



# Annual Comprehensive Financial Report



Fiscal Year Ending June 30, 2022





88 East Broad Street  
Columbus, Ohio 43215  
IPARepor@ohioauditor.gov  
(800) 282-0370

Board of Education  
Licking Heights Local School District  
6539 Summit Road SW  
Pataskala, Ohio 43062

We have reviewed the *Independent Auditor's Report* of Licking Heights Local School District, Licking County, prepared by Julian & Grube, Inc., for the audit period July 1, 2021 through June 30, 2022. 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. Licking Heights Local School District is responsible for compliance with these laws and regulations.

Keith Faber  
Auditor of State  
Columbus, Ohio

February 14, 2023

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**Licking Heights Local School District**

Ohio



**Annual Comprehensive Financial Report**

*For Fiscal Year Ended June 30, 2022*

**Issued by:**  
*Office of the Treasurer*

**Todd Griffith**  
*Treasurer*

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**Licking Heights Local School District  
Licking County, Ohio**

**Annual Comprehensive Financial Report  
For the Fiscal Year Ended June 30, 2022**

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Licking County, Ohio**

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# Introductory Section

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# LICKING HEIGHTS LOCAL SCHOOLS

6539 Summit Rd. SW, Pataskala, OH 43062

p. (740) 927-6926 | f. (740) 927-9043

December 27, 2022

To the Citizens and Board of Education of the Licking Heights Local School District:

On behalf of the school district, I am pleased to share the Annual Comprehensive Financial Report of the Licking Heights Local School District (the “District”). This Annual Comprehensive Financial Report, which includes a clean opinion unmodified from Julian & Grube, Inc., complies with accounting principles accepted in the United States of America’s 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 the District’s management. To the best of our knowledge and belief, this Comprehensive Annual Financial Report and the enclosed data are accurate in all material respects and are reported in a manner designed to fairly represent the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District’s financial activities have been included.

GAAP requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction. The District’s MD&A immediately follows the Independent Auditor’s Report.

The Comprehensive Financial Report includes all funds of the District. The District provides a full range of traditional educational programs, services and facilities. These include elementary and secondary curriculum, college preparatory and vocational levels, a broad range of co-curricular and extracurricular activities, as well as, special education programs and facilities.

In addition to providing public education functions, the District has administrative responsibility for state funds distributed to private/auxiliary schools located within District boundaries. In accordance with Governmental Accounting Standards Board (GASB) Statement 24, this responsibility is included in the reporting entity as a special revenue fund. While private/auxiliary schools share operational and service similarities with the District, all are separate and distinct entities. Therefore, private/auxiliary schools’ financial statements are not included in this report.

The Board of Education (hereafter the “Board”) of the District is composed of five members elected at large by the citizens of the District. The Board serves as the taxing authority, contracting body and policy initiator for the operation of the District. The Board is responsible for the adoption of the tax budget, annual operating budget and approval of District expenditures. The Board is a political and corporate body, as defined by Section 3313.02 of the Ohio Revised Code (ORC), and only has those powers and authority conferred upon it by the ORC.

## **PROFILE OF THE SCHOOL DISTRICT**

Licking Heights Local Schools is located approximately 20 minutes east of Columbus, providing residents with a rapidly growing, diverse community. The school district serves preschool through twelfth grade, and covers an area of 36 square miles, including parts of Blacklick, Pataskala, Reynoldsburg, Summit



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Station, and the City of New Albany, as well as, the townships of Etna, Jefferson, Jersey, St. Albans and Truro, and neighborhoods within a small portion of the City of Columbus.

Licking Heights is one of the fastest-growing school districts in Ohio, with a diverse student population speaking more than 42 languages. The District focuses on student learning and achievement while looking toward the future as it continues to be recognized as a leader in innovative best practices.

The District developed a mission statement to continue to guide the work moving forward.

## **District Mission Statement**

Honoring our legacy. Inspiring the present. Ready for the future.

## **Focus**

All employees will be accountable for implementing research-based practices, including a rigorous and aligned curriculum, common assessments, focused instruction and data-driven decisions to achieve the best academic and developmental outcomes for every student within a fiscally sustainable budget.

## **ENROLLMENT**

The District's K-12 enrollment for FY22 was 5,120. With the addition of our new high school, the District is now able to accommodate growth, through build-out, with a maximum space accommodation of 5,500 students. The reconfiguration of several school buildings for the 2020-2021 school year maximizes learning for all students.

The District's enrollment is based on actual enrollment during the first full week of October and does not include students living within the District's attendance area who attend charter or private schools.

## **Long-term Financial Planning**

The financial forecast of General Fund operations for the next five years assumes the District's fiscal year (FY) 2022 and 2023 ending General Fund cash balance will be approximately \$24,811,724 and \$20,036,287 respectively, with continued declining balances thereafter.

The increase in cash balance from fiscal year 2020 to fiscal year 2021 is due to the District's focus on economic development. This focus has yielded a significant increase in monies from revenue sharing agreements and TIF payments, with expenditures only moderately increasing.

## **ECONOMIC CONDITION AND OUTLOOK**

The District, along with many other public schools in the state, relies heavily on local property tax as a primary source of funds. Ohio law limits the growth in real estate revenues by reducing millage as assessed values increase following re-appraisals. Consequently, revenues generated from each levy remain relatively constant. As a result, the District must periodically seek additional funding from its taxpaying constituents. The District successfully passed a first ballot substitute levy in May, 2019 with the support of the community.





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Licking Heights' state funding has been limited by a funding gain cap for many years. Based on current legislation, the cap in fiscal years 2019 and 2020 resulted in state basic aid of a 5.9 % increase in FY19 and a 5.6 % increase in FY20.

As a result of HB166, the FY20-21 state budget was frozen funding for all school districts in Ohio at their FY20 level with the only exception being the addition of Enrollment Growth Supplement money for a small number of growing districts. The District is estimated to receive enrollment growth money for FY21-22 and will treat it as guaranteed for FY22-24. The only increase in funding to all districts in Ohio is restricted use money for Student Wellness and Success, placed in Fund 467. This is not General Fund money and is not included in the forecast. The administrators have assumed Student Wellness and Success money will continue after FY21 but be included in the base funding from the new state funding formula.

Due to the COVID-19 pandemic, state funding was cut by \$435,583 in FY20 and FY21 for Licking Heights. Districts across the state have faced similar reductions.

## INSTRUCTIONAL AND ACADEMIC ACHIEVEMENT

### Academics

Licking Heights offers traditional college preparation courses, Advanced Placement (AP), as well as, a College Credit Plus program. Students also are eligible to graduate with an honors diploma or elect as juniors to attend Licking County's career technical school (C-TEC). Any student who completes one of these curricula will meet the academic requirements necessary for graduation. The District launched new college and career pathways in fall, 2021.

### Special programs

Licking Heights Local Schools offers Spanish and Mandarin Chinese world languages. The District has offered Mandarin Chinese since its initial pilot in 2012 and currently serves 227 students in grades 7-12. The program has two Confucius Classroom teachers. The program was recognized as a Confucius Classroom at the 2014 National Chinese Language Conference in Los Angeles and has led four student trips to China in 2015, 2016, 2017 and 2018.

Licking Heights also offers two career tech pathways in partnership with C-TEC that are hosted onsite at the high school: Teaching Careers and State Tested Nursing Assistant (STNA).

Licking Heights provides self-contained and clustered classrooms to meet the needs of gifted students in grades 3-5 and provides advanced coursework for middle and high school students. Additionally, accelerated placement is an option available to all students. A number of student clubs, activities and organizations are available such as: Art Club, DECA, National Honor Society, Quiz Bowl, Student Council, Model UN, Chess Club, Diaspora, Cultural Identity Club, Gay Straight Alliance and Environmental Club.

The district has an extensive English Language Learner program, servicing over 944 students district-wide and encompassing more than 42 languages. Services in the realm of English Learners include small group, inclusive, and sheltered courses to support the needs of all learners.



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## Partnerships

The Licking Heights Local School District has partnered with the Cleveland Browns *Stay In The Game* Foundation to increase student attendance and graduation rate. The District is one of 19 schools in Ohio to partner with the National Center for Rural Education Research Networks and Proving Ground, focusing on school improvement. The District has partnered with Columbus State Community College and the Educational Service Center of Central Ohio on multiple grants and initiatives: i3 College and Career Readiness Grant, Striving Readers Grants focused on literacy in grades 6-12 and Expanding Opportunities Career Pathways grant. The District has also partnered with Facebook who provided Chromebooks to our students during the pandemic. Facebook also sponsored the District's first STEAM classroom at our recently constructed high school. Furthermore, the district has an ongoing partnership with the National Network of Partnerships for Schools, founded by Johns Hopkins University and The Ohio State University with the goal of increasing family engagement within the school district. In addition, the district partners with the YMCA for all wrap around services for preschool and before and after school care in grades K-5. Licking Heights is a proud partner with Pathways of Licking County which helps to provide ongoing education on substance abuse, girls groups, and other mental health small group sessions. The district is also a part of the *Our Futures* committee which focuses on mental health and social/emotional programming for students across Licking County.

## EMPLOYEE RELATIONS

The District currently has approximately 520 full-time and part-time employees. There are two organizations representing District employees. The Licking Heights Education Association (LHEA) represents certificated employees, including teachers and educational specialists, for collective bargaining purposes. Classified employees, including bus drivers, transportation assistants, food service employees, custodians, and clerical staff, are represented for collective bargaining purposes by the Licking Heights Educational Support Professionals Association (LHESPA). During spring 2018, the Board successfully concluded negotiations with both labor organizations on a multi-year agreement. The LHEA and LHESPA agreements provide a stable contractual relationship through summer 2022 and include raises of 2.50%, 2.00%, and 2.00%.

## FINANCIAL POLICIES AND INFORMATION

The District's Program of Studies will continue to be revised and updated to provide students with instruction closely correlated with the state's academic content standards. To support the effective implementation of the new course offerings, additional financial resources will be needed to train teachers and to provide students with current learning materials and equipment.

## Internal Controls

The management of the District is responsible for establishing and maintaining internal controls designed to ensure District assets are protected from loss, theft or misuse and to ensure adequate accounting data are compiled to allow for the preparation of financial statements in conformity with the GAAP. The internal controls are designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes: (1) the cost of a control should not exceed the





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benefits likely to be driven from its implementation, and (2) the valuation of costs and benefits requires estimates and judgements by management.

## **Budgetary Controls**

The budgetary process is prescribed by the ORC and entails the preparation of budget documents within an established timeline. The major documents prepared are the certificate of estimated resources and the appropriations resolution, both prepared on a budgetary basis of accounting. The certificate of estimated resources and appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The level of budgetary control imposed by the District (the level at which expenditures cannot exceed the appropriated amount) is at the fund level for all funds and is in conformity with the ORC. Any budgetary modifications only may be made by resolution of the Board of Education. Also, the District maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts at year-end are carried forward to succeeding years and are not re-appropriated.

## **Independent Audit**

The Office of Management and Budget Uniform Guidance requires an annual audit by an independent auditor. Julian & Grube, Inc. conducted the District's fiscal year 2021 audit. In addition to state statute requirements, the audit also met the requirements of OMB Uniform Guidance. The Independent Auditor's Report on the basic financial statements is included in the financial section of this report.

## **Acknowledgements**

This report is compiled and prepared by the Treasurer's Office. Special acknowledgement is given to the Superintendent of Schools and Licking Heights Board of Education for their leadership and commitment to the students, staff and community of the Licking Heights Local School District.

Respectfully submitted,

Todd Griffith, Treasurer

**LICKING HEIGHTS LOCAL SCHOOLS  
ELECTED OFFICIALS AND ADMINISTRATION  
AS OF JUNE 30, 2022**

**BOARD OF EDUCATION MEMBERS**

President	Mr. Paul Johnson
Vice-President	Mr. Brian Bagley
Member	Mr. Mark Rader
Member	Mrs. Tiffany Blumhorst
Member	Mr. Tracy Russ

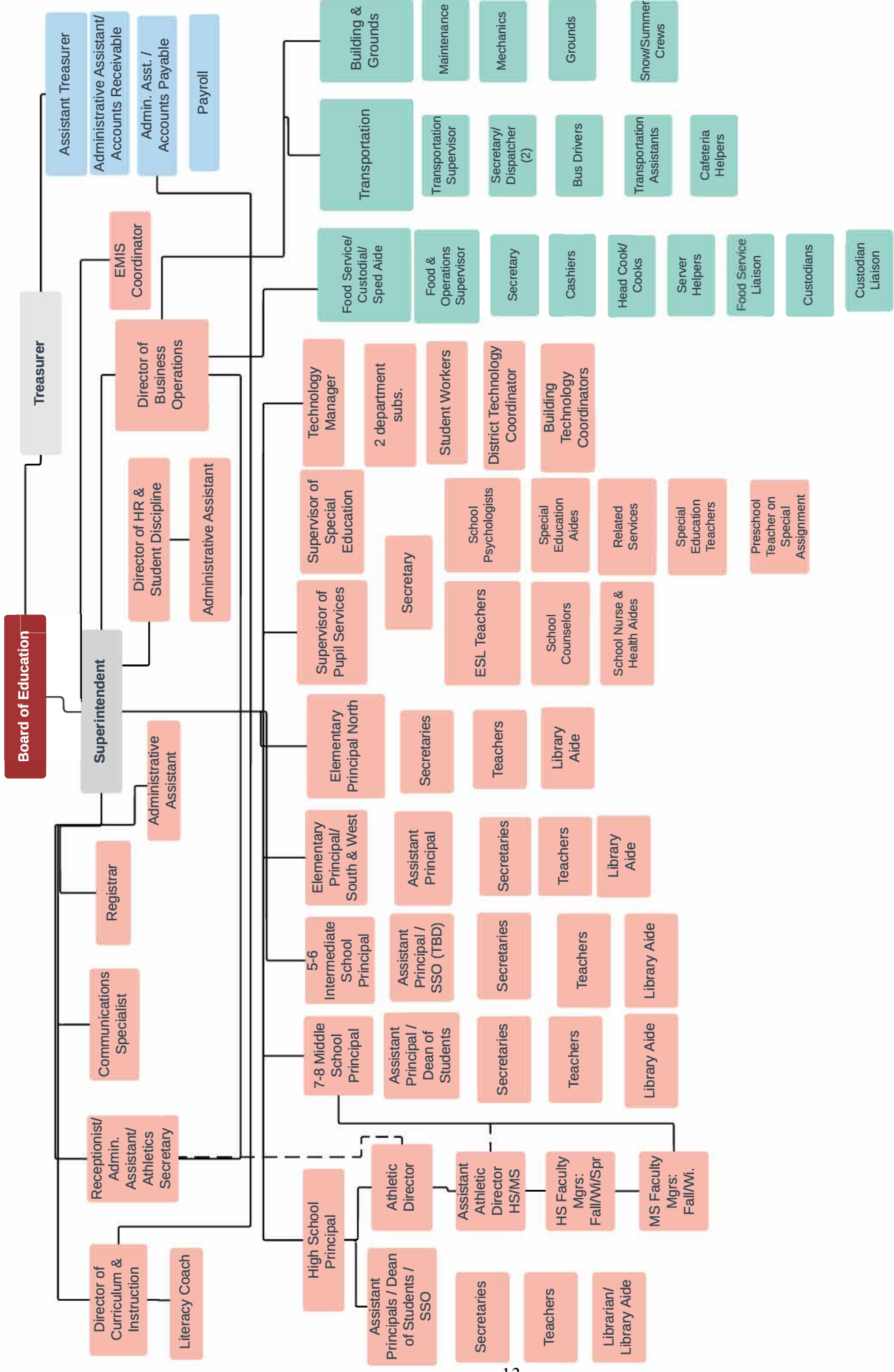
**APPOINTED OFFICIALS**

Superintendent	Dr. Phillip Wagner
Treasurer	Mr. Todd Griffith

**ADMINISTRATIVE STAFF**

Director of Human Resources	Ms. Kim Henderson
Director of Curriculum and Instruction	Mrs. Anne Annett
Director of Business Operations	Mr. Dan Miller
Supervisor of Pupil Services	Mr. Mitch Tom
Supervisor of Special Education	Ms. Sara Morman
High School Principal	Mrs. Tiffane Warren
Middle School Principal	Mr. Kevin Tooson
Intermediate School Principal	Ms. Angel King
South Elementary School Principal	Mr. Kurt Scheiderer
West Elementary School Principal	Mrs. Krissy Machamer
North Elementary School Principal	Mrs. Sandra Phillips
Athletic Director	Ms. Ellie Geiger
Assistant Athletic Director	Mrs. Rita Pendexter
Information Technology Director	Mr. Darian Kovach
Supervisor of Food Service	Mr. Matthew Goings
Transportation Supervisor	Mrs. Darlene Mortine
Assistant Treasurer	Mrs. Amy Ucan

Licking Heights Local School District Organizational Flow Chart 2021-2022





Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Licking Heights Local School District  
Ohio**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2021

*Christopher P. Morill*

Executive Director/CEO



# Financial Section

## Independent Auditor's Report

Licking Heights Local School District  
Licking County  
6539 Summit Road SW  
Pataskala, Ohio 43062

To the Members of the Board of Education:

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Licking Heights Local School District, Licking County, Ohio, as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Licking Heights Local School District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Licking Heights Local School District, as of June 30, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparison for the General Fund for the fiscal year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

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

#### *Emphasis of Matter*

As described in Note 19 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the Licking Heights Local School District. 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 Licking Heights Local School District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

***Auditor's Responsibilities for the Audit of the Financial Statements***

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Licking Heights Local School District's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Licking Heights Local School District's ability to continue as a going concern for a reasonable period of time.

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

***Required Supplementary Information***

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

***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Licking Heights Local School District's basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

***Other Information***

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

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

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2022 on our consideration of the Licking Heights Local School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Licking Heights Local School District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Licking Heights Local School District's internal control over financial reporting and compliance.

*Julian & Grube, Inc.*



**Licking Heights Local School District**  
**Licking County, Ohio**  
*Management's Discussion and Analysis*  
*For Fiscal Year Ended June 30, 2022*  
*(Unaudited)*

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This discussion and analysis of the Licking Heights Local 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, 2022. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the financial statements and notes to the basic financial statements to enhance their understanding of the School District's financial performance.

### **Financial Highlights**

Key financial highlights for fiscal year 2022 are as follows:

- At fiscal year-end, the School District's Net Position totaled \$49.2 million, a \$19.3 million increase in comparison with the prior fiscal year.
- General and Program-specific revenues totaled \$64.8 million and \$10.9 million, respectively.
- The School District had \$56.4 million in expenses. As stated above, only \$10.9 million of these expenses were offset by program revenues. The net expenses of the School District's programs are funded by general revenues, consisting primarily of property taxes and unrestricted grants and entitlements.

### **Using the Basic Financial Statements**

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

The Statement of Net Position and the 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.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Management's Discussion and Analysis*  
*For Fiscal Year Ended June 30, 2022*  
*(Unaudited)*

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## **Reporting the School District as a Whole**

### *Statement of Net Position and the Statement of Activities*

While this document contains a 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 the fiscal year?" The Statement of Net Position and the Statement of Activities answers this question. These statements include all assets, deferred outflows of resources, 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 accounts all of the current fiscal year's revenues and expenses regardless of when cash is received or paid.

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, and some not. Non-financial factors include the School District's property tax base, current property tax laws in Ohio restricting revenue growth, facility condition, required educational programs and other factors.

In the Statement of Net Position and the Statement of Activities, the School District only reports governmental activities. Governmental activities are the activities where all of the School District's programs and services are reported including, but not limited to, instruction, support services, and extracurricular activities.

## **Reporting the School District's Most Significant Funds**

### *Fund Financial Statements*

Fund financial statements 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, Bond Retirement Fund, Building Fund and Classroom Facilities 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 fiscal 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.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Management's Discussion and Analysis*  
*For Fiscal Year Ended June 30, 2022*  
*(Unaudited)*

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*Proprietary Fund*

The School District utilizes one type of 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 the management of its medical, prescription drug and dental self-insurance activities. Because this service predominantly benefits governmental functions, it has been included within governmental activities in the government-wide financial statements.

*Notes to the basic financial statements*

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

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**Licking Heights Local School District**  
**Licking County, Ohio**  
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**Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the School District, assets and deferred outflows of resources exceed liabilities and deferred inflows of resources at the close of the current fiscal year.

An analysis of fiscal year 2022 in comparison with fiscal year 2021 follows for the Statement of Net Position:

	2022	Restated 2021	Change
Current Assets	\$ 103,897,588	\$ 91,025,659	\$ 12,871,929
Capital Assets, net	112,718,731	114,892,091	(2,173,360)
Net OPEB Asset	3,332,355	2,713,348	619,007
Total Assets	<u>219,948,674</u>	<u>208,631,098</u>	<u>11,317,576</u>
Unamortized Amount on Refunding	1,243,240	1,388,120	(144,880)
Pension	11,960,202	10,093,685	1,866,517
OPEB	1,118,932	1,327,629	(208,697)
Total Deferred Outflows of Resources	<u>14,322,374</u>	<u>12,809,434</u>	<u>1,512,940</u>
Current Liabilities	6,993,232	6,797,632	195,600
Long-term Liabilities:			
Due Within One Year	6,335,501	6,273,348	62,153
Due in More Than One Year:			
Net Pension Liability	26,043,416	47,817,491	(21,774,075)
Net OPEB Liability	3,032,732	3,488,049	(455,317)
Other Amounts Due in More Than One Year	86,341,659	92,579,226	(6,237,567)
Total Liabilities	<u>128,746,540</u>	<u>156,955,746</u>	<u>(28,209,206)</u>
Property and Other Local Taxes	29,568,072	28,446,787	1,121,285
Pension	20,944,765	777,461	20,167,304
OPEB	5,795,433	5,331,133	464,300
Total Deferred Inflows of Resources	<u>56,308,270</u>	<u>34,555,381</u>	<u>21,752,889</u>
Net Investment in Capital Assets	22,409,590	19,034,042	3,375,548
Restricted	22,251,295	19,380,902	2,870,393
Unrestricted	4,555,353	(8,485,539)	13,040,892
Total Net Position	<u>\$ 49,216,238</u>	<u>\$ 29,929,405</u>	<u>\$ 19,286,833</u>

Current Assets increased significantly in comparison with the prior fiscal year-end. This increase is primarily the result of an increase in Cash and Investments. COVID-19 is the key component of this increase.

Capital Assets decreased significantly in comparison with the prior fiscal year-end. This decrease is primarily the result of greater depreciation as a result of the School District completing the new high school in the prior fiscal year.

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There was a significant change in net pension/OPEB liability (asset) for the School District. These fluctuations are due to changes in the retirement systems unfunded liabilities/assets 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, net OPEB asset and noncurrent liabilities are described in more detail in their respective notes.

