

WILLOUGHBY-EASTLAKE CITY
SCHOOL DISTRICT
LAKE COUNTY, OHIO

SINGLE AUDIT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2025





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Columbus, Ohio 43215
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Board of Education
Willoughby-Eastlake City School District
35353 Curtis Boulevard
Eastlake, OH 44095

We have reviewed the *Independent Auditor's Report* of the Willoughby-Eastlake City School District, Lake County, prepared by Rea & Associates, 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 Willoughby-Eastlake City School 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

March 26, 2026

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Willoughby-Eastlake City School District
Lake County, Ohio
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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT
AUDITING STANDARDS***

To the Board of Education
Willoughby-Eastlake City School District
Lake County, Ohio
35353 Curtis Boulevard
Eastlake, OH 44095

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States (Government Auditing Standards), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Willoughby-Eastlake City School District, Lake County, Ohio (the "School District") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements, and have issued our report thereon dated December 26, 2025, wherein we noted the School District restated the beginning net position balance to account for the correction of an error.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the 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 the School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Willoughby-Eastlake City School District
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*
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Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the 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 the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Rea & Associates, Inc.

Rea & Associates, Inc.
Independence, Ohio
December 26, 2025

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

To the Board of Education
Willoughby-Eastlake City School District
Lake County, Ohio
35353 Curtis Boulevard
Eastlake, OH 44095

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Willoughby-Eastlake City School District’s, Lake County, Ohio (School District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the School District’s major federal programs for the year ended June 30, 2025. The School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

We are required to be independent of the 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 the 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 the School District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the 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 the 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 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

Willoughby-Eastlake City School District
Independent Auditor's Report on Compliance for Each Major Federal Program;
Report on Internal Control over Compliance and Report on Schedule of Expenditures of Federal
Awards Required by the Uniform Guidance
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over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

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

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaning fund information of the School District as and for the year ended June 30, 2025 and the related notes to the financial statements, which collectively comprise the School District's basic financial statements. We have issued our report thereon dated December 26, 2025, which contained an unmodified opinion on those financial statements, wherein we noted the School District restated beginning net position balances to account for the correction of an error. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. 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 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 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 financial statements or to the 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 financial statements as a whole.

Rea & Associates, Inc.

Rea & Associates, Inc.
Independence, Ohio
December 26, 2025

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2025

Federal Grantor/Pass Through Grantor Program Title	Grant Year/ Direct Award No.	ALN	Federal Expenditures	Amounts Paid to Subrecipients
U.S. DEPARTMENT OF EDUCATION				
<i>Direct Program:</i>				
<i>Student Financial Assistance Cluster:</i>				
Federal Pell Grant Program		84.063	\$ 893,938	\$ 0
Federal Direct Loan Program		84.268	1,167,334	0
<i>Total Student Financial Assistance Cluster</i>			<u>2,061,272</u>	<u>0</u>
<i>Passed Through Ohio Department of Education and Workforce:</i>				
COVID-19: Education Stabilization Fund - ARP ESSER	2024	84.425U	515,476	0
Title I-A Improving Basic Programs	2024/2025	84.010A	1,247,352	0
Title I Expanding Opportunities	2024/2025	84.010A	45,821	0
Title I Non-competitive, Supplemental School Improvement	2024/2025	84.010A	110,460	0
Total Title I			<u>1,403,633</u>	<u>0</u>
<i>Special Education Cluster:</i>				
Special Education - Grants to States	2024/2025	84.027A	1,813,937	0
Special Education - Preschool Grants	2024	84.173A	61,535	0
<i>Total Special Education Cluster:</i>			<u>1,875,472</u>	<u>0</u>
McKinney-Vento Homeless Assistance	2025	84.196A	13,763	0
Title II-A - Supporting Effective Instruction	2024/2025	84.367A	210,080	0
Title IV-A - Student Support and Academic Enrichment	2024/2025	84.424A	96,578	0
Title III - Language Instruction for English Learners	2024/2025	84.365A	13,753	0
Title III- Immigrant	2025	84.365A	1,304	0
Total Title III			<u>15,057</u>	<u>0</u>
Total U.S. Department of Education			<u>6,191,331</u>	<u>0</u>
U.S. DEPARTMENT OF LABOR				
<i>Passed Through Ohio Department of Education and Workforce:</i>				
<i>WIOA Cluster:</i>				
WIA Adult Programs	2024/2025	17.259	308,350	0
Total WIOA Cluster:			<u>308,350</u>	<u>0</u>
Total U.S. Department of Labor			<u>308,350</u>	<u>0</u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Expenditures of Federal Awards (Continued)
For the Fiscal Year Ended June 30, 2025

Federal Grantor/Pass Through Grantor Program Title	Grant Year/ Direct Award No.	ALN	Federal Expenditures	Amounts Paid to Subrecipients
U.S. DEPARTMENT OF AGRICULTURE				
<i>Passed Through Ohio Department of Education and Workforce:</i>				
<i>Child Nutrition Cluster:</i>				
Non-Cash Assistance (Food Distribution):				
National School Lunch Program	2025	10.555	239,196	0
<i>Non-Cash Assistance Subtotal</i>			239,196	0
Cash Assistance:				
School Breakfast Program	2025	10.553	575,664	0
National School Lunch Program	2025	10.555	2,288,438	0
<i>Cash Assistance Subtotal</i>			2,864,102	0
<i>Total Child Nutrition Cluster</i>			3,103,298	0
Total U.S. Department of Agriculture			3,103,298	0
U.S. TREASURY DEPARTMENT				
<i>Passed Through Ohio Facilities Construction Commission:</i>				
COVID-19: OFCC Safety Grant	2023/2024	21.027	8,273	0
<i>Total OFCC Safety Grant</i>			8,273	0
Total U.S. Treasury Department			8,273	0
TOTAL FEDERAL ASSISTANCE			\$ 9,611,252	\$ 0

See accompanying notes to the Schedule of Expenditures of Federal Awards

Willoughby-Eastlake City School District
Lake County, Ohio
Notes to the Schedule of Expenditures of Federal Awards
2CFR 200.510(b)(6)
For the Fiscal Year Ended June 30, 2025

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of Willoughby-Eastlake City School District (the School District) under programs of the federal government for the year ended June 30, 2025. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the School District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the School District.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement.

NOTE C – INDIRECT COST RATE

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

NOTE D - CHILD NUTRITION CLUSTER

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

NOTE E – FOOD DONATION PROGRAM

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

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Findings and Questioned Costs
2 CFR Section 200.515
June 30, 2025

1. SUMMARY OF AUDITOR'S RESULTS
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(d) (1) (i)	Type of Financial Statement Opinion	Unmodified
(d) (1) (ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d) (1) (ii)	Were there any other significant deficiency conditions reported at the financial statement level (GAGAS)?	None Reported
(d) (1) (iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
(d) (1) (iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d) (1) (iv)	Were there any other significant deficiencies reported for major federal programs?	None Reported
(d) (1) (v)	Type of Major Programs' Compliance Opinion	Unmodified
(d) (1) (vi)	Are there any reportable findings under 2 CFR § 200.516(a)?	No
(d) (1) (vii)	Major Programs (list): Title I Special Education Cluster	Assistance Listing Number: 84.010A 84.027A, 84.173A
(d) (1) (viii)	Dollar Threshold: Type A/B Programs	Type A: > \$750,000 Type B: All others
(d) (1) (ix)	Low Risk Auditee under 2 CFR §200.520?	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
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None

Willoughby-Eastlake City School District

Annual Comprehensive Financial Report For the Fiscal Year Ended June 30, 2025



Lake County, Ohio



Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2025

Issued by: Treasurer's Office
Nicholas E. Ciarniello, Treasurer/CFO

Introductory Section



Willoughby-Eastlake City School District
Lake County, Ohio
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025
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Willoughby-Eastlake City School District
Lake County, Ohio
Annual Comprehensive Financial Report
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Willoughby-Eastlake City School District
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December 26, 2025

Board of Education Members and Residents of the Willoughby-Eastlake City Schools District:

We are pleased to present to you the Willoughby-Eastlake City School District's (the "District") Annual Comprehensive Financial Report (ACFR). The district administration worked collaboratively with the members of the Board of Education to initiate this report in order to present a transparent, complete and thorough analysis of district finances, resources and operations. This report provides full disclosure of the financial operation of the District for the fiscal year ended June 30, 2025. This ACFR includes an opinion from an independent auditor and conforms to generally accepted accounting principles (GAAP) as applicable to governmental entities.

Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with management of the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds as well as the District as a whole. This report will provide the taxpayers and other stakeholders of the District with comprehensive financial data in a format that will enable them to gain an understanding of the District's financial affairs.

The School District

History

The history of Willoughby-Eastlake City School District dates back to 1829 when the district began as Willoughby Township Schools. The district encompassed land in the seven municipalities it serves today and eventually became known as Willoughby-Eastlake City Schools. Today, the district serves the communities of Eastlake, Lakeline, Timberlake, Waite Hill, Willoughby, Willoughby Hills and Willowick.

The Willoughby-Eastlake City School District is the 32nd largest of the 609 school districts in the State of Ohio and the 2nd largest of the nine districts in Lake County. Located in northeastern Ohio, approximately twenty miles east of the City of Cleveland, it provides education to around 7,000 students in grades Pre-k through 12. The school district's territory is approximately 36 square miles. The School District also owns 40 acres of undeveloped land consisting of a natural ravine located across from the former administration building on Ridge Road in Willoughby.

Willoughby-Eastlake operates two comprehensive high schools: Eastlake North High School and Willoughby South High School. Additionally, the District offers career technical training programs to students in grades eleven and twelve at Northern Career Institute in Willoughby (NCI-W) and Northern Career Institute in Eastlake (NCI-E). Three middle schools housing students in grades six through eight are located in Willoughby, Eastlake and Willowick. There is one STEM school, the School of Innovation, serving students in grades three through eight, one preschool, and five elementary schools serving students in grades kindergarten through fifth grade:

- Edison Elementary School – Willoughby
- Grant Elementary School – Willoughby
- Royalview Elementary School – Willowick
- Longfellow Elementary School – Eastlake
- Jefferson Elementary School – Eastlake

Statutorily, the School District operates under standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code, to provide education services mandated by State and Federal agencies.

Special Services for Students

Pupil Services Department

The Pupil Services Department plays a vital role in supporting students, families, and staff by ensuring compliance, providing interventions, and coordinating a variety of services across the district. This work spans several key areas including: legal and compliance, student support, professional development, academic collaboration, community engagement, and operations.

Pupil Services is responsible for ensuring compliance with Child Find requirements, coordinating evaluations and intervention planning for students with disabilities, and overseeing 504 plans. We manage all legal and compliance matters, including Title IX investigations, special education due process, Office for Civil Rights (OCR) complaints, subpoenas, and district policy reviews. At the core of our work is student support—ranging from expulsion hearings, trauma-sensitive initiatives, and alternative discipline programming to the implementation of mental health services, bullying prevention efforts, and programs such as PBIS and ROX. PBIS is fully implemented in every building across the district, with each earning a Gold, Silver, or Bronze designation from the Ohio Department of Education and Workforce (DEW).

The department also leads professional development and leadership initiatives, facilitating district-wide trainings, collaborating with building leaders, and advancing MTSS and PLC structures to strengthen instructional and behavioral practices. Academically, we work closely with the Teaching, Learning, and Innovation Department to align MTSS, expand evidence-based interventions, and ensure compliance with testing and dyslexia screening requirements. The department also manages kindergarten registration and implements student wellness and prevention programs such as Erin’s Law, Signs of Suicide, Start with Hello, and Say Something.

We are deeply connected to the community, coordinating monthly Free Produce Markets, collaborating with YMCA, organizing free dental clinics in all of our buildings, and representing the district on multiple advisory boards. Operationally, we support student registration, intradistrict transfers, residency verification, special transportation logistics, staffing and scheduling, accessibility improvements, district records, and the student withdrawal process.

Our department is also proud of the *This is Communication* project, which was presented at a National Conference and has since been expanded to all AAC users across the district. This initiative has elevated student voice, promoted inclusive communication practices, and equipped staff with tools to better support students who use augmentative and alternative communication.

Currently, the department is advancing several strategic projects, including reducing the number of students requiring special education by strengthening tiered supports, redesigning special education vocational programming to support community-based job training and placement, refining MTSS academic and behavioral processes, enhancing residency verification, coordinating and expanding early learning initiatives, and addressing disproportionality in our evaluation process. Across all areas, our focus remains on building a cohesive system of supports that empowers staff, strengthens student achievement, and ensures that every child receives the individualized services they need to succeed.

Creating a Future-Ready Experience for Willoughby-Eastlake Students

The Department of Teaching and Learning in Willoughby-Eastlake City Schools is leading the charge in shaping a future-ready educational experience for every student. With a commitment to excellence, innovation, and equity, the department works tirelessly to align its initiatives with the district's vision of preparing students for success in a rapidly evolving world.

At the heart of this mission is a district-wide focus on student achievement, ensuring that every learner receives the support and opportunities needed to excel. This focus is strengthened by a commitment to high-quality instruction grounded in research-based practices that create consistent, engaging, and rigorous learning experiences in every classroom. Teachers and staff receive ongoing, high-quality professional development to keep instructional practices innovative and effective. In addition, the use of data across the district ensures that decisions — from instructional strategies to resource allocation — are intentional, strategic, and informed. Leadership is also cultivated at both the school and district levels, empowering educators to drive positive change and champion innovation within their schools and communities.

Our programming, commitment to building teacher leadership capacity, efforts to increase measurable impact and outcomes, and dedication to fostering family and community engagement opportunities ensure that our work is tightly aligned with preparing students to meet the demands of college and careers. This intentional alignment supports the district's vision for future-ready graduates who are equipped with the skills, confidence, and adaptability needed to thrive beyond their K-12 education. The Preschool consistently earns the highest rating in Step Up to Quality.

The Department of Teaching and Learning carries a wide range of responsibilities that support this work. These include developing and managing the preschool through grade 12 curriculum, selecting and purchasing textbooks and educational materials, and providing targeted professional development opportunities for educators. The department also oversees grant management and federal program coordination, testing and assessments, and efforts to track and promote student achievement and progress. Instructional technology is integrated into classrooms to enhance teaching and learning, while specialized programs such as Gifted Services, Title I support, and English as a Second Language instructional assistance ensure that diverse learners are supported at every level.

Beyond academics, the department actively promotes parental and community involvement, recognizing that strong partnerships are key to student success. Library media services, tutoring, and summer school programs further enhance the educational experience, providing students with access to resources and enrichment opportunities. District communications are also managed by the department to keep families, staff, and community members informed and engaged in the district's ongoing initiatives.

We are especially proud of our recent work to secure the Comprehensive Literacy State Development (CLSD) Literacy Grant from the Ohio Department of Education and Workforce (ODEW). This grant underscores our commitment to providing students with a rigorous and rich literacy experience, ensuring that every child builds a strong foundation in reading and writing necessary for success in school and beyond. Building strong literacy skills directly supports the development of our Portrait of a Graduate competencies, which guide our vision for preparing students for their futures.

Strong literacy skills empower students to thrive as Collaborators, allowing them to share ideas effectively, understand diverse perspectives, and contribute meaningfully in group settings. As Communicators, students learn to express their thoughts clearly and persuasively, both in writing and in speech, across multiple contexts. Literacy fosters the role of Creator, as students analyze diverse texts that spark creativity and help them generate innovative ideas and original solutions. As Critical Thinkers, students leverage their reading and analytical skills to evaluate information, draw evidence-based conclusions, and make thoughtful connections. Exposure to diverse stories and perspectives nurtures Empathy, helping students build cultural understanding and the ability to connect with others. Finally, literacy instruction fosters Resilience, teaching students to persevere through challenging texts, problem-solve effectively, and grow from constructive feedback.

Willoughby-Eastlake City Schools is deeply committed to continuous improvement. By regularly evaluating and refining instructional programming, the district works to make measurable improvements that positively impact the quality of education provided to every student. From innovative technology integration to targeted support for diverse learning needs, the Department of Teaching and Learning ensures that students, from preschool through graduation, are prepared to thrive in a world that demands adaptability, creativity, and critical thinking.

Workforce Development

Willoughby-Eastlake City Schools is actively transitioning from a consortium-based approach to a comprehensive career technical education (CTE) model, beginning in the 2026–2027 school year. This move allows the district to expand CTE access, retain local control, and directly serve students in grades 11–12 with high-quality, career-aligned programs delivered within district facilities.

The transition is in response to growing student demand. More than 60% of current sophomores have expressed interest in pursuing CTE pathways and reflects the district’s long-term commitment to building a future-ready workforce pipeline in partnership with Ohio’s economic and labor market needs

Our redefining of workforce development education for students includes the following:

- **Capstone Courses (9th & 10th Grades)**
 - o **Skilled Trades Capstone:** Transportation Systems, Construction Technologies, Manufacturing Course and Law & Public Safety
 - o **Business and Finance Capstone:** Business and Administrative Services, Finance, Marketing and Hospitality & Tourism
 - o **STEM & Technical Careers Capstone:** Agricultural & Environmental Systems, Engineering & Science Technology and Information Technology
 - o **Art, Health and Human Services Capstone:** Arts & Communication, Education & Training, Human Services and Health Science
- **Career Pathways Capstone Course (11th & 12th Grades).** This student-driven capstone course empowers 11th and 12th graders to explore career fields, develop essential skills, and apply their learning through personalized projects. Designed for all career pathways, the course emphasizes student agency, innovation, and real-world application, aligning with the Portrait of a Graduate competencies. Students will engage in hands-on experiences, research, and skill development tailored to their career interests. The course culminates in a Capstone Showcase, where students present their projects to peers, families, and community members. Projects may take various forms, including prototypes, multimedia presentations, performances, or other creative expressions that reflect their career aspirations.
- **Cybersecurity.** Launching the Cybersecurity program in the 2025-2026 school year for 10th grade students and expanding to grades 11 and 12 in the two subsequent school years. Cyber 1 will be offered at North High School and South High School. We are partnering with Paradigm Cyber for curriculum. Students do not need previous experience in cybersecurity or computer science. Students will learn about cyber ethics, fundamentals of computing, networking, cryptography, Linux, system administration, cybersecurity threats, risk identification, and much more. Students can expect an engaging learning environment with simulations and authentic cybersecurity applications during class and are expected to participate in cybersecurity competitions throughout the year. Student can potentially earn certifications in: CompTia A+, Network+, Security+

- **WE Build** (11th and 12th Grades)
 - o Also launching in the 2025-2026 school year for 11th and 12th grade students in partnership with the Home Builders Institute (HBI) is the WE Build program. WE Build will be offered at North High School and South High School and is a one year program.
 - o **WE Build 1** (1st Semester): This hands-on, foundational course introduces students to the essential skills and knowledge needed for a career in construction and related trades. This course is offered through partnership with the Home Builders Institute (HBI) through the Pre-Apprenticeship Certificate Training (PACT) curriculum.
 - o **WE Build 2** (2nd Semester): The goal of this course is for students to continue to build skills and participate in an internship. This course is offered through partnership with the Home Builders Institute (HBI) through the Pre-Apprenticeship Certificate Training (PACT) curriculum.
- **Pre-Apprenticeships**
 - o Through partnership with the Greater Cleveland Partnership, Willoughby-Eastlake City Schools has been approved to offer Pre-Apprenticeships in the areas of: Finance, Hospitality & Tourism, Information Technology and Health Science
 - o Portrait of a Graduate aligned curriculum includes a minimum of 25 hours of Work Based Learning experience.
 - § 2024/2025 School Year with expansion plans:
 - Finance Pre-Apprenticeship embedded in Business Lab Course and Cosmetology and Business Academy Programs (CTE)
 - Hospitality & Tourism Pre-Apprenticeship embedded in Career Options Course
 - Health Science Pre-Apprenticeship embedded in LPN, Medical Assisting and Pre-Nursing Programs (CTE)
- **Career Connections** (7th & 8th Grades). These courses expose middle school students to career options as they begin to think about their future high school journey, courses, careers and college options. We will no longer need to have a waiver in place for middle school CTE.

We were awarded a \$200,000 grant through the Ohio Department of Education & Workforce. The grant will be used to purchase hands-on career modules for both of our high schools. The goal of the grant is part of a comprehensive strategy to increase student enrollment in nontraditional CTE pathways by addressing gender gaps through early, structured, and immersive career exploration. This comprehensive model offers local control and expanded opportunities. The plan introduces a two-tiered approach: a Career Connections course in grades 7–8 to build awareness across all 16 Ohio career fields with a focus on countering gender stereotypes, and Immersion Hubs in grades 9–10 equipped with Paxton-Patterson labs to provide hands-on, problem-based learning experiences that help students test-drive careers and build confidence before making formal pathway choices.

Backed by research, this model ensures early exposure, introduces diverse role models, and provides industry-aligned, experiential learning proven to challenge stereotypes and broaden aspirations. By 2027–2028, the district aims to increase nontraditional CTE enrollment in grades 11–12 by 12% over the 2024–2025 baseline, ensuring students are not only aware of but actively prepared to succeed in fields where their gender has been historically underrepresented.

The Reporting Entity

The District has reviewed its reporting entity definition in order to ensure conformance with the Governmental Accounting Standards Board Statement No. 14, “The Financial Reporting Entity”, as amended by Governmental Accounting Standards Board Statement No. 39, “Determining Whether Certain Organizations are Component Units” and GASB Statement No. 61, “The Financial Reporting Entity: Omnibus an Amendment of GASB Statements No. 14 and No. 34”. In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments and organizations making up the District (the primary government) and its potential component units. Based upon the application of these criteria, the District has no component units and is not itself a component unit. The basic financial statements of the reporting entity include only those of the District (the primary government).

Excluded from the reporting entity because they are fiscally independent of the School District are the Cities of Eastlake, Willoughby, Willoughby Hills and Willowick; the Villages of Lakeline, Timberlake, and Waite Hill; the Willoughby-Eastlake Public Library; and school support organizations, e.g. the Parent Teacher Organization.

The School District is associated with multiple organizations. These include Excel TECC, Petermann Transportation, Chartwells, Ohio Schools Council, the Willoughby-Eastlake Public Library, ESC of the Western Reserve, ESC of Northeast Ohio, Northeast Ohio Network for Educational Technology and the Southwest Ohio Educational Purchasing Council.

A complete discussion of the School District's reporting entity is provided in Note 1 to the Basic Financial Statements.

Economic Condition and Outlook

The City of Eastlake continues with plans for the revitalization of Vine Street, the main commercial thoroughfare, by hiring Urban Design Center as a consultant. The City constructed a minor league baseball stadium which opened in the spring of 2003. The City takes an active stance in retention and expansion of business and considers tax incentives when deemed feasible. Although there is little undeveloped residential property, an industrial park was opened on Erie Road. Erie Road was replaced and sidewalks were added from the City of Willoughby line to Lake Shore Boulevard. In 2019 the City of Eastlake received a Community Development Grant to stabilize neighborhoods whose viability is negatively affected by properties that have been foreclosed upon and abandoned.

The City of Willoughby's economic condition and outlook continue to be very positive. In 2021 the City of Willoughby solicited statements of qualifications from qualified parks and recreation, civil engineering and architecture landscape design professionals to provide detailed schematic design, site plans, renderings, and construction estimates for the proposed Willoughby Amphitheater and Chagrin River Trail project.

The restoration of the historic downtown area continues with the renovation of several buildings and opening of new businesses. The City installed historic style lighting and placed brick pavers in the sidewalk and intersection. Construction of a second municipal pool was completed at a cost of \$1,800,000 paid with current resources. Currently, the City is offering a Façade improvement matching grant of up to \$10,000 in order to promote reinvestment and restoration of commercial property within eligible areas of the city.

Major Initiatives

In the current Shared Vision, the District has developed four priorities.

Priority #1: Customized Learning, Innovative Programming and Academic Excellence

- Provide customized and personalized learning for every student.
- Expand and develop cutting-edge programs that go beyond traditional teaching methods to equip students with the skills and knowledge needed to thrive.
- Implement the Professional Learning Community model in order to assure all students are achieving, growing and engaged.

Priority #2: The W-E Experience

- Nurture the intellectual, emotional and physical development of students.
- Support the well-being and professional growth of the staff.
- Enhance opportunities to prepare every student for college, career, military and life.

Priority #3: Fiscal Responsibility and Operations

- Maintain and enhance system-wide operations to ensure high standards, optimal safety in all environments and fiscal stability.
- Develop financial plans for short- and long-term needs of the district and the facilities.
- Improve policies, procedures and infrastructure to best meet the needs of the district and the community.

Priority #4: Communications and Community Engagement

- Build a culture of collaboration and effective communication methods to inform and engage stakeholders as partners in student success.
- Coordinate and promote community engagement opportunities to support the success of students and the district.
- Develop centralized communication and marketing strategies for internal and external messaging.

We made a commitment to the community with four promises.

Promise #1: JOY – We create engaging experiences.

We believe:

- Hope and joy are choices that we control and can achieve.
- In being thoughtful and intentional as we design learning.
- Learning moments become stories that students are excited to share.
- In fostering an environment where students can pursue their interests.
- Celebrating achievements, big and small, builds confidence and joy.

Promise #2: CONNECTIONS – We prioritize relationships.

We believe:

- All people have a desire to be connected.
- In building a school community that supports and challenges every student to reach their full potential.
- It takes a collaborative network of educators, specialists, family members and community resources to help a child in their educational journey.
- We build confidence by talking to and learning from each other.
- Creating a sense of belonging is what makes Willoughby-Eastlake a special place.

Promise #3: GROWTH – We inspire extraordinary growth.

We believe:

- All students are capable of setting goals and leading their learning.
- Teaching should impact learning in measurable ways every day.
- All students can learn when they are able to identify their short-term and long-term goals.
- Learning improves when students are able to persevere.
- Providing students flexible learning experiences and opportunities to advocate for themselves builds capacity for success.
- We must listen to what students say, and support them in their quests to better themselves.

Promise #4: SUCCESS – We invest in the future.

- Student success beyond graduation is the ultimate priority.
- Experiencing “productive struggle” is an important part of the process.
- We believe that innovative teaching methods, resources, and flexible learning pathways foster students’ abilities to pursue their interests and develop their talents.
- Success is measured in multiple ways.
- The best way to prepare students for their future is to give them authentic learning experiences.
- Student success is reinforced in their accomplishments after they leave us.
- Students should leave Willoughby-Eastlake confident about their next steps.

Each activity that occurs in the schools is measured against the degree to which it supports the Shared Vision.

Cash Balance Policy

In September 2024, the Board of Education adopted a cash balance policy 6218 to set a minimum and maximum cash balance they would like to maintain throughout the five-year forecast. The minimum unencumbered cash reserves for the current year and next fiscal year is ninety (90) days, the following two fiscal years is seventy-five (75) days, and the last year of the five-year forecast is sixty (60) days. The maximum for any year in the five year-forecast is 180 days. The district’s finances fall within the policy limits every year of the five-year forecast.

Financial Information

The basic financial statements of the School District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting entity for establishing governmental accounting and financial reporting principles. The School District’s significant accounting policies are described in note 2.

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

The School District uses fully automated accounting, payroll and student records systems from State Software, a software for school districts. Capital assets are maintained by the treasurer’s office and student fee records are maintained with PowerSchool which is maintained by the School District’s computer services department. These systems, coupled with the separation of duties within the treasurer’s office and other departments, ensures that the financial information generated is both accurate and reliable.

By July 1 of each year, the Board of Education adopts a temporary or permanent appropriation measure for the July 1 through June 30 fiscal year. If a temporary appropriation measure is approved, then the permanent appropriation measure is adopted by October 1 (upon receipt from the county auditor of an amended certificate of estimated resources). Annual appropriations may not exceed the county budget commission’s official estimate of resources. The county auditor must certify that the appropriations adopted by the Board of Education, including any supplements or amendments, do not exceed the amount of the most recent official estimate.

Each year the Board of Education adopts a resolution at the organizational meeting authorizing the treasurer to make account advances to be submitted to the Board for approval at the same meeting in which financial statements for that month are presented. Budgets are controlled in accordance with the Auditor of State Uniform School Accounting System.

The Board of Education appropriates general fund money to seven broad categories: salaries and wages, fringe benefits, purchased services, supplies/materials, capital outlay, principal and interest payments and other expenditures. Expenditures are then subdivided, by the treasurer, into hundreds of expenditure accounts in accordance with Uniform State Accounting System and to meet the reporting requirements of the Ohio Department of Education. The appropriation for all other funds is at the fund level.

The treasurer certifies each purchase to ensure that money will be available to meet the financial obligation incurred. The School District has established procedures to minimize the probability of a purchase being made without authorization. Depending upon the nature of the purchase order, in addition to the treasurer's certification, the purchase order is either approved by the superintendent, an administrator or a principal.

The accounting software used by the School District provides interim financial reports to principals, activity advisors, athletic directors, persons responsible for state and federal grants and other interested persons. These reports detail year-to-date expenditures, outstanding encumbrances (unpaid purchase orders) and unencumbered balances (amounts available for spending). The treasurer also prepares a monthly financial report for acceptance by the Board of Education.

Cash Management

The majority of local, state and federal funds are received by electronic transfer into the School District checking account. Money is also collected and deposited daily at each school for food service, school fees, student activities and athletics. The Treasurer is the investment officer for the School District, charged with the responsibility for the purchase and sale of investments. A determination is made daily on cash flow needs and the balance of funds is invested. The total amount of interest earned for the fiscal year ended June 30, 2025 was \$3,545,760. Of that, \$3,393,765 was credited to the general fund. Cash not needed for immediate use during the year was invested in the State Treasurer's Asset Reserve of Ohio (STAROhio), a money market account at Farmers National Bank and with RedTree Investment Group.

Protection of the School District's deposits is provided by the Federal Deposit Insurance Corporation as well as by qualified securities pledged by the institution holding the assets. By law, financial institutions may establish a collateral pool to cover all public deposits. The market value of the pooled collateral must equal at least 105 percent of public funds deposited. Collateral is held by trustees, including the Federal Reserve Board, and designated third party trustees of the financial institutions.

Risk Management

The School District participates in the Ohio Bureau of Workers' Compensation Group Retrospective Rating Program. Insurance for general liability, fleet, and property insurance are with Liberty Mutual Insurance Company and the Southwestern Ohio Educational Purchasing Council, beginning March 1, 2025. See Note 10 to the Basic Financial Statements for more information.

Independent Audit

Ohio Revised Code requires that the School District be subjected to an annual examination by an independent auditor. Rea & Associates, an independent public accountant firm, performed the audit and rendered an opinion on the School District's financial statements as of and for the year ended June 30, 2025. The opinion appears at the beginning of the financial section of this report.

Awards

GFOA Certificate of Achievement for Excellence in Financing Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement to the District for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2024. The District has received this award for each of the last four years. 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 government unit must publish an easily readable and efficiently organized Annual Comprehensive Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to the GFOA.

Auditor of State Award with Distinction

The Auditor of State Award with Distinction is presented by the Ohio Auditor of State's Office to local governments and school districts that demonstrate exemplary financial accountability. The award recognizes organizations that not only file timely financial reports in accordance with Generally Accepted Accounting Principles (GAAP) but also receive a clean audit report.

To earn this honor, an entity must show a strong record of financial stewardship by submitting a comprehensive annual financial report on time and maintaining audits free of findings for recovery, material citations, weaknesses, or significant deficiencies. The award highlights a commitment to sound internal controls, transparency, and responsible management of public resources.

Receiving the Auditor of State Award with Distinction places an organization among the top governments and school districts in Ohio and affirms its dedication to the highest standards of fiscal responsibility. The District has received this award for three of the last four years.

Acknowledgments

The publication of this report enhances the District's accountability to the citizens of the communities served by Willoughby-Eastlake. The preparation of this report would not have been possible without the support and efforts of the staff of the Treasurer's office and numerous other staff members.

