current Assets:</i>	
Capital Assets, Net	165,093
Total Assets	<u>277,588</u>
Deferred Outflows of Resources:	
Pension	66,419
OPEB	56,203
Total Deferred Outflows of Resources	<u>122,622</u>
Liabilities:	
<i>Current Liabilities:</i>	
Accounts Payable	3,300
Accrued Wages and Benefits	73,243
Intergovernmental Payable	19,112
Compensated Absences Payable - current	13,491
<i>Total Current Liabilities</i>	<u>109,146</u>
<i>Long Term Liabilities:</i>	
Compensated Absences Payable	51,161
Net Pension Liability	412,093
Net OPEB Liability	83,395
<i>Total Long-term Liabilities</i>	<u>546,649</u>
Total Liabilities	<u>655,795</u>
Deferred Inflows of Resources:	
Pension	37,100
OPEB	148,568
Total Deferred Inflows of Resources	<u>185,668</u>
Net Position:	
Net Investment in Capital Assets	165,093
Unrestricted	(606,346)
Total Net Position	<u>\$ (441,253)</u>

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Fund
For the Fiscal Year Ended June 30, 2025

	Business-Type Activities
	Enterprise Funds
	Food Service
Operating Revenues:	
Sales	\$ 139,417
All Other Revenue	400
Total Operating Revenues	139,817
Operating Expenses:	
Salaries and Wages	375,450
Fringe Benefits	251,571
Contractual Services	21,026
Supplies and Materials	622,121
Depreciation	19,799
Other Operating Expense	1,854
Total Operating Expenses	1,291,821
Operating Income (Loss)	(1,152,004)
Nonoperating Revenue (Expenses):	
Intergovernmental Grants	881,518
Investment Earnings	8,250
Loss on Disposal of Capital Assets	(52,266)
Total Nonoperating Revenues (Expenses)	837,502
Net Income (Loss) before Contributions	(314,502)
Capital Contributions	1,130
Change in Net Position	(313,372)
Net Position as Previously Reported	(99,668)
Change in Accounting Principle (GASB Statement 101)	(28,213)
Net Position Beginning of Year as Restated	(127,881)
Net Position End of Year	\$ (441,253)

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Cash Flows **Proprietary Fund** **For the Fiscal Year Ended June 30, 2025**

	Business-Type Activities
	Enterprise Fund
	Food Service
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Customers	\$139,274
Cash Payments for Goods and Services	(555,745)
Cash Payments to Employees for Services and Benefits	(675,858)
Net Cash Used by Operating Activities	(1,092,329)
<u>Cash Flows from Noncapital Financing Activities:</u>	
Intergovernmental Grants Received	794,970
Net Cash Provided by Noncapital Financing Activities	794,970
<u>Cash Flows from Capital and Related Financing Activities:</u>	
Acquisition of Capital Assets	(41,702)
Net Cash Used by Capital Financing Activities	(41,702)
<u>Cash Flows from Investing Activities:</u>	
Receipt of Interest	8,250
Net Cash Provided by Investing Activities	8,250
Net Decrease in Cash and Cash Equivalents	(330,811)
Cash and Cash Equivalents at Beginning of Year	404,054
Cash and Cash Equivalents at End of Year	\$73,243
<u>Reconciliation of Operating Loss to Net Cash</u>	
<u>Used by Operating Activities:</u>	
Operating Loss	(\$1,152,004)
Adjustments to Reconcile Operating Loss to	
Net Cash Used by Operating Activities:	
Depreciation Expense	19,799
Donated Commodities Used During the Year	96,429
Changes in Assets and Deferred Outflows and	
Liabilities and Deferred Inflows:	
Increase in Accounts Receivable	(543)
Increase in Inventory Held for Resale	(6,749)
Increase in Prepaid Items	(4,012)
Decrease in Deferred Outflow-Pension	3,049
Decrease in Deferred Outflow-OPEB	13,640
Increase in Accounts Payable	2,876
Decrease in Accrued Wages and Benefits	(5,760)
Increase in Intergovernmental Payables	3,920
Increase in Compensated Absences	3,010
Decrease in Net Pension Liability	(45,792)
Decrease in Net OPEB Liability	(56,955)
Increase in Deferred Inflow-Pension	18,539
Increase in Deferred Inflow-OPEB	18,224
Total Adjustments	59,675
Net Cash Used by Operating Activities	(\$1,092,329)

Schedule of Noncash Investing, Capital and Noncapital Financing Activities:

During fiscal year 2025, the Food Service Fund received \$96,429 in donated commodities from the federal government.

During fiscal year 2025 the Food Service Fund received \$1,130 in capital assets purchased by General Fund.

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Lakewood Local School District, Ohio (the “District”) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The District is governed by a locally elected five member Board of Education (the Board). Members are elected at-large for staggering four year terms. The District provides educational services as authorized by State statute and federal guidelines. The Board controls the District’s instructional support facilities staffed by approximately 103 non-certified employees, 136 certificated employees and 15 administrative employees providing education to 1,563 students in grades K-12 and also to 54 preschool students.

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, “*The Financial Reporting Entity*,” as amended by GASB Statement No. 39 “*Determining Whether Certain Organizations Are Component Units*”, and GASB Statement No. 61, “*The Financial Reporting Entity: Omnibus*” in that the financial statements include all organizations, activities, functions and component units for which the District (the reporting entity) is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization’s governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization’s resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes. There were no potential component units that met the criteria to be included in the District’s reporting entity.

The reporting entity of the District includes the following services: instructional (regular, special education), student guidance, extracurricular activities, food service, pupil transportation and care and upkeep of grounds and buildings.

Lakewood Local School District participates in two jointly governed organizations and one insurance purchasing pool. These organizations are the Licking Area Computer Association (LACA), META Solutions (META), and the Ohio SchoolComp Workers’ Compensation Group Retrospective Rating Program. Information regarding these organizations is presented in Notes 15 and 16.

The accounting policies and financial reporting practices of the District conform to accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for establishing governmental accounting and financial reporting principals. The following is a summary of its significant accounting policies.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures/expenses.

The following fund types are used by the District:

Governmental Funds - These are funds through which most governmental functions typically are financed. The acquisition, use and balances of the District's expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is based upon determination of "financial flow" (sources, uses and balances of financial resources). The following are the District's major governmental funds:

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

Debt Service Fund - This fund is used for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

The other governmental funds of the District account for grants and other resources whose use is restricted to a particular purpose.

Proprietary Funds - The proprietary funds are accounted for on an "economic resources" measurement focus. This measurement focus provides that all assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the proprietary funds are included on the balance sheet. The proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total position.

Enterprise Fund - This fund is used to account for operations that are financed and operated in a manner similar to private business enterprises in which the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The District's only enterprise fund is the Food Services Fund which accounts for the financial transactions related to the food service operations of the District and is a major fund.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation and Measurement Focus – Financial Statements

Government-wide Financial Statements – The statement of net position and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government. The statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

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

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the District and for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District, 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. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column.

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LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation and Measurement Focus – Financial Statements (Continued)

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

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

D. Basis of Accounting

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the District is considered to be 60 days after fiscal year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due.

Under the modified accrual basis, the following revenue sources are considered susceptible to accrual at year end: property taxes, tuition, grants and entitlements, student fees, and interest on investments.

The accrual basis of accounting is utilized for reporting purposes by the government-wide financial statements, and proprietary funds. Revenues are recognized when they are earned and expenses are recognized when incurred.

Revenues – Exchange and Non-exchange Transactions – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Grants and entitlements received before eligibility requirements are met are recorded as unearned revenue.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

E. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the certificate of estimated resources and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year.

All funds other than custodial funds are legally required to be budgeted and appropriated; however, only the General Fund and major Special Revenue funds are required to be presented as basic financial statements. The primary level of budgetary control is at the fund level for all funds except the General Fund for which it is at the object level. Budgetary modifications may only be made by resolution of the Board of Education.

1. Estimated Resources

Prior to March 15, the Board accepts by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about July 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during fiscal year 2025.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

2. Appropriations

A temporary appropriation measure to control expenditures may be passed on or about July 1 of each year for the period July 1 through September 30. An annual appropriation resolution must be passed by October 1 of each year for the period July 1 through June 30. The appropriation resolution establishes spending controls at the fund level except for the General Fund which is at the object level. The appropriation resolution may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. During the year, several supplemental appropriations were necessary to budget the use of contingency funds. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual-General Fund" are provided on the budgetary basis to provide a comparison of actual results to the final budget, including all amendments and modifications.

3. Lapsing of Appropriations

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the subsequent fiscal year and need not be reappropriated.

4. Budgetary Basis of Accounting

The District's budgetary process accounts for certain transactions on a basis other than accounting principles generally accepted in the United States of America (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting. Encumbrances are recorded as the equivalent of expenditures (budgetary basis) as opposed to reservations of fund balance (GAAP basis).

LAKEWOOD LOCAL SCHOOL DISTRICT

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025***

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

4. Budgetary Basis of Accounting (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund:

	Net Change in Fund Balance
	<u>General Fund</u>
GAAP Basis (as reported)	\$634,646
Increase (Decrease):	
Accrued Revenues at June 30, 2025, received during FY 2026	(1,003,111)
Accrued Revenues at June 30, 2024, received during FY 2025	923,522
Accrued Expenditures at June 30, 2025, paid during FY 2026	2,813,829
Accrued Expenditures at June 30, 2024, paid during FY 2025	(2,491,311)
FY 2024 Prepays for FY 2025	388,809
FY 2025 Prepays for FY 2026	(546,798)
Adjustment to Fair Value of Investments	(56,392)
Perspective Difference-	
Budgeted Special Revenue Fund reclassified as General Fund	(4,234)
Encumbrances Outstanding	<u>(605,925)</u>
Budget Basis	<u><u>\$53,035</u></u>

F. Cash and Cash Equivalents

During fiscal year 2025, cash and cash equivalents included amounts in demand deposits and the State Treasury Asset Reserve (STAR Ohio). STAR Ohio is a very liquid investment and is reported as a cash equivalent in the basic financial statements.

The District pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and cash equivalents and investments represents the balance on hand as if each fund maintained its own cash and investment account. See Note 6, "Cash, Cash Equivalents and Investments."

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, “Accounting and Financial Reporting for Certain Investments and for External Investment Pools”, the District records all its investments at fair value except for nonparticipating investment contracts (repurchase agreements and certificates of deposit) which are reported at cost, which approximates fair value. All investment income, including changes in the fair value of investments, is recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 6, “Cash, Cash Equivalents and Investments.”

During 2025, the District invested in STAR Ohio. STAR Ohio is an investment pool managed by the State Treasurer’s Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, “Certain External Investment Pools and Pool Participants.” The District measures its investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value. For 2025, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$100 million. STAR Ohio reserves the right to limit the transaction to \$250 million requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

H. Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market using the first in, first out (FIFO) method and are expensed when used. On fund financial statements, inventories of governmental funds are valued at cost while inventories of proprietary funds are stated at lower of cost or market. Donated commodities are presented at their entitlement value. For all funds, cost is determined using the FIFO method, and are determined by physical count. Inventory in governmental funds consists of expendable supplies held for consumption. The consumption method is used to account for inventories. As such, inventories are recognized as expenditures when goods are used. Reported inventories in these funds are equally offset by a nonspendable fund balance, which indicates they do not represent available spendable resources. Inventories of proprietary funds consist of donated and purchased food.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2025, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed. At fiscal year-end, because prepayments are not available to finance future governmental fund expenditures, a nonspendable fund balance is recorded by an amount equal to the carrying value of the asset on the fund financial statements.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Capital Assets

Capital assets are defined by the District as assets with an initial, individual cost of more than \$600 for capital assets acquired prior to July 1, 2015 and more than \$1,000 for capital assets acquired subsequent to July 1, 2015.

1. Property, Plant and Equipment - Governmental Activities

Governmental activities capital assets are those not directly related to the business-type funds. These generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Governmental Activities column of the Government-wide Statement of Net Position, but they are not reported in the Governmental Fund Financial Statements.

Donated capital assets are recorded at their acquisition value as of the date received. The District does not possess any infrastructure. Estimated historical costs for governmental activities capital asset values were initially determined by identifying historical costs where such information was available. In cases where information supporting original cost was not obtainable, estimated historical costs were developed. For certain capital assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition.

The District reports capital assets for Subscription Based Information Technology Arrangements (SBITAs). A SBITA asset is an intangible asset which represents the District's right to use another entity's information technology software.

2. Property, Plant and Equipment – Business-Type Activities

Property, plant and equipment acquired by the proprietary funds are stated at cost (or estimated historical cost). Donated capital assets are recorded at their acquisition value as of the date received. These assets are reported in both the Business-Type Activities column of the Government-wide Statement of Net Position and in the respective fund.

3. Depreciation and Amortization

All capital assets are depreciated/amortized excluding land and construction in progress. Depreciation/amortization has been provided using the straight-line method over the following estimated useful lives:

<u>Description</u>	<u>Estimated Lives (in years)</u>
Land Improvements	10 - 15
Buildings and Improvements	12 - 40
Furniture, Fixtures and Equipment	5 - 15
Vehicles	7 - 10
SBITA Assets	2 - 6

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

K. Long-Term Obligations

Long-term liabilities are being repaid from the following funds:

<u>Obligation</u>	<u>Fund</u>
General Obligation Bonds Payable	Debt Service Fund
Compensated Absences, Pension and OPEB Liabilities	General Fund, Food Services Fund
Loan Payable	Debt Service Fund
Leases Payable	General Fund
SBITA Payable	General Fund

L. Compensated Absences

GASB Statement No. 101, “*Compensated Absences*”, requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. GASB Statement No. 101 establishes guidance for measuring a liability for leave that has not been used, generally using an employee’s pay rate as of the date of the financial statements. In addition, certain salary related payments that are directly and incrementally associated with the payments for leave should be included in the measurement of the liability. Accrued vacation and sick leave are accumulated to District employees at varying amounts and are attributable to services already rendered. At the time of the employee’s termination, such accruals are paid to the employee at varying rates from the fund to which the employee’s payroll is charged.

Certified and Classified employees may earn up to 15 days of sick leave per year up to a maximum of 330 days. Upon retirement, employees with 5 or more years of service at Lakewood Local School at the time of their retirement and whose effective retirement date with STRS or SERS is no later than 90 calendar days after the last paid day of service with Lakewood Local School, will be paid one-fourth (1/4) of their earned, accrued but unused sick leave up to a maximum of 58 days. Additional compensation will be awarded for service based on years of years of service to the Lakewood Local School District.

Administrators, Supervisors, and Exempt employees may earn up to 15 days of sick leave per year up to a maximum 330 days. Upon retirement, employees with 5 or more years of service at Lakewood Local School at the time of their retirement and whose effective retirement date with STRS or SERS is no later than 90 calendar days after the last paid day of service with Lakewood Local School, will be paid one-fourth (1/4) of their earned, accrued but unused sick leave up to a maximum of 68 days.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Compensated Absences (Continued)

For governmental funds, that portion of unpaid compensated absences that is expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." For governmental funds, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. In the government-wide statement of net position, "Compensated Absences Payable" is recorded within the "Due within one year" account and the long term portion of the liability is recorded within the "Due in more than one year" account.

M. Net Position

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets, net of related deferred outflows of resources and deferred inflows of resources. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. None of the restricted net position reported at June 30, 2025 was by enabling legislation. The District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted resources are available.

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LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Fund Balance

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

Nonspendable - The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

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

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

Assigned - Amounts in the assigned fund balance classification are intended to be used by the District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the District Board of Education, which policies includes giving the Treasurer the authority to constrain monies for intended purposes.

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

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

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. Pensions/Other Postemployment Benefits (OPEB)

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

P. Interfund Activity

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund loans receivables/payables”. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Interfund activity within governmental activities and business-type activities are eliminated for reporting on the government-wide financial statements.

Q. Estimates

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

R. Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

S. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. During 2025, the District received \$425,000 for the sale of property held for resale and recognized a gain of \$380,556.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

T. Bond Premiums, Bond Discounts, Gains/Losses on Refunding and Issuance Costs

In the government-wide financial statements, bond premiums and discounts are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium and discount. Bond issuance costs are expensed. Bond premiums are deferred and amortized over the term of the bonds. Any gain or loss on refunding is allocated over the life of the old debt or the new debt whichever is shorter.

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

U. Deferred Outflows/Inflows of Resources

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

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. For the District, deferred inflows of resources include property taxes, pension, OPEB and unavailable revenue. On the government-wide statement of net position and governmental funds balance sheet, property taxes that are intended to finance future fiscal periods are reported as deferred inflows. In addition, the governmental funds balance sheet reports deferred inflows which arise only under a modified accrual basis of accounting. Accordingly, the item, unavailable amounts, is reported only in the governmental funds balance sheet. The governmental funds report unavailable amounts for property taxes, investment earnings, grants, and state levied shared taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position explained in Notes 11 and 12, respectively.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

V. Fair Value

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

NOTE 2 - COMPLIANCE AND ACCOUNTABILITY

Deficit Fund Equities - The fund deficits at June 30, 2025 of \$11,906 in the Special Education Part B-IDEA Fund and \$8,923 in the Title I Fund (nonmajor governmental special revenue funds) arose from the recognition of expenditures on the modified accrual basis which are greater than expenditures recognized on the budgetary basis. The general fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur. The accumulated deficit at June 30, 2025 of \$441,253 in the Food Service Fund (Enterprise Fund) arose from the recognition of expenses on the accrual basis. The General Fund is liable for any deficits in this fund and provides transfers when cash is required, not when accruals occur.

NOTE 3 – CHANGE IN ACCOUNTING PRINCIPLE

For fiscal year 2025, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 101, “Compensated Absences” and Statement No. 102, “Certain Risk Disclosures.”

GASB Statement No. 102 requires the disclosure of information about risks related to a government’s vulnerabilities due to certain concentrations or constraints. The implementation of this Statement had no effect on beginning net position/fund balance.

GASB Statement No. 101 updates the recognition and measurement guidance for compensated absences. The implementation of this Statement had the following effect on beginning net position:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Net Position at June 30, 2024, as Reported	\$11,436,952	(\$99,668)
Adjustments:		
Increase in Compensated Absences	<u>(2,482,150)</u>	<u>(28,213)</u>
Net Position at June 30, 2024, as Restated	<u>\$8,954,802</u>	<u>(\$127,881)</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 4 – FUND BALANCES

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

Fund Balances	General Fund	Debt Service	Other Governmental Funds	Total Governmental Funds
Nonspendable:				
Prepaid Items	\$546,798	\$0	\$32,451	\$579,249
Supplies Inventory	44,992	0	0	44,992
Total Nonspendable	<u>591,790</u>	<u>0</u>	<u>32,451</u>	<u>624,241</u>
Restricted:				
Career Technology Education	4,335	0	0	4,335
Local Grants	0	0	61,427	61,427
Extracurricular Activities	0	0	93,352	93,352
Targeted Academic Assistance	0	0	1,415	1,415
Debt Service Payments	0	1,891,821	0	1,891,821
Capital Improvements	0	0	1,465,744	1,465,744
Total Restricted	<u>4,335</u>	<u>1,891,821</u>	<u>1,621,938</u>	<u>3,518,094</u>
Assigned:				
Services and Supplies	60,828	0	0	60,828
Projected Budgetary Deficit	285,653	0	0	285,653
Capital Improvements	0	0	1,278,301	1,278,301
Student and Staff Support	540,463	0	0	540,463
Total Assigned	<u>886,944</u>	<u>0</u>	<u>1,278,301</u>	<u>2,165,245</u>
Unassigned	14,494,031	0	(26,943)	14,467,088
Total Fund Balances	<u><u>\$15,977,100</u></u>	<u><u>\$1,891,821</u></u>	<u><u>\$2,905,747</u></u>	<u><u>\$20,774,668</u></u>

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LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

NOTE 5 – EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES AND THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government – wide statement of activities. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

*Amount by which capital outlays exceeded depreciation/amortization
in the current period:*

Capital Outlay	\$2,666,032
Depreciation and Amortization Expense	(2,087,638)
	<u>\$578,394</u>

Amount of gain on disposal of capital assets net of proceeds received:

Gain on Sales of Capital Asset	\$380,556
Proceeds Received	(429,682)
	<u>(\$49,126)</u>

Governmental revenues not reported in the funds:

Increase in Investment Earnings	\$2,396
Increase in Tuition Revenue	40,540
Decrease in Grants Revenue	(10,869)
Increase in Delinquent Tax Revenue	105,692
	<u>\$137,759</u>

Amount of current year contractually required contributions deferred:

Pension Contributions	\$2,166,857
OPEB Contributions	60,264
	<u>\$2,227,121</u>

Amount of bond and lease principal payments:

Bond Principal Payment	\$840,000
Premium on Refunding General Obligation Bond Proceeds	31,017
Loan Proceeds	(1,464,379)
Loan Payments	1,011,212
Lease Payments	19,259
SBITA Issuances	(28,080)
SBITA Payments	128,827
	<u>\$537,856</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 6 – CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash, cash equivalents and investments. The District has adopted an Investment Policy that follows Ohio Revised Code Chapter 135 and applies the prudent person standard. The prudent person standard requires the Treasurer/CFO to exercise the care, skill and experience that a prudent person would use to manage his/her personal financial affairs and to seek investments that will preserve principal while maximizing income.

Statutes require the classification of funds held by the District into three categories. Category 1 consists of “active” funds - those funds required to be kept in a “cash” or “near cash” status for immediate use by the District. Such funds must be maintained either as cash in the District Treasury, in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Category 2 consists of “inactive” funds - those funds not required for use within the current five year period of designation of depositories. Inactive funds may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but limited to, passbook accounts.

Category 3 consists of “interim” funds - those funds which are not needed for immediate use but, which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts. Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the fair value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
- Bonds and other obligations of the State of Ohio, and with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met;

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 6 – CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
- The State Treasury Asset Reserve of Ohio (STAR Ohio);
- Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies; and
- Certain banker's acceptances and commercial paper notes for a period not to exceed one-hundred-eighty days and two-hundred-seventy days, respectively, from the purchase date in an amount not to exceed forty percent of the interim monies available for investment at any one time, if training requirements have been met.

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

A. Deposits

Custodial credit risk is the risk that in the event of bank failure, the government's deposits may not be returned. Protection of District cash and deposits is provided by the Federal Deposit Insurance Corporation (FDIC) as well as qualified securities pledged by the institution holding the assets. The District has no policy on custodial credit risk and is governed by Ohio Revised Code. Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the District places deposits must pledge as collateral eligible securities of aggregate fair value equal to the excess of deposits not insured by the FDIC. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to the District and deposited with a qualified trustee by the financial institution as security for repayment whose fair value at all times shall be at least 105 percent of the deposits being secured, or participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total fair value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 6 – CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

A. Deposits (Continued)

At year end the carrying amount of the District's deposits was \$1,539,790 and the bank balance was \$1,893,134. Federal depository insurance covered \$876,891 of the bank balance and \$1,016,243 was uninsured and uncollateralized. Although all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the District to a successful claim by the FDIC.

Investment earnings of \$116,400 earned by other funds were credited to the General Fund as required by state statute.

B. Investments

The District's investments at June 30, 2025 were as follows:

	Fair Value	Credit Rating	Investment Maturities (in Years)		
			less than 1	1-3	3-5
STAR Ohio (amortized cost)	\$11,558,429	AAA ¹	\$11,558,429	\$0	\$0
FHLB	1,177,366 ^a	AA ⁺ ¹	327,101	600,000	250,265
FHLMC	629,611 ^a	AA ⁺ ¹	0	0	629,611
FFCB	606,355	AA ⁺ ¹	0	354,533	251,822
FNMA	140,009 ^a	AA ⁺ ¹	0	140,009	0
US Treasury Note	2,676,902	AA ⁺ ¹	399,438	201,688	2,075,776
Negotiable CDs	986,454	N/A ²	0	986,454	0
Commercial Paper	1,386,857	A-1/A-1+ ¹	1,386,857	0	0
Total Investments	<u>\$19,161,983</u>		<u>\$13,671,825</u>	<u>\$2,282,684</u>	<u>\$3,207,474</u>

¹ Standard & Poor's

² Fully insured by FDIC

^a \$1,210,000 in securities were called and \$1,369,620 in securities are callable in fiscal year 2026.