An analysis of fiscal year 2022 in comparison with fiscal year 2021 follows for the Statement of Activities:

	Governmental Activities		
	2022	2021	Change
<b>Program Revenues</b>			
Charges for Services	\$ 1,311,600	\$ 869,404	\$ 442,196
Operating Grants and Contributions	9,550,654	4,864,067	4,686,587
<b>General Revenues</b>			
Property Taxes	37,940,503	41,066,807	(3,126,304)
Revenue in Lieu of Taxes	8,313,782	7,512,168	801,614
Grants and Entitlements not Restricted to			
Specific Programs	18,161,218	16,953,928	1,207,290
Investment Earnings	(566,974)	53,106	(620,080)
Miscellaneous	928,396	1,137,995	(209,599)
<b>Total Revenues</b>	<u>75,639,179</u>	<u>72,457,475</u>	<u>3,181,704</u>
<b>Program Expenses</b>			
Instruction	30,414,240	35,908,284	(5,494,044)
Support Services	19,487,493	17,743,878	1,743,615
Non-Instructional Services	2,392,596	1,665,118	727,478
Extracurricular Activities	940,006	833,572	106,434
Interest and Fiscal Charges	3,118,011	2,789,859	328,152
<b>Total Expenses</b>	<u>56,352,346</u>	<u>58,940,711</u>	<u>(2,588,365)</u>
<b>Change in Net Position</b>	<u>19,286,833</u>	<u>13,516,764</u>	
<b>Net Position at Beginning of Year</b>	<u>29,929,405</u>	<u>16,412,641</u>	
<b>Net Position at End of Year</b>	<u>\$ 49,216,238</u>	<u>\$ 29,929,405</u>	

Operating grants and contributions increased significantly in comparison with the prior fiscal year. This increase is primarily the result of an increase in grant revenue received as a result of the COVID-19 pandemic.

Property taxes decreased significantly in comparison with the prior fiscal year. This decrease is primarily the result of a decrease in property taxes available for advance at fiscal year-end, compared with amounts available for advance at the end of the previous fiscal year.

Investment earnings decreased significantly in comparison with the prior fiscal year. This decrease is primarily the result of a decrease in investments held by the School District as well as a significant decrease in market values of the School District's investments.

**Licking Heights Local School District**  
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Grants and entitlements not restricted to specific programs increased significantly in comparison with the prior fiscal year. This increase is primarily the result of the increase in grant revenues from the State of Ohio via foundation related to the change in the funding formula as well as an increase in COVID-19 funding.

Instructional services decreased significantly in comparison with the prior fiscal year. This decrease is primarily the result of decreases in pension and OPEB expenses.

**Financial Analysis of the School District's Funds**

As noted earlier, the School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

***Governmental Funds***

The focus of the School District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the School District's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the School District's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the School District's governmental funds increased in comparison with the prior fiscal year.

An analysis of fiscal year 2022 in comparison with fiscal year 2021 follows:

	<u>Fund Balance</u> <u>June 30, 2022</u>	<u>Fund Balance</u> <u>June 30, 2021</u>	<u>Variance</u>
General Fund	\$ 31,545,642	\$ 29,957,699	\$ 1,587,943
Bond Retirement Fund	9,795,188	7,691,735	2,103,453
Building Fund	2,024,971	3,447,643	(1,422,672)
Classroom Facilities Fund	1,780,284	1,820,394	(40,110)
Other Governmental Funds	17,753,174	8,029,097	9,724,077
Total Governmental Funds	<u>\$ 62,899,259</u>	<u>\$ 50,946,568</u>	<u>\$ 11,952,691</u>

*General Fund* - The General Fund is the chief operating fund of the School District. At the end of the current fiscal year, fund balance in the School District's General Fund increased in comparison with the prior fiscal year. This increase represents the amount in which excess revenues exceed transfers out.

*Bond Retirement Fund* - Fund balance in the Bond Retirement Fund increased during the fiscal year. This increase represents the amount in which current year property tax and related revenues exceeded debt service expenditures. Interest and fiscal charges decreased significantly in comparison with the prior fiscal year. This decrease is primarily the result of the School District refunding general obligation bonds during the fiscal year.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Management's Discussion and Analysis*  
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*Building Fund* - Fund balance in the Building Fund decreased during the fiscal year. This decrease represents the amount in which capital outlays exceeded investment earnings. Capital outlay expenditures decreased significantly in comparison with the prior fiscal year. This decrease is primarily the result of the School District completing its construction of the high school building during the previous fiscal year.

*Other Governmental Funds* - Fund balance in the other governmental funds increased significantly during the fiscal year. This decrease is mainly due to the School District transferring funds to the capital projects fund for future improvements.

### **General Fund Budget Information**

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.

For the General Fund, original estimated resources and other financing sources and original budgeted expenditures and other financing uses were increased. Final budgeted expenditures and other financing uses exceeded actual expenditures and other financing uses, primarily due to conservative budgeting.

### **Capital Assets**

At the end of the fiscal year, the School District's capital assets decreased in comparison with the prior fiscal year. This decrease represents the amount in which current year depreciation/amortization exceeded capital acquisitions. This investment in capital assets includes land, land improvements, buildings and improvements, furniture, fixtures and equipment, vehicles, and right to use equipment. Detailed information regarding capital asset activity is included in the Note 8 to the basic financial statements.

### **Debt**

At the end of the fiscal year, the School District's total bonded debt outstanding decreased in comparison with the prior fiscal year. This decrease represents the amount in which current year principal payments and amortization exceeded current year accretion and net refunding issuances.

Detailed information regarding long-term obligations is included in Note 13 to the basic financial statements.

### **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 questions about this report or need additional financial information, contact Todd Griffith, Treasurer, at Licking Heights Local School District, 6539 Summit Road SW, Pataskala, Ohio 43062.

**BASIC FINANCIAL STATEMENTS**



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**Licking Heights Local School District**  
**Licking County, Ohio**  
*Statement of Net Position*  
*June 30, 2022*

	Governmental Activities
<b>Assets</b>	
Equity in Pooled Cash and Investments	\$ 63,364,250
Property Taxes Receivable	33,572,314
Revenue in Lieu of Taxes	5,741,121
Intergovernmental Receivable	1,125,338
Accounts Receivable	16,344
Interest Receivable	26,487
Materials and Supplies Inventory	51,734
Capital Assets Not Being Depreciated/Amortized	3,418,055
Capital Assets Being Depreciated/Amortized	109,300,676
Net OPEB Asset	3,332,355
<i>Total Assets</i>	219,948,674
<b>Deferred Outflows of Resources</b>	
Unamortized Deferred Amount on Refunding	1,243,240
Pension	11,960,202
OPEB	1,118,932
<i>Total Deferred Outflows of Resources</i>	14,322,374
<b>Liabilities</b>	
Accounts Payable	161,539
Accrued Wages and Benefits Payable	4,369,254
Intergovernmental Payable	803,588
Accrued Interest Payable	630,206
Claims Payable	727,000
Matured Compensated Absences Payable	301,645
Long-Term Liabilities:	
Due Within One Year	6,335,501
Due in More Than One Year:	
Net Pension Liability	26,043,416
Net OPEB Liability	3,032,732
Other Amounts Due in More Than One Year	86,341,659
<i>Total Liabilities</i>	128,746,540
<b>Deferred Inflows of Resources</b>	
Property and Other Local Taxes	29,568,072
Pension	20,944,765
OPEB	5,795,433
<i>Total Deferred Inflows of Resources</i>	56,308,270
<b>Net Position</b>	
Net Investment in Capital Assets	23,418,425
Restricted for:	
Debt Service	9,845,248
Permanent Improvements	4,152,625
Capital Projects	4,055,566
Classroom Facilities Maintenance	1,570,170
Food Service	1,997,536
Special Trust	4,847
Extracurricular Activities	283,720
State and Federal Grants	341,583
Unrestricted	3,546,518
<i>Total Net Position</i>	\$ 49,216,238

See accompanying notes to the basic financial statements.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Statement of Activities*  
For the Fiscal Year Ended June 30, 2022

	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services and Sales	Operating Grants, Contributions and Interest	Governmental Activities
<b>Governmental Activities</b>				
Instruction:				
Regular	\$ 22,607,837	\$ 506,045	\$ 744,784	\$ (21,357,008)
Special	7,370,653	152,954	2,088,533	(5,129,166)
Vocational	-	-	60,418	60,418
Other	435,750	6,061	509,538	79,849
Support Services:				
Pupils	2,806,689	-	263,476	(2,543,213)
Instructional Staff	1,848,743	-	938,776	(909,967)
Board of Education	74,778	-	-	(74,778)
Administration	3,412,002	-	2,814	(3,409,188)
Fiscal	1,561,895	-	-	(1,561,895)
Operation and Maintenance of Plant	4,748,524	-	839,198	(3,909,326)
Pupil Transportation	3,624,754	-	198,215	(3,426,539)
Central	1,410,108	-	18,220	(1,391,888)
Operation of Non-Instructional/Shared Services:				
Non-Instructional Services	2,392,596	131,199	3,809,003	1,547,606
Extracurricular Activities	940,006	515,341	77,679	(346,986)
Debt Service:				
Interest and Fiscal Charges	3,118,011	-	-	(3,118,011)
<i>Total Governmental Activities</i>	<u>\$ 56,352,346</u>	<u>\$ 1,311,600</u>	<u>\$ 9,550,654</u>	<u>(45,490,092)</u>

**General Revenues**

Property Taxes Levied for:	
General Purposes	26,900,338
Debt Service	9,835,975
Capital Projects	942,495
Classroom Facilities Maintenance	261,695
Revenue in Lieu of Taxes	8,313,782
Grants and Entitlements not Restricted to Specific Programs	18,161,218
Investment Earnings	(566,974)
Miscellaneous	928,396
<i>Total General Revenues</i>	<u>64,776,925</u>
<i>Change in Net Position</i>	19,286,833
<i>Net Position Beginning of Year</i>	<u>29,929,405</u>
<i>Net Position End of Year</i>	<u>\$ 49,216,238</u>

See accompanying notes to the basic financial statements.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Balance Sheet*  
*Governmental Funds*  
*June 30, 2022*

	General Fund	Bond Retirement Fund	Building Fund
<b>Assets</b>			
Equity in Pooled Cash and Investments	\$ 29,544,282	\$ 7,255,976	\$ 2,029,555
Revenue in Lieu of Taxes Receivable	5,741,121	-	-
Intergovernmental Receivable	-	-	-
Accounts Receivable	16,044	-	-
Interest Receivable	26,487	-	-
Property and Other Local Taxes Receivable	23,569,360	8,959,547	-
Due from Other Funds	336,919	-	-
Materials and Supplies Inventory	-	-	-
<i>Total Assets</i>	<u>\$ 59,234,213</u>	<u>\$ 16,215,523</u>	<u>\$ 2,029,555</u>
<b>Liabilities</b>			
Accounts Payable	\$ 153,426	\$ -	\$ 4,584
Accrued Wages and Benefits Payable	3,907,501	-	-
Intergovernmental Payable	733,296	-	-
Matured Compensated Absences Payable	298,260	-	-
Due to Other Funds	-	-	-
<i>Total Liabilities</i>	<u>5,092,483</u>	<u>-</u>	<u>4,584</u>
<b>Deferred Inflows of Resources</b>			
Property and Other Local Taxes	22,454,550	6,370,275	-
Unavailable Revenue	141,538	50,060	-
<i>Total Deferred Inflows of Resources</i>	<u>22,596,088</u>	<u>6,420,335</u>	<u>-</u>
<b>Fund Balances</b>			
Restricted	-	9,795,188	2,024,971
Assigned	585,695	-	-
Unassigned	30,959,947	-	-
<i>Total Fund Balance</i>	<u>31,545,642</u>	<u>9,795,188</u>	<u>2,024,971</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$ 59,234,213</u>	<u>\$ 16,215,523</u>	<u>\$ 2,029,555</u>

See accompanying notes to the basic financial statements.

Classroom Facilities Fund	Other Governmental Funds	Total Governmental Funds
\$ 1,780,284	\$ 17,155,030	\$ 57,765,127
-	-	5,741,121
250,311	875,027	1,125,338
-	300	16,344
-	-	26,487
-	1,043,407	33,572,314
-	-	336,919
-	51,734	51,734
<u>\$ 2,030,595</u>	<u>\$ 19,125,498</u>	<u>\$ 98,635,384</u>
\$ -	\$ 3,529	\$ 161,539
-	208,438	4,115,939
-	70,292	803,588
-	3,385	301,645
-	336,919	336,919
<u>-</u>	<u>622,563</u>	<u>5,719,630</u>
-	743,247	29,568,072
250,311	6,514	448,423
<u>250,311</u>	<u>749,761</u>	<u>30,016,495</u>
1,780,284	8,539,125	22,139,568
-	9,214,049	9,799,744
-	-	30,959,947
<u>1,780,284</u>	<u>17,753,174</u>	<u>62,899,259</u>
<u>\$ 2,030,595</u>	<u>\$ 19,125,498</u>	<u>\$ 98,635,384</u>

See accompanying notes to the basic financial statements.

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**Licking Heights Local School District**  
**Licking County, Ohio**  
*Reconciliation of Total Governmental Fund Balances to*  
*Net Position of Governmental Activities*  
*June 30, 2022*

<b>Total Governmental Fund Balances</b>		\$ 62,899,259
<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.		112,718,731
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Delinquent Property Taxes	\$ 169,010	
Intergovernmental	252,926	
Accounts	26,487	448,423
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.		4,618,808
Accrued interest payable is not due and payable in the current period and therefore not reported in the funds.		(630,206)
Unamortized loss on refunding represents deferred outflows, which do not use current financial resources and, therefore, are not reported in the funds.		1,243,240
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	3,332,355	
Deferred Outflows - Pension	11,960,202	
Deferred Outflows - OPEB	1,118,932	
Net Pension Liability	(26,043,416)	
Net OPEB Liability	(3,032,732)	
Deferred Inflows - Pension	(20,944,765)	
Deferred Inflows - OPEB	(5,795,433)	(39,404,857)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
General Obligation Bonds	(80,061,794)	
Unamortized Bond Premium	(4,157,321)	
Unamortized Bond Discount	30,766	
Certificates of Participation	(6,375,000)	
Leased Liabilities	(361,991)	
Compensated Absences	(1,751,820)	(92,677,160)
<i>Net Position of Governmental Activities</i>		<u>\$ 49,216,238</u>

See accompanying notes to the basic financial statements.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Governmental Funds*  
*For the Fiscal Year Ended June 30, 2022*

	General Fund	Bond Retirement Fund	Building Fund
<b>Revenues</b>			
Property Taxes	\$ 27,081,747	\$ 9,892,220	\$ -
Revenue in Lieu of Taxes	8,313,782	-	-
Intergovernmental	17,501,450	745,976	-
Investment Earnings	(581,007)	-	65
Tuition and Fees	580,195	-	-
Rent	165,822	-	-
Extracurricular Activities	263,090	-	-
Contributions and Donations	26,467	-	-
Customer Sales and Services	-	-	-
Miscellaneous	753,969	-	-
<i>Total Revenues</i>	<u>54,105,515</u>	<u>10,638,196</u>	<u>65</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	20,291,588	-	38,155
Special	5,987,610	-	-
Other	112,989	-	-
Support Services:			
Pupils	2,841,023	-	-
Instructional Staff	974,074	-	-
Board of Education	74,778	-	-
Administration	3,839,513	-	-
Fiscal	1,497,044	130,446	15,771
Operation and Maintenance of Plant	4,284,862	-	22,396
Pupil Transportation	3,120,652	-	291,087
Central	1,382,976	-	-
Operation of Non-Instructional/Shared Services:			
Non-Instructional Services	403	-	-
Extracurricular Activities	649,264	-	52,983
Capital Outlay	68,750	-	961,425
Debt Service			
Principal Retirement	88,775	5,655,000	39,397
Interest and Fiscal Charges	107,221	2,660,157	1,523
Advance Refund Escrow	-	89,140	-
<i>Total Expenditures</i>	<u>45,321,522</u>	<u>8,534,743</u>	<u>1,422,737</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>8,783,993</u>	<u>2,103,453</u>	<u>(1,422,672)</u>
<b>Other Financing Sources (Uses)</b>			
Refunding Bonds Issued	-	6,025,000	-
Premium on Refunding Bonds Issued	102,263	611,955	-
Payment to Refunded Bond Escrow Agent	-	(6,636,955)	-
Transfers In	1,687	-	-
Transfers Out	(7,300,000)	-	-
<i>Total Other Financing Sources (Uses)</i>	<u>(7,196,050)</u>	<u>-</u>	<u>-</u>
<i>Net Change in Fund Balances</i>	1,587,943	2,103,453	(1,422,672)
<i>Fund Balances Beginning of Year</i>	<u>29,957,699</u>	<u>7,691,735</u>	<u>3,447,643</u>
<i>Fund Balances End of Year</i>	<u>\$ 31,545,642</u>	<u>\$ 9,795,188</u>	<u>\$ 2,024,971</u>

See accompanying notes to the basic financial statements.



Classroom Facilities Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 1,213,354	\$ 38,187,321
-	-	8,313,782
-	9,384,152	27,631,578
3,920	4,379	(572,643)
-	-	580,195
-	-	165,822
-	312,432	575,522
-	78,379	104,846
-	130,610	130,610
-	6,711	760,680
3,920	11,130,017	75,877,713
-	1,241,611	21,571,354
-	1,846,148	7,833,758
-	310,404	423,393
-	71,345	2,912,368
-	937,662	1,911,736
-	-	74,778
-	4,680	3,844,193
-	17,749	1,661,010
-	572,801	4,880,059
-	135,293	3,547,032
-	23,139	1,406,115
-	2,477,989	2,478,392
-	310,853	1,013,100
44,030	89,728	1,163,933
-	405,000	6,188,172
-	259,851	3,028,752
-	-	89,140
44,030	8,704,253	64,027,285
(40,110)	2,425,764	11,850,428
-	-	6,025,000
-	-	714,218
-	-	(6,636,955)
-	7,300,000	7,301,687
-	(1,687)	(7,301,687)
-	7,298,313	102,263
(40,110)	9,724,077	11,952,691
1,820,394	8,029,097	50,946,568
\$ 1,780,284	\$ 17,753,174	\$ 62,899,259

See accompanying notes to the basic financial statements.

**Licking Heights Local School District**  
**Licking 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, 2022*

<b>Net Change in Fund Balances - Total Governmental Funds</b>		\$ 11,952,691
<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/amortization expense.		
Capital Asset Additions	1,576,391	
Current Year Depreciation/Amortization	(3,749,751)	(2,173,360)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Intergovernmental	(246,818)	
Property Taxes	2,615	
Accounts	5,669	(238,534)
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	5,655,000	
Certificates of Participation	405,000	
Leased Liabilities	128,172	6,188,172
Issuance of refunding bonds results in expenditures and other financing sources and uses in the governmental funds, but these transactions are reflected in the statement of net position as long-term deferred outflows and liabilities.		
Payment to Refunded Bond Escrow Agent	6,726,095	
Premium on Refunding Bonds	(714,218)	
Proceeds of Refunding Bonds	(6,025,000)	(13,123)
Amortization of bond premium/discount on bonds are not reported in the fund but are allocated as an expense over the life of the debt in the statement of activities.		
		507,809
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.		
Accrued Interest Payable	(5,709)	
Amortization of Refunding Loss	(246,988)	
Amortization of Refunding Gain	34,258	(218,439)
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	3,930,128	
OPEB	110,390	4,040,518
Except for amount reported as deferred inflows/outflows, changes in the net pension/OPEB liability (asset) are reported as pension/OPEB expense in the statement of activities.		
Pension	(456,840)	
OPEB	290,937	(165,903)
The internal service fund used by management to charge the costs of insurance 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.		
		(153,402)
Some expenses reported in the statement of activities, do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		
Compensated Absences		(60,967)
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.		
		(378,629)
<i>Change in Net Position of Governmental Activities</i>		<b>\$ 19,286,833</b>

See accompanying notes to the basic financial statements.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Statement of Revenues, Expenditures and Changes in*  
*Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2022*

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$ 24,623,637	\$ 26,483,600	\$ 26,483,069	\$ (531)
Revenue in Lieu of Taxes	8,220,686	8,841,641	8,587,346	(254,295)
Intergovernmental	16,397,347	17,635,931	17,566,265	(69,666)
Investment Earnings	134,817	145,000	119,762	(25,238)
Tuition and Fees	443,700	477,215	580,195	102,980
Rent	139,465	150,000	164,933	14,933
Extracurricular Activities	79,216	85,200	84,865	(335)
Miscellaneous	602,456	647,963	737,918	89,955
<i>Total Revenues</i>	<u>50,641,324</u>	<u>54,466,550</u>	<u>54,324,353</u>	<u>(142,197)</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	19,498,602	20,732,894	20,561,970	170,924
Special	5,463,327	5,809,175	5,622,426	-
Vocational	3,292	3,500	-	3,500
Other	79,816	84,869	81,569	3,300
Support Services:				
Pupils	2,742,645	2,916,264	2,788,648	127,616
Instructional Staff	924,959	983,512	970,539	-
Board of Education	92,044	97,871	74,740	23,131
Administration	3,566,046	3,791,790	3,727,723	64,067
Fiscal	1,499,619	1,594,519	1,486,433	-
Operation and Maintenance of Plant	4,571,985	4,861,408	4,407,520	453,888
Pupil Transportation	3,060,795	3,254,554	3,125,139	129,415
Central	1,359,862	1,445,946	1,377,193	68,753
Operation of Non-Instructional/Shared Services:				
Community Services	940	1,000	403	597
Extracurricular Activities	506,461	538,522	494,323	44,199
Capital Outlay	72,181	76,750	68,750	-
Debt Service				
Principal Retirement	88,775	88,775	88,775	-
Bond Issuance Costs	102,263	102,263	102,263	-
Interest and Fiscal Charges	4,958	4,958	4,958	-
<i>Total Expenditures</i>	<u>43,638,570</u>	<u>46,388,570</u>	<u>44,983,372</u>	<u>1,405,198</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>7,002,754</u>	<u>8,077,980</u>	<u>9,340,981</u>	<u>1,263,001</u>
<b>Other Financing Sources (Uses)</b>				
Premium on Refunding Bonds Issued	102,263	102,263	102,263	-
Advances In	225,000	225,000	222,800	(2,200)
Advances Out	(350,000)	(350,000)	(222,500)	127,500
Transfers In	1,687	1,687	1,687	-
Transfers Out	(7,360,000)	(7,360,000)	(7,301,000)	59,000
<i>Total Other Financing Sources (Uses)</i>	<u>(7,381,050)</u>	<u>(7,381,050)</u>	<u>(7,196,750)</u>	<u>184,300</u>
<i>Net Change in Fund Balance</i>	(378,296)	696,930	2,144,231	1,447,301
<i>Fund Balance Beginning of Year</i>	27,462,856	27,462,856	27,462,856	-
Prior Year Encumbrances Appropriated	98,333	98,333	98,333	-
<i>Fund Balance End of Year</i>	<u>\$ 27,182,893</u>	<u>\$ 28,258,119</u>	<u>\$ 29,705,420</u>	<u>\$ 1,447,301</u>

See accompanying notes to the basic financial statements.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Statement of Fund Net Position*  
*Proprietary Funds*  
*June 30, 2022*

	Governmental Activities
	Internal Service Fund
<b>Assets</b>	
Equity in Pooled Cash and Investments	\$ 5,599,123
<i>Total Assets</i>	5,599,123
<b>Liabilities</b>	
Claims Payable	727,000
Unearned Revenue	253,315
<i>Total Liabilities</i>	980,315
<b>Net Position</b>	
Unrestricted	4,618,808
<b>Total Net Position</b>	\$ 4,618,808

See accompanying notes to the basic financial statements.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Statement of Revenues, Expenses and Changes in Fund Net Position*  
*Proprietary Funds*  
*For the Fiscal Year Ended June 30, 2022*

	Governmental Activities
	Internal Service Fund
<b>Operating Revenues</b>	
Charges for Services	\$ 6,004,652
<i>Total Operating Revenues</i>	<i>6,004,652</i>
<b>Operating Expenses</b>	
Purchased Services	1,085,505
Claims	4,826,680
<i>Total Operating Expenses</i>	<i>5,912,185</i>
<i>Operating Income and Change in Net Position</i>	<i>92,467</i>
<i>Net Position Beginning of Year</i>	<i>4,526,341</i>
<i>Net Position End of Year</i>	<i>\$ 4,618,808</i>

See accompanying notes to the basic financial statements.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Statement of Cash Flows*  
*Proprietary Funds*  
For the Fiscal Year Ended June 30, 2022

	Governmental Activities
	Internal Service Fund
<b>Cash Flows from Operating Activities</b>	
Cash Received from Charges for Services	\$ 6,012,096
Cash Payments for Purchased Services	(1,085,505)
Cash Payments for Claims	(4,825,280)
<i>Net Cash Provided by Operating Activities</i>	101,311
<i>Net Increase in Cash and Investments</i>	101,311
<i>Cash and Investments Beginning of Year</i>	5,497,812
<i>Cash and Investments End of Year</i>	\$ 5,599,123
 <b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</b>	
Operating Income (Loss)	\$ 92,467
Increase in Liabilities:	
Claims Payable	1,400
Unearned Revenue	7,444
<i>Net Cash Provided by (Used For) Operating Activities</i>	\$ 101,311

See accompanying notes to the basic financial statements.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2022*

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**NOTE 1 – DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY**

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

The School District was established in 1956 and is located just east of the City of Columbus about one-half mile from the Franklin County border. The School District serves an area of approximately 36 square miles. It is located in Licking and Franklin Counties and covers parts of the City of Pataskala, Jersey Township, St. Albans Township and Etna Township in Licking County and parts of Jefferson Township, the City of Reynoldsburg, City of New Albany and the City of Columbus in Franklin County.