Respectfully submitted,



Nicholas E. Ciarniello
Treasurer/CFO



Patrick Ward, PhD
Superintendent



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Willoughby-Eastlake City School District
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO

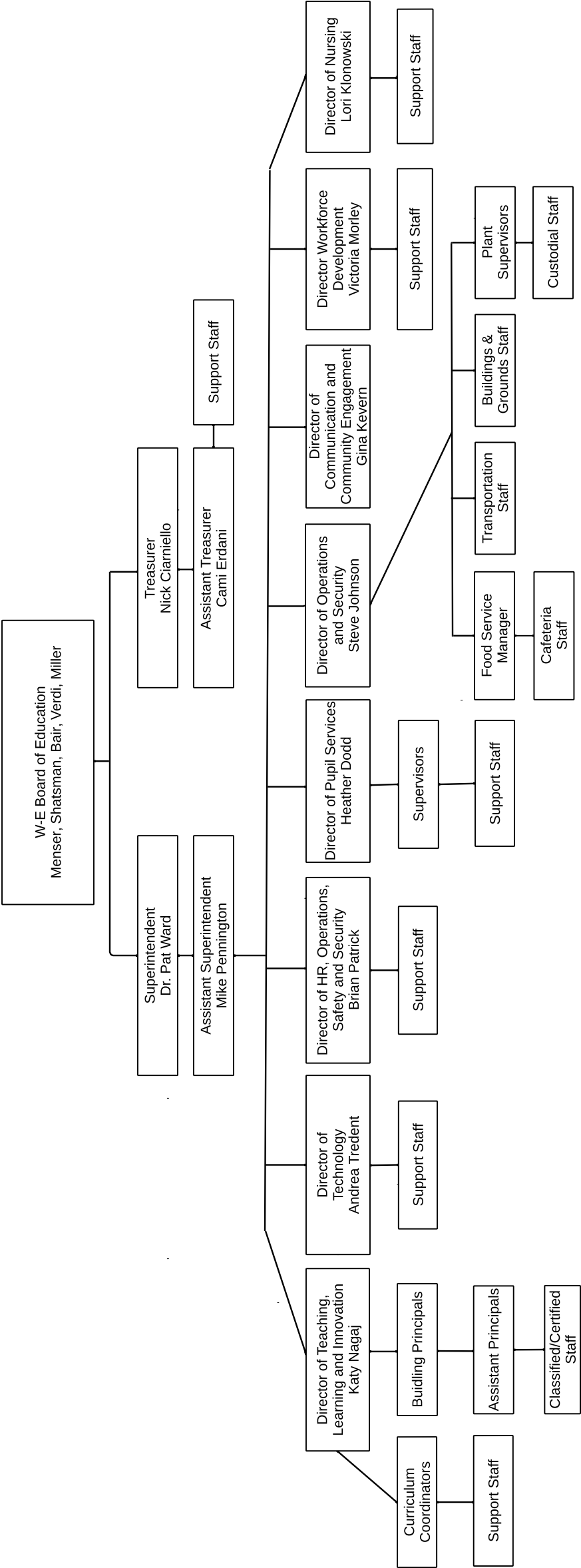
Willoughby-Eastlake City School District
Lake County, Ohio
Principal Officials
For the Fiscal Year Ended June 30, 2025

Board of Education

Mrs. Stacy Menser.....	President
Mrs. Jaime Shatsman.....	Vice President
Mrs. Krista Bair.....	Member
Mrs. Denise Verdi.....	Member
Mrs. Gabrielle Miller.....	Member

Treasurer/CFO
Nicholas E. Ciarniello

Superintendent
Patrick Ward



Financial Section



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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Willoughby-Eastlake City School District
Lake County, Ohio
35353 Curtis Boulevard
Eastlake, OH 44095

Report on the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Willoughby-Eastlake City School District, Lake County, Ohio, (the "School District") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the School District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the School District, as of June 30, 2025, and the respective changes in financial position, and where applicable, cash flows thereof and the budgetary comparisons for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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 19 to the financial statements, the School District restated the beginning net position balance to account for the correction of an error. 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 the 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 GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 the 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 *pension and other post-employment schedules*, as 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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the School District's basic financial statements. The *Combining and Individual 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 GAAS. In our opinion, the *Combining and Individual Fund Financial Statements and Schedules* is 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 section and statistical section 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 26, 2025 on our consideration of the School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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 School District's internal control over financial reporting and compliance.

Rea & Associates, Inc.

Rea & Associates, Inc.
Independence, Ohio
December 26, 2025

Willoughby-Eastlake City School District
Lake County, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited)

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

Financial Highlights

Key financial highlights for 2025 are as follows:

- Net position increased \$17,946,369 from 2024.
- Capital assets decreased \$3,406,157 during fiscal year 2025.
- During the fiscal year, outstanding debt decreased primarily from principal payments on maturing debt.

Using this Annual Report

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

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

Reporting the School District as a Whole

Statement of Net Position and the Statement of Activities

While the basic financial statements contain the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2025?" The *Statement of Net Position* and the *Statement of Activities* answer this question. These statements include all (non-fiduciary) assets and deferred outflows of resources and liabilities and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

Willoughby-Eastlake City School District
Lake County, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited)

These two statements report the School District's net position and changes in net position. This change in net position is important because it tells the reader that, for the School District as a whole, the financial position of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's property tax base, current property tax laws in Ohio which restrict revenue growth, facility conditions, required educational programs, and other factors.

In the *Statement of Net Position* and the *Statement of Activities*, Governmental Activities include the School District's programs and services, including instruction, support services, extracurricular activities, and operation of non-instructional services, i.e., food service operations.

Reporting the School District's Most Significant Funds

Fund Financial Statements

Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions; however, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the general fund, the bond retirement fund and the permanent improvement fund.

Governmental Funds Most of the School 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 School 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 Fund Internal service funds are an accounting device used to accumulate and allocate costs internally among the School District's various functions. The School District uses an internal service fund to account for its health insurance benefits and warehouse service programs. Because this service predominately benefits governmental functions, it has been included within the governmental activities in the government-wide financial statements.

Reporting the School District's Fiduciary Responsibilities

The School District acts in a trustee capacity as an agent for individuals, private organizations, other governmental units and/or other funds. These activities are reported in custodial funds. The School District's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position. These activities are excluded from the School District's other financial statements because the assets cannot be utilized by the School District to finance its operations.

Willoughby-Eastlake City School District
Lake County, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited)

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net position for 2025 compared to 2024:

Table 1
Net Position

	Governmental Activities		
	2025	Restated 2024	Change
Assets			
Current & Other Assets	\$ 169,509,210	\$ 153,764,005	\$ 15,745,205
Net OPEB Asset	6,846,140	7,058,887	(212,747)
Capital Assets	166,546,405	169,952,562	(3,406,157)
<i>Total Assets</i>	<u>342,901,755</u>	<u>330,775,454</u>	<u>12,126,301</u>
Deferred Outflows of Resources			
Deferred Charges	4,808,555	5,045,084	(236,529)
Pension & OPEB	21,685,151	24,397,738	(2,712,587)
<i>Total Deferred Outflows of Resources</i>	<u>26,493,706</u>	<u>29,442,822</u>	<u>(2,949,116)</u>
Liabilities			
Current & Other Liabilities	13,383,039	13,234,821	148,218
Long-Term Liabilities:			
Due Within One Year	8,920,987	5,047,919	3,873,068
Due In More Than One Year:			
Pension & OPEB	94,076,997	107,576,721	(13,499,724)
Other Amounts	150,907,086	157,629,823	(6,722,737)
<i>Total Liabilities</i>	<u>267,288,109</u>	<u>283,489,284</u>	<u>(16,201,175)</u>
Deferred Inflows of Resources			
Property Taxes	87,795,427	81,922,831	5,872,596
Payments in Lieu of Taxes	577,944	542,038	35,906
Pension & OPEB	26,903,606	25,380,117	1,523,489
<i>Total Deferred Inflows of Resources</i>	<u>115,276,977</u>	<u>107,844,986</u>	<u>7,431,991</u>
Net Position			
Net Investment in Capital Assets	30,334,483	30,473,790	(139,307)
Restricted	40,618,307	22,617,170	18,001,137
Unrestricted	(84,122,415)	(84,206,954)	84,539
<i>Total Net Position</i>	<u>\$ (13,169,625)</u>	<u>\$ (31,115,994)</u>	<u>\$ 17,946,369</u>

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The net pension liability (NPL) is one of the largest liabilities reported by the School District at June 30, 2025 and is reported pursuant to GASB Statement 68, *Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27*. In a prior period, the School District also adopted GASB Statement 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the School District's actual financial condition by adding deferred inflows related to pension and OPEB, the net pension liability and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB and the net OPEB asset.

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. Prior accounting for pensions (GASB 27) and postemployment benefits (GASB 45) focused on a funding approach. This approach limited pension and OPEB costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's *net pension/OPEB liability*. GASB 68 and GASB 75 take an earnings approach to pension and OPEB accounting; however, the nature of Ohio's statewide pension/OPEB plans and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

GASB 68 and GASB 75 require the net pension liability and the net OPEB asset/liability to equal the School District's proportionate share of each plan's collective:

1. Present value of estimated future pension/OPEB benefits attributable to active and inactive employees' past service.
2. Minus plan assets available to pay these benefits.

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 School District is not responsible for certain key factors affecting the balance of these assets/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.

The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the retirement system. In Ohio, there is no legal means to enforce the unfunded liability of the pension/OPEB plan *as against the public employer*. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. For STRS, the plan's fiduciary net OPEB position was sufficient to cover the plan's total OPEB liability resulting in a net OPEB asset that is allocated to each school based on its proportionate share. The retirement system is responsible for the administration of the pension and OPEB plans.

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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 reported by the retirement boards. 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 asset/liability are satisfied, these liabilities are separately identified within the long-term liability section of the statement of net position.

In accordance with GASB 68 and GASB 75, the School District's statements prepared on an accrual basis of accounting include an annual pension expense and an annual OPEB expense for their proportionate share of each plan's *change* in net pension liability and net OPEB asset/liability, respectively, not accounted for as deferred inflows/outflows.

Capital assets include land, buildings and improvements, furniture and equipment and vehicles. These capital assets are used to provide services to students and are not available for future spending. Although the School District's net 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 School District's net position represents resources that are subject to external restrictions on how they may be used. The balance of unrestricted net position is a deficit balance.

Current and other assets increased for cash and investments due to multiple factors. There was an increase in investment income as market conditions continue to improve. There was also an increase in property taxes revenue collected during the fiscal year, which was primarily due to an increase in the prior year tax valuation for the School District. Prepaids saw an increase for costs related to curriculum. This was slightly offset by a decrease in intergovernmental receivable which was primarily due to a decrease in the ESSER grant.

Long-term liabilities decreased due to principal payments made on debt and a significant change in net pension/OPEB liability/asset and related accruals for the School District. These fluctuations are due to changes in the actuarial liabilities/assets and related accruals that are passed through to the School District's financial statements. All components of pension and OPEB accruals contribute to the fluctuations in deferred outflows/inflows and NPL/NOL/NOA and are described in more detail in their respective notes.

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Willoughby-Eastlake City School District
Lake County, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited)

Table 2 shows the changes in net position for fiscal years 2025 and 2024.

Table 2
Changes in Net Position

	Governmental Activities		
	2025	2024	Change
Revenues			
<i>Program Revenues</i>			
Charges for Services	\$ 4,238,726	\$ 3,978,048	\$ 260,678
Operating Grants	9,284,937	12,024,765	(2,739,828)
<i>Total Program Revenues</i>	<u>13,523,663</u>	<u>16,002,813</u>	<u>(2,479,150)</u>
General Revenues			
Property Taxes	90,847,040	86,712,849	4,134,191
Grants & Entitlements	28,693,186	28,827,569	(134,383)
Payments in Lieu of Taxes	1,247,536	210,720	1,036,816
Other	4,102,315	3,809,142	293,173
<i>Total General Revenues</i>	<u>124,890,077</u>	<u>119,560,280</u>	<u>5,329,797</u>
<i>Total Revenues</i>	<u>138,413,740</u>	<u>135,563,093</u>	<u>2,850,647</u>
Program Expenses			
Instruction:			
Regular	40,181,094	40,402,723	(221,629)
Special	13,010,734	12,925,251	85,483
Vocational	2,901,390	2,953,073	(51,683)
Adult/Continuing	1,511,651	1,703,176	(191,525)
Student Intervention Services	3,793,208	3,975,618	(182,410)
Other	-	65,955	(65,955)
Support Services:			
Pupils	8,220,067	8,759,310	(539,243)
Instructional Staff	2,988,894	2,730,473	258,421
Board of Education	36,805	33,522	3,283
Administration	9,270,678	9,055,053	215,625
Fiscal	2,358,591	2,289,053	69,538
Business	844,332	782,849	61,483
Operation and Maintenance of Plant	10,023,115	9,888,612	134,503
Pupil Transportation	11,705,617	11,091,571	614,046
Central	2,802,677	2,482,726	319,951
Operation of Non-Instructional/Shared Services:			
Food Service Operations	2,995,803	2,841,010	154,793
Community Services	140,154	102,396	37,758
Other	15,563	29,824	(14,261)
Extracurricular Activities	2,075,420	1,977,444	97,976
Interest Expense	5,591,578	5,708,814	(117,236)
<i>Total Expenses</i>	<u>120,467,371</u>	<u>119,798,453</u>	<u>668,918</u>
<i>Change in Net Position</i>	<u>17,946,369</u>	<u>15,764,640</u>	<u>2,181,729</u>
<i>Net Position Beginning of Year</i>	<u>(33,061,006)</u>	<u>(48,825,646)</u>	<u>15,764,640</u>
<i>Restatement, See Note 19</i>	<u>1,945,012</u>	<u>-</u>	<u>1,945,012</u>
<i>Net Position End of Year</i>	<u><u>\$ (13,169,625)</u></u>	<u><u>\$ (33,061,006)</u></u>	<u><u>\$ 17,946,369</u></u>

Willoughby-Eastlake City School District
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The School District saw a decrease in operating grants due to a decrease in revenue for the ESSER grant. Payments in lieu of taxes increased for collections of the tax incremental financing agreement with the City of Willowick.

The changes in program expenses are primarily associated to changes in the School District's proportionate share of the net pension liability, net OPEB liability/asset and related accruals. As previously indicated, these items are explained in detail within their respective notes. Central support services saw an increase that was primarily caused by a change in accrued benefits.

Governmental Funds

The School District's major funds are accounted for using the modified accrual basis of accounting.

	<u>Fund Balance</u> <u>6/30/2025</u>	<u>Fund Balance</u> <u>6/30/2024</u>	<u>Increase</u> <u>(Decrease)</u>
General	\$ 29,874,495	\$ 37,798,983	\$ (7,924,488)
Bond Retirement	11,689,505	10,564,854	1,124,651
Permanent Improvement	18,609,445	778,766	17,830,679

The general fund saw a decrease of fund balance for the current fiscal year. This was primarily caused by transfers out to the permanent improvement fund to fund the School District's twenty-year capital improvement plan.

The increase of fund balance in the bond retirement fund was caused by normal operations net of transfers in offset by principal and interest payments on long-term debt.

The permanent improvement fund saw a significant increase in fund balance during the current fiscal year. This was caused by transfers in from the general fund, as previously discussed.

General Fund Budgeting Highlights

The School 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 School District amended its general fund budget. The School District uses site-based budgeting and budgeting systems are designed to tightly control total site budgets but provide flexibility for site management.

Original Budget Compared to Final Budget During the year, the School District amended its original budgeted revenues and other financing sources to more accurately reflect property tax receipts, investment earnings and intergovernmental receipts for foundation received during the year. A review of original budgeted appropriations compared to final budgeted appropriations shows a significant increase in budgeted transfers out to the governmental funds. This was primarily to the permanent improvement fund, as previously discussed.

Final Budget Compared to Actual Results A review of actual revenues and other financing sources compared to the resources in the final budget and the actual expenditures compared to the final budgeted appropriations and financing uses yield no significant variances.

Willoughby-Eastlake City School District
Lake County, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2025
(Unaudited)

Capital Assets and Debt Administration

Capital Assets

The School District had a full inventory of its capital assets performed during the fiscal year, which resulted in a restatement of the beginning balance. See Notes 8 and 19 for more information about the capital assets of the School District.

Debt

There were no significant changes to the School District's debt during the fiscal year other than debt retirement, accretion and amortization. See Note 14 for additional details.

Current Issues

The Willoughby-Eastlake City School District continues to take a proactive and transparent approach to fiscal management amid a challenging financial landscape. In April 2025, the Board of Education approved a comprehensive 20-Year Capital Improvement Plan. This strategic document provides a long-term analysis of the funding required to maintain and improve the School District's existing infrastructure, ensuring that school buildings and facilities meet student and staff needs through 2045.

Beginning in Fiscal Year 2026, House Bill 96—recently enacted by the State of Ohio—provides modest funding increases for the School District over the next two years. However, if the current trend of declining enrollment continues, overall state revenue will begin to decrease in subsequent years.

In addition to revenue pressures, the School District faces escalating expenditures. Notably, health care costs have increased significantly, in line with national trends impacting both public and private sector employers. The rising cost of employee benefits, coupled with unfunded mandates from the state, continues to strain the School District's operational budget.

Despite these fiscal pressures, Willoughby-Eastlake remains committed to sound financial stewardship. The School District has institutionalized a culture of fiscal discipline, supported by long-range planning and rigorous internal controls. This includes enhancements in budget forecasting, financial reporting, and transparency practices, all aligned with the highest standards of public sector financial management. The School District prioritizes full disclosure of financial information to stakeholders and maintains a strong emphasis on accountability and efficiency in the use of taxpayer dollars.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Nick Ciarniello, Treasurer/CFO Willoughby-Eastlake City School District, 35353 Curtis Blvd, Eastlake, OH 44095, or by email at nick.ciarniello@weschools.org.

Willoughby-Eastlake City School District
Lake County, Ohio
Statement of Net Position
June 30, 2025

	Governmental Activities
Assets	
Equity in Pooled Cash and Investments	\$ 68,129,577
Investments in Segregated Accounts	98,459
Investments With Escrow Agents	3,724,969
Intergovernmental Receivable	205,177
Property Taxes Receivable	95,670,256
Payments in Lieu of Taxes Receivable	577,944
Prepaid Items	1,102,828
Net OPEB Asset	6,846,140
Non-Depreciable Capital Assets	4,994,358
Depreciable Capital Assets, net	161,552,047
<i>Total Assets</i>	<u>342,901,755</u>
Deferred Outflows of Resources	
Deferred Charges on Refunding	4,808,555
Pension	18,176,166
OPEB	3,508,985
<i>Total Deferred Outflows of Resources</i>	<u>26,493,706</u>
Liabilities	
Accrued Wages and Benefits	9,508,432
Intergovernmental Payable	1,989,733
Claims Payable	1,884,874
Long-Term Liabilities:	
Due Within One Year	8,920,987
Due In More Than One Year:	
Net Pension Liability	89,936,565
Net OPEB Liability	4,140,432
Other Amounts Due in More Than One Year	150,907,086
<i>Total Liabilities</i>	<u>267,288,109</u>
Deferred Inflows of Resources	
Property Taxes Levied for the Next Year	87,795,427
Payments in Lieu of Taxes	577,944
Pension	15,008,580
OPEB	11,895,026
<i>Total Deferred Inflows of Resources</i>	<u>115,276,977</u>
Net Position	
Net Investment in Capital Assets	30,334,483
Restricted for:	
Capital Outlay	18,664,522
Debt Service	8,594,108
Food Service	2,460,755
State Funded Programs	2,564,506
Federally Funded Programs	428,614
Local Grants	35,376
Student Extracurricular Activities	806,783
Scholarships	203,043
Unclaimed Monies	14,460
OPEB Asset	6,846,140
Unrestricted	(84,122,415)
<i>Total Net Position</i>	<u>\$ (13,169,625)</u>

See accompanying notes to the basic financial statements.

Willoughby-Eastlake City School District
Lake County, Ohio
Statement of Activities
For the Fiscal Year Ended June 30, 2025

		Program Revenues		Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services and Sales	Operating Grants, Contributions and Interest	Governmental Activities
Governmental Activities				
Instruction:				
Regular	\$ 40,181,094	\$ 1,155,856	\$ 14,063	\$ (39,011,175)
Special	13,010,734	72,047	4,253,607	(8,685,080)
Vocational	2,901,390	1,244,645	-	(1,656,745)
Adult/Continuing	1,511,651	216,829	1,302,100	7,278
Student Intervention Services	3,793,208	26,647	23,382	(3,743,179)
Support Services:				
Pupils	8,220,067	-	148,166	(8,071,901)
Instructional Staff	2,988,894	-	425,298	(2,563,596)
Board of Education	36,805	-	-	(36,805)
Administration	9,270,678	108,891	384,722	(8,777,065)
Fiscal	2,358,591	2,214	16,023	(2,340,354)
Business	844,332	336	1,364	(842,632)
Operation and Maintenance of Plant	10,023,115	6,779	131,417	(9,884,919)
Pupil Transportation	11,705,617	17,718	11,663	(11,676,236)
Central	2,802,677	2,430	33,771	(2,766,476)
Operation of Non-Instructional/Shared Services:				
Food Service Operations	2,995,803	703,963	2,259,053	(32,787)
Community Services	140,154	-	63,895	(76,259)
Other	15,563	24,674	-	9,111
Extracurricular Activities	2,075,420	655,697	8,889	(1,410,834)
Interest Expense	5,591,578	-	207,524	(5,384,054)
Total	\$ 120,467,371	\$ 4,238,726	\$ 9,284,937	(106,943,708)

General Revenues

Property Taxes Levied for:

General Purposes	83,048,196
Debt Service	5,871,610
Capital Outlay	1,927,234
Grants and Entitlements not Restricted to Specific Programs	28,693,186
Payments in Lieu of Taxes	1,247,536
Insurance Recoveries	31,812
Investment Earnings	3,541,865
Miscellaneous	528,638

Total General Revenues	124,890,077
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Change in Net Position	17,946,369
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Net Position Beginning of Year, as previously reported	(33,061,006)
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Changes within Financial Reporting Entity:

Error Correction	1,945,012
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Net Position Beginning of Year, as adjusted	(31,115,994)
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Net Position End of Year	\$ (13,169,625)
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See accompanying notes to the basic financial statements.

Willoughby-Eastlake City School District
Lake County, Ohio
Balance Sheet
Governmental Funds
June 30, 2025

	General	Bond Retirement	Permanent Improvement	Nonmajor Governmental Funds	Total Governmental Funds
Assets					
Equity in Pooled Cash and Investments	\$ 32,866,200	\$ 7,564,880	\$ 18,486,541	\$ 6,650,769	\$ 65,568,390
Investments in Segregated Accounts	-	-	-	98,459	98,459
Investments With Escrow Agents	-	3,724,969	-	-	3,724,969
Interfund Receivable	1,018,304	-	-	-	1,018,304
Intergovernmental Receivable	-	-	-	205,177	205,177
Taxes Receivable	87,745,922	5,955,781	1,968,553	-	95,670,256
Payments in Lieu of Taxes Receivable	577,944	-	-	-	577,944
Prepaid Items	1,102,828	-	-	-	1,102,828
Total Assets	\$ 123,311,198	\$ 17,245,630	\$ 20,455,094	\$ 6,954,405	\$ 167,966,327
Liabilities					
Accrued Wages and Benefits	8,844,661	-	-	663,771	9,508,432
Intergovernmental Payable	1,864,214	-	-	125,519	1,989,733
Interfund Payable	-	-	-	18,304	18,304
Total Liabilities	10,708,875	-	-	807,594	11,516,469
Deferred Inflows of Resources					
Property Taxes Levied for the Next Year	80,528,516	5,459,740	1,807,171	-	87,795,427
Payments in Lieu of Taxes	577,944	-	-	-	577,944
Unavailable Revenue	1,621,368	96,385	38,478	128,261	1,884,492
Total Deferred Inflows of Resources	82,727,828	5,556,125	1,845,649	128,261	90,257,863
Fund Balances					
Nonspendable	1,117,288	-	-	-	1,117,288
Restricted	-	11,689,505	18,609,445	6,487,868	36,786,818
Committed	487,105	-	-	-	487,105
Assigned	1,435,980	-	-	-	1,435,980
Unassigned	26,834,122	-	-	(469,318)	26,364,804
Total Fund Balance	29,874,495	11,689,505	18,609,445	6,018,550	66,191,995
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 123,311,198	\$ 17,245,630	\$ 20,455,094	\$ 6,954,405	\$ 167,966,327

See accompanying notes to the basic financial statements.

Willoughby-Eastlake City School District
Lake County, Ohio
Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
June 30, 2025

Total Governmental Fund Balances		\$ 66,191,995
<i>Amounts reported for governmental activities in the statement of net position are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		166,546,405
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Intergovernmental	\$ 128,261	
Delinquent Property Taxes	<u>1,756,231</u>	1,884,492
Internal service funds are used by management to charge the costs of insurance and other services to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position.		(323,687)
Unamortized loss on refunding represents deferred outflows, which do not use current financial resources and, therefore, are not reported in the funds.		4,808,555
The net pension liability and net OPEB liability/asset are not due and payable in the current period, therefore, the liability/asset and related deferred inflows/outflows are not reported in governmental funds.		
Net OPEB Asset	6,846,140	
Deferred Outflows - Pension	18,176,166	
Deferred Outflows - OPEB	3,508,985	
Net Pension Liability	(89,936,565)	
Net OPEB Liability	(4,140,432)	
Deferred Inflows - Pension	(15,008,580)	
Deferred Inflows - OPEB	<u>(11,895,026)</u>	(92,449,312)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
General Obligation Bonds	(106,347,000)	
Capital Appreciation Bonds	(74,488)	
Accretion of Interest - Capital Appreciation Bonds	(724,076)	
Certificates of Participation	(34,515,000)	
Unamortized Premium	(7,476,080)	
Early Retirement Incentive	(669,873)	
Healthcare Termination Benefits	(670,135)	
Compensated Absences	<u>(9,351,422)</u>	(159,828,073)
<i>Net Position of Governmental Activities</i>		<u><u>\$ (13,169,625)</u></u>

See accompanying notes to the basic financial statements.

Willoughby-Eastlake City School District
Lake County, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2025

	General	Bond Retirement	Permanent Improvement	Nonmajor Governmental Funds	Total Governmental Funds
Revenues					
Property and Other Local Taxes	\$ 83,085,778	\$ 5,891,821	\$ 1,927,804	\$ -	\$ 90,905,403
Intergovernmental	28,291,144	105,794	420,758	9,501,159	38,318,855
Investment Income	3,393,765	148,100	-	3,895	3,545,760
Tuition and Fees	2,028,788	-	-	315,682	2,344,470
Extracurricular Activities	291,238	-	-	505,877	797,115
Charges for Services	180,762	-	-	703,963	884,725
Rent	212,414	-	-	-	212,414
Contributions and Donations	83,015	-	-	37,172	120,187
Payments in Lieu of Taxes	1,247,536	-	-	-	1,247,536
Miscellaneous	366,267	-	-	71,249	437,516
<i>Total Revenues</i>	<u>119,180,707</u>	<u>6,145,715</u>	<u>2,348,562</u>	<u>11,138,997</u>	<u>138,813,981</u>
Expenditures					
Current:					
Instruction:					
Regular	42,160,890	-	-	33,993	42,194,883
Special	10,798,386	-	-	3,561,371	14,359,757
Vocational	2,907,836	-	-	11,611	2,919,447
Adult/Continuing	-	-	-	1,657,293	1,657,293
Student Intervention Services	3,754,447	-	-	275,784	4,030,231
Support Services:					
Pupils	8,855,342	-	-	117,309	8,972,651
Instructional Staff	2,696,084	-	-	527,342	3,223,426
Board of Education	36,805	-	-	-	36,805
Administration	8,910,865	-	-	542,443	9,453,308
Fiscal	2,346,584	59,094	22,334	18,606	2,446,618
Business	838,298	-	-	1,895	840,193
Operation and Maintenance of Plant	8,594,235	-	111,428	908,562	9,614,225
Pupil Transportation	11,224,275	-	-	80,089	11,304,364
Central	2,695,920	-	12,998	37,616	2,746,534
Operation of Non-Instructional/Shared Services:					
Food Service Operations	-	-	-	3,078,679	3,078,679
Community Services	401	-	-	71,822	72,223
Other	15,563	-	-	-	15,563
Extracurricular Activities	1,649,050	-	-	493,358	2,142,408
Capital Outlay	-	-	139,386	85,446	224,832
Debt Service					
Principal Retirement	932,745	2,309,238	-	-	3,241,983
Interest and Fiscal Charges	476,492	5,218,380	-	-	5,694,872
<i>Total Expenditures</i>	<u>108,894,218</u>	<u>7,586,712</u>	<u>286,146</u>	<u>11,503,219</u>	<u>128,270,295</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>10,286,489</u>	<u>(1,440,997)</u>	<u>2,062,416</u>	<u>(364,222)</u>	<u>10,543,686</u>
Other Financing Sources (Uses)					
Proceeds from Sale of Assets	24,523	-	66,599	-	91,122
Insurance Recoveries	31,812	-	-	-	31,812
Transfers In	-	2,565,648	18,267,312	776,364	21,609,324
Transfers Out	(18,267,312)	-	(2,565,648)	(776,364)	(21,609,324)
<i>Total Other Financing Sources (Uses)</i>	<u>(18,210,977)</u>	<u>2,565,648</u>	<u>15,768,263</u>	<u>-</u>	<u>122,934</u>
<i>Net Change in Fund Balances</i>	<u>(7,924,488)</u>	<u>1,124,651</u>	<u>17,830,679</u>	<u>(364,222)</u>	<u>10,666,620</u>
<i>Fund Balances Beginning of Year, as previously presented</i>	<u>37,798,983</u>	<u>10,564,854</u>	<u>-</u>	<u>7,161,538</u>	<u>55,525,375</u>
<i>Change within Financial Reporting Entity:</i>					
Nonmajor to Major Fund	<u>-</u>	<u>-</u>	<u>778,766</u>	<u>(778,766)</u>	<u>-</u>
<i>Fund Balance Beginning of Year, as adjusted</i>	<u>37,798,983</u>	<u>10,564,854</u>	<u>778,766</u>	<u>6,382,772</u>	<u>55,525,375</u>
<i>Fund Balances End of Year</i>	<u>\$ 29,874,495</u>	<u>\$ 11,689,505</u>	<u>\$ 18,609,445</u>	<u>\$ 6,018,550</u>	<u>\$ 66,191,995</u>

See accompanying notes to the basic financial statements.

Willoughby-Eastlake City School District
Lake County, Ohio
Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2025

Net Change in Fund Balances - Total Governmental Funds	\$ 10,666,620
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.	
Capital Asset Additions	\$ 217,104
Current Year Depreciation	<u>(3,623,261)</u>
	(3,406,157)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
Intergovernmental	(464,812)
Property Taxes	<u>(58,363)</u>
	(523,175)
Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	
General Obligation Bonds	2,275,000
Capital Appreciation Bonds	41,983
Accreted Interest	303,017
Certificates of Participation	<u>925,000</u>
	3,545,000
In the statement of activities, interest is accrued on outstanding bonds, and bond premium and the gain/loss on refunding are amortized over the term of the bonds, whereas in governmental funds, an interest expenditure is reported when bonds are issued.	
Amortization of Premium on Debt	381,088
Amortization of Refunding Loss/Gain	<u>(236,529)</u>
	144,559
Contractually required pension/OPEB contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.	
Pension	9,636,653
OPEB	<u>284,053</u>
	9,920,706
Except for amount reported as deferred inflows/outflows, changes in the net pension/OPEB liability are reported as pension/OPEB expense in the statement of activities.	
Pension	(3,079,510)
OPEB	<u>2,209,705</u>
	(869,805)
The internal service fund used by management to charge the costs of insurance and other services to individual funds is not reported in the statement of activities. Governmental expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.	(454,960)
Some expenses reported in the statement of activities, do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	
Early Retirement Incentive	(153,832)
Healthcare Termination Benefits	44,383
Compensated Absences	<u>(622,686)</u>
	(732,135)
Accretion on capital appreciation bonds is an expenditure in the governmental funds, but is allocated as an expense over the life of the bonds in the statement of activities.	<u>(344,284)</u>
<i>Change in Net Position of Governmental Activities</i>	<u><u>\$ 17,946,369</u></u>

See accompanying notes to the basic financial statements.