The District's investments in federal agency securities (FHLB, FHLMC, FFCB, and FNMA), US Treasury Notes, negotiable certificates of deposit, and commercial paper are valued using quoted prices in markets that are not considered to be active dealer quotations or alternative pricing sources for similar assets or liabilities for which all significant inputs are observable, either directly or indirectly (Level 2 inputs).

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 6 – CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

B. Investments (Continued)

Interest Rate Risk – The Ohio Revised Code generally limits security purchases to those that mature within five years of settlement date. The District has no investment policy that limits investment purchases beyond the requirements of Ohio Revised Code.

Investment Credit Risk – The District has no investment policy that limits its investment choices other than the limitation of State statute for “interim” funds described previously.

Concentration of Credit Risk – The District places no limit on the amount the District may invest in one issuer, however State statute limits investments in commercial paper to 40 percent of the interim monies available for investment at any one time. Of the District’s total investments, 60.32% are in STAR Ohio, 6.14% are in FHLB securities, 3.29% are in FHLMC securities, 3.16% are in FFCB securities, 0.73% are in FNMA securities, 13.97% are in US Treasury Notes, 5.15% are in Negotiable CDs and 7.24% are in Commercial Paper.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The federal agency securities are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent, but not in the District's name. The District has no policy on custodial credit risk and is governed by Ohio Revised Code as described under Deposits.

C. Cash with Fiscal Agents

In addition to deposits and investments, the District has uninsured and uncollateralized cash in the amount of \$1,465,744 being held in escrow for the purchase of modular classrooms.

D. Reconciliation of Cash, Cash Equivalents and Investments

The classification of cash, cash equivalents and investments on the financial statements is based on criteria set forth in GASB Statement No. 9. Certificates of deposit with an original maturity of three months or less are treated as cash equivalents. The classification of cash and cash equivalents (deposits) for purposes of this note are based on criteria set forth in GASB Statement No. 3.

	Cash and Cash Equivalents	Investments
Per Financial Statements*	\$13,098,219	\$7,603,554
STAR Ohio	(11,558,429)	11,558,429
Per GASB Statement No. 3	<u>\$1,539,790</u>	<u>\$19,161,983</u>

*Does not include Cash with Fiscal Agent

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 7 - PROPERTY TAXES

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

Property taxes include amounts levied against all real and public utility property located in the District. Real property tax revenue received in calendar year 2025 represents collections of calendar year 2024 taxes. Real property taxes received in calendar year 2025 were levied after April 1, 2024, on the assessed value listed as of January 1, 2024, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2025 represents collections of calendar year 2024 taxes. Public utility real and tangible personal property taxes received in calendar year 2025 became a lien December 31, 2023, were levied after April 1, 2024 and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The District receives property taxes from Licking County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2025, are available to finance fiscal year 2025 operations. The amount available to be advanced can vary based on the date the tax bills are sent. The assessed values upon which the fiscal year 2025 receipts were based are:

	2024 Second Half Collections	2025 First Half Collections
Agricultural/Residential and Other Real Estate	\$786,215,983	\$799,536,728
Public Utility Personal	50,871,090	54,186,100
Total Assessed Value	<u>\$837,087,073</u>	<u>\$853,722,828</u>
Tax rate per \$1,000 of assessed valuation	\$46.90	\$46.60

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 7 - PROPERTY TAXES (Continued)

Tax Abatement

The District incurs a reduction in property taxes through tax abatement agreements entered into by other governments with property owners that reduce the District's taxes.

As of June 30, 2025, other governmental entities provided tax abatements through the Community Reinvestment Area (CRA) program. Under the authority of Ohio Revised Code (ORC) Section 3735.67, the CRA program is an economic development tool administered by municipal and county governments that provides real property tax exemptions for property owners who renovate existing or construct new buildings. CRA's are areas of land in which property owners can receive tax incentives for investing in real property improvements. Under the CRA program, local governments petition to the Ohio Development Services Agency (ODSA) for confirmation of a geographical area in which investment in housing is desired. Once an area is confirmed by the ODSA, local governments may offer real property tax exemptions to taxpayers that invest in that area. Property owners in the CRA can receive temporary tax abatements for renovation of existing structures and new construction in these areas. Property owners apply to the local legislative authority for approval to renovate or construct in the CRA. Upon approval and certification of completion, the amount of the abatement is deducted from the individual or entity's property tax bill.

During fiscal year 2025, the District's property tax revenues were reduced under agreements entered into by other governments as follows:

Government Entering Into Agreement	District Taxes Abated
Village of Hebron	\$ 112,775
Village of Buckeye Lake	36,809
City of Heath	95,157
Licking County	84,021
Total	<u>\$ 328,762</u>

NOTE 8 - RECEIVABLES

Receivables at June 30, 2025 consisted of taxes, accounts, interest and intergovernmental receivables.

LAKEWOOD LOCAL SCHOOL DISTRICT

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025***

NOTE 9 – INTERFUND ACTIVITY

A. Interfund Loans Receivables and Payables

Following is a summary of interfund receivables and payables for all funds at June 30, 2025:

Fund	Interfund Loans Receivable	Interfund Loans Payable
General Fund	\$78,721	\$0
Nonmajor Governmental Funds	0	78,721
Total All Funds	<u>\$78,721</u>	<u>\$78,721</u>

The Interfund Loan is a short-term loan to cover temporary cash deficits.

B. Interfund Transfers

Following is a summary of transfers in and out for all funds for fiscal year 2025:

Fund	Transfers In	Transfers Out
General Fund	\$0	\$2,081,904
Debt Service Fund	1,556,904	0
Nonmajor Governmental Funds	525,000	0
Total All Funds	<u>\$2,081,904</u>	<u>\$2,081,904</u>

The transfer from the General Fund was used to provide additional resources for debt payments and capital projects. All transfers were made in compliance with Ohio Revised Code Sections 5705.14, 5705.15 and 5705.16.

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LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 10 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at June 30, 2025:

Historical Cost:				
<u>Class</u>	<u>Balance at June 30, 2024</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 2025</u>
Capital Assets not being depreciated/amortized:				
Land	\$410,817	\$0	(\$4,403)	\$406,414
Construction In Progress	471,985	1,279,135	(471,985)	1,279,135
Subtotal	882,802	1,279,135	(476,388)	1,685,549
Capital Assets being depreciated/amortized:				
Land Improvements	4,010,313	129,787	(37,234)	4,102,866
Buildings and Improvements	31,842,495	396,714	(520,404)	31,718,805
Furniture, Fixtures and Equipment	4,543,582	978,294	(274,853)	5,247,023
Lease Equipment	91,375	0	0	91,375
SBITA Assets	669,134	28,080	(68,861)	628,353
Vehicles	2,814,721	326,007	(315,714)	2,825,014
Subtotal	43,971,620	1,858,882	(1,217,066)	44,613,436
Total Cost	<u>\$44,854,422</u>	<u>\$3,138,017</u>	<u>(\$1,693,454)</u>	<u>\$46,298,985</u>
Accumulated Depreciation/Amortization:				
<u>Class</u>	<u>Balance at June 30, 2024</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at June 30, 2025</u>
Land Improvements	(\$2,042,719)	(\$250,351)	\$36,954	(\$2,256,116)
Buildings and Improvements	(17,480,424)	(999,947)	482,435	(17,997,936)
Furniture, Fixtures and Equipment	(3,478,776)	(346,875)	268,379	(3,557,272)
Lease Equipment	(54,825)	(18,275)	0	(73,100)
SBITA Assets	(223,918)	(256,921)	68,861	(411,978)
Vehicles	(1,894,741)	(215,269)	315,714	(1,794,296)
Total Depreciation	<u>(\$25,175,403)</u>	<u>(\$2,087,638) *</u>	<u>\$1,172,343</u>	<u>(\$26,090,698)</u>
Net Value:	<u>\$19,679,019</u>			<u>\$20,208,287</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

NOTE 10 - CAPITAL ASSETS (Continued)

A. Governmental Activities Capital Assets (Continued)

* Depreciation and amortization expenses were charged to governmental functions as follows:

Instruction	\$1,108,263
Support Services:	
Pupils	116,951
Instructional Staff	8,798
Administration	99,990
Fiscal Services	21,326
Operations and Maintenance of Plant	110,175
Pupil Transportation	234,783
Central	3,524
Other Noninstructional Services	86,353
Extracurricular Activities	297,475
Total Depreciation Expense	<u><u>\$2,087,638</u></u>

B. Business-Type Activities Capital Assets

Summary by Category at June 30, 2025:

Class	Balance at June 30, 2024	Additions	Deletions	Balance at June 30, 2025
Furniture, Fixtures and Equipment	\$520,856	\$42,832	(\$109,728)	\$453,960
Accumulated Depreciation	<u>(326,530)</u>	<u>(19,799)</u>	<u>57,462</u>	<u>(288,867)</u>
Net Value:	<u><u>\$194,326</u></u>	<u><u>\$23,033</u></u>	<u><u>(\$52,266)</u></u>	<u><u>\$165,093</u></u>

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LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 11 - DEFINED BENEFIT PENSION PLANS

All of the District's full-time employees participate in one of two separate retirement systems which are cost-sharing, multiple-employer defined benefit pension plans.

A. Net Pension Liability

The net pension liability reported on the statement of net position represents a liability to employees for pensions. Pensions are a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. Pensions are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for pensions is a present obligation because it was created as a result of employment exchanges that already have occurred.

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

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

GASB 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

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

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 11 - DEFINED BENEFIT PENSION PLANS (Continued)

B. Plan Description

School Employees Retirement System (SERS)

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

Age and service requirements for retirement are as follows:

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

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

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

An individual whose benefit effective date is before April 1, 2018, is eligible for a cost of living adjustment (COLA) on the first anniversary date of the benefit. Beginning April 1, 2018, new benefit recipients must wait until the fourth anniversary of their benefit for COLA eligibility. The COLA is added each year to the base benefit amount on the anniversary date of the benefit. The COLA is indexed to the percentage increase in the CPI-W, not to exceed 2.5 percent and with a floor of 0 percent. A three-year COLA suspension was in effect for all benefit recipients for the years 2018, 2019, and 2020. The Retirement Board approved a 2.5 percent COLA for calendar year 2024.

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2025, the allocation to pension, death benefits, and Medicare B was 14 percent. No amount was allocated to the Health Care Fund.

The District's contractually required contribution to SERS was \$530,612 for fiscal year 2025. Of this amount \$33,081 is reported as an intergovernmental payable.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 11 - DEFINED BENEFIT PENSION PLANS (Continued)

B. Plan Description (Continued)

State Teachers Retirement System (STRS)

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

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. Benefits are established by Ohio Revised Code Chapter 3307. The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. The calculation is 2.2 percent of final average salary for the five highest years of earnings multiplied by all years of credited service. Effective August 1, 2023, any member can retire with unreduced benefits with 34 years of services credit at any age; or five years of service credit and age 65. Effective June 1, 2025 - July 1, 2027, any member can retire with unreduced benefits with 33 years of service credit at any age; or five years of service credit and age 65. Effective on or after August 1, 2027, any member can retire with unreduced benefits with 34 years of service credit at any age; or five years of service credit and age 65.

In April 2017, the Retirement Board made the decision to reduce COLA granted on or after July 1, 2017, to 0 percent upon a determination by its actuary that it was necessary to preserve the fiscal integrity of the retirement system. Benefit recipients' base benefit and past cost-of living increases are not affected by this change. Effective July 1, 2022, an ad-hoc COLA of 3 percent of the base benefit was granted to eligible benefit recipients to begin on the anniversary of their retirement benefit in fiscal year 2023 as long as they retired prior to July 1, 2018. Effective July 1, 2023, a permanent 1 percent COLA of the base benefit was granted to eligible benefit recipients to begin on the anniversary of their retirement benefit in fiscal year 2024 as long as they retired prior to July 1, 2019.

Eligibility changes for DB Plan members who retire with actuarially reduced benefits effective August 1, 2023, can retire with 29 years of service credit at any age; or five years of service credit and age 60. Effective June 1, 2025 - July 1, 2027, retirement eligibility for reduced benefits is 28 years of service credit at any age; or five years of service credit and age 60. Effective on or after August 1, 2027, retirement eligibility for reduced benefits is 29 years of service credit at any age; or five years of service credit and age 60.

The DC Plan allows members to place all of their member contributions and 11.09 percent of the 14 percent employer contributions into an investment account. Investment allocation decisions are determined by the member. The remaining 2.91 percent of the 14 percent employer rate is allocated to the defined benefit unfunded liability. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 11 - DEFINED BENEFIT PENSION PLANS (Continued)

B. Plan Description (Continued)

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

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

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

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. For the fiscal year ended June 30, 2025, the employer rate was 14% and the member rate was 14% of covered payroll. The fiscal year 2025 contribution rates were equal to the statutory maximum rates.

The District's contractually required contribution to STRS was \$1,683,244 for fiscal year 2025. Of this amount \$305,004 is reported as an intergovernmental payable.

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

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions to the pension plan relative to the contributions of all participating entities.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements **For the Fiscal Year Ended June 30, 2025**

NOTE 11 - DEFINED BENEFIT PENSION PLANS (Continued)

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

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

	SERS	STRS	Total
Proportionate Share of the Net Pension Liability	\$4,651,167	\$15,697,362	\$20,348,529
Proportion of the Net Pension Liability -2025	0.0909213%	0.081580270%	
Proportion of the Net Pension Liability -2024	0.0949225%	0.082963700%	
Percentage Change	<u>(0.0040012%)</u>	<u>(0.001383430%)</u>	
Pension Expense	\$248,695	\$453,144	\$701,839

At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	SERS	STRS	Total
Deferred Outflows of Resources			
Differences between expected and actual experience	\$177,575	\$988,525	\$1,166,100
Change of assumptions	41,609	723,420	765,029
District contributions subsequent to the measurement date	530,612	1,683,244	2,213,856
Total Deferred Outflows of Resources	<u>\$749,796</u>	<u>\$3,395,189</u>	<u>\$4,144,985</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$0	\$8,595	\$8,595
Changes of assumptions	0	544,528	544,528
Net difference between projected and actual earnings on pension plan investments	290,929	1,349,655	1,640,584
Changes in proportionate share	238,366	607,179	845,545
Total Deferred Inflows of Resources	<u>\$529,295</u>	<u>\$2,509,957</u>	<u>\$3,039,252</u>

\$2,213,856 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2026	(\$331,657)	(\$1,180,183)	(\$1,511,840)
2027	197,115	1,295,401	1,492,516
2028	(90,017)	(543,823)	(633,840)
2029	(85,552)	(369,407)	(454,959)
Total	<u>(\$310,111)</u>	<u>(\$798,012)</u>	<u>(\$1,108,123)</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 11 - DEFINED BENEFIT PENSION PLANS (Continued)

D. Actuarial Assumptions

School Employees Retirement System (SERS)

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

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

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

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of June 30, 2024, are presented below:

Wage Inflation	2.40 percent
Future Salary Increases, including inflation	3.25 percent to 13.58 percent
COLA or Ad Hoc COLA	2.00 percent
Investment Rate of Return	7.00 percent net of investment expense, including inflation
Actuarial Cost Method	Entry Age Normal

Mortality rates were based on the PUB-2010 General Employee Amount Weight Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20% for males and set forward 2 years and adjusted 81.35% for females. Mortality among disable members were based upon the PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3% for males and set forward 3 years and adjusted 106.8% for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

The most recent experience study was completed June 30, 2020.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 11 - DEFINED BENEFIT PENSION PLANS (Continued)

D. Actuarial Assumptions (Continued)

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
Cash	3.00%	0.97%
US Equity	22.00%	4.68%
Non-US Equity Developed	12.00%	4.96%
Non-US Equity Emerging	6.00%	5.66%
Fixed Income/Global Bonds	18.00%	2.38%
Private Equity	14.00%	7.10%
Real Estate	13.00%	3.64%
Infrastructure	7.00%	4.80%
Private Debt/Private Credit	5.00%	5.86%
Total	<u>100.00%</u>	

Discount Rate - The total pension liability was calculated using the discount rate of 7.00 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the long-term assumed investment rate of return (7.00 percent). Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability. The annual money-weighted rate of return, calculated as the internal rate of return on pension plan investments, for fiscal year 2024 was 9.31%.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.00 percent, as well as what each plan's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent), or one percentage point higher (8.00 percent) than the current rate.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 11 - DEFINED BENEFIT PENSION PLANS (Continued)

D. Actuarial Assumptions (Continued)

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	\$7,115,641	\$4,651,167	\$2,576,212

State Teachers Retirement System (STRS)

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the July 1, 2024 actuarial valuation are presented below:

Inflation	2.50 percent
Projected salary increases	Varies by service from 2.50 percent to 8.50 percent
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation
Discount Rate	7.00 percent
Payroll Increases	3.00 percent
Cost-of-Living Adjustments (COLA)	0.0 percent, effective July 1, 2017

For 2024, Post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110% for males, projected forward generationally using mortality improvement scale MP-2020. Pre-retirement mortality rates are based on Pub-2010 Teachers Employee Table adjusted 95% for females, projected forward generationally using mortality improvement scale MP-2020. Post-retirement disabled mortality rates are based on Pub-2010 Teachers Disable Annuitant Table projected forward generationally using mortality improvement scale MP-2020.

Actuarial assumptions used in the June 30, 2024 valuation are based on the results of the latest available actuarial experience study which is for the period July 1, 2015 through June 30, 2021.

The 10 year expected real rate of return on pension plan investments was determined by STRS' investment consultant by developing best estimates of expected future real rates of return for each major asset class. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized as follows:

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 11 - DEFINED BENEFIT PENSION PLANS (Continued)

D. Actuarial Assumptions (Continued)

Asset Class	Target Allocation*	Long Term Expected Rate of Return**
Domestic Equity	26.00 %	6.90 %
International Equity	22.00	7.70
Alternatives	19.00	9.10
Fixed Income	22.00	4.50
Real Estate	10.00	5.10
Liquidity Reserves	1.00	2.40
Total	100.00 %	

*Final target weights reflected at October 1, 2022.

**10-Year geometric nominal returns, which include the real rate of return and inflation of 2.40% and does not include investment expenses. Over a 30-year period, STRS' investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

Discount Rate - The discount rate used to measure the total pension liability was 7.00 percent as of June 30, 2024. The projection of cash flows used to determine the discount rate assumes member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Projected employer contributions that are intended to fund the service costs of future plan members and their beneficiaries, as well as projected contributions from future plan members, are not included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 2024. Therefore, the long-term expected rate of return on pension plan investments of 7.00 percent was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2024.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - The following table presents the District's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.00 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.00 percent) or one-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
District's proportionate share of the net pension liability	\$25,322,596	\$15,697,362	\$7,556,068

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 12 - DEFINED BENEFIT OPEB PLANS

A. Net OPEB Liability (Asset)

The net OPEB liability (asset) reported on the statement of net position represents a liability (asset) for OPEB. OPEB is a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. OPEB are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

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

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

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

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

B. Plan Description

School Employees Retirement System (SERS)

The District contributes to the SERS Health Care Fund, administered by SERS for non-certificated retirees and their beneficiaries. For GASB 75 purposes, this plan is considered a cost-sharing other postemployment benefit (OPEB) plan. SERS' Health Care Plan provides healthcare benefits to eligible individuals receiving retirement, disability, and survivor benefits, and to their eligible dependents. Members who retire after June 1, 1986, need 10 years of service credit, exclusive of most types of purchased credit, to qualify to participate in SERS' health care coverage.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

B. Plan Description (Continued)

In addition to age and service retirees, disability benefit recipients and beneficiaries who are receiving monthly benefits due to the death of a member or retiree, are eligible for SERS' health care coverage. Most retirees and dependents choosing SERS' health care coverage are over the age of 65 and therefore enrolled in a fully insured Medicare Advantage plan; however, SERS maintains a traditional, self-insured preferred provider organization for its non-Medicare retiree population. For both groups, SERS offers a self-insured prescription drug program. Health care is a benefit that is permitted, not mandated, by statute. The financial report of the Plan is included in the SERS Annual Comprehensive Financial Report which can be obtained on SERS' website at www.ohsers.org under Employers/Audit Resources.

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

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

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2025, 0.0 percent of covered payroll was contributed to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2025, this amount was \$30,000. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2025, the District's surcharge obligation was \$73,362.

The surcharge, added to the allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The District's contractually required contribution to SERS was \$73,362 for fiscal year 2025, which is reported as an intergovernmental payable.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

B. Plan Description (Continued)

State Teachers Retirement System (STRS)

Plan Description – The District contributes to the cost sharing multiple employer defined benefit Health Plan administered by the State Teachers Retirement System of Ohio (STRS Ohio) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS Ohio. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS Ohio which may be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Medicare Part D is a federal program to help cover the costs of prescription drugs for Medicare beneficiaries. This program allows STRS Ohio to recover part of the cost for providing prescription coverage since all eligible STRS Ohio health care plans include creditable prescription drug coverage.

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2025, STRS Ohio allocated employer contributions equal to zero percent of covered payroll to the Health Care Stabilization Fund.

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

The net OPEB liability (asset) was measured as of June 30, 2024, and the total OPEB liability used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of that date. The District's proportion of the net OPEB liability (asset) was based on the District's share of contributions to the pension and OPEB plans relative to the projected contributions of all participating entities. Following is information related to the proportionate share:

	SERS	STRS	Total
Proportionate Share of the Net OPEB Liability (Asset)	\$941,224	(\$1,547,422)	
Proportion of the Net OPEB Liability -2025	0.0924131%	0.081580270%	
Proportion of the Net OPEB Liability -2024	0.0975859%	0.082963700%	
Percentage Change	<u>(0.0051728%)</u>	<u>(0.001383430%)</u>	
OPEB Expense	(\$140,393)	(\$323,991)	(\$464,384)

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements **For the Fiscal Year Ended June 30, 2025**

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

C. OPEB Liability (Asset), OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between expected and actual experience	\$0	\$67,275	\$67,275
Changes of assumptions	403,974	190,464	594,438
Net difference between projected and actual earnings on OPEB plan investments	4,596	0	4,596
Changes in proportionate share	79,457	8,136	87,593
District contributions subsequent to the measurement date	73,362	0	73,362
Total Deferred Outflows of Resources	<u>\$561,389</u>	<u>\$265,875</u>	<u>\$827,264</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$1,014,878	\$166,760	\$1,181,638
Changes of assumptions	432,366	697,879	1,130,245
Net difference between projected and actual earnings on OPEB plan investments	0	66,442	66,442
Changes in proportionate share	245,375	0	245,375
Total Deferred Inflows of Resources	<u>\$1,692,619</u>	<u>\$931,081</u>	<u>\$2,623,700</u>

\$73,362 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 ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Fiscal Year Ending June 30:			
2026	(\$265,067)	(\$235,205)	(\$500,272)
2027	(199,560)	(102,900)	(302,460)
2028	(167,613)	(132,029)	(299,642)
2029	(153,727)	(122,717)	(276,444)
2030	(152,345)	(99,104)	(251,449)
Thereafter	(266,280)	26,749	(239,531)
Total	<u>(\$1,204,592)</u>	<u>(\$665,206)</u>	<u>(\$1,869,798)</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

D. Actuarial Assumptions

School Employees Retirement System (SERS)

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

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

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

Key methods and assumptions used in calculating the total OPEB liability in the latest actuarial valuation, prepared as of June 30, 2024, are presented below:

Wage Inflation	2.40 percent
Future Salary Increases, including inflation	3.25 percent to 13.58 percent
Investment Rate of Return	7.00 percent net of investment expense, including inflation
Fiduciary Net Position is Expected to be Depleted	2059
Municipal Bond Index Rate:	
Measurement Date	3.93 percent
Prior Measurement Date	3.86 percent
Single Equivalent Interest Rate, net of plan investment expense, including price inflation	
Measurement Date	4.88 percent
Prior Measurement Date	4.27 percent
Medical Trend Assumption	
Measurement Date	7.00 to 4.40 percent
Prior Measurement Date	6.75 to 4.40 percent

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

D. Actuarial Assumptions (Continued)

Mortality rates were based on the PUB-2010 General Employee Amount Weight Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20% for males and set forward 2 years and adjusted 81.35% for females. Mortality among disable members were based upon the PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3% for males and set forward 3 years and adjusted 106.8% for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

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

The long-term expected rate of return on plan assets is reviewed as part of the actuarial five-year experience study. The most recent study covers fiscal years 2015 through 2020, and was adopted by the Board in 2021. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return, 7.00%, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The capital market assumptions developed by the investment consultant are intended for use over a 10-year horizon and may not be useful in setting the long-term rate of return for funding pension plans which covers a longer timeframe. The assumption is intended to be a long-term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

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LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

D. Actuarial Assumptions (Continued)

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class, as used in the June 30, 2020 five-year experience study, are summarized as follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
Cash	3.00%	0.97%
US Equity	22.00%	4.68%
Non-US Equity Developed	12.00%	4.96%
Non-US Equity Emerging	6.00%	5.66%
Fixed Income/Global Bonds	18.00%	2.38%
Private Equity	14.00%	7.10%
Real Estate	13.00%	3.64%
Infrastructure	7.00%	4.80%
Private Debt/Private Credit	5.00%	5.86%
Total	<u>100.00%</u>	

Discount Rate - The discount rate used to measure the total OPEB liability at June 30, 2024, was 4.88%. The discount rate used to measure the total OPEB liability prior to June 30, 2024, was 4.27%. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the contribution rate of 1.50% of projected covered payroll each year, which includes a 1.50% payroll surcharge and no contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to become insufficient to make all projected future benefit payments of current System members in 2059 by SERS actuaries. The Fidelity General Obligation 20-year Municipal Bond Index Rate is used in the determination of the SEIR for both the June 30, 2023 and the June 30, 2024 total OPEB liability. The Municipal Bond Index rate is the single rate that will generate a present value of benefit payments equal to the sum of the present value determined by the long-term expected rate of return, and the present value determined by discounting those benefits after the date of depletion. The Municipal Bond Index Rate is 3.93% at June 30, 2024 and 3.86% at June 30, 2023.