*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 the School District, this includes general operations, food service, and student related activities 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; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or 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 has no component units.

The School District participates in the Licking Area Computer Association (LACA) which is defined as a jointly governed organization and is a computer consortium. LACA is an association of public school districts within the boundaries of Licking and Muskingum Counties. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. The governing board of LACA consists of the superintendent from all participating districts. Financial information can be obtained from their fiscal agent, the Career and Technology Education Centers of Licking County, 150 Price Road, Newark, Ohio 43055.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2022*

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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

*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 statements normally distinguish between those activities that are governmental and those that are considered business-type activities. The internal service fund operating activities are eliminated to avoid overstatement of revenues and expenditures.

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 are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, 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 limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

*Fund Financial Statements*

During the fiscal year, the School District segregates transactions related to certain School District functions or activities into 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 rather than reporting by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.



**Licking Heights Local School District**  
**Licking County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2022*

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## **Fund Accounting**

The School District uses funds to maintain its financial records during the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. All funds of the School District fall within two categories: governmental and proprietary.

### Governmental Funds

The School District classifies funds financed primarily from taxes, intergovernmental receipts (e.g. grants), and other nonexchange transactions as governmental funds. The following are the School District's major governmental funds:

*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 to the School District for any purpose provided it is expended or transferred according to the general laws of Ohio.

*Bond Retirement Fund* – The Bond Retirement Fund accounts for the accumulation of property tax revenues for, and payment of, general obligation bonds used for the construction and renovation of buildings within the School District.

*Building Fund* – The Building Fund accounts for the receipts and expenditures related to all special bond funds in the School District. Proceeds from the sale of bonds, notes, or certificates of indebtedness are paid into this fund. Expenditures recorded here represent the costs of acquiring capital facilities including real property.

*Classroom Facilities Fund* – The Classroom Facilities Fund accounts for monies received and expended in connection with contracts entered into by the School District and the Ohio Facilities Construction Commission for the building and equipping of classroom facilities.

*Other Governmental Funds* of the School District account for specific revenue sources that are restricted or assigned for specified purposes other than debt service.

### Proprietary Funds

*Internal Service Fund* – The Internal Service Fund accounts for money received from other funds as payment for providing medical insurance. Payments are made to a third-party administrator for claims payments, claims administration and stop-loss coverage.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the School District's internal service fund are charges for services. Operating expenses for the internal service fund includes the claims and purchased services. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2022*

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**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.

*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 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 and governmental fund statements.

**Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual bases of accounting arise in the recognition of revenue, the recording of unavailable revenue and in the presentation of expenses versus expenditures. Proprietary Funds use the accrual basis of accounting.

*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. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current fiscal year or 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 fiscal year end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, revenue in lieu of taxes, grants, entitlements, and donations. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the 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.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2022*

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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, grants, investment earnings, tuition, and student fees.

*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, pension and OPEB. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 10 and 11.

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 until that time. For the School District, deferred inflows of resources include property taxes, revenue 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, 2022, but which were levied to finance fiscal year 2023 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 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 includes delinquent property taxes, interest, and intergovernmental 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 plans are reported on the government-wide statement of net position. (See Notes 10 and 11).

*Expenditures/Expenses*

On the accrual basis of accounting, expenses are recognized at the time they are incurred. 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 except for (1) principal and interest on general long-term debt, which is recorded when due, and (2) the costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2022*

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**Budgetary Process**

All funds are legally required to be budgeted and appropriated. The major documents prepared are the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget is waived by the Licking County Budget Commission (Budget Commission) under the authority of Section 5705.281 of the Revised Code. The Budget Commission accepts the School District's five year forecast in place of the tax budget. 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. Although the legal level of budgetary control was established at the fund level for expenditures, the Treasurer has been authorized to allocate Board appropriations to the function and object level within each fund.

The certificate of estimated resources may be amended during the fiscal 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 statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as final budgeted amounts reflect the amounts in the amended certificate in effect at the time the final appropriations were passed.

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

**Cash and Investments**

To improve cash management, all cash received by the School District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the School District's records. Interest in the pool is presented as "Equity in Pooled Cash and Investments" on the financial statements.

STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, *Certain External Investment Pools and Pool Participants*. The 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.

For the fiscal year 2022, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$100 million. STAR Ohio reserves the right to limit the transaction to \$250 million, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2022*

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Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2022 amounted to (\$581,007). The portion of interest revenue credited to the General Fund that was earned on cash balances within other funds was insignificant.

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 greater than three months at the time they are purchased are presented on the financial statements as Investments.

**Inventory**

Inventories are presented at cost on a first-in, first-out basis and are expensed/expensed when used. Inventory consists of purchased food held for resale and expendable supplies held for consumption. Donated commodities are presented at their entitlement value.

**Capital Assets**

All capital assets of the School District are general capital assets that are associated with governmental activities. General capital assets usually result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide Statement of Net Position but are not reported in the fund financial statements.

Capital assets are capitalized at cost (or estimated historical cost, which is determined by indexing the current replacement cost back to the year of acquisition) and updated for additions and retirements during the fiscal year. Donated capital assets are recorded at their acquisition values 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 an asset's life are not capitalized.

Depreciation is computed using the straight-line method over the following useful lives:

Description	Estimated Lives
Land Improvements	10 – 30
Buildings and Improvements	15 – 45
Furniture, Fixtures and Equipment	5 – 20
Vehicles	5 – 20

The School District is reporting intangible right to use assets related to leased buildings and equipment. These intangible assets are being amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

**Licking Heights Local School District**  
**Licking County, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2022*

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**Interfund Balances**

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “Due from Other Funds” and “Due to Other Funds”. These amounts are eliminated in the governmental activities column of the Statement of Net Position.

**Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. An accrual for earned sick leave is made to the extent it is probable that benefits will result in termination payments. The School District records a liability for all employees meeting the retirement criteria outlined by the pension systems as well as all employees with 10 or more years of service with the School District.

The entire sick leave benefit liability is reported on the government-wide financial statements. On the governmental fund financial statements, sick leave benefits are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account “matured compensated absences” in the funds from which these payments will be made.

The amount is based on accumulated sick leave and employees’ wage rates at fiscal year-end, taking into consideration any limits specified in the School District’s termination policy.

**Bond Premiums/Issuance Costs/Accretion/Deferred Loss or Gain on Debt Refunding**

Bond premiums are deferred and amortized over the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Bond issuance costs are expensed as incurred. Capital appreciation bonds are accreted each fiscal year for the interest accrued during the fiscal year. Bond premiums and the interest on capital appreciation bonds are presented as an addition to the face amount of the bonds payable.

For bond refundings resulting in the defeasance of debt reported in the government-wide financial statements, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter and is presented as a deferred outflow of resources (loss) or deferred inflow of resources (gain) on the statement of net position.

On the governmental fund financial statements, issuance costs are recognized in the period in which the bonds are issued. Accretion on the capital appreciation bonds is not reported.

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**Accrued Liabilities and Long-term Obligations**

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the 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 liability should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan's fiduciary net position is not sufficient for payment of those benefits.

**Pensions/Other Postemployment Benefits (OPEB)**

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

**Fund Balance**

In accordance with Governmental Accounting Standards Board Statements No. 54, Fund Balance Reporting, 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 following categories may be used:

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) 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.

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

Committed – Fund balance is reported as committed when there are resources constrained for specific purposes that are internally imposed by formal action (resolution) of the government at the highest level of decision making authority, Board of Education.

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 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, which includes giving the Treasurer the authority to constrain monies for intended purposes.

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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 only used to report a deficit fund balance resulting from overspending for specific purposes for which amounts had been restricted or assigned.

The School District applies restricted resources first when expenditures are incurred for purposes for which both restricted and unrestricted (committed, assigned and unassigned) fund balance is available. Similarly, within unrestricted fund balance, assigned amounts are reduced first followed by the unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used. The School District considers committed, assigned and unassigned fund balances, respectively, to be spent when expenditures are incurred for purposes for which any of the unrestricted fund balance classifications could be used.

### **Internal Activity**

Transfers within governmental activities are eliminated on the government-wide financial statements. Internal allocations of overhead expenses from one function to another or within the same function are eliminated of the Statement of Activities. Payments for interfund services provided and used are not eliminated.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures 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 to the funds that initially paid for them are not presented on the financial statements.

### **Net Position**

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

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

### **Estimates**

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



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**Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of District management and that are either unusual in nature or infrequent in occurrence. During the fiscal year, the School District did not incur any transactions that would be classified as an extraordinary item or special item.

**Prepayments**

Certain payments to vendors reflect the costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. These items are reported as assets on the balance sheet using the consumption method. A current asset for the prepaid amounts is recorded at the time of the purchase, and the expenditure/expense is reported in the year in which services are consumed.

**NOTE 3 - BUDGETARY BASIS OF ACCOUNTING**

While the School District is reporting financial position, results of operations, and changes in fund balances on the basis of accounting principles generally accepted in the United States of America (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 and Actual (Non-GAAP Budgetary Basis) for the General Fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget basis) rather than as an assignment of fund balance (GAAP basis).
4. Advances-In and Advances-Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
5. With the implementation of GASB Statement No. 54, *Fund Balance Reporting*, the School District's Public School Support Fund, no longer meets the special revenue fund type criteria for reporting in the fiscal year-end external financial statements. As such, this fund is presented as part of the School District's General Fund in the year-end financial statements. The budgetary comparison information in the fiscal year-end financial statements is the legally adopted budget for the general fund, without modification for the funds no longer meeting the special revenue criteria.

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

**Net Change in Fund Balance**

GAAP Basis	\$	1,587,943
Adjustments:		
Funds Budgeted as Other Funds		(121,218)
Revenue Accruals		442,534
Expenditure Accruals		736,875
Other Financing Sources/Uses, Net		16,200
Encumbrances		(518,103)
Budget Basis	<u>\$</u>	<u>2,144,231</u>

**NOTE 4 – 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 of Education 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.

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.

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

Interim monies held by the School District can 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;

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2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided 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, and with certain limitations including a requirement for maturity within ten years from date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met.
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in items (1) and (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio); and
8. Certain bankers' acceptances (for a period not to exceed one hundred eighty days) and commercial paper notes (for a period not to exceed two hundred seventy days) in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met.

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

### **Deposits with Financial Institutions**

Custodial credit risk for deposits is the risk that, in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in the possession of an outside party. At fiscal year-end, the bank balance of the School District deposits was \$37,215,274. Of the School District's bank balance, \$31,663,652 was covered by the Federal Depository Insurance Company (FDIC) and the remaining balance was uninsured and collateralized. The School District's financial institution was approved for a reduced collateral rate of 50 percent through the Ohio Pooled Collateral System.

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

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

**Investments**

At fiscal year-end, the School District had the following investments:

Investment Type	Standard and Poor's Rating	Fair Value*	Percent of Total	Investment Maturities		
				Within 1 Year	1 to 3 Years	More Than 3 Years
STAR Ohio	AAAm	\$ 17,175	0.07%	\$ 17,175	\$ -	\$ -
Money Market Funds	AAAm	12,267	0.05%	12,267	-	-
US Treasury Notes	AA+	693,116	2.63%	693,116	-	-
Federal Home Loan Mortgage	AA+	962,823	3.65%	-	481,478	481,345
Federal Farm Credit Banks	AA+	1,435,829	5.45%	-	963,611	472,218
Federal Home Loan Bank	AA+	1,259,657	4.78%	-	708,648	551,009
Federal Home Loan Bank	AAA	3,846,517	14.60%	-	3,286,527	559,990
Federal National Mortgage Association	AA+	531,031	2.02%	-	-	531,031
Negotiable Certificates of Deposit	N/A	6,092,580	23.13%	1,732,597	4,114,333	245,650
Commercial Paper	A-1	11,493,825	43.62%	11,493,825	-	-
Total		<u>\$ 26,344,820</u>	<u>100.00%</u>	<u>\$ 13,948,980</u>	<u>\$ 9,554,597</u>	<u>\$ 2,841,243</u>

\* The School District's money market funds and STAR Ohio are valued at net asset value (NAV).

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, 2022. The School District's investments measured at fair value are 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). All of the School District's investments reported at fair value are valued using quoted market prices (Level 2 inputs), except money market funds, which are Level 1 inputs.

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In addition, at fiscal year-end, the School District reported an investment in STAR Ohio totaling \$17,175. In accordance with GASB Statement No. 79, the School District's investment in STAR Ohio is reported at amortized cost. The weighted average of maturity of the portfolio held by STAR Ohio as of June 30, 2022, is 35 days.

*Interest Rate Risk* - The School District's investment policy addresses interest rate risk to the extent that it allows the Treasurer to invest funds to a maximum maturity of five years, unless matched to a specific obligation or debt of the School District. The Treasurer cannot make investments which he does not reasonably believe can be held until the maturity date.

*Credit Risk* - The School District's investment policy limits investments to those authorized by State statute. The School District has no investment policy that addresses credit risk.

*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. The School District has no investment policy dealing with investment custodial credit risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

*Concentration of Credit Risk* - The School District places no limit on the amount it may invest in any one issuer except for commercial paper and bankers' acceptances.

#### **NOTE 5 – PROPERTY TAXES**

Property taxes are levied and assessed on a calendar year basis while the School District's 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, public utility and tangible personal property (used in business) located in the School District. Real property tax revenue received in calendar year 2022 represents collections of calendar year 2021 taxes. Real property taxes received in calendar year 2022 were levied after April 1, 2021, on the assessed value listed as of January 1, 2021, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised fair value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2022 represents collections of calendar year 2021 taxes. Public utility real and tangible personal property taxes received in calendar year 2022 became a lien December 31, 2020, were levied after April 1, 2021 and are collected in calendar year 2022 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.

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Tangible personal property tax revenue received during calendar year 2022 (other than public utility property tax) represents the collection of calendar year 2022 taxes levied against local and inter-exchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, and furniture and fixtures is no longer levied and collected.

Tangible personal property taxes received from telephone companies in calendar year 2022 were levied after October 1, 2021, on the value as of December 31, 2021. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

The School District receives property taxes from Licking and Franklin Counties. The County Auditors periodically advance to the School District its portion of the taxes collected. Second-half real property tax payments collected by the Counties by June 30, 2022, are available to finance fiscal year 2022 operations. The amounts available to be advanced can vary based on the date the tax bills are sent.

The assessed values upon which fiscal year 2022 taxes were collected are:

	<u>2021 Second Half Collections</u>		<u>2022 First Half Collections</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Real Estate	\$ 746,068,120	91.18%	\$ 751,313,199	88.97%
Public Utility Personal	72,200,800	8.82%	93,123,270	11.03%
Total	<u>\$ 818,268,920</u>	<u>100.00%</u>	<u>\$ 844,436,469</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$ 56.94		\$ 56.74	

**NOTE 6 – TAX ABATEMENTS**

Under Community Reinvestment Area (CRA) and other property tax abatements entered into by the City of Reynoldsburg, City of New Albany, City of Pataskala and Jefferson Township, the School District's property tax revenues were reduced by \$393,140, \$11,431,644, \$255 and \$35,591, respectively, during the fiscal year. Compensation payments received from the cities and township during the fiscal year totaled \$2,144,020.

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**NOTE 7 – RECEIVABLES**

At fiscal year-end, receivables consisted of property taxes, revenue in lieu of taxes, intergovernmental grants, interest, accounts, and interfund. All receivables are considered collectible in full and will be received within one year with the exception of property taxes and revenue in lieu of taxes. Property taxes, although ultimately collectible, include some portion of delinquents that will not be collected within one year. Revenue in lieu of taxes will be received over the designated period established by the agreements.

*Revenue in Lieu of Taxes*

The School District receives revenue in lieu of taxes from a Tax Increment Financing Agreement entered into with the City of Columbus for the purpose of constructing single, multifamily and senior housing facilities. The School District is to receive payments equal to the amount that the School District could otherwise receive as real property tax payments derived from the improvements, absent the passage of the agreement. The agreement will expire no later than fiscal year 2033.

The School District also receives revenue in lieu of taxes from a revenue sharing agreement with the City of Reynoldsburg. Licking County and the City of Columbus entered into an enterprise zone agreement to allow several businesses a tax exemption on tangible personal property taxes. The School District is to receive 50 percent of income tax revenue collected by the City of Reynoldsburg on new jobs created by the enterprise zone.

The School District also receives revenue in lieu of taxes from a revenue sharing agreement with the City of New Albany whereas the City of New Albany has declared improvements to certain parcels of real property within the City, 100 percent exempt from property taxes. The School District is to receive 50 percent of income tax revenue collected by the City of New Albany on new jobs created by the exempt parcels, not to exceed the amount the School District could have received as real property tax payments derived from the improvements had the exemption not been declared.

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**NOTE 8 – CAPITAL ASSETS**

Capital assets activity for the fiscal year was as follows:

	Restated Beginning Balance	Additions	Deductions	Ending Balance
<b>Capital Assets Not Being Depreciated/Amortized</b>				
Land	\$ 3,418,055	\$ -	\$ -	\$ 3,418,055
Total Assets Being Not Depreciated/Amortized	<u>3,418,055</u>	<u>-</u>	<u>-</u>	<u>3,418,055</u>
<b>Capital Assets Being Depreciated/Amortized</b>				
Land Improvements	1,010,765	850,283	-	1,861,048
Buildings and Improvements	137,839,682	364,542	-	138,204,224
Intangible Right to Use, Buildings	119,838	-	-	119,838
Furniture, Fixtures and Equipment	2,485,793	24,479	-	2,510,272
Vehicles	6,343,821	337,087	(286,848)	6,394,060
Intangible Right to Use, Equipment	370,325	-	-	370,325
Total Assets Being Depreciated/Amortized	<u>148,170,224</u>	<u>1,576,391</u>	<u>(286,848)</u>	<u>149,459,767</u>
<b>Less accumulated depreciation/amortization</b>				
Land Improvements	(642,724)	(86,883)	-	(729,607)
Buildings and Improvements	(29,968,831)	(3,027,332)	-	(32,996,163)
Intangible Right to Use, Buildings	-	(39,946)	-	(39,946)
Furniture, Fixtures and Equipment	(1,456,248)	(186,660)	-	(1,642,908)
Vehicles	(4,628,385)	(318,238)	286,848	(4,659,775)
Intangible Right to Use, Equipment	-	(90,692)	-	(90,692)
Total accumulated depreciation/amortization	<u>(36,696,188)</u>	<u>(3,749,751)</u>	<u>286,848</u>	<u>(40,159,091)</u>
<b>Total Capital Assets Being Depreciated/Amortized, Net</b>				
	<u>111,474,036</u>	<u>(2,173,360)</u>	<u>-</u>	<u>109,300,676</u>
<b>Total Capital Assets, Net</b>				
	<u>114,892,091</u>	<u>(2,173,360)</u>	<u>-</u>	<u>112,718,731</u>

Depreciation/amortization expense charged to governmental functions as follows:

Regular Instruction	\$ 2,517,758
Special Instruction	38,414
Instructional Staff	2,242
Administration	9,632
Operation & Maintenance of Plant	678,399
Transportation	420,475
Central	34,107
Food Services	38,738
Extracurricular Activities	9,986
Total Depreciation/Amortization Expense	<u>\$ 3,749,751</u>



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**NOTE 9 – RISK MANAGEMENT**

**Property and Liability** - 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. During the fiscal year, the School District contracted for building and contents and fleet insurance. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years. There has been no significant decrease in insurance coverage from the prior fiscal year.