Willoughby-Eastlake City School District
Lake County, Ohio
Statement of Revenues, Expenditures and Changes in
Fund Balance - Budget (Non GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues and Other Financing Sources	\$ 115,661,792	\$ 119,789,161	\$ 119,789,259	\$ 98
Expenditures and Other Financing Uses	<u>112,338,154</u>	<u>130,206,974</u>	<u>130,206,974</u>	<u>-</u>
Net Change in Fund Balance	3,323,638	(10,417,813)	(10,417,715)	98
<i>Fund Balance Beginning of Year</i>	39,048,317	39,048,317	39,048,317	-
Prior Year Encumbrances Appropriated	<u>1,546,545</u>	<u>1,546,545</u>	<u>1,546,545</u>	<u>-</u>
<i>Fund Balance End of Year</i>	<u>\$ 43,918,500</u>	<u>\$ 30,177,049</u>	<u>\$ 30,177,147</u>	<u>\$ 98</u>

See accompanying notes to the basic financial statements.

Willoughby-Eastlake City School District
Lake County, Ohio
Statement of Fund Net Position
Proprietary Funds
June 30, 2025

	Governmental Activities
	Internal Service Funds
Assets	
<i>Current Assets:</i>	
Equity in Pooled Cash and Investments	\$ 2,561,187
 <i>Current Liabilities:</i>	
Interfund Payable	1,000,000
Claims Payable	1,884,874
<i>Total Current Liabilities</i>	2,884,874
 Net Position	
Unrestricted	(323,687)
Total Net Position	\$ (323,687)

See accompanying notes to the basic financial statements.

Willoughby-Eastlake City School District
Lake County, Ohio
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2025

	Governmental Activities
	Internal Service Funds
Operating Revenues	
Charges for Services	\$ 15,838,433
Other	2,142,823
<i>Total Operating Revenues</i>	<u>17,981,256</u>
Operating Expenses	
Purchased Services	3,498,452
Claims	14,874,325
Other	63,439
<i>Total Operating Expenses</i>	<u>18,436,216</u>
<i>Change in Net Position</i>	(454,960)
<i>Net Position Beginning of Year</i>	<u>131,273</u>
<i>Net Position End of Year</i>	<u><u>\$ (323,687)</u></u>

See accompanying notes to the basic financial statements.

Willoughby-Eastlake City School District
Lake County, Ohio
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2025

	Governmental Activities
	Internal Service Funds
Cash Flows from Operating Activities	
Cash Received from Customers	\$ 15,838,433
Cash Received from Other Operating Receipts	2,142,823
Cash Payments for Contractual Services	(3,498,452)
Cash Payments for Claims	(14,492,364)
Other Cash Payments	(63,439)
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>(72,999)</u>
Cash Flows from Noncapital Financing Activities	
Advances In	1,000,000
Advances Out	(1,000,000)
<i>Net Cash Provided (Used for) by Noncapital Financing Activities</i>	<u>-</u>
<i>Net Increase(Decrease) in Cash and Investments</i>	(72,999)
<i>Cash and Investments Beginning of Year</i>	<u>2,634,186</u>
<i>Cash and Investments End of Year</i>	<u><u>\$ 2,561,187</u></u>
Reconciliation of Operating Loss to Net Cash Provided by (Used for) Operating Activities	
Operating Income (Loss)	\$ (454,960)
Adjustments:	
Increase (Decrease) in Liabilities and Deferred Inflows:	
Claims Payable	<u>381,961</u>
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u><u>\$ (72,999)</u></u>

See accompanying notes to the basic financial statements.

Willoughby-Eastlake City School District
Lake County, Ohio
Statement of Fiduciary Net Position
Fiduciary Fund
June 30, 2025

	<u>Custodial</u>
Assets	
Equity in Pooled Cash and Investments	\$ <u>10,096</u>
Liabilities	
Accounts Payable	<u>10,096</u>
Net Position	
<i>Total Net Position</i>	<u><u>\$ -</u></u>

See accompanying notes to the basic financial statements.

Willoughby-Eastlake City School District
Lake County, Ohio
Statement of Changes in Fiduciary Net Position
Fiduciary Fund
For the Fiscal Year Ended June 30, 2025

	<u>Custodial</u>
Additions	
Extracurricular Amounts Collected for Other Governments	<u>\$ 1,609</u>
Deductions	
Distributions to OHSAA	<u>1,609</u>
<i>Change in Net Position</i>	-
<i>Net Position Beginning of Year</i>	<u>-</u>
<i>Net Position End of Year</i>	<u><u>\$ -</u></u>

See accompanying notes to the basic financial statements.

Willoughby-Eastlake City School District
Lake County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

Willoughby-Eastlake City School District (the “School 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 School District operates under a locally elected five-member board and provides educational services as mandated by State and federal agencies. The Board controls the School District’s 13 instructional facilities, staffed by non-certified employees and certified full-time teaching and support personnel who provide services to students and other community members.

The School District is located in Lake County, Ohio and includes the cities of Willoughby, Eastlake, Willoughby Hills and Willowick and the villages of Lakeline, Timberlake, and Waite Hill.

Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the School District consists of all funds, departments, boards and agencies that are not legally separate from the School District. For Willoughby-Eastlake City School District, this includes general operations, food service and student related activities of the School District.

Non-Public Schools – Within the School District boundaries, there are various non-public schools. With the passage of HB 110, parochial schools are now directly funded by the State of Ohio. These monies are received and disbursed by the School District on behalf of the parochial school by the Treasurer of the School District, as directed by the parochial school. These transactions are reported as a governmental activity on the financial statements of the School District.

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; (3) the School District is legally obligated or has otherwise assumed the responsibility to finance deficits of, or provide financial support to, the organization; or (4) the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes. The School District does not have any component units.

Jointly Governed Organizations

The Ohio Schools Council

The Ohio Schools Council (Council) is a jointly governed organization among 200 school districts, educational service centers and joint vocational schools. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council’s board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the board. Financial information can be obtained by contacting William Zelei, Executive Director of the Ohio Schools Council at 6393 Oak Tree Blvd., Suite 377, Independence, Ohio 44131.

Willoughby-Eastlake City School District
Lake County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

The School District participates in the electric and natural gas purchase program. This program allows the School District to purchase electric and natural gas at reduced rates. There are approximately 170 and 180 participants in these programs, respectively. The electric program replaces the supplier and it is billed through the electric invoice from the Illuminating Company. For the gas program, the participants make monthly payments based on estimated gas usage. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that paid more in estimated billings than their actual billings are issued credits on future billings in September until the credits are exhausted and districts that did pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

Northeast Ohio Network for Educational Technology

NEOnet (Northeast Ohio Network for Educational Technology) is an Information Technology Center (ITC) proudly serving school districts throughout Northeast Ohio to improve student education through the use of technology. Established in 1995, we are one of 16 designated ITCs in the Ohio Education Computer Network (OECN) providing technology services and support to school districts. NEOnet represents over 190,000 students and provides services to two hundred five educational entities that include fifty-seven school districts, five career centers, twenty-two private schools, three educational service centers, one hundred nine community schools, one stem school, two non-profit entities, and six city governments. NEOnet's mission is to provide internet, network, and application service and support. Financial information can be obtained by contacting Northeast Ohio Network for Educational Technology, located at 700 Graham Road, Cuyahoga Falls, Ohio 44221.

Related Organization

The Willoughby-Eastlake Public Library (the Library) is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the Willoughby-Eastlake City School District Board of Education. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the School District for operational subsidies. Although the School District does serve as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to ministerial function. The determination to request approval of a tax, the rate and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Willoughby-Eastlake Public Library, Ms. Victoria Simmons, Fiscal Officer, at 35150 Lakeshore Blvd., Eastlake, Ohio 44095.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Basis of Presentation

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

Willoughby-Eastlake City School District
Lake County, Ohio

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

Government-wide Financial Statements The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is also eliminated to avoid "doubling up" revenues and expenses.

The statement of net position presents the financial condition of the governmental activities of the School District at fiscal year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School 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, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School District with certain limitations. 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 School District.

Fund Financial Statements During the year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The internal service fund is presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

Fund Accounting

The School District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. There are three categories of funds: governmental, proprietary, and fiduciary.

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

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

Bond Retirement The bond retirement fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest and certain long-term obligations from governmental resources when the government is obligated in some manner for payment.

Permanent Improvement This fund accounts for and reports a tax levy, bond and note proceeds and contributions restricted for the acquisition, construction or improvement of capital facilities.

Willoughby-Eastlake City School District
Lake County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

The other governmental funds of the School District account for grants and other resources to which the School District is bound to observe constraints imposed upon the use of the resources.

Proprietary Funds Proprietary funds focus on the determination of operating income, changes in net position, financial position and cash flows and are classified as either enterprise or internal service. The School District's only proprietary funds are internal service funds.

Internal Service Funds The internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis. The School District utilizes internal service funds to account for the operation of the School District's self-insurance program, for employee medical, surgical, prescription drug and dental benefits and workers compensation.

Fiduciary Funds Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds, and custodial funds. Trust funds are used to account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. The School District's fiduciary fund is a custodial fund. The custodial fund is used to report assets held by the School District in a custodial capacity for the Ohio High School Athletic Association (OHSAA). Activities accounted for in this fund include administering tournament proceeds, such as collecting admission fees, paying officiating and facility costs, and remitting remaining balances to OHSAA.

Measurement Focus

Government-wide Financial Statements The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the School District are included on the Statement of Net Position. The Statement of Activities presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position.

Fund Financial Statements All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources and current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared.

Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds. Like the government-wide statements, the internal service fund is accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of the fund are included on the Statement of Fund 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 position. The Statement of Cash Flows provides information about how the School District finances and meets the cash flow needs of its internal service fund activity.

Willoughby-Eastlake City School District
Lake County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

The statement of changes in fiduciary net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of changes in fiduciary net position reports additions to and deductions from custodial funds.

Basis of Accounting

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

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

Nonexchange transactions, in which the School 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 (See Note 6). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available as an advance, interest, tuition, grants, student fees, and rentals.

Deferred Outflows/Inflows of Resources In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to future periods and will not be recognized as an outflow of resources (expense/expenditure) until then. For the School District, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on refunding, for pension and 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.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to future periods and will not be recognized as an inflow of resources (revenue) until that time. For the School District, deferred inflows of resources include property taxes, payments in lieu of taxes pension, OPEB, and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2025, but which were levied to finance fiscal year 2026 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and governmental fund financial statements. Unavailable

Willoughby-Eastlake City School District
Lake County, Ohio
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2025

revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the School District, unavailable revenue may include delinquent property taxes, intergovernmental grants, and miscellaneous revenues. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. Deferred inflows of resources related to pension and OPEB are reported on the government-wide statement of net position. (See Notes 11 and 12).

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

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

Budgetary Process

All funds, other than custodial funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level for all funds. The Treasurer has been given the authority to allocate appropriations to the function and object levels within each fund. The budgetary statement is presented at the legal level of control.

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

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

Cash and Investments

To improve cash management, all cash received by the School District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through School District records. Interest in the pool is presented as "equity in pooled cash and investments."

Investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are presented on the financial statements as "equity in pooled cash and investments." Investments with an original maturity of more than three months that are not made from the pool are reported as "investments in segregated accounts".

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

STAR Ohio reserves the right to limit participant transactions to \$250 million per day. Transactions in all of a participant's accounts will be combined for this purpose. Twenty-four hours advance notice to STAR Ohio is appreciated for purchases or redemptions of \$100 million or more. For the current fiscal year, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings (including fair value adjustments for investments). Interest revenue credited to the General Fund during the fiscal year was \$3,393,765, which includes \$1,215,039 assigned from other School District funds. Negative investment earnings may result from adjustments related to fair value changes of investments.

Capital Assets

The School District's only capital assets are general capital assets.

Capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the fiscal year. The School District was able to estimate the historical cost for the initial reporting of assets by back trending (i.e., estimating the current replacement cost of the asset to be capitalized and using appropriate price-level index to deflate the cost to acquisition year or estimated acquisition year). Donated capital assets are recorded at their acquisition value as of the date received. The School District maintains a capitalization threshold of \$5,000. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Estimated Lives
Buildings and Improvements	20 - 99 years
Furniture and Equipment	10 - 15 years
Vehicles	5 - 15 years

Interfund Balances

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

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Prepaid Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid assets in both government-wide and fund financial statements. These amounts are reflected as an expenditure/expense in the year in which the services are consumed.

Compensated Absences

For the School District, compensated absences cover leave for which employees may receive cash payments either when used as time off or as a payout for unused leave upon termination of employment. These payments may occur during employment or at termination. Generally, compensated absences do not follow a fixed payment schedule.

Liabilities should be recognized for unused leave if it is attributable to services already rendered, the leave accumulates, and it is more likely than not that it will be used or paid out in cash. For the School District, this includes sick and vacation leave.

Liabilities for compensated absences should be recognized in financial statements prepared using the economic resources measurement focus for leave that has not been used and leave that has been used but not yet paid or settled.

A key component in determining the estimate of the amount of accumulated compensated absences that will be used as time off is the flows assumption. The flows assumption determines whether leave used by employees will be attributed first to (a) the recognized liability at the date of the financial statements (a first-in, first-out (FIFO) flows assumption) or (b) the leave earned in the next reporting period (a last-in, first-out (LIFO) flows assumption). The School District uses the LIFO flows assumption.

The amount of compensated absences recognized as expenditures in financial statements prepared using the current financial resources measurement focus should be the amount that normally would be liquidated with expendable available financial resources.

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

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities, and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current fiscal year. Net pension/OPEB asset/liability should be recognized in the

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governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan's fiduciary net position is not sufficient for payment of those benefits.

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. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. None of the School District's net position was restricted by enabling legislation during the current fiscal year.

The School District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Fund Balance

In accordance with Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the School District classifies its fund balance based on the purpose for which the resources were received and the level of constraint placed on the resources. The 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 – 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 School District Board of Education. Those committed amounts cannot be used for any other purpose unless the School 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 School 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 School District Board of Education. The Board of Education has by resolution authorized the Treasurer to assign fund balance. The Board of Education may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget.

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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 School 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.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are charges for services for self-insurance programs. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the funds. All revenues and expenses not meeting these definitions are reported as non-operating.

Interfund Activity

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

Estimates

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

NOTE 3 – FUND BALANCE

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

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Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2025

	General	Bond Retirement	Permanent Improvement	Other Governmental Funds	Total
Nonspendable for:					
Prepays	\$ 1,102,828	\$ -	\$ -	\$ -	\$ 1,102,828
Unclaimed Monies	14,460	-	-	-	14,460
Total Nonspendable	1,117,288	-	-	-	1,117,288
Restricted for:					
Capital Outlay	-	-	18,609,445	16,599	18,626,044
Debt Service	-	11,689,505	-	-	11,689,505
Scholarships	-	-	-	203,043	203,043
Food Service	-	-	-	2,460,755	2,460,755
Federally Funded Programs	-	-	-	411,833	411,833
State Funded Programs	-	-	-	2,553,479	2,553,479
Extracurricular Activities	-	-	-	806,783	806,783
Local Grants	-	-	-	35,376	35,376
Total Restricted	-	11,689,505	18,609,445	6,487,868	36,786,818
Committed for:					
Severance	487,105	-	-	-	487,105
Assigned for:					
Instruction	165,903	-	-	-	165,903
Support Services	820,875	-	-	-	820,875
Community Services	19,033	-	-	-	19,033
Extracurricular	14,999	-	-	-	14,999
Capital Outlay	23,500	-	-	-	23,500
Public School Support	391,670	-	-	-	391,670
Total Assigned	1,435,980	-	-	-	1,435,980
Unassigned	26,834,122	-	-	(469,318)	26,364,804
Total Fund Balance	\$ 29,874,495	\$ 11,689,505	\$ 18,609,445	\$ 6,018,550	\$ 66,191,995

The following funds had a deficit fund balance as of fiscal year-end:

<i>Non-Major Governmental Funds</i>	<u>Deficit</u>
Preschool At Risk	\$ 6,758
Title I Disadvantaged Children	93,694
Miscellaneous Federal Grants	150,576
IDEA, Part B	218,290
Total	<u>\$ 469,318</u>

The deficit balances resulted from adjustments for accrued liabilities. The general fund is liable for any deficits in these funds and will provide transfers when cash is required, not when accruals occur.

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NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

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

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures/expenses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a component of assigned, committed or restricted fund balance (GAAP).
4. Some funds are included in the general fund (GAAP), but have separate legally adopted budgets.

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

	General
GAAP Basis	\$ (7,924,488)
Net Adjustment for Revenue Accruals	872,550
Net Adjustment for Expenditure Accruals	(2,209,421)
Funds Budgeted Elsewhere **	(131,076)
Adjustment for Encumbrances	(1,025,280)
Budget Basis	<u>\$ (10,417,715)</u>

**As part of Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, certain funds that are legally budgeted in separate special revenue funds are considered part of the general fund on a GAAP basis. This includes unclaimed funds, special services, public school support, miscellaneous enterprise activities, and termination benefits.

NOTE 5 - DEPOSITS AND INVESTMENTS

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

Active deposits are public deposits determined to be necessary to meet current demands upon the School District treasury. Active monies must be maintained either as cash in the School District treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

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

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

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

1. 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 and interest by the United States;
2. 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;
3. 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;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) 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;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain banker's acceptance 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; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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 School District and must be purchased with the expectation that it will be held to maturity.

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

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Investments with Escrow Agent

At fiscal year-end, \$3,724,969 was invested with an escrow agent for required sinking fund deposits relating to the School District's series 2011 certificates of participation. These funds are not included in deposits with financial institutions or "investments" below.

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

- Eligible securities pledged to the School District and deposited with a qualified trustee by the financial institution as security for repayment whose market value at all times shall be at least 105 percent of the deposits being secured; or
- Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS required the total market value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State.

Investments

As of June 30, 2025, the School District had the following investments and maturities:

S&P Global Ratings	Investment Type	Measurement Value	Investment Maturities			Percent of Total
			12 Months or Less	12 to 36 Months	More Than 36 Months	
	Net Asset Value (NAV):					
AAAm	STAR Ohio	\$ 795	\$ 795	\$ -	\$ -	0.00%
N/A	Money Market	377,536	377,536	-	-	0.69%
	Fair Value:					
AA+	Federal Agency Securities	9,069,759	2,175,739	1,029,977	5,864,043	16.51%
AA+	Municipal Bonds	2,236,520	-	1,159,734	1,076,786	4.07%
AA+	US Treasury Notes	12,559,198	1,373,798	748,594	10,436,806	22.85%
N/A	US Treasury Bill	994,980	994,980	-	-	1.81%
N/A	Negotiable Certificates of Deposit	15,110,236	7,034,548	6,183,169	1,892,519	27.50%
A-1+	Commercial Paper	14,598,551	14,598,551	-	-	26.57%
	Total Investments	\$54,947,575	\$26,555,947	\$ 9,121,474	\$ 19,270,154	100.00%

The School District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The above table identifies the School District's recurring fair value measurements as of June 30, 2025. The School District's fair value investments are Level 2 since valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers, and reference data including market research publications. Market indicators and industry and economic events are also monitored which could require the need to acquire further market data (Level 2 inputs).

Concentration of Credit Risk The School District places no limit on the amount that may be invested in any one issuer.

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Interest Rate Risk As a means of limiting its exposure to fair value losses arising from rising interest rates and according to state law, the School District's investment policy requires that operating funds be invested primarily in short-term investments maturing within one year from the date of purchase and that the School District's investment portfolio be structured so that the securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity.

Credit Risk STAR Ohio is an investment pool operated by the Ohio State Treasurer. It is unclassified since it is not evidenced by securities that exist in physical or book entry form. Ohio law requires STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The weighted average of maturity of the portfolio held by STAR Ohio as of June 30, 2025, is 30 days. The School District has no investment policy dealing with investment credit risk beyond the requirements in State statutes.

Custodial Credit Risk For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the School District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

NOTE 6 - PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis while the School District fiscal year runs from July through June. First half tax collections are received by the School 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 School 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 semiannually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax 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 2023 became a lien December 31, 2023, were levied after April 1, 2024 and are collected in 2025 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 School District receives property taxes from Lake County. The County Auditor periodically advances to the School 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 of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and delinquent tangible personal property taxes which are measurable as of June 30, 2025, and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred inflows of resources.

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On the accrual basis of accounting, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis of accounting the revenue has been reported as a deferred inflow of resources.

The assessed values upon which the fiscal year 2025 taxes were collected are:

	2024 Second- Half Collections		2025 First- Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$ 1,836,875,430	93%	\$ 2,324,484,860	94%
Public Utility Personal Property	144,356,640	7%	157,582,900	6%
Total Assessed Values	<u>\$ 1,981,232,070</u>	<u>100%</u>	<u>\$ 2,482,067,760</u>	<u>100%</u>
Tax rate per \$1,000 of assessed valuation	<u>\$ 63.42</u>		<u>\$ 58.39</u>	

NOTE 7 - RECEIVABLES

Receivables at June 30, 2025 consisted of property taxes, payments in lieu of taxes, interfund and intergovernmental. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current fiscal year guarantee of Federal funds. All receivables, except property taxes, are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

NOTE 8 - CAPITAL ASSETS

Capital asset activity for the fiscal year was as follows:

	Balance 6/30/2024	Adjustments	Restated Balance 6/30/2024	Additions	Deletions	Balance 6/30/2025
Governmental Activities						
<i>Capital Assets Not Being Depreciated</i>						
Land	\$ 4,994,358	\$ -	\$ 4,994,358	\$ -	\$ -	\$ 4,994,358
<i>Capital Assets Being Depreciated</i>						
Buildings and Improvements	190,478,112	-	190,478,112	69,397	-	190,547,509
Furniture and Equipment	4,098,912	-	4,098,912	147,707	-	4,246,619
Vehicles	3,065,199	3,909,151	6,974,350	-	(582,171)	6,392,179
<i>Total Capital Assets Being Depreciated</i>	<u>197,642,223</u>	<u>3,909,151</u>	<u>201,551,374</u>	<u>217,104</u>	<u>(582,171)</u>	<u>201,186,307</u>
<i>Less: Accumulated Depreciation</i>						
Buildings and Improvements	(29,562,876)	-	(29,562,876)	(2,867,813)	-	(32,430,689)
Furniture and Equipment	(2,476,857)	-	(2,476,857)	(220,227)	-	(2,697,084)
Vehicles	(2,589,298)	(1,964,139)	(4,553,437)	(535,221)	582,171	(4,506,487)
<i>Total Accumulated Depreciation</i>	<u>(34,629,031)</u>	<u>(1,964,139)</u>	<u>(36,593,170)</u>	<u>(3,623,261)</u>	<u>* 582,171</u>	<u>(39,634,260)</u>
<i>Total Capital Assets Being Depreciated, Net</i>	<u>163,013,192</u>	<u>1,945,012</u>	<u>164,958,204</u>	<u>(3,406,157)</u>	<u>-</u>	<u>161,552,047</u>
<i>Governmental Activities Capital Assets, Net</i>	<u>\$ 168,007,550</u>	<u>\$ 1,945,012</u>	<u>\$ 169,952,562</u>	<u>\$ (3,406,157)</u>	<u>\$ -</u>	<u>\$ 166,546,405</u>

The School District performed a full inventory of its capital assets and has restated their beginning balances. See Note 19 for more information.

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* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$ 1,476,916
Special	3,931
Vocational	124,464
Adult Continuing	894
Support Services:	
Pupils	4,369
Instructional Staff	3,482
Administration	444,956
Fiscal	8,837
Business	3,604
Operation and Maintenance of Plant	738,611
Pupil Transportation	540,040
Central	56,727
Operation of Non-Instructional Services:	
Food Service Operations	5,652
Community Services	67,931
Extracurricular Activities	142,847
<i>Total Depreciation Expense</i>	<u>\$ 3,623,261</u>

NOTE 9 – INTERFUND TRANSACTIONS

Interfund Transfers

The School District made the following transfers during the fiscal year.

	<u>Transfers Out</u>	<u>Transfers In</u>
General Fund	\$ 18,267,312	\$ -
Bond Retirement Fund	-	2,565,648
Permanent Improvement Fund	2,565,648	18,267,312
Nonmajor Governmental Funds:		
District Nursing	776,364	-
Post Secondary Nursing	-	776,364
Total	<u>\$ 21,609,324</u>	<u>\$ 21,609,324</u>

The general fund transferred additional resources to the permanent improvement fund to support the payment of debt. The permanent improvement fund made a transfer to the debt service fund for the payment of capital related debt. The district nursing fund transferred tuition payments received to the post-secondary nursing fund. Interfund transfers between governmental funds are eliminated in the statement of activities.

Interfund Balances

Interfund balances at fiscal year-end consist of the following individual fund receivables and payables:

<u>Interfund Payable</u>	<u>Interfund Receivable</u>
	<u>General</u>
Nonmajor Special Revenue Funds:	
Preschool	\$ 18,304
Nonmajor Proprietary Funds:	
Self-Insurance	1,000,000
Total	<u>\$ 1,018,304</u>

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The primary purpose of the interfund balance is to cover costs in the fund where revenues were not received by June 30. This interfund balance will be repaid once the anticipated revenues are received. These advances are expected to be repaid within one year. Interfund loans between governmental activities are eliminated on the statement of net position.

NOTE 10 - RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

A. Comprehensive

The School District maintains comprehensive insurance coverage with private carriers for liability, including data and cyber security, real property, building contents, crime and vehicles. Vehicle policies include liability coverage for bodily injury and property damage. In addition, real property contents are 100 percent coinsured. The School District has obtained coverage from commercial insurance carriers.

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

B. Shared Risk Pool

The School District provides medical, surgical, prescription drug and dental benefits to its employees on a self-insured basis. A third party, United Healthcare, reviews all claims which are then paid by the School District. A premium is paid by the fund that pays the salary for the employee and is based on historical cost information. The School District maintains stop-loss coverage for its insurance program. Aggregate stop-loss is maintained at \$11,486,621 for the one year period ending June 30, 2025.

The claims liability reported in the internal service fund at fiscal year-end is estimated by the third-party administrator and is based on the requirements of Governmental Accounting Standards Board Statement No. 30, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Changes in the fund's claims liability amount for the last two fiscal years are listed as follows:

	Balance	Current	Claims	Balance
	<u>Beginning of Year</u>	<u>Year Claims</u>	<u>Payments</u>	<u>End of Year</u>
2024	\$ 1,122,941	\$ 10,321,443	\$ 9,941,471	\$ 1,502,913
2025	\$ 1,502,913	\$ 14,637,622	\$ 14,492,364	\$ 1,648,171

C. Workers' Compensation Program

The School District has participated in the Ohio Bureau of Workers' Compensation (Bureau) Retrospective Rating Plan since 1989, except for 1993 and 1997. The alternative rating program requires the School District to pay only administrative charges to the Bureau, and in turn, the School District assumes the responsibility of paying all claims incurred during the policy period for up to ten years. After the tenth year, the Bureau will assume any existing claim for its duration. The School District will be charged an actuarial amount for the claims transferred to the Bureau. The School District's stop-loss coverage through the plan is limited to \$300,000 per claim stop-loss coverage with an annual aggregate.

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The School District's workers' compensation internal service fund pays for all claims, claim reserves and administrative costs of the program. The workers' compensation internal service fund generates revenues by charging each fund a percentage rate determined by the Bureau for the payroll during the reporting period. The claims liability is recorded based on an actuarial determination of future claims, review of five years of claim liabilities and claim payment trends including the settlement to the Bureau after the tenth year.

The Ohio Bureau of Workers' Compensation uses the Micro Insurance Reserving Analysis (MIRA) to estimate the reserves (liability) for future costs. The MIRA reserve (liability) can vary between years as it is based upon numerous factors which estimate the future cost of a particular claim at that point in time.

The claims liability reported in the internal service fund at fiscal year-end is estimated by the third-party administrator and is based on the requirements of Governmental Accounting Standards Board Statement No. 30, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Prior year claims liability is not available. The fund's workers compensation claims liability is as follows:

	Balance Beginning of Year	Current Year Claims	Claims Payments	Balance End of Year
2025	\$ -	\$ 236,703	\$ -	\$ 236,703

NOTE 11 - DEFINED BENEFIT PENSION PLANS

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

Net Pension Liability/Net OPEB Liability (Asset)

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

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

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

GASB 68/75 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires funding to come from these employers. All pension contributions to date have come solely from these employers (which also includes pension costs paid in the form of withholdings from employees). The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits. In addition, health care plan enrollees pay a portion of the health care costs

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to provide for these OPEB benefits. In addition, health care plan enrollees pay a portion of the health care costs in the form of a monthly premium. State statute requires the retirement systems to amortize unfunded pension liabilities within 30 years. If the pension amortization period exceeds 30 years, each retirement system's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension/OPEB liability (asset). Resulting adjustments to the net pension/OPEB liability (asset) would be effective when the changes are legally enforceable. The Ohio revised Code permits, but does not require, the retirement systems to provide healthcare to eligible benefit recipients.

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

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

Plan Description - School Employees Retirement System (SERS)

Plan Description – School 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, 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 years of service; 2.2 percent for the first thirty years of service and 2.5 percent for years of service credit over 30. Final average salary is the average of the highest three years of salary.

An individual whose benefit effective date is before April 1, 2018, is eligible for a cost-of-living adjustment (COLA) on the first anniversary date of the benefit. 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.

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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 14.0 percent. For fiscal year 2025, the Retirement Board did not allocate any employer contribution to the Health Care Fund.

The School District's contractually required contribution to SERS was \$2,252,412 for fiscal year 2025. Of this amount, \$74,075 has been reported as intergovernmental payable.

Plan Description - State Teachers Retirement System (STRS)

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

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

The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. 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 their member contributions and 11.09 percent of the 14 percent employer contributions into an investment account. The member determines how to allocate the member and employer money among various investment choices offered by STRS. The remaining 2.91 percent of the 14

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percent employer rate is allocated to the defined benefit unfunded liability. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

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

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

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

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. The 2025 employer and employee contribution rate of 14 percent was equal to the statutory maximum rates. For 2025, the full employer contribution was allocated to pension.

The School District's contractually required contribution to STRS was \$7,384,241 for fiscal year 2025. Of this amount, \$1,272,498 has been reported as intergovernmental payable.

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

The net pension liability (asset) 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 School District's proportion of the net pension liability was based on the School District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	SERS	STRS	Total
Proportion of the Net Pension Liability:			
Current Measurement Date	0.4004993%	0.36092934%	
Prior Measurement Date	0.4075076%	0.36295053%	
Change in Proportionate Share	<u>-0.0070083%</u>	<u>-0.00202119%</u>	
Proportionate Share of the Net			
Pension Liability	\$ 20,487,928	\$ 69,448,637	\$ 89,936,565
Pension Expense	\$ 1,872,121	\$ 1,207,389	\$ 3,079,510

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

At June 30, 2025, the School 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	\$ 782,211	\$ 4,373,448	\$ 5,155,659
Changes of Assumptions	183,280	3,200,574	3,383,854
School District Contributions Subsequent to the			
Measurement Date	2,252,412	7,384,241	9,636,653
Total Deferred Outflows of Resources	<u>\$ 3,217,903</u>	<u>\$ 14,958,263</u>	<u>\$ 18,176,166</u>
Deferred Inflows of Resources			
Differences between Expected and			
Actual Experience	\$ -	\$ 38,028	\$ 38,028
Net Difference between Projected and			
Actual Earnings on Pension Plan Investments	1,281,505	5,971,169	7,252,674
Changes of Assumptions	-	2,409,112	2,409,112
Changes in Proportion and Differences between			
School District Contributions and Proportionate			
Share of Contributions	640,382	4,668,384	5,308,766
Total Deferred Inflows of Resources	<u>\$ 1,921,887</u>	<u>\$ 13,086,693</u>	<u>\$ 15,008,580</u>

\$9,636,653 reported as deferred outflows of resources related to pension resulting from School 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	\$ (1,317,479)	\$ (6,537,742)	\$ (7,855,221)
2027	1,012,675	5,348,841	6,361,516
2028	(274,758)	(2,788,295)	(3,063,053)
2029	(376,834)	(1,535,475)	(1,912,309)
Total	<u>\$ (956,396)</u>	<u>\$ (5,512,671)</u>	<u>\$ (6,469,067)</u>

Actuarial Assumptions - SERS

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

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

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

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

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

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

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

The long-term return expectation for the Pension Plan Investments has been determined by using a building-block approach and assumes a time horizon, as defined in SERS' *Statement of Investment Policy*. ORC 3309.15 and the SERS Board-adopted Investment Policy govern investment activity. 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 a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes. As of June 30, 2024:

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Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (geometric)
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 for 2024 was calculated using the discount rate of 7.00 percent. The discount rate determination did not use a municipal bond rate. The projection of cash flows used to determine the discount rate assumed that employers would contribute the actuarially determined contribution rate of projected compensation over the remaining 20-year amortization period of the unfunded actuarial accrued liability. The actuarially determined contribution rate for fiscal year 2024 was 14 percent. Projected inflows from investment earnings were calculated using the long-term assumed investment rate of return (7.00 percent). Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability. The annual money-weighted rate of return, calculated as the internal rate of return on pension plan investments, for fiscal year 2024 was 9.31 percent.