Sensitivity of the District's Proportionate Share of the Net OPEB Liability to Changes in the Discount and Health Care Cost Trend Rates – The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability of SERS, what SERS' net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.88%) and higher (5.88%) than the current discount rate (4.88%). Also shown is what SERS' net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (6.00% decreasing to 3.40%) and higher (8.00% decreasing to 5.40%) than the current rate.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements **For the Fiscal Year Ended June 30, 2025**

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

D. Actuarial Assumptions (Continued)

	1% Decrease (3.88%)	Current Discount Rate (4.88%)	1% Increase (5.88%)
School District's proportionate share of the net OPEB liability	\$1,255,087	\$941,224	\$691,815

	1% Decrease (6.00% Decreasing to 3.40%)	Current Trend Rate (7.00% Decreasing to 4.40%)	1% Increase (8.00% Decreasing to 5.40%)
School District's proportionate share of the net OPEB liability	\$636,232	\$941,224	\$1,342,110

State Teachers Retirement System (STRS)

The total OPEB liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

	June 30, 2024	June 30, 2023
Projected salary increases	Varies by service from 2.5 percent to 8.5 percent	Varies by service from 2.5 percent to 8.5 percent
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation	7.00 percent, net of investment expenses, including inflation
Payroll Increases	3 percent	3 percent
Discount Rate of Return	7.00 percent	7.00 percent
Health Care Cost Trends		
Medical		
Pre-Medicare	7.50 percent initial 3.94 percent ultimate	7.50 percent initial 4.14 percent ultimate
Medicare	(112.22) percent initial 3.94 percent ultimate	(10.94) percent initial 4.14 percent ultimate
Prescription Drug		
Pre-Medicare	8.00 percent initial 3.94 percent ultimate	(11.95) percent initial 4.14 percent ultimate
Medicare	(15.14) percent initial 3.94 percent ultimate	1.33 percent initial 4.14 percent ultimate

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

D. Actuarial Assumptions (Continued)

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

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

Actuarial assumptions used in the June 30, 2024 valuation are based on the results of the latest available actuarial experience study which is for the period July 1, 2015 through June 30, 2021.

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

<u>Asset Class</u>	<u>Target Allocation*</u>	<u>Long Term Expected Rate of Return**</u>
Domestic Equity	26.00 %	6.90 %
International Equity	22.00	7.70
Alternatives	19.00	9.10
Fixed Income	22.00	4.50
Real Estate	10.00	5.10
Liquidity Reserves	1.00	2.40
Total	<u>100.00 %</u>	

*Final target weights reflected at October 1, 2022.

**10-Year geometric nominal returns, which include the real rate of return and inflation of 2.40% and does not include investment expenses. Over a 30-year period, STRS' investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

Discount Rate - The discount rate used to measure the total OPEB liability was 7.00 percent as of June 30, 2024. The projection of cash flows used to determine the discount rate assumes STRS Ohio continues to allocate no employer contributions to the health care fund. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan assets of 7.00% was used to measure the total OPEB liability as of June 30, 2024.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

NOTE 12 - DEFINED BENEFIT OPEB PLANS (Continued)

D. Actuarial Assumptions (Continued)

Sensitivity of the District's Proportionate Share of the Net OPEB Liability (Asset) to Changes in the Discount and Health Care Cost Trend Rates – The net OPEB liability (asset) is sensitive to changes in the discount and health care cost trend rates. To illustrate the potential impact the following table presents the net OPEB liability (asset) calculated using the discount rate of 7.00 percent, as well as what the net OPEB liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent), or one percentage point higher (8.00 percent) than the current rate. Also shown is the net OPEB liability (asset) calculated using a health care cost trend rate this is one percentage point lower and one percentage point higher.

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net OPEB liability (asset)	(\$1,258,156)	(\$1,547,422)	(\$1,799,146)

	1% Decrease in Trend Rate	Current Trend Rate	1% Increase in Trend Rate
School District's proportionate share of the net OPEB liability (asset)	(\$1,816,150)	(\$1,547,422)	(\$1,224,242)

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LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 13 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS

Details of the changes in long-term debt and other long-term obligations of the District for the fiscal year ended June 30, 2025 are as follows:

		Balance June 30, 2024	Issued	(Retired)	Balance June 30, 2025	Due Within One Year
Governmental Activities:						
(General Obligation Bonds Payable)						
School Improvement						
Refunding Bonds 2016	2.00-3.00%	\$2,605,000	\$0	(\$840,000)	\$1,765,000	\$870,000
Premium on Refunding Bonds		93,049	0	(31,017)	62,032	0
Total General Obligation Bonds Payable		2,698,049	0	(871,017)	1,827,032	870,000
Loans Payable - Direct Borrowing	2.87-6.36%	1,511,487	1,464,379	(1,011,212)	1,964,654	972,758
Total Long-Term Debt		4,209,536	1,464,379	(1,882,229)	3,791,686	1,842,758
Leases Payable		39,616	0	(19,259)	20,357	20,357
SBITA Liability		266,380	28,080	(128,827)	165,633	76,006
Compensated Absences		2,896,700	126,722	0	3,023,422	677,721
Total Other Long-Term Liabilities		3,202,696	154,802	(148,086)	3,209,412	774,084
Total Governmental Activities		\$7,412,232	\$1,619,181	(\$2,030,315)	\$7,001,098	\$2,616,842
Business-Type Activities:						
Compensated Absences		\$61,642	\$3,010	\$0	\$64,652	\$13,491
Total Other Long-Term Liabilities		\$61,642	\$3,010	\$0	\$64,652	\$13,491

*June 30, 2024 compensated absences balance was restated due to implementation of GASB Statement 101. See note 3.

**The change in compensated absences liability is presented as a net change.

The original amounts of the General Obligation Bonds Payable of \$8,055,000 were used to finance the cost of building a new high school facility. The original amounts of the Loans Payable were \$2,500,000 to finance the cost of building a stadium, \$1,164,105 to finance the cost of modular classrooms in 2023, and \$1,464,379 to finance the cost of modular classrooms in 2025.

The District pays compensated absences from the General Fund and Food Services Fund (Enterprise Fund).

The District's net pension liability and net OPEB liability (asset) are described in Notes 11 and 12, respectively.

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LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

NOTE 13- LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

Principal and Interest Requirements

A summary of the District's future long-term debt funding requirements, including principal and interest payments as of June 30, 2025, follows:

Fiscal Years	General Obligation		Loans Payable	
	Bonds Payable			
	Principal	Interest	Principal	Interest
2026	\$870,000	\$39,900	\$972,758	\$92,677
2027	895,000	13,425	991,896	43,259
Totals	<u>\$1,765,000</u>	<u>\$53,325</u>	<u>\$1,964,654</u>	<u>\$135,936</u>

NOTE 14 - LEASE COMMITMENTS AND SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

A. Lease Commitments

The District leases several copiers. The cost of the equipment obtained under capital leases is \$91,375, the accumulated amortization is \$73,100 and the net book value is \$18,275. These are included in the Governmental Activities Capital Assets and the related liability is included in the Governmental Activities Long-Term Liabilities. Lease payments have been reclassified and are reflected as debt service expenditures paid out of the General Fund in the financial statements for the governmental funds. These expenditures are reflected as function expenditures on the budgetary statement.

The following is a schedule of the future minimum lease payments under the leases as of June 30, 2025:

Fiscal Years	Governmental Activities		
	Principal	Interest	Total
2025	<u>\$20,357</u>	<u>\$619</u>	<u>\$20,976</u>
Totals	<u>\$20,357</u>	<u>\$619</u>	<u>\$20,976</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

NOTE 14 - LEASE COMMITMENTS AND SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS (Continued)

B. Subscription Based Information Technology Arrangements

The District is in several contracts for the right to use information technology software for various instructional and financial purposes. The contracts range from two to five years. SBITA payments have been reclassified and are reflected as debt service expenditures paid out of the General Fund in the financial statements for the governmental funds. These expenditures are reflected as function expenditures on the budgetary statement.

The following is a schedule of the future minimum SBITA payments as of June 30, 2025:

Fiscal Years	Governmental Activities		
	Principal	Interest	Total
2026	\$76,006	\$9,282	\$85,288
2027	79,807	4,482	84,289
2028	9,820	491	10,311
Totals	<u>\$165,633</u>	<u>\$14,255</u>	<u>\$179,888</u>

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LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 15 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; natural disasters; and injuries to employees. During fiscal year 2025 the District contracted with insurance providers for various insurance coverages, as follows:

Insurance Provider	Coverage	Deductible	Aggregate
		\$2,500/Comprehensive	
Liberty Mutual Insurance	Fleet Insurance	\$2,500/Collision	\$1,000,000
Liberty Mutual Insurance	Buildings and Contents	\$5,000	\$112,608,238
Liberty Mutual Insurance	School District Liability (\$1,000,000 per occurrence)	\$0	\$2,000,000
Liberty Mutual Insurance	School Leaders Errors and Omissions	\$5,000	\$1,000,000
Liberty Mutual Insurance	Law Enforcement Legal Liability	\$5,000	\$1,000,000
Liberty Mutual Insurance	Employee Benefits Liability (\$1,000,000 per occurrence)	\$1,000	\$3,000,000
Liberty Mutual Insurance	Umbrella Policy	\$0	\$3,000,000
Liberty Mutual Insurance	Cyber Liability	\$10,000	\$500,000
Employers Insurance Company of Wausau	Employee Dishonesty	\$500	\$100,000
Travelers Casualty & Surety Co. of America	Employee Bond	\$0	\$100,000

There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, settled claims resulting from these risks have not exceeded commercial insurance coverages in any of the past three fiscal years.

Pool -The Ohio SchoolComp Workers' Compensation Group Retrospective Rating Program - The Ohio SchoolComp Workers' Compensation Group Retrospective Rating Program (Program) is a shared risk pool among school districts in Ohio. Section 4123.29, Ohio Revised Code, permits the establishment of employer group retrospective rating plans for workers' compensation rating purposes. The Program is administered by the Ohio School Board Association (OSBA) and Ohio Association of School Business Officials. The Program, a Bureau of Workers' Compensation certified sponsor, established the program based upon guidelines set forth by the Bureau of Workers' Compensation (BWC). The Program created a group of school districts that will practice effective workplace safety and claims management to achieve lower premiums for workers compensation coverage than they would individually. The participating school districts continue to pay their own premiums and have the opportunity to receive retrospective premium adjustments based upon the combined performance of the group. Depending upon that performance, the participating school districts can receive either a premium refund or an assessment levied by BWC. The Program's third party administrator (TPA), Sedwick, provides administrative, cost-control, and actuarial services to the Program. The cost of the TPA will be paid by each school district in proportion to its payroll to the total payroll of the group.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 16 - JOINTLY GOVERNED ORGANIZATIONS

A. Licking Area Computer Association

The District is a participant in the Licking Area Computer Association (LACA) which is one of eighteen Information Technology Centers (ITC's) in the State of Ohio that makes up the Ohio Education Computer Network (OECN). LACA is a non-profit K-12 consortium, owned and governed by the schools it serves. LACA services eighteen school districts, educational service centers, community schools, and nonpublic schools within the boundaries of Licking, Muskingum, Fairfield, Perry, and Knox Counties. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. Today, services provided include internet access, email, accounting and payroll, teacher gradebooks, student administrative software, special education software, EMIS reporting, library resources, video distance learning, hosted servers, offsite backup services, wireless, IP telephones, and IP security cameras. The continued existence of LACA is not dependent on the District's continued participation and no equity interest exists. The LACA constitution states that any school district withdrawing from the Association prior to dissolution forfeits their claim to the Association's capital assets. The District paid LACA \$148,862 for services provided during the year. LACA reorganized as a regional council of governments (COG) effective July 1, 2020. Financial information can be obtained from their fiscal agent, the Career and Technology Education Centers of Licking County, Treasurer, at 150 Price Road, Newark, Ohio 43055.

B. Metropolitan Educational Technology Association

The District participates in the Metropolitan Educational Technology Association (META), a jointly governed organization created as a regional council of governments pursuant to Chapter 167 of the Ohio Revised Code. META operates as, and has all the powers of, a data acquisition site/information technology center pursuant to applicable provisions of the Ohio Revised Code. The organization was formed for the purpose of identifying, developing, and providing to members and non-members innovative educational and technological services and products, as well as expanded opportunities for cooperative purchasing. The General Assembly of META consists of one delegate from every member school district. The delegate is the superintendent of the school district or the superintendent's designee. The degree of control exercised by any participating school district is limited to its representation on the General Assembly. The General Assembly exercises total control over the operation of META including budgeting, appropriating, contracting, and designating management. The District paid \$1,140 to META during fiscal year 2025 for services. META memberships became free effective July 1, 2017. Financial information can be obtained from Metropolitan Educational Technology Association, 2100 Citygate Drive, Columbus, Ohio 43219.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 17 – SIGNIFICANT COMMITMENTS

The District utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year end may be reported as part of restricted, committed, or assigned classifications of fund balance. Significant encumbrances outstanding at fiscal year-end in the General Fund are \$605,928 and in Other Governmental Funds are \$150,957.

NOTE 18 – STATUTORY RESERVES

The District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the acquisition and construction of capital improvements. Amounts not spent by year end or offset by similarly restricted resources received during the year must be held in cash at year end and carried forward to be used for the same purposes in future years. During the fiscal year ended June 30, 2025, the reserve activity (cash-basis) was as follows:

	Capital Acquisition Reserve
Set-aside Cash Balance as of June 30, 2024	\$0
Current Year Set-Aside Requirement	391,490
Current Year Qualifying Expenditures	(1,918,290)
Total	(\$1,526,800)
Set-aside Cash Balance Carried Forward to FY 2026	\$0

The District had qualifying expenditures during the fiscal year that reduced the capital improvements set-aside amounts below zero. Actual capital expenditures in excess of current year or accumulated set-aside requirements from the capital acquisition reserve may not be carried forward to offset future years' capital acquisition reserve set-aside requirements.

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LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2025

NOTE 19 - CONTINGENCIES

A. Grants

The District receives financial assistance from federal agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability. However, the effect of any such disallowed claims on the overall financial position of the District at June 30, 2025, if applicable, cannot be determined at this time.

B. Litigation

The District is not a party to legal proceedings which seek damages or injunctive relief generally incidental to its operations and pending projects as of June 30, 2025.

LAKEWOOD LOCAL SCHOOL DISTRICT

***R*_{REQUIRED} *S*_{SUPPLEMENTARY} *I*_{INFORMATION}**

LAKEWOOD LOCAL SCHOOL DISTRICT

Required Supplementary Information
Schedule of District's Proportionate Share of the Net Pension Liability
Last Ten Fiscal Years

State Teachers Retirement System

	2016	2017	2018	2019
District's proportion of the net pension liability	0.08835719%	0.08812947%	0.08924790%	0.08971837%
District's proportionate share of the net pension liability	\$24,419,343	\$29,499,590	\$21,201,030	\$19,727,055
District's covered payroll	\$9,214,014	\$9,486,993	\$9,588,993	\$10,514,914
District's proportionate share of the net pension liability as a percentage of its covered payroll	265.02%	310.95%	221.10%	187.61%
Plan fiduciary net position as a percentage of the total pension liability	72.10%	66.80%	75.30%	77.30%

Source: District Treasurer's Office and State Teachers Retirement System

School Employees Retirement System

	2016	2017	2018	2019
District's proportion of the net pension liability	0.0883081%	0.0909524%	0.0866878%	0.0933341%
District's proportionate share of the net pension liability	\$5,038,946	\$6,656,876	\$5,179,405	\$5,345,417
District's covered payroll	\$2,825,789	\$2,824,043	\$2,896,536	\$3,005,570
District's proportionate share of the net pension liability as a percentage of its covered payroll	178.32%	235.72%	178.81%	177.85%
Plan fiduciary net position as a percentage of the total pension liability	69.16%	62.98%	69.50%	71.36%

Source: District Treasurer's Office and School Employees Retirement System

Notes: Amounts presented as of the District's measurement date which is the prior year end.

See accompanying notes to the required supplementary information

LAKEWOOD LOCAL SCHOOL DISTRICT

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
0.09000007%	0.08787574%	0.086700365%	0.084910430%	0.082963700%	0.081580270%
\$19,902,975	\$21,262,802	\$11,085,421	\$18,875,695	\$17,866,181	\$15,697,362
\$10,927,036	\$10,853,707	\$10,617,586	\$11,234,936	\$11,094,736	\$11,364,029
182.14%	195.90%	104.41%	168.01%	161.03%	138.13%
77.40%	75.48%	87.78%	78.88%	80.02%	82.55%

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
0.0948448%	0.0969395%	0.10156210%	0.09820660%	0.09492250%	0.09092130%
\$5,674,731	\$6,411,783	\$3,747,347	\$5,311,777	\$5,244,959	\$4,651,167
\$3,384,859	\$3,395,600	\$3,455,279	\$3,668,500	\$3,765,793	\$3,810,221
167.65%	188.83%	108.45%	144.79%	139.28%	122.07%
70.85%	68.55%	82.86%	75.82%	76.06%	78.52%

LAKEWOOD LOCAL SCHOOL DISTRICT

***Required Supplementary Information
Schedule of District's Pension Contributions
Last Ten Fiscal Years***

State Teachers Retirement System

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Contractually required contribution	\$1,328,179	\$1,342,459	\$1,472,088	\$1,529,785
Contributions in relation to the contractually required contribution	<u>1,328,179</u>	<u>1,342,459</u>	<u>1,472,088</u>	<u>1,529,785</u>
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
District's covered payroll	\$9,486,993	\$9,588,993	\$10,514,914	\$10,927,036
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%

Source: District Treasurer's Office and State Teachers Retirement System

School Employees Retirement System

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Contractually required contribution	\$395,366	\$405,515	\$405,752	\$456,956
Contributions in relation to the contractually required contribution	<u>395,366</u>	<u>405,515</u>	<u>405,752</u>	<u>456,956</u>
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
District's covered payroll	\$2,824,043	\$2,896,536	\$3,005,570	\$3,384,859
Contributions as a percentage of covered payroll	14.00%	14.00%	13.50%	13.50%

Source: District Treasurer's Office and School Employees Retirement System

See accompanying notes to the required supplementary information

LAKEWOOD LOCAL SCHOOL DISTRICT

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$1,519,519	\$1,486,462	\$1,572,891	\$1,553,263	\$1,590,964	\$1,683,244
<u>1,519,519</u>	<u>1,486,462</u>	<u>1,572,891</u>	<u>1,553,263</u>	<u>1,590,964</u>	<u>1,683,244</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$10,853,707	\$10,617,586	\$11,234,936	\$11,094,736	\$11,364,029	\$12,023,171
14.00%	14.00%	14.00%	14.00%	14.00%	14.00%

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$475,384	\$483,739	\$513,590	\$527,211	\$533,431	\$530,612
<u>475,384</u>	<u>483,739</u>	<u>513,590</u>	<u>527,211</u>	<u>533,431</u>	<u>530,612</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$3,395,600	\$3,455,279	\$3,668,500	\$3,765,793	\$3,810,221	\$3,790,086
14.00%	14.00%	14.00%	14.00%	14.00%	14.00%

LAKEWOOD LOCAL SCHOOL DISTRICT

Required Supplementary Information

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

Last Nine Fiscal Years

State Teachers Retirement System

Fiscal Year	2017	2018	2019	2020
District's proportion of the net OPEB liability (asset)	0.08812947%	0.08924790%	0.08971837%	0.09000007%
District's proportionate share of the net OPEB liability (asset)	\$4,713,187	\$3,482,124	(\$1,441,683)	(\$1,490,617)
District's covered payroll	\$9,486,993	\$9,588,993	\$10,514,914	\$10,927,036
District's proportionate share of the net OPEB liability (asset) as a percentage of its covered payroll	49.68%	36.31%	(13.71%)	(13.64%)
Plan fiduciary net position as a percentage of the total OPEB liability	37.30%	47.10%	176.00%	174.74%

Source: District Treasurer's Office and State Teachers Retirement System

School Employees Retirement System

Fiscal Year	2017	2018	2019	2020
District's proportion of the net OPEB liability	0.09147650%	0.08776140%	0.09407590%	0.09691010%
District's proportionate share of the net OPEB liability	\$2,607,419	\$2,355,285	\$2,609,920	\$2,437,085
District's covered payroll	\$2,824,043	\$2,896,536	\$3,005,570	\$3,384,859
District's proportionate share of the net OPEB liability as a percentage of its covered payroll	92.33%	81.31%	86.84%	72.00%
Plan fiduciary net position as a percentage of the total OPEB liability	11.49%	12.46%	13.57%	15.57%

Source: District Treasurer's Office and School Employees Retirement System

Notes: The District implemented GASB Statement 75 in 2018.

The schedule is intended to show ten years of information. Additional years will be displayed as they become available. Information prior to 2017 is not available.

The schedule is reported as of the measurement date of the Net OPEB Liability (Asset), which is the prior year end.

See accompanying notes to the required supplementary information

LAKEWOOD LOCAL SCHOOL DISTRICT

<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
0.08787574%	0.086700365%	0.084910430%	0.082963700%	0.081580270%
(\$1,544,414)	(\$1,828,007)	(\$2,198,614)	(\$1,613,529)	(\$1,547,422)
\$10,853,707	\$10,617,586	\$11,234,936	\$11,094,736	\$11,364,029
(14.23%)	(17.22%)	(19.57%)	(14.54%)	(13.62%)
182.13%	174.73%	230.73%	168.52%	158.01%
<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
0.10056460%	0.10446130%	0.10057280%	0.09758590%	0.09241310%
\$2,185,598	\$1,977,016	\$1,412,053	\$1,607,674	\$941,224
\$3,395,600	\$3,455,279	\$3,668,500	\$3,765,793	\$3,810,221
64.37%	57.22%	38.49%	42.69%	24.70%
18.17%	24.08%	30.34%	30.02%	44.50%

LAKEWOOD LOCAL SCHOOL DISTRICT

***Required Supplementary Information
Schedule of District's Other Postemployment Benefit (OPEB) Contributions
Last Ten Fiscal Years***

State Teachers Retirement System

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Contractually required contribution	\$0	\$0	\$0	\$0
Contributions in relation to the contractually required contribution	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
District's covered payroll	\$9,486,993	\$9,588,993	\$10,514,914	\$10,927,036
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%

Source: District Treasurer's Office and State Teachers Retirement System

School Employees Retirement System

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Contractually required contribution	\$43,311	\$46,876	\$63,138	\$74,728
Contributions in relation to the contractually required contribution	<u>43,311</u>	<u>46,876</u>	<u>63,138</u>	<u>74,728</u>
Contribution deficiency (excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
District's covered payroll	\$2,824,043	\$2,896,536	\$3,005,570	\$3,384,859
Contributions as a percentage of covered payroll	1.53%	1.62%	2.10%	2.21%

Source: District Treasurer's Office and School Employees Retirement System

Notes: The District implemented GASB Statement 75 in 2018.