**Employee Medical, Prescription Drug and Dental Self-Insurance** - The School District maintains an internal service “self-insurance” medical, prescription drug and dental insurance fund in connection with formalized risk management programs in an effort to minimize risk exposure and control claims and premium costs. The School District, effective January 1, 2021, contracted with Sun Life to be the insurance carrier voluntary insurance programs. The School District, effective January 1, 2015, contracted with Medical Mutual to be the third party administrator for the medical and prescription drug insurance programs. Effective January 1, 2016, the School District contracted with Delta Dental to be the third party administrator for the dental insurance program.

A claims liability of \$727,000 at fiscal year-end in the self-insurance internal service fund reflects an estimate of incurred but unpaid claims liability. This liability was estimated by a third party based on claims experience. The School District has purchased stop loss coverage for individual employee claim amounts exceeding \$125,000. Unpaid claims at year-end are recorded as current claims payable because they would be due within 60 days from the end of the fiscal year.

A summary of the changes in the self-insurance claims liability for fiscal years 2022 and 2021 are as follows:

	Fiscal Year 2022	Fiscal Year 2021
Claims Liability at July 1	\$ 725,600	\$ 432,900
Incurred Claims	4,826,680	4,817,455
Claims Paid	(4,825,280)	(4,524,755)
Claims Liability at June 30	\$ 727,000	\$ 725,600

**Workers’ Compensation** - The School District pays its workers’ compensation premium to the State based on its individual rate provided by Bureau of Workers Compensation. The School District has contracted with Comp Management to provide third party administration services and managed care services.

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**NOTE 10 – 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) represents the School District’s proportionate share of each pension plan’s collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension plan’s fiduciary net position. The net pension/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 this estimate 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 all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities (assets) within 30 years. If the amortization period exceeds 30 years, each pension plan’s board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension/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 11 for the required OPEB disclosures.

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***Plan Description - School Employees Retirement System (SERS)***

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

Age and service requirements for retirement are as follows:

	Eligible to Retire 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, may be included in this plan.

Annual retirement benefits are calculated based on final average salary multiplied by a percentage that varies based on year of service; 2.2 percent for the first 30 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 CPIW, 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 calendar years 2018, 2019, and 2020. SERS approved a 0.5 percent COLA for calendar year 2021.

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, 2022, the allocation to pension, death benefits, and Medicare B was 14.0 percent. SERS did not allocate employer contributions to the Health Care Fund for fiscal year 2022.

The School District’s contractually required contribution to SERS was \$886,305 for fiscal year 2022. Of this amount, \$62,940 is reported as an intergovernmental payable.

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*Notes to the Basic Financial Statements*  
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***Plan Description - State Teachers Retirement System (STRS)***

Plan Description – School District licensed teachers and other faculty members participate in STRS Ohio, a cost-sharing multiple-employer public employee retirement system administered by STRS. STRS provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about STRS’ fiduciary net position. That report can be obtained by writing to STRS, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Web site at [www.strsoh.org](http://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. Effective August 1, 2015, the calculation is 2.2 percent of final average salary for the five highest years of earnings multiplied by all years of service. Effective August 1, 2017 – July 1, 2019, any member could retire with reduced benefits who had (1) five years of service credit and age 60; (2) 27 years of service credit and age 55; or (3) 30 years of service credit regardless of age. Effective August 1, 2019 – July 1, 2021, any member may retire with reduced benefits who has (1) five years of service credit and age 60; (2) 28 years of service credit and age 55; or (3) 30 years of service credit regardless of age. Eligibility changes will continue to be phased in until August 1, 2026, when retirement eligibility for unreduced benefits will be five years of service credit and age 65, or 35 years of service credit and at least age 60. Eligibility changes for actuarially reduced benefits will be phased in until August 1, 2026, when retirement eligibility will be five years of qualifying service credit and age 60, or 30 years of service credit at any age.

The DC Plan allows members to place all their member contributions and 9.53 percent of the 14 percent employer contributions into an investment account. Investment allocation decisions are determined by the member. The remaining 4.47 percent of the 14 percent employer rate is allocated to the defined benefit plan unfunded liability. A member is eligible to receive a monthly 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 50 and after termination of employment.

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

A DB or Combined Plan member with five or more years of credited service who is determined to be disabled may qualify for a disability benefit. New members must have at least ten years of qualifying service credit 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 statutory employer rate is 14 percent and the statutory member rate is 14 percent of covered payroll. The School District was required to contribute 14 percent; the entire 14 percent was the portion used to fund pension obligations. The 2022 contribution rates were equal to the statutory maximum rates.

The School District's contractually required contribution to STRS was \$3,043,823 for fiscal year 2022. Of this amount, \$464,178 is reported as an intergovernmental payable.

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

The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an independent actuarial valuation as of that date. The School District's proportion of the net pension liability was based on the employer's share of employer contributions in the pension plan relative to the total employer contributions of all participating employers. Following is information related to the proportionate share and pension expense:

	SERS	STRS	Total
Proportion of the Net Pension Liability:			
Current Measurement Date	0.15814950%	0.15805035%	
Prior Measurement Date	0.15816350%	0.15438726%	
Change in Proportionate Share	-0.00001400%	0.00366309%	
Proportionate Share of the Net			
Pension Liability	\$ 5,835,258	\$ 20,208,158	\$ 26,043,416
Pension Expense	\$ (254,996)	\$ 711,836	\$ 456,840

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.

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At June 30, 2022, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
<b>Deferred Outflows of Resources</b>			
Differences between Expected and Actual Experience	\$ 564	\$ 624,337	\$ 624,901
Changes of Assumptions	122,873	5,606,106	5,728,979
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	-	1,676,194	1,676,194
School District Contributions Subsequent to the Measurement Date	886,305	3,043,823	3,930,128
<b>Total Deferred Outflows of Resources</b>	<u>\$ 1,009,742</u>	<u>\$ 10,950,460</u>	<u>\$ 11,960,202</u>
<b>Deferred Inflows of Resources</b>			
Differences between Expected and Actual Experience	\$ 151,332	\$ 126,664	\$ 277,996
Net Difference between Projected and Actual Earnings on Pension Plan Investments	3,005,327	17,415,564	20,420,891
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	65,212	180,666	245,878
<b>Total Deferred Inflows of Resources</b>	<u>\$ 3,221,871</u>	<u>\$ 17,722,894</u>	<u>\$ 20,944,765</u>

\$3,930,128 reported as deferred outflows of resources related to pension resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Fiscal Year Ending June 30:			
2023	\$ (804,913)	\$ (2,425,379)	\$ (3,230,292)
2024	(656,508)	(1,793,874)	(2,450,382)
2025	(714,559)	(2,303,949)	(3,018,508)
2026	(922,454)	(3,293,055)	(4,215,509)
Total	<u>\$ (3,098,434)</u>	<u>\$ (9,816,257)</u>	<u>\$ (12,914,691)</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 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. Future benefits for all current plan members were projected through 2132.

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, 2021, are presented below:

Actuarial Cost Method	Entry Age Normal (Level Percentage of Payroll, Closed)
Inflation	2.40 percent
Future Salary Increases, including inflation	3.25 percent to 13.58 percent
Investment Rate of Return	7.00 percent, net of investment expense, including inflation
COLA or Ad Hoc COLA	2.00 percent, on and after April 1, 2018, COLA's 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 two 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 five years and adjusted 103.3 percent for males and set forward three 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 investments has been determined by using a building-block approach and assumes a time horizon, as defined in SERS' *Statement of Investment Policy*. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating an arithmetic weighted average of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	2.00 %	(0.33) %
US Equity	24.75	5.72
Non-US Equity Developed	13.50	6.55
Non-US Equity Emerging	6.75	8.54
Fixed Income/Global Bonds	19.00	1.14
Private Equity	11.00	10.03
Real Estate/Real Assets	16.00	5.41
Multi-Asset Strategies	4.00	3.47
Private Debt/Private Credit	3.00	5.28
Total	<u>100.00 %</u>	

**Discount Rate** Total pension liability was calculated using the discount rate of 7.00 percent. The discount rate determination does 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 23-year amortization period of the unfunded actuarial accrued liability. 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 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 was 28.18 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 School District's proportionate share of the net pension liability calculated using the discount rate of 7.00 percent, as well as what the School District'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.

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
School District's Proportionate Share of the Net Pension Liability	\$ 9,708,436	\$ 5,835,258	\$ 2,568,838



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***Actuarial Assumptions - STRS***

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2021, actuarial valuation, are presented below:

Inflation	2.50 percent
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)
Projected Salary Increases	12.50 percent at age 20 to 2.50 percent at age 65
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation
Payroll Increases	3.00 percent
Cost-of-Living Adjustments	0.00 percent

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

The actuarial assumptions used in the June 30, 2021 valuation, were based on the results of the latest available actuarial experience study, which is for the period July 1, 2011, through June 30, 2016. 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	28.00 %	7.35 %
International Equity	23.00	7.55
Alternatives	17.00	7.09
Fixed Income	21.00	3.00
Real Estate	10.00	6.00
Liquidity Reserves	1.00	2.25
Total	100.00 %	

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

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**Discount Rate.** The discount rate used to measure the total pension liability was 7.00 percent as of June 30, 2021. The projection of cash flows used to determine the discount rate assumes that employer and member contributions will be made at statutory contribution rates of 14 percent each. 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, 2021. Therefore, the long-term expected rate of return on investments of 7.00 percent was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2021.

**Sensitivity of the School District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate** The following table represents the School District's proportionate share of the net pension liability measured as of June 30, 2021, 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 assumption:

	1% Decrease	Current Discount Rate	1% Increase
School District's Proportionate Share of the Net Pension Liability	\$ 37,842,317	\$ 20,208,158	\$ 5,307,332

**Assumption and Benefit Changes since the Prior Measurement Date** The discount rate was adjusted to 7.00 percent from 7.45 percent for the June 30, 2021 valuation.

**Social Security System**

Effective July 1, 1991, all employees not otherwise covered by School Employees Retirement System or State Teachers Retirement System have an option to choose Social Security. As of June 30, 2022, two members of the Board of Education have elected Social Security. The School District's liability is 6.2 percent of wages paid.

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**NOTE 11 – DEFINED BENEFIT OPEB PLANS**

See Note 10 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. 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](http://www.ohsers.org) under Employers/Audit Resources.

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

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For the fiscal year ended June 30, 2022, SERS did not allocate any employer contributions 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 2022, this amount was \$25,000. Statutes provide that no employer shall pay a health care surcharge greater than 2.0 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 2022, the School District's surcharge obligation was \$110,390, which is reported as an intergovernmental payable.

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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. Medicare Part B partial premium reimbursements will be continued indefinitely. The Plan is included in the report of STRS which can be obtained by visiting [www.strsoh.org](http://www.strsoh.org) or by calling (888) 227-7877.

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. Nearly all health care plan enrollees, for the most recent year, 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, 2022, STRS did not allocate any employer contributions to post-employment health care.

***OPEB Liability (Asset), OPEB Expense, and Deferred Outflows/Inflows of Resources Related to OPEB***

The net OPEB liability (asset) was measured as of June 30, 2021, 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	0.16024300%	0.15805000%	
Prior Measurement Date	0.16049400%	0.15438700%	
Change in Proportionate Share	-0.00025100%	0.00366300%	
Proportionate Share of the Net			
OPEB Liability (Asset)	\$ 3,032,732	\$ (3,332,355)	
OPEB Expense	\$ (82,983)	\$ (207,954)	\$ (290,937)

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At June 30, 2022, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	SERS	STRS	Total
<b>Deferred Outflows of Resources</b>			
Differences between Expected and Actual Experience	\$ 32,325	\$ 118,659	\$ 150,984
Changes of Assumptions	475,762	212,855	688,617
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	32,785	136,156	168,941
School District Contributions Subsequent to the Measurement Date	110,390	-	110,390
<b>Total Deferred Outflows of Resources</b>	<u>\$ 651,262</u>	<u>\$ 467,670</u>	<u>\$ 1,118,932</u>
<b>Deferred Inflows of Resources</b>			
Differences between Expected and Actual Experience	\$ 1,510,436	\$ 610,549	\$ 2,120,985
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	65,886	923,672	989,558
Changes of Assumptions	415,306	1,987,996	2,403,302
Changes in Proportion and Differences between School District Contributions and Proportionate Share of Contributions	151,385	130,203	281,588
<b>Total Deferred Inflows of Resources</b>	<u>\$ 2,143,013</u>	<u>\$ 3,652,420</u>	<u>\$ 5,795,433</u>

\$110,390 reported as deferred outflows of resources related to OPEB resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the fiscal year ending June 30, 2023. 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:			
2023	\$ (361,331)	\$ (885,403)	\$ (1,246,734)
2024	(361,791)	(862,288)	(1,224,079)
2025	(361,649)	(913,059)	(1,274,708)
2026	(313,388)	(397,299)	(710,687)
2027	(160,386)	(130,043)	(290,429)
Thereafter	(43,596)	3,342	(40,254)
Total	<u>\$ (1,602,141)</u>	<u>\$ (3,184,750)</u>	<u>\$ (4,786,891)</u>

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***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.

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, 2021, are presented below:

Inflation	2.40 percent
Salary Increases, including inflation	3.25 percent to 13.58 percent
Investment Rate of Return	7.00 percent net of investment expense, including inflation
Municipal Bond Index Rate	
Measurement Date	1.92 percent
Prior Measurement Date	2.45 percent
Single Equivalent Interest Rate	
Measurement Date	2.27 percent, net of plan investment expense, including price inflation
Prior Measurement Date	2.63 percent, net of plan investment expense, including price inflation
Health Care Cost Trend Rate	
Pre-Medicare	6.750 percent - 4.40 percent
Medicare	5.125 percent - 4.40 percent

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 two 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 five years and adjusted 103.3 percent for males and set forward three years and adjusted 106.8 percent for females. Future improvement in mortality rates is reflected by applying the MP-2020 projection scale generationally.

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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 log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) 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 capital market assumptions developed by the investment consultant are intended for use over a 10-year horizon and may not be useful in setting the long-term rate of return for funding pension plans which covers a longer time frame. 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 target asset allocation and best estimates of arithmetic real rates of return for each major asset class, as used in the June 30, 2020 five-year experience study, are summarized as follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	2.00 %	(0.33) %
US Equity	24.75	5.72
Non-US Equity Developed	13.50	6.55
Non-US Equity Emerging	6.75	8.54
Fixed Income/Global Bonds	19.00	1.14
Private Equity	11.00	10.03
Real Estate/Real Assets	16.00	5.41
Multi-Asset Strategies	4.00	3.47
Private Debt/Private Credit	3.00	5.28
Total	<u>100.00 %</u>	

**Discount Rate** The discount rate used to measure the total OPEB liability at June 30, 2021, was 2.27 percent. The discount rate used to measure total OPEB liability prior to June 30, 2021 was 2.63 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the plan 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 become insufficient to make all projected future benefit payments of current System members by SERS actuaries. The Municipal Bond Index Rate is used in the determination of the SEIR for both the June 30, 2020 and the June 30, 2021 total OPEB liability. The Municipal Bond Index rate is the single rate that will generate a present value of benefit payments equal to the sum of the present value determined by the long-term expected rate of return, and the present value determined by discounting those benefits after the date of depletion. The Municipal Bond Index Rate is 1.92 percent at June 30, 2021 and 2.45 percent at June 30, 2020.

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***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 and what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (1.27 percent) and higher (3.27 percent) than the current discount rate (2.27 percent). Also shown is what the net OPEB liability would be based on health care cost trend rates that are one percentage point lower (5.75 percent decreasing to 3.40 percent) and higher (7.75 percent decreasing to 5.40 percent) than the current rate (6.75 percent decreasing to 4.40 percent).

	1% Decrease	Current Discount Rate	1% Increase
School District's Proportionate Share of the Net OPEB Liability	\$ 3,757,920	\$ 3,032,732	\$ 2,453,397
		Current Trend Rate	
	1% Decrease	Current Trend Rate	1% Increase
School District's Proportionate Share of the Net OPEB Liability	\$ 2,334,954	\$ 3,032,732	\$ 3,964,745

***Actuarial Assumptions – STRS***

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2021, actuarial valuation are presented below:

Inflation	2.50 percent	
Projected Salary Increases	12.50 percent at age 20 to 2.50 percent at age 65	
Payroll Increases	3.00 percent	
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation	
Discount Rate of Return	7.00 percent	
Health Care Cost Trend Rates		
Medical	<u>Initial</u>	<u>Ultimate</u>
Pre-Medicare	5.00 percent	4.00 percent
Medicare	-16.18 percent	4.00 percent
Prescription Drug		
Pre-Medicare	6.50 percent	4.00 percent
Medicare	29.98 percent	4.00 percent

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

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



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The actuarial assumptions used in the June 30, 2021 valuation were adopted by the board from the results of an actuarial experience study for July 1, 2011, through June 30, 2016.

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

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

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

**Discount Rate** The discount rate used to measure the total OPEB liability was 7.00 percent as of June 30, 2021. 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 those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments to current plan members. Therefore, the long-term expected rate of return on health care plan investments of 7.00 percent was applied to all periods of projected benefit payments to determine the total OPEB liability as of June 30, 2021.

**Sensitivity of the School District's Proportionate Share of the Net OPEB Asset to Changes in the Discount Rate and Health Care Cost Trend Rate** The following table represents the net OPEB asset as of June 30, 2021, 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 of June 30, 2021, calculated using health care cost trend rates that are one percentage point lower and 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 Liability (Asset)	\$ (2,811,992)	\$ (3,332,355)	\$ (3,767,040)
	1% Decrease	Current Trend Rate	1% Increase
School District's Proportionate Share of the Net OPEB Liability (Asset)	\$ (3,749,426)	\$ (3,332,355)	\$ (2,816,607)

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***Assumption Changes Since the Prior Measurement Date*** The discount rate was adjusted to 7.00 percent from 7.45 percent for the June 30, 2021 valuation.

***Benefit Term Changes Since the Prior Measurement Date*** The non-Medicare subsidy percentage was increased effective January 1, 2022 from 2.055 percent to 2.100 percent. 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 current year 2022. The Part B monthly reimbursement elimination date was postponed indefinitely.

**NOTE 12 – EMPLOYEE BENEFITS**

**Compensated Absences**

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

All employees earn sick leave at the rate of one and one-fourth days per month. For part-time employees, each day of accumulation is a pro-rated day equal to the number of hours employed. Sick leave may be accumulated up to 320 days for all personnel. Upon retirement, payment is made for one-fourth of accrued, but unused sick leave credit to a maximum payment of 80 days for all certificated and classified employees. All employees earn additional bonus severance days based upon years of service. Certified employees earn one to five days and classified employees earn one to six days.

**Insurance Benefits**

The School District provides life insurance and accidental death and dismemberment insurance to most employees through Sun Life. Vision insurance is offered by the School District, but the employees pay the total premium.

**Deferred Compensation**

School District employees may participate in a deferred compensation plan. The School District maintains a list of the various companies that have been approved by the Board. Participation is on a voluntary payroll deduction basis. The plans permit deferral of compensation until future years. According to the plans, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

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**NOTE 13 – LONG-TERM OBLIGATIONS**

The changes in the School District’s long-term obligations during fiscal year 2022 were as follows:

	Restated			Amounts Outstanding 6/30/2022	Amounts Due Within One Year
	Amounts Outstanding 6/30/2021	Additions	Deductions		
General Obligation Bonds:					
2000 School Improvement Bonds- 6.4%	\$ 850,000	\$ -	\$ (5,000)	\$ 845,000	\$ 10,000
2011 Advance Refunding Bonds					
Serial Bonds - 2.0% to 2.5%	2,840,000	-	(2,840,000)	-	-
Unamortized Premium - Serial Bonds	7,804	-	(7,804)	-	-
2012 Advance Refunding Bonds					
Serial Bonds - 2.0% to 3.1%	7,155,000	-	(7,155,000)	-	-
Unamortized Premium - Serial Bonds	25,459	-	(25,459)	-	-
2013 Advance Refunding Bonds					
Serial Bonds - 0.4% to 3.6%	1,485,000	-	(1,485,000)	-	-
2016 Refunding Bonds					
Term Bonds - 1.73%	8,145,000	-	(90,000)	8,055,000	3,160,000
2017A School Facilities Improvement Bonds					
Serial Bonds - 3.0% to 5.0%	10,265,000	-	(440,000)	9,825,000	310,000
Term Bonds - 3.375% to 5.0%	30,450,000	-	-	30,450,000	-
Unamortized Premium - Serial Bonds	1,235,530	-	(74,881)	1,160,649	-
Unamortized Premium - Term Bonds	760,915	-	(22,714)	738,201	-
2017B School Facilities Improvement Bonds					
Serial Bonds - 3.0% to 5.0%	5,505,000	-	(135,000)	5,370,000	140,000
Term Bonds - 3.125% to 3.250%	2,165,000	-	-	2,165,000	-
Unamortized Premium - Serial Bonds	880,247	-	(76,543)	803,704	-
Unamortized Discount - Term Bonds	(32,751)	-	1,985	(30,766)	-
2017C Refunding Bonds					
Serial Bonds - 4.0% to 5.0%	4,750,000	-	-	4,750,000	-
Unamortized Premium - Serial Bonds	733,798	-	(97,840)	635,958	-
2020 Advance Refunding Bonds					
Serial Bonds - 0.59% to 1.43%	11,885,000	-	(140,000)	11,745,000	850,000
Capital Appreciation Bonds (CABS)	450,000	-	-	450,000	450,000
Accretion on CABS	3,165	-	378,629	381,794	381,794
Unamortized Premium - CABS	185,181	-	(185,181)	-	-
2021 Refunding Bonds					
Serial Bonds - 3.0% to 4.0%	-	3,640,000	-	3,640,000	445,000
Term Bonds - 3.0% to 4.0%	-	2,385,000	-	2,385,000	-
Unamortized Premium - Serial and Term Bonds	-	714,218	(32,464)	681,754	-
General Obligation Bonds Payable	89,744,348	6,739,218	(12,432,272)	84,051,294	5,746,794

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	Restated Amounts Outstanding 6/30/2021	Additions	Deductions	Amounts Outstanding 6/30/2022	Amounts Due Within One Year
Direct Borrowings					
2010B Certificates of Participation (QSCB) Certificates	2,800,000	-	(400,000)	2,400,000	400,000
2019 Certificates of Participation Certificates	3,980,000	-	(5,000)	3,975,000	5,000
Unamortized Premium	147,208	-	(10,153)	137,055	-
Total Direct Borrowings	<u>6,927,208</u>	<u>-</u>	<u>(415,153)</u>	<u>6,512,055</u>	<u>405,000</u>
Leased Liabilities	490,163	-	(128,172)	361,991	129,627
Compensated Absences	1,690,855	522,793	(461,828)	1,751,820	54,080
Net Pension Liability	47,817,491	-	(21,774,075)	26,043,416	-
Net OPEB Liability	<u>3,488,049</u>	<u>-</u>	<u>(455,317)</u>	<u>3,032,732</u>	<u>-</u>
Total Long-Term Obligations	<u>\$ 150,158,114</u>	<u>\$ 7,262,011</u>	<u>\$ (35,666,817)</u>	<u>\$ 121,753,308</u>	<u>\$ 6,335,501</u>

*2000 School Improvement Bonds*

The School District issued School Improvement General Obligation Bonds in the amount of \$950,000 on May 1, 2000. The bonds were issued for a 28 year period with final maturity at December 1, 2028.