Sensitivity of the School 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.

	1% Decrease	Current Discount Rate	1% Increase
School District's Proportionate Share of the Net Pension Liability	\$ 31,343,694	\$ 20,487,928	\$ 11,347,959

Actuarial Assumptions – STRS

Key methods and assumptions used in the June 30, 2024, actuarial valuation are presented below:

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

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Post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110 percent for males, projected forward generationally using mortality improvement scale MP-2020. Pre-retirement mortality rates are based on Pub-2010 Teachers Employee Table adjusted 95 percent for females, projected forward generationally using mortality improvement scale MP-2020. Post-retirement disabled mortality rates are based on Pub-2010 Teachers 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 an actuarial experience study for the period July 1, 2015, through June 30, 2021. An actuarial experience study is done on a quinquennial basis.

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

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	<u>100.00%</u>	

**Final target weights reflected at October 1, 2022.*

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

Discount Rate The discount rate used to measure the total pension liability was 7.00 percent as of June 30, 2024. The projection of cash flows used to determine the discount rate assumes that member and employer contributions will be made at the statutory contribution rates in accordance with rate increases described above. For this purpose, only employer contributions that are intended to fund benefits of current plan members and their beneficiaries are included. Based on those assumptions, STRS' fiduciary net position was projected to be available to make all projected future benefit payments to current plan members as of June 30, 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 payment to determine the total pension liability as of June 30, 2024.

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

	1% Decrease	Current Discount Rate	1% Increase
School District's Proportionate Share of the Net Pension Liability	\$ 112,032,821	\$ 69,448,637	\$ 33,429,732

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NOTE 12 - DEFINED BENEFIT OPEB PLANS

See Note 11 for a description of the net OPEB liability (asset).

Plan Description - School Employees Retirement System (SERS)

Health Care Plan Description - The School District contributes to the SERS Health Care Fund, administered by SERS for non-certificated retirees and their beneficiaries. For GASB 75 purposes, this plan is considered a cost-sharing other postemployment benefit (OPEB) plan. SERS' Health Care Plan provides healthcare benefits to eligible individuals receiving retirement, disability, and survivor benefits, and to their eligible dependents. Members who retire after June 1, 1986, need 10 years of service credit, exclusive of most types of purchased credit, to qualify to participate in SERS' health care coverage. The following types of credit purchased after January 29, 1981, do not count toward health care coverage eligibility: military, federal, out-of-state, municipal, private school, exempted, and early retirement incentive credit. In addition to age and service retirees, disability benefit recipients and beneficiaries who are receiving monthly benefits due to the death of a member or retiree, are eligible for SERS' health care coverage. Most retirees and dependents choosing SERS' health care coverage are over the age of 65 and therefore enrolled in a fully insured Medicare Advantage plan; however, SERS maintains a traditional, self-insured preferred provider organization for its non-Medicare retiree population. For both groups, SERS offers a self-insured prescription drug program. Health care is a benefit that is permitted, not mandated, by statute. The financial report of the Plan is included in the SERS Annual Comprehensive Financial Report which can be obtained on SERS' website at www.ohsers.org under Employers/Audit Resources.

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. 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, no allocation was made to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 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 School District's surcharge obligation was \$284,053, which is reported as an intergovernmental payable.

The surcharge, added to the allocated portion of the 14 percent employer contribution rate is the total amount assigned to the Health Care Fund. The School District's contractually required contribution to SERS was equal to its surcharge obligation for fiscal year 2025.

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Plan Description - State Teachers Retirement System (STRS)

Plan Description – The State Teachers Retirement System of Ohio (STRS) administers a cost-sharing Health Plan administered for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS. Ohio law authorizes STRS to offer this plan. Benefits include hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. Health care premiums were reduced by a Medicare Part B premium credit beginning in 2023. The Plan is included in the report of STRS which can be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

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 to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. All benefit recipients pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2025, STRS did not allocate any employer contributions to post-employment health care.

Net OPEB Liability (Asset)

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 School District's proportion of the net OPEB liability (asset) was based on the School District's share of contributions to the respective retirement systems relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	SERS	STRS	Total
Proportion of the Net OPEB Liability (Asset):			
Current Measurement Date	0.4065244%	0.36092934%	
Prior Measurement Date	0.4187487%	0.36295053%	
Change in Proportionate Share	<u>-0.0122243%</u>	<u>-0.00202119%</u>	
Proportionate Share of the Net			
OPEB Liability (Asset)	\$ 4,140,432	\$ (6,846,140)	
OPEB Expense	\$ (767,324)	\$ (1,442,381)	\$ (2,209,705)

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

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

	SERS	STRS	Total
Deferred Outflows of Resources			
Differences between Expected and Actual Experience	\$ -	\$ 297,616	\$ 297,616
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	20,215	-	20,215
Changes of Assumptions	1,777,075	842,664	2,619,739
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	190,644	96,718	287,362
School District Contributions Subsequent to the Measurement Date	284,053	-	284,053
Total Deferred Outflows of Resources	<u>\$ 2,271,987</u>	<u>\$ 1,236,998</u>	<u>\$ 3,508,985</u>
Deferred Inflows of Resources			
Differences between Expected and Actual Experience	\$ 4,464,464	\$ 737,797	\$ 5,202,261
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	-	293,952	293,952
Changes of Assumptions	1,901,962	3,087,564	4,989,526
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	1,357,018	52,269	1,409,287
Total Deferred Inflows of Resources	<u>\$ 7,723,444</u>	<u>\$ 4,171,582</u>	<u>\$ 11,895,026</u>

\$284,053 reported as deferred outflows of resources related to OPEB resulting from School contributions subsequent to the measurement date will be recognized as a reduction/addition to the net OPEB liability/asset in the fiscal year ending June 30, 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:

	SERS	STRS	Total
Fiscal Year Ending June 30:			
2026	\$ (1,464,935)	\$ (1,078,136)	\$ (2,543,071)
2027	(1,074,359)	(448,409)	(1,522,768)
2028	(787,439)	(575,460)	(1,362,899)
2029	(599,867)	(532,855)	(1,132,722)
2030	(593,782)	(428,386)	(1,022,168)
Thereafter	(1,215,128)	128,662	(1,086,466)
Total	<u>\$ (5,735,510)</u>	<u>\$ (2,934,584)</u>	<u>\$ (8,670,094)</u>

Actuarial Assumptions - SERS

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

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

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

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

	<u>June 30, 2024</u>
Inflation	2.40 percent
Future Salary Increases, including Inflation	3.25 percent to 13.58 percent
Investment Rate of Return	7.00 percent net of investment expense
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)
Fiduciary Net Position is Projected to be Depleted	2059
Municipal Bond Index Rate	
Measurement Date	3.93 percent
Prior Measurement Date	3.86 percent
Single Equivalent Interest Rate	
Measurement Date	4.88 percent
Prior Measurement Date	4.27 percent
Health Care Cost Trend Rate	
Medical Trend Assumption	
Measurement Date	7.00 to 4.40 percent
Prior Measurement Date	6.75 to 4.40 percent

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

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

The long-term expected rate of return on plan assets is reviewed as part of the actuarial five-year experience study. The most recent study covers fiscal years 2016 through 2020, and was adopted by the Board on April 15, 2021. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and a long-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation)

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were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return, 7.00 percent, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The 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.

The long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes. As of June 30, 2024:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (geometric)
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	100.00 %	

Discount Rate The discount rate used to measure the total OPEB liability at June 30, 2024, was 4.88 percent. The discount rate used to measure total OPEB liability prior to June 30, 2024, was 4.27 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the contribution rate of 1.50 percent of projected covered payroll each year, which includes a 1.50 percent payroll surcharge and no contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be depleted in 2059 by SERS' actuaries. The Fidelity General Obligation 20-year Municipal Bond Index Rate was used in the determination of the single equivalent interest rate for both the June 30, 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 was 3.93 percent at June 30, 2024, and 3.86 percent at June 30, 2023.

Sensitivity of the School District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and Changes in the Health Care Cost Trend Rates The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability 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.

	1% Decrease	Current Discount Rate	1% Increase
School District's Proportionate Share of the Net OPEB Liability	\$ 5,521,119	\$ 4,140,432	\$ 3,043,290

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	1% Decrease	Current Trend Rate	1% Increase
School District's Proportionate Share of the Net OPEB Liability	\$ 2,798,777	\$ 4,140,432	\$ 5,903,929

Actuarial Assumptions – STRS

Key methods and assumptions used in the June 30, 2024, actuarial valuation compared to the prior year are presented below:

	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

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

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

Actuarial assumptions used in the June 30, 2024, valuation are based on the results of an actuarial experience study for the period July 1, 2015, through June 30, 2021. An actuarial experience study is done on a quinquennial basis.

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

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Asset Class	Target Allocation *	Long-Term Expected Rate of Return **
Domestic Equity	26.00%	6.90%
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 annualized geometric nominal returns, which include the real rate of return and inflation of 2.25 percent and is net of investment expenses. Over a 30-year period, STRS investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

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

Sensitivity of the School District's Proportionate Share of the Net OPEB Asset to Changes in the Discount and Health Care Cost Trend Rate The following table represents the net OPEB asset as of June 30, 2024, calculated using the current period discount rate assumption of 7.00 percent, as well as what the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent) or one percentage point higher (8.00 percent) than the current assumption. Also shown is the net OPEB asset as if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current health care cost trend rates.

	1% Decrease	Current Discount Rate	1% Increase
School District's Proportionate Share of the Net OPEB (Asset)	\$ (5,566,725)	\$ (6,846,140)	\$ (7,959,824)
	1% Decrease	Current Trend Rate	1% Increase
School District's Proportionate Share of the Net OPEB (Asset)	\$ (8,035,052)	\$ (6,846,140)	\$ (5,416,319)

NOTE 13 - EMPLOYEE BENEFITS AND HEALTH CARE TERMINATION BENEFIT

Compensated Absences

The criteria for determining vacation, personal and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn 10 to 22 days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers do not earn vacation time. Teachers, administrators and classified employees earn sick leave at the rate of one and a quarter days per month. Upon retirement, an employee is paid for forty percent of accumulated sick days up to a maximum of 260 accumulated sick days.

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Classified retirees receive severance pay at the per diem rate for the actual number of unused sick leave days credited to the employee at the actual time of retirement. The number of unused sick days paid will be forty (40) percent of a maximum of 260 days plus converted personal days. Payment is made in one lump sum within 60 days of the effective date of retirement. The rate of pay is that of the highest daily rate of the employee's highest year in the preceding ten years. There is no longer a retirement incentive for staff.

Certified retirees receive severance pay at the per diem rate for the actual number of unused sick leave days credited to the employee at the actual time of retirement. The number of unused sick days paid will be forty percent of the maximum of 260 days plus converted personal days. There is no longer a retirement incentive for staff.

Health Care Termination Benefit

In prior fiscal years, an early retirement incentive of \$40,000 and a health reimbursement account (HRA) of \$30,000 was paid to those teachers who retired in their first year of eligibility for retirement. The incentive bonus is paid in equal installments in the five Januaries following the date of retirement and paid as a reimbursement upon the presentation of receipts for qualifying medical expenses. The remaining balance for these HRA accounts has been recorded in the School District's financial statements as a long-term liability.

Life Insurance

The School District provides life insurance in the amount of \$100,000 to all employees (excluding substitutes) who regularly work a minimum of 20 hours per week. Employees are also given the option to purchase additional term life insurance through a payroll deduction.

NOTE 14 - LONG-TERM OBLIGATIONS

The original issue date, interest rate, original issuance and date of maturity for each of the School District's long-term obligations are as follows:

	<u>Original Issue Date</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>	<u>Date of Maturity</u>
<i>General Obligation Bonds:</i>				
Energy Conservation Improvement Refunding Serial	2020	1.50% - 4.00%	4,550,000	9/1/27
Energy Conservation Improvement Refunding Serial	2021	2.00%	765,000	12/1/29
School Improvement Bonds Serial and Term	2016	2.00% - 5.00%	115,750,000	12/1/50
School Improvement Refunding Bonds Serial, Term and Capital Appreciation	2020	3.16% - 3.36%	26,737,452	12/1/46
<i>Loans from Direct Borrowing:</i>				
Certificate of Participation, Series 2011A	2011	6.54%	4,300,000	3/1/41
Certificate of Participation, Series 2017	2017	3.00% - 5.00%	17,230,000	3/1/43
Certificate of Participation, Series 2018	2018	3.00% - 4.00%	8,220,000	3/1/42
Refunding Certificate of Participation, Series 2020	2020	4.00%	4,605,000	3/1/40
Refunding Certificate of Participation, Series 2021	2021	4.00%	5,290,000	3/1/39

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The changes in the School District's long-term obligations during the fiscal year consist of the following:

	Balance 6/30/2024	Additions	Deductions	Balance 6/30/2025	Due Within One Year
Governmental Activities					
<i>General Obligations Bonds:</i>					
Energy Conservation Improvement Refunding Bonds Series 2020	\$ 2,355,000	\$ -	\$ (585,000)	\$ 1,770,000	\$ 595,000
Energy Conservation Improvement Refunding Bonds Series 2021	577,000	-	(90,000)	487,000	94,000
School Improvement Bonds - 2016	79,830,000	-	(1,600,000)	78,230,000	1,725,000
School Improvement Refunding Bonds - 2020 Term Bonds	25,860,000	-	-	25,860,000	-
Capital Appreciation Bonds	116,471	-	(41,983)	74,488	26,869
Accretion on Capital Appreciation Bonds	682,809	344,284	(303,017)	724,076	258,490
Total General Obligation Bonds	109,421,280	344,284	(2,620,000)	107,145,564	2,699,359
<i>Loans from Direct Borrowing:</i>					
Certificates of Participation, Series 2011A	4,320,000	-	-	4,320,000	4,320,000
Certificates of Participation, Series 2017	15,920,000	-	(285,000)	15,635,000	300,000
Certificates of Participation, Series 2018	6,805,000	-	(270,000)	6,535,000	280,000
Refunding Certificates of Participation, Series 2020	3,610,000	-	(130,000)	3,480,000	130,000
Refunding Certificates of Participation, Series 2021	4,785,000	-	(240,000)	4,545,000	250,000
Total Loans from Direct Borrowing	35,440,000	-	(925,000)	34,515,000	5,280,000
<i>Net Pension/OPEB Liability:</i>					
Pension	100,678,065	-	(10,741,500)	89,936,565	-
OPEB	6,898,656	-	(2,758,224)	4,140,432	-
Total Net Pension/OPEB Liability	107,576,721	-	(13,499,724)	94,076,997	-
<i>Other Long Term Liabilities:</i>					
Unamortized Premium	7,857,168	-	(381,088)	7,476,080	-
Early Retirement Incentive	516,041	857,268	(703,436)	669,873	414,816
Healthcare Termination Benefits	714,518	-	(44,383)	670,135	85,571
Compensated Absences *	8,728,735	622,686	-	9,351,421	441,241
Total Other Long Term Liabilities	17,816,462	1,479,954	(1,128,907)	18,167,509	941,628
Total Governmental Activities Long-Term Obligations	\$ 270,254,463	\$ 1,824,238	\$ (18,173,631)	\$ 253,905,070	\$ 8,920,987

* - The change in compensated absences above is a net change for the year.

There is no repayment schedule for the net pension liability and net OPEB liability; however, employer pension and OPEB contributions are primarily made from the General Fund. For additional information related to the net pension liability and net OPEB liability see Notes 11 and 12.

Debt payments will be paid from the general and debt service funds. The early retirement incentive and healthcare termination benefits will be paid from the general fund.

On March 9, 2016, the School District issued general obligation school improvement bonds. These bonds were issued with a premium of \$5,502,767, which is reported as an increase to bonds payable. The amounts are being amortized to interest expense over the life of the bonds using the straight-line method, which approximates the effective interest method.

These bonds are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption is to occur on December 1, 2032 at 100 percent of the principal amount thereof plus accrued interest to the date of redemption according to the following schedule:

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These bonds are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption is to occur on December 1, 2032 at 100 percent of the principal amount thereof plus accrued interest to the date of redemption according to the following schedule:

<u>Fiscal Year</u>	<u>Principal Amount to be Redeemed</u>
2033	\$2,765,000
2034	2,920,000

The term bonds that mature in fiscal year 2035, with an interest rate of 3.375 percent are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption is to occur on December 1, 2036 at 100 percent of the principal amount thereof plus accrued interest to the date of redemption according to the following schedule:

<u>Fiscal Year</u>	<u>Principal Amount to be Redeemed</u>
2035	\$3,080,000
2036	3,250,000
2037	3,425,000

The term bonds that mature in fiscal year 2038, with an interest rate of 3.75 percent are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption is to occur on December 1, 2037 at 100 percent of the principal amount thereof plus accrued interest to the date of redemption according to the following schedule:

<u>Fiscal Year</u>	<u>Principal Amount to be Redeemed</u>
2038	\$3,605,000
2039	3,810,000
2040	4,020,000
2041	4,240,000
2042	4,465,000

The term bonds that mature in fiscal year 2043, with an interest rate of 5.00 percent are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption is to occur on December 1, 2042 at 100 percent of the principal amount thereof plus accrued interest to the date of redemption according to the following schedule:

<u>Fiscal Year</u>	<u>Principal Amount to be Redeemed</u>
2043	\$4,705,000
2044	5,010,000
2045	5,330,000
2046	5,670,000
2047	6,025,000

The term bonds that mature in fiscal year 2048, with an interest rate of 4.00 percent are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption is to occur on December 1, 2047 at 100 percent of the principal amount thereof plus accrued interest to the date of redemption according to the following schedule:

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

<u>Fiscal Year</u>	<u>Principal Amount to be Redeemed</u>
2048	\$6,400,000
2049	6,730,000
2050	7,075,000
2051	7,435,000

The term bonds maturing after December 1, 2026 are subject to optional redemption, in whole or in part, on any date in order of maturity as determined by the School District and by lot within a maturity, at the option of the Board of Education on or after December 1, 2025.

On March 12, 2020, the School District issued \$4,550,000 of Energy Conservation Refunding Bonds. The bonds refunded \$4,890,000 of outstanding Series 2012 Energy Conservation Improvement Bonds. The bonds were issued for an eight year period with final maturity at September 1, 2027. At the date of refunding, \$4,899,022 (including premium and after underwriting fees, and other issuance costs) was received to pay off old debt. As a result, \$4,890,000 of the Series 2012 Energy Conservation Improvement Bonds are considered to be defeased and the liability for those bonds has been removed from the financial statements. The principal balance outstanding of the defeased certificates was \$1,955,000 at June 30, 2025.

These refunding bonds were issued with a premium of \$433,249, which is reported as an increase to bonds payable. The amounts are being amortized to interest expense over the life of the bonds using the straight-line method. The issuance costs of \$82,416 were expensed.

The issuance resulted in a difference between the cash flows required to service the old debt and the cash flows required to service the new debt of \$304,086. The issuance resulted in an economic gain of \$286,983.

On March 12, 2020, the School District issued \$26,737,452 of School Improvement Refunding Bonds, which included term and capital appreciation bonds in the amount of \$25,860,000 and \$877,452, respectively. The bonds refunded \$26,740,000 of outstanding Series 2016 School Improvement General Obligation Bonds. The bonds were issued for a 26 year period with final maturity at December 1, 2046. At the date of refunding, \$31,030,902 (including premium and after underwriting fees, and other issuance costs) was received to pay off old debt. As a result, \$26,740,000 of the Series 2016 School Improvement General Obligation Bonds are considered to be defeased and the liability for those bonds has been removed from the financial statements. The principal balance outstanding of the defeased bonds was \$26,740,000 at June 30, 2025.

These refunding bonds were issued with a premium of \$4,705,888, which is reported as an increase to bonds payable. The amounts are being amortized to interest expense over the life of the bonds using the straight-line method. The issuance costs of \$410,088 were expensed. The refunding resulted in a difference between net carrying amount of the debt and the acquisition price of \$4,377,471. This difference, reported in the accompanying financial statements as a deferred outflow of resources, is being amortized to interest expense over the life of the bonds using the straight-line method.

The issuance resulted in a difference between the cash flows required to service the old debt and the cash flows required to service the new debt of \$5,771,835. The issuance resulted in an economic gain of \$2,121,649.

The capital appreciation bonds mature each December 1 from 2020 through 2038 and December 1, 2042. These bonds were purchased at a discount at the time of issuance and at maturity all compounded interest is paid and the bond holder collects the face value. However, since interest is technically earned and compounded semiannually, the value of the bond increases. Therefore, as the value increases, the accretion is booked as principal liability.

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The serial and capital appreciation bonds are not subject to redemption prior to maturity. The current interest bonds are subject to mandatory and optional redemption as follows:

Mandatory Redemption - The Current Interest Bonds stated to mature on December 1, 2040 (the “Series 2040 Current Interest Term Bonds”), December 1, 2043 (the “Series 2043 Current Interest Term Bonds”) and December 1, 2046 (the “Series 2046 Current Interest Term Bonds”, together with the Series 2040 Current Interest Term Bonds and the Series 2043 Current Interest Term Bonds, the Current Interest Term Bonds) are subject to mandatory sinking fund redemption in part by lot pursuant to the terms of the mandatory sinking fund redemption requirements of the Authorizing Legislation, at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date, on December 1 of the following fiscal years:

<u>Fiscal Year</u>	<u>Principal Amount to be Redeemed</u>
2040	\$345,000
2041	360,000

<u>Fiscal Year</u>	<u>Principal Amount to be Redeemed</u>
2042	\$370,000
2043	4,065,000
2044	4,835,000

<u>Fiscal Year</u>	<u>Principal Amount to be Redeemed</u>
2045	\$5,055,000
2046	5,295,000
2047	5,535,000

The Current Interest Bonds are subject to prior redemption, by and at the sole option of the Board, in whole or in part as selected by the Board (in whole multiples of \$5,000), on any date on or after June 1, 2029, at a redemption price of 100 percent of the principal redeemed plus accrued interest to the redemption date.

Optional Redemption -The Current Interest Bonds are subject to prior redemption, by and at the sole option of the Board, in whole or in part as selected by the Board (in whole multiples of \$5,000), on any date on or after June 1, 2029, at a redemption price of 100% of the principal redeemed plus accrued interest to the redemption date.

On March 9, 2021, the School District issued \$765,000 of Energy Conservation Refunding Bonds. The bonds refunded \$765,000 of outstanding Series 2014 Energy Conservation Refunding Improvement Bonds. The bonds were issued for a nine year period with final maturity at December 1, 2029. At the date of refunding, \$771,311 (including issuance costs) was received to pay off old debt. As a result, \$765,000 of the Series 2014 Energy Conservation Refunding Improvement Bonds are considered to be defeased and the liability for those bonds has been removed from the financial statements.

The issuance resulted in a difference between the cash flows required to service the old debt and the cash flows required to service the new debt of \$49,208. The issuance resulted in an economic gain of \$20,991.

Willoughby-Eastlake City School District
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Principal and interest requirements to retire the debt outstanding at fiscal year-end are as follows:

Fiscal Year	Energy Conservation Improvement Bonds		School Improvement Bonds		Certificates of Participation		Capital Appreciation Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Accretion
2025	\$ 689,000	\$ 67,700	\$ 1,725,000	\$ 3,814,469	\$ 5,280,000	\$ 1,388,056	\$ 26,869	\$ 318,131
2026	694,000	41,920	1,855,000	3,742,869	1,385,000	1,066,956	17,195	327,805
2027	673,000	16,500	1,985,000	3,671,032	1,450,000	1,011,556	11,006	333,994
2028	101,000	3,010	2,115,000	3,593,995	1,510,000	953,556	7,041	337,959
2029	100,000	1,000	2,265,000	3,495,070	1,565,000	894,731	4,506	340,494
2030-2034	-	-	13,830,000	15,948,620	9,265,000	3,539,797	7,148	1,717,852
2035-2039	-	-	18,815,000	13,213,633	11,050,000	1,732,276	707	1,379,293
2040-2044	-	-	28,325,000	8,791,656	3,010,000	163,993	16	569,982
2045-2049	-	-	25,740,000	4,435,688	-	-	-	-
2050-2051	-	-	7,435,000	148,700	-	-	-	-
	<u>\$ 2,257,000</u>	<u>\$ 130,130</u>	<u>\$ 104,090,000</u>	<u>\$ 60,855,732</u>	<u>\$ 34,515,000</u>	<u>\$ 10,750,918</u>	<u>\$ 74,488</u>	<u>\$ 5,325,510</u>

NOTE 15 – CERTIFICATES OF PARTICIPATION

The School District is leasing several project sites from the Ohio School Building Leasing Corporation (“Lessor”). The Ohio School Building Leasing Corporation assigned The Huntington National Bank as Trustee (“Trustee”), transferring rights, title and interest in the projects to the Trustee. The School District is acting as an agent for the Lessor, and is constructing or improving the facilities from the proceeds provided by the Lessor. These Projects consist of the construction, enlarging and other improvements, furnishing and equipping and lease and eventual acquisition of improvements to School District buildings and building sites and related improvements.

The land and existing improvements included in the leased property are owned by the School District and are leased to the corporation pursuant to the ground lease. A portion of the proceeds of Certificates is expected to be used to pay costs of School District buildings and building sites not included in the Leased Property.

Title to the improvements on the Leased Property, and the right of possession of the Leased Property, will transfer to the School District at the end of the Ground Lease. The School District’s obligation to pay lease payments does not constitute a debt of the School District within the meaning of any constitutional or statutory limitation. Certificate of Participation (COP’s) payments will be made solely from amounts derived under the Lease, including lease payments.

The term of these leases consists of a series of one-year terms, each ending on June 30, except the final lease term, which ends on the final lease payment date. The ground lease term ends five years after the final lease term. Clear title to and right of possession of the leased property will transfer to the School District upon the expiration of the ground lease term.

In the event of default, as defined by the lease agreements, the amounts payable by the School District may become due. If payments are not made, the lessor may retake possession of the secured assets, including but not limited to equipment and furniture. Additionally, the lessor has the option to sublease the project facilities, holding the School District liable for all lease payments and other payments due prior to the effective date of the sublease and for the difference between the rental and other amounts paid by the subleases pursuant to such sublease and the amounts payable by the School District pursuant to the lease during the then current lease term. See below for secured assets by each issuance:

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Issuance	Secured Asset
Certificate of Participation, Series 2011A	North High, South High & Edison Elementary Schools and building sites
Certificate of Participation, Series 2017	North High, South High, Edison Elementary, the new Willoughby Elementary, School of Innovation and Northern Career Institute-Willoughby Campus buildings and building sites
Certificate of Participation, Series 2018	North High, South High, Edison Elementary, School of Innovation and Northern Career Institute-Willoughby Campus buildings and building sites
Certificate of Participation, Series 2020	North High, South High, Edison Elementary and School of Innovation buildings and building sites
Certificate of Participation, Series 2021	North High, South High and Edison Elementary buildings and building sites

2011 Certificates of Participation

During fiscal year 2011 the School District issued \$4,320,000 of Series 2011A Certificates of Participation at an interest rate of 6.54 percent. The Series 2011 Certificates are subject to extraordinary mandatory redemption on any date, by and at the sole option of the Board, in whole or in part as selected by the Board (in whole multiples of \$5,000), at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date. The proceeds received from the sale of the Series 2011 Certificates will be used (a) to pay costs of constructing, furnishing and equipping, and the lease and eventual acquisition of, improvements to School District buildings and building sites, including the School District's North High School, South High School and Edison Elementary School buildings and building sites and related improvements for School District purposes

Payment for the Series 2011 lease is made from the bond retirement fund. The School District is required to make mandatory sinking fund deposits (consisting of cash and/or U.S. Treasury obligations) on March 1, in the following years and in the following amounts (in each case equal to the value of any cash deposits, plus the stated principal value at maturity of any U.S. Treasury obligations plus any interest to be paid thereon through and including the maturity date):

March 1 of year	Amount Due	Amount Deposited
2022	\$ 864,000	\$ 864,000
2023	864,000	864,000
2024	864,000	864,000
2025	864,000	864,000
2026	864,000	-
	\$ 4,320,000	\$ 3,456,000

The amount deposited is reported as investments with escrow agents in the basic financial statements.

2017 Certificates of Participation

In December 2017 the School District issued \$17,230,000 in certificates of participation to partially refund the Series 2011B and 2013 certificates of participation. The proceeds of the certificates were used to refund \$9,785,000 of the School District's 2011 Series B tax exempt certificates and \$5,525,000 of the Series 2013 certificates. The certificates were issued for a 25 year period with final maturity at March 1, 2043.

These refunding certificates were issued with a premium of \$296,664, which was reported as interest expense in the year of issuance. The issuance resulted in a difference between the cash flows required to service the old debt and the cash flows required to service the new debt of \$103,380. The issuance resulted in an economic gain of \$1,671,050. The refunded certificates are considered defeased (in-substance) and accordingly, have been removed from the statement of net position. The principal balance was fully defeased as of June 30, 2022.

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2018 Certificates of Participation

In March 2018 the School District issued \$8,220,000 in certificates of participation. These certificates were issued with a premium of \$46,673, which is reported as an increase to bonds payable. The amounts are being amortized to interest expense over the life of the bonds using the straight-line method.

The Series 2018 Certificates maturing on or after March 1, 2024 are subject to prior redemption on any date, by and at the sole option of the Board, in whole or in part as selected by the Board (in whole multiples of \$5,000), on or after March 1, 2023, at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date. Any Term Series 2018 Certificates are subject to mandatory sinking fund redemption. The Certificates are also subject to special redemption. The proceeds received from the sale of the Series 2018 Certificates will be used for (a) the construction, rehabilitation and other improvement, furnishing and equipping of the building and related building site to be used to replace the administrative offices of the School District and (b) the furnishing and equipping of the North High School, the South High School and Longfellow Elementary School.

The current Lease Term commenced as of July 1, 2018 and expires on June 30, 2019. Each renewal of the Lease will be for a renewal Lease Term (Renewal Term) beginning July 1 and ending June 30 of the subsequent year, except that the final Renewal Term will end on March 1, 2042.

2020 Refunding Certificates of Participation

On March 12, 2020, the School District issued \$4,605,000 in refunded Certificates of Participation, Series 2020 bonds. The proceeds were used to refund \$5,130,000 of the School District's outstanding Certificates of Participation, Series 2015. The bonds were issued for a 20 year period with final maturity at December 1, 2040. The Series 2020 Certificates maturing on or after March 1, 2031, are subject to optional redemption by the School District prior to maturity, on any date on and after March 1, 2030. Certain maturities of the Series 2020 Certificates are subject to mandatory sinking fund redemption, and the Certificates are subject to special redemption, as described in this agreement.

These refunding bonds were issued with a premium of \$658,965. The amounts are being amortized to interest expense over the life of the bonds using the straight-line method. The issuance costs of \$115,441 were expensed.

The issuance resulted in a difference between the cash flows required to service the old debt and the cash flows required to service the new debt of \$703,535. The issuance resulted in an economic gain of \$544,340.

The current Lease Term commenced as of July 1, 2019 and expires on June 30, 2020. Each renewal of the Lease will be for a renewal Lease Term (Renewal Term) beginning July 1 and ending June 30 of the subsequent year, except that the final Renewal Term will end on March 1, 2043.

2021 Refunding Certificates of Participation

On November 17, 2021, the School District issued \$5,290,000 in refunded Certificates of Participation, Series 2021 bonds. The proceeds were used to refund \$5,755,000 of the School District's outstanding Certificates of Participation, Series 2014. The bonds were issued for a 18 year period with final maturity at March 1, 2039. The Series 2021 Certificates maturing on or after March 1, 2031, are subject to optional redemption by the School District prior to maturity, on any date on and after March 1, 2030. Certain maturities of the Series 2021 Certificates are subject to mandatory sinking fund redemption, and the Certificates are subject to special redemption, as described in this agreement.

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These refunding bonds were issued with a premium of \$780,380 and issuance costs of \$209,420.

The issuance resulted in a difference between the cash flows required to service the old debt and the cash flows required to service the new debt of \$637,563. The issuance resulted in an economic gain of \$546,351.