See accompanying notes to the required supplementary information

LAKEWOOD LOCAL SCHOOL DISTRICT

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$10,853,707	\$10,617,586	\$11,234,936	\$11,094,736	\$11,364,029	\$12,023,171
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$64,466	\$65,894	\$66,476	\$70,853	\$65,082	\$73,362
64,466	65,894	66,476	70,853	65,082	73,362
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$3,395,600	\$3,455,279	\$3,668,500	\$3,765,793	\$3,810,221	\$3,790,086
1.90%	1.91%	1.81%	1.88%	1.71%	1.94%

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Required Supplementary Information For the Fiscal Year Ended June 30, 2025

NET PENSION LIABILITY

SERS

Changes in benefit terms – For fiscal years 2019 through 2025, there were no changes to benefit terms.

For fiscal year 2018, the following were the most significant changes in benefits that affected the total pension liability since the prior measurement date:

- The cost-of-living adjustment was changed from a fixed 3.00 percent to a cost-of-living adjustment that is indexed to CPI-W not greater than 2.5 percent with a floor of 0 percent beginning January 1, 2018. In addition, with the authority granted the Board under HB 49, the Board has enacted a three-year COLA suspension for benefit recipients in calendars 2018, 2019, and 2020.

There were no changes to benefit terms for fiscal years 2016 through 2017.

Changes in assumptions

For fiscal years 2024 and 2025 there were no changes in assumptions.

For fiscal year 2023, the following changes were made to the actuarial assumptions as identified. These new assumptions compared with those used in fiscal year 2022 and prior are presented below:

- Cost of living adjustment was increased from 2.00% to 2.50%.

For fiscal year 2022, the following changes were made to the actuarial assumptions as identified. These new assumptions compared with those used in fiscal year 2021 and prior are presented below:

- Assumed rate of inflation was reduced from 3.00% to 2.40%
- Payroll growth assumption was reduced from 3.50% to 1.75%
- Assumed real wage growth was increased from 0.50% to 0.85%
- Cost-of-Living-Adjustments was reduced from 2.50% to 2.00%
- The discount rate was reduced from 7.50% to 7.00%
- Rates of withdrawal, compensation, participation, spouse coverage assumption, retirement and disability were updated to reflect recent experience.
- Mortality among active members was updated to the following:
 - PUB-2010 General Amount Weighted Below Median Employee mortality table. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.
- Mortality among service retired members was updated to the following:
 - PUB-2010 General Employee Weighted Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20% for males and set forward 2 years and adjusted 81.35% for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.
- Mortality among contingent survivors was updated to the following:
 - PUB-2010 General Amount Weighted Below Median Contingent Survivor mortality table projected to 2017 with ages set forward 1 year and adjusted 105.5% for males and adjusted 122.5% for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Required Supplementary Information For the Fiscal Year Ended June 30, 2025

NET PENSION LIABILITY (Continued)

SERS (Continued)

- Mortality among disabled members was updated to the following:
 - PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3% for males and set forward 3 years and adjusted 106.8% for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

For fiscal years 2021, 2020, and 2019 there were no changes in assumptions.

For fiscal year 2018, the following changes were made to the actuarial assumptions as identified. These new assumptions compared with those used in fiscal year 2017 and prior are presented below:

- Assumed rate of inflation was reduced from 3.25% to 3.00%
- Payroll Growth Assumption was reduced from 4.00% to 3.50%
- Assumed real wage growth was reduced from 0.75% to 0.50%
- Rates of withdrawal, retirement and disability were updated to reflect recent experience.
- Mortality among active members was updated to the following:
 - RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females. The above rates represent the base rates used.
- Mortality among service retired members, and beneficiaries was updated to the following:
 - RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates.
- Mortality among disable member was updated to the following:
 - RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement.

There were no changes in assumptions for fiscal years 2016 through 2017.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Required Supplementary Information For the Fiscal Year Ended June 30, 2025

NET PENSION LIABILITY (Continued)

STRS

Changes in benefit terms – For fiscal years 2025 through 2019, there were no changes to benefit terms. For fiscal year 2018, the cost of living adjustment (COLA) was reduced to 0 percent effective July 1, 2017. There were no changes to benefit terms for fiscal years 2016 through 2017.

Changes in assumptions

For fiscal year 2023, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date:

- Total salary increase rates were lowered to a range of 2.5 percent to 8.5 percent.
- Updated the health and disability mortality assumptions to the Pub-2010 Teachers Healthy Annuitant Mortality Table projected forward generationally using mortality improvement scale MP-2020.
- Demographic assumptions were modified to reflect the June 30, 2021 experience study.

In fiscal year 2022 the investment return was lowered from 7.45 percent to 7.00 percent. For fiscal year 2021, 2020, and 2019, there were no changes in assumptions. For fiscal year 2018, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date:

- Inflation assumptions were lowered from 2.75 percent to 2.50 percent.
- Investment return assumptions were lowered from 7.75 percent to 7.45 percent.
- Total salary increases rates were lowered by decreasing merit component of the individual salary increases, as well as by 0.25 percent due to lower inflation.
- Payroll growth assumptions were lowered to 3.00 percent.
- Updated the health and disability mortality assumption to the RP-2014 mortality tables with generational improvement scale MP-2016.
- Rates of retirement, termination and disability were modified to better reflect anticipated future experience.

There were no changes in assumptions for fiscal years 2016 to 2017, and 2024 to 2025.

NET OPEB LIABILITY (ASSET)

SERS

Changes in benefit terms – There were no changes to benefit terms for fiscal years 2025 - 2018.

Changes in assumptions

For fiscal year 2025, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

The discount rate was changed from 4.27% to 4.88%.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Required Supplementary Information For the Fiscal Year Ended June 30, 2025

NET OPEB LIABILITY (ASSET) (Continued)

SERS (Continued)

For fiscal year 2024, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The discount rate was changed from 4.08% to 4.27%

For fiscal year 2023, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The discount rate was changed from 2.27% to 4.08%

For fiscal year 2022, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The discount rate was changed from 2.63% to 2.27%
- The investment rate of return was reduced from 7.50% to 7.00%
- Assumed rate of inflation was reduced from 3.00% to 2.40%
- Payroll Growth Assumption was reduced from 3.50% to 1.75%
- Assumed real wage growth was increased from 0.50% to 0.85%
- Rates of withdrawal, retirement and disability were updated to reflect recent experience
- Rate of health care participation for future retirees and spouses was updated to reflect recent experience
- Mortality among active members was updated to the following:
 - PUB-2010 General Amount Weighted Below Median Employee mortality table.
- Mortality among service retired members was updated to the following:
 - PUB-2010 General Employee Amount Weighted Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20% for males and set forward 2 years and adjusted 81.35% for females.
- Mortality among beneficiaries was updated to the following:
 - PUB-2010 General Amount Weighted Below Median Contingent Survivor mortality table projected to 2017 with ages set forward 1 year and adjusted 105.5% for males and adjusted 122.5% for females.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Required Supplementary Information For the Fiscal Year Ended June 30, 2025

NET OPEB LIABILITY (ASSET) (Continued)

SERS (Continued)

- Mortality among disabled member was updated to the following:
 - PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3% for males and set forward 3 years and adjusted 106.8% for females.
- Mortality rates are projected using a fully generational projection with Scale MP-2020.

For fiscal year 2021, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The municipal bond index rate decreased from 3.13 percent to 2.45 percent.
- The single equivalent interest rate, net of plan investment expense, including price inflation decreased from 3.22 percent to 2.63 percent.

For fiscal year 2020, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The municipal bond index rate decreased from 3.62 percent to 3.13 percent.
- The single equivalent interest rate, net of plan investment expense, including price inflation decreased from 3.70 percent to 3.22 percent.
- The medical trend assumption rate changed as follows:
 - Medicare – 2019 – 5.375 to 4.75 percent, 2020 – 5.25 to 4.75 percent
 - Pre-Medicare – 2019 – 7.25 to 4.75 percent, 2020 – 7.00 to 4.75

For fiscal year 2019, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The discount rate was changed from 3.63 percent to 3.70 percent.
- The municipal bond index rate increased from 3.56 percent to 3.62 percent.
- The single equivalent interest rate, net of plan investment expense, including price inflation increased from 3.63 percent to 3.70 percent.
- The medical trend assumption rate changed as follows:
 - Medicare – 2018 – 5.50 to 5.00 percent, 2019 – 5.375 to 4.75 percent
 - Pre-Medicare – 2018 – 7.50 to 5.00 percent, 2019 – 7.25 to 4.75

For fiscal year 2018, the following was the most significant change of assumptions that affected the total OPEB liability since the prior measurement date:

- The discount rate was increased from 2.98 percent to 3.63 percent.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Required Supplementary Information For the Fiscal Year Ended June 30, 2025

NET OPEB LIABILITY (ASSET) (Continued)

SERS (Continued)

For fiscal year 2017, the following was the most significant change of assumptions that affected the total OPEB liability since the prior measurement date:

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

STRS

Changes in benefit terms

There were no changes in benefit terms for fiscal year 2025.

For fiscal year 2024 the following was the most significant change in benefit terms that affected the total OPEB liability since the prior measurement date:

- The non-Medicare subsidy percentage was increased from 2.2% to 2.5%.

For fiscal year 2023 the following was the most significant change in benefit terms that affected the total OPEB liability since the prior measurement date:

- Salary increase rates were updated based on the actuarial experience study for the period July 1, 2015 through June 30, 2021 and were changed from age based to service based.

For fiscal year 2022 the following was the most significant change in benefit terms that affected the total OPEB liability since the prior measurement date:

- The non-Medicare subsidy percentage was increased effective January 1, 2022 from 2.055% to 2.100%. The non-Medicare frozen subsidy base premium was increased effective January 1, 2022. The Medicare Part D subsidy was updated to reflect it is expected to be negative in CY2022. The Part B monthly reimbursement elimination date was postponed indefinitely.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Required Supplementary Information For the Fiscal Year Ended June 30, 2025

NET OPEB LIABILITY (ASSET) (Continued)

STRS (Continued)

For fiscal year 2021 the following was the most significant change in benefit terms that affected the total OPEB liability since the prior measurement date:

- The non-Medicare subsidy percentage was increased effective January 1, 2021 from 1.984% to 2.055% per year of service. The non-Medicare frozen subsidy base premium was increased effective January 1, 2021. The Medicare subsidy percentages were adjusted effective January 1, 2021 to 2.1% for the AMA Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed indefinitely.

For fiscal year 2020, the following was the most significant change in benefit terms that affected the total OPEB liability since the prior measurement date:

- The non-Medicare subsidy percentage was increased effective January 1, 2020 from 1.944% to 1.984% per year of service. The non-Medicare frozen subsidy base premium was increased effective January 1, 2020. The Medicare subsidy percentages were adjusted effective January 1, 2021 to 2.1% for the Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed to January 1, 2021.

For fiscal year 2019, the following was the most significant change in benefit terms that affected the total OPEB liability since the prior measurement date:

- The subsidy multiplier for non-Medicare benefit recipients increased from 1.9 percent to 1.944 percent per year of service effective January 1, 2019. The non-Medicare frozen subsidy base premium increased effective January 1, 2019 and all remaining Medicare Part B premium reimbursements were scheduled to be discontinued beginning January 1, 2020, though the STRS Board voted in June 2019 to extend the current Medicare Part B partial reimbursement for one year.

For fiscal year 2018, STRS has the following changes in benefit terms since the previous measurement date:

- The HealthSpan HMO plans were eliminated.
- The subsidy multiplier for non-Medicare benefit recipients was reduced to 1.9 percent per year of service from 2.1 percent.
- Medicare Part B premium reimbursements were discontinued for survivors and beneficiaries who were age 65 by 2008 and either receiving a benefit or named as a beneficiary as of January 1, 2008.
- The remaining Medicare Part B premium reimbursements will be phased out over a three-year period.

There were no changes to benefit terms for fiscal year 2017.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Required Supplementary Information For the Fiscal Year Ended June 30, 2025

NET OPEB LIABILITY (ASSET) (Continued)

STRS (Continued)

Changes in assumptions

For fiscal year 2025 the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The health care trend assumption rate changed as follows:
 - Medical Medicare – from (10.94) percent initial, 4.14 percent ultimate, to (112.22) percent initial, 3.94 percent ultimate
 - Medical Pre-Medicare – from 7.50 percent initial, 4.14 percent ultimate to 7.50 percent initial, 3.94 percent ultimate
 - Prescription Drug Medicare – from 1.33 percent initial, 4.14 percent ultimate to (15.14) percent initial, 3.94 percent ultimate
 - Prescription Drug Pre-Medicare – from (11.95) percent, 4.14 percent ultimate, to 8.00 percent initial, 3.94 percent ultimate.

For fiscal year 2024 the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The health care trend assumption rate changed as follows:
 - Medical Medicare – from (68.78) percent initial, 3.94 percent ultimate, to (10.94) percent initial, 4.14 percent ultimate
 - Medical Pre-Medicare – from 7.50 percent initial, 3.94 percent ultimate to 7.50 percent initial, 4.14 percent ultimate
 - Prescription Drug Medicare – from (5.47) percent initial, 3.94 percent ultimate to 1.33 percent initial, 4.14 percent ultimate
 - Prescription Drug Pre-Medicare – from 9.00 percent, 3.94 percent ultimate, to (11.95) percent initial, 4.14 percent ultimate.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Required Supplementary Information For the Fiscal Year Ended June 30, 2025

NET OPEB LIABILITY (ASSET) (Continued)

STRS (Continued)

For fiscal year 2023 the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The health care trend assumption rate changed as follows:
 - Medical Medicare – from (16.18) percent initial, 4 percent ultimate, to (68.78) percent initial, 3.94 percent ultimate
 - Medical Pre-Medicare – from 5.00 percent initial, 4 percent ultimate to 7.50 percent initial, 3.94 percent ultimate
 - Prescription Drug Medicare – from 29.98 percent initial, 4 percent ultimate to (5.47) percent initial, 3.94 percent ultimate
 - Prescription Drug Pre-Medicare – from 6.50 percent, 4 percent ultimate, to 9.00 initial, 3.94 percent ultimate

Updated the health and disability mortality assumption to the PUB-2010 mortality tables with generational improvement scale MP-2020.

For fiscal year 2022 the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The health care trend assumption rate changed as follows:
 - Medical Medicare – from (6.69) percent to (16.18) percent initial, 4 percent ultimate
 - Prescription Drug Medicare – from 11.87 percent to 29.98 percent initial, 4 percent ultimate
- The investment return was lowered from 7.45 percent to 7.00 percent.

For fiscal year 2021 the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The health care trend assumption rate changed as follows:
 - Medical Medicare – from 4.93 percent to (6.69) percent initial, 4 percent ultimate
 - Medical Pre-Medicare – from 5.87 percent to 5.00 percent initial, 4 percent ultimate
 - Prescription Drug Medicare – from 9.62 percent to 11.87 percent initial, 4 percent ultimate
 - Prescription Drug Pre-Medicare – from 7.73 percent to 6.50 initial, 4 percent ultimate

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Required Supplementary Information For the Fiscal Year Ended June 30, 2025

NET OPEB LIABILITY (ASSET) (Continued)

STRS (Continued)

For fiscal year 2020, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The health care trend assumption rate changed as follows:
 - Medical Medicare – from 6 percent to 4.93 percent initial, 4 percent ultimate
 - Medical Pre-Medicare – from 5 percent to 5.87 percent initial, 4 percent ultimate
 - Prescription Drug Medicare – from 8 percent to 9.62 percent initial, 4 percent ultimate
 - Prescription Drug Pre-Medicare – from -5.23 percent to 7.73 initial, 4 percent ultimate

For fiscal year 2019, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The discount rate increased from a 4.13 percent blended discount rate to 7.45 percent.
- The health care trend assumption rate changed from 6 to 11 percent initial, 4.5 percent ultimate to:
 - Medical Medicare – 6 percent initial, 4 percent ultimate
 - Medical Pre-Medicare – 5 percent initial, 4 percent ultimate
 - Prescription Drug Medicare – 8 percent initial, 4 percent ultimate
 - Prescription Drug Pre-Medicare – -5.23 percent initial, 4 percent ultimate

For fiscal year 2018, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date:

- The discount rate was increased from 3.26 percent to 4.13 percent based on the methodology defined under GASB 74.
- The long-term rate of return was reduced to 7.45 percent.
- Valuation-year per capita health costs were updated.
- The percentage of future retirees electing each option was updated based on current data.
- The assumed future trend rates were modified.
- Decrement rates including mortality, disability, retirement, and withdrawal were modified.
- The assumed percentage of future disabled retirees assumed to elect health coverage was decreased from 84 percent to 65 percent, and the assumed percentage of terminated vested participants assumed to elect health coverage at retirement was decreased from 47 percent to 30 percent.
- The assumed salary scale was modified.

There were no changes in assumptions for fiscal year 2017.



LAKEWOOD LOCAL SCHOOL DISTRICT

***C*OMBINING AND *I*NDIVIDUAL *F*UND
*S*TATEMENTS AND *S*CHEDULES**

***T*HE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS.**

LAKEWOOD LOCAL SCHOOL DISTRICT

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than amounts relating to private purpose trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Public School Support Fund

To account for specific local revenue sources, other than taxes that are restricted to expenditures for specified purposes, curricular and extracurricular, approved by board resolutions. (The Balance Sheet and Statement of Revenues, Expenditures and Changes in Fund Balances are not presented because this fund is reported as part of the General Fund on a GAAP basis.)

Other Grant Fund

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

Student Managed Activity Fund

To account for student activity programs which have student participation in the activity and have student management of the programs.

Student Activity Fund

To account for student activity programs which have student participation in the activity, but do not have student management of the programs. Typically this includes athletic programs, band, chorus, yearbook and other similar types of activities.

Early Childhood Education Fund

To account for state grants received to be used for preschool programs for three and four year olds

Data Communications Fund

To account for monies received for the maintenance of the Ohio Educational Computer Network connections. (The Balance Sheet is not presented because there are no assets or liabilities at fiscal year-end.)

Miscellaneous State Grants Fund

To account for various monies from State agencies which are not classified elsewhere.

Elementary/Secondary School Emergency Relief Fund

To account for federal monies received to address the impact COVID-19 had and continues to have on elementary and secondary schools.

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

Nonmajor Governmental Funds

Special Revenue Funds

Special Education Part B-IDEA Fund

To account for federal monies received in providing an appropriate public education to all children with disabilities.

Title I-School Improvement Fund

To account for federal revenues received to be used to help improve the teaching and learning of children failing, or most at risk of failing to meet challenging State academic achievement standards. (The Balance Sheet is not presented because there are no assets or liabilities at fiscal year-end.)

Title III-Limited English Proficiency Fund

To account for federal monies received which are used to improve the education of English Learners by helping them learn English and meet challenging State academic content and student academic achievement standards.

Title I Fund

To account for federal revenues received to meet the special needs of educationally deprived children.

Title IV-A Student Support and Academic Enrichment Fund

To account for federal grant revenue to be used to provide all students with access to a well-rounded education, improve school conditions for student learning and improve the use of technology in order to improve academic achievement and digital literacy of all students.

IDEA Preschool Grant for Handicapped Fund

To account for federal revenue funds to be used for the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

Title II-A Fund

To account for federal monies received which are used to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants Fund

To account for various monies from Federal agencies which are not classified elsewhere. (The Balance Sheet is not presented because there are no assets or liabilities at fiscal year-end.)

LAKEWOOD LOCAL SCHOOL DISTRICT

Nonmajor Governmental Funds

Capital Projects Fund

The Capital Projects Fund is used to account for the financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary or trust funds.

Capital Projects Fund

To account for the accumulation of funds for one or more capital projects.



LAKEWOOD LOCAL SCHOOL DISTRICT

Combining Balance Sheet Nonmajor Governmental Funds June 30, 2025

	Other Grant	Student Managed Activity	Student Activity
Assets:			
Cash and Cash Equivalents	\$ 61,453	\$ 23,902	\$ 69,450
Cash with Fiscal Agent	0	0	0
Receivables:			
Intergovernmental	0	0	0
Prepaid Items	0	0	0
Total Assets	\$ 61,453	\$ 23,902	\$ 69,450
Liabilities:			
Accounts Payable	\$ 26	\$ 0	\$ 0
Accrued Wages and Benefits	0	0	0
Intergovernmental Payable	0	0	0
Retainage Payable	0	0	0
Interfund Loans Payable	0	0	0
Total Liabilities	26	0	0
Deferred Inflows of Resources:			
Unavailable Revenue	0	0	0
Total Deferred Inflows of Resources	0	0	0
Fund Balances:			
Nonspendable	0	0	0
Restricted	61,427	23,902	69,450
Assigned	0	0	0
Unassigned	0	0	0
Total Fund Balances (Deficit)	61,427	23,902	69,450
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 61,453	\$ 23,902	\$ 69,450

LAKEWOOD LOCAL SCHOOL DISTRICT

Early Childhood Education	Miscellaneous State Grants	Elementary/Secondary School Emergency Relief	Special Education Part B-IDEA	Title III Limited English Proficiency
\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,403
0	0	0	0	0
5,597	0	0	74,568	0
0	2,240	24,097	6,114	0
<u>\$ 5,597</u>	<u>\$ 2,240</u>	<u>\$ 24,097</u>	<u>\$ 80,682</u>	<u>\$ 1,403</u>
\$ 0	\$ 0	\$ 0	\$ 4,125	\$ 0
0	0	0	41,655	0
0	0	0	5,160	0
0	0	0	0	0
5,597	0	0	29,120	0
<u>5,597</u>	<u>0</u>	<u>0</u>	<u>80,060</u>	<u>0</u>
0	0	0	12,528	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>12,528</u>	<u>0</u>
0	2,240	24,097	6,114	0
0	0	0	0	1,403
0	0	0	0	0
0	0	0	(18,020)	0
<u>0</u>	<u>2,240</u>	<u>24,097</u>	<u>(11,906)</u>	<u>1,403</u>
<u>\$ 5,597</u>	<u>\$ 2,240</u>	<u>\$ 24,097</u>	<u>\$ 80,682</u>	<u>\$ 1,403</u>

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

Combining Balance Sheet Nonmajor Governmental Funds June 30, 2025

	Title I	Title IV-A Student Support and Academic Enrichment	IDEA Preschool Grant for Handicapped
Assets:			
Cash and Cash Equivalents	\$ 0	\$ 0	\$ 12
Cash with Fiscal Agent	0	0	0
Receivables:			
Intergovernmental	80,221	11,488	0
Prepaid Items	0	0	0
Total Assets	\$ 80,221	\$ 11,488	\$ 12
Liabilities:			
Accounts Payable	\$ 825	\$ 7,489	\$ 0
Accrued Wages and Benefits	41,380	0	0
Intergovernmental Payable	3,741	0	0
Retainage Payable	0	0	0
Interfund Loans Payable	34,275	3,999	0
Total Liabilities	80,221	11,488	0
Deferred Inflows of Resources:			
Unavailable Revenue	8,923	0	0
Total Deferred Inflows of Resources	8,923	0	0
Fund Balances:			
Nonspendable	0	0	0
Restricted	0	0	12
Assigned	0	0	0
Unassigned	(8,923)	0	0
Total Fund Balances (Deficit)	(8,923)	0	12
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 80,221	\$ 11,488	\$ 12

LAKEWOOD LOCAL SCHOOL DISTRICT

Title II-A	Total Nonmajor Special Revenue Funds	Capital Projects	Total Nonmajor Governmental Funds
\$ 0	\$ 156,220	\$ 1,485,034	\$ 1,641,254
0	0	1,465,744	1,465,744
8,468	180,342	0	180,342
0	32,451	0	32,451
<u>\$ 8,468</u>	<u>\$ 369,013</u>	<u>\$ 2,950,778</u>	<u>\$ 3,319,791</u>
\$ 0	\$ 12,465	\$ 118,948	\$ 131,413
2,738	85,773	0	85,773
0	8,901	0	8,901
0	0	87,785	87,785
5,730	78,721	0	78,721
<u>8,468</u>	<u>185,860</u>	<u>206,733</u>	<u>392,593</u>
0	21,451	0	21,451
<u>0</u>	<u>21,451</u>	<u>0</u>	<u>21,451</u>
0	32,451	0	32,451
0	156,194	1,465,744	1,621,938
0	0	1,278,301	1,278,301
0	(26,943)	0	(26,943)
<u>0</u>	<u>161,702</u>	<u>2,744,045</u>	<u>2,905,747</u>
<u>\$ 8,468</u>	<u>\$ 369,013</u>	<u>\$ 2,950,778</u>	<u>\$ 3,319,791</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Fiscal Year Ended June 30, 2025