*2010 Certificates of Participation*

On September 22, 2010, the School District issued \$4,000,000 in certificates of participation, Series 2010B, elected to be treated as Federal Taxable Qualified School Construction Bonds, for the purpose of school facilities construction in the Ohio School Facilities Commission program. The maturity date for the certificates is September 1, 2027 with interest costs of 5.55 percent.

On September 22, 2010, the School District issued \$4,020,000 in certificates of participation, Series 2010C, elected to be treated as Federal Taxable Build America Bonds, for the purpose of school facilities construction in the Ohio School Facilities Commission program. The maturity date for the certificates is December 1, 2035 with interest costs from 6.0 to 6.5 percent.

On December 19, 2019, the School District issued \$3,990,000 in refunding certificates of participation, Series 2019, elected to be treated as qualified tax-exempt bonds, for the purpose of refunding the certificates of participation, series 2010C. The maturity date for the \$40,000 term certificates is December 1, 2026 with interest costs of 4.0 percent. The maturity date for the \$3,950,000 serial certificates is December 1, 2035 with interest costs from 2.5 to 4.0 percent. The total debt service payments were reduced by \$30,000 and the present value of this reduction resulted in an economic gain of \$472,920.

The Certificates of Participation evidence a proportionate interest in the base rent to be paid by the School District under the ground lease agreement. Base rent payments will be recorded as expenditures in the permanent improvement fund (an other governmental fund).

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In the event of default, as defined by the lease agreement, the amounts payable by the School District may become due. If payments are not made, the lessor may retake possession of the secured asset, 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.

The following is a summary of future base rent payments for the certificates of participation:

Fiscal Year	Principal	Interest	Total
2023	\$ 405,000	\$ 347,350	\$ 752,350
2024	405,000	347,150	752,150
2025	405,000	346,950	751,950
2026	405,000	346,750	751,750
2027	405,000	346,550	751,550
2028-2032	2,250,000	592,525	2,842,525
2033-2036	2,100,000	119,494	2,219,494
Total	\$ 6,375,000	\$ 2,446,769	\$ 8,821,769

*2011 Advance Refunding Bonds*

On December 22, 2011, the School District issued \$7,820,000 in general obligation bonds for the purpose of refunding \$7,820,000 of the 2004 School Improvement Bonds. The bond issue included serial and capital appreciation bonds, in the amounts of \$7,395,000 and \$425,000, respectively. The bonds were issued for a 10 year period and matured in December 2021.

The serial bonds and capital appreciation bonds are not subject to prior redemption. The capital appreciation bonds matured on December 1, 2017.

*2012 Advance Refunding Bonds*

On March 6, 2012, the School District issued \$8,502,212 in general obligation bonds for the purpose of refunding \$8,505,000 of the 2005 School Construction Current Refunding Bonds. The bond issue included serial and capital appreciation bonds, in the amounts of \$8,175,000 and \$327,212, respectively. The bonds were issued for a 20 year period and had a final maturity in December 2032. On November 10, 2021, the School District issued \$6,025,000 in general obligation bonds for the purpose of refunding \$6,635,000 of the 2012 Advance Refunding Bonds.

The remaining non-refunded serial bonds issued matured on December 1, 2021.

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*2013 Advance Refunding Bonds*

On May 16, 2013, the School District issued \$15,719,980 in general obligation bonds for the purpose of refunding \$15,720,000 of the 2005 School Improvement Advance Refunding Bonds. The bond issue included serial and capital appreciation bonds, in the amounts of \$15,190,000 and \$529,980, respectively. The bonds were issued for a 15 year period, with final maturity in December 2028. On August 13, 2020, the School District issued \$12,335,000 in general obligation bonds for the purpose of refunding \$12,335,000 of the 2013 Advance Refunding Bonds.

The serial bonds issued at \$15,190,000 and with final maturity dates after December 1, 2028 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 maturity, at the option of the Board of Education on or after December 1, 2028 at the redemption price of 100 percent.

The capital appreciation bonds, issued at \$529,980, are not subject to prior redemption. Certain capital appreciation bonds matured in fiscal year 2020 in the amount of \$1,330,000 and certain others matured in fiscal year 2021 in the amount of \$1,147,619.

*2016 Refunding Bonds*

On October 27, 2016, the School District issued \$8,480,000 in general obligation term bonds for the purpose of refunding \$8,480,000 of the 2006 Advance Refunding Bonds. The bonds were issued for an 8 year period and mature on December 1, 2024.

The outstanding term bonds are subject to mandatory sinking fund redemption on December 1, 2018, and on each December 1 thereafter at 100 percent of the principal amount thereof plus accrued interest to date of redemption according to the following schedule:

<u>Fiscal Year</u>	<u>Principal Amount to be Redeemed</u>
2023	\$ 3,160,000
2024	3,645,000
2025	1,250,000

*2017A School Facilities Improvement Bonds*

On September 21, 2017, the School District issued \$42,565,000 in general obligation bonds for the purpose of constructing and renovating school facilities, including a new high school, and locally funded initiatives together with matching funds under the Classroom Facilities Assistance Program of the Ohio School Facilities Commission; furnishing and equipping the same, including buses and motor vehicles for school use; improving the sites thereof; and acquiring land and interests in land. The bond issue included serial and term bonds, in the amounts of \$12,115,000 and \$30,450,000, respectively. The term bonds were issued for a 37-year period with final maturity at October 1, 2054. The serial bonds were issued for a 20-year period with final maturity at October 1, 2037.

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The term bonds in the amount of \$2,640,000 maturing on October 1, 2032, are subject to mandatory sinking fund redemption on October 1, 2030, and on each October 1 thereafter at 100 percent of the principal amount thereof plus accrued interest to date of redemption according to the following schedule:

Fiscal Year	Principal Amount to be Redeemed
2031	\$ 845,000
2032	880,000
2033	915,000

The term bonds in the amount of \$6,385,000 maturing on October 1, 2042, are subject to mandatory sinking fund redemption on October 1, 2038, and on each October 1 thereafter at 100 percent of the principal amount thereof plus accrued interest to date of redemption according to the following schedule:

Fiscal Year	Principal Amount to be Redeemed
2039	\$ 1,155,000
2040	1,215,000
2041	1,275,000
2042	1,335,000
2043	1,405,000

The term bonds in the amount of \$7,890,000 maturing on October 1, 2047, are subject to mandatory sinking fund redemption on October 1, 2043, and on each October 1 thereafter at 100 percent of the principal amount thereof plus accrued interest to date of redemption according to the following schedule:

Fiscal Year	Principal Amount to be Redeemed
2044	\$ 1,475,000
2045	1,525,000
2046	1,575,000
2047	1,630,000
2048	1,685,000

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The term bonds in the amount of \$13,535,000 maturing on October 1, 2054, are subject to mandatory sinking fund redemption on October 1, 2048, and on each October 1 thereafter at 100 percent of the principal amount thereof plus accrued interest to date of redemption according to the following schedule:

Fiscal Year	Principal Amount to be Redeemed
2049	\$ 1,740,000
2050	1,800,000
2051	1,865,000
2052	1,930,000
2053	1,995,000
2054-2055	4,205,000

*2017B School Facilities Improvement Bonds*

On September 21, 2017, the School District issued \$8,035,000 in general obligation bonds for the purpose of constructing and renovating school facilities, including a new high school, and locally funded initiatives together with matching funds under the Classroom Facilities Assistance Program of the Ohio School Facilities Commission; furnishing and equipping the same, including buses and motor vehicles for school use; improving the sites thereof; and acquiring land and interests in land. The bond issue included serial and term bonds, in the amounts of \$5,870,000 and \$2,165,000, respectively. The bonds were issued for a 20 year period with final maturity at October 1, 2038.

The term bonds in the amount of \$825,000 maturing on October 1, 2034, are subject to mandatory sinking fund redemption on October 1, 2033, and on each October 1 thereafter at 100 percent of the principal amount thereof plus accrued interest to date of redemption according to the following schedule:

Fiscal Year	Principal Amount to be Redeemed
2034	\$ 405,000
2035	420,000

The term bonds in the amount of \$1,340,000 maturing on October 1, 2037, are subject to mandatory sinking fund redemption on October 1, 2035, and on each October 1 thereafter at 100 percent of the principal amount thereof plus accrued interest to date of redemption according to the following schedule:

Fiscal Year	Principal Amount to be Redeemed
2036	\$ 435,000
2037	445,000
2038	460,000



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*2017C Refunding Bonds*

On September 21, 2017, the School District issued \$5,000,000 in general obligation serial bonds for the purpose of refunding \$8,705,000 of the 2007 Advance Refunding Bonds. The bonds were issued for an 11 year period and mature on October 1, 2029.

*2020 Refunding Bonds*

On August 13, 2020, the School District issued \$12,335,000 in general obligation bonds for the purpose of refunding \$12,335,000 of the 2013 School Improvement Advance Refunding Bonds. The bond issue included serial and capital appreciation bonds, in the amounts of \$11,885,000 and \$450,000, respectively. The bonds were issued for an eight year period, with final maturity in December 2028. The total debt service payments were reduced by \$0 and the present value of this reduction resulted in an economic gain of \$912,822.

The serial and capital appreciation bonds are not subject to prior redemption. The capital appreciation bonds mature in fiscal year 2023 in the amount of \$835,000.

*2021 Refunding Bonds*

On November 10, 2021, the School District issued \$6,025,000 in general obligation bonds for the purpose of refunding \$6,635,000 of the 2012 School Improvement Advance Refunding Bonds. The bond issue included serial and term bonds, in the amounts of \$3,640,000 and \$2,385,000, respectively. The bonds were issued for an 11 year period, with final maturity in December 2032. The total debt service payments were reduced by \$501,700 and the present value of this reduction resulted in an economic gain of \$470,633.

The term bonds in the amount of \$1,115,000 maturing on December 1, 2028, are subject to mandatory sinking fund redemption on December 1, 2027, and 2028 at 100 percent of the principal amount thereof plus accrued interest to date of redemption according to the following schedule:

Fiscal Year	Principal Amount to be Redeemed
2027	\$ 545,000
2028	570,000

The term bonds in the amount of \$1,270,000 maturing on December 1, 2032, are subject to mandatory sinking fund redemption on December 1, 2031, and 2032 at 100 percent of the principal amount thereof plus accrued interest to date of redemption according to the following schedule:

Fiscal Year	Principal Amount to be Redeemed
2031	\$ 630,000
2032	640,000

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*Leased Liabilities*

The School District has outstanding agreements to lease copiers and modulares. The future lease payments were discounted based on the interest rate implicit in the lease. The discount is being amortized using the interest method over the life of the lease.

Principal and interest requirements to retire the School District's outstanding leased liabilities at June 30, 2022, are as follows:

Fiscal Year Ending June 30,	Leased Liabilities	
	Principal	Interest
2023	\$ 129,627	\$ 5,026
2024	131,796	2,857
2025	92,768	966
2026	7,800	11
<b>Total</b>	<b>\$ 361,991</b>	<b>\$ 8,860</b>

The School District pays obligations related to leased liabilities from the General Fund and Building Fund. Principal and interest requirements to retire the School District's outstanding debt at June 30, 2022, are as follows:

Fiscal Year Ending June 30,	General Obligation Bonds					
	Serial Bonds		Term Bonds		Capital Appreciation Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 1,755,000	\$ 1,290,427	\$ 3,160,000	\$ 1,346,211	\$ 450,000	\$ 385,000
2024	2,225,000	1,256,631	3,645,000	1,287,348	-	-
2025	3,570,000	1,188,420	1,250,000	1,245,005	-	-
2026	4,915,000	1,051,290	-	1,234,195	-	-
2027	5,125,000	874,139	-	1,234,193	-	-
2028-2032	13,055,000	2,075,699	3,470,000	6,102,668	-	-
2033-2037	4,420,000	732,950	3,260,000	5,555,721	-	-
2038-2042	1,110,000	22,200	5,440,000	4,820,785	-	-
2043-2047	-	-	7,610,000	3,325,040	-	-
2048-2052	-	-	9,020,000	1,894,725	-	-
2053-2055	-	-	6,200,000	330,576	-	-
<b>Total</b>	<b>\$ 36,175,000</b>	<b>\$ 8,491,756</b>	<b>\$ 43,055,000</b>	<b>\$28,376,467</b>	<b>\$ 450,000</b>	<b>\$ 385,000</b>

All general obligation bonds will be retired from the Bond Retirement Fund with property tax revenues.

**Net Pension/OPEB Liability**

There is no repayment schedule for the net pension liability and net OPEB liability; however, employer pension and OPEB contributions are made from the fund benefitting from the employees' service. For additional information related to the net pension liability and net OPEB liability see Note 10 and 11.

**Licking Heights Local School District**  
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**Compensated Absences**

Compensated absences represent accumulated vacation and an estimated severance liability for employees both eligible to retire and those expected to become eligible in the future. The entire compensated absences balance is reported on the entity-wide financial statements. For governmental fund financial statements, the compensated absences are reported only to the extent they have matured and will be paid with current financial resources. The noncurrent portion of the liability is not reported.

The School District pays obligations related to compensated absences from the General Fund and Food Service Fund (an other governmental fund).

**NOTE 14 – INTERFUND ACTIVITY**

During the fiscal year, the School District transferred \$7,300,000 from the General Fund to the Capital Projects Fund for the purpose of setting aside funds for the School District’s capital plan. The School District also transferred \$1,687 from the Student Managed Student Activities Fund to the General Fund during the fiscal year for the purpose of closing two clubs. Interfund transfers between governmental funds are eliminated on the government-wide financial statements.

On an as-needed basis, the School District's General Fund advances cash to other funds of the School District to eliminate cash deficits. Durring the year, advances from the School District's General Fund were made. As of June 30, 2022, receivables and payables that resulted from those advance transactions were as follows:

<u>Fund</u>	<u>Due to the General Fund</u>
ESSER	\$ 193,756
Title VI-B IDEA	101,419
Title III	10,296
Title I	21,835
IDEA Preschool	3,655
Title II-A	5,958
	<u>\$ 336,919</u>

**NOTE 15 – SET-ASIDE CALCULATIONS**

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 purchase of an equal amount for the acquisition and construction of capital improvements.

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

	Capital Acquisition
Set-aside cash balance as of June 30, 2021	\$ -
Current fiscal year set-aside requirement	839,409
Current fiscal year offsets	(1,188,957)
Set-aside Reserve Balance as of June 30, 2022	\$ (349,548)
Required Set-aside Balances Carried Forward to FY 2023	\$ -

During fiscal year 2018, the School District issued \$50,600,000 in capital related debt based on a building project under taken by the School District. Those proceeds may be used as qualifying offsets to reduce the capital acquisition to zero for future years. In fiscal year 2022, \$0 of qualifying proceeds were used to reduce the capital acquisition set-aside requirement to zero. At June 30, 2022, the School District still has \$50,600,000 in qualifying proceeds that may be used to reduce the set-aside requirement for future years.

**NOTE 16 – 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, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2022.

**Litigation**

The School District is currently not a party to any material legal proceedings.

**Licking Heights Local School District**  
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**NOTE 17 – 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 major governmental funds and all other governmental funds are presented as follows:

	General	BOND RETIREMENT	BUILDING	CLASSROOM FACILITIES	Other Governmental Funds	Total
Nonspendable for:						
Capital Projects	\$ -	\$ -	\$ 2,024,971	\$ 1,780,284	\$ -	\$ 3,805,255
Debt Service	-	9,795,188	-	-	-	9,795,188
Food Service	-	-	-	-	2,043,282	2,043,282
Classroom Facilities Maintenance	-	-	-	-	1,570,170	1,570,170
Permanent Improvements	-	-	-	-	4,148,726	4,148,726
Extracurricular Activities	-	-	-	-	283,720	283,720
Other Local Grants	-	-	-	-	86,714	86,714
State and Federal Grants	-	-	-	-	401,666	401,666
Special Trust	-	-	-	-	4,847	4,847
Total Restricted	-	9,795,188	2,024,971	1,780,284	8,539,125	22,139,568
Instruction	303,347	-	-	-	-	303,347
Support Services	76,339	-	-	-	-	76,339
Extracurricular	2,695	-	-	-	-	2,695
Public School Support	145,758	-	-	-	-	145,758
Other Purposes	57,556	-	-	-	-	57,556
Capital Projects	-	-	-	-	9,214,049	9,214,049
Total Assigned	585,695	-	-	-	9,214,049	9,799,744
Unassigned	30,959,947	-	-	-	-	30,959,947
Total Fund Balance	\$ 31,545,642	\$ 9,795,188	\$ 2,024,971	\$ 1,780,284	\$ 17,753,174	\$ 62,899,259

**NOTE 18 – IMPLEMENTATION OF NEW ACCOUNTING PRINCIPLES**

For the fiscal year ended June 30, 2022, the School District has implemented Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*, GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, GASB Statement No. 92, *Omnibus 2020*, certain provisions of GASB Statement No. 93, *Replacement of Interbank Offered Rates*, certain provisions of GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*, GASB Statement No. 98, *The Annual Comprehensive Financial Report*, and certain provisions in GASB Statement No. 99, *Omnibus 2022*.

GASB Statement No. 87 requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. These changes were incorporated in the School District’s financial statements; however, there was no effect on beginning net position/fund balance.

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GASB Statement No. 89 requires that interest costs incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. The implementation of GASB Statement No. 89 did not have an effect on the financial statements of the School District.

GASB Statement No. 92 enhances comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. The implementation of GASB Statement No. 92 did not have an effect on the financial statements of the School District.

GASB Statement No. 93 addresses accounting and financial reporting effects that result from the replacement of interbank offered rates (IBORs) with other reference rates in order to preserve the reliability, relevance, consistency, and comparability of reported information. The implementation of paragraphs 13 and 14 of GASB Statement No. 93 did not have an effect on the financial statements of the School District.

GASB Statement No. 97 requirements that are related to a) the accounting and financial reporting for Section 457 plans and b) determining whether a primary government is financially accountable for a potential component unit were implemented for fiscal year 2022. The implementation of GASB Statement No. 97 did not have an effect on the financial statements of the School District.

GASB Statement No. 98 establishes the term *annual comprehensive financial report* and its acronym *ACFR*. That new term and acronym replace instances of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments. These changes were incorporated in the School District's 2022 financial statements; however, there was no effect on beginning net position/fund balance.

GASB Statement No. 99 enhances comparability in the application of accounting and financial reporting requirements and will improve consistency of authoritative literature. The implementation of certain provisions of GASB Statement No. 99 did not have an effect on the financial statements of the School District.

**NOTE 19 – COVID-19**

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. Ohio's state of emergency ended in June, 2021 while the national state of emergency continues. During fiscal year 2022, the School District received COVID-19 funding. The financial impact of COVID-19 and the continuing recovery measures will impact subsequent periods of the School District. The impact on the School District's future operating costs, revenues, and additional recovery from funding, either federal or state, cannot be estimated.

The School District's investment portfolio fluctuates with market conditions, and due to market volatility, the amount of gains or losses that will be realized in subsequent periods, if any, cannot be determined.

## **REQUIRED SUPPLEMENTARY INFORMATION**

**Licking Heights Local School District**  
**Licking County, Ohio**

Required Supplementary Information  
Schedule of School District's Proportionate Share of the Net Pension Liability

Last Nine Fiscal Years (1)

	2022	2021	2020	2019
<b><i>School Employees Retirement System of Ohio</i></b>				
School District's Proportion of the Net Pension Liability	0.1581495%	0.1581635%	0.1628290%	0.1629999%
School District's Proportionate Share of the Net Pension Liability	\$ 5,835,258	\$ 10,461,267	\$ 9,742,345	\$ 9,335,306
School District's Covered Payroll	\$ 5,467,464	\$ 5,504,336	\$ 5,546,328	\$ 5,165,767
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	106.73%	190.06%	175.65%	180.71%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	82.86%	68.55%	70.85%	71.36%
<b><i>State Teachers Retirement System of Ohio</i></b>				
School District's Proportion of the Net Pension Liability	0.15805035%	0.15438726%	0.15077515%	0.14314676%
School District's Proportionate Share of the Net Pension Liability	\$ 20,208,158	\$ 37,356,224	\$ 33,343,018	\$ 31,474,758
School District's Covered Payroll	\$ 19,652,921	\$ 18,694,414	\$ 18,268,193	\$ 17,287,655
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	102.83%	199.83%	182.52%	182.06%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	87.80%	75.48%	77.40%	77.30%

(1) Information prior to 2014 is not available.

Amounts presented for each fiscal year were determined as of the School District's measurement date, which is the prior fiscal year-end.

See accompanying notes to the required supplementary information.



2018	2017	2016	2015	2014
0.1612604%	0.1551276%	0.1409540%	0.1335550%	0.1335550%
\$ 9,634,953	\$ 11,353,909	\$ 8,042,972	\$ 6,759,143	\$ 7,942,088
\$ 5,220,567	\$ 4,838,121	\$ 4,273,692	\$ 3,902,864	\$ 3,863,238
184.56%	234.68%	188.20%	173.18%	205.58%
69.50%	62.98%	69.16%	71.70%	65.52%
0.14799871%	0.13948374%	0.13166884%	0.12378332%	0.12378332%
\$ 35,157,411	\$ 46,689,412	\$ 36,389,416	\$ 30,108,387	\$ 30,494,855
\$ 16,245,998	\$ 15,339,830	\$ 14,224,836	\$ 14,363,069	\$ 12,212,484
216.41%	304.37%	255.82%	209.62%	249.70%
75.30%	66.80%	72.10%	74.70%	69.30%

**Licking Heights Local School District  
Licking County, Ohio**

Required Supplementary Information  
Schedule of School District Pension Contributions

Last Ten Fiscal Years

	2022	2021	2020	2019
<b><i>School Employees Retirement System of Ohio</i></b>				
Contractually Required Contribution	\$ 886,305	\$ 765,445	\$ 770,607	\$ 748,754
Contributions in Relation to the Contractually Required Contribution	<u>\$ (886,305)</u>	<u>\$ (765,445)</u>	<u>\$ (770,607)</u>	<u>\$ (748,754)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 6,330,750	\$ 5,467,464	\$ 5,504,336	\$ 5,546,328
Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	13.50%
<b><i>State Teachers Retirement System of Ohio</i></b>				
Contractually Required Contribution	\$ 3,043,823	\$ 2,751,409	\$ 2,617,218	\$ 2,557,547
Contributions in Relation to the Contractually Required Contribution	<u>\$ (3,043,823)</u>	<u>\$ (2,751,409)</u>	<u>\$ (2,617,218)</u>	<u>\$ (2,557,547)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 21,741,593	\$ 19,652,921	\$ 18,694,414	\$ 18,268,193
Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%

See accompanying notes to the required supplementary information.