The initial Lease Term commenced on March 22, 2011 and expired on June 30, 2011. The School District has renewed the Lease for each subsequent fiscal year, and, as of the Closing Date, the current Lease Term will have commenced as of July 1, 2021 and will expire on June 30, 2022. Each renewal of the Lease will be for a renewal Lease Term (Renewal Term) beginning July 1 and ending June 30 of the subsequent year, except that the final Renewal Term will end on March 1, 2043.

The Series 2021 Certificates maturing on March 1, 2032 are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption is to occur on March 1, 2032 at 100 percent of the principal amount thereof plus accrued interest to the date of redemption according to the following schedule:

<u>Fiscal Year</u>	<u>Principal Amount to be Redeemed</u>
2032	\$315,000

The certificates that mature in fiscal year 2034, are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption is to occur on March 1, 2034 at 100 percent of the principal amount thereof plus accrued interest to the date of redemption according to the following schedule:

<u>Fiscal Year</u>	<u>Principal Amount to be Redeemed</u>
2034	\$340,000

The certificates that mature in fiscal year 2036, are subject to mandatory sinking fund redemption. The mandatory sinking fund redemption is to occur on March 1, 2036 at 100 percent of the principal amount thereof plus accrued interest to the date of redemption according to the following schedule:

<u>Fiscal Year</u>	<u>Principal Amount to be Redeemed</u>
2036	\$370,000

At June 30, 2025 the School District's overall legal debt margin was \$106,754,741 with an unvoted debt margin of \$2,324,485.

NOTE 16 - SET-ASIDES

The School 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.

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

	<u>Capital Improvements</u>
Set-Aside Restricted Balance June 30, 2024	\$ -
Current Year Set-Aside Requirement	1,607,106
Current Year Offsets	<u>(2,156,496)</u>
Total	<u>\$ (549,390)</u>
Set-Aside Balance Carried Forward to Fiscal Year 2026	<u>\$ -</u>
Set-Aside Restricted Balance June 30, 2025	<u>\$ -</u>

Although the School District had offsets during the fiscal year that reduced the set-aside amount below zero for the capital acquisition set-aside, this amount may not be used to reduce the set-aside requirement of future years. Therefore, the negative amount is not presented as being carried forward to future years.

NOTE 17 – ENCUMBRANCE COMMITMENTS

Outstanding encumbrances for governmental funds include the following:

<u>Fund</u>	<u>Amount</u>
General	\$ 1,044,808
Permanent Improvement	450,809
Nonmajor Governmental	<u>46,368</u>
	<u>\$ 1,541,985</u>

NOTE 18 - CONTINGENCIES

Grants

The School District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the School District at fiscal year-end, if applicable, cannot be determined at this time.

Litigation

The School District is not party to any claims or lawsuits that would, in the School District's opinion, have a material effect of the basic financial statements.

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

NOTE 19 – IMPLEMENTATION OF NEW ACCOUNTING PRINCIPLES, CHANGE IN FINANCIAL REPORTING ENTITY AND ERROR CORRECTION

Implementation of New Accounting Principles

For the fiscal year ended June 30, 2025, the School District has implemented GASB Statement No. 101, *Compensated Absences* and GASB Statement No. 102, *Certain Risk Disclosures*.

GASB Statement No. 101 updates the recognition and measurement guidance for compensated absences to promote consistency and better meet the information needs of financial statement users. The unified recognition and measurement model in this Statement will result in a liability for compensated absences that more appropriately reflects when a government incurs an obligation. These changes were incorporated into the School District's fiscal year 2025 financial statements; however, there was no effect on beginning net position.

GASB Statement No. 102 provides users of governmental financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints as concentrations and constraints may limit a government's ability to acquire resources or control spending. The implementation of GASB Statement No. 102 did not have an effect on the financial statements of the School District.

Change within the Financial Reporting Entity

For fiscal year 2025, the School District's permanent improvement fund presentation was adjusted from nonmajor to major due to meeting the qualitative threshold for a major fund in 2025. This change is separately displayed in the financial statements.

Restatement of Net Position

During fiscal year 2025, the School District corrected its capital assets in order to add inventory not previously included. Therefore, depreciable capital assets, net of depreciation, and net investment in capital assets were understated by \$1,945,012 for the fiscal year ended June 30, 2024. There were several functional expenditures impacted, however none deemed significant. The effect of correcting the error to depreciable capital assets is shown in the table in Note 8.

The error correction resulted in an adjustment to and restatement of beginning net position:

	Governmental Activities
Net Position, June 30, 2024, as previously reported	\$ (33,061,006)
Change in Capital Assets	1,945,012
Net Position, June 30, 2024, as restated	<u>\$ (31,115,994)</u>

NOTE 20 – RELATED PARTY DISCLOSURES

The Department of Education and Workforce issued regulations under Title 34, Code of Federal Regulations section 668.23(d)(1), effective for financial statements issued after July 1, 2024, regarding additional disclosures for related party transactions. The School District had no related party transactions occur during fiscal year 2025.

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

Year	School District's Proportion of the Net Pension Liability	School District's Proportionate Share of the Net Pension Liability	School District's Covered Payroll	School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
<i>School Employees Retirement System (SERS)</i>					
2025	0.4004993%	\$ 20,487,928	\$ 16,882,171	121.36%	78.52%
2024	0.4075076%	22,516,895	16,090,214	139.94%	76.06%
2023	0.4221044%	22,830,689	15,999,564	142.70%	75.82%
2022	0.4037250%	14,896,282	13,680,050	108.89%	82.86%
2021	0.4374247%	28,932,191	15,358,671	188.38%	68.55%
2020	0.4412914%	26,403,238	15,107,911	174.76%	70.85%
2019	0.4639978%	26,574,013	14,938,859	177.89%	71.36%
2018	0.4220560%	25,216,914	13,814,986	182.53%	69.50%
2017	0.4269658%	31,249,957	10,439,993	299.33%	62.98%
2016	0.4376925%	24,975,158	9,842,716	253.74%	69.16%
<i>State Teachers Retirement System (STRS)</i>					
2025	0.36092934%	\$ 69,448,637	\$ 50,313,036	138.03%	82.55%
2024	0.36295053%	78,161,170	47,392,736	164.92%	80.02%
2023	0.38167153%	84,846,061	50,996,993	166.37%	78.90%
2022	0.39387155%	50,360,017	43,682,993	115.29%	87.80%
2021	0.41079689%	99,398,230	53,823,629	184.67%	75.50%
2020	0.41857864%	92,566,151	49,204,329	188.13%	77.40%
2019	0.41200689%	90,591,064	47,152,086	192.13%	77.31%
2018	0.39832963%	94,624,057	45,102,621	209.80%	75.30%
2017	0.39877961%	133,483,556	41,947,143	318.22%	66.80%
2016	0.38995379%	107,771,821	41,219,850	261.46%	72.10%

The amounts presented for each fiscal year were determined as of the measurement date, which is the prior fiscal year.

See accompanying notes to the required supplementary information.

Willoughby-Eastlake School District
Lake County, Ohio
Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net OPEB Liability (Asset)
Last Nine Fiscal Years (1)

Year	School District's Proportion of the Net OPEB Liability (Asset)	School District's Proportionate Share of the Net OPEB Liability (Asset)	School District's Covered Payroll	School District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability
<i>School Employees Retirement System (SERS)</i>					
2025	0.4065244%	\$ 4,140,432	\$ 16,882,171	24.53%	44.50%
2024	0.4187487%	6,898,656	16,090,214	42.87%	30.02%
2023	0.4319867%	6,065,138	15,999,564	37.91%	30.34%
2022	0.4165060%	7,882,708	13,680,050	57.62%	24.08%
2021	0.4535840%	9,857,873	15,358,671	64.18%	18.17%
2020	0.4518160%	11,362,210	15,107,911	75.21%	15.57%
2019	0.4675285%	12,970,504	14,938,859	86.82%	13.57%
2018	0.4279868%	11,486,041	13,814,986	83.14%	12.46%
2017	0.4317695%	12,307,029	10,439,993	117.88%	11.49%
<i>State Teachers Retirement System (STRS)</i>					
2025	0.36092934%	\$ (6,846,140)	\$ 50,313,036	-13.61%	158.01%
2024	0.36295053%	(7,058,887)	47,392,736	-14.89%	168.52%
2023	0.38167153%	(9,882,747)	50,996,993	-19.38%	230.73%
2022	0.39387200%	(8,304,468)	43,682,993	-19.01%	174.73%
2021	0.41079700%	(7,219,749)	53,823,629	-78.26%	182.10%
2020	0.41857900%	(6,932,673)	49,204,329	-14.09%	174.70%
2019	0.41200689%	(6,620,530)	47,152,086	-14.04%	176.00%
2018	0.39832963%	15,541,352	45,102,621	34.46%	47.10%
2017	0.39877961%	21,326,837	41,947,143	50.84%	37.30%

The amounts presented for each fiscal year were determined as of the measurement date, which is the prior fiscal year.

(1) Information prior to 2017 is not available.

Willoughby-Eastlake School District
Lake County, Ohio
Required Supplementary Information
Schedule of School District Contributions
Last Ten Fiscal Years

Year	Contractually Required Contribution - Pension (1)	Contractually Required Contribution - OPEB (1)(2)	School District's Covered Payroll	Pension Contributions as a Percentage of Covered Payroll	OPEB Contributions as a Percentage of Covered Payroll (2)
<i>School Employees Retirement System (SERS)</i>					
2025	\$ 2,252,412	\$ 284,053	\$ 16,088,657	14.00%	1.77%
2024	2,363,504	283,142	16,882,171	14.00%	1.68%
2023	2,252,630	302,995	16,090,214	14.00%	1.88%
2022	2,239,939	248,061	15,999,564	14.00%	1.55%
2021	1,915,207	268,548	13,680,050	14.00%	1.96%
2020	2,150,214	289,830	15,358,671	14.00%	1.89%
2019	2,039,568	349,339	15,107,911	13.50%	2.31%
2018	2,016,746	313,073	14,938,859	13.50%	2.10%
2017	1,934,098	231,864	13,814,986	14.00%	1.68%
2016	1,461,599	214,558	10,439,993	14.00%	2.06%
<i>State Teachers Retirement System (STRS)</i>					
2025	\$ 7,384,241	\$ -	\$ 52,744,579	14.00%	0.00%
2024	7,043,825	-	50,313,036	14.00%	0.00%
2023	6,634,983	-	47,392,736	14.00%	0.00%
2022	7,139,579	-	50,996,993	14.00%	0.00%
2021	6,115,619	-	43,682,993	14.00%	0.00%
2020	7,535,308	-	53,823,629	14.00%	0.00%
2019	6,888,606	-	49,204,329	14.00%	0.00%
2018	6,601,292	-	47,152,086	14.00%	0.00%
2017	6,314,367	-	45,102,621	14.00%	0.00%
2016	5,872,600	-	41,947,143	14.00%	0.00%

(1) The contributions in relation to the contractually required contributions are equal to the contractually required contributions, resulting in zero contribution deficiency/excess.

(2) SERS contributions include surcharge

Willoughby-Eastlake City School District
Lake County, Ohio
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2025

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

NOTE 1 - NET PENSION LIABILITY

Changes in Assumptions - SERS

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

	<u>Fiscal Years 2025-2022</u>	<u>Fiscal Years 2021-2017</u>	<u>Fiscal Years 2016 and Prior</u>
Wage Inflation	2.40%	3.00%	3.25%
Future Salary Increases, including inflation	3.25% to 13.58%	3.50% to 18.20%	4.00% to 22.00%
Investment Rate of Return	7.00% net of system expenses	7.50% net of investment expenses, including inflation	7.75% net of investment expenses, including inflation

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

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

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

Changes in Benefit Terms - SERS

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

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

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

Willoughby-Eastlake City School District
Lake County, Ohio
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2025

Changes in Assumptions – STRS

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

	<u>Fiscal Years 2025-2022</u>	<u>Fiscal Years 2021-2018</u>	<u>Fiscal Years 2017 and Prior</u>
Inflation	2.50%	2.50%	2.75%
	Varies by service from	From 12.50% at age 20 to	From 12.25% at age 20 to
Projected Salary Increases	2.50% 8.50%	2.50% at age 65	2.75% at age 70
Investment Rate of Return, net of investment	7.00%	7.45%	7.75%
Payroll Increases	3.00%	3.00%	3.50%

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

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

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

Changes in Benefit Terms - STRS

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

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

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

Willoughby-Eastlake City School District
Lake County, Ohio
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2025

NOTE 2 - NET OPEB LIABILITY (ASSET)

Changes in Assumptions – SERS

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

	<u>Fiscal Years 2025-2022</u>	<u>Fiscal Years 2021-2017</u>
Inflation	2.40%	3.00%
Future Salary Increases, including inflation	3.25% to 13.58%	3.50% to 18.20%
Investment Rate of Return, net of investment expenses, including inflation	7.00%	7.50%

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

	<u>Fiscal Year</u>									
<u>Assumption</u>	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	
Municipal Bond Index Rate	3.93%	3.86%	3.69%	1.92%	2.45%	3.13%	3.62%	3.56%	2.92%	
Single Equivalent Interest Rate, net of plan investment expense, including price inflation	4.88%	4.27%	4.08%	2.27%	2.63%	3.22%	3.70%	3.63%	2.98%	

Changes in Assumptions – STRS

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

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

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

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

Willoughby-Eastlake City School District
Lake County, Ohio
Notes to the Required Supplementary Information
For the Fiscal Year Ended June 30, 2025

Changes in Benefit Terms – STRS

For fiscal year 2025, healthcare trends were updated to reflect emerging claims and recoveries experience.

For fiscal year 2024, healthcare trends were updated to reflect emerging claims and recoveries experience as well as benefit changes effective January 1, 2024.

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

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

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

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

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

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

Combining and Individual Fund Statements and Schedules

Combining Statements– Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific sources (other than amounts relating to expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes. With the implementation of GASB No. 54, the unclaimed monies, special services, public school support, miscellaneous enterprise activities and termination benefits funds, have been classified with the general fund for GAAP reporting purposes. However, these funds have their own legally adopted budgets. As a result, an Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual have been presented for these funds. The title of each special revenue fund is descriptive of the activities accounted for therein. General funds that are budgeted as special revenue are included with special revenue in the fund descriptions but not part of the special revenue combining financial statements. The special revenue funds are:

Unclaimed Monies Fund This fund accounts for resources that are unclaimed monies that have not been distributed. The fund balance of this fund is nonspendable.

Special Services Fund This fund accounts for and reports receipts and purchases made in connection with the sale of consumer services provided by the vocational education classes of the School District.

Public School Support Fund This fund accounts for specific local revenue sources (i.e. profits from vending machines, sales of pictures, etc.) that are restricted to expenditures for specified purposes approved by board resolution. Such expenditures may include curricular and extra-curricular related purchases.

Miscellaneous Enterprise Activities Fund This fund accounts for and reports charges for services, tuition and associated expenditures generated from afterschool programs and pool and fieldhouse maintenance.

Termination Benefits Fund This fund accounts for money committed for paying termination benefits.

Food Service Fund This fund accounts for and reports charges for services and operating grants restricted to the food service operations of the School District.

Special Trust Fund This fund accounts for restricted monies used for student scholarships and programs.

Local Grants Fund This fund accounts for and reports various restricted grants received to promote community involvement and to support activities between the school and the community.

Student Activities Fund This fund accounts for and reports resources restricted to the student bodies of the various schools, accounting for sales and other revenue generating activities for which the School District has administrative involvement.

District Managed Activities Fund This fund accounts for and reports restricted gate receipts and revenues from athletic events and costs (except supplemental coaching contracts) of the School District's athletic program.

Adult Nursing Fund This fund accounts for and reports restricted grant and financial aid monies received to provide post-secondary education in nursing.

Adult LPN Fund This fund accounts for and reports tuition and fees charged for those adult students pursuing an LPN license.

Preschool At Risk Fund This fund accounts for and reports restricted State grant monies used to provide preschool education for students of low income families.

Network Connectivity Fund This fund accounts for and reports restricted State grant monies expended to complete and enhance the School District's computer network.

Miscellaneous State Grants Fund This fund accounts for and reports restricted State monies which support academic and enrichment programs for the student body.

JTPA Fund (Youth Programs Job Training Partnership Act) This fund accounts for and reports restricted Federal monies received to provide programs and services including job training and employment assistance for economically disadvantage adults and at-risk youth.

ESSER Fund - This fund accounts for monies received through the Coronavirus Aid, Relief, and Economic Security (CARES) Act and Coronavirus Response and Relief Supplemental Appropriations Act (CRRSAA) which provide relief grants to school districts related to the COVID-19 pandemic. Expenditures include, but are not limited to, preparedness and response, training of staff, and purchasing technology.

Title VI-B Fund This fund accounts for and reports restricted Federal grant monies used to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Title I Non-Competitive Supplemental Fund This fund accounts for and reports restricted Federal funds used to assist the School District in supporting high-quality, sustainable school improvement activities that increase student achievement and address the needs of identified schools.

Title III Fund This fund accounts for and reports restricted Federal monies used for costs associated with English proficiency.

Title I Fund This fund accounts for and reports restricted Federal grant monies used to assist the School District in meeting the special needs of educationally deprived children.

Title IV-A Fund This fund accounts for and reports restricted Federal grant monies used to assist the School District in offering a variety of activities designed to prevent school violence, youth drug use and to help create a safe, disciplined and drug-free environment that supports student academic achievement.

Preschool Disability Fund This fund accounts for and reports restricted Federal grant revenues used for speech therapy services and instructional supplies used in preschool programs.

Class Size Reduction Fund This fund accounts for restricted Federal funds used for professional development and hiring of fully qualified teachers in order to improve educational achievement by reducing class sizes.

Miscellaneous Federal Grants Fund This fund accounts for and reports restricted Federal monies which support academic and enrichment programs for the student body.

Debt Service Fund

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

Bond Retirement Fund This fund is used to account for and report restricted property taxes for the payment of school improvement general obligation bond, principal, interest and related costs.

Permanent Improvement Fund

The Permanent Improvement Fund is used to account for and report financial resources that are restricted, committed or assigned to expenditures for capital improvement.

Permanent Improvement This fund accounts for and reports a tax levy, bond and note proceeds and contributions restricted for the acquisition, construction or improvement of capital facilities.

Nonmajor Capital Projects Funds

The Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for capital outlays including the acquisition or construction of major capital facilities and other capital assets, other than those financed by proprietary fund or for assets that will be held in trust. Following is a description of the nonmajor capital projects funds:

Building Fund The building fund accounts for and reports bond and note proceeds restricted for the various capital improvements within the School District.

Willoughby-Eastlake School District
Lake County, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025

	Nonmajor Special Revenue Funds	Nonmajor Building Fund	Total Nonmajor Governmental Funds
Assets			
Equity in Pooled Cash and Investments	\$ 6,634,170	\$ 16,599	\$ 6,650,769
Investments in Segregated Accounts	98,459	-	98,459
Intergovernmental Receivable	205,177	-	205,177
<i>Total Assets</i>	<u><u>\$ 6,937,806</u></u>	<u><u>\$ 16,599</u></u>	<u><u>\$ 6,954,405</u></u>
Liabilities			
Accrued Wages and Benefits	663,771	-	663,771
Intergovernmental Payable	125,519	-	125,519
Interfund Payable	18,304	-	18,304
<i>Total Liabilities</i>	<u><u>807,594</u></u>	<u><u>-</u></u>	<u><u>807,594</u></u>
Deferred Inflows of Resources			
Unavailable Revenue	128,261	-	128,261
Fund Balances			
Restricted	6,471,269	16,599	6,487,868
Unassigned	(469,318)	-	(469,318)
<i>Total Fund Balance</i>	<u><u>6,001,951</u></u>	<u><u>16,599</u></u>	<u><u>6,018,550</u></u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u><u>\$ 6,937,806</u></u>	<u><u>\$ 16,599</u></u>	<u><u>\$ 6,954,405</u></u>

Willoughby-Eastlake School District
Lake County, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2025

	Nonmajor Special Revenue Funds	Nonmajor Building Fund	Total Nonmajor Governmental Funds
Revenues			
Intergovernmental	\$ 9,501,159	\$ -	\$ 9,501,159
Investment Income	3,895	-	3,895
Tuition and Fees	315,682	-	315,682
Extracurricular Activities	505,877	-	505,877
Charges for Services	703,963	-	703,963
Contributions and Donations	37,172	-	37,172
Miscellaneous	68,408	2,841	71,249
<i>Total Revenues</i>	<u>11,136,156</u>	<u>2,841</u>	<u>11,138,997</u>
Expenditures			
Current:			
Instruction:			
Regular	33,993	-	33,993
Special	3,561,371	-	3,561,371
Vocational	11,611	-	11,611
Adult/Continuing	1,657,293	-	1,657,293
Student Intervention Services	275,784	-	275,784
Support Services:			
Pupils	117,309	-	117,309
Instructional Staff	527,342	-	527,342
Administration	542,443	-	542,443
Fiscal	18,606	-	18,606
Business	1,895	-	1,895
Operation and Maintenance of Plant	175,504	733,058	908,562
Pupil Transportation	80,089	-	80,089
Central	37,616	-	37,616
Operation of Non-Instructional/Shared Services:			
Food Service Operations	3,078,679	-	3,078,679
Community Services	71,822	-	71,822
Extracurricular Activities	493,358	-	493,358
Capital Outlay	-	85,446	85,446
<i>Total Expenditures</i>	<u>10,684,715</u>	<u>818,504</u>	<u>11,503,219</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>451,441</u>	<u>(815,663)</u>	<u>(364,222)</u>
Transfers In	776,364	-	776,364
Transfers Out	(776,364)	-	(776,364)
<i>Total Other Financing Sources (Uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net Change in Fund Balances</i>	<u>451,441</u>	<u>(815,663)</u>	<u>(364,222)</u>
<i>Fund Balances Beginning of Year, as previously presented</i>	<u>5,550,510</u>	<u>1,611,028</u>	<u>7,161,538</u>
<i>Change within Financial Reporting Entity:</i>			
Nonmajor to Major Fund	-	(778,766)	(778,766)
<i>Fund Balance Beginning of Year, as adjusted</i>	<u>5,550,510</u>	<u>832,262</u>	<u>6,382,772</u>
<i>Fund Balances End of Year</i>	<u>\$ 6,001,951</u>	<u>\$ 16,599</u>	<u>\$ 6,018,550</u>

Willoughby-Eastlake School District
Lake County, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	Food Service	Special Trust	Local Grants	Student Activities	District Managed Activities
Assets					
Equity in Pooled Cash and Investments	\$ 2,599,158	\$ 104,584	\$ 35,376	\$ 336,014	\$ 470,769
Investments in Segregated Accounts	-	98,459	-	-	-
Intergovernmental Receivable	-	-	-	-	-
<i>Total Assets</i>	<u>\$ 2,599,158</u>	<u>\$ 203,043</u>	<u>\$ 35,376</u>	<u>\$ 336,014</u>	<u>\$ 470,769</u>
Liabilities					
Accrued Wages and Benefits	90,552	-	-	-	-
Intergovernmental Payable	47,851	-	-	-	-
Interfund Payable	-	-	-	-	-
<i>Total Liabilities</i>	<u>138,403</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources					
Unavailable Revenue	-	-	-	-	-
Fund Balances					
Restricted	2,460,755	203,043	35,376	336,014	470,769
Unassigned	-	-	-	-	-
<i>Total Fund Balances (Deficit)</i>	<u>2,460,755</u>	<u>203,043</u>	<u>35,376</u>	<u>336,014</u>	<u>470,769</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 2,599,158</u>	<u>\$ 203,043</u>	<u>\$ 35,376</u>	<u>\$ 336,014</u>	<u>\$ 470,769</u>

(continued)

Willoughby-Eastlake School District
Lake County, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	Adult Nursing	Adult LPN	Preschool At Risk	Network Connectivity	Miscellaneous State Grants
Assets					
Equity in Pooled Cash and Investments	\$ -	\$ 2,401,984	\$ -	\$ -	\$ 151,495
Investments in Segregated Accounts	-	-	-	-	-
Intergovernmental Receivable	-	-	43,158	-	-
<i>Total Assets</i>	<u>\$ -</u>	<u>\$ 2,401,984</u>	<u>\$ 43,158</u>	<u>\$ -</u>	<u>\$ 151,495</u>
Liabilities					
Accrued Wages and Benefits	-	-	11,089	-	-
Intergovernmental Payable	-	-	2,738	-	-
Interfund Payable	-	-	18,304	-	-
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>	<u>32,131</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources					
Unavailable Revenue	-	-	17,785	-	-
Fund Balances					
Restricted	-	2,401,984	-	-	151,495
Unassigned	-	-	(6,758)	-	-
<i>Total Fund Balances (Deficit)</i>	<u>-</u>	<u>2,401,984</u>	<u>(6,758)</u>	<u>-</u>	<u>151,495</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ -</u>	<u>\$ 2,401,984</u>	<u>\$ 43,158</u>	<u>\$ -</u>	<u>\$ 151,495</u>

(continued)

Willoughby-Eastlake School District
Lake County, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	JTPA	ESSER	Title VI-B	Title I Non-Competitive Supplemental	Title III
Assets					
Equity in Pooled Cash and Investments	\$ 396,881	\$ -	\$ 67,325	\$ 2,837	\$ -
Investments in Segregated Accounts	-	-	-	-	-
Intergovernmental Receivable	-	-	-	4,642	-
<i>Total Assets</i>	<u>\$ 396,881</u>	<u>\$ -</u>	<u>\$ 67,325</u>	<u>\$ 7,479</u>	<u>\$ -</u>
Liabilities					
Accrued Wages and Benefits	-	-	265,413	-	-
Intergovernmental Payable	-	-	20,202	-	-
Interfund Payable	-	-	-	-	-
<i>Total Liabilities</i>	<u>-</u>	<u>-</u>	<u>285,615</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources					
Unavailable Revenue	-	-	-	4,642	-
Fund Balances					
Restricted	396,881	-	-	2,837	-
Unassigned	-	-	(218,290)	-	-
<i>Total Fund Balances (Deficit)</i>	<u>396,881</u>	<u>-</u>	<u>(218,290)</u>	<u>2,837</u>	<u>-</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 396,881</u>	<u>\$ -</u>	<u>\$ 67,325</u>	<u>\$ 7,479</u>	<u>\$ -</u>

(continued)

Willoughby-Eastlake School District
Lake County, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	Title I	Title IV-A	Preschool Disability	Class Size Reduction	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
Assets						
Equity in Pooled Cash and Investments	\$ 46,773	\$ 6,085	\$ -	\$ 14,889	\$ -	\$ 6,634,170
Investments in Segregated Accounts	-	-	-	-	-	98,459
Intergovernmental Receivable	152,690	4,687	-	-	-	205,177
Total Assets	\$ 199,463	\$ 10,772	\$ -	\$ 14,889	\$ -	\$ 6,937,806
Liabilities						
Accrued Wages and Benefits	165,787	-	-	5,302	125,628	663,771
Intergovernmental Payable	26,223	-	-	3,557	24,948	125,519
Interfund Payable	-	-	-	-	-	18,304
Total Liabilities	192,010	-	-	8,859	150,576	807,594
Deferred Inflows of Resources						
Unavailable Revenue	101,147	4,687	-	-	-	128,261
Fund Balances						
Restricted	-	6,085	-	6,030	-	6,471,269
Unassigned	(93,694)	-	-	-	(150,576)	(469,318)
Total Fund Balances (Deficit)	(93,694)	6,085	-	6,030	(150,576)	6,001,951
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 199,463	\$ 10,772	\$ -	\$ 14,889	\$ -	\$ 6,937,806

Willoughby-Eastlake School District
Lake County, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	Food Service	Special Trust	Local Grants	Student Activities	District Managed Activities
Revenues					
Intergovernmental	\$ 2,259,053	\$ -	\$ -	\$ -	\$ -
Investment Income	-	3,895	-	-	-
Tuition and Fees	-	-	-	-	-
Extracurricular Activities	-	-	-	296,605	209,272
Charges for Services	703,963	-	-	-	-
Contributions and Donations	-	635	-	5,909	3,124
Miscellaneous	-	23,494	20,927	1,909	88
Total Revenues	2,963,016	28,024	20,927	304,423	212,484
Expenditures					
Current:					
Instruction:					
Regular	-	15,770	4,345	-	-
Special	-	-	-	-	-
Vocational	-	-	11,611	-	-
Adult/Continuing	-	-	-	-	-
Student Intervention Services	-	-	-	-	-
Support Services:					
Pupils	-	-	-	-	-
Instructional Staff	-	-	1,962	-	-
Administration	-	-	-	-	-
Fiscal	-	-	-	1,057	-
Business	-	-	-	-	-
Operation and Maintenance of Plant	-	-	-	3,658	-
Pupil Transportation	-	636	3,657	4,735	-
Central	-	-	-	-	-
Operation of Non-Instructional/Shared Services:					
Food Service Operations	3,078,679	-	-	-	-
Community Services	-	7,006	-	-	-
Extracurricular Activities	-	173	-	306,329	186,856
Total Expenditures	3,078,679	23,585	21,575	315,779	186,856
Excess of Revenues Over (Under) Expenditures	(115,663)	4,439	(648)	(11,356)	25,628
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	(115,663)	4,439	(648)	(11,356)	25,628
Fund Balances Beginning of Year	2,576,418	198,604	36,024	347,370	445,141
Fund Balances End of Year	\$ 2,460,755	\$ 203,043	\$ 35,376	\$ 336,014	\$ 470,769

(continued)

Willoughby-Eastlake School District
Lake County, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	Adult Nursing	Adult LPN	Preschool At Risk	Network Connectivity	Miscellaneous State Grants
Revenues					
Intergovernmental	\$ 1,167,334	\$ 1,255,716	\$ 123,476	\$ 23,894	\$ 213,190
Investment Income	-	-	-	-	-
Tuition and Fees	-	315,682	-	-	-
Extracurricular Activities	-	-	-	-	-
Charges for Services	-	-	-	-	-
Contributions and Donations	-	27,504	-	-	-
Miscellaneous	-	21,990	-	-	-
Total Revenues	1,167,334	1,620,892	123,476	23,894	213,190
Expenditures					
Current:					
Instruction:					
Regular	-	-	-	-	-
Special	390,970	-	74,591	-	-
Vocational	-	-	-	-	-
Adult/Continuing	-	1,224,540	-	-	89,264
Student Intervention Services	-	-	-	-	-
Support Services:					
Pupils	-	-	-	-	22,800
Instructional Staff	-	-	-	-	-
Administration	-	520,203	-	-	-
Fiscal	-	6,895	-	-	-
Business	-	1,895	-	-	-
Operation and Maintenance of Plant	-	15,558	-	-	148,019
Pupil Transportation	-	-	-	-	3,500
Central	-	13,722	-	23,894	-
Operation of Non-Instructional/Shared Services:					
Food Service Operations	-	-	-	-	-
Community Services	-	-	-	-	-
Extracurricular Activities	-	-	-	-	-
Total Expenditures	390,970	1,782,813	74,591	23,894	263,583
Excess of Revenues Over (Under) Expenditures	776,364	(161,921)	48,885	-	(50,393)
Transfers In	-	776,364	-	-	-
Transfers Out	(776,364)	-	-	-	-
Total Other Financing Sources (Uses)	(776,364)	776,364	-	-	-
Net Change in Fund Balances	-	614,443	48,885	-	(50,393)
Fund Balances Beginning of Year	-	1,787,541	(55,643)	-	201,888
Fund Balances End of Year	\$ -	\$ 2,401,984	\$ (6,758)	\$ -	\$ 151,495

(continued)

Willoughby-Eastlake School District
Lake County, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	JTPA	ESSER	Title VI-B	Title I Non-Competitive Supplemental	Title III
Revenues					
Intergovernmental	\$ 459,186	\$ 363,198	\$ 1,829,032	\$ 107,427	\$ 15,057
Investment Income	-	-	-	-	-
Tuition and Fees	-	-	-	-	-
Extracurricular Activities	-	-	-	-	-
Charges for Services	-	-	-	-	-
Contributions and Donations	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Total Revenues	459,186	363,198	1,829,032	107,427	15,057
Expenditures					
Current:					
Instruction:					
Regular	-	1,502	-	8,710	-
Special	-	45,502	1,695,788	-	13,157
Vocational	-	-	-	-	-
Adult/Continuing	199,469	-	-	-	-
Student Intervention Services	-	249,027	-	26,757	-
Support Services:					
Pupils	69,125	7,638	11,190	-	-
Instructional Staff	-	107,015	119,145	71,755	250
Administration	-	11,213	-	-	-
Fiscal	-	-	-	3,239	346
Business	-	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-	-
Pupil Transportation	-	58,326	-	-	-
Central	-	-	-	-	-
Operation of Non-Instructional/Shared Services:					
Food Service Operations	-	-	-	-	-
Community Services	-	-	-	-	1,304
Extracurricular Activities	-	-	-	-	-
Total Expenditures	268,594	480,223	1,826,123	110,461	15,057
Excess of Revenues Over (Under) Expenditures	190,592	(117,025)	2,909	(3,034)	-
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-
Net Change in Fund Balances	190,592	(117,025)	2,909	(3,034)	-
Fund Balances Beginning of Year	206,289	117,025	(221,199)	5,871	-
Fund Balances End of Year	\$ 396,881	\$ -	\$ (218,290)	\$ 2,837	\$ -

(continued)

Willoughby-Eastlake School District
Lake County, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2025

	Title I	Title IV-A	Preschool Disability	Class Size Reduction	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
Revenues						
Intergovernmental	\$ 1,313,174	\$ 95,022	\$ 57,052	\$ 211,075	\$ 8,273	\$ 9,501,159
Investment Income	-	-	-	-	-	3,895
Tuition and Fees	-	-	-	-	-	315,682
Extracurricular Activities	-	-	-	-	-	505,877
Charges for Services	-	-	-	-	-	703,963
Contributions and Donations	-	-	-	-	-	37,172
Miscellaneous	-	-	-	-	-	68,408
Total Revenues	1,313,174	95,022	57,052	211,075	8,273	11,136,156
Expenditures						
Current:						
Instruction:						
Regular	3,666	-	-	-	-	33,993
Special	1,251,642	47,676	42,045	-	-	3,561,371
Vocational	-	-	-	-	-	11,611
Adult/Continuing	-	-	-	-	144,020	1,657,293
Student Intervention Services	-	-	-	-	-	275,784
Support Services:						
Pupils	-	-	-	-	6,556	117,309
Instructional Staff	2,126	39,783	447	184,859	-	527,342
Administration	11,027	-	-	-	-	542,443
Fiscal	-	3,522	3,547	-	-	18,606
Business	-	-	-	-	-	1,895
Operation and Maintenance of Plant	-	-	-	-	8,269	175,504
Pupil Transportation	9,235	-	-	-	-	80,089
Central	-	-	-	-	-	37,616
Operation of Non-Instructional/Shared Services:						
Food Service Operations	-	-	-	-	-	3,078,679
Community Services	48,280	5,597	-	9,635	-	71,822
Extracurricular Activities	-	-	-	-	-	493,358
Total Expenditures	1,325,976	96,578	46,039	194,494	158,845	10,684,715
Excess of Revenues Over (Under) Expenditures	(12,802)	(1,556)	11,013	16,581	(150,572)	451,441
Transfers In	-	-	-	-	-	776,364
Transfers Out	-	-	-	-	-	(776,364)
Total Other Financing Sources (Uses)	-	-	-	-	-	-
Net Change in Fund Balances	(12,802)	(1,556)	11,013	16,581	(150,572)	451,441
Fund Balances Beginning of Year	(80,892)	7,641	(11,013)	(10,551)	(4)	5,550,510
Fund Balances End of Year	\$ (93,694)	\$ 6,085	\$ -	\$ 6,030	\$ (150,576)	\$ 6,001,951

Combining Statements– Internal Service Funds

Internal Service Funds

Internal service funds are established to account for the financing of services provided by one department or agency to other departments or agencies of the County on a cost-reimbursement basis.