	Other Grant	Student Managed Activity	Student Activity	Early Childhood Education
Revenues:				
Local Sources:				
Investment Earnings	\$ 0	\$ 0	\$ 0	\$ 0
Extracurricular Activities	0	21,461	93,098	0
Intermediate Sources	9,922	0	4,500	0
Intergovernmental - State	0	0	0	85,821
Intergovernmental - Federal	0	0	0	0
All Other Revenue	17,567	0	7,295	0
Total Revenue	27,489	21,461	104,893	85,821
Expenditures:				
Current:				
Instruction	24,596	0	0	80,000
Supporting Services:				
Pupils	0	0	0	0
Instructional Staff	0	0	0	0
Administration	0	0	1,080	5,000
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0
Extracurricular Activities	1,251	24,983	107,540	0
Capital Outlay	0	0	0	0
Total Expenditures	25,847	24,983	108,620	85,000
Excess (Deficiency) of Revenues Over Expenditures	1,642	(3,522)	(3,727)	821
Other Financing Sources (Uses):				
Other Financing Sources - Loan	0	0	0	0
Transfers In	0	0	25,000	0
Total Other Financing Sources (Uses)	0	0	25,000	0
Special Item	0	0	0	0
Net Change in Fund Balance	1,642	(3,522)	21,273	821
Fund Balances at Beginning of Year	59,785	27,424	48,177	(821)
Fund Balances End of Year	\$ 61,427	\$ 23,902	\$ 69,450	\$ 0

LAKEWOOD LOCAL SCHOOL DISTRICT

<u>Data</u> <u>Communications</u>	<u>Miscellaneous</u> <u>State Grants</u>	<u>Elementary/Secondary</u> <u>School Emergency</u> <u>Relief</u>	<u>Special</u> <u>Education</u> <u>Part B-IDEA</u>	<u>Title I School</u> <u>Improvement</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0
0	0	0	0	0
7,965	404,494	0	0	0
0	0	19,469	396,239	693
0	0	0	0	0
<u>7,965</u>	<u>404,494</u>	<u>19,469</u>	<u>396,239</u>	<u>693</u>
0	402,254	24,777	212,704	0
0	0	0	183,178	0
0	0	0	0	693
0	0	0	0	0
7,965	0	155	0	0
0	0	728	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>7,965</u>	<u>402,254</u>	<u>25,660</u>	<u>395,882</u>	<u>693</u>
0	2,240	(6,191)	357	0
0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	2,240	(6,191)	357	0
0	0	30,288	(12,263)	0
<u>0</u>	<u>0</u>	<u>30,288</u>	<u>(12,263)</u>	<u>0</u>
<u>\$ 0</u>	<u>\$ 2,240</u>	<u>\$ 24,097</u>	<u>\$ (11,906)</u>	<u>\$ 0</u>

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Fiscal Year Ended June 30, 2025

	Title III Limited English Proficiency	Title I	Title IV-A Student Support and Academic Enrichment	IDEA Preschool Grant for Handicapped
Revenues:				
Local Sources:				
Investment Earnings	\$ 0	\$ 0	\$ 0	\$ 0
Extracurricular Activities	0	0	0	0
Intermediate Sources	0	0	0	0
Intergovernmental - State	0	0	0	0
Intergovernmental - Federal	1,413	455,351	41,639	10,864
All Other Revenue	0	0	0	0
Total Revenue	<u>1,413</u>	<u>455,351</u>	<u>41,639</u>	<u>10,864</u>
Expenditures:				
Current:				
Instruction	1,211	299,808	39,369	10,852
Supporting Services:				
Pupils	0	0	0	0
Instructional Staff	0	139,392	0	0
Administration	298	0	0	0
Operation and Maintenance of Plant	0	0	2,270	0
Pupil Transportation	0	0	0	0
Operation of Non-Instructional Services	0	9,688	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
Total Expenditures	<u>1,509</u>	<u>448,888</u>	<u>41,639</u>	<u>10,852</u>
Excess (Deficiency) of Revenues Over Expenditures	(96)	6,463	0	12
Other Financing Sources (Uses):				
Other Financing Sources - Loan	0	0	0	0
Transfers In	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Special Item	0	0	0	0
Net Change in Fund Balance	(96)	6,463	0	12
Fund Balances at Beginning of Year	<u>1,499</u>	<u>(15,386)</u>	<u>0</u>	<u>0</u>
Fund Balances End of Year	<u>\$ 1,403</u>	<u>\$ (8,923)</u>	<u>\$ 0</u>	<u>\$ 12</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

Title II-A	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds	Capital Projects	Total Nonmajor Governmental Funds
\$ 0	\$ 0	\$ 0	\$ 1,365	\$ 1,365
0	0	114,559	0	114,559
0	0	14,422	0	14,422
0	0	498,280	0	498,280
64,430	167,147	1,157,245	0	1,157,245
0	0	24,862	0	24,862
64,430	167,147	1,809,368	1,365	1,810,733
62,112	0	1,157,683	0	1,157,683
0	0	183,178	0	183,178
0	0	140,085	0	140,085
0	0	6,378	0	6,378
0	176,427	186,817	0	186,817
0	0	728	0	728
0	0	9,688	0	9,688
0	0	133,774	0	133,774
0	0	0	697,409	697,409
62,112	176,427	1,818,331	697,409	2,515,740
2,318	(9,280)	(8,963)	(696,044)	(705,007)
0	0	0	1,464,379	1,464,379
0	0	25,000	500,000	525,000
0	0	25,000	1,964,379	1,989,379
0	0	0	425,000	425,000
2,318	(9,280)	16,037	1,693,335	1,709,372
(2,318)	9,280	145,665	1,050,710	1,196,375
\$ 0	\$ 0	\$ 161,702	\$ 2,744,045	\$ 2,905,747

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Fiscal Year Ended June 30, 2025***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Local Sources:				
Taxes	\$ 21,811,956	\$ 21,284,306	\$ 21,284,306	\$ 0
Tuition	739,000	769,662	770,172	510
Investment Earnings	901,500	980,000	1,045,410	65,410
Extracurricular Activities	4,800	4,800	4,060	(740)
Class Material and Fees	72,810	72,920	57,116	(15,804)
Intergovernmental - State	7,241,718	7,749,811	7,557,371	(192,440)
Intergovernmental - Federal	100,000	100,000	106,098	6,098
All Other Revenues	59,400	52,400	58,656	6,256
Total Revenues	30,931,184	31,013,899	30,883,189	(130,710)
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	7,380,616	7,331,085	7,200,703	130,382
Fringe Benefits	2,839,546	2,664,610	2,642,291	22,319
Purchased Services	486,372	343,951	258,829	85,122
Supplies and Materials	593,804	556,764	515,973	40,791
Other Expenditures	22,782	22,782	22,782	0
Capital Outlay	65,907	224,341	223,244	1,097
Total Regular	11,389,027	11,143,533	10,863,822	279,711
Special:				
Salaries and Wages	1,093,750	1,089,963	1,076,911	13,052
Fringe Benefits	490,641	497,581	472,606	24,975
Purchased Services	944,918	969,141	779,530	189,611
Supplies and Materials	28,773	27,462	17,485	9,977
Other Expenditures	545,406	639,606	638,344	1,262
Capital Outlay	0	20,340	20,340	0
Total Special	3,103,488	3,244,093	3,005,216	238,877
Vocational:				
Salaries and Wages	329,230	333,798	327,976	5,822
Fringe Benefits	106,552	105,776	100,047	5,729
Supplies and Materials	22,258	21,982	17,525	4,457
Capital Outlay	0	5,264	5,264	0
Total Vocational	458,040	466,820	450,812	16,008

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Fiscal Year Ended June 30, 2025***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Other:				
Salaries and Wages	432,900	436,035	432,181	3,854
Fringe Benefits	142,962	155,895	149,701	6,194
Purchased Services	35,953	17,829	10,648	7,181
Other Expenditures	840	840	840	0
Capital Outlay	0	7,524	7,524	0
Total Other	612,655	618,123	600,894	17,229
Total Instructional Services	15,563,210	15,472,569	14,920,744	551,825
Support Services:				
Pupils:				
Salaries and Wages	1,424,800	1,411,876	1,378,691	33,185
Fringe Benefits	643,552	688,047	632,891	55,156
Purchased Services	401,790	349,107	281,210	67,897
Supplies and Materials	14,797	18,951	16,068	2,883
Other Expenditures	285,837	214,426	211,438	2,988
Capital Outlay	12,000	61,250	60,969	281
Total Pupils	2,782,776	2,743,657	2,581,267	162,390
Instructional Staff:				
Salaries and Wages	803,800	807,635	771,033	36,602
Fringe Benefits	367,052	363,912	323,492	40,420
Purchased Services	122,455	110,032	67,178	42,854
Supplies and Materials	56,662	61,349	45,765	15,584
Other Expenditures	112,338	113,088	112,508	580
Capital Outlay	0	13,890	13,890	0
Total Instructional Staff	1,462,307	1,469,906	1,333,866	136,040
Board of Education:				
Salaries and Wages	7,800	7,800	7,250	550
Fringe Benefits	1,180	1,150	958	192
Purchased Services	147,653	151,152	140,879	10,273
Supplies and Materials	3,130	3,130	2,269	861
Other Expenditures	11,127	11,167	10,432	735
Total Board of Education	170,890	174,399	161,788	12,611

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Fiscal Year Ended June 30, 2025***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Administration:				
Salaries and Wages	1,390,750	1,407,254	1,385,563	21,691
Fringe Benefits	476,885	489,769	439,637	50,132
Purchased Services	141,308	135,069	100,718	34,351
Supplies and Materials	9,628	15,793	11,887	3,906
Other Expenditures	24,759	38,799	35,938	2,861
Capital Outlay	0	23,730	23,730	0
Total Administration	2,043,330	2,110,414	1,997,473	112,941
Fiscal Services:				
Salaries and Wages	338,000	343,500	342,652	848
Fringe Benefits	167,997	175,510	167,240	8,270
Purchased Services	102,810	130,913	125,102	5,811
Supplies and Materials	5,948	5,948	3,872	2,076
Other Expenditures	358,247	372,195	366,501	5,694
Total Fiscal Services	973,002	1,028,066	1,005,367	22,699
Business:				
Salaries and Wages	10,000	4,000	1,196	2,804
Fringe Benefits	975	960	201	759
Supplies and Materials	40,000	30,000	7,109	22,891
Other Expenditures	2,200	2,200	1,160	1,040
Total Business	53,175	37,160	9,666	27,494
Operation and Maintenance of Plant:				
Salaries and Wages	987,100	980,209	936,645	43,564
Fringe Benefits	445,123	426,632	403,746	22,886
Purchased Services	1,339,320	1,403,750	1,195,584	208,166
Supplies and Materials	152,092	166,155	126,047	40,108
Other Expenditures	2,949	2,949	2,749	200
Capital Outlay	344,453	304,890	294,771	10,119
Total Operation and Maintenance Of Plant	3,271,037	3,284,585	2,959,542	325,043

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Fiscal Year Ended June 30, 2025***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Pupil Transportation:				
Salaries and Wages	1,071,000	1,150,283	1,128,209	22,074
Fringe Benefits	590,714	554,793	522,329	32,464
Purchased Services	73,334	85,131	76,005	9,126
Supplies and Materials	324,950	327,768	233,311	94,457
Other Expenditures	5,947	3,947	3,278	669
Capital Outlay	326,007	330,527	330,527	0
Total Pupil Transportation	2,391,952	2,452,449	2,293,659	158,790
Central:				
Salaries and Wages	45,000	45,000	43,663	1,337
Fringe Benefits	18,749	18,712	17,092	1,620
Purchased Services	34,000	34,000	15,303	18,697
Supplies and Materials	6,750	3,494	2,224	1,270
Other Expenditures	491	491	141	350
Capital Outlay	338,192	34,492	33,740	752
Total Central	443,182	136,189	112,163	24,026
Total Support Services	13,591,651	13,436,825	12,454,791	982,034
Operation of Non-Instructional Services:				
Capital Outlay	0	103,256	63,256	40,000
Total Non-Instructional Services	0	103,256	63,256	40,000
Extracurricular Activities:				
Salaries and Wages	386,700	391,484	323,597	67,887
Fringe Benefits	86,953	80,472	67,095	13,377
Purchased Services	50,000	40,000	2,812	37,188
Supplies and Materials	0	10,208	10,208	0
Total Extracurricular Activities	523,653	522,164	403,712	118,452
Capital Outlay:				
Capital Outlay	780,744	912,375	908,429	3,946
Total Capital Outlay	780,744	912,375	908,429	3,946
Total Expenditures	30,459,258	30,447,189	28,750,932	1,696,257
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	471,926	566,710	2,132,257	1,565,547

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Fiscal Year Ended June 30, 2025***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Other Financing Sources (Uses):				
Sale of Capital Assets	5,000	5,000	4,682	(318)
Transfers Out	(759,938)	(2,081,904)	(2,081,904)	0
Refund of Prior Year Receipts	(2,000)	(2,000)	(2,000)	0
Total Other Financing Sources (Uses):	<u>(756,938)</u>	<u>(2,078,904)</u>	<u>(2,079,222)</u>	<u>(318)</u>
Net Change in Fund Balance	(285,012)	(1,512,194)	53,035	1,565,229
Fund Balance at Beginning of Year	16,089,273	16,089,273	16,089,273	0
Prior Year Encumbrances	<u>314,725</u>	<u>314,725</u>	<u>314,725</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 16,118,986</u>	<u>\$ 14,891,804</u>	<u>\$ 16,457,033</u>	<u>\$ 1,565,229</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Fund – Debt Service Fund – Debt Service Fund
For the Fiscal Year Ended June 30, 2025**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Taxes	\$ 675,587	\$ 957,610	\$ 957,610	\$ 0
Intergovernmental - State	303,727	129,875	214,744	84,869
Total Revenues	979,314	1,087,485	1,172,354	84,869
Expenditures:				
Current:				
Support Services:				
Fiscal Services:				
Other Expenditures	13,000	10,044	10,044	0
Total Fiscal Services	13,000	10,044	10,044	0
Debt Service:				
Principal Retirement	1,332,698	1,851,212	1,851,212	0
Interest and Fiscal Charges	117,521	117,522	116,220	1,302
Total Debt Service	1,450,219	1,968,734	1,967,432	1,302
Total Expenditures	1,463,219	1,978,778	1,977,476	1,302
Excess (Deficiency) of Revenues Over (Under) Expenditures	(483,905)	(891,293)	(805,122)	86,171
Other Financing Sources (Uses):				
Transfers In	259,938	1,556,904	1,556,904	0
Total Other Financing Sources (Uses)	259,938	1,556,904	1,556,904	0
Net Change in Fund Balance	(223,967)	665,611	751,782	86,171
Fund Balance at Beginning of Year	1,123,999	1,123,999	1,123,999	0
Fund Balance at End of Year	\$ 900,032	\$ 1,789,610	\$ 1,875,781	\$ 86,171

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

	PUBLIC SCHOOL SUPPORT FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Extracurricular Activities	\$ 27,100	\$ 42,600	\$ 35,907	\$ (6,693)
All Other Revenues	1,700	2,850	8,683	5,833
Total Revenues	28,800	45,450	44,590	(860)
Expenditures:				
Extracurricular Activities:				
Purchased Services	7,500	15,072	11,392	3,680
Supplies and Materials	34,675	46,654	27,491	19,163
Other Expenditures	0	1,000	798	202
Capital Outlay	1,299	1,299	1,299	0
Total Extracurricular Activities	43,474	64,025	40,980	23,045
Total Expenditures	43,474	64,025	40,980	23,045
Excess (Deficiency) of Revenues Over (Under) Expenditures	(14,674)	(18,575)	3,610	22,185
Fund Balance at Beginning of Year	47,630	47,630	47,630	0
Prior Year Encumbrances	270	270	270	0
Fund Balance at End of Year	\$ 33,226	\$ 29,325	\$ 51,510	\$ 22,185

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

	OTHER GRANT FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intermediate Sources	\$ 0	\$ 9,922	\$ 9,922	\$ 0
All Other Revenues	0	21,527	17,567	(3,960)
Total Revenues	0	31,449	27,489	(3,960)
Expenditures:				
Instructional Services:				
Regular:				
Purchased Services	0	900	863	37
Supplies and Materials	42,254	52,803	25,156	27,647
Capital Outlay	13,443	23,443	0	23,443
Total Regular	55,697	77,146	26,019	51,127
Other:				
Salaries and Wages	1,500	1,500	1,080	420
Fringe Benefits	232	232	165	67
Purchased Services	5,110	5,110	1,950	3,160
Total Other	6,842	6,842	3,195	3,647
Total Instructional Services	62,539	83,988	29,214	54,774
Support Services:				
Operation and Maintenance of Plant:				
Capital Outlay	1,251	0	0	0
Total Operation and Maintenance Of Plant	1,251	0	0	0
Total Support Services	1,251	0	0	0
Extracurricular Activities:				
Purchased Services	0	1,251	1,251	0
Total Extracurricular Activities	0	1,251	1,251	0
Total Expenditures	63,790	85,239	30,465	54,774
Excess (Deficiency) of Revenues Over (Under) Expenditures	(63,790)	(53,790)	(2,976)	50,814
Fund Balance at Beginning of Year	63,010	63,010	63,010	0
Prior Year Encumbrances	780	780	780	0
Fund Balance at End of Year	\$ 0	\$ 10,000	\$ 60,814	\$ 50,814

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

STUDENT MANAGED ACTIVITY FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Extracurricular Activities	\$ 41,200	\$ 44,490	\$ 21,461	\$ (23,029)
All Other Revenues	2,250	2,250	0	(2,250)
Total Revenues	43,450	46,740	21,461	(25,279)
Expenditures:				
Extracurricular Activities:				
Purchased Services	28,700	29,194	11,460	17,734
Supplies and Materials	20,800	20,281	13,298	6,983
Other Expenditures	250	225	225	0
Capital Outlay	3,000	3,000	0	3,000
Total Extracurricular Activities	52,750	52,700	24,983	27,717
Total Expenditures	52,750	52,700	24,983	27,717
Excess (Deficiency) of Revenues Over (Under) Expenditures	(9,300)	(5,960)	(3,522)	2,438
Other Financing Sources (Uses):				
Operating Transfers In	0	0	744	744
Operating Transfers Out	(694)	(744)	(744)	0
Total Other Financing Sources (Uses):	(694)	(744)	0	744
Net Change in Fund Balance	(9,994)	(6,704)	(3,522)	3,182
Fund Balance at Beginning of Year	27,424	27,424	27,424	0
Fund Balance at End of Year	\$ 17,430	\$ 20,720	\$ 23,902	\$ 3,182

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

	STUDENT ACTIVITY FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Extracurricular Activities	\$ 106,370	\$ 120,646	\$ 96,052	\$ (24,594)
Intermediate Sources	0	0	4,500	4,500
All Other Revenues	11,500	16,590	7,295	(9,295)
Total Revenues	117,870	137,236	107,847	(29,389)
Expenditures:				
Instructional Services:				
Administration:				
Purchased Services	1,080	1,080	1,080	0
Total Support Services	1,080	1,080	1,080	0
Extracurricular Activities:				
Purchased Services	75,730	99,000	89,310	9,690
Supplies and Materials	20,243	26,451	18,357	8,094
Other Expenditures	8,550	8,750	6,670	2,080
Capital Outlay	11,500	1,500	0	1,500
Total Extracurricular Activities	116,023	135,701	114,337	21,364
Total Expenditures	117,103	136,781	115,417	21,364
Excess (Deficiency) of Revenues Over (Under) Expenditures	767	455	(7,570)	(8,025)
Other Financing Sources (Uses):				
Operating Transfers In	0	25,000	25,000	0
Total Other Financing Sources (Uses):	0	25,000	25,000	0
Net Change in Fund Balance	767	25,455	17,430	(8,025)
Fund Balance at Beginning of Year	42,864	42,864	42,864	0
Prior Year Encumbrances	9,136	9,136	9,136	0
Fund Balance at End of Year	\$ 52,767	\$ 77,455	\$ 69,430	\$ (8,025)

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

EARLY CHILDHOOD EDUCATION FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - State	\$ 119,844	\$ 119,844	\$ 97,247	\$ (22,597)
Total Revenues	119,844	119,844	97,247	(22,597)
Expenditures:				
Instructional Services:				
Special:				
Salaries and Wages	72,485	72,485	66,481	6,004
Fringe Benefits	33,253	33,253	22,257	10,996
Supplies and Materials	200	200	200	0
Total Instructional Services	105,938	105,938	88,938	17,000
Support Services:				
Administration:				
Salaries and Wages	5,000	5,000	5,000	0
Total Expenditures	110,938	110,938	93,938	17,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	8,906	8,906	3,309	(5,597)
Fund Balance at Beginning of Year	(8,906)	(8,906)	(8,906)	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ (5,597)	\$ (5,597)

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

	DATA COMMUNICATIONS FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - State	\$ 7,200	\$ 7,965	\$ 7,965	\$ 0
Total Revenues	7,200	7,965	7,965	0
Expenditures:				
Support Services:				
Operation and Maintenance of Plant:				
Purchased Services	7,200	7,965	7,965	0
Total Expenditures	7,200	7,965	7,965	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 0	\$ 0

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

MISCELLANEOUS STATE GRANTS FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - State	\$ 475,232	\$ 478,479	\$ 478,279	\$ (200)
Total Revenues	475,232	478,479	478,279	(200)
Expenditures:				
Instructional Services:				
Vocational:				
Purchased Services	2,800	2,800	2,800	0
Supplies and Materials	20,615	19,472	19,272	200
Capital Outlay	448,817	453,207	453,207	0
Total Instructional Services	472,232	475,479	475,279	200
Support Services:				
Instructional Staff:				
Purchased Services	3,000	3,000	3,000	0
Total Expenditures	475,232	478,479	478,279	200
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	(475,232)	(475,232)	(475,232)	0
Prior Year Encumbrances	475,232	475,232	475,232	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

ELEMENTARY/SECONDARY SCHOOL EMERGENCY RELIEF FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - Federal	\$ 126,539	\$ 126,539	\$ 126,539	\$ 0
Total Revenues	126,539	126,539	126,539	0
Expenditures:				
Instructional Services:				
Regular:				
Supplies and Materials	17,351	17,350	17,350	0
Capital Outlay	26,315	26,315	26,315	0
Total Regular	43,666	43,665	43,665	0
Other:				
Salaries and Wages	14,422	14,421	14,421	0
Fringe Benefits	2,215	2,216	2,216	0
Total Other	16,637	16,637	16,637	0
Total Instructional Services	60,303	60,302	60,302	0
Support Services:				
Pupils:				
Supplies and Materials	1,731	1,731	1,731	0
Total Pupils	1,731	1,731	1,731	0
Administration:				
Salaries and Wages	4,070	4,071	4,071	0
Fringe Benefits	626	626	626	0
Total Administration	4,696	4,697	4,697	0
Operation and Maintenance of Plant:				
Salaries and Wages	1,134	1,134	1,134	0
Fringe Benefits	155	155	155	0
Total Operation and Maintenance Of Plant	1,289	1,289	1,289	0
Pupil Transportation:				
Salaries and Wages	4,747	4,747	4,747	0
Fringe Benefits	728	728	728	0
Total Pupil Transportation	5,475	5,475	5,475	0
Total Support Services	13,191	13,192	13,192	0
Total Expenditures	73,494	73,494	73,494	0

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

ELEMENTARY/SECONDARY SCHOOL EMERGENCY RELIEF FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	53,045	53,045	53,045	0
Fund Balance at Beginning of Year	(81,287)	(81,287)	(81,287)	0
Prior Year Encumbrances	28,242	28,242	28,242	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

SPECIAL EDUCATION PART B-IDEA FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - Federal	\$ 557,604	\$ 557,604	\$ 399,291	\$ (158,313)
Total Revenues	557,604	557,604	399,291	(158,313)
Expenditures:				
Instructional Services:				
Special:				
Salaries and Wages	250,426	218,444	168,576	49,868
Fringe Benefits	70,243	69,814	48,942	20,872
Supplies and Materials	800	2,000	477	1,523
Total Special	321,469	290,258	217,995	72,263
Total Instructional Services	321,469	290,258	217,995	72,263
Support Services:				
Pupils:				
Salaries and Wages	109,474	127,393	104,950	22,443
Fringe Benefits	92,690	105,982	76,445	29,537
Total Support Services	202,164	233,375	181,395	51,980
Total Expenditures	523,633	523,633	399,390	124,243
Excess (Deficiency) of Revenues Over (Under) Expenditures	33,971	33,971	(99)	(34,070)
Fund Balance at Beginning of Year	(33,971)	(33,971)	(33,971)	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ (34,070)	\$ (34,070)