2018	2017	2016	2015	2014	2013
\$ 697,379	\$ 730,879	\$ 677,337	\$ 563,273	\$ 540,937	\$ 534,672
<u>\$ (697,379)</u>	<u>\$ (730,879)</u>	<u>\$ (677,337)</u>	<u>\$ (563,273)</u>	<u>\$ (540,937)</u>	<u>\$ (534,672)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 5,165,767	\$ 5,220,567	\$ 4,838,121	\$ 4,273,692	\$ 3,902,864	\$ 3,863,238
13.50%	14.00%	14.00%	13.18%	13.86%	13.84%
\$ 2,420,272	\$ 2,274,440	\$ 2,147,576	\$ 1,991,477	\$ 1,867,199	\$ 1,587,623
<u>\$ (2,420,272)</u>	<u>\$ (2,274,440)</u>	<u>\$ (2,147,576)</u>	<u>\$ (1,991,477)</u>	<u>\$ (1,867,199)</u>	<u>\$ (1,587,623)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 17,287,655	\$ 16,245,998	\$ 15,339,830	\$ 14,224,836	\$ 14,363,069	\$ 12,212,484
14.00%	14.00%	14.00%	14.00%	13.00%	13.00%

**Licking Heights Local School District  
Licking County, Ohio**

Required Supplementary Information  
Schedule of School District's Proportionate Share of the Net OPEB Liability (Asset)

Last Six Fiscal Years (1)

	2022	2021	2020	2019
<b><i>School Employees Retirement System of Ohio</i></b>				
School District's Proportion of the Net OPEB Liability	0.1602430%	0.1604940%	0.1662430%	0.1649996%
School District's Proportionate Share of the Net OPEB Liability	\$ 3,032,732	\$ 3,488,049	\$ 4,180,659	\$ 4,577,535
School District's Covered Payroll	\$ 5,467,464	\$ 5,504,336	\$ 5,546,328	\$ 5,165,767
School District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	55.47%	63.37%	75.38%	88.61%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	24.08%	18.17%	15.57%	13.57%
<b><i>State Teachers Retirement System of Ohio</i></b>				
School District's Proportion of the Net OPEB Liability (Asset)	0.15805000%	0.15438700%	0.15077500%	0.14314676%
School District's Proportionate Share of the Net OPEB Liability (Asset)	\$ (3,332,355)	\$ (2,713,348)	\$ (2,497,196)	\$ (2,300,222)
School District's Covered Payroll	\$ 19,652,921	\$ 18,694,414	\$ 18,268,193	\$ 17,287,655
School District's Proportionate Share of the Net OPEB Liability (Asset) as a Percentage of its Covered Payroll	-16.96%	-14.51%	-13.67%	-13.31%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	174.73%	182.10%	174.70%	176.00%

(1) Information prior to 2017 is not available.

Amounts presented for each fiscal year were determined as of the School District's measurement date, which is the prior fiscal year-end.

See accompanying notes to the required supplementary information.

	2018	2017
	0.1636642%	0.1572441%
\$	4,392,317	\$ 4,482,039
\$	5,220,567	\$ 4,838,121
	84.13%	92.64%
	12.46%	11.49%
	0.14799871%	0.13948374%
\$	5,774,364	\$ 7,459,626
\$	16,245,998	\$ 15,339,830
	35.54%	48.63%
	47.10%	37.30%

**Licking Heights Local School District  
Licking County, Ohio**

Required Supplementary Information  
Schedule of School District OPEB Contributions

Last Ten Fiscal Years

	2022	2021	2020	2019
<b><i>School Employees Retirement System of Ohio</i></b>				
Contractually Required Contribution (1)	\$ 110,390	\$ 89,877	\$ 85,924	\$ 132,668
Contributions in Relation to the Contractually Required Contribution	<u>\$ 110,390</u>	<u>\$ 89,877</u>	<u>\$ 85,924</u>	<u>\$ 132,668</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 6,330,750	\$ 5,467,464	\$ 5,504,336	\$ 5,546,328
Contributions as a Percentage of Covered Payroll (1)	1.74%	1.64%	1.56%	2.39%
<b><i>State Teachers Retirement System of Ohio</i></b>				
Contractually Required Contribution	\$ -	\$ -	\$ -	\$ -
Contributions in Relation to the Contractually Required Contribution	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll	\$ 21,741,593	\$ 19,652,921	\$ 18,694,414	\$ 18,268,193
Contributions as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%

(1) Includes Surcharge

See accompanying notes to the required supplementary information.

2018	2017	2016	2015	2014	2013
\$ 113,353	\$ 89,303	\$ 79,732	\$ 102,360	\$ 72,078	\$ 72,605
<u>\$ 113,353</u>	<u>\$ 89,303</u>	<u>\$ 79,732</u>	<u>\$ 102,360</u>	<u>\$ 72,078</u>	<u>\$ 72,605</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 5,165,767	\$ 5,220,567	\$ 4,838,121	\$ 4,273,692	\$ 3,902,864	\$ 3,863,238
2.19%	1.71%	1.65%	2.40%	1.85%	1.88%
\$ -	\$ -	\$ -	\$ -	\$ 143,631	\$ 122,125
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 143,631</u>	<u>\$ 122,125</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 17,287,655	\$ 16,245,998	\$ 15,339,830	\$ 14,224,836	\$ 14,363,069	\$ 12,212,484
0.00%	0.00%	0.00%	0.00%	1.00%	1.00%

**Licking Heights Local School District**  
**Licking County Ohio**  
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*For the Fiscal Year Ended June 30, 2022*

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**NOTE 1 - NET PENSION LIABILITY**

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

***Changes in Assumptions - SERS***

For fiscal year 2021, the SERS Board adopted the following assumption changes:

- Assumed rate of inflation was reduced from 3.00 percent to 2.40 percent
- Payroll growth assumption was reduced from 3.50 percent to 1.75 percent
- Assumed real wage growth was reduced from 0.50 percent to 0.85 percent
- Discount rate was reduced from 7.50 percent to 7.00 percent
- Rates of withdrawal, retirement and disability were updated to reflect recent experience.
- Mortality among active members, service retirees and beneficiaries, and disabled members were updated.

For fiscal year 2017, the SERS Board adopted the following assumption changes:

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

***Changes in Benefit Terms - SERS***

For fiscal year 2021, cost-of-living adjustments 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.



**Licking Heights Local School District**  
**Licking County Ohio**  
*Notes to Required Supplementary Information*  
*For the Fiscal Year Ended June 30, 2022*

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***Changes in Assumptions – STRS***

For fiscal year 2021, the long term expected rate of return was reduced from 7.45 percent to 7.00 percent.

For fiscal year 2018, the Retirement Board approved several changes to the actuarial assumptions in 2017. The long term expected rate of return was reduced from 7.75 percent to 7.45 percent, the inflation assumption was lowered from 2.75 percent to 2.50 percent, the payroll growth assumption was lowered to 3.00 percent, and total salary increases rate was lowered by decreasing the merit component of the individual salary increases, in addition to a decrease of 0.25 percent due to lower inflation. The healthy and disabled mortality assumptions were updated to the RP-2014 mortality tables with generational improvement scale MP-2016. Rates of retirement, termination and disability were modified to better reflect anticipated future experience.

***Changes in Benefit Terms - STRS***

For fiscal year 2018, the cost-of-living adjustment (COLA) was reduced to zero.

**NOTE 2 - NET OPEB LIABILITY (ASSET)**

***Changes in Assumptions – SERS***

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

**Municipal Bond Index Rate:**

Fiscal year 2022	1.92 percent
Fiscal year 2021	2.45 percent
Fiscal year 2020	3.13 percent
Fiscal year 2019	3.62 percent
Fiscal year 2018	3.56 percent
Fiscal year 2017	2.92 percent

**Single Equivalent Interest Rate, net of plan investment expense, including price inflation:**

Fiscal year 2022	2.27 percent
Fiscal year 2021	2.63 percent
Fiscal year 2020	3.22 percent
Fiscal year 2019	3.70 percent
Fiscal year 2018	3.63 percent
Fiscal year 2017	2.98 percent

**Pre-Medicare Trend Assumption**

Fiscal year 2022	6.75 percent initially, decreasing to 4.40 percent
Fiscal year 2021	7.00 percent initially, decreasing to 4.75 percent
Fiscal year 2020	7.00 percent initially, decreasing to 4.75 percent
Fiscal year 2019	7.25 percent initially, decreasing to 4.75 percent
Fiscal year 2018	7.50 percent initially, decreasing to 4.00 percent

**Licking Heights Local School District**  
**Licking County Ohio**  
*Notes to Required Supplementary Information*  
*For the Fiscal Year Ended June 30, 2022*

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Medicare Trend Assumption

Fiscal year 2022	5.125 percent initially, decreasing to 4.40 percent
Fiscal year 2021	5.25 percent initially, decreasing to 4.75 percent
Fiscal year 2020	5.25 percent initially, decreasing to 4.75 percent
Fiscal year 2019	5.375 percent initially, decreasing to 4.75 percent
Fiscal year 2018	5.50 percent initially, decreasing to 5.00 percent

***Changes in Benefit Terms - SERS***

There have been no changes to the benefit provisions.

***Changes in Assumptions – STRS***

For fiscal year 2021, valuation year per capita health care costs were updated. Health care cost trend rates ranged from -5.20 percent to 9.60 percent initially for fiscal year 2020 and changed for fiscal year 2021 to a range of -6.69 percent to 11.87 percent, initially.

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 percent. Valuation year per capita health care costs were updated. Health care cost trend rates ranged from 6.00 percent to 11 percent initially and a 4.50 percent ultimate rate for fiscal year 2018 and changed for fiscal year 2019 to a range of -5.20 percent to 9.60 percent, initially and a 4.00 ultimate rate.

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.

***Changes in Benefit Terms – STRS***

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

**Licking Heights Local School District**  
**Licking County Ohio**  
*Notes to Required Supplementary Information*  
*For the Fiscal Year Ended June 30, 2022*

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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.

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**COMBINING STATEMENTS  
AND INDIVIDUAL FUND SCHEDULES**

**Licking Heights Local School District**  
**Licking County, Ohio**

Description of Funds  
Governmental Funds

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**Bond Retirement Fund**

A fund used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

**Building Fund**

A fund used to account for the receipts and expenditures related to all special bond funds in the School District. Proceeds from the sale of bonds, notes, or certificates of indebtedness are paid into this fund. Expenditures recorded here represent the costs of acquiring capital facilities including real property.

**Classroom Facilities Fund**

A fund used to account for monies received and expended in connection with contracts entered into by the School District and the Ohio Facilities Construction Commission for the building and equipping of classroom facilities.

**Non-major Governmental Funds**

Non-major Governmental Funds account for revenues from specific sources, which legally, or otherwise, are restricted to expenditures for specific purposes. A description of the School District's Non-major Governmental Funds follows:

**Permanent Improvement** – A fund provided to account for all transactions related to acquiring, constructing, or improving school facilities.

**Capital Projects** – A fund used to accumulate money for capital projects.

**Food Service** – A fund used to account for the financial activity related to the School District's food service operation.

**Special Trust** – A fund used to account for restricted contributions and donations which the original contributions can be expended for School District programs.

**Public School Support** – A fund provided to account for specific local revenue sources, other than taxes or expendable trusts (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. This fund is included with the General Fund for financial statement reporting purposes.

**Other Local Grants** – A fund used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

**Athletic Tournament** – A fund used to account for the School District's revenues and expenditures related to Ohio High School Athletic Association (OHSAA) tournaments.

**Classroom Facilities Maintenance** – A fund used to account for the proceeds of a tax levy and also intergovernmental revenues received for the maintenance of facilities.

**Licking Heights Local School District**  
**Licking County, Ohio**

Description of Funds  
Governmental Funds

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**Student Managed Activities** – A fund provided to account for those student activity programs which have student participation in the activity and have student management of the programs. This fund would usually include programs and clubs managed by the School District's students.

**District Managed Student Activities** – A fund provided to account for those student activity programs which have student participation in the activity but do not have student management of the programs. This fund includes the athletic programs, choir, theater and other similar types of activities.

**Data Communications** – A fund which accounts for funds used for any expenses associated with the installation and ongoing support of the data communication links connecting public schools to the Data Acquisition Site and the Ohio Education Computer Network.

**Other State Grants** – A fund provided to account for other state grants, not required to be accounted for in another fund.

**Elementary and Secondary School Emergency Relief (ESSER)** – A fund used to account for state funds used to aid districts that have been impacted and continue to be impacted by the Novel Coronavirus Disease 2019 (COVID-19).

**Broadband Connectivity** – A fund used to account for federal funds used to assist schools in providing hotspots and internet-enabled devices to students through the CARES Act.

**Title VI-B IDEA** – A fund used to account for federal funds used to assist states in providing an appropriate public education to all children with disabilities.

**Title III Limited English Proficiency** – A fund used to account for federal funds used to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency.

**Title I Disadvantaged Children** – A fund used to provide financial assistance to State and Local educational agencies to meet the special needs of educationally deprived children. Included are the Even Start and Comprehensive School Reform programs.

**IDEA Preschool Grant for the Handicapped** – The Preschool Grant Program, Section 619 of Public Law 99-457, addresses the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

**Title II-A Improving Teacher Quality** – A fund used to account for monies to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

**Licking Heights Local School District**  
**Licking County, Ohio**

Combining Balance Sheet  
Nonmajor Governmental Funds  
As of June 30, 2022

	Capital Project Funds		Special Revenue Funds			
	Permanent Improvement	Capital Projects	Food Service	Special Trust	Other Local Grants	Athletic Tournament
<b>Assets:</b>						
Equity in Pooled Cash and Investments	\$ 3,852,465	\$ 9,214,049	\$ 2,142,757	\$ 4,847	\$ 86,714	\$ 11,232
Receivables:						
Property Taxes	1,043,407	-	-	-	-	-
Intergovernmental	-	-	17,779	-	-	-
Accounts	-	-	-	-	-	-
Materials and Supplies Inventory	-	-	51,734	-	-	-
<b>Total Assets</b>	<b>\$ 4,895,872</b>	<b>\$ 9,214,049</b>	<b>\$ 2,212,270</b>	<b>\$ 4,847</b>	<b>\$ 86,714</b>	<b>\$ 11,232</b>
<b>Liabilities:</b>						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Wages and Benefits Payable	-	-	107,976	-	-	-
Intergovernmental Payable	-	-	57,627	-	-	-
Interfund Payable	-	-	-	-	-	-
Matured Compensated Absences	-	-	3,385	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>168,988</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Deferred Inflows of Resources:</b>						
Property and Other Local Taxes	743,247	-	-	-	-	-
Unavailable Revenue	3,899	-	-	-	-	-
<b>Total Deferred Inflows of Resources</b>	<b>747,146</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund Balances:</b>						
Restricted for:						
Permanent Improvements	4,148,726	-	-	-	-	-
Classroom Facilities Maintenance	-	-	-	-	-	-
Food Service	-	-	2,043,282	-	-	-
Special Trust	-	-	-	4,847	-	-
Other Local Grants	-	-	-	-	86,714	-
Extracurricular Activities	-	-	-	-	-	11,232
State and Federal Grants	-	-	-	-	-	-
Assigned for:						
Capital Projects	-	9,214,049	-	-	-	-
<b>Total Fund Balances</b>	<b>4,148,726</b>	<b>9,214,049</b>	<b>2,043,282</b>	<b>4,847</b>	<b>86,714</b>	<b>11,232</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 4,895,872</b>	<b>\$ 9,214,049</b>	<b>\$ 2,212,270</b>	<b>\$ 4,847</b>	<b>\$ 86,714</b>	<b>\$ 11,232</b>



Special Revenue Funds						
Classroom Facilities Maintenance	Student Managed Student Activities	District Managed Student Activities	Data Communications	Other State Grants	ESSER	Broadband Connectivity
\$ 1,570,170	\$ 81,654	\$ 191,128	\$ -	\$ 14	\$ -	\$ -
-	-	-	-	-	-	-
-	-	300	-	145,576	437,500	-
-	-	-	-	-	-	-
<u>\$ 1,570,170</u>	<u>\$ 81,654</u>	<u>\$ 191,428</u>	<u>\$ -</u>	<u>\$ 145,590</u>	<u>\$ 437,500</u>	<u>\$ -</u>
\$ -	\$ -	\$ 594	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	15,566	-
-	-	-	-	-	2,208	-
-	-	-	-	-	193,756	-
-	-	-	-	-	-	-
-	-	594	-	-	211,530	-
-	-	-	-	-	-	-
-	-	-	-	-	1,179	-
-	-	-	-	-	1,179	-
-	-	-	-	-	-	-
1,570,170	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	81,654	190,834	-	-	-	-
-	-	-	-	145,590	224,791	-
-	-	-	-	-	-	-
<u>1,570,170</u>	<u>81,654</u>	<u>190,834</u>	<u>-</u>	<u>145,590</u>	<u>224,791</u>	<u>-</u>
<u>\$ 1,570,170</u>	<u>\$ 81,654</u>	<u>\$ 191,428</u>	<u>\$ -</u>	<u>\$ 145,590</u>	<u>\$ 437,500</u>	<u>\$ -</u>

(continued)

**Licking Heights Local School District**  
**Licking County, Ohio**

Combining Balance Sheet  
Nonmajor Governmental Funds  
As of June 30, 2022  
(Continued)

	Special Revenue Funds						Other Governmental Funds
	Title VI-B IDEA	Title III	Title I	IDEA Preschool	Title II-A	Other Federal Grants	
<b>Assets:</b>							
Equity in Pooled Cash and Investments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 17,155,030
Receivables:							
Property Taxes	-	-	-	-	-	-	1,043,407
Intergovernmental	204,692	17,910	35,397	7,698	8,475	-	875,027
Accounts	-	-	-	-	-	-	300
Materials and Supplies Inventory	-	-	-	-	-	-	51,734
Total Assets	<u>\$ 204,692</u>	<u>\$ 17,910</u>	<u>\$ 35,397</u>	<u>\$ 7,698</u>	<u>\$ 8,475</u>	<u>\$ -</u>	<u>\$ 19,125,498</u>
<b>Liabilities:</b>							
Accounts Payable	\$ -	\$ 2,935	\$ -	\$ -	\$ -	\$ -	\$ 3,529
Accrued Wages and Benefits Payable	82,465	-	-	1,156	1,275	-	208,438
Intergovernmental Payable	10,125	-	-	158	174	-	70,292
Interfund Payable	101,419	10,296	21,835	3,655	5,958	-	336,919
Matured Compensated Absences	-	-	-	-	-	-	3,385
Total Liabilities	<u>194,009</u>	<u>13,231</u>	<u>21,835</u>	<u>4,969</u>	<u>7,407</u>	<u>-</u>	<u>622,563</u>
<b>Deferred Inflows of Resources:</b>							
Property and Other Local Taxes	-	-	-	-	-	-	743,247
Unavailable Revenue	-	-	-	1,436	-	-	6,514
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,436</u>	<u>-</u>	<u>-</u>	<u>749,761</u>
<b>Fund Balances:</b>							
Restricted for:							
Permanent Improvements	-	-	-	-	-	-	4,148,726
Classroom Facilities Maintenance	-	-	-	-	-	-	1,570,170
Food Service	-	-	-	-	-	-	2,043,282
Special Trust	-	-	-	-	-	-	4,847
Other Local Grants	-	-	-	-	-	-	86,714
Extracurricular Activities	-	-	-	-	-	-	283,720
State and Federal Grants	10,683	4,679	13,562	1,293	1,068	-	401,666
Assigned for:							
Capital Projects	-	-	-	-	-	-	9,214,049
Total Fund Balances	<u>10,683</u>	<u>4,679</u>	<u>13,562</u>	<u>1,293</u>	<u>1,068</u>	<u>-</u>	<u>17,753,174</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 204,692</u>	<u>\$ 17,910</u>	<u>\$ 35,397</u>	<u>\$ 7,698</u>	<u>\$ 8,475</u>	<u>\$ -</u>	<u>\$ 19,125,498</u>

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**Licking Heights Local School District**  
**Licking County, Ohio**

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2022

	Capital Project Funds		Special Revenue Funds			
	Permanent Improvement	Capital Projects	Food Service	Special Trust	Other Local Grants	Athletic Tournament
<b>Revenues:</b>						
Property Taxes	\$ 951,659	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	114,940	-	3,801,656	-	66,388	-
Investment Earnings	-	-	4,379	-	-	-
Extracurricular Activities	-	-	-	-	-	5,954
Contributions and Donations	-	-	-	200	500	-
Customer Sales and Services	-	-	130,610	-	-	-
Miscellaneous	-	-	589	-	442	-
<b>Total Revenues</b>	<b>1,066,599</b>	<b>-</b>	<b>3,937,234</b>	<b>200</b>	<b>67,330</b>	<b>5,954</b>
<b>Expenditures:</b>						
Instruction:						
Regular	728,559	-	-	-	49,735	-
Special	-	-	-	-	-	-
Other	-	-	-	-	-	-
Support services:						
Pupils	-	-	-	-	-	-
Instructional Staff	-	-	-	-	-	-
Administration	-	-	-	-	-	-
Fiscal	17,749	-	-	-	-	-
Operation and Maintenance of Plant	-	-	-	-	-	-
Pupil Transportation	-	-	-	-	-	-
Central	-	-	-	-	-	-
Non-Instructional Services	-	-	2,471,564	-	-	-
Extracurricular Activities	-	-	-	-	-	3,058
Capital Outlay	-	89,728	-	-	-	-
Debt service:						
Principal Retirement	405,000	-	-	-	-	-
Interest and Fiscal Charges	259,851	-	-	-	-	-
<b>Total Expenditures</b>	<b>1,411,159</b>	<b>89,728</b>	<b>2,471,564</b>	<b>-</b>	<b>49,735</b>	<b>3,058</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(344,560)	(89,728)	1,465,670	200	17,595	2,896
<b>Other Financing Sources (Uses):</b>						
Transfers In	-	7,300,000	-	-	-	-
Transfers Out	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>7,300,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>(344,560)</b>	<b>7,210,272</b>	<b>1,465,670</b>	<b>200</b>	<b>17,595</b>	<b>2,896</b>
Fund Balances - Beginning of Year	4,493,286	2,003,777	577,612	4,647	69,119	8,336
<b>Fund Balances - End of Year</b>	<b>\$ 4,148,726</b>	<b>\$ 9,214,049</b>	<b>\$ 2,043,282</b>	<b>\$ 4,847</b>	<b>\$ 86,714</b>	<b>\$ 11,232</b>