Self Insurance Fund This fund accounts for revenues used to provide for medical, prescription drug, and vision claims of the School District employees.

Workers Compensation Fund This fund accounts for revenues used to provide for workers compensation claims of the School District employees.

Willoughby-Eastlake School District
Lake County, Ohio
Combining Statement of Fund Net Position
Internal Service Funds
June 30, 2025

	Self Insurance Fund	Workers Compensation Fund	Total Internal Service Funds
Assets			
<i>Current Assets:</i>			
Equity in Pooled Cash and Investments	\$ 2,069,601	\$ 491,586	\$ 2,561,187
 <i>Current Liabilities:</i>			
Interfund Payable	1,000,000	-	1,000,000
Claims Payable	1,648,171	236,703	1,884,874
<i>Total Current Liabilities</i>	2,648,171	236,703	2,884,874
 Net Position			
Unrestricted	(578,570)	254,883	(323,687)
Total Net Position	\$ (578,570)	\$ 254,883	\$ (323,687)

Willoughby-Eastlake School District
Lake County, Ohio
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Internal Service Funds
For the Fiscal Year Ended June 30, 2025

	Self Insurance Fund	Workers Compensation Fund	Total Internal Service Funds
Operating Revenues			
Charges for Services	\$ 15,838,433	\$ -	\$ 15,838,433
Other	2,142,823	-	2,142,823
<i>Total Operating Revenues</i>	<u>17,981,256</u>	<u>-</u>	<u>17,981,256</u>
Operating Expenses			
Purchased Services	3,423,306	75,146	3,498,452
Claims	14,637,622	236,703	14,874,325
Other	63,439	-	63,439
<i>Total Operating Expenses</i>	<u>18,124,367</u>	<u>311,849</u>	<u>18,436,216</u>
<i>Change in Net Position</i>	(143,111)	(311,849)	(454,960)
<i>Net Position Beginning of Year</i>	<u>(435,459)</u>	<u>566,732</u>	<u>131,273</u>
<i>Net Position End of Year</i>	<u>\$ (578,570)</u>	<u>\$ 254,883</u>	<u>\$ (323,687)</u>

Willoughby-Eastlake School District
Lake County, Ohio
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2025

	Self Insurance Fund	Workers Compensation Fund	Total Internal Service Funds
Cash Flows from Operating Activities			
Cash Received from Customers	\$ 15,838,433	\$ -	\$ 15,838,433
Cash Received from Other Operating Receipts	2,142,823	-	2,142,823
Cash Payments for Contractual Services	(3,423,306)	(75,146)	(3,498,452)
Cash Payments for Claims	(14,492,364)	-	(14,492,364)
Other Cash Payments	(63,439)	-	(63,439)
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>2,147</u>	<u>(75,146)</u>	<u>(72,999)</u>
Cash Flows from Noncapital Financing Activities			
Advances In	1,000,000	-	1,000,000
Advances Out	(1,000,000)	-	(1,000,000)
<i>Net Cash Provided by (Used for)</i> <i>Noncapital Financing Activities</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net Increase (Decrease) in Cash and Investments</i>	2,147	(75,146)	(72,999)
<i>Cash and Investments Beginning of Year</i>	<u>2,634,186</u>	<u>-</u>	<u>2,634,186</u>
<i>Cash and Investments End of Year</i>	<u><u>\$ 2,636,333</u></u>	<u><u>\$ (75,146)</u></u>	<u><u>\$ 2,561,187</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities			
Operating Income (Loss)	\$ (261,007)	\$ (193,953)	\$ (454,960)
Adjustments:			
Increase (Decrease) in Liabilities and Deferred Inflows:			
Claims Payable	263,154	118,807	381,961
<i>Net Cash Provided by (Used For) Operating Activities</i>	<u><u>\$ 2,147</u></u>	<u><u>\$ (75,146)</u></u>	<u><u>\$ (72,999)</u></u>

**Individual Fund Schedules of Revenues,
Expenditures/Expenses and Changes
in Fund Balance/Net Position –
Budget (Non-GAAP Basis) and Actual**

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Property and Other Local Taxes	\$ 83,368,103	\$ 83,368,103	\$ -
Intergovernmental	27,138,489	27,138,489	-
Investment Income	2,874,368	2,874,368	-
Tuition and Fees	2,016,118	2,016,118	-
Extracurricular Activities	158,696	158,696	-
Charges for Services	143,588	143,588	-
Rent	212,414	212,414	-
Contributions and Donations	4,000	4,000	-
Miscellaneous	2,319,116	2,319,214	98
Total Revenues	118,234,892	118,234,990	98
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and Wages	28,833,624	28,833,624	-
Fringe Benefits	10,786,139	10,786,139	-
Purchased Services	686,148	686,148	-
Materials and Supplies	507,254	507,254	-
Capital Outlay	5,835	5,835	-
Other	799	799	-
Total Regular	40,819,799	40,819,799	-
Special:			
Salaries and Wages	6,751,127	6,751,127	-
Fringe Benefits	2,656,840	2,656,840	-
Purchased Services	1,634,127	1,634,127	-
Materials and Supplies	42,893	42,893	-
Capital Outlay	11,918	11,918	-
Other	21,092	21,092	-
Total Special	11,117,997	11,117,997	-
Vocational:			
Salaries and Wages	802,897	802,897	-
Fringe Benefits	266,728	266,728	-
Purchased Services	1,640,532	1,640,532	-
Materials and Supplies	200,235	200,235	-
Other	16	16	-
Total Vocational	2,910,408	2,910,408	-
Student Intervention Services:			
Salaries and Wages	2,529,526	2,529,526	-
Fringe Benefits	1,220,517	1,220,517	-
Purchased Services	93,451	93,451	-
Materials and Supplies	2,308	2,308	-
Total Student Intervention Services	3,845,802	3,845,802	-
Other:			
Fringe Benefits	11,505	11,505	-
Total Instruction	58,705,511	58,705,511	-
Support Services:			
Pupils:			
Salaries and Wages	5,821,650	5,821,650	-
Fringe Benefits	2,022,218	2,022,218	-
Purchased Services	1,087,881	1,087,881	-
Materials and Supplies	66,325	66,325	-
Other	46,786	46,786	-
Total Pupils	9,044,860	9,044,860	-

(continued)

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Instructional Staff:			
Salaries and Wages	\$ 1,338,254	\$ 1,338,254	\$ -
Fringe Benefits	345,218	345,218	-
Purchased Services	131,704	131,704	-
Materials and Supplies	1,941,456	1,941,456	-
Other	3,770	3,770	-
Total Instructional Staff	3,760,402	3,760,402	-
Board of Education:			
Salaries and Wages	11,625	11,625	-
Fringe Benefits	1,641	1,641	-
Purchased Services	11,391	11,391	-
Other	12,148	12,148	-
Total Board of Education	36,805	36,805	-
Administration:			
Salaries and Wages	6,060,293	6,060,293	-
Fringe Benefits	2,775,032	2,775,032	-
Purchased Services	118,863	118,863	-
Materials and Supplies	85,502	85,502	-
Other	16,181	16,181	-
Total Administration	9,055,871	9,055,871	-
Fiscal:			
Salaries and Wages	720,407	720,407	-
Fringe Benefits	298,486	298,486	-
Purchased Services	184,819	184,819	-
Materials and Supplies	40,888	40,888	-
Other	1,114,976	1,114,976	-
Total Fiscal	2,359,576	2,359,576	-
Business:			
Salaries and Wages	66,183	66,183	-
Fringe Benefits	20,453	20,453	-
Purchased Services	257,465	257,465	-
Materials and Supplies	1,105	1,105	-
Other	514,259	514,259	-
Total Business	859,465	859,465	-
Operation and Maintenance of Plant:			
Salaries and Wages	3,324,569	3,324,569	-
Fringe Benefits	1,643,788	1,643,788	-
Purchased Services	3,317,217	3,317,217	-
Materials and Supplies	541,335	541,335	-
Capital Outlay	47,410	47,410	-
Total Operation and Maintenance of Plant	8,874,319	8,874,319	-
Pupil Transportation:			
Salaries and Wages	630,480	630,480	-
Fringe Benefits	165,862	165,862	-
Purchased Services	10,203,386	10,203,386	-
Materials and Supplies	415,693	415,693	-
Other	1,100	1,100	-
Total Pupil Transportation	11,416,521	11,416,521	-

(continued)

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Central:			
Salaries and Wages	\$ 1,006,616	\$ 1,006,616	\$ -
Fringe Benefits	515,476	515,476	-
Purchased Services	497,290	497,290	-
Materials and Supplies	756,129	756,129	-
Capital Outlay	37,073	37,073	-
Other	7,022	7,022	-
Total Central	2,819,606	2,819,606	-
Total Support Services	48,227,425	48,227,425	-
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	320	320	-
Enterprise Operations:			
Materials and Supplies	81	81	-
Total Operation of Non-Instructional Services	401	401	-
Extracurricular Activities:			
Salaries and Wages	1,214,626	1,214,626	-
Fringe Benefits	162,126	162,126	-
Purchased Services	208,476	208,476	-
Materials and Supplies	784	784	-
Capital Outlay	14,500	14,500	-
Other	32,447	32,447	-
Total Extracurricular Activities	1,632,959	1,632,959	-
Capital Outlay:			
Capital Outlay	23,500	23,500	-
Debt Service:			
Principal Retirement	932,745	932,745	-
Interest and Fiscal Charges	476,492	476,492	-
Total Debt Service	1,409,237	1,409,237	-
Total Expenditures	109,999,033	109,999,033	-
Excess of Revenues Over (Under) Expenditures	8,235,859	8,235,957	98
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	24,523	24,523	-
Insurance Recoveries	31,812	31,812	-
Refund of Prior Year Expenditures	409,871	409,871	-
Advances In	1,088,063	1,088,063	-
Advances Out	(1,000,629)	(1,000,629)	-
Transfers Out	(19,207,312)	(19,207,312)	-
Total Other Financing Sources (Uses)	(18,653,672)	(18,653,672)	-
Net Change in Fund Balance	(10,417,813)	(10,417,715)	98
Fund Balance (Deficit) at Beginning of Year	39,048,317	39,048,317	-
Prior Year Encumbrances Appropriated	1,546,545	1,546,545	-
Fund Balance (Deficit) at End of Year	\$ 30,177,049	\$ 30,177,147	\$ 98

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Unclaimed Monies Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
<i>Fund Balance (Deficit) at Beginning of Year</i>	14,460	14,460	-
<i>Fund Balance (Deficit) at End of Year</i>	\$ 14,460	\$ 14,460	\$ -

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Special Services Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Charges for Services	\$ 24,674	\$ 24,674	\$ -
Contributions and Donations	174	174	-
<i>Total Revenues</i>	<u>24,848</u>	<u>24,848</u>	<u>-</u>
Expenditures:			
Current:			
Operation of Non-Instructional Services:			
Enterprise Operations:			
Materials and Supplies	<u>25,013</u>	<u>25,013</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	(165)	(165)	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>31,734</u>	<u>31,734</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 31,569</u>	<u>\$ 31,569</u>	<u>\$ -</u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Public Support Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Extracurricular Activities	\$ 132,633	\$ 132,542	\$ (91)
Contributions and Donations	78,841	78,841	-
Miscellaneous	37,373	37,373	-
<i>Total Revenues</i>	<u>248,847</u>	<u>248,756</u>	<u>(91)</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased Services	10,492	10,229	263
Materials and Supplies	67,387	67,387	-
Capital Outlay	4,890	4,890	-
Other	58,529	58,529	-
Total Regular	<u>141,298</u>	<u>141,035</u>	<u>263</u>
Special:			
Purchased Services	360	360	-
Materials and Supplies	7,723	7,723	-
Vocational:			
Materials and Supplies	<u>2,981</u>	<u>2,981</u>	<u>-</u>
Student Intervention Services:			
Materials and Supplies	<u>2,239</u>	<u>2,239</u>	<u>-</u>
Total Instruction	<u>154,601</u>	<u>154,338</u>	<u>263</u>
Support Services:			
Administration:			
Purchased Services	6,000	6,000	-
Materials and Supplies	19,437	19,437	-
Total Administration	<u>25,437</u>	<u>25,437</u>	<u>-</u>
Operation and Maintenance of Plant:			
Purchased Services	<u>892</u>	<u>892</u>	<u>-</u>
Pupil Transportation:			
Purchased Services	<u>20,118</u>	<u>20,118</u>	<u>-</u>
Total Support Services	<u>46,447</u>	<u>46,447</u>	<u>-</u>
<i>Total Expenditures</i>	<u>201,048</u>	<u>200,785</u>	<u>263</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>47,799</u>	<u>47,971</u>	<u>172</u>
Other Financing Sources (Uses):			
Refund of Prior Year Receipts	<u>(650)</u>	<u>(650)</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	47,149	47,321	172
<i>Fund Balance (Deficit) at Beginning of Year</i>	341,724	341,724	-
Prior Year Encumbrances Appropriated	<u>2,127</u>	<u>2,127</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 391,000</u>	<u>\$ 391,172</u>	<u>\$ 172</u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Miscellaneous Enterprise Activities Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Investment Income	21,559	21,559	-
Tuition and Fees	\$ 12,670	\$ 12,670	\$ -
Charges for Services	12,500	12,500	-
<i>Total Revenues</i>	<u>46,729</u>	<u>46,729</u>	<u>-</u>
Expenditures:			
Current:			
Operation of Non-Instructional Services:			
Enterprise Operations:			
Purchased Services	4,183	4,183	-
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>42,546</u>	<u>42,546</u>	<u>-</u>
Other Financing Sources (Uses):			
Transfers In	40,000	40,000	-
<i>Net Change in Fund Balance</i>	82,546	82,546	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>183,117</u>	<u>183,117</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u><u>\$ 265,663</u></u>	<u><u>\$ 265,663</u></u>	<u><u>\$ -</u></u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Termination Benefits Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and Wages	\$ 759,082	\$ 759,082	\$ -
Support Services:			
Instructional Staff:			
Salaries and Wages	77,982	77,982	-
Administration:			
Salaries and Wages	20,502	20,502	-
Fiscal:			
Salaries and Wages	25,831	25,831	-
Operation and Maintenance of Plant:			
Salaries and Wages	549	549	-
Total Support Services	124,864	124,864	-
Operation of Non-Instructional Services:			
Food Service Operations:			
Salaries and Wages	5,400	5,400	-
Total Expenditures	889,346	889,346	-
Excess of Revenues Over (Under) Expenditures	(889,346)	(889,346)	-
Other Financing Sources (Uses):			
Transfers In	900,000	900,000	-
Net Change in Fund Balance	10,654	10,654	-
Fund Balance (Deficit) at Beginning of Year	476,451	476,451	-
Fund Balance (Deficit) at End of Year	\$ 487,105	\$ 487,105	\$ -

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 2,019,857	\$ 2,019,857	\$ -
Charges for Services	703,963	703,963	-
<i>Total Revenues</i>	<u>2,723,820</u>	<u>2,723,820</u>	<u>-</u>
Expenditures:			
Current:			
Operation of Non-Instructional Services:			
Food Service Operations:			
Salaries and Wages	875,791	875,791	-
Fringe Benefits	285,238	285,238	-
Purchased Services	1,691,443	1,691,443	-
Materials and Supplies	23,592	23,592	-
Other	3,418	3,418	-
<i>Total Expenditures</i>	<u>2,879,482</u>	<u>2,879,482</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	(155,662)	(155,662)	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>2,739,438</u>	<u>2,739,438</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u><u>\$ 2,583,776</u></u>	<u><u>\$ 2,583,776</u></u>	<u><u>\$ -</u></u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Special Trust Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Investment Income	\$ 3,895	\$ 3,895	\$ -
Contributions and Donations	635	635	-
Miscellaneous	23,494	23,494	-
<i>Total Revenues</i>	<u>28,024</u>	<u>28,024</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased Services	4,208	4,208	-
Materials and Supplies	9,062	9,062	-
Capital Outlay	2,500	2,500	-
Other	200	200	-
Total Regular	<u>15,970</u>	<u>15,970</u>	<u>-</u>
Support Services:			
Pupil Transportation:			
Purchased Services	<u>636</u>	<u>636</u>	<u>-</u>
Operation of Non-Instructional Services:			
Community Services:			
Other	<u>13,368</u>	<u>13,368</u>	<u>-</u>
Extracurricular Activities:			
Materials and Supplies	<u>173</u>	<u>173</u>	<u>-</u>
<i>Total Expenditures</i>	<u>30,147</u>	<u>30,147</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	(2,123)	(2,123)	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	190,754	190,754	-
Prior Year Encumbrances Appropriated	<u>7,850</u>	<u>7,850</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 196,481</u>	<u>\$ 196,481</u>	<u>\$ -</u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Local Grants Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Miscellaneous	\$ 20,927	\$ 20,927	\$ -
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased Services	600	600	-
Materials and Supplies	3,745	3,745	-
Total Regular	4,345	4,345	-
Vocational:			
Materials and Supplies	3,988	3,987	1
Other	7,650	7,650	-
Total Vocational	11,638	11,637	1
Total Instruction	15,983	15,982	1
Support Services:			
Instructional Staff:			
Materials and Supplies	1,962	1,962	-
Pupil Transportation:			
Purchased Services	3,657	3,657	-
Total Support Services	5,619	5,619	-
Total Expenditures	21,602	21,601	1
<i>Net Change in Fund Balance</i>	(675)	(674)	1
<i>Fund Balance (Deficit) at Beginning of Year</i>	36,024	36,024	-
<i>Fund Balance (Deficit) at End of Year</i>	\$ 35,349	\$ 35,350	\$ 1

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Student Activities Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Extracurricular Activities	\$ 296,605	\$ 296,605	\$ -
Contributions and Donations	5,909	5,909	-
Miscellaneous	1,909	1,909	-
<i>Total Revenues</i>	<u>304,423</u>	<u>304,423</u>	<u>-</u>
Expenditures:			
Current:			
Support Services:			
Fiscal:			
Other	1,057	1,057	-
Operation and Maintenance of Plant:			
Purchased Services	3,658	3,658	-
Pupil Transportation:			
Purchased Services	4,735	4,735	-
<i>Total Support Services</i>	<u>9,450</u>	<u>9,450</u>	<u>-</u>
Extracurricular Activities:			
Purchased Services	76,788	76,788	-
Materials and Supplies	153,615	153,615	-
Capital Outlay	25,677	25,677	-
Other	57,873	57,873	-
Total Extracurricular Activities	313,953	313,953	-
<i>Total Expenditures</i>	<u>323,403</u>	<u>323,403</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	(18,980)	(18,980)	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>347,370</u>	<u>347,370</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 328,390</u>	<u>\$ 328,390</u>	<u>\$ -</u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
District Managed Activities Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Extracurricular Activities	\$ 209,272	\$ 209,272	\$ -
Contributions and Donations	3,124	3,124	-
Miscellaneous	88	88	-
<i>Total Revenues</i>	<u>212,484</u>	<u>212,484</u>	<u>-</u>
Expenditures:			
Current:			
Extracurricular Activities:			
Purchased Services	1,100	1,100	-
Materials and Supplies	163,186	163,186	-
Capital Outlay	7,840	7,840	-
Other	19,774	19,774	-
<i>Total Expenditures</i>	<u>191,900</u>	<u>191,900</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	20,584	20,584	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	434,225	434,225	-
Prior Year Encumbrances Appropriated	<u>10,916</u>	<u>10,916</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u><u>\$ 465,725</u></u>	<u><u>\$ 465,725</u></u>	<u><u>\$ -</u></u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Adult Nursing Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 1,167,334	\$ 1,167,334	\$ -
Expenditures:			
Current:			
Instruction:			
Adult/Continuing:			
Materials and Supplies	392,424	390,970	1,454
<i>Excess of Revenues Over (Under) Expenditures</i>	774,910	776,364	1,454
Other Financing Sources (Uses):			
Transfers Out	(776,364)	(776,364)	-
<i>Net Change in Fund Balance</i>	(1,454)	-	1,454
<i>Fund Balance (Deficit) at Beginning of Year</i>	-	-	-
<i>Fund Balance (Deficit) at End of Year</i>	\$ (1,454)	\$ -	\$ 1,454

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Adult LPN Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 1,255,716	\$ 1,255,716	\$ -
Tuition and Fees	315,682	315,682	-
Contributions and Donations	27,504	27,504	-
Miscellaneous	21,990	21,990	-
<i>Total Revenues</i>	<u>1,620,892</u>	<u>1,620,892</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Adult/Continuing:			
Salaries and Wages	616,922	616,922	-
Fringe Benefits	184,037	184,037	-
Purchased Services	266,786	266,786	-
Materials and Supplies	250,084	250,084	-
Capital Outlay	6,476	6,476	-
Other	4,309	4,309	-
Total Adult/Continuing	<u>1,328,614</u>	<u>1,328,614</u>	<u>-</u>
Support Services:			
Administration:			
Salaries and Wages	376,350	376,350	-
Fringe Benefits	172,828	172,828	-
Materials and Supplies	290	290	-
Capital Outlay	7,032	7,032	-
Total Administration	<u>556,500</u>	<u>556,500</u>	<u>-</u>
Fiscal:			
Other	<u>6,895</u>	<u>6,895</u>	<u>-</u>
Business:			
Other	<u>1,895</u>	<u>1,895</u>	<u>-</u>
Operation and Maintenance of Plant:			
Purchased Services	<u>15,558</u>	<u>15,558</u>	<u>-</u>
Central:			
Purchased Services	<u>13,722</u>	<u>13,722</u>	<u>-</u>
Total Support Services	<u>594,570</u>	<u>594,570</u>	<u>-</u>
<i>Total Expenditures</i>	<u>1,923,184</u>	<u>1,923,184</u>	<u>-</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(302,292)</u>	<u>(302,292)</u>	<u>-</u>
Other Financing Sources (Uses):			
Transfers In	776,364	776,364	-
Transfers Out	(2,401,708)	-	2,401,708
<i>Total Other Financing Sources (Uses)</i>	<u>(1,625,344)</u>	<u>776,364</u>	<u>2,401,708</u>
<i>Net Change in Fund Balance</i>	(1,927,636)	474,072	2,401,708
<i>Fund Balance (Deficit) at Beginning of Year</i>	1,919,015	1,919,015	-
Prior Year Encumbrances Appropriated	<u>8,621</u>	<u>8,621</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ -</u>	<u>\$ 2,401,708</u>	<u>\$ 2,401,708</u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Preschool At Risk Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 119,332	\$ 101,657	\$ (17,675)
Expenditures:			
Current:			
Instruction:			
Special:			
Salaries and Wages	93,238	93,238	-
Fringe Benefits	17,402	17,402	-
Materials and Supplies	10,997	10,997	-
<i>Total Expenditures</i>	<u>121,637</u>	<u>121,637</u>	<u>-</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(2,305)</u>	<u>(19,980)</u>	<u>(17,675)</u>
Other Financing Sources (Uses):			
Advances In	<u>629</u>	<u>629</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	(1,676)	(19,351)	(17,675)
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>1,676</u>	<u>1,676</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u><u>\$ -</u></u>	<u><u>\$ (17,675)</u></u>	<u><u>\$ (17,675)</u></u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Network Connectivity Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 23,894	\$ 23,894	\$ -
Expenditures:			
Current:			
Support Services:			
Central:			
Purchased Services	23,894	23,894	-
<i>Net Change in Fund Balance</i>	-	-	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	-	-	-
<i>Fund Balance (Deficit) at End of Year</i>	\$ -	\$ -	\$ -

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Miscellaneous State Grants Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 213,190	\$ 213,190	\$ -
Expenditures:			
Current:			
Instruction:			
Adult/Continuing:			
Purchased Services	660	660	-
Materials and Supplies	9,423	9,423	-
Other	199,403	79,181	120,222
Total Adult/Continuing	209,486	89,264	120,222
Support Services:			
Pupils:			
Salaries and Wages	20,000	20,000	-
Fringe Benefits	2,800	2,800	-
Total Pupils	22,800	22,800	-
Operation and Maintenance of Plant:			
Purchased Services	61,727	61,727	-
Capital Outlay	87,398	86,292	1,106
Total Operation and Maintenance of Plant	149,125	148,019	1,106
Pupil Transportation:			
Purchased Services	3,500	3,500	-
Total Support Services	175,425	174,319	1,106
<i>Total Expenditures</i>	384,911	263,583	121,328
<i>Net Change in Fund Balance</i>	(171,721)	(50,393)	121,328
<i>Fund Balance (Deficit) at Beginning of Year</i>	120,015	120,015	-
Prior Year Encumbrances Appropriated	81,873	81,873	-
<i>Fund Balance (Deficit) at End of Year</i>	\$ 30,167	\$ 151,495	\$ 121,328

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
JTPA Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 459,186	\$ 459,186	\$ -
Expenditures:			
Current:			
Instruction:			
Adult/Continuing:			
Salaries and Wages	178,845	178,845	-
Fringe Benefits	50,837	50,837	-
Total Instruction	229,682	229,682	-
Support Services:			
Pupils:			
Salaries and Wages	52,345	52,345	-
Fringe Benefits	26,322	26,322	-
Total Support Services	78,667	78,667	-
Total Expenditures	308,349	308,349	-
Other Financing Sources (Uses):			
Transfers Out	(396,880)	-	396,880
<i>Net Change in Fund Balance</i>	(246,043)	150,837	396,880
<i>Fund Balance (Deficit) at Beginning of Year</i>	246,044	246,044	-
<i>Fund Balance (Deficit) at End of Year</i>	\$ 1	\$ 396,881	\$ 396,880

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
ESSER Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 513,783	\$ 513,783	\$ -
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and Wages	1,533	1,533	-
Fringe Benefits	215	215	-
Total Regular	1,748	1,748	-
Special:			
Salaries and Wages	49,349	49,349	-
Fringe Benefits	6,877	6,877	-
Total Special	56,226	56,226	-
Student Intervention Services:			
Salaries and Wages	82,163	82,163	-
Fringe Benefits	11,503	11,503	-
Purchased Services	10,739	10,739	-
Materials and Supplies	164,945	164,945	-
Total Student Intervention Services	269,350	269,350	-
Total Instruction	327,324	327,324	-
Support Services:			
Pupils:			
Salaries and Wages	3,340	3,340	-
Fringe Benefits	468	468	-
Purchased Services	4,365	4,365	-
Total Pupils	8,173	8,173	-
Instructional Staff:			
Purchased Services	107,015	107,015	-
Administration:			
Salaries and Wages	12,839	12,839	-
Fringe Benefits	1,798	1,798	-
Total Administration	14,637	14,637	-
Pupil Transportation:			
Purchased Services	58,326	58,326	-
Total Support Services	188,151	188,151	-
<i>Total Expenditures</i>	515,475	515,475	-
<i>Excess of Revenues Over (Under) Expenditures</i>	(1,692)	(1,692)	-
Other Financing Sources (Uses):			
Advances Out	(85,500)	(85,500)	-
<i>Net Change in Fund Balance</i>	(87,192)	(87,192)	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	77,300	77,300	-
Prior Year Encumbrances Appropriated	9,892	9,892	-
<i>Fund Balance (Deficit) at End of Year</i>	\$ -	\$ -	\$ -

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Title VI-B Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 2,056,206	\$ 2,056,206	\$ -
Expenditures:			
Current:			
Instruction:			
Special:			
Salaries and Wages	1,309,054	1,250,179	58,875
Fringe Benefits	443,374	434,923	8,451
Total Instruction	1,752,428	1,685,102	67,326
Support Services:			
Pupils:			
Purchased Services	11,190	11,190	-
Instructional Staff:			
Purchased Services	117,645	117,645	-
Other	1,500	1,500	-
Total Instructional Staff	119,145	119,145	-
Total Support Services	130,335	130,335	-
<i>Total Expenditures</i>	1,882,763	1,815,437	67,326
<i>Net Change in Fund Balance</i>	173,443	240,769	67,326
<i>Fund Balance (Deficit) at Beginning of Year</i>	(173,443)	(173,443)	-
<i>Fund Balance (Deficit) at End of Year</i>	\$ -	\$ 67,326	\$ 67,326