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

TITLE I SCHOOL IMPROVEMENT FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - Federal	\$ 29,496	\$ 3,680	\$ 3,680	\$ 0
Total Revenues	29,496	3,680	3,680	0
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	4,862	0	0	0
Fringe Benefits	752	0	0	0
Purchased Services	7,140	0	0	0
Supplies and Materials	9	0	0	0
Total Instructional Services	12,763	0	0	0
Support Services:				
Instructional Staff:				
Salaries and Wages	1,500	601	601	0
Fringe Benefits	246	92	92	0
Purchased Services	12,000	0	0	0
Total Support Services	13,746	693	693	0
Total Expenditures	26,509	693	693	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,987	2,987	2,987	0
Fund Balance at Beginning of Year	(2,987)	(2,987)	(2,987)	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 0	\$ 0

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

TITLE III LIMITED ENGLISH PROFICIENCY FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - Federal	\$ 1,343	\$ 1,413	\$ 1,413	\$ 0
Total Revenues	1,343	1,413	1,413	0
Expenditures:				
Instructional Services:				
Special:				
Purchased Services	0	275	275	0
Supplies and Materials	2,614	2,339	936	1,403
Total Instructional Services	2,614	2,614	1,211	1,403
Support Services:				
Administration:				
Other Expenditures	228	298	298	0
Total Support Services	228	298	298	0
Total Expenditures	2,842	2,912	1,509	1,403
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,499)	(1,499)	(96)	1,403
Fund Balance at Beginning of Year	1,499	1,499	1,499	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 1,403	\$ 1,403

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

	TITLE I FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Local Sources:				
Intergovernmental - Federal	\$ 552,399	\$ 554,111	\$ 473,083	\$ (81,028)
Total Revenues	552,399	554,111	473,083	(81,028)
Expenditures:				
Instructional Services:				
Regular:				
Supplies and Materials	4,745	0	0	0
Capital Outlay	925	0	0	0
Total Regular	5,670	0	0	0
Special:				
Salaries and Wages	301,383	287,054	255,938	31,116
Fringe Benefits	36,669	52,157	52,157	0
Total Special	338,052	339,211	308,095	31,116
Total Instructional Services	343,722	339,211	308,095	31,116
Support Services:				
Instructional Staff:				
Salaries and Wages	140,861	140,561	129,531	11,030
Fringe Benefits	1,837	9,321	6,346	2,975
Total Instructional Staff	142,698	149,882	135,877	14,005
Pupil Transportation:				
Purchased Services	1,620	695	0	695
Total Pupil Transportation	1,620	695	0	695
Total Support Services	144,318	150,577	135,877	14,700
Operation of Non-Instructional Services:				
Purchased Services	9,779	9,800	9,688	112
Supplies and Materials	715	658	658	0
Total Non-Instructional Services	10,494	10,458	10,346	112
Total Expenditures	498,534	500,246	454,318	45,928
Excess (Deficiency) of Revenues Over (Under) Expenditures	53,865	53,865	18,765	(35,100)

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

	TITLE I FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Other Financing Sources (Uses):				
Total Other Financing Sources (Uses):	0	0	0	0
Net Change in Fund Balance	53,865	53,865	18,765	(35,100)
Fund Balance at Beginning of Year	(56,522)	(56,522)	(56,522)	0
Prior Year Encumbrances	2,657	2,657	2,657	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (35,100)</u>	<u>\$ (35,100)</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

TITLE IV-A STUDENT SUPPORT AND ACADEMIC ENRICHMENT FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - Federal	\$ 43,973	\$ 44,750	\$ 31,359	\$ (13,391)
Total Revenues	43,973	44,750	31,359	(13,391)
Expenditures:				
Instructional Services:				
Regular:				
Purchased Services	10,000	9,000	9,000	0
Supplies and Materials	18,405	22,731	21,361	1,370
Capital Outlay	7,079	10,388	10,382	6
Total Instructional Services	35,484	42,119	40,743	1,376
Support Services:				
Operation and Maintenance of Plant:				
Supplies and Materials	8,157	2,299	2,280	19
Total Expenditures	43,641	44,418	43,023	1,395
Excess (Deficiency) of Revenues Over (Under) Expenditures	332	332	(11,664)	(11,996)
Fund Balance at Beginning of Year	(4,391)	(4,391)	(4,391)	0
Prior Year Encumbrances	4,059	4,059	4,059	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ (11,996)	\$ (11,996)

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

IDEA PRESCHOOL GRANT FOR HANDICAPPED FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - Federal	\$ 10,852	\$ 10,852	\$ 10,864	\$ 12
Total Revenues	10,852	10,852	10,864	12
Expenditures:				
Instructional Services:				
Special:				
Salaries and Wages	10,852	10,852	10,852	0
Total Expenditures	10,852	10,852	10,852	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	12	12
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 12	\$ 12

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

TITLE II-A FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - Federal	\$ 75,252	\$ 77,488	\$ 69,020	\$ (8,468)
Total Revenues	75,252	77,488	69,020	(8,468)
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	65,247	53,752	51,014	2,738
Fringe Benefits	3,476	17,207	17,207	0
Total Expenditures	68,723	70,959	68,221	2,738
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,529	6,529	799	(5,730)
Fund Balance at Beginning of Year	(6,529)	(6,529)	(6,529)	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ (5,730)	\$ (5,730)

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025***

MISCELLANEOUS FEDERAL GRANTS FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Support Services:				
Operation and Maintenance of Plant:				
Capital Outlay	167,147	167,147	167,147	0
Total Expenditures	167,147	167,147	167,147	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(167,147)	(167,147)	(167,147)	0
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances	167,147	167,147	167,147	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Fund
For the Fiscal Year Ended June 30, 2025***

CAPITAL PROJECTS FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Capital Outlay:				
Purchased Services	0	40,000	26,598	13,402
Capital Outlay	850,000	1,000,000	600,000	400,000
Total Expenditures	850,000	1,040,000	626,598	413,402
Excess (Deficiency) of Revenues Over (Under) Expenditures	(850,000)	(1,040,000)	(626,598)	413,402
Other Financing Sources (Uses):				
Sale of Capital Assets	375,000	425,000	425,000	0
Transfers In	500,000	500,000	500,000	0
Total Other Financing Sources (Uses)	875,000	925,000	925,000	0
Net Change in Fund Balance	25,000	(115,000)	298,402	413,402
Fund Balance at Beginning of Year	1,050,710	1,050,710	1,050,710	0
Fund Balance at End of Year	\$ 1,075,710	\$ 935,710	\$ 1,349,112	\$ 413,402

STATISTICAL SECTION



STATISTICAL TABLES

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

Contents

Financial Trends	S 2– S 13
These schedules contain trend information to help the reader understand how the District's financial position has changed over time.	
Revenue Capacity	S 14 – S 21
These schedules contain information to help the reader understand and assess the factors affecting the District's ability to generate its most significant local revenue source, the property tax.	
Debt Capacity	S 22 – S 29
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
Economic and Demographic Information	S 30 – S 33
These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
Operating Information	S 34 – S 47
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	
Sources Note:	
Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial report for the relevant year.	

Lakewood Local School District

*Net Position by Component
Last Ten Years
(accrual basis of accounting)*

	2016	2017	2018	2019
Governmental Activities:		*		**
Net Investment in Capital Assets	\$3,741,768	\$4,355,534	\$7,250,065	\$7,537,301
Restricted for:				
Capital Projects	0	0	0	0
Debt Service	696,827	606,001	798,920	688,383
Federal and State Funded Programs	79,445	0	0	14,063
Other Purposes (1)	98,708	90,851	54,233	100,127
Unrestricted (Deficit)	<u>(11,405,743)</u>	<u>(17,594,072)</u>	<u>(6,622,821)</u>	<u>(5,708,038)</u>
Total Governmental Activities Net Position	<u><u>(\$6,788,995)</u></u>	<u><u>(\$12,541,686)</u></u>	<u><u>\$1,480,397</u></u>	<u><u>\$2,631,836</u></u>
Business-type Activities:				
Net Investment in Capital Assets	\$132,142	\$115,913	\$102,808	\$91,398
Unrestricted (Deficit)	<u>(260,669)</u>	<u>(560,322)</u>	<u>(548,278)</u>	<u>(601,134)</u>
Total Business-type Activities Net Position	<u><u>(\$128,527)</u></u>	<u><u>(\$444,409)</u></u>	<u><u>(\$445,470)</u></u>	<u><u>(\$509,736)</u></u>
Primary Government:				
Net Investment in Capital Assets	\$3,873,910	\$4,471,447	\$7,352,873	\$7,628,699
Restricted	874,980	696,852	853,153	802,573
Unrestricted	<u>(11,666,412)</u>	<u>(18,154,394)</u>	<u>(7,171,099)</u>	<u>(6,309,172)</u>
Total Primary Government Net Position	<u><u>(\$6,917,522)</u></u>	<u><u>(\$12,986,095)</u></u>	<u><u>\$1,034,927</u></u>	<u><u>\$2,122,100</u></u>

Source: District Treasurer's Office

(1) Includes Restricted for Extracurricular and OPEB.

* Restated for implementation of GASB 75, Accounting and Reporting for Other Postemployment Benefits

** Restated for implementation of GASB 84, Fiduciary Activities

Lakewood Local School District

2020	2021	2022	2023	2024	2025
\$7,983,828	\$9,551,775	\$10,879,649	\$13,695,538	\$15,017,320	\$17,415,286
0	0	0	0	0	1,365
758,122	851,437	992,881	1,246,793	1,163,818	1,883,698
187,015	312,038	17,543	158,491	108,953	94,136
128,235	129,193	136,395	552,504	1,689,130	1,640,774
(8,014,716)	(11,538,461)	(8,217,792)	(6,638,947)	(6,542,269)	(5,937,366)
<u>\$1,042,484</u>	<u>(\$694,018)</u>	<u>\$3,808,676</u>	<u>\$9,014,379</u>	<u>\$11,436,952</u>	<u>\$15,097,893</u>
\$87,835	\$125,836	\$141,702	\$159,323	\$194,326	\$165,093
(752,723)	(719,589)	(274,888)	(256,313)	(293,994)	(606,346)
<u>(\$664,888)</u>	<u>(\$593,753)</u>	<u>(\$133,186)</u>	<u>(\$96,990)</u>	<u>(\$99,668)</u>	<u>(\$441,253)</u>
\$8,071,663	\$9,677,611	\$11,021,351	\$13,854,861	\$15,211,646	\$17,580,379
1,073,372	1,292,668	1,146,819	1,957,788	2,961,901	3,619,973
(8,767,439)	(12,258,050)	(8,492,680)	(6,895,260)	(6,836,263)	(6,543,712)
<u>\$377,596</u>	<u>(\$1,287,771)</u>	<u>\$3,675,490</u>	<u>\$8,917,389</u>	<u>\$11,337,284</u>	<u>\$14,656,640</u>

Lakewood Local School District

Changes in Net Position Last Ten Years (accrual basis of accounting)

	2016	2017	2018	*
				2019
Expenses				
Governmental Activities:				
Instruction	\$13,345,921	\$14,940,596	\$6,499,863	\$13,698,720
Support Services:				
Pupils	1,457,380	1,701,739	942,383	1,530,987
Instructional Staff	591,749	704,846	428,326	799,038
Board of Education	113,093	90,134	174,438	34,420
Administration	1,885,623	2,046,793	961,114	1,908,916
Fiscal Services	665,621	747,064	643,616	760,212
Business	21,627	26,278	24,802	26,181
Operation and Maintenance of Plant	1,679,574	1,737,436	1,593,046	2,084,371
Pupil Transportation	1,591,323	1,786,288	1,608,005	1,836,521
Central	34,528	23,814	15,121	38,329
Operation of Non-Instructional Services	195,606	49,796	46,340	48,134
Extracurricular Activities	551,485	624,287	578,496	717,343
Interest and Fiscal Charges	418,683	277,373	266,558	241,956
<i>Total Governmental Activities Expenses</i>	<u>22,552,213</u>	<u>24,756,444</u>	<u>13,782,108</u>	<u>23,725,128</u>
Business-type Activities:				
Food Service	895,269	984,409	938,537	1,030,232
<i>Total Business-type Activities Expenses</i>	<u>895,269</u>	<u>984,409</u>	<u>938,537</u>	<u>1,030,232</u>
<i>Total Primary Government Expenses</i>	<u>\$23,447,482</u>	<u>\$25,740,853</u>	<u>\$14,720,645</u>	<u>\$24,755,360</u>
Program Revenues				
Governmental Activities:				
Charges for Services				
Instruction	\$887,993	\$1,250,111	\$1,307,061	\$1,233,510
Support Services:				
Administration	28,129	44	276	0
Operation of Non-Instructional Services	0	0	0	0
Extracurricular Activities	135,620	141,481	179,888	169,432
Operating Grants and Contributions	1,653,224	1,438,208	1,282,931	1,274,106
Capital Grants and Contributions	0	0	458,000	0
<i>Total Governmental Activities</i>				
<i>Program Revenues</i>	<u>2,704,966</u>	<u>2,829,844</u>	<u>3,228,156</u>	<u>2,677,048</u>

Lakewood Local School District

2020	2021	2022	2023	2024	2025
\$16,976,745	\$17,334,947	\$13,062,888	\$14,820,203	\$15,067,584	\$15,569,011
1,843,701	1,905,438	1,775,838	2,017,451	2,362,515	2,649,383
1,023,491	1,193,321	1,002,700	1,080,801	1,296,763	1,315,315
103,668	77,145	109,620	144,867	147,472	158,643
2,194,614	2,151,514	1,868,851	2,148,616	1,941,578	1,954,773
839,968	855,750	809,114	838,440	900,804	966,169
17,437	15,239	36,120	7,739	9,293	9,786
2,159,063	2,255,195	2,159,523	2,485,120	2,577,060	2,537,235
2,023,523	2,006,078	1,985,178	2,107,008	1,998,016	2,069,355
40,214	58,646	60,566	80,946	85,375	73,635
47,032	76,360	84,464	80,108	73,087	107,171
743,100	776,421	728,772	797,245	848,660	881,121
217,256	188,964	161,554	177,940	140,951	116,041
28,229,812	28,895,018	23,845,188	26,786,484	27,449,158	28,407,638
984,370	795,321	1,041,581	1,101,427	1,231,492	1,344,087
984,370	795,321	1,041,581	1,101,427	1,231,492	1,344,087
\$29,214,182	\$29,690,339	\$24,886,769	\$27,887,911	\$28,680,650	\$29,751,725
\$1,468,705	\$1,263,395	\$800,585	\$1,001,374	\$780,023	\$875,571
0	0	0	0	0	0
0	0	0	0	0	0
121,905	114,054	136,890	182,629	187,103	149,131
1,687,603	2,263,781	3,352,639	2,558,791	2,459,703	2,112,085
0	0	0	135,000	0	0
3,278,213	3,641,230	4,290,114	3,877,794	3,426,829	3,136,787

(continued)

Lakewood Local School District

Changes in Net Position Last Ten Years (accrual basis of accounting)

	*			
	2016	2017	2018	2019
Business-type Activities:				
Charges for Services				
Food Service	309,230	331,827	348,571	368,147
Operating Grants and Contributions	538,906	581,800	588,905	597,819
Capital Grants and Contributions	23,206	0	0	0
<i>Total Business-type Activities Program Revenues</i>	<u>871,342</u>	<u>913,627</u>	<u>937,476</u>	<u>965,966</u>
<i>Total Primary Government Program Revenues</i>	<u>3,576,308</u>	<u>3,743,471</u>	<u>4,165,632</u>	<u>3,643,014</u>
Net (Expense)/Revenue				
Governmental Activities	(19,847,247)	(21,926,600)	(10,553,952)	(21,048,080)
Business-type Activities	(23,927)	(70,782)	(1,061)	(64,266)
<i>Total Primary Government Net (Expense)/Revenue</i>	<u><u>(\$19,871,174)</u></u>	<u><u>(\$21,997,382)</u></u>	<u><u>(\$10,555,013)</u></u>	<u><u>(\$21,112,346)</u></u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	\$13,341,342	\$13,226,848	\$14,666,904	\$12,719,183
Debt Service	931,637	812,141	1,295,631	982,405
Grants and Entitlements not				
Restricted to Specific Programs	9,057,291	8,902,300	8,221,497	7,879,658
Investment Earnings	112,905	144,950	240,795	503,506
Miscellaneous	95,705	119,568	151,208	86,710
Transfers	0	0	0	0
<i>Total Governmental Activities</i>	<u>23,538,880</u>	<u>23,205,807</u>	<u>24,576,035</u>	<u>22,171,462</u>
Business-type Activities:				
Investment Earnings	0	0	0	0
Transfers	0	0	0	0
<i>Total Business-type Activities</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Primary Government</i>	<u><u>\$23,538,880</u></u>	<u><u>\$23,205,807</u></u>	<u><u>\$24,576,035</u></u>	<u><u>\$22,171,462</u></u>
Change in Net Position				
Governmental Activities	\$3,691,633	\$1,279,207	\$14,022,083	\$1,123,382
Business-type Activities	(23,927)	(70,782)	(1,061)	(64,266)
<i>Total Primary Government Change in Net Position</i>	<u><u>\$3,667,706</u></u>	<u><u>\$1,208,425</u></u>	<u><u>\$14,021,022</u></u>	<u><u>\$1,059,116</u></u>

Source: District Treasurer's Office

* Restated for implementation of GASB 84, Fiduciary Activities

Lakewood Local School District

2020	2021	2022	2023	2024	2025
277,454	45,767	118,353	429,906	400,679	139,817
551,764	669,692	1,351,768	690,675	808,118	881,518
0	50,997	32,027	0	0	1,130
829,218	766,456	1,502,148	1,120,581	1,208,797	1,022,465
4,107,431	4,407,686	5,792,262	4,998,375	4,635,626	4,159,252
(24,951,599)	(25,253,788)	(19,555,074)	(22,908,690)	(24,022,329)	(25,270,851)
(155,152)	(28,865)	460,567	19,154	(22,695)	(321,622)
<u>(\$25,106,751)</u>	<u>(\$25,282,653)</u>	<u>(\$19,094,507)</u>	<u>(\$22,889,536)</u>	<u>(\$24,045,024)</u>	<u>(\$25,592,473)</u>
\$14,653,961	\$14,985,535	\$16,180,700	\$19,469,176	\$17,509,352	\$21,413,025
1,155,390	1,169,738	1,204,398	1,333,502	894,608	935,636
6,952,514	7,071,673	6,708,011	6,692,436	6,947,105	7,532,092
390,333	41,552	(113,428)	562,751	1,033,386	1,108,781
210,049	348,788	78,087	56,528	60,451	424,408
0	(100,000)	0	0	0	0
23,362,247	23,517,286	24,057,768	28,114,393	26,444,902	31,413,942
0	0	0	17,042	20,017	8,250
0	100,000	0	0	0	0
0	100,000	0	17,042	20,017	8,250
<u>\$23,362,247</u>	<u>\$23,617,286</u>	<u>\$24,057,768</u>	<u>\$28,131,435</u>	<u>\$26,464,919</u>	<u>\$31,422,192</u>
(\$1,589,352)	(\$1,736,502)	\$4,502,694	\$5,205,703	\$2,422,573	\$6,143,091
(155,152)	71,135	460,567	36,196	(2,678)	(313,372)
<u>(\$1,744,504)</u>	<u>(\$1,665,367)</u>	<u>\$4,963,261</u>	<u>\$5,241,899</u>	<u>\$2,419,895</u>	<u>\$5,829,719</u>

Lakewood Local School District

Fund Balances, Governmental Funds

Last Ten Years

(modified accrual basis of accounting)

	*			
	2016	2017	2018	2019
General Fund				
Nonspendable	\$283,967	\$303,362	\$328,326	\$312,986
Restricted	22,740	19,542	9,111	7,684
Committed	204,164	204,164	204,164	204,164
Assigned	598,691	3,087,642	502,612	1,964,573
Unassigned	15,989,454	14,580,746	16,489,732	12,492,211
<i>Total General Fund</i>	<u>17,099,016</u>	<u>18,195,456</u>	<u>17,533,945</u>	<u>14,981,618</u>
All Other Governmental Funds				
Nonspendable	28,374	12,952	10,273	9,940
Restricted	768,912	1,429,966	851,657	792,122
Assigned	0	500,000	1,000,000	1,500,000
Unassigned	(19,895)	(12,952)	(10,273)	(9,940)
Total All Other Governmental Funds	<u>777,391</u>	<u>1,929,966</u>	<u>1,851,657</u>	<u>2,292,122</u>
<i>Total Governmental Funds</i>	<u><u>\$17,876,407</u></u>	<u><u>\$20,125,422</u></u>	<u><u>\$19,385,602</u></u>	<u><u>\$17,273,740</u></u>

Source: District Treasurer's Office

* Restated for implementation of GASB 84, Fiduciary Activities

Lakewood Local School District

2020	2021	2022	2023	2024	2025
\$307,798	\$332,290	\$336,551	\$463,307	\$440,438	\$591,790
17,099	10,963	7,505	7,320	6,569	4,335
204,164	204,164	147,390	5,050	0	0
3,101,246	257,497	2,052,979	2,991,438	351,964	886,944
9,953,051	11,814,781	10,337,765	12,079,542	14,543,483	14,494,031
13,583,358	12,619,695	12,882,190	15,546,657	15,342,454	15,977,100
7,483	4,871	2,981	26,343	51,945	32,451
1,055,119	1,257,665	1,121,678	1,447,731	1,291,357	3,513,759
2,000,000	1,250,000	1,033,285	612,691	1,050,710	1,278,301
(7,483)	(901)	(11,317)	(31,347)	(43,165)	(26,943)
3,055,119	2,511,635	2,146,627	2,055,418	2,350,847	4,797,568
\$16,638,477	\$15,131,330	\$15,028,817	\$17,602,075	\$17,693,301	\$20,774,668

Lakewood Local School District

Changes in Fund Balances, Governmental Funds Last Ten Years (modified accrual basis of accounting)

	2016	2017	2018	*
Revenues:				
Local Sources:				
Taxes	\$14,248,738	\$14,169,147	\$16,067,795	\$13,686,900
Tuition	827,692	1,174,718	1,220,174	940,057
Investment Earnings	110,693	138,938	248,916	506,348
Extracurricular Activities	135,620	141,481	179,888	169,432
Class Materials and Fees	55,707	69,111	76,523	71,986
Intermediate Sources	14,522	11,265	20,751	9,963
Intergovernmental - State	9,220,982	9,095,333	8,401,513	8,067,273
Intergovernmental - Federal	1,249,940	1,297,851	1,062,016	1,051,645
All Other Revenue	282,582	132,870	181,958	115,760
Total Revenue	26,146,476	26,230,714	27,459,534	24,619,364
Expenditures:				
Current:				
Instruction	13,106,643	13,744,523	14,728,313	15,324,959
Supporting Services:				
Pupils	1,484,913	1,623,056	1,721,318	1,714,295
Instructional Staff	681,181	649,305	742,318	850,100
Board of Education	113,146	89,586	176,071	156,324
Administration	1,891,636	1,891,555	1,919,922	1,976,644
Fiscal Services	671,329	716,347	698,923	760,721
Business	21,811	25,520	26,506	26,294
Operation and Maintenance of Plant	1,984,513	2,411,178	2,118,221	2,228,896
Pupil Transportation	1,668,532	1,861,033	1,828,136	1,798,865
Central	27,123	23,219	21,741	38,645
Operation of Non-Instructional Services	154,352	6,703	3,380	5,244
Extracurricular Activities	427,445	463,952	547,327	485,708
Capital Outlay	0	1,871,288	2,418,275	51,947
Debt Service:				
Principal Retirement	1,010,052	889,852	1,059,832	1,071,135
Interest and Fiscal Charges	343,663	258,028	293,663	269,015
Total Expenditures	23,586,339	26,525,145	28,303,946	26,758,792
Excess (Deficiency) of Revenues				
Over Expenditures	2,560,137	(294,431)	(844,412)	(2,139,428)