Special Revenue Funds						
Classroom Facilities Maintenance	Student Managed Student Activities	District Managed Student Activities	Data Communications	Other State Grants	ESSER	Broadband Connectivity
\$ 261,695	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	10,800	151,058	2,320,719	124,465
-	-	-	-	-	-	-
-	53,117	253,361	-	-	-	-
-	1,280	76,399	-	-	-	-
-	-	-	-	-	-	-
-	1,686	3,994	-	-	-	-
<u>261,695</u>	<u>56,083</u>	<u>333,754</u>	<u>10,800</u>	<u>151,058</u>	<u>2,320,719</u>	<u>124,465</u>
-	-	-	-	-	462,459	-
-	-	-	-	-	-	-
-	-	-	-	-	310,404	-
-	-	-	-	1,047	55,183	-
-	-	-	-	-	11,304	124,465
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	572,801	-
-	-	-	-	-	135,293	-
-	-	-	10,800	-	-	-
-	-	-	-	-	-	-
-	50,287	257,508	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>50,287</u>	<u>257,508</u>	<u>10,800</u>	<u>1,047</u>	<u>1,547,444</u>	<u>124,465</u>
261,695	5,796	76,246	-	150,011	773,275	-
-	-	-	-	-	-	-
-	(1,687)	-	-	-	-	-
-	(1,687)	-	-	-	-	-
261,695	4,109	76,246	-	150,011	773,275	-
1,308,475	77,545	114,588	-	(4,421)	(548,484)	-
<u>\$ 1,570,170</u>	<u>\$ 81,654</u>	<u>\$ 190,834</u>	<u>\$ -</u>	<u>\$ 145,590</u>	<u>\$ 224,791</u>	<u>\$ -</u>

(continued)

**Licking Heights Local School District**  
**Licking County, Ohio**

Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2022  
(Continued)

	Special Revenue Funds						Other Federal Grants	Other Governmental Funds
	Title VI-B IDEA	Title III	Title I	IDEA Preschool	Title II-A			
<b>Revenues:</b>								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,213,354	
Intergovernmental	1,085,946	141,443	695,802	30,523	48,054	792,358	9,384,152	
Investment Earnings	-	-	-	-	-	-	4,379	
Extracurricular Activities	-	-	-	-	-	-	312,432	
Contributions and Donations	-	-	-	-	-	-	78,379	
Customer Sales and Services	-	-	-	-	-	-	130,610	
Miscellaneous	-	-	-	-	-	-	6,711	
<b>Total Revenues</b>	<b>1,085,946</b>	<b>141,443</b>	<b>695,802</b>	<b>30,523</b>	<b>48,054</b>	<b>792,358</b>	<b>11,130,017</b>	
<b>Expenditures:</b>								
Instruction:								
Regular	-	-	-	-	-	858	1,241,611	
Special	1,087,443	134,798	605,562	18,345	-	-	1,846,148	
Other	-	-	-	-	-	-	310,404	
Support services:								
Pupils	-	-	-	-	15,115	-	71,345	
Instructional Staff	-	-	-	-	10,393	791,500	937,662	
Administration	-	-	-	-	4,680	-	4,680	
Fiscal	-	-	-	-	-	-	17,749	
Operation and Maintenance of Plant	-	-	-	-	-	-	572,801	
Pupil Transportation	-	-	-	-	-	-	135,293	
Central	-	-	-	-	12,339	-	23,139	
Non-Instructional Services	-	1,089	5,336	-	-	-	2,477,989	
Extracurricular Activities	-	-	-	-	-	-	310,853	
Capital Outlay	-	-	-	-	-	-	89,728	
Debt service:								
Principal Retirement	-	-	-	-	-	-	405,000	
Interest and Fiscal Charges	-	-	-	-	-	-	259,851	
<b>Total Expenditures</b>	<b>1,087,443</b>	<b>135,887</b>	<b>610,898</b>	<b>18,345</b>	<b>42,527</b>	<b>792,358</b>	<b>8,704,253</b>	
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,497)	5,556	84,904	12,178	5,527	-	2,425,764	
<b>Other Financing Sources (Uses):</b>								
Transfers In	-	-	-	-	-	-	7,300,000	
Transfers Out	-	-	-	-	-	-	(1,687)	
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>7,298,313</b>	
<b>Net Change in Fund Balances</b>	<b>(1,497)</b>	<b>5,556</b>	<b>84,904</b>	<b>12,178</b>	<b>5,527</b>	<b>-</b>	<b>9,724,077</b>	
Fund Balances - Beginning of Year	12,180	(877)	(71,342)	(10,885)	(4,459)	-	8,029,097	
<b>Fund Balances - End of Year</b>	<b>\$ 10,683</b>	<b>\$ 4,679</b>	<b>\$ 13,562</b>	<b>\$ 1,293</b>	<b>\$ 1,068</b>	<b>\$ -</b>	<b>\$ 17,753,174</b>	

**Licking Heights Local School District**  
**Licking County, Ohio**

Individual Fund Schedules of Revenues, Expenditures and Changes  
in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2022

	Final Budget	Actual	Variance Over/(Under)
<b>Bond Retirement</b>			
Total Revenues and Other Sources	\$ 17,069,718	\$ 16,936,542	\$ (133,176)
Total Expenditures and Other Uses	<u>15,240,844</u>	<u>15,171,698</u>	<u>69,146</u>
Net Change in Fund Balance	1,828,874	1,764,844	(64,030)
Fund Balances - July 1	5,491,132	5,491,132	-
Fund Balances - June 30	<u>\$ 7,320,006</u>	<u>\$ 7,255,976</u>	<u>\$ (64,030)</u>
<b>Building</b>			
Total Revenues and Other Sources	\$ 10,000	\$ 3,424	\$ (6,576)
Total Expenditures and Other Uses	<u>2,000,000</u>	<u>1,803,562</u>	<u>196,438</u>
Net Change in Fund Balance	(1,990,000)	(1,800,138)	189,862
Fund Balances - July 1	1,428,354	1,428,354	-
Prior Year Encumbrances Appropriated	2,060,526	2,060,526	-
Fund Balances - June 30	<u>\$ 1,498,880</u>	<u>\$ 1,688,742</u>	<u>\$ 189,862</u>
<b>Classroom Facilities</b>			
Total Revenues and Other Sources	\$ 250,311	\$ 6,389	\$ (243,922)
Total Expenditures and Other Uses	<u>246,739</u>	<u>89,431</u>	<u>157,308</u>
Net Change in Fund Balance	3,572	(83,042)	(86,614)
Fund Balances - July 1	765,585	765,585	-
Prior Year Encumbrances Appropriated	1,096,740	1,096,740	-
Fund Balances - June 30	<u>\$ 1,865,897</u>	<u>\$ 1,779,283</u>	<u>\$ (86,614)</u>

**Licking Heights Local School District**  
**Licking County, Ohio**

Individual Fund Schedules of Revenues, Expenditures and Changes  
in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2022

	Final Budget	Actual	Variance Over/(Under)
<b>Permanent Improvement</b>			
Total Revenues and Other Sources	\$ 1,303,700	\$ 1,303,897	\$ 197
Total Expenditures and Other Uses	<u>1,770,705</u>	<u>1,672,854</u>	<u>97,851</u>
Net Change in Fund Balance	(467,005)	(368,957)	98,048
Fund Balances - July 1	4,221,422	4,221,422	-
Fund Balances - June 30	<u>\$ 3,754,417</u>	<u>\$ 3,852,465</u>	<u>\$ 98,048</u>
<b>Capital Projects</b>			
Total Revenues and Other Sources	\$ 7,300,000	\$ 7,300,000	\$ -
Total Expenditures and Other Uses	<u>605,610</u>	<u>572,821</u>	<u>32,789</u>
Net Change in Fund Balance	6,694,390	6,727,179	32,789
Fund Balances - July 1	2,003,777	2,003,777	-
Fund Balances - June 30	<u>\$ 8,698,167</u>	<u>\$ 8,730,956</u>	<u>\$ 32,789</u>
<b>Food Service</b>			
Total Revenues and Other Sources	\$ 3,334,400	\$ 3,720,754	\$ 386,354
Total Expenditures and Other Uses	<u>2,389,013</u>	<u>2,275,991</u>	<u>113,022</u>
Net Change in Fund Balance	945,387	1,444,763	499,376
Fund Balances - July 1	693,297	693,297	-
Prior Year Encumbrances Appropriated	4,045	4,045	-
Fund Balances - June 30	<u>\$ 1,642,729</u>	<u>\$ 2,142,105</u>	<u>\$ 499,376</u>



**Licking Heights Local School District**  
**Licking County, Ohio**

Individual Fund Schedules of Revenues, Expenditures and Changes  
in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2022

	Final Budget	Actual	Variance Over/(Under)
<b>Special Trust</b>			
Total Revenues and Other Sources	\$ -	\$ 200	\$ 200
Total Expenditures and Other Uses	1,000	-	1,000
Net Change in Fund Balance	(1,000)	200	1,200
Fund Balances - July 1	4,647	4,647	-
Fund Balances - June 30	<u>\$ 3,647</u>	<u>\$ 4,847</u>	<u>\$ 1,200</u>
<b>Public School Support</b>			
Total Revenues and Other Sources	\$ 257,150	\$ 221,090	\$ (36,060)
Total Expenditures and Other Uses	232,000	167,243	64,757
Net Change in Fund Balance	25,150	53,847	28,697
Fund Balances - July 1	\$ 81,104	81,104	-
Prior Year Encumbrances Appropriated	992	992	-
Fund Balances - June 30	<u>\$ 107,246</u>	<u>\$ 135,943</u>	<u>\$ 28,697</u>
<b>Other Local Grants</b>			
Total Revenues and Other Sources	\$ 72,330	\$ 67,330	\$ (5,000)
Total Expenditures and Other Uses	141,100	51,221	89,879
Net Change in Fund Balance	(68,770)	16,109	84,879
Fund Balances - July 1	68,606	68,606	-
Prior Year Encumbrances Appropriated	513	513	-
Fund Balances - June 30	<u>\$ 349</u>	<u>\$ 85,228</u>	<u>\$ 84,879</u>

**Licking Heights Local School District  
Licking County, Ohio**

Individual Fund Schedules of Revenues, Expenditures and Changes  
in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2022

	Final Budget	Actual	Variance Over/(Under)
<b>Athletic Tournament</b>			
Total Revenues and Other Sources	\$ 6,982	\$ 5,954	\$ (1,028)
Total Expenditures and Other Uses	<u>11,500</u>	<u>3,058</u>	<u>8,442</u>
Net Change in Fund Balance	(4,518)	2,896	7,414
Fund Balances - July 1	8,336	8,336	-
Fund Balances - June 30	<u>\$ 3,818</u>	<u>\$ 11,232</u>	<u>\$ 7,414</u>
<b>Classroom Facilities Maintenance</b>			
Total Revenues and Other Sources	\$ 261,695	\$ 261,695	\$ -
Net Change in Fund Balance	261,695	261,695	-
Fund Balances - July 1	1,308,475	1,308,475	-
Fund Balances - June 30	<u>\$ 1,570,170</u>	<u>\$ 1,570,170</u>	<u>\$ -</u>
<b>Student-Managed Student Activities</b>			
Total Revenues and Other Sources	\$ 84,700	\$ 56,563	\$ (28,137)
Total Expenditures and Other Uses	<u>84,900</u>	<u>55,637</u>	<u>29,263</u>
Net Change in Fund Balance	(200)	926	1,126
Fund Balances - July 1	77,545	77,545	-
Fund Balances - June 30	<u>\$ 77,345</u>	<u>\$ 78,471</u>	<u>\$ 1,126</u>

**Licking Heights Local School District**  
**Licking County, Ohio**

Individual Fund Schedules of Revenues, Expenditures and Changes  
in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2022

	Final Budget	Actual	Variance Over/(Under)
<b>District-Managed Student Activities</b>			
Total Revenues and Other Sources	\$ 327,796	\$ 339,314	\$ 11,518
Total Expenditures and Other Uses	<u>360,000</u>	<u>263,589</u>	<u>96,411</u>
Net Change in Fund Balance	(32,204)	75,725	107,929
Fund Balances - July 1	113,388	113,388	-
Prior Year Encumbrances Appropriated	1,200	1,200	-
Fund Balances - June 30	<u>\$ 82,384</u>	<u>\$ 190,313</u>	<u>\$ 107,929</u>
<b>Data Communications</b>			
Total Revenues and Other Sources	\$ 10,800	\$ 10,800	\$ -
Total Expenditures and Other Uses	<u>10,800</u>	<u>10,800</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balances - July 1	-	-	-
Fund Balances - June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Other State Grants</b>			
Total Revenues and Other Sources	\$ 162,827	\$ 3,790	\$ (159,037)
Total Expenditures and Other Uses	<u>162,823</u>	<u>162,823</u>	<u>-</u>
Net Change in Fund Balance	4	(159,033)	(159,037)
Fund Balances - July 1	13,471	13,471	-
Fund Balances - June 30	<u>\$ 13,475</u>	<u>\$ (145,562)</u>	<u>\$ (159,037)</u>

**Licking Heights Local School District**  
**Licking County, Ohio**

Individual Fund Schedules of Revenues, Expenditures and Changes  
in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2022

	Final Budget	Actual	Variance Over/(Under)
<b>ESSER</b>			
Total Revenues and Other Sources	\$ 5,533,761	\$ 1,329,755	\$ (4,204,006)
Total Expenditures and Other Uses	<u>5,539,920</u>	<u>2,086,172</u>	<u>3,453,748</u>
Net Change in Fund Balance	(6,159)	(756,417)	(750,258)
Fund Balances - July 1	(890,504)	(890,504)	-
Prior Year Encumbrances Appropriated	896,663	896,663	-
Fund Balances - June 30	<u>\$ -</u>	<u>\$ (750,258)</u>	<u>\$ (750,258)</u>
<b>Coronavirus Relief Fund</b>			
Total Revenues and Other Sources	\$ 139,891	\$ 124,465	\$ (15,426)
Total Expenditures and Other Uses	<u>136,546</u>	<u>124,465</u>	<u>12,081</u>
Net Change in Fund Balance	3,345	-	(3,345)
Fund Balances - July 1	(15,230)	(15,230)	-
Prior Year Encumbrances Appropriated	15,230	15,230	-
Fund Balances - June 30	<u>\$ 3,345</u>	<u>\$ -</u>	<u>\$ (3,345)</u>
<b>Title VI-B IDEA</b>			
Total Revenues and Other Sources	\$ 1,427,121	\$ 1,101,552	\$ (325,569)
Total Expenditures and Other Uses	<u>1,347,910</u>	<u>1,123,760</u>	<u>224,150</u>
Net Change in Fund Balance	79,211	(22,208)	(101,419)
Fund Balances - July 1	(79,211)	(79,211)	-
Fund Balances - June 30	<u>\$ -</u>	<u>\$ (101,419)</u>	<u>\$ (101,419)</u>

**Licking Heights Local School District**  
**Licking County, Ohio**

Individual Fund Schedules of Revenues, Expenditures and Changes  
in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2022

	Final Budget	Actual	Variance Over/(Under)
<b>Title III</b>			
Total Revenues and Other Sources	\$ 186,766	\$ 151,756	\$ (35,010)
Total Expenditures and Other Uses	<u>176,095</u>	<u>161,200</u>	<u>14,895</u>
Net Change in Fund Balance	10,671	(9,444)	(20,115)
Fund Balances - July 1	(17,590)	(17,590)	-
Prior Year Encumbrances Appropriated	6,919	6,919	-
Fund Balances - June 30	<u>\$ -</u>	<u>\$ (20,115)</u>	<u>\$ (20,115)</u>
<b>Title I</b>			
Total Revenues and Other Sources	\$ 727,296	\$ 676,872	\$ (50,424)
Total Expenditures and Other Uses	<u>712,343</u>	<u>686,975</u>	<u>25,368</u>
Net Change in Fund Balance	14,953	(10,103)	(25,056)
Fund Balances - July 1	(19,878)	(19,878)	-
Prior Year Encumbrances Appropriated	4,925	4,925	-
Fund Balances - June 30	<u>\$ -</u>	<u>\$ (25,056)</u>	<u>\$ (25,056)</u>
<b>IDEA Preschool</b>			
Total Revenues and Other Sources	\$ 46,051	\$ 29,800	\$ (16,251)
Total Expenditures and Other Uses	<u>43,815</u>	<u>31,219</u>	<u>12,596</u>
Net Change in Fund Balance	2,236	(1,419)	(3,655)
Fund Balances - July 1	(2,236)	(2,236)	-
Fund Balances - June 30	<u>\$ -</u>	<u>\$ (3,655)</u>	<u>\$ (3,655)</u>

**Licking Heights Local School District**  
**Licking County, Ohio**

Individual Fund Schedules of Revenues, Expenditures and Changes  
in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)  
For the Fiscal Year Ended June 30, 2022

	Final Budget	Actual	Variance Over/(Under)
<b>Title II-A</b>			
Total Revenues and Other Sources	\$ 59,684	\$ 48,785	\$ (10,899)
Total Expenditures and Other Uses	53,640	48,699	4,941
Net Change in Fund Balance	6,044	86	(5,958)
Fund Balances - July 1	(6,381)	(6,381)	-
Prior Year Encumbrances Appropriated	337	337	-
Fund Balances - June 30	\$ -	\$ (5,958)	\$ (5,958)
<b>Other Federal Grants</b>			
Total Revenues and Other Sources	\$ 826,115	\$ 792,358	\$ (33,757)
Total Expenditures and Other Uses	826,115	792,358	33,757
Net Change in Fund Balance	-	-	-
Fund Balances - July 1	-	-	-
Fund Balances - June 30	\$ -	\$ -	\$ -

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**Licking Heights Local School District**  
**Licking County, Ohio**

Fund Descriptions  
Proprietary Fund

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**Internal Service Fund**

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to another department or agency on a cost reimbursement basis. A description of the District's Internal Service Fund follows:

**Employee Benefit Self-Insurance** - A fund provided to account for monies received from other funds as payment for providing medical, hospitalization, life and dental insurance. Payments are made to a third party administrator for claims payments, claims administration and stop-loss coverage.



**Licking Heights Local School District**  
**Licking County, Ohio**

Individual Fund Schedule of Revenues, Expenditures, And Changes  
in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)  
for the Fiscal Year Ended June 30, 2022

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	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Over/(Under)</u>
<b>Employee Benefit Self Insurance</b>			
Total Revenues and Other Sources	\$ 5,700,000	\$ 6,012,096	\$ 312,096
Total Expenses and Other Uses	<u>6,430,000</u>	<u>6,066,087</u>	<u>363,913</u>
Net Change in Fund Balance	(730,000)	(53,991)	676,009
Fund Balance - July 1	<u>5,653,114</u>	<u>5,653,114</u>	<u>-</u>
Fund Balance - June 30	<u>\$ 4,923,114</u>	<u>\$ 5,599,123</u>	<u>\$ 676,009</u>

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# Statistical Section

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**LICKING HEIGHTS LOCAL SCHOOL DISTRICT  
LICKING COUNTY**

**Statistical Section**

This part of Licking Heights Local 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 District's overall financial health.

**Contents**

**Financial Trends**

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

**Revenue Capacity**

These schedules contain information to help the reader understand and assess the factors affecting the District's ability to generate its most significant local revenue source(s), the property tax.

**Debt Capacity**

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

**Economic and Demographic Information**

These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place.

**Operating Information**

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

**Sources:** Unless otherwise noted, the information in these schedules is derived from the financial statements for the relevant year.