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Title I Non-Competitive Supplemental Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 221,346	\$ 221,346	\$ -
Expenditures:			
Current:			
Instruction:			
Regular:			
Materials and Supplies	8,710	8,710	-
Student Intervention Services:			
Salaries and Wages	26,443	24,172	2,271
Fringe Benefits	2,901	2,585	316
Total Student Intervention Services	29,344	26,757	2,587
Total Instruction	38,054	35,467	2,587
Support Services:			
Instructional Staff:			
Salaries and Wages	3,566	3,366	200
Fringe Benefits	521	471	50
Purchased Services	67,918	67,918	-
Total Instructional Staff	72,005	71,755	250
Fiscal:			
Other	3,239	3,239	-
Total Support Services	75,244	74,994	250
<i>Total Expenditures</i>	113,298	110,461	2,837
<i>Excess of Revenues Over (Under) Expenditures</i>	108,048	110,885	2,837
Other Financing Sources (Uses):			
Advances Out	(700)	(700)	-
<i>Net Change in Fund Balance</i>	107,348	110,185	2,837
<i>Fund Balance (Deficit) at Beginning of Year</i>	(107,798)	(107,798)	-
Prior Year Encumbrances Appropriated	450	450	-
<i>Fund Balance (Deficit) at End of Year</i>	\$ -	\$ 2,837	\$ 2,837

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Title III Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 15,057	\$ 15,057	\$ -
Expenditures:			
Current:			
Instruction:			
Special:			
Salaries and Wages	11,103	11,103	-
Fringe Benefits	1,554	1,554	-
Materials and Supplies	500	500	-
Total Instruction	<u>13,157</u>	<u>13,157</u>	<u>-</u>
Support Services:			
Instructional Staff:			
Purchased Services	<u>250</u>	<u>250</u>	<u>-</u>
Fiscal:			
Other	<u>346</u>	<u>346</u>	<u>-</u>
Total Support Services	<u>596</u>	<u>596</u>	<u>-</u>
Operation of Non-Instructional Services:			
Community Services:			
Materials and Supplies	<u>1,304</u>	<u>1,304</u>	<u>-</u>
Total Expenditures	<u>15,057</u>	<u>15,057</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	-	-	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	-	-	-
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 1,456,122	\$ 1,456,122	\$ -
Expenditures:			
Current:			
Instruction:			
Regular:			
Materials and Supplies	3,666	3,666	-
Special:			
Salaries and Wages	1,099,821	1,053,149	46,672
Fringe Benefits	147,609	147,609	-
Materials and Supplies	30,856	30,817	39
Total Special	1,278,286	1,231,575	46,711
Total Instruction	1,281,952	1,235,241	46,711
Support Services:			
Instructional Staff:			
Salaries and Wages	26	26	-
Fringe Benefits	2,100	2,100	-
Total Instructional Staff	2,126	2,126	-
Administration:			
Salaries and Wages	10,632	10,632	-
Fringe Benefits	1,485	1,485	-
Total Administration	12,117	12,117	-
Pupil Transportation:			
Purchased Services	9,235	9,235	-
Total Support Services	23,478	23,478	-
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	3,437	3,437	-
Purchased Services	30,791	30,791	-
Materials and Supplies	14,052	14,052	-
Total Community Services	48,280	48,280	-
<i>Total Expenditures</i>	1,353,710	1,306,999	46,711
<i>Net Change in Fund Balance</i>	102,412	149,123	46,711
<i>Fund Balance (Deficit) at Beginning of Year</i>	(120,740)	(120,740)	-
Prior Year Encumbrances Appropriated	18,328	18,328	-
<i>Fund Balance (Deficit) at End of Year</i>	\$ -	\$ 46,711	\$ 46,711

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Title IV-A Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 84,252	\$ 84,252	\$ -
Expenditures:			
Current:			
Instruction:			
Special:			
Salaries and Wages	25,817	23,670	2,147
Fringe Benefits	2,981	2,981	-
Materials and Supplies	22,839	22,839	-
Total Instruction	51,637	49,490	2,147
Support Services:			
Instructional Staff:			
Salaries and Wages	3,211	3,211	-
Fringe Benefits	449	449	-
Purchased Services	38,247	37,247	1,000
Total Instructional Staff	41,907	40,907	1,000
Fiscal:			
Other	3,522	3,522	-
Total Support Services	45,429	44,429	1,000
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	3,534	3,534	-
Materials and Supplies	2,063	2,063	-
Total Operation of Non-Instructional Services	5,597	5,597	-
Total Expenditures	102,663	99,516	3,147
<i>Net Change in Fund Balance</i>	(18,411)	(15,264)	3,147
<i>Fund Balance (Deficit) at Beginning of Year</i>	15,848	15,848	-
Prior Year Encumbrances Appropriated	2,563	2,563	-
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ -</u>	<u>\$ 3,147</u>	<u>\$ 3,147</u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Preschool Disability Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 83,575	\$ 83,575	\$ -
Expenditures:			
Current:			
Instruction:			
Special:			
Salaries and Wages	48,436	48,436	-
Fringe Benefits	7,097	7,097	-
Materials and Supplies	2,008	2,008	-
Total Instruction	57,541	57,541	-
Support Services:			
Instructional Staff:			
Purchased Services	447	447	-
Fiscal:			
Other	3,547	3,547	-
Total Support Services	3,994	3,994	-
<i>Total Expenditures</i>	61,535	61,535	-
<i>Excess of Revenues Over (Under) Expenditures</i>	22,040	22,040	-
Other Financing Sources (Uses):			
Advances Out	(1,863)	(1,863)	-
<i>Net Change in Fund Balance</i>	20,177	20,177	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	(20,177)	(20,177)	-
<i>Fund Balance (Deficit) at End of Year</i>	\$ -	\$ -	\$ -

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Class Size Reduction Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Intergovernmental	\$ 252,027	\$ 252,027	\$ -
Expenditures:			
Current:			
Support Services:			
Instructional Staff:			
Salaries and Wages	125,377	117,593	7,784
Fringe Benefits	66,365	62,607	3,758
Purchased Services	21,358	18,952	2,406
Materials and Supplies	2,235	2,235	-
Total Support Services	215,335	201,387	13,948
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	9,635	9,635	-
Total Expenditures	224,970	211,022	13,948
<i>Net Change in Fund Balance</i>	27,057	41,005	13,948
<i>Fund Balance (Deficit) at Beginning of Year</i>	(27,057)	(27,057)	-
<i>Fund Balance (Deficit) at End of Year</i>	\$ -	\$ 13,948	\$ 13,948

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Miscellaneous Federal Grants Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Expenditures:			
Current:			
Support Services:			
Operation and Maintenance of Plant:			
Purchased Services	\$ 6,988	\$ 6,988	\$ -
Materials and Supplies	1,280	1,280	-
<i>Total Expenditures</i>	<u>8,268</u>	<u>8,268</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	(8,268)	(8,268)	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	7,728	7,728	-
Prior Year Encumbrances Appropriated	<u>540</u>	<u>540</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Property and Other Local Taxes	\$ 5,905,314	\$ 5,905,314	\$ -
Intergovernmental	105,794	105,794	-
<i>Total Revenues</i>	<u>6,011,108</u>	<u>6,011,108</u>	<u>-</u>
Expenditures:			
Current:			
Support Services:			
Fiscal:			
Other	59,094	59,094	-
Debt Service:			
Principal Retirement	3,173,238	3,173,238	-
Interest and Fiscal Charges	5,218,380	5,218,380	-
Total Debt Service	8,391,618	8,391,618	-
<i>Total Expenditures</i>	<u>8,450,712</u>	<u>8,450,712</u>	<u>-</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(2,439,604)</u>	<u>(2,439,604)</u>	<u>-</u>
Other Financing Sources (Uses):			
Transfers In	2,565,648	2,565,648	-
<i>Net Change in Fund Balance</i>	126,044	126,044	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>7,438,839</u>	<u>7,438,839</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u><u>\$ 7,564,883</u></u>	<u><u>\$ 7,564,883</u></u>	<u><u>\$ -</u></u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Property and Other Local Taxes	\$ 1,943,262	\$ 1,943,262	\$ -
Intergovernmental	420,758	420,758	-
<i>Total Revenues</i>	<u>2,364,020</u>	<u>2,364,020</u>	<u>-</u>
Expenditures:			
Current:			
Support Services:			
Fiscal:			
Other	22,334	22,334	-
Operation and Maintenance of Plant:			
Purchased Services	39,528	39,528	-
Materials and Supplies	81,089	81,089	-
Total Operation and Maintenance of Plant	<u>120,617</u>	<u>120,617</u>	<u>-</u>
Central:			
Capital Outlay	243,998	243,998	-
Total Support Services	<u>386,949</u>	<u>386,949</u>	<u>-</u>
Capital Outlay:			
Purchased Services	124,776	124,776	-
Capital Outlay	225,230	225,230	-
Total Capital Outlay	<u>350,006</u>	<u>350,006</u>	<u>-</u>
<i>Total Expenditures</i>	<u>736,955</u>	<u>736,955</u>	<u>-</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>1,627,065</u>	<u>1,627,065</u>	<u>-</u>
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	66,599	66,599	-
Transfers In	18,267,312	18,267,312	-
Transfers Out	(2,565,648)	(2,565,648)	-
<i>Total Other Financing Sources (Uses)</i>	<u>15,768,263</u>	<u>15,768,263</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	17,395,328	17,395,328	-
<i>Fund Balance (Deficit) at Beginning of Year</i>	562,192	562,192	-
Prior Year Encumbrances Appropriated	<u>78,212</u>	<u>78,212</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u><u>\$ 18,035,732</u></u>	<u><u>\$ 18,035,732</u></u>	<u><u>\$ -</u></u>

Willoughby-Eastlake City School District
Lake County, Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Building Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Expenditures:			
Current:			
Support Services:			
Operation and Maintenance of Plant:			
Purchased Services	\$ 6,510	\$ 6,510	\$ -
Materials and Supplies	726,548	726,548	-
Total Support Services	733,058	733,058	-
Capital Outlay:			
Capital Outlay	92,959	92,959	-
Total Expenditures	826,017	826,017	-
Excess of Revenues Over (Under) Expenditures	(826,017)	(826,017)	-
Other Financing Sources (Uses):			
Refund of Prior Year Expenditures	2,841	2,841	-
Net Change in Fund Balance	(823,176)	(823,176)	-
Fund Balance (Deficit) at Beginning of Year	62,334	62,334	-
Prior Year Encumbrances Appropriated	769,928	769,928	-
Fund Balance (Deficit) at End of Year	\$ 9,086	\$ 9,086	\$ -

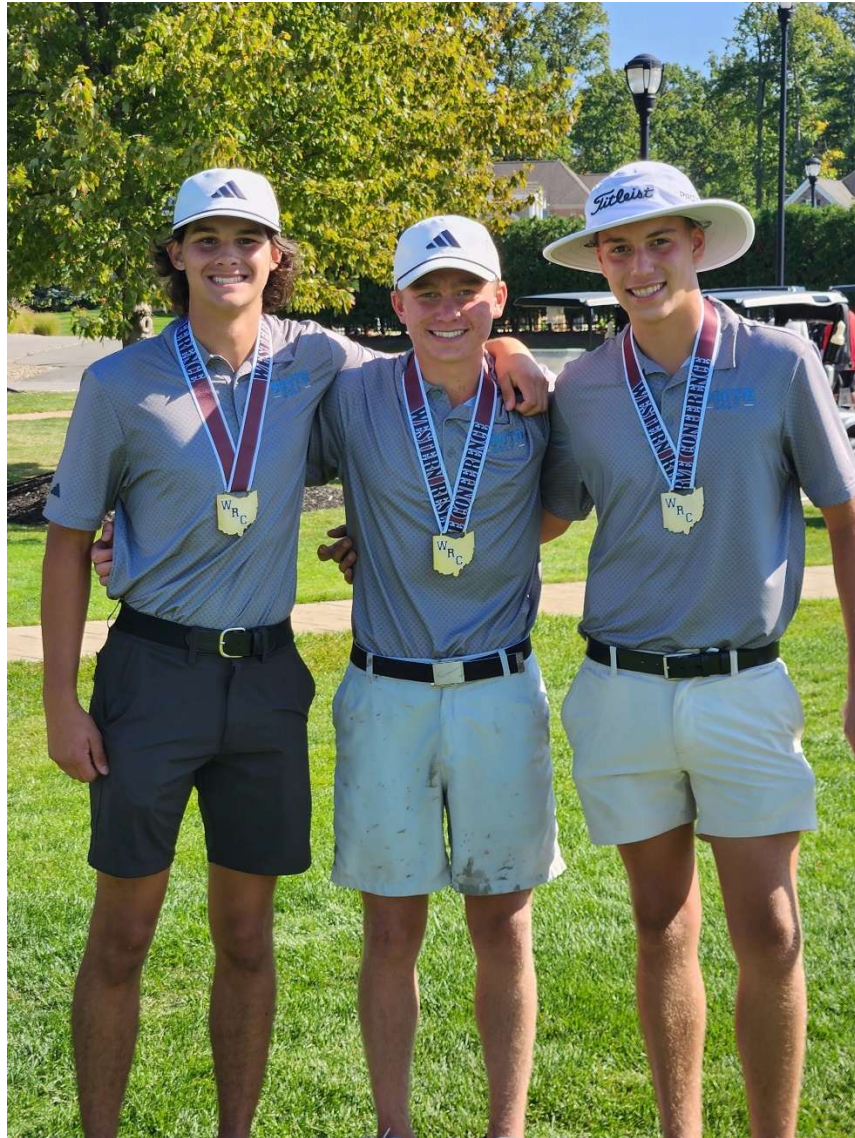
Willoughby-Eastlake City School District
Lake County , Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Self-Insurance Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Revenues:			
Charges for Services	\$ 15,838,433	\$ 15,838,433	-
Other	2,142,823	2,142,823	-
<i>Total Revenues</i>	<u>17,981,256</u>	<u>17,981,256</u>	<u>-</u>
Expenditures:			
Fringe Benefits	-	-	-
Purchased Services	3,423,306	3,423,306	-
Claims	14,492,364	14,492,364	-
Other	71,000	71,000	-
<i>Total Expenditures</i>	<u>17,986,670</u>	<u>17,986,670</u>	<u>-</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(5,414)</u>	<u>(5,414)</u>	<u>-</u>
Other Financing Sources (Uses):			
Advances In	1,000,000	1,000,000	-
Advances Out	(1,000,000)	(1,000,000)	-
<i>Total Other Financing Sources (Uses)</i>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net Change in Fund Balance</i>	(5,414)	(5,414)	-
<i>Fund Balance (Deficit) at Beginning of Year, Restated</i>	<u>2,067,454</u>	<u>2,067,454</u>	<u>-</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u><u>\$ 2,062,040</u></u>	<u><u>\$ 2,062,040</u></u>	<u><u>\$ -</u></u>

Willoughby-Eastlake City School District
Lake County , Ohio
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (Non-GAAP Basis) and Actual
Workers Compensation Fund
For the Fiscal Year Ended June 30, 2025

	Final Budget	Actual	Variance
Expenditures:			
Purchased Services	\$ 80,423	\$ 80,423	\$ -
<i>Net Change in Fund Balance</i>	(80,423)	(80,423)	-
<i>Fund Balance (Deficit) at Beginning of Year, Restated</i>	566,732	566,732	-
<i>Fund Balance (Deficit) at End of Year</i>	\$ 486,309	\$ 486,309	\$ -

Statistical Section



Statistical Section

This part of the Willoughby-Eastlake City School 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 School District's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	148 - 157
Revenue Capacity These schedules contain information to help the reader assess the School District's most significant local revenue source, the property tax.	158 - 166
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	167 - 171
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place.	172 - 173
Operating Information These schedules contain service data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	174 - 180

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

NOTE:

With the implementation of GASB No. 68 in fiscal year 2015, the calculation of pension expense has changed, however, government-wide expenses for 2014 and prior fiscal years were not restated to reflect this change.

With the implementation of GASB No. 75 in fiscal year 2018, the calculation of OPEB expense has changed, however, government-wide expenses for 2017 and prior fiscal years were not restated to reflect this change.

With the implementation of GASB No. 84 in fiscal year 2020, there have been minor reclassifications of funds (example custodial funds to special revenue for GAAP purposes). Prior fiscal years were not restated to reflect this change unless otherwise indicated.

Willoughby-Eastlake City School District
Lake County, Ohio
Net Position by Component
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Governmental Activities:				
Net Investment in Capital Assets	\$ 30,334,483	\$ 28,528,778	\$ 27,442,114	\$ 26,603,966
Restricted for:				
Capital Outlay	18,664,522	1,650,076	1,763,949	2,614,910
Debt Service	8,594,108	7,489,668	5,193,181	3,542,478
Other Purposes	13,359,677	13,477,426	8,042,839	4,435,892
Unrestricted	<u>(84,122,415)</u>	<u>(84,206,954)</u>	<u>(91,267,729)</u>	<u>(97,121,958)</u>
<i>Total Governmental Activities</i>				
<i>Net Position</i>	<u>\$ (13,169,625)</u>	<u>\$ (33,061,006)</u>	<u>\$ (48,825,646)</u>	<u>\$ (59,924,712)</u>

Source: School District financial records.

2021	2020	2019	2018	2017	2016
\$ 25,684,736	\$ 18,722,587	\$ 12,576,238	\$ 6,686,806	\$ 5,717,088	\$ 5,577,683
3,368,401	1,924,488	18,679,104	12,701,499	2,557,103	3,280,471
693,658	10,020,061	8,236,650	13,035,535	12,929,649	11,125,542
2,425,486	1,878,263	1,115,726	1,093,187	1,463,123	1,512,374
(117,501,335)	(122,666,634)	(111,701,399)	(116,924,249)	(134,998,681)	(132,130,035)
<u>\$ (85,329,054)</u>	<u>\$ (90,121,235)</u>	<u>\$ (71,093,681)</u>	<u>\$ (83,407,222)</u>	<u>\$ (112,331,718)</u>	<u>\$ (110,633,965)</u>

Willoughby-Eastlake City School District
Lake County, Ohio
Changes in Net Position by Function
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	2025	2024	2023	2022
Expenses:				
Governmental Activities:				
Instruction:				
Regular	\$ 40,181,094	\$ 40,402,723	\$ 45,987,268	\$ 38,043,270
Special	13,010,734	12,925,251	13,000,102	10,394,544
Vocational	2,901,390	2,953,073	1,714,295	2,138,206
Adult/Continuing	1,511,651	1,703,176	2,095,233	2,398,238
Student Intervention	3,793,208	3,975,618	3,347,497	2,554,182
Other	-	65,955	39,536	211,003
Support Services:				
Pupil Support	8,220,067	8,759,310	8,911,821	7,574,845
Instructional Staff	2,988,894	2,730,473	2,741,139	1,894,413
Board of Education	36,805	33,522	48,002	34,325
Administration	9,270,678	9,055,053	8,699,673	7,626,777
Fiscal	2,358,591	2,289,053	2,317,829	1,988,486
Business	844,332	782,849	685,675	481,125
Operation and Maintenance of Plant	10,023,115	9,888,612	8,478,612	6,825,941
Pupil Transportation	11,705,617	11,091,571	11,530,802	10,195,445
Central Support	2,802,677	2,482,726	1,968,924	2,599,401
Operation of Non-Instructional Services:				
Operation of Food Service	2,995,803	2,841,010	2,721,181	2,586,218
Community Services	140,154	102,396	121,356	355,712
Other	15,563	29,824	42,791	24,760
Extracurricular Activities	2,075,420	1,977,444	1,894,155	1,629,571
Interest Expense	5,591,578	5,708,814	5,819,934	4,455,909
<i>Total Governmental Activities Expenses</i>	<u>120,467,371</u>	<u>119,798,453</u>	<u>122,165,825</u>	<u>104,012,371</u>
Program Revenues:				
Governmental Activities:				
Charges for Services:				
Instruction:				
Regular	1,155,856	1,133,549	\$ 1,322,570	\$ 405,874
Special	72,047	150,645	41,659	162,669
Vocational	1,244,645	939,503	231,256	304,566
Adult/Continuing	216,829	148,490	530,452	526,749
Student Intervention	26,647	19,995	7,218	623
Other	-	-	-	-
Support Services:				
Pupil Support	-	773	40,082	29,817
Administration	108,891	98,455	246,374	223,273
Fiscal	2,214	1,894	1,791	2,093
Business	336	381	967	1,181
Operation and Maintenance of Plant	6,779	5,103	4,452	3,231
Pupil Transportation	17,718	16,131	19,410	12,932
Central Support	2,430	2,181	5,527	6,660
Operation of Non-Instructional Services:				
Operation of Food Service	703,963	778,538	990,409	82,831
Community Services	-	-	-	-
Other	24,674	27,194	51,348	24,407
Extracurricular Activities	655,697	655,216	584,941	561,866
Operating Grants and Contributions	9,284,937	12,024,765	12,520,119	14,823,940
Capital Grants and Contributions	-	-	-	30,120
<i>Total Governmental Activities Program Revenues</i>	<u>13,523,663</u>	<u>16,002,813</u>	<u>16,598,575</u>	<u>17,202,832</u>
Net (Expense) Revenue:	(106,943,708)	(103,795,640)	(105,567,250)	(86,809,539)

2021	2020	2019	2018	2017	2016
\$ 47,952,451	\$ 57,407,407	\$ 35,058,575	\$ 13,338,063	\$ 42,467,326	\$ 37,865,853
12,864,460	14,854,656	10,915,211	5,177,137	12,813,274	11,217,828
1,828,224	2,863,753	2,329,645	2,631,738	1,694,204	1,570,607
2,367,813	1,292,038	945,083	630,143	1,133,578	1,065,676
2,787,872	3,374,830	3,800,748	2,848,102	3,244,599	3,099,347
181,789	20,905	34,624	118,799	67,150	188,775
7,729,721	8,377,094	6,726,943	3,612,062	7,175,108	6,660,850
2,630,189	2,909,443	2,503,033	1,399,065	3,014,815	2,609,465
33,432	41,019	33,636	17,842	25,440	18,294
9,396,835	9,580,547	7,533,124	3,881,311	8,557,545	7,557,646
2,099,737	3,372,648	2,301,769	2,329,029	2,914,497	2,936,324
852,569	741,410	953,943	950,368	1,071,285	1,443,314
8,609,057	8,421,156	4,112,674	7,544,754	7,162,062	7,390,738
7,962,102	8,971,127	9,661,611	9,695,968	8,563,011	9,102,490
2,093,347	2,679,629	1,901,466	1,824,415	1,291,716	1,640,567
2,912,252	2,889,869	2,949,285	2,568,620	2,697,524	2,617,667
634,505	711,657	589,678	670,130	817,790	655,266
10,879	17,930	25,469	20,036	57,261	-
1,520,459	1,497,779	1,508,705	670,802	1,664,477	1,739,969
6,554,536	6,713,570	6,943,363	6,432,046	7,453,884	3,609,642
121,022,229	136,738,467	100,828,585	66,360,430	113,886,546	102,990,318
\$ 935,842	\$ 1,383,485	\$ 1,462,320	\$ 1,164,800	\$ 992,264	\$ 1,346,852
193,677	72,407	117,054	82,045	251,423	219,193
438,119	228,152	4,216	439,331	16,980	2,320
609,737	549,269	747,967	560,025	597,564	690,664
21,366	-	1,298	14,950	-	-
-	9,526	10,515	-	13,373	19,283
-	-	218	-	-	-
270,919	190,302	260,248	221,719	208,537	93,440
3,150	-	-	-	-	-
-	-	-	-	-	-
-	375	-	-	201	-
64	261	14,564	-	11,633	-
9,323	-	8,058	5,254	-	-
77,458	883,930	992,877	919,234	817,505	879,860
60	809	115	-	23,336	24,113
11,795	17,871	27,651	22,938	-	-
308,547	273,217	160,911	341,931	330,462	356,855
19,278,957	12,012,986	9,820,678	10,457,202	10,193,283	9,987,983
49,009	1,204,870	6,699,677	1,475,088	-	-
22,208,023	16,827,460	20,328,367	15,704,517	13,456,561	13,620,563
(98,814,206)	(119,911,007)	(80,500,218)	(50,655,913)	(100,429,985)	(89,369,755)
					(continued)

Willoughby-Eastlake City School District
Lake County, Ohio
Changes in Net Position by Function
Last Ten Fiscal Years
(Accrual Basis of Accounting)

	2025	2024	2023	2022
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property and Other Local Taxes Levied For:				
General Purposes	83,048,196	78,938,445	\$ 78,553,610	\$ 76,753,149
Debt Service	5,871,610	5,856,170	5,908,248	5,771,498
Capital Outlay	1,927,234	1,918,234	1,910,495	1,873,031
Grants and Entitlements not Restricted				
to Specific Programs	28,693,186	28,827,569	26,762,054	27,135,063
Payment in Lieu of Taxes	1,247,536	210,720	272,309	217,759
Gain on Sale of Capital Assets	-	-	-	-
Insurance Recoveries	31,812	449,440	603,876	-
Investment Earnings	3,541,865	2,915,174	1,535,155	(103,244)
Miscellaneous	528,638	444,528	1,120,569	566,625
<i>Total Governmental Activities</i>	<u>124,890,077</u>	<u>119,560,280</u>	<u>116,666,316</u>	<u>112,213,881</u>
Extraordinary Item	-	-	-	-
<i>Total General Revenues, Special</i>	<u>124,890,077</u>	<u>119,560,280</u>	<u>116,666,316</u>	<u>112,213,881</u>
<i>and Extraordinary Item</i>				
Change in Net Position				
Governmental Activities	<u>17,946,369</u>	<u>15,764,640</u>	<u>11,099,066</u>	<u>25,404,342</u>

Source: School District financial records.

2021	2020	2019	2018	2017	2016
\$ 70,135,505	\$ 68,912,918	\$ 58,942,686	\$ 70,838,749	\$ 62,277,418	\$ 62,657,788
5,429,128	5,549,141	4,765,739	6,279,291	5,783,312	4,062,222
1,806,453	1,895,923	1,629,764	1,927,847	1,738,595	1,736,964
23,700,815	22,774,963	25,614,146	25,731,809	25,242,578	25,564,015
200,427	177,571	228,462	259,019	-	-
-	-	44,450	-	141,017	200,976
-	-	9,545	-	2,521,676	-
102,719	579,477	477,081	32,610	215,348	925,327
2,231,340	603,483	394,737	402,030	812,288	624,950
103,606,387	100,493,476	92,106,610	105,471,355	98,732,232	95,772,242
-	-	707,149	6,197,596	-	-
103,606,387	100,493,476	92,813,759	111,668,951	98,732,232	95,772,242
4,792,181	(19,417,531)	12,313,541	61,013,038	(1,697,753)	6,402,487

Willoughby-Eastlake City School District
Lake County, Ohio
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
General Fund				
Nonspendable	\$ 1,117,288	\$ 14,460	\$ 12,951	\$ 12,574
Committed	487,105	476,451	371,547	317,334
Assigned	1,435,980	414,006	1,357,304	290,938
Unassigned	26,834,122	36,894,066	29,453,283	20,108,095
<i>Total General Fund</i>	<u>29,874,495</u>	<u>37,798,983</u>	<u>31,195,085</u>	<u>20,728,941</u>
All Other Governmental Funds				
Restricted	36,786,818	18,105,694	15,092,165	13,677,861
Committed	-	-	-	-
Unassigned	(469,318)	(379,302)	(1,629,964)	(585,377)
<i>Total All Other Governmental Funds</i>	<u>36,317,500</u>	<u>17,726,392</u>	<u>13,462,201</u>	<u>13,092,484</u>
<i>Total Governmental Funds</i>	<u>\$ 66,191,995</u>	<u>\$ 55,525,375</u>	<u>\$ 44,657,286</u>	<u>\$ 33,821,425</u>

Source: School District financial records.

2021	2020	2019	2018	2017	2016
\$ 12,574	\$ 8,974	\$ 8,974	\$ 5,928	\$ 5,928	\$ 5,928
434,769	593,870	919,335	591,608	78,127	283,648
406,648	2,918,271	5,364,683	18,942,169	7,332,657	4,862,483
12,471,482	2,166,628	3,927,039	109,431	9,061,442	8,400,232
13,325,473	5,687,743	10,220,031	19,649,136	16,478,154	13,552,291
10,800,617	17,546,598	35,809,660	98,080,483	118,504,187	131,288,407
-	260,085	-	-	-	-
(229,878)	(744,175)	(1,414,122)	(955,410)	(426,525)	(300,879)
10,570,739	17,062,508	34,395,538	97,125,073	118,077,662	130,987,528
\$ 23,896,212	\$ 22,750,251	\$ 44,615,569	\$ 116,774,209	\$ 134,555,816	\$ 144,539,819

Willoughby-Eastlake City School District
Lake County, Ohio
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2025	2024	2023	2022
Revenues:				
Property and Other Local Taxes	\$ 90,905,403	\$ 86,748,542	\$ 88,033,655	\$ 83,719,676
Intergovernmental	38,318,855	42,177,129	37,433,527	42,221,053
Investment Income	3,545,760	2,918,393	1,538,180	(102,458)
Tuition and Fees	2,344,470	1,994,346	1,859,258	1,864,295
Extracurricular Activities	797,115	776,674	698,335	648,586
Charges for Services	884,725	996,092	1,217,053	284,940
Rent	212,414	210,935	303,811	159,819
Contributions and Donations	120,187	298,155	123,081	96,323
Payments in Lieu of Taxes	1,247,536	210,720	272,309	217,759
Miscellaneous	437,516	444,531	1,120,569	369,265
<i>Total Revenues</i>	<u>138,813,981</u>	<u>136,775,517</u>	<u>132,599,778</u>	<u>129,479,258</u>
Expenditures:				
Current:				
Instruction:				
Regular	42,194,883	40,993,058	42,897,362	42,609,076
Special	14,359,757	13,784,275	12,495,546	11,836,758
Vocational	2,919,447	2,915,354	1,541,792	2,254,077
Adult Education	1,657,293	1,734,805	2,081,508	2,500,167
Student Intervention Services	4,030,231	4,287,528	3,688,650	3,258,969
Other	-	65,955	25,722	224,369
Support Services:				
Pupils	8,972,651	9,212,891	8,850,842	8,705,191
Instructional Staff	3,223,426	2,821,935	2,718,398	2,118,488
Board of Education	36,805	33,522	48,002	34,325
Administration	9,453,308	9,032,117	8,382,080	8,472,124
Fiscal	2,446,618	2,360,955	2,358,668	2,169,513
Business	840,193	774,512	670,661	518,683
Operation and Maintenance of Plant	9,614,225	9,526,367	8,577,032	7,719,982
Pupil Transportation	11,304,364	11,156,939	11,640,321	10,191,695
Central	2,746,534	2,717,281	2,036,900	2,880,885
Extracurricular Activities	2,142,408	1,924,400	1,844,119	1,719,138
Operation of Non-Instructional Services:				
Food Service Operations	3,078,679	2,905,262	2,830,650	2,875,926
Community Services	72,223	41,644	54,473	288,827
Other	15,563	29,824	42,791	24,760
Capital Outlay	224,832	1,060,380	613,603	224,421
Debt Service:				
Principal Retirement	3,241,983	3,262,553	3,120,985	3,287,481
Interest and Fiscal Charges	5,694,872	5,791,599	5,863,797	6,046,371
Advance Refunding Escrow	-	-	-	-
Issuance Costs	-	-	-	-
<i>Total Expenditures</i>	<u>128,270,295</u>	<u>126,433,156</u>	<u>122,383,902</u>	<u>119,961,226</u>
<i>Excess (Deficiency) of Revenue Over (Under) Expenditures</i>	<u>10,543,686</u>	<u>10,342,361</u>	<u>10,215,876</u>	<u>9,518,032</u>
Other Financing Sources (Uses):				
Proceeds from Sale of Assets	91,122	64,354	16,109	107,565
Proceeds of General Obligation Bonds	-	-	-	-
Proceeds of Refunding Bonds Issued	-	-	-	5,290,000
Premium on Refunding Bonds Issued	-	-	-	780,380
Payment on Refunding Bonds Escrow Agent	-	-	-	(5,860,959)
Proceeds of Certificates of Participation	-	-	-	-
Premium on Certificates of Participation Issued	-	-	-	-
Proceeds on Refunding Certificates of Participation Issued	-	-	-	-
Premium on Refunding Certificates of Participation Issued	-	-	-	-
Payment to Refunded Certificates of Participation Agent	-	-	-	-
Discount on Bonds and Notes Issued	-	-	-	-
Premium on Bonds and Notes Issued	-	-	-	-
Insurance Recoveries	31,812	449,440	603,876	90,195
Transfers In	21,609,324	6,107,952	3,068,049	2,625,286
Transfers Out	(21,609,324)	(6,096,018)	(3,068,049)	(2,625,286)
<i>Total Financing Sources and (Uses)</i>	<u>122,934</u>	<u>525,728</u>	<u>619,985</u>	<u>407,181</u>
Extraordinary Item	-	-	-	-
<i>Net Change in Fund Balance</i>	<u>\$ 10,666,620</u>	<u>\$ 10,868,089</u>	<u>\$ 10,835,861</u>	<u>\$ 9,925,213</u>
Debt Service as a Percentage of Noncapital Expenditures	6.98%	7.24%	7.24%	7.80%

Source: School District financial records.