Lakewood Local School District

2020	2021	2022	2023	2024	2025
\$15,877,544	\$16,242,885	\$17,357,934	\$20,802,998	\$18,110,416	\$22,242,969
1,361,525	1,434,681	729,738	656,680	738,358	770,172
392,764	46,530	(113,865)	559,256	1,027,108	1,106,385
121,905	114,054	136,890	182,629	187,103	149,131
61,436	72,817	65,992	66,539	70,523	57,484
33,320	18,711	14,811	33,108	19,976	14,422
7,629,292	7,837,078	7,168,938	7,355,880	7,664,262	8,279,901
972,695	1,447,885	2,868,820	1,917,930	1,688,261	1,327,178
225,542	363,625	90,485	143,081	97,386	84,772
26,676,023	27,578,266	28,319,743	31,718,101	29,603,393	34,032,414
15,721,151	15,886,540	13,919,992	14,375,637	14,938,020	16,082,334
1,721,207	1,793,713	1,946,061	2,025,178	2,392,028	2,754,695
936,082	1,167,721	1,056,292	1,054,494	1,285,444	1,449,319
102,531	76,367	109,624	144,995	147,660	158,674
2,001,735	2,005,894	2,069,287	2,018,730	1,990,916	1,994,355
806,991	819,606	827,201	846,991	915,056	976,218
15,792	14,353	36,815	7,911	9,301	9,641
2,143,930	2,307,443	2,499,977	2,833,295	2,865,094	2,965,977
1,881,923	1,952,940	2,097,860	2,287,542	1,973,269	2,304,285
67,843	81,929	95,242	81,604	86,327	96,661
12,111	43,434	44,692	17,261	8,079	20,818
487,543	466,918	503,283	559,465	582,321	578,057
81,849	1,143,427	1,922,384	2,816,981	762,938	1,352,703
1,086,878	1,119,234	1,123,076	1,512,471	1,462,897	1,999,298
244,411	216,501	189,489	203,062	168,387	130,153
27,311,977	29,096,020	28,441,275	30,785,617	29,587,737	32,873,188
(635,954)	(1,517,754)	(121,532)	932,484	15,656	1,159,226 (Continued)

Lakewood Local School District

Changes in Fund Balances, Governmental Funds Last Ten Years (modified accrual basis of accounting)

	*			
	2016	2017	2018	2019
Other Financing Sources (Uses):				
Sale of Capital Assets	5,600	52,777	12,979	2,108
Other Financing Sources - Loan	0	0	0	0
Other Financing Sources - SBITA	0	0	0	0
Refunding General Obligation Bonds Issued	8,055,000	0	0	0
Premium on Refunding General Obligation Bonds	372,202	0	0	0
Other Financing Sources - Capital Leases	62,770	2,500,000	84,914	0
Payment to Refunded Bonds Escrow Agent	(8,273,386)	0	0	0
Transfers In	0	500,000	500,000	500,000
Transfers Out	0	(500,000)	(500,000)	(500,000)
Total Other Financing Sources (Uses)	<u>222,186</u>	<u>2,552,777</u>	<u>97,893</u>	<u>2,108</u>
 Special Item	 0	 0	 0	 0
 Net Change in Fund Balance	 <u><u>\$2,782,323</u></u>	 <u><u>\$2,258,346</u></u>	 <u><u>(\$746,519)</u></u>	 <u><u>(\$2,137,320)</u></u>
 Debt Service as a Percentage of Noncapital Expenditures	 5.93%	 4.88%	 5.43%	 5.10%

Source: District Treasurer's Office

* Restated for implementation of GASB 84, Fiduciary Activities

Lakewood Local School District

2020	2021	2022	2023	2024	2025
4,525	3,890	19,019	27,568	12,765	4,682
0	0	0	1,164,105	0	1,464,379
0	0	0	449,101	62,805	28,080
0	0	0	0	0	0
0	0	0	0	0	0
0	91,375	0	0	0	0
0	0	0	0	0	0
500,000	0	0	271,756	782,837	2,081,904
(500,000)	(100,000)	0	(271,756)	(782,837)	(2,081,904)
4,525	(4,735)	19,019	1,640,774	75,570	1,497,141
0	0	0	0	0	425,000
(\$631,429)	(\$1,522,489)	(\$102,513)	\$2,573,258	\$91,226	\$3,081,367
4.99%	4.91%	5.07%	6.41%	5.80%	7.05%

Lakewood Local School District

Assessed Valuations and Estimated True Values of Taxable Property Last Ten Calendar Years

Tax year	2015	2016	2017	2018
			*	
Real Property				
Assessed	\$395,670,850	\$398,698,788	\$431,277,342	\$435,415,202
Actual	1,130,488,143	1,139,139,394	1,232,220,977	1,244,043,434
Public Utility				
Assessed	27,025,450	29,234,730	30,572,020	31,890,550
Actual	27,025,450	29,234,730	30,572,020	31,890,550
Total				
Assessed	422,696,300	427,933,518	461,849,362	467,305,752
Actual	1,157,513,593	1,168,374,124	1,262,792,997	1,275,933,984
Assessed Value as a Percentage of Actual Value	36.52%	36.63%	36.57%	36.62%
Total Direct Tax Rate	\$54.20	\$54.20	\$53.20	\$53.10

Source: Licking County Auditor

* Reappraisal

** Update

Presented on a calendar year basis because that is the manner
in which the information is maintained by the County.

Assessed value of Real Property is at 35%, Assessed value of Public Utility is at 100%.

Lakewood Local School District

2019	2020	2021	2022	2023	2024
	**			*	
\$442,278,789	\$520,992,294	\$529,831,414	\$546,499,146	\$786,215,983	\$799,536,728
1,263,653,683	1,488,549,411	1,513,804,040	1,561,426,131	2,246,331,380	2,284,390,651
36,716,240	38,771,990	41,757,320	48,873,630	50,871,090	54,186,100
36,716,240	38,771,990	41,757,320	48,873,630	50,871,090	54,186,100
478,995,029	559,764,284	571,588,734	595,372,776	837,087,073	853,722,828
1,300,369,923	1,527,321,401	1,555,561,360	1,610,299,761	2,297,202,470	2,338,576,751
36.84%	36.65%	36.74%	36.97%	36.44%	36.51%
\$52.60	\$51.10	\$51.00	\$50.40	\$46.90	\$46.60

Lakewood Local School District

Property Tax Rates of Direct and Overlapping Governments
(per \$1,000 of assessed value)
Last Ten Calendar Years

Tax year	2015	2016	2017	2018
Direct District Rates				
General Fund	52.40	52.40	51.40	51.40
Debt Service Fund	1.80	1.80	1.80	1.70
Total	54.20	54.20	53.20	53.10
Overlapping Rates				
Licking County Joint Vocational School	2.58	2.57	2.55	2.55
Licking County	8.00	8.00	9.50	9.50
Special Taxing Districts				
City				
Heath	5.60-6.40	5.60-6.40	5.60-6.40	5.60-6.40
Villages				
Buckeye Lake	11.10-12.20	11.10-12.20	16.10-17.20	16.10-17.20
Hebron	13.30	13.30	13.30	13.30
Townships				
Bowling Green	5.80	5.80	5.80	5.10
Franklin	7.20	7.20	7.20	7.20
Licking	3.10-4.90	6.10-7.90	6.10-7.90	6.10-7.90
Union	2.30-7.40	4.10-7.40	5.60-7.40	5.60-7.40

Source:

Licking County Auditor's Office

Presented on a calendar year basis because that is the manner
in which the information is maintained by the County.

Note: Ohio Revised Code Sections 5705.02 and 5705.07 require a vote of the people
for any millage exceeding the "unvoted" or "inside" millage.

Lakewood Local School District

2019	2020	2021	2022	2023	2024
50.90	49.40	49.30	48.80	45.90	45.80
1.70	1.70	1.70	1.60	1.00	0.80
52.60	51.10	51.00	50.40	46.90	46.60
2.55	2.50	2.50	2.50	2.00	2.00
9.50	9.50	9.50	8.40	8.40	8.60
5.60-6.40	5.60-6.40	5.60-6.40	5.60-6.40	5.60-6.40	5.60-6.40
21.10-22.20	21.10-22.20	21.10-22.20	21.10-22.20	24.10-25.20	19.10-20.20
13.30	13.30	13.30	7.30	7.30	7.30
5.80	5.80	5.80	8.80	7.80	7.80
7.20	7.20	7.20	7.20	7.20	7.20
6.10-7.90	6.10-7.90	6.10-7.90	6.10-7.9	6.10-7.9	6.10-7.90
5.60-7.40	5.60-7.40	3.80-5.60	3.80-5.60	7.8-9.60	7.8-9.60

Lakewood Local School District

*Principal Taxpayers
Real Estate Tax
Current Year and Nine Years Ago*

Name of Taxpayer	Nature of Business	Calendar Year 2024		
		Assessed Value	Rank	Percent of Total Assessed Value
Southgate Company Limited Partnership	Developer	\$8,968,730	1	1.12%
Exeter 111 Enterprise LP	Real Estate Investment	6,825,000	2	0.85%
Harry & David Operations Inc.	Catalog Distribution	6,274,310	3	0.78%
DCP Heath Holdings LLC	Foreign Limited Liability Co	5,674,140	4	0.71%
Covestro LLC	Manufacturer - Polymers	4,662,670	5	0.58%
THK Manufacturing of America Inc.	Linear Motion Devices	4,200,010	6	0.53%
Hot Air (Multi) LLC	Foreign Limited Liability Co	4,180,340	7	0.52%
IIP-OH 1 LLC	Foreign Limited Liability Co	3,865,860	8	0.48%
Lexington OC 200 LLC	Warehouse	3,792,470	9	0.47%
Exeter 113 Enterprise LP	Real Estate Investment	3,534,760	10	0.44%
Subtotal		51,978,290		6.48%
All Others		747,558,438		93.52%
Total		\$799,536,728		100.00%

Name of Taxpayer	Nature of Business	Calendar Year 2015		
		Assessed Value	Rank	Percent of Total Assessed Value
THK Manufacturing of America	Linear Motion Devices	\$6,429,900	1	1.63%
Lexington O C LLC	Warehouse	5,412,020	2	1.36%
Harry & David Operations	Distributor	5,250,010	3	1.32%
Southgate Co Limited Partnership	Developer	4,954,960	4	1.25%
111 Enterprise DR LLC	Warehouse	2,829,790	5	0.72%
Four B's (New Jersey General Partnership)	Warehouse	2,174,620	6	0.55%
Uhrman Development	Developer	2,072,600	7	0.52%
Coughlin Automotive Properties of Heath	Car Dealership	1,941,000	8	0.49%
Bayer Corporation	Manufacturing	1,883,460	9	0.48%
MPW Properties	Industrial Cleaning	1,765,090	10	0.45%
Subtotal		34,713,450		8.77%
All Others		360,957,400		91.23%
Total		\$395,670,850		100.00%

Source: Licking County Auditor - Land and Buildings
Based on valuation of property in 2024 and 2015

Presented on a calendar year basis because that is the manner
in which the information is maintained by the County.

Lakewood Local School District

*Principal Taxpayers
Public Utilities Property Tax
Current Year and Nine Years Ago*

		Calendar Year 2024		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Ohio Power Company	Electricity	\$27,883,480	1	51.46%
Columbia Gas Transmission Corp	Natural Gas	7,673,540	2	14.16%
AEP Ohio Transmission Co., Inc.	Electricity	3,431,690	3	6.33%
National Gas and Oil Corp	Propane	2,746,250	4	5.07%
Eastern Gas Transmission and Storage Inc.	Pipelines	2,229,660	5	4.11%
NGO Transmission Inc.	Natural Gas	1,762,720	6	3.25%
Licking Rural Electric Inc.	Electricity	1,678,900	7	3.10%
AEP Ohio Transmission Co	Electricity	1,451,710	8	2.68%
AEP Ohio Transmission Company, Inc.	Electricity	1,135,230	9	2.10%
Columbia Gas of Ohio	Propane	579,260	10	1.07%
Subtotal		50,572,440		93.33%
All Others		3,613,660		6.67%
Total		\$54,186,100		100.00%

		Calendar Year 2015		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Ohio Power Company	Electricity	\$14,356,760	1	53.12%
AEP Ohio Transmission Co	Electricity	\$3,962,260	2	14.66%
Columbus Gas Transmission Corp	Natural Gas	\$1,967,980	3	7.28%
National Gas and Oil	Propane	\$1,597,400	4	5.91%
Licking Rural Electric	Electricity	\$1,594,560	5	5.91%
Dominion Transmission Inc.	Pipelines	\$1,444,600	6	5.35%
NGO Transmission Inc.	Natural Gas	\$1,118,910	7	4.14%
Columbia Gas of Ohio Inc.	Propane	\$722,890	8	2.67%
Dayton Power & Light Co	Electricity	\$199,050	9	0.74%
United Telephone	Phone	\$49,310	10	0.18%
Subtotal		27,013,720		99.96%
All Others		11,730		0.04%
Total		\$27,025,450		100.00%

Source: Licking County Auditor - Land and Buildings
Based on valuation of property in 2024 and 2015

Presented on a calendar year basis because that is the manner
in which the information is maintained by the County.

Lakewood Local School District

Property Tax Levies and Collections Last Ten Years

Collection Year	2015	2016	2017	2018
Total Tax Levy	\$15,646,211	\$15,786,873	\$15,873,468	\$16,426,928
Collections within the Fiscal Year of the Levy				
Current Tax Collections	15,097,508	15,232,195	15,423,233	16,107,572
Percent of Levy Collected	96.49%	96.49%	97.16%	98.06%
Delinquent Tax Collections	464,878	453,056	254,186	449,882
Total Tax Collections	15,562,386	15,685,251	15,677,419	16,557,454
Percent of Total Tax Collections To Tax Levy	99.46%	99.36%	98.76%	100.79%
Accumulated Outstanding Delinquent Taxes	638,307	546,685	451,838	626,265
Percentage of Accumulated Delinquent Taxes to Total Tax Levy	4.08%	3.46%	2.85%	3.81%

Source: Licking County Auditor's Office

Presented on a calendar year basis because that is the manner
in which the information is maintained by the County.

Lakewood Local School District

2019	2020	2021	2022	2023	2024
\$16,919,735	\$16,662,711	\$16,914,211	\$18,640,974	\$19,489,296	\$24,669,381
16,590,799	16,251,305	16,667,803	18,414,943	19,214,130	21,394,864
98.06%	97.53%	98.54%	98.79%	98.59%	86.73%
463,378	434,893	481,151	442,048	696,407	461,447
17,054,177	16,686,198	17,148,954	18,856,991	19,910,537	21,856,311
100.79%	100.14%	101.39%	101.16%	102.16%	88.60%
645,053	417,577	288,936	594,656	461,182	985,039
3.81%	2.51%	1.71%	3.19%	2.37%	3.99%

Lakewood Local School District

Ratio of Outstanding Debt By Type Last Ten Years

	2016	2017	2018	2019
Governmental Activities ⁽¹⁾				
Energy Conservation Bonds Payable	\$692,648	\$550,624	\$458,854	\$367,083
General Obligation Bonds Payable	8,922,230	8,220,168	7,484,151	6,728,134
Loan Payable	0	2,500,000	2,270,000	2,045,000
Lease Payable	82,910	45,082	96,934	67,570
SBITA Payable	0	0	0	0
Total Primary Government	<u>\$9,697,788</u>	<u>\$11,315,874</u>	<u>\$10,309,939</u>	<u>\$9,207,787</u>
Population ⁽²⁾				
Village of Buckeye Lake and Village of Hebron	5,082	5,168	5,251	5,348
Outstanding Debt Per Capita	1,908	2,190	1,963	1,722
Income ⁽³⁾				
Personal (in thousands)	211,315	218,177	232,157	245,034
Percentage of Personal Income	4.59%	5.19%	4.44%	3.76%

Sources:

- (1) District Treasurer's Office
- (2) US Bureau of Census of Population - latest update is calendar year 2020 which is used for the following fiscal year calculation.
- (3) US Department of Commerce, Bureau of Economic Analysis
 - (a) Per Capita Income is only available by County. Total Personal Income is a calculation based on previous calendar year.

Lakewood Local School District

2020	2021	2022	2023	2024	2025
\$275,312	\$183,541	\$91,770	\$0	\$0	\$0
5,962,117	5,181,100	4,380,083	3,549,066	2,698,049	1,827,032
1,815,000	1,575,000	1,330,000	2,010,408	1,511,487	1,964,654
37,463	91,375	75,070	57,835	39,616	20,357
0	0	0	329,332	266,380	165,633
<u>\$8,089,892</u>	<u>\$7,031,016</u>	<u>\$5,876,923</u>	<u>\$5,946,641</u>	<u>\$4,515,532</u>	<u>\$3,977,676</u>

4,846	4,846	4,846	4,846	4,846	4,846
1,669	1,451	1,213	1,227	932	821

251,875	246,225	264,228	269,753	284,509	269,753
3.21%	2.86%	2.22%	2.20%	1.59%	1.47%

Lakewood Local School District

Ratios of General Bonded Debt Outstanding Last Ten Years

Year	2016	2017	2018	2019
Population ⁽¹⁾	5,082	5,168	5,251	5,348
Assessed Value ⁽²⁾	422,696,300	427,933,518	461,849,362	467,305,752
General Bonded Debt ⁽³⁾				
General Obligation Bonds	8,922,230	8,220,168	7,484,151	6,728,134
Resources Available to Pay Principal ⁽⁴⁾	437,421	411,361	448,350	469,288
Net General Bonded Debt	8,484,809	7,808,807	7,035,801	6,258,846
Ratio of Net Bonded Debt to Estimated Actual Value	2.0%	1.8%	1.5%	1.3%
Net Bonded Debt per Capita	1,669.58	1,510.99	1,339.90	1,170.32

Source:

(1) U.S. Bureau of Census of Population - latest update is calendar year 2020

(2) Licking County Auditor

(3) Includes all general obligation bonded debt supported by property taxes.

(4) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

Lakewood Local School District

2020	2021	2022	2023	2024	2025
4,846	4,846	4,846	4,846	4,846	4,846
478,995,029	559,764,284	571,588,734	595,372,776	837,087,073	853,722,828
5,962,117	5,181,100	4,380,083	3,549,066	2,698,049	1,827,032
505,710	626,042	817,358	1,002,535	1,123,998	1,097,328
5,456,407	4,555,058	3,562,725	2,546,531	1,574,051	729,704
1.1%	0.8%	0.6%	0.4%	0.2%	0.1%
1,125.96	939.96	735.19	525.49	324.81	150.58



Lakewood Local School District

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
June 30, 2025*

Jurisdiction	Gross Debt Outstanding	Percentage Applicable to Lakewood Local School District (1)	Amount Applicable to Lakewood Local School District
Direct:			
Lakewood Local School District	\$3,977,676	100.00%	\$3,977,676
Overlapping:			
Licking County	19,505,000	10.66%	2,079,233
Heath City	4,650,000	8.47%	393,855
Buckeye Lake Village	69,678	99.48%	69,316
Hebron Village	640,000	100.00%	640,000
Franklin Township	101,635	95.13%	96,685
West Licking Fire District Miscellaneous	9,950,000	5.52%	549,240
		Subtotal	3,828,329
		Total	\$7,806,005

Source: Ohio Municipal Advisory Council, June 2025

(1) Overlapping percentage was calculated by dividing each overlapping subdivision's assessed valuation within the District by the subdivision's total assessed valuation.

Lakewood Local School District

Debt Limitations Last Ten Years

Collection Year	2016	2017	2018	2019
Net Assessed Valuation	\$422,696,300	\$427,933,518	\$461,849,362	\$467,305,752
Legal Debt Limitation (%) ⁽¹⁾	9.00%	9.00%	9.00%	9.00%
Legal Debt Limitation (\$) ⁽¹⁾	38,042,667	38,514,017	41,566,443	42,057,518
Applicable District Debt Outstanding	8,922,230	8,220,168	7,484,151	6,728,134
Less: Applicable Debt Service Fund Amounts ⁽²⁾	(437,421)	(411,361)	(448,350)	(469,288)
Net Indebtedness Subject to Limitation	8,484,809	7,808,807	7,035,801	6,258,846
Overall Legal Debt Margin	<u>\$29,557,858</u>	<u>\$30,705,210</u>	<u>\$34,530,642</u>	<u>\$35,798,672</u>
Legal Debt Limitation (%) ⁽¹⁾	0.10%	0.10%	0.10%	0.10%
Legal Debt Limitation (\$) ⁽¹⁾	422,696	427,934	461,849	467,306
Applicable District Debt Outstanding	0	0	0	0
Unvoted Legal Debt Margin	<u>\$422,696</u>	<u>\$427,934</u>	<u>\$461,849</u>	<u>\$467,306</u>
Legal Debt Limitation (%) ⁽¹⁾	0.90%	0.90%	0.90%	0.90%
Legal Debt Limitation (\$) ⁽¹⁾	3,804,267	3,851,402	4,156,644	4,205,752
Applicable District Debt Outstanding	(692,648)	(550,624)	(458,854)	(367,083)
Unvoted Energy Conservation Loans Legal Debt Margin	<u>\$3,111,619</u>	<u>\$3,300,778</u>	<u>\$3,697,790</u>	<u>\$3,838,669</u>

(1) Ohio Bond Law sets a limit of 9% for overall debt, 1/10 of 1% for unvoted debt,
and 9/10 of 1% for energy conservation debt.

(2) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

Lakewood Local School District

2020	2021	2022	2023	2024	2025
\$478,995,029	\$559,764,284	\$571,588,734	\$595,372,776	\$837,087,073	\$853,722,828
9.00%	9.00%	9.00%	9.00%	9.00%	9.00%
43,109,553	50,378,786	51,442,986	53,583,550	75,337,837	76,835,055
5,962,117	5,181,100	4,380,083	3,549,066	2,698,049	1,827,032
(505,710)	(626,042)	(817,358)	(1,002,535)	(1,123,998)	(1,097,328)
5,456,407	4,555,058	3,562,725	2,546,531	1,574,051	729,704
<u>\$37,653,146</u>	<u>\$45,823,728</u>	<u>\$47,880,261</u>	<u>\$51,037,019</u>	<u>\$73,763,786</u>	<u>\$76,105,351</u>
0.10%	0.10%	0.10%	0.10%	0.10%	0.10%
478,995	559,764	571,589	595,373	837,087	853,723
0	0	0	0	0	0
<u>\$478,995</u>	<u>\$559,764</u>	<u>\$571,589</u>	<u>\$595,373</u>	<u>\$837,087</u>	<u>\$853,723</u>
0.90%	0.90%	0.90%	0.90%	0.90%	0.90%
4,310,955	5,037,879	5,144,299	5,358,355	7,533,784	7,683,505
(275,312)	(183,541)	(91,770)	0	0	0
<u>\$4,035,643</u>	<u>\$4,854,338</u>	<u>\$5,052,529</u>	<u>\$5,358,355</u>	<u>\$7,533,784</u>	<u>\$7,683,505</u>

Lakewood Local School District

Demographic and Economic Statistics Last Ten Years

Calendar Year*	2015	2016	2017	2018
Population (1)				
Village of Buckeye Lake and Village of Hebron	5,082	5,168	5,251	5,320
Licking County	170,570	172,198	173,448	175,769
Income (2) (a)				
Total Personal (in thousands)	211,315	218,177	232,157	245,034
Per Capita	41,581	42,217	44,212	46,059
Unemployment Rate (3)				
Federal	5.3%	4.9%	4.4%	3.9%
State	4.9%	4.9%	5.0%	4.6%
Licking County	4.4%	4.3%	4.2%	4.0%
Fiscal Year**	2016	2017	2018	2019
School Enrollment (4)				
Grades K - 5	805	819	814	817
Grades 6 - 8	430	461	449	434
Grades 9 - 12	567	622	615	602
Non-Grade	2	0	0	0
Total	1,804	1,902	1,878	1,853

* Presented on a calendar year basis because that is the manner in which the information is maintained.

(1) US Bureau of Census of Population - latest update is calendar year 2020.

(2) US Department of Commerce, Bureau of Economic Analysis

(a) Per Capita Income is only available by County (2024 not available),
Total Personal Income is a calculation

(3) State Department of Labor Statistics

** Presented on a fiscal year basis

(4) Student enrollment is based on the October count using the Educational Management System for fiscal years 2015 through 2016, while student enrollment for fiscal years 2017 through 2021 are based on the year end count. Beginning in fiscal year 2022 the District enrollment is based on actual district educated enrollment.