2021	2020	2019	2018	2017	2016
\$ 76,184,884	\$ 76,165,095	\$ 65,509,088	\$ 79,184,723	\$ 71,189,705	\$ 68,475,028
43,006,080	34,332,222	34,909,043	36,240,285	35,449,866	35,642,008
117,895	835,745	2,713,151	731,023	215,348	925,326
2,007,370	1,760,172	1,801,915	2,004,574	1,553,072	1,751,373
326,364	416,185	413,154	445,594	444,474	462,306
161,138	1,041,013	1,169,081	1,042,513	964,897	983,146
206,502	206,067	255,694	307,307	255,243	400,976
129,847	1,058,018	4,556,104	872,296	119,384	146,187
200,427	177,571	228,462	259,019	-	-
1,311,089	746,431	393,017	416,059	916,692	629,965
123,651,596	116,738,519	111,948,709	121,503,393	111,108,681	109,416,315
43,137,176	43,406,376	41,238,085	40,243,470	39,020,867	39,191,862
11,985,434	13,809,630	12,706,373	12,819,136	12,002,949	11,432,313
1,608,443	2,639,307	2,454,757	2,565,808	1,619,119	1,585,293
2,299,931	1,220,308	1,053,530	1,089,367	1,097,405	1,097,123
2,632,518	3,062,363	3,743,484	3,522,381	3,025,436	3,142,640
220,304	47,577	41,097	225,804	76,332	64,032
7,217,164	7,625,913	7,440,962	7,335,186	6,913,958	6,783,757
2,499,457	2,366,760	2,691,790	2,423,300	2,840,365	2,899,489
33,432	41,019	33,636	17,842	24,794	18,442
8,005,055	8,355,737	8,006,819	7,916,488	8,215,895	7,681,231
2,021,158	2,425,209	2,981,195	2,644,058	2,998,557	2,946,412
833,310	716,754	987,285	1,039,681	1,056,818	1,433,293
7,677,764	8,476,812	7,467,553	7,291,592	7,074,968	6,992,481
7,784,947	8,768,201	9,478,488	9,840,037	8,032,342	9,041,644
2,005,103	2,617,468	1,807,770	2,188,934	1,532,395	1,703,746
1,335,584	1,275,895	1,606,703	1,596,072	1,519,424	1,738,682
2,895,785	2,782,014	2,810,108	2,804,096	2,543,402	2,629,964
586,299	645,514	574,072	754,809	822,292	661,029
10,879	17,930	25,469	20,036	57,261	-
113,135	19,716,432	76,640,592	30,756,497	14,259,423	7,333,806
11,727,962	2,730,000	2,370,000	1,985,000	1,210,000	695,000
6,420,004	6,915,300	6,981,191	6,880,156	7,813,938	2,045,757
-	1,250,000	-	-	-	-
-	-	-	-	-	961,023
123,050,844	140,912,519	193,140,959	145,959,750	123,757,940	112,079,019
600,752	(24,174,000)	(81,192,250)	(24,456,357)	(12,649,259)	(2,662,704)
1,540,365	22,177	50,243	120,450	143,580	200,976
-	-	-	-	-	115,750,000
765,000	31,287,452	-	-	-	-
-	5,139,137	-	-	-	-
(771,311)	(37,179,924)	-	-	-	-
-	-	8,220,000	-	-	5,610,000
-	-	46,673	-	-	-
-	4,605,000	-	17,230,000	-	-
-	658,965	-	296,664	-	-
-	(3,894,238)	-	(17,169,959)	-	-
-	-	-	-	-	(9,846)
-	-	-	-	-	5,502,767
11,155	1,280,136	9,545	-	2,521,676	-
2,453,014	3,704,403	2,625,114	3,403,803	3,789,241	2,060,425
(3,453,014)	(3,704,403)	(2,625,114)	(3,403,803)	(3,789,241)	(2,060,425)
545,209	1,918,705	8,326,461	477,155	2,665,256	127,053,897
-	-	707,149	6,197,595	-	-
\$ 1,145,961	\$ (22,255,295)	\$ (72,158,640)	\$ (17,781,607)	\$ (9,984,003)	\$ 124,391,193
14.79%	9.04%	8.42%	7.75%	8.30%	3.54%

Willoughby-Eastlake City School District
Lake County, Ohio
Assessed and Estimated Actual Value of Taxable Property
Last Ten Collection Years

Collection Year	Real Property (1)		Public Utility (2)		Total		Ratio	Direct Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
2025	\$ 2,324,484,860	\$ 6,641,385,314	\$ 157,582,900	\$ 179,071,477	\$ 2,482,067,760	\$ 6,820,456,791	36%	58.39
2024	1,836,875,430	5,248,215,514	144,356,640	164,041,636	1,981,232,070	5,412,257,150	37%	63.42
2023	1,824,407,060	5,212,591,600	138,951,410	157,899,330	1,963,358,470	5,370,490,930	37%	63.63
2022	1,816,393,740	5,189,696,400	130,887,930	148,736,284	1,947,281,670	5,338,432,684	36%	63.88
2021	1,590,054,850	4,543,013,857	126,843,990	144,140,898	1,716,898,840	4,687,154,755	37%	66.99
2020	1,581,878,170	4,519,651,914	126,090,420	143,284,568	1,707,968,590	4,662,936,482	37%	61.89
2019	1,573,275,900	4,495,074,000	122,962,820	139,730,477	1,696,238,720	4,634,804,477	37%	62.12
2018	1,454,454,860	4,155,585,314	76,372,610	86,787,057	1,530,827,470	4,242,372,371	36%	64.33
2017	1,447,640,790	4,136,116,543	99,470,360	113,034,500	1,547,111,150	4,249,151,043	36%	64.48
2016	1,449,887,620	4,142,536,057	81,484,070	92,595,534	1,531,371,690	4,235,131,591	36%	64.27

Source: Lake County Auditor - Data is presented on a calendar year basis as this is the manner in which information is maintained by the County Auditor.

- (1) Real estate value is assessed at 35% of actual value.
- (2) Public utility personal is assessed at 88% of actual value.

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Willoughby-Eastlake City School District
Lake County, Ohio
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Years

	2025	2024	2023	2022
School Current Expense	37.30	37.30	37.30	37.30
School Emergency Levy	17.36	21.80	21.98	22.18
School Bond Retirement	2.43	3.02	3.05	3.10
School Permanent Improvement	1.30	1.30	1.30	1.30
Total Direct Rate	<u>58.39</u>	<u>63.42</u>	<u>63.63</u>	<u>63.88</u>
Overlapping Rates by Taxing Districts				
City of Eastlake				
Effective Millage Rates				
Residential/Agricultural	7.43	8.73	8.79	8.79
Commercial/Industrial	8.09	11.51	11.54	11.49
Tangible/Public Utility Personal	12.80	12.80	12.80	12.80
Lakeline Village				
Effective Millage Rates				
Residential/Agricultural	5.96	7.13	7.24	8.00
Commercial/Industrial	8.00	8.00	8.00	7.28
Tangible/Public Utility Personal	8.00	8.00	8.00	8.00
Timberlake Village				
Effective Millage Rates				
Residential/Agricultural	10.89	13.62	13.66	13.68
Commercial/Industrial	21.20	21.20	21.20	21.20
Tangible/Public Utility Personal	21.20	21.20	21.20	21.20
Waite Hill Village				
Effective Millage Rates				
Residential/Agricultural	22.20	22.20	22.20	22.20
Commercial/Industrial	22.20	22.20	22.20	22.20
Tangible/Public Utility Personal	22.20	22.20	22.20	22.20
City of Willoughby				
Effective Millage Rates				
Residential/Agricultural	6.51	7.85	5.40	5.42
Commercial/Industrial	7.54	8.78	6.32	6.35
Tangible/Public Utility Personal	10.40	10.84	8.38	8.40

2021	2020	2019	2018	2017	2016
37.30	37.30	37.30	37.30	37.30	37.30
25.04	19.94	20.16	22.23	21.89	21.68
3.35	3.35	3.36	3.50	3.99	3.99
1.30	1.30	1.30	1.30	1.30	1.30
66.99	61.89	62.12	64.33	64.48	64.27

9.85	9.86	9.84	10.38	5.88	5.87
11.42	1.68	11.31	11.67	7.09	6.86
12.80	12.80	12.80	12.80	8.30	8.30

8.00	8.00	7.98	8.00	8.00	8.00
8.00	8.00	8.00	8.00	8.00	8.00
8.00	8.00	8.00	8.00	8.00	8.00

15.74	15.77	15.67	17.25	17.25	17.24
21.20	21.20	21.20	21.20	21.20	21.20
21.20	21.20	21.20	21.20	21.20	21.20

22.20	22.20	22.20	22.20	22.20	22.20
22.20	22.00	22.20	22.20	22.20	22.20
22.20	22.20	22.20	22.20	22.20	22.20

5.83	5.84	5.82	6.11	6.10	6.05
6.43	6.45	6.40	6.72	6.72	6.66
8.48	8.48	8.46	8.54	8.54	8.49

(continued)

Willoughby-Eastlake City School District
Lake County, Ohio
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Years

	2025	2024	2023	2022
City of Willoughby Hills				
Effective Millage Rates				
Residential/Agricultural	6.31	6.72	6.73	6.73
Commercial/Industrial	6.66	6.99	6.94	6.99
Tangible/Public Utility Personal	7.30	7.30	7.30	7.30
Willoughby-Eastlake Public Library				
Effective Millage Rates				
Residential/Agricultural	1.97	2.54	2.55	2.56
Commercial/Industrial	2.73	3.10	3.09	3.10
Tangible/Public Utility Personal	3.30	3.30	3.30	3.30
City of Willowick				
Effective Millage Rates				
Residential/Agricultural	17.84	18.22	18.23	18.23
Commercial/Industrial	18.94	18.92	18.91	18.90
Tangible/Public Utility Personal	19.75	19.75	19.75	19.75
Lake County				
Effective Millage Rates				
Residential/Agricultural	10.38	12.99	13.03	13.09
Commercial/Industrial	14.59	16.58	16.40	16.40
Tangible/Public Utility Personal	17.05	17.12	17.10	17.13

Source: Office of the County Auditor, Lake County, Ohio

2021	2020	2019	2018	2017	2016
7.04	7.04	7.04	7.30	7.30	7.29
7.03	7.06	7.03	7.26	7.28	7.30
7.30	7.30	7.30	7.30	7.30	7.30
3.00	3.00	2.00	2.16	2.16	2.16
3.10	3.15	2.11	2.27	2.26	2.26
3.30	3.30	2.30	2.30	2.30	2.30
18.51	18.51	18.51	18.32	18.31	18.31
18.91	18.91	18.90	18.79	18.80	18.80
19.75	19.75	19.75	19.50	19.50	19.50
14.83	14.85	14.83	15.16	14.86	14.85
16.04	16.12	16.06	15.92	15.62	15.60
16.77	16.78	16.78	16.00	15.70	15.70

Willoughby-Eastlake City School District
Lake County, Ohio
Property Tax Levies and Collections (1)
Last Ten Years

Year (2)	Total Tax Levy	Current Collections	Percent of Current Levy Collected	Delinquent Collections (3)	Total Collection	Percent of Total Tax Collections to Tax Levy
2025	\$ 104,566,985	\$ 101,990,341	97.54%	\$ 1,312,909	\$ 103,303,250	98.79%
2024	94,922,798	93,770,302	98.79%	1,352,893	95,123,195	100.21%
2023	94,407,146	93,158,477	98.68%	1,688,181	94,846,658	100.47%
2022	94,031,740	91,739,235	97.56%	3,219,960	94,959,195	100.99%
2021	91,589,609	88,940,425	97.11%	1,765,571	90,705,996	99.04%
2020	82,574,803	79,841,466	96.69%	1,532,254	81,373,720	98.55%
2019	82,211,463	80,268,070	97.64%	1,734,852	82,002,922	99.75%
2018	79,382,774	77,585,993	97.74%	2,165,285	79,751,278	100.46%
2017	80,652,472	78,496,396	97.33%	3,391,399	81,887,795	101.53%
2016	79,237,255	75,948,570	95.85%	3,458,975	79,407,545	100.21%

Source: Lake County Auditor.

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.
- (2) The County's current operating system does not track delinquency tax collections by tax year. Outstanding delinquencies are tracked in total by the date the parcel is first certified delinquent. Penalties and interest are applied to the total outstanding delinquent balance. The presentation will be updated as new information becomes available.
- (3) Tax information cannot be broken out for real property, public utility and personal tangible.

Willoughby-Eastlake City School District
Lake County, Ohio
Principal Taxpayers
Real Estate Tax
December 31, 2025 and December 31, 2016

Name of Taxpayer	Assessed	Percent of
	Value (1)	Real Assessed Value
	December 31, 2025	
Eastlake Acquisition Company	\$ 25,234,070	1.09%
Tamarac Apartment LLC	17,126,180	0.74%
Winchester Apts LTD	10,744,880	0.46%
Willoughby Commons LLC	9,814,770	0.42%
Pine Ridge G & H LLC	9,451,070	0.41%
Bishop Park Towers I LLC	8,640,890	0.37%
Ohio Presbyterian Retirement	7,560,420	0.33%
Grace Episcopal Church	6,567,230	0.28%
Shoregate Station LLC	6,192,560	0.27%
Residences at CRW LLC	5,692,670	0.24%
Totals	\$ 107,024,740	4.60%
Total Assessed Valuation	\$ 2,324,484,860	
	December 31, 2016	
Firstenergy Generation Corp	\$ 23,450,000	1.62%
Tamarac Apartment LLC	12,848,810	0.89%
First Interstate Willoughby	9,732,650	0.67%
Shoregate Properties LLC	9,104,810	0.63%
Pine Ridge G & H LLC	7,000,900	0.48%
Winchester Apts LTD	6,790,010	0.47%
Ohio Presbyterian Retirement	5,412,300	0.37%
Pine Ridge Valley Apartments	4,741,330	0.33%
Grace Episcopal Church	3,745,090	0.26%
Lake Hospital Systems	3,520,070	0.24%
Totals	\$ 86,345,970	5.96%
Total Assessed Valuation	\$ 1,449,887,620	

(1) The amounts presented represent the assessed values upon which 2025 and 2016 collections were based.

Willoughby-Eastlake City School District
Lake County, Ohio
Principal Taxpayers
Public Utility
December 31, 2025 and December 31, 2016

Name of Taxpayer	Assessed	Percent of
	Value	Real Assessed Value
	December 31, 2025	
American Transmission System	\$ 116,844,700	74.15%
CEI	35,545,890	22.56%
East Ohio Gas	4,503,590	2.86%
Totals	\$ 156,894,180	99.56%
Total Assessed Valuation	\$ 157,582,900	
	December 31, 2016	
Firstenergy Generation	\$ 9,256,140	11.36%
CEI	26,803,180	32.89%
American Transmission System	42,229,240	51.83%
East Ohio Gas	2,136,240	2.62%
Totals	\$ 80,424,800	98.70%
Total Assessed Valuation	\$ 81,484,070	

Source: Lake County Auditor

(1) The amounts presented represent the assessed values upon which 2025 and 2016 collections were based.

Willoughby-Eastlake City School District
Lake County, Ohio
Ratio of General Bonded Debt to Estimated Actual
Value, Ratio of General Debt to Personal Income and Debt per Capita
Last Ten Fiscal Years

Fiscal Year	Outstanding Debt Obligations (1)			Percentage of Personal Income	Net Debt Per Capita
	General Obligation Bonds	Direct Placement Bonds	Total		
2025	\$ 114,138,401	\$ 34,998,243	\$ 149,136,644	N/A	\$ 1,733
2024	116,762,257	35,956,191	152,718,448	N/A	392
2023	119,276,174	37,024,139	156,300,313	0.05%	399
2022	121,659,602	38,042,087	159,701,689	0.04%	408
2021	123,950,255	39,725,035	163,675,290	0.04%	414
2020	126,366,896	40,567,982	166,934,878	0.04%	427
2019	124,661,101	41,385,000	166,046,101	0.03%	422
2018	135,133,323	33,845,000	168,978,323	0.03%	457
2017	136,900,545	32,300,000	169,200,545	0.03%	464
2016	138,132,767	32,435,000	170,567,767	0.03%	468

Source: School District records

N/A - This information is not currently available

- (1) See notes to the financial statements regarding the School District's outstanding debt information
- (2) Change in classification of certificates of participation & direct placement bonds in 2019 due to GASB 88. Prior years were updated to reflect this change.

Willoughby-Eastlake City School District
Lake County, Ohio
Computation of Legal Debt Margin
Last Ten Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Assessed Valuation (2)	\$ 2,324,484,860	\$ 1,836,875,430	\$ 1,824,407,060	\$ 1,816,393,740
Bonded Debt Limit - 9% of Assessed Value (1)	\$ 209,203,637	\$ 165,318,789	\$ 164,196,635	\$ 163,475,437
Outstanding Debt:				
General Obligation Bonds (3)	114,138,401	116,762,257	119,276,174	121,659,602
Direct Placement Notes		-	-	-
Certificates of Participation	34,998,243	35,956,191	37,024,139	38,042,087
Less Amount Available in Debt Service	(11,689,505)	(7,489,668)	(5,193,181)	(3,542,478)
Total	137,447,139	145,228,780	151,107,132	156,159,211
Exemptions:				
Certificates of Participation	34,998,243	35,956,191	37,024,139	38,042,087
Amount of Debt Subject to Debt Limit:	102,448,896	109,272,589	114,082,993	118,117,124
Overall Debt Margin	\$ 106,754,741	\$ 56,046,200	\$ 50,113,642	\$ 45,358,313
Legal Debt Margin as a Percentage of Debt Limit	51%	34%	31%	28%
Bonded Debt Limit - .1% of Assessed Value (1)	\$ 2,324,485	\$ 1,836,875	\$ 1,824,407	\$ 1,816,394
Unvoted Debt Margin	\$ 2,324,485	\$ 1,836,875	\$ 1,824,407	\$ 1,816,394
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	100%	100%	100%	100%

Source: Lake County Auditor and School District Financial Records

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

(2) Effective fiscal year 2012, the change due to HB530 was implemented using assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.

(3) Ohio Revised Code Section 133.06 (I) permits school districts to incur net indebtedness in excess of the 9% limitation when necessary to raise the school district's portion of certain project costs when participating in an Ohio Facilities Construction Commission project. As a result, any portion of the 2016 School Improvement Bonds in excess of the 9% limitations is exempted from that limitation.

2021	2020	2019	2018	2017	2016
<u>\$ 1,590,054,850</u>	<u>\$ 1,581,878,170</u>	<u>\$ 1,573,275,900</u>	<u>\$ 1,454,454,860</u>	<u>\$ 1,447,640,790</u>	<u>\$ 1,449,887,620</u>
\$ 143,104,937	\$ 142,369,035	\$ 141,594,831	\$ 130,900,937	\$ 130,287,671	\$ 130,489,886
123,950,255	103,196,114	99,821,481	110,091,472	110,917,320	109,180,428
-	8,625,000	8,625,000	8,625,000	8,625,000	8,625,000
39,725,035	40,567,982	41,385,000	33,845,000	32,300,000	32,435,000
<u>(693,658)</u>	<u>(10,020,061)</u>	<u>(8,236,650)</u>	<u>(13,035,535)</u>	<u>(12,929,649)</u>	<u>(11,125,542)</u>
162,981,632	142,369,035	141,594,831	139,525,937	138,912,671	139,114,886
39,725,035	40,567,982	41,385,000	33,845,000	32,300,000	32,435,000
123,256,597	101,801,053	100,209,831	105,680,937	106,612,671	106,679,886
<u>\$ 19,848,340</u>	<u>\$ 40,567,982</u>	<u>\$ 41,385,000</u>	<u>\$ 25,220,000</u>	<u>\$ 23,675,000</u>	<u>\$ 23,810,000</u>
14%	28%	29%	19%	18%	18%
\$ 1,590,055	\$ 1,581,878	\$ 1,573,276	\$ 1,454,455	\$ 1,447,641	\$ 1,449,888
<u>\$ 1,590,055</u>	<u>\$ 1,581,878</u>	<u>\$ 1,573,276</u>	<u>\$ 1,454,455</u>	<u>\$ 1,447,641</u>	<u>\$ 1,449,888</u>
100%	100%	100%	100%	100%	100%

Willoughby-Eastlake City School District
Lake County, Ohio
Computation of Direct (1) and Overlapping Government Activities Debt
as of June 30, 2025

	Outstanding Debt Obligations	Percentage Applicable to School District (1)	Amount Application to School District
Direct:			
Willoughby-Eastlake City School District	\$ 149,136,644	100.00%	\$ 149,136,644
Overlapping:			
Lake County	14,519,000	26.42%	3,835,920
City of Eastlake	1,255,000	99.96%	1,254,498
City of Willoughby	31,080,000	97.87%	30,417,996
City of Willoughby Hills	1,415,000	100.00%	1,415,000
Village of Timberlake	54,000	100.00%	54,000
Village of Waite Hill	1,015,000	22.03%	223,605
Lake County Community College	29,435,000	26.42%	7,776,727
Total Overlapping	78,773,000		44,977,745
Total	\$ 227,909,644		\$ 194,114,389

Source: Ohio Municipal Advisory Council.

- (1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision.

Willoughby-Eastlake City School District
Lake County, Ohio
Ratio of Debt
to Assessed Value and Debt per Capita
Last Ten Fiscal Years

Fiscal Year	Population	Estimated Actual Value of Taxable Property	General Bonded Debt Outstanding	Direct Placement Bonded Debt Outstanding	Resources Available to Pay Principal	Net General Bonded Debt	Ratio of Net Bonded Debt to Estimated Actual Value	Net Debt Bonded Debt Per Capita
2025	65,852	\$ 6,116,356,971	\$ 114,138,401	\$ 34,998,243	\$ 8,594,108	\$ 140,542,536	2.30%	2,134
2024	66,488	5,391,374,040	116,762,257	35,956,191	7,489,668	145,228,780	2.69%	2,184
2023	67,168	5,354,461,807	119,276,174	37,024,139	5,193,181	151,107,132	2.82%	2,250
2022	65,592	5,012,793,720	121,659,602	38,042,087	3,542,478	156,159,211	3.12%	2,381
2021	65,689	4,675,045,619	123,950,255	39,725,035	693,658	162,981,632	3.49%	2,481
2020	65,689	4,648,870,480	126,366,896	40,567,982	10,020,061	156,914,817	3.38%	2,389
2019	65,689	4,438,588,424	124,661,101	41,385,000	8,236,650	157,809,451	3.56%	2,402
2018	65,393	4,245,761,707	135,133,323	33,845,000	13,035,535	155,942,788	3.67%	2,385
2017	65,255	4,242,141,317	136,900,545	32,300,000	12,929,649	156,270,896	3.68%	2,395
2016	65,069	4,217,701,983	138,132,767	32,435,000	11,125,542	159,442,225	3.78%	2,450

Source: School District records and US Census Bureau.

Willoughby-Eastlake City School District
Lake County, Ohio
Demographic and Economic Statistics
Last Ten Years

Fiscal Year	Lake County Population (1)	City of Eastlake Population (1)	City of Willoughby Population (1)	City of Willoughby Hills Population (1)	City of Willowick Population (1)
2025	232,603	17,670	23,959	10,019	14,204
2024	231,640	17,363	24,163	9,954	14,123
2023	233,371	17,252	23,808	9,916	14,061
2022	232,023	17,499	23,898	9,970	14,145
2021	232,603	17,670	23,959	10,019	14,204
2020	230,149	18,042	22,977	9,553	14,105
2019	230,102	18,104	22,952	9,556	14,119
2018	230,159	18,186	22,879	9,552	14,152
2017	229,525	18,175	22,858	9,507	14,123
2016	229,836	18,287	22,649	9,502	14,167

Source:

- (1) United States Census Bureau
- (2) Ohio Department of Job and Family Services
- (3) Ohio Department of Taxation

N/A - This information is not currently available

Village of Lakeline Population (1)	Village of Timberlake Population (1)	Total Federal Adjusted Gross Income (3)	Personal Income (3)	Lake County Unemployment Rate (2)
216	629	N/A	N/A	3.5%
230	655	N/A	N/A	4.1%
214	609	2,558,701,877	71,590	3.3%
216	644	2,458,510,291	68,176	4.0%
217	646	2,169,506,368	59,336	12.0%
217	648	2,193,496,203	59,783	4.3%
217	651	2,088,903,513	57,925	5.7%
220	656	1,970,061,846	55,655	5.7%
220	655	1,919,948,467	54,494	4.9%
221	660	1,901,847,497	55,222	570.0%

Willoughby-Eastlake City School District
Lake County, Ohio
Building Statistics by Function/Program
Last Five Years (1)

	2025	2024	2023	2022	2021
Edison Elementary School					
Constructed in 1963, additions in 2011 and 2013					
Total Building Square Footage	41,763	41,763	41,763	41,763	41,763
Enrollment Grades K-5	545	527	542	555	589
Student Capacity - enrollment	700	700	700	700	700
Grant Elementary School					
Constructed in 1962, additions in 2011					
Total Building Square Footage	39,687	39,687	39,687	39,687	39,687
Enrollment Grades K-5	519	532	551	555	583
Student Capacity - enrollment	780	780	780	780	780
Thomas Jefferson Elementary School					
Constructed in 1953, additions in 1958 and 1970					
Total Building Square Footage	64,442	64,442	64,442	64,442	64,442
Enrollment Grades K-5	398	385	388	406	406
Student Capacity - enrollment	580	580	580	580	580
Longfellow Elementary School					
Constructed in 2019					
Total Building Square Footage	80,173	80,173	80,173	80,173	80,173
Enrollment Grades K-5	434	433	452	435	428
Student Capacity - enrollment	380	380	380	380	380
Royalview Elementary School					
Constructed in 1957, additions in 2011 and 2019					
Total Building Square Footage	80,774	80,774	80,774	80,774	80,774
Enrollment Grades K-5	691	707	704	707	737
Student Capacity - enrollment	1,240	1,240	1,240	1,240	1,240
Eastlake Middle School					
Constructed in 1951, additions in 2019					
Total Building Square Footage	70,403	70,403	70,403	70,403	70,403
Enrollment Grades 6-8	332	329	324	353	388
Student Capacity - enrollment	800	800	800	800	800
Willoughby Middle School					
Constructed in 1959, additions in 2011-2014 and 2019					
Total Building Square Footage	113,303	113,303	113,303	113,303	11,303
Enrollment Grades 6-8	511	515	550	565	592
Student Capacity - enrollment	1,125	1,125	1,125	1,125	1,125
Willowick Middle School					
Constructed in 1957, additions in 2011 and 2019					
Total Building Square Footage	95,089	95,089	95,089	95,089	95,089
Enrollment Grades 6-8	405	436	454	486	526
Student Capacity - enrollment	975	975	975	975	975

(continued)

Willoughby-Eastlake City School District
Lake County, Ohio
Building Statistics by Function/Program
Last Five Years (1)

	2025	2024	2023	2022	2021
North High School					
Constructed in 2019					
Total Building Square Footage	177,453	177,453	177,453	177,453	177,453
Enrollment Grades 9-12	1,223	1,264	1,213	1,215	1,229
Student Capacity - enrollment	1,325	1,325	1,325	1,325	1,325
South High School					
Constructed in 2019					
Total Building Square Footage	206,139	206,139	206,139	206,139	206,139
Enrollment Grades 9-12	985	1,023	1,076	1,083	1,114
Student Capacity - enrollment	1,550	1,550	1,550	1,550	1,550
Northern Career Institute - Willoughby					
Constructed in 1997, additions in 2016 and 2019					
Total Building Square Footage	30,586	30,586	30,586	30,586	30,586
Enrollment Grades 11-12	147	136	143	147	163
Student Capacity - enrollment	450	450	450	450	450
Northern Career Institute - Eastlake					
Constructed in 1965, additions in 2012 and 2019					
Total Building Square Footage	72,692	72,692	72,692	72,692	72,692
Enrollment Grades Pre-K and 11-12	214	227	230	215	129
Student Capacity - enrollment	625	625	625	625	625
School of Innovation					
Constructed in 1975, additions in 2004 and 2014					
Total Building Square Footage	85,000	85,000	85,000	85,000	85,000
Enrollment Grades 3-8	448	446	434	438	440
Student Capacity - enrollment	675	675	675	675	675

Source: School District Records and Ohio Department of Education and Workforce Headcount Report.

(1) Ten years will be accumulated as they become available.

Willoughby-Eastlake City School District
Lake County, Ohio
Per Pupil Cost
Last Ten Fiscal Years

Year	General Fund Expenditures	Average Daily Student Enrollment	Cost Per Pupil
2025	\$ 108,894,218 *	6,704	\$ 16,243
2024	106,819,244	6,733	15,865
2023	100,640,230	6,931	14,520
2022	97,913,728	6,877	14,238
2021	90,834,208	7,324	12,402
2020	101,033,693	7,514	13,446
2019	99,574,308	7,737	12,870
2018	97,956,633	7,798	12,562
2017	94,186,657	7,913	11,903
2016	94,408,264	8,072	11,696

Source:

(1) Ohio Department of Education and Workforce Five Year Forecast

(2) Ohio Department of Education and Workforce Headcount report

* Expenditures related to the School District's 20-year Capital Improvement Plan have been excluded for comparability purposes.

Willoughby-Eastlake City School District
Lake County, Ohio
Enrollment Statistics
Last Ten Fiscal Years

Year	Elementary School	Middle School	High School	Tech/STEM School	Total
2025	2,801	1,248	2,208	595	6,852
2024	2,811	1,280	2,287	582	6,960
2023	2,867	1,328	2,289	577	6,931
2022	2,873	1,404	2,298	585	7,160
2021	2,872	1,506	2,343	603	7,324
2020	2,913	1,588	2,331	682	7,514
2019	3,022	1,628	2,481	606	7,737
2018	3,150	1,586	2,543	519	7,798
2017	3,233	1,639	2,582	459	7,913
2016	3,531	1,816	2,604	101	8,052

Source: School District Records/Ohio Department of Education

Willoughby-Eastlake City School District
Lake County, Ohio
Full-Time Equivalent Certified School District Teachers by Education
Last Ten Fiscal Years

Degree	2025	2024	2023	2022
Bachelor's Degree	48	38	36	41
Bachelor + 15	27	20	17	19
Bachelor + 30	42	45	46	45
Master's Degree	184	194	204	200
Master's + 15	106	112	110	112
Master's + 30	63	52	53	52
Master's + 45	19	23	16	20
Master's + 60	31	27	24	25
Phd	5	7	6	6
Total	525	518	512	520

2021	2020	2019	2018	2017	2016
33	35	60	59	69	63
17	21	27	29	32	31
51	49	49	47	47	46
202	213	221	220	220	219
112	115	112	111	105	102
56	49	49	45	42	38
18	17	18	13	10	11
24	23	22	22	23	19
5	5	5	6	6	6
518	527	563	552	554	535

Willoughby-Eastlake City School District
Lake County, Ohio
School District Employees by Function/Program
Last Five Years (1)

Function	2025	2024	2023	2022	2021
Instruction					
Regular	368	378	377	381	375
Special	102	99	86	83	83
Vocational	10	10	10	10	10
Student Intervention	25	26	25	25	25
Support Services					
Pupils	159	145	147	142	125
Instructional Staff	90	92	90	86	86
Administration	40	36	34	34	35
Fiscal	9	9	9	8	9
Business	2	3	3	3	3
Operation and Maint. Of Plant	66	64	63	61	62
Central	3	3	3	3	3
Operation of Non-Instructional Services					
Operation of Food Service	44	44	40	35	39
Extracurricular Activities	2	2	2	2	2
Totals	<u>920</u>	<u>911</u>	<u>889</u>	<u>873</u>	<u>857</u>

Method: Using 1.0 for each full-time equivalent at fiscal year end.

(1) Ten years will be accumulated as they become available.

Source: School District Records

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OHIO AUDITOR OF STATE KEITH FABER



WILLOUGHBY-EASTLAKE CITY SCHOOL DISTRICT

LAKE 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 4/7/2026

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

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