Lakewood Local School District

2019	2020	2021	2022	2023	2024
5,348	4,846	4,846	4,846	4,846	4,846
176,862	178,100	180,401	181,359	178,519	178,519
251,875	246,225	264,228	269,753	284,509	284,509
47,097	50,810	54,525	55,665	58,710	58,710
3.7%	8.1%	5.3%	3.6%	3.6%	4.0%
4.1%	8.1%	5.1%	4.0%	4.0%	4.3%
3.7%	6.5%	4.1%	3.4%	3.1%	4.0%
2020	2021	2022	2023	2024	2025
828	768	734	752	754	737
422	375	351	389	382	393
594	547	541	455	450	433
0	0	0	0	0	0
1,844	1,690	1,626	1,596	1,586	1,563



Lakewood Local School District

Principal Employers Current Year and Nine Years Ago

		2025	
Employer	Nature of Business	Number of Employees	Rank
THK Manufacturing of America Inc.	Linear Motion Devices	425	1
Harry & David Operations Inc.	Catalog Distribution	332	2
Hendrickson Auxiliary Axle	Auxiliary Axle Manufacturing	225	3
Armor Source LLC	Ballistic Helmet Manufacturer	175	4
RR Donnelley	Manufacturer	160	5
Covestro LLC	Polymers Manufacturer	155	6
Momentive Performance Materials USA LLC	Adhesives	137	7
Kroger	Grocery Retailer	125	8
Transcendia Inc.	Plastic Film Manufacturer	110	9
Lear	Automotive Seat Manufacturer	75	10
Total		1,919	
Total Employment within the District		N/A	

		2016	
Employer	Nature of Business	Number of Employees	Rank
THK Manufacturing of America	Linear Motion Devices	330	1
Kroger	Grocery	205	3
Heritage Sportswear	Clothing Manufacturing	171	2
Bayer Corporation	Polymers	152	4
Harry & David	Distributor	120	5
Hendrickson Axle	Auxiliary Axle Manufacturing	109	6
Renosol Corp	Foam Auto Seats	106	7
SunField	Steel Stamping	106	8
State Industrial	Machining	82	9
AGC	Metal Machining Automotive	75	10
Total		1,456	
Total Employment within the District		N/A	

Sources: Village of Hebron Administrative Offices - This information is based on 2025 and 2016 information.

N/A - not available

Lakewood Local School District

School District Employees by Type Last Ten Years

	2016	2017	2018	2019
Supervisory				
Superintendent/Director of Teaching and Learning	2	2	2	2
Department Administrators	6	6	6	6
Principals	4	4	4	4
Assistant Principals	3	3	3	3
Instruction				
Classroom Teachers				
Elementary	56	56	59	54
Middle	39	39	37	37
High	45	44	42	42
Educational Options	0	1	1	1
Instructional Support				
Coaches- Literacy/Math	2	2	2	2
Dean of Students - Special Assignment	0	1	1	1
Stem Coordinator	0	0	0	1
Curriculum Coordinator	0	0	0	0
Student Services				
Guidance Counselors	3	3	3	3
Social Workers	1	1	1	1
Psychologists	2	2	2	2
Librarians	1	0	0	0
Speech Language	3	3	3	3
Media Integration Specialist (Grade 6-12)	1	1	1	1
Support Services				
Clerical/Secretaries	10	10	10	10
Aides/Monitors	17	17	17	16
Fiscal /Accounting	3	3	3	3
Food Service	14	14	14	15
Library Technicians	4	4	4	4
Maintenance/Grounds	17	18	17	17
Technology Coordinator/ Desktop/Endpoint Tech	1	1	1	1
Transportation	27	28	28	28
<i>Total Employees</i>	<u>261</u>	<u>263</u>	<u>261</u>	<u>257</u>

Method: 1.00 for each employee position

Source: District Treasurer's Office

Lakewood Local School District

2020	2021	2022	2023	2024	2025
2	2	2	2	2	2
6	7	7	7	7	7
4	4	4	4	4	4
3	3	3	3	2	2
54	56	56	55	55	54
37	29	29	29	29	28
41	41	39	39	34	34
1	1	1	1	1	0
2	2	2	2	2	2
1	1	1	1	2	2
1	1	1	1	1	0
0	0	0	0	0	1
3	3	3	3	3	3
1	1	1	1	2	2
2	2	2	2	2	2
0	0	0	0	0	0
3	3	3	3	3	3
1	1	1	1	2	2
10	10	10	10	10	10
17	18	19	21	22	23
3	3	3	3	3	3
15	15	16	16	16	16
4	4	4	4	3	3
17	18	21	20	19	22
1	1	2	2	2	2
28	30	27	30	29	27
257	256	257	260	255	254

Lakewood Local School District

Cost per Pupil Last Ten Years

Fiscal Year	2016	2017	2018	2019	2020
Enrollment (1)	1,804	1,902	1,878	1,853	1,844
Modified Accrual Basis					
Operating Expenditures	\$23,586,339	\$26,525,145	\$28,303,946	\$26,733,057	\$27,311,977
Cost per Pupil	13,074	13,946	15,071	14,427	14,811
Percentage of Change	9.7%	6.7%	8.1%	(4.3%)	2.7%
Accrual Basis (2)					
Expenses	\$22,133,530	\$24,479,071	\$13,515,550	\$23,457,437	\$28,012,556
Cost per Pupil	12,269	12,870	7,197	12,659	15,191
Percentage of Change	9.2%	4.9%	(44.1%)	75.9%	20.0%
Teaching Staff	140	140	139	134	133

Source: District Treasurer's Office

(1) Student Enrollment is based on the October Count using the Educational Management System for fiscal year 2016, whole student enrollment for fiscal years 2017 through 2021 are based on the year end count. Beginning in fiscal year 2022, the District is based on actual district educated enrollment.

(2) Expenses exclude interest and fiscal charges

Lakewood Local School District

2021	2022	2023	2024	2025
1,690	1,626	1,596	1,586	1,563
\$29,096,020	\$28,441,275	\$30,785,617	\$29,587,737	\$32,873,188
17,217	17,492	19,289	18,656	21,032
16.2%	1.6%	10.3%	(3.3%)	12.7%
\$28,706,054	\$23,683,634	\$26,608,544	\$27,308,207	\$28,291,597
16,986	14,566	16,672	17,218	18,101
11.8%	(14.2%)	14.5%	3.3%	5.1%
127	125	124	119	116

Lakewood Local School District

Operational Information Last Ten Years

	2016	2017	2018	2019
Governmental Activities				
Pupils				
Enrollment	1,804	1,902	1,878	1,853
Graduates	134	159	156	134
Percent of Students with Disabilities	17.5%	17.0%	17.4%	18.4%
Board of Education				
Regularly scheduled board meeting per year	12	12	12	12
Fiscal Services				
Purchase Orders Processed	1,437	1,412	1,594	1,683
Checks Issued (non payroll)	2,598	2,589	2,202	2,218
Operation and Maintenance of Plant				
District Square Footage Maintained	357,393	357,393	357,393	358,245
District Square Acreage Maintained	114	114	114	114
Pupil Transportation				
Average Daily Students Transported	1,357	1,191	1,191	1,173
Average Daily Bus Fleet Miles	2,038	2,399	2,352	2,366
Number of Buses	34	34	30	29
Extracurricular Activities				
High School Varsity Teams	19	19	19	21
Business-Type Activities				
Food Service				
Student Lunches Served Annually	176,446	181,867	175,942	173,826
Free/Reduced Student Lunches Served Annually	103,649	108,337	100,738	104,578

Source: District Treasurer's Office and Ohio Department of Education Report Card Data

Student enrollment is based on the October count using the Educational Management System for fiscal year 2016, while student enrollment for fiscal years 2017 through 2021 are based on the year end count. Beginning in fiscal year 2022, the District enrollment is based on actual district educated enrollment.

During fiscal year 2020, the State of Ohio mandated a school closure on March 17, 2020 for a COVID-19 pandemic.

During fiscal year 2021, School was on a reduced schedule with an online option due to COVID-19 pandemic. All lunches served during fiscal year 2021 and fiscal year 2022 were free to students. The District received reimbursement for the lunches served from the US Department of Agriculture.

Lakewood Local School District

2020	2021	2022	2023	2024	2025
1,844	1,690	1,626	1,596	1,586	1,563
123	165	134	134	133	134
21.0%	22.0%	20.0%	19.4%	18.6%	19.3%
12	12	12	12	12	12
1,446	1,272	1,402	1,505	1,536	1,483
1,929	1,689	1,714	1,746	1,712	1,751
358,245	358,245	358,245	358,245	363,315	305,177
114	114	114	114	114	114
1,102	693	903	1,060	1,018	954
1,926	1,640	2,498	2,376	1,624	1,664
29	29	29	28	29	29
21	21	21	21	21	21
140,863	105,422	192,311	155,299	160,556	188,623
92,698	105,422	192,311	82,946	96,232	105,646

Lakewood Local School District

Teachers' Salaries Last Ten Years

Fiscal Year	2016	2017	2018	2019	2020
Minimum Salary (1)	32,433	33,406	34,408	35,096	36,962
Maximum Salary (2)	68,920	70,988	73,117	74,579	78,544
District Average Salary (3)	50,259	56,787	58,691	60,827	62,733
State Average Salary (3)	55,294	56,985	58,186	63,916	65,754

Full Time Equivalent Teachers by Education Last Ten Years

Fiscal Year	2016	2017	2018	2019	2020
Bachelor's Degree	6	6	7	8	11
Bachelor + 15	25	19	17	18	21
Master's Degree	70	72	61	56	52
Master's Degree + 15	39	43	54	52	49
Total	140	140	139	134	133

Source: District Treasurer's Office Personnel Records

(1) Starting Teacher with no experience - per negotiated agreement.

(2) Teacher with a Master degree plus more than 30 hours of additional education - per negotiated agreement.

(3) Provided by the Ohio Department of Education.

N/A means not available at the time this report was prepared

Lakewood Local School District

2021	2022	2023	2024	2025
37,794	38,644	39,514	40,304	41,916
80,312	84,244	86,141	87,863	98,293
64,237	65,205	69,600	69,912	73,520
N/A	N/A	N/A	N/A	N/A

2021	2022	2023	2024	2025
11	9	11	9	9
20	20	15	14	14
45	43	46	44	38
51	53	52	52	55
127	125	124	119	116

Lakewood Local School District

Building Statistics Last Ten Years

	2016	2017	2018	2019
Secondary				
Lakewood Local High School				
Constructed in 2000				
Total Building Square Footage	150,848	150,848	150,848	150,848
Student Capacity	1,000	1,000	1,000	1,000
Enrollment Grades 9-12	623	622	615	602
Instruction Classrooms	44	44	44	44
Department Administrative	0	0	0	0
Administrators	N/A	N/A	3	4
Certified Staff	N/A	N/A	48	48
Classified Staff	N/A	N/A	16	15
Middle				
Lakewood Local Middle School				
Constructed in 1959				
Total Building Square Footage	60,700	60,700	60,700	61,552
Student Capacity	720	720	720	720
Enrollment Grades 6-8	429	461	449	434
Instruction Classrooms	32	32	32	32
Administrators	N/A	N/A	2	2
Certified Staff	N/A	N/A	39	39
Classified Staff	N/A	N/A	13	12
Intermediate				
Jackson Intermediate School*				
Constructed in 1972 and 1967				
Total Building Square Footage	75,107	75,107	75,107	75,107
Student Capacity	975	975	975	975
Enrollment Grades 3-5	432	403	407	407
Instruction Classrooms	40	40	40	40
Administrators	N/A	N/A	2	2
Certified Staff	N/A	N/A	33	31
Classified Staff	N/A	N/A	19	20
Elementary				
Hebron Elementary- Decommissioned End of FY2023* (Building sold in fiscal year 2025)				
Constructed in 1914				
Total Building Square Footage	58,138	58,138	58,138	58,138
Student Capacity	675	675	675	675
Enrollment Grades K-2	456	416	407	410
Instruction Classrooms	36	36	36	36
Administrators	N/A	N/A	1	1
Certified Staff	N/A	N/A	32	30
Classified Staff	N/A	N/A	14	14
Elementary				
Lakewood Elementary School*				
Constructed in 1972 - Modular Units added in FY2024				
Total Building Square Footage	N/A	N/A	N/A	N/A
Student Capacity	N/A	N/A	N/A	N/A
Enrollment Grades K-2	N/A	N/A	N/A	N/A
Instruction Classrooms	N/A	N/A	N/A	N/A
Administrators	N/A	N/A	N/A	N/A
Certified Staff	N/A	N/A	N/A	N/A
Classified Staff	N/A	N/A	N/A	N/A

Lakewood Local School District

2020	2021	2022	2023	2024	2025
150,848	150,848	150,848	150,848	150,848	150,848
1,000	1,000	1,000	1,000	1,000	1,000
594	547	541	455	450	433
44	44	44	44	44	44
0	0	0	0	1	1
4	4	4	4	4	4
47	46	45	43	40	39
16	16	19	19	22	21
61,552	61,552	61,552	61,552	61,522	61,522
720	720	720	720	720	720
422	375	351	389	382	393
32	32	32	32	32	32
2	2	2	2	2	2
39	38	32	31	31	31
12	12	18	18	17	17
75,107	75,107	75,107	75,107	49,657	49,657
975	975	975	975	468	468
417	409	376	370	388	379
40	40	40	40	27	27
2	2	2	2	1	1
31	28	32	31	31	30
20	20	17	19	13	14
58,138	58,138	58,138	58,138	58,138	0
675	675	675	675	N/A	N/A
411	359	358	382	N/A	N/A
36	36	36	36	N/A	N/A
1	1	1	1	N/A	N/A
30	31	30	33	N/A	N/A
14	14	15	15	N/A	N/A
N/A	N/A	N/A	N/A	30,550	30,550
N/A	N/A	N/A	N/A	505	505
N/A	N/A	N/A	N/A	366	358
N/A	N/A	N/A	N/A	26	26
N/A	N/A	N/A	N/A	1	1
N/A	N/A	N/A	N/A	34	33
N/A	N/A	N/A	N/A	18	22

(Continued)

Lakewood Local School District

Building Statistics Last Ten Years

	2016	2017	2018	2019
All Other				
Central Administration Building				
Total Building Square Footage	3,696	3,696	3,696	3,696
Superintendent/Director of Teaching & Learning	N/A	N/A	N/A	2
Department Administrators	N/A	N/A	N/A	1
Classified Staff	N/A	N/A	N/A	5
Transportation/Maintenance				
Total Building Square Footage	8,904	8,904	8,904	8,904
Department Administrators	N/A	N/A	N/A	3
Classified Staff	N/A	N/A	N/A	28

Source: District Treasurer's Office

Starting in fiscal year 2018 the District added additional staffing information for each building.

* The Hebron Elementary building was decommissioned at the end of the 2022-2023 school year.

The students and staff were shifted to the Jackson Intermediate's campus to a building which was named Lakewood Elementary. Modular units were added to this building to accommodate the student enrollment numbers. The building was sold in fiscal year 2024.

N/A: Information Unavailable

Lakewood Local School District

2020	2021	2022	2023	2024	2025
3,696	3,696	3,696	3,696	3,696	3,696
2	2	2	2	2	2
1	2	2	2	2	2
5	5	5	5	5	5
8,904	8,904	8,904	8,904	8,904	8,904
3	3	3	3	2	2
28	30	28	30	29	27

Lakewood Local School District

Educational and Operating Statistics Last Ten Years

	2016	2017	2018	2019	2020
Cost per Student (ODE)					
Lakewood	9,918	10,800	9,631	12,937	10,262
State (Average)	9,837	10,445	9,356	12,472	9,883
Attendance Rate					
Lakewood	94.80%	94.50%	94.20%	93.80%	95.00%
State (Average)	94.10%	93.90%	93.70%	93.50%	94.90%
Graduation Rate					
Lakewood	95.00%	90.80%	89.90%	90.10%	93.00%
State (Average)	83.60%	84.10%	85.30%	85.90%	87.20%

Source:

Ohio Department of Education local report cards

N/A means not available at the time this report was prepared

Lakewood Local School District

2021	2022	2023	2024	2025
11,418	12,224	12,387	12,700	13,769
10,334	11,246	11,896	12,396	12,723
90.90%	90.30%	92.20%	93.20%	92.20%
91.50%	90.40%	91.00%	91.30%	N/A
95.30%	91.40%	89.90%	93.00%	93.10%
87.00%	87.30%	N/A	N/A	N/A



LAKEWOOD LOCAL SCHOOL DISTRICT
LICKING COUNTY, OHIO

SINGLE AUDIT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2025

**LAKEWOOD LOCAL SCHOOL DISTRICT
LICKING COUNTY, OHIO**

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**LAKEWOOD LOCAL SCHOOL DISTRICT
LICKING COUNTY, OHIO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM/CLUSTER TITLE	ASSISTANCE LISTING NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER / ADDITIONAL AWARD IDENTIFICATION	TOTAL EXPENDITURES OF FEDERAL AWARDS
U.S. DEPARTMENT OF AGRICULTURE			
<i>Passed Through the Ohio Department of Education and Workforce</i>			
Child Nutrition Cluster:			
School Breakfast Program	10.553	2025	\$ 207,827
National School Lunch Program	10.555	2025	564,516
National School Lunch Program - Food Donation	10.555	2025	96,429
Total National School Lunch Program			660,945
Total Child Nutrition Cluster			868,772
Total U.S. Department of Agriculture			868,772
U.S. DEPARTMENT OF THE TREASURY			
<i>Passed Through the Ohio Office of Budget and Management</i>			
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds - School Safety Round #4	21.027	COVID-19	161,577
Total U.S. Department of the Treasury			161,577
U.S. DEPARTMENT OF EDUCATION			
<i>Passed Through the Ohio Department of Education and Workforce</i>			
Title I Grants to Local Educational Agencies	84.010A	84.010A, 2024	49,513
Title I Grants to Local Educational Agencies	84.010A	84.010A, 2025	402,941
Title I Grants to Local Educational Agencies - Noncompetitive, Supplemental School Improvement	84.010A	84.010A, 2024	692
Title I Grants to Local Educational Agencies - Expanding Opportunities for Each Child Non-Competitive Grant	84.010A	84.010A, 2024	1,039
Total Title I Grants to Local Educational Agencies			454,185
Special Education Cluster (IDEA):			
Special Education_Grants to States (IDEA, Part B)	84.027A	84.027A, 2024	43,384
Special Education_Grants to States (IDEA, Part B)	84.027A	84.027A, 2025	351,058
Total Special Education _Grants to States			394,442
Special Education_Preschool Grants (IDEA, Preschool)	84.173A	84.173A, 2024	10,852
Total Special Education Cluster (IDEA)			405,294
<i>Consortium Amount Passed/Transferred to the Licking Regional Educational Service Center</i>			
English Language Acquisition State Grants	84.365A	84.365A, 2025	298
Supporting Effective Instruction State Grants	84.367A	84.367A, 2024	8,847
Supporting Effective Instruction State Grants	84.367A	84.367A, 2025	59,374
Total Supporting Effective Instruction State Grants			68,221
Student Support and Academic Enrichment Program	84.424A	84.424A, 2024	2,764
Student Support and Academic Enrichment Program	84.424A	84.424A, 2025	32,262
Total Student Support and Academic Enrichment Program			35,026
COVID-19 - Elementary and Secondary School Emergency Relief (ESSER) Fund - ARP	84.425U	COVID-19, 84.425U, 2024	71,762
COVID-19 - Elementary and Secondary School Emergency Relief (ARP-Homeless Round II ESSER) Fund	84.425W	COVID-19, 84.425W, 2024	1,731
Total Education Stabilization Fund			73,493
Total U.S. Department of Education			1,036,517
Total Federal Financial Assistance			\$ 2,066,866

The accompanying notes are integral part of this schedule.

**LAKEWOOD LOCAL SCHOOL DISTRICT
LICKING COUNTY, OHIO**

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE FISCAL YEAR ENDED JUNE 30, 2025

NOTE 1 - BASIS OF PRESENTATION & SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Lakewood Local School District under programs of the federal government for the fiscal year ended June 30, 2025 and is prepared in accordance with the cash basis of accounting. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Lakewood Local School District, it is not intended to and does not present the financial position, changes in net position, or cash flows of Lakewood Local School District. Such expenditures are recognized following cost principles contained in Uniform Guidance wherein certain types of expenditures may or may not be limited to as to reimbursement.

NOTE 2 - DE MINIMIS COST RATE

CFR Section 200.414 of the Uniform Guidance allows a non-federal entity that has never received a negotiated indirect cost rate to charge a de minimis rate of 10% of modified total direct costs to indirect costs. Lakewood Local School District has not elected to use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE 3 - CHILD NUTRITION CLUSTER

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

NOTE 4 - FOOD DONATION PROGRAM

Lakewood Local School District reports commodities consumed on the Schedule at the entitlement value. Lakewood Local School District allocated donated food commodities to the respective program that benefitted from the use of those donated food commodities.

NOTE 5 - PASS THROUGH GRANTS

Lakewood Local School District was awarded federal program allocations to be administered on their behalf by the Licking Regional Educational Service Center. For fiscal year 2025, Lakewood Local School District's allocation was as follows: English Language Acquisition State Grants (ALN 84.365A) \$1,413.

**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***

Lakewood Local School District
Licking County
525 East Main Street
Hebron, OH 43025

To the Members of the Board of Education:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Lakewood Local School District, Licking County, Ohio, as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Lakewood Local School District's basic financial statements, and have issued our report thereon dated December 5, 2025, wherein we noted as described in Note 3 to the financial statements, Lakewood Local School District restated beginning net position as a result of a change in accounting principle by implementing GASB Statement No. 101, "Compensated Absences".

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Lakewood Local School 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 Lakewood Local School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Lakewood Local School 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 Lakewood Local School District's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. 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.

Lakewood Local School District

Licking County

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*

Report on Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.

December 5, 2025

**Independent Auditor's Report on Compliance for Each Major Federal Program
and on Internal Control Over Compliance and on the Schedule of Expenditures of Federal Awards
Required by the Uniform Guidance**

Lakewood Local School District
Licking County
525 East Main Street
Hebron, OH 43025

To the Members of the Board of Education:

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Lakewood Local School District's compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of Lakewood Local School District's major federal programs for the fiscal year ended June 30, 2025. Lakewood Local School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings.

In our opinion, Lakewood Local School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the fiscal year ended June 30, 2025.

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 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 Lakewood Local School 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 Lakewood Local School 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 Lakewood Local School District's federal programs.

Lakewood Local School District
Licking County
Independent Auditor's Report on Compliance for Each Major Federal Program
and on Internal Control Over Compliance and on the Schedule of Expenditures of Federal Awards
Required by the Uniform Guidance

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 Lakewood Local School 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 Lakewood Local School 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 Lakewood Local School 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 Lakewood Local School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Lakewood Local School 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 above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Lakewood Local School District
Licking County
Independent Auditor's Report on Compliance for Each Major Federal Program
and on Internal Control Over Compliance and on the Schedule of Expenditures of Federal Awards
Required by the Uniform Guidance

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.

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Lakewood Local School District, as of and for the fiscal year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Lakewood Local School District's basic financial statements. We issued our report thereon dated December 5, 2025, which contained unmodified opinions on those financial statements. Our opinion also explained that Lakewood Local School District adopted *Governmental Accounting Standard* No. 101 during the fiscal year. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Julian & Grube, Inc.
December 5, 2025

**LAKEWOOD LOCAL SCHOOL DISTRICT
LICKING COUNTY, OHIO**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2025**

1. SUMMARY OF AUDITOR'S RESULTS		
<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unmodified
<i>(d)(1)(ii)</i>	<i>Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</i>	None reported
<i>(d)(1)(iii)</i>	<i>Was there any reported material noncompliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material weaknesses in internal control reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any significant deficiencies in internal control reported for major federal programs?</i>	None reported
<i>(d)(1)(v)</i>	<i>Type of Major Programs' Compliance Opinion</i>	Unmodified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under 2 CFR §.516(a)?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Program(s) (listed):</i>	Title I Grants to Local Educational Agencies (ALN 84.010)
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: >\$750,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee under 2 CFR § 200.520?</i>	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

OHIO AUDITOR OF STATE KEITH FABER



LAKEWOOD LOCAL SCHOOL DISTRICT

LICKING COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 3/3/2026

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

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