TABLE 1

**Licking Heights Local School District**  
**Licking County**  
*Net Position by Component*  
*Last Ten Fiscal Years*  
*(accrual basis of accounting)*

	2013	2014	2015	2016
Net Investment in Capital Assets	\$ (361,325)	\$ (1,589,815)	\$ (1,954,659)	\$ (1,191,219)
Restricted for:				
Debt Service	786,419	1,222,059	1,298,337	1,295,316
Permanent Improvements	1,119,836	2,987,358	2,666,294	1,645,083
Capital Projects	1,858,820	186,537	5,382	-
Classroom Facilities Maintenance	-	-	-	-
Food Services	90,864	160,541	274,475	446,517
Special Trust	6,549	5,399	7,031	6,112
Other Local Grants	2,890	4,248	1,521	5,381
Extracurricular Activities	33,774	40,736	62,850	105,754
State and Federal Grants	75,848	100,138	49,314	34,871
Unrestricted (Deficit)	<u>(2,758,884)</u>	<u>(637,095)</u>	<u>(35,243,496)</u>	<u>(33,966,800)</u>
<b>Total Net Positions</b>	<u>\$ 854,791</u>	<u>\$ 2,480,106</u>	<u>\$ (32,832,951)</u>	<u>\$ (31,618,985)</u>

Note: GASB 65 was implemented in fiscal year 2013. Effects of the implementation can not fully be shown for prior years

Note: GASB 68 was implemented in fiscal year 2015. Effects of the implementation can not fully be shown for prior years

Note: GASB 75 was implemented in fiscal year 2018. Effects of the implementation can not fully be shown for prior years

Note: GASB 84 was implemented in fiscal year 2021. Effects of the implementation can not fully be shown for fiscal year 2020

TABLE 1 (Continued)

2017	2018	2019	2020	2021	2022
\$ (1,208,302)	\$ (2,346,991)	\$ 2,875,232	\$ 14,265,858	\$ 19,034,042	\$ 23,418,425
1,740,316	3,901,514	4,275,912	4,351,060	7,173,543	9,845,248
774,561	1,131,832	1,206,296	919,291	4,506,349	4,152,625
-	21,284,689	18,344,602	7,823,707	5,605,963	4,055,566
-	-	785,085	1,046,780	1,308,475	1,570,170
700,501	664,351	820,750	565,097	577,612	1,997,536
6,511	7,522	4,692	4,647	4,647	4,847
4,049	2,437	-	-	-	-
95,344	86,030	79,928	87,820	192,133	283,720
34,169	64,200	14	18,432	12,180	341,583
(34,595,125)	(23,545,812)	(17,636,139)	(12,762,400)	(8,485,539)	3,546,518
<u>\$ (32,447,976)</u>	<u>\$ 1,249,772</u>	<u>\$ 10,756,372</u>	<u>\$ 16,320,292</u>	<u>\$ 29,929,405</u>	<u>\$ 49,216,238</u>

**Licking Heights Local School District**  
**Licking County**  
*Changes in Net Position of Governmental Activities*  
*Last Ten Fiscal Years*  
*(accrual basis of accounting)*

	2013	2014	2015	2016
<b>Expenses</b>				
Regular Instruction	\$ 14,093,807	\$ 18,095,719	\$ 19,842,661	\$ 20,451,172
Special Instruction	3,351,224	4,236,919	5,085,115	5,283,151
Vocational Instruction	149,808	131,862	117,435	100,425
Other Instruction	1,776,937	108,522	104,674	7,321
Pupil Support Services	1,558,857	1,664,858	2,248,972	2,274,322
Instructional Staff Support Services	2,097,754	1,340,669	1,344,100	734,392
Board of Education Support Services	40,229	49,268	34,978	100,087
Administration Support Services	2,128,444	2,171,640	2,214,635	2,342,561
Fiscal Support Services	765,822	935,302	923,526	1,093,044
Operation and Maintenance of				
Plant Support Services	3,164,022	3,372,845	3,593,320	3,504,187
Pupil Transportation Support Services	2,472,550	2,658,666	2,769,928	2,828,151
Central Support Services	216,885	528,745	855,049	674,583
Noninstructional Services	1,481,998	1,516,364	1,510,200	1,667,650
Extracurricular Activities	567,537	582,986	632,709	696,277
Unallocated Depreciation				
Interest and Fiscal Charges	3,611,452	3,245,077	3,321,014	3,294,469
<i>Total Expenses</i>	<u>37,477,326</u>	<u>40,639,442</u>	<u>44,598,316</u>	<u>45,051,792</u>
<b>Program Revenues</b>				
Charges for Services				
Regular Instruction	298,143	215,013	439,078	391,019
Special Instruction	73,833	57,015	121,818	106,127
Vocational Instruction	3,650	1,905	2,245	2,060
Other Instruction	42,695	1,407	3,183	534
Pupil Support Services	-	-	-	-
Noninstructional Services	540,134	547,628	620,829	676,836
Extracurricular Activities	264,126	315,835	250,931	534,837
Operating Grants and Contributions				
Regular Instruction	468,101	969,254	1,666,445	49,516
Special Instruction	376,194	515,607	502,592	1,240,181
Vocational Instruction	-	-	-	43,849
Other Instruction	1,250	350	-	-
Pupil Support Services	120,059	5,328	-	-
Instructional Staff Support Services	244,017	326,673	201,620	3,600
Board of Education Support Services	-	-	-	-
Administration Support Services	62,513	62,696	65,154	71,291
Fiscal Support Services	-	-	-	-



TABLE 2 (Continued)

	2017	2018	2019	2020	2021	2022
\$	21,929,362	\$ 10,832,092	\$ 19,592,264	\$ 24,507,806	\$ 27,917,307	\$ 22,484,209
	6,490,411	4,696,963	7,435,924	7,928,192	7,890,119	7,411,783
	103,055	2,334	2,500	12	-	-
	57,098	22,337	55,888	69,037	100,858	438,059
	1,912,894	1,449,039	2,345,866	2,745,581	2,854,509	2,812,597
	753,858	458,429	874,580	832,668	1,063,746	1,856,402
	53,347	45,279	55,718	54,883	72,292	74,778
	2,688,081	1,247,869	2,680,036	3,173,870	3,748,216	3,430,879
	1,037,447	799,970	1,360,444	1,475,287	1,494,354	1,565,814
	4,001,157	2,731,253	4,007,972	4,628,515	4,347,729	4,766,092
	3,100,921	3,753,100	3,762,747	3,621,671	2,816,975	3,641,275
	775,686	1,170,115	1,066,946	1,119,290	1,346,057	1,411,331
	1,805,708	1,855,968	2,076,394	2,079,710	1,665,118	2,400,211
	753,164	681,787	863,716	923,723	833,572	940,905
	2,923,918	4,300,387	3,906,856	3,672,617	2,789,859	3,118,011
	48,386,107	34,046,922	50,087,851	56,832,862	58,940,711	56,352,346
	506,437	351,409	484,425	706,194	455,886	506,045
	173,540	119,337	189,772	249,832	144,581	152,954
	2,567	-	60	-	-	-
	1,540	1,012	1,475	2,378	1,866	6,061
	-	4,500	44,679	28,700	-	-
	675,480	709,322	716,166	626,103	35,900	131,199
	396,520	432,647	409,527	457,810	231,171	515,341
	34,662	131,837	15,000	63,391	358,394	744,784
	1,253,863	1,628,429	2,268,791	2,900,896	2,022,434	2,088,533
	55,083	-	55,128	113,361	115,547	60,418
	-	-	-	-	-	509,538
	21,694	40,151	-	354,766	511,820	263,476
	-	3,725	13,367	57,360	45,929	938,776
	-	-	-	-	-	-
	39,593	-	-	-	1,457	2,814
	-	-	-	3,471	-	-

TABLE 2 (Continued)

**Licking Heights Local School District**  
**Licking County**  
*Changes in Net Position of Governmental Activities*  
*Last Ten Fiscal Years*  
*(accrual basis of accounting)*

	2013	2014	2015	2016
Operating Grants and Contributions (continued)				
Operation and Maintenance of				
Plant Support Services	159	-	-	-
Pupil Transportation Support Services	1,529	-	-	-
Central Support Services	9,000	29,000	59,000	9,000
Noninstructional Services	960,646	1,003,767	1,030,392	1,128,730
Extracurricular Activities	12,407	10,363	27,301	58,758
<i>Total Program Revenues</i>	<u>3,478,456</u>	<u>4,061,841</u>	<u>4,990,588</u>	<u>4,316,338</u>
Net Expense	<u>(33,998,870)</u>	<u>(36,577,601)</u>	<u>(39,607,728)</u>	<u>(40,735,454)</u>
<b>General Revenues</b>				
Property Taxes Levied for:				
General Purposes	14,644,830	18,911,661	19,439,950	19,970,385
Debt Service	2,651,603	3,364,875	3,436,853	3,539,174
Permanent Improvement	823,612	935,695	897,295	915,456
Classroom Facilities Maintenance	-	-	-	-
Revenue in Lieu of Taxes	1,865,165	3,598,945	2,748,866	920,150
Grants and Entitlements not				
Restricted to Specific Programs	10,954,353	11,053,316	13,369,491	15,958,371
Investment Earnings	14,909	21,590	25,917	35,780
Settlement Revenue	1,196,855	-	-	-
Miscellaneous	104,017	316,834	405,106	610,104
<i>Total General Revenues</i>	<u>32,255,344</u>	<u>38,202,916</u>	<u>40,323,478</u>	<u>41,949,420</u>
<i>Change in Net Position</i>	<u>\$ (1,743,526)</u>	<u>\$ 1,625,315</u>	<u>\$ 715,750</u>	<u>\$ 1,213,966</u>

Note: GASB 65 was implemented in fiscal year 2013. Effects of the implementation can not fully be shown for prior years.

Note: GASB 68 was implemented in fiscal year 2015. Effects of the implementation can not fully be shown for prior years.

Note: GASB 75 was implemented in fiscal year 2018. Effects of the implementation can not fully be shown for prior years.

Note: GASB 84 was implemented in fiscal year 2021. Effects of the implementation can not fully be shown for fiscal year 2020.

TABLE 2 (Continued)

2017	2018	2019	2020	2021	2022
-	-	24,363	18,389	28,345	839,198
-	-	-	-	45,859	198,215
9,000	9,000	9,000	9,000	12,542	18,220
1,282,996	1,378,325	1,435,026	1,364,987	1,696,006	3,809,003
27,209	57,074	62,804	29,376	25,734	77,679
4,480,184	4,866,768	5,729,583	6,986,014	5,733,471	10,862,254
(43,905,923)	(29,180,154)	(44,358,268)	(49,846,848)	(53,207,240)	(45,490,092)
18,776,867	22,723,480	21,071,903	19,563,843	29,242,349	26,900,338
3,927,755	7,547,886	7,285,900	6,842,592	10,490,392	9,835,975
882,672	1,048,865	1,007,182	673,831	1,072,371	942,495
-	-	-	261,695	261,695	261,695
3,015,543	5,426,085	5,137,796	7,979,236	7,512,168	8,313,782
15,412,230	36,582,382	16,528,625	16,329,404	16,953,928	18,161,218
87,208	583,440	1,813,653	1,403,158	53,106	(566,974)
-	-	-	-	-	-
974,657	818,126	1,019,809	2,357,009	1,137,995	928,396
43,076,932	74,730,264	53,864,868	55,410,768	66,724,004	64,776,925
\$ (828,991)	\$ 45,550,110	\$ 9,506,600	\$ 5,563,920	\$ 13,516,764	\$ 19,286,833

TABLE 3

**Licking Heights Local School District**  
**Licking County**  
*Program Revenues by Function*  
*Last Ten Fiscal Years*  
*(accrual basis of accounting)*

<i>Function</i>	2013	2014	2015	2016
Regular Instruction	\$ 766,244	\$ 1,184,267	\$ 2,105,523	\$ 440,535
Special Instruction	450,027	572,622	624,410	1,346,308
Vocational Instruction	3,650	1,905	2,245	45,909
Other Instruction	43,945	1,757	3,183	534
Pupil Support Services	120,059	5,328	-	-
Instructional Staff Support Services	244,017	326,673	201,620	3,600
Board of Education Support Services	-	-	-	-
Administration Support Services	62,513	62,696	65,154	71,291
Fiscal Support Services	-	-	-	-
Operation and Maintenance of Plant Support Services	159	-	-	-
Pupil Transportation Support Services	1,529	-	-	-
Central Support Services	9,000	29,000	59,000	9,000
Noninstructional Services	1,500,780	1,551,395	1,651,221	1,805,566
Extracurricular Activities	276,533	326,198	278,232	593,595
<i>Total Program Revenues</i>	<u>\$ 3,478,456</u>	<u>\$ 4,061,841</u>	<u>\$ 4,990,588</u>	<u>\$ 4,316,338</u>

TABLE 3 (Continued)

	2017	2018	2019	2020	2021	2022
\$	541,099	\$ 483,246	\$ 499,425	\$ 769,585	\$ 814,280	\$ 1,250,829
	1,427,403	1,747,766	2,458,563	3,150,728	2,167,015	2,241,487
	57,650	-	55,188	113,361	115,547	60,418
	1,540	1,012	1,475	2,378	1,866	515,599
	21,694	44,651	44,679	383,466	511,820	263,476
	-	3,725	13,367	57,360	45,929	938,776
	-	-	-	-	-	-
	39,593	-	-	-	1,457	2,814
	-	-	-	3,471	-	-
	-	-	24,363	18,389	28,345	839,198
	-	-	-	-	45,859	198,215
	9,000	9,000	9,000	9,000	12,542	18,220
	1,958,476	2,087,647	2,151,192	1,991,090	1,731,906	3,940,202
	423,729	489,721	472,331	487,186	256,905	593,020
\$	<u>4,480,184</u>	<u>\$ 4,866,768</u>	<u>\$ 5,729,583</u>	<u>\$ 6,986,014</u>	<u>\$ 5,733,471</u>	<u>\$ 10,862,254</u>

TABLE 4

**Licking Heights Local School District**  
**Licking County**  
*Fund Balances, Governmental Funds*  
*Last Ten Fiscal Years*  
*(modified accrual basis of accounting)*

	2013	2014	2015	2016
General Fund				
Nonspendable	\$ -	\$ -	\$ -	\$ -
Assigned	1,108,937	474,725	2,146,622	5,695,692
Unassigned	(485,891)	3,476,768	3,174,472	1,404,705
<i>Total General Fund</i>	<u>623,046</u>	<u>3,951,493</u>	<u>5,321,094</u>	<u>7,100,397</u>
All Other Governmental Funds				
Nonspendable	-	-	-	-
Restricted	7,586,208	5,645,875	4,496,995	3,671,148
Assigned	-	1,197,981	1,200,513	1,203,515
Unassigned	(153,399)	(305,947)	(180,181)	(88,041)
Total All Other Governmental Funds	<u>7,432,809</u>	<u>6,537,909</u>	<u>5,517,327</u>	<u>4,786,622</u>
<i>Total Governmental Funds</i>	<u>\$ 8,055,855</u>	<u>\$ 10,489,402</u>	<u>\$ 10,838,421</u>	<u>\$ 11,887,019</u>

TABLE 4 (Continued)

2017	2018	2019	Restated 2020	2021	2022
\$ 51,781	\$ 56,222	\$ 57,908	\$ 53,254	\$ 63,844	\$ -
5,360,135	8,023,142	6,455,971	2,313,794	534,856	585,695
2,774,473	5,226,812	8,406,221	17,974,144	29,358,999	30,959,947
<u>8,186,389</u>	<u>13,306,176</u>	<u>14,920,100</u>	<u>20,341,192</u>	<u>29,957,699</u>	<u>31,545,642</u>
4,450	1,359	1,444	1,427	1,200	-
3,470,572	58,795,045	54,163,990	21,523,840	19,624,360	22,139,568
1,210,411	1,216,572	2,643,255	2,457,247	2,003,777	9,214,049
(539,531)	(198,631)	(115,873)	(187,581)	(640,468)	-
<u>4,145,902</u>	<u>59,814,345</u>	<u>56,692,816</u>	<u>23,794,933</u>	<u>20,988,869</u>	<u>31,353,617</u>
<u>\$ 12,332,291</u>	<u>\$ 73,120,521</u>	<u>\$ 71,612,916</u>	<u>\$ 44,136,125</u>	<u>\$ 50,946,568</u>	<u>\$ 62,899,259</u>

**Licking Heights Local School District**  
**Licking County**  
*Changes in Fund Balances, Governmental Funds*  
*Last Ten Fiscal Years*  
*(modified accrual basis of accounting)*

	2013	2014	2015	2016
<b>Revenues</b>				
Property Taxes	\$ 18,117,284	\$ 23,181,006	\$ 23,817,444	\$ 24,538,728
Revenue in Lieu of Taxes	1,865,165	3,598,945	2,748,866	920,150
Intergovernmental	12,987,173	15,042,792	17,007,852	18,627,307
Investment Earnings	14,909	21,590	24,559	30,121
Tuition and Fees	381,903	351,773	566,324	499,740
Rent	15,134	52,186	148,214	113,485
Extracurricular Activities	244,413	305,829	240,925	472,032
Contributions and Donations	25,481	25,096	30,629	63,967
Customer Sales and Services	539,434	544,716	609,906	670,058
Miscellaneous	79,034	230,701	259,915	555,066
<i>Total Revenues</i>	<u>34,269,930</u>	<u>43,354,634</u>	<u>45,454,634</u>	<u>46,490,654</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	12,310,927	15,850,749	18,416,354	18,721,303
Special	3,332,820	4,203,169	5,109,451	5,081,168
Vocational	149,578	140,470	94,144	98,642
Other	1,759,121	103,695	133,524	25,589
Support Services:				
Pupils	1,565,276	1,648,246	2,210,412	2,294,929
Instructional Staff	2,088,464	1,283,893	1,359,116	706,731
Board of Education	40,229	49,268	34,978	100,087
Administration	2,127,303	2,103,319	2,294,705	2,288,993
Fiscal	770,722	929,332	933,977	1,100,329
Operation and Maintenance of Plant	3,201,136	3,263,983	3,725,346	3,542,047
Pupil Transportation	2,593,210	2,344,463	2,758,636	3,296,927
Central	225,126	515,624	845,571	680,597
Non-Instructional Services	1,458,017	1,481,914	1,537,857	1,701,361
Extracurricular Activities	555,462	556,501	610,512	679,036
Capital Outlay	875,949	2,745,458	523,455	98,871
Debt Service:				
Principal Retirement	2,247,231	1,249,978	1,420,093	2,911,895
Interest and Fiscal Charges	2,267,402	2,935,486	3,112,062	2,119,478
Issuance Costs	265,115	-	-	-
Advance Refund Escrow	-	-	-	-
<i>Total Expenditures</i>	<u>37,833,088</u>	<u>41,405,548</u>	<u>45,120,193</u>	<u>45,447,983</u>
<i>Excess of Revenues Over</i> <i>(Under) Expenditures</i>	<u>(3,563,158)</u>	<u>1,949,086</u>	<u>334,441</u>	<u>1,042,671</u>



TABLE 5 (Continued)

**Licking Heights Local School District**  
**Licking County**  
*Changes in Fund Balances, Governmental Funds*  
*Last Ten Fiscal Years*  
*(modified accrual basis of accounting)*

	2013	2014	2015	2016
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	11,024	14,367	14,578	5,927
Proceeds from Insurance Recoveries	8,943	18,115	-	-
Inception of Capital Lease	450,370	451,979	-	-
Refunding Bonds Issued	15,719,980	-	-	-
Premium on Refunding Bonds Issued	1,743,298	-	-	-
Payment to Refunded Bond Escrow Agent	(17,221,388)	-	-	-
Bond Proceeds	-	-	-	-
Premium on Bonds Proceeds	-	-	-	-
Discount on Bonds Proceeds	-	-	-	-
Transfers In	108,900	1,865,897	613,072	697,957
Transfers Out	(108,900)	(1,865,897)	(613,072)	(697,957)
<i>Total Other Financing Sources (Uses)</i>	<u>712,227</u>	<u>484,461</u>	<u>14,578</u>	<u>5,927</u>
<i>Net Change in Fund Balances</i>	<u>\$ (2,850,931)</u>	<u>\$ 2,433,547</u>	<u>\$ 349,019</u>	<u>\$ 1,048,598</u>
Debt Service as a Percentage of Noncapital Expenditures	12.44%	10.65%	10.17%	11.27%

TABLE 5 (Continued)

2017	2018	2019	2020	2021	2022
\$ 23,658,006	\$ 31,403,936	\$ 29,141,921	\$ 27,629,148	\$ 40,915,483	\$ 38,187,321
3,015,543	5,426,085	5,137,796	7,573,809	7,917,595	8,313,782
17,735,199	22,545,665	26,399,549	32,526,872	21,876,704	27,631,578
69,114	566,197	1,741,063	1,413,052	94,984	(572,643)
684,084	471,758	675,732	958,239	602,498	580,195
212,784	237,388	330,974	215,290	105,445	165,822
359,124	405,612	373,872	414,106	226,329	575,522
31,360	59,523	69,195	1,185,870	26,264	104,846
667,897	685,798	697,501	626,103	23,595	130,610
798,402	630,788	778,612	1,057,611	1,049,185	760,680
47,231,513	62,432,750	65,346,215	73,600,100	72,838,082	75,877,713
18,768,097	20,711,988	19,923,545	21,105,913	23,259,394	21,571,354
6,431,250	7,032,024	7,906,028	7,463,373	7,376,537	7,833,758
95,140	2,334	2,500	12	-	-
57,078	56,972	61,819	71,055	95,188	423,393
1,811,675	2,083,130	2,451,277	2,549,703	2,705,515	2,912,368
709,980	639,795	897,964	779,691	1,011,534	1,911,736
52,906	45,201	55,826	54,883	72,292	74,778
2,469,630	2,380,176	2,819,979	2,857,187	3,388,160	3,844,193
995,353	842,500	1,328,540	1,405,478	1,451,024	1,661,010
3,961,076	3,608,794	3,667,029	3,793,828	4,068,205	4,880,059
2,744,272	3,685,236	3,724,621	3,317,165	2,357,130	3,547,032
765,526	1,223,353	1,247,232	1,065,656	1,294,685	1,406,115
1,708,707	2,131,856	2,015,887	1,937,621	1,550,170	2,478,392
701,996	811,800	869,229	834,383	775,451	1,013,100
-	571,049	11,865,549	45,472,885	7,750,801	1,163,933
3,460,167	3,738,533	4,306,994	4,779,574	5,437,619	6,188,172
1,992,687	2,683,298	3,712,632	3,680,833	3,240,469	3,028,752
65,000	651,894	-	120,110	187,651	-
-	-	-	-	-	89,140
46,790,540	52,899,933	66,856,651	101,289,350	66,021,825	64,027,285
440,973	9,532,817	(1,510,436)	(27,689,250)	6,816,257	11,850,428

TABLE 5 (Continued)

2017	2018	2019	2020	2021	2022
4,299	2,560	2,831	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
8,480,000	5,000,000	-	3,990,000	12,335,000	6,025,000
-	1,076,237	-	162,436	370,362	714,218
(8,480,000)	(8,869,860)	-	(4,032,326)	(12,711,176)	(6,636,955)
-	50,600,000	-	-	-	-
-	3,486,174	-	-	-	-
-	(39,698)	-	-	-	-
-	-	2,154,584	-	3,060,000	7,301,687
-	-	(2,154,584)	-	(3,060,000)	(7,301,687)
<u>4,299</u>	<u>51,255,413</u>	<u>2,831</u>	<u>120,110</u>	<u>(5,814)</u>	<u>102,263</u>
<u>\$ 445,272</u>	<u>\$ 60,788,230</u>	<u>\$ (1,507,605)</u>	<u>\$ (27,569,140)</u>	<u>\$ 6,810,443</u>	<u>\$ 11,952,691</u>
11.72%	12.53%	14.79%	15.14%	14.98%	14.76%

**Licking Heights Local School District**  
**Licking County**  
*Assessed and Estimated Actual Value of Taxable Property*  
*Last Ten Collection Years*

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value
2013	\$ 390,563,970	\$ 94,725,740	\$ 1,386,542,029	\$ 9,144,270	\$ 36,577,080
2014	393,229,730	99,502,840	1,407,807,343	9,540,180	38,160,720
2015	391,641,296	103,009,525	1,413,288,060	9,596,360	38,385,440
2016	394,150,160	105,090,990	1,426,403,286	24,149,180	96,596,720
2017	399,116,373	105,865,773	1,442,806,131	29,616,670	118,466,680
2018	462,257,330	113,504,790	1,645,034,629	39,505,200	158,020,800
2019	471,452,490	130,938,950	1,721,118,400	43,543,300	174,173,200
2020	486,452,330	144,147,919	1,801,714,997	60,174,580	240,698,320
2021	596,744,030	149,324,090	2,131,623,200	72,200,800	288,803,200
2022	610,923,020	140,390,179	2,146,609,140	93,123,270	372,493,080

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property tax began being phased out in 2006. The listing percentage was reduced to 18.75 percent for tax year 2006, 12.5 percent for tax year 2007, 6.25 percent for tax year 2008 and zero for tax year 2009.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10% rollback for commercial /industrial property has been eliminated

**Source:** Licking County Auditor's Office; Ohio Department of Taxation

TABLE 6 (Continued)

Assessed Value	Total Estimated Actual Value	Ratio	Effective Tax Rate (Per \$1,000 of Assessed Value)	Voted Tax Rate (Per \$1,000 of Assessed Value)
\$ 494,433,980	\$ 1,423,119,109	34.74%	\$ 46	\$ 51
502,272,750	1,445,968,063	34.74%	46.30	60.31
504,247,181	1,451,673,500	34.74%	51.80	60.54
523,390,330	1,523,000,006	34.37%	52.45	59.59
534,598,816	1,561,272,811	34.24%	52.56	60.89
615,267,320	1,803,055,429	34.12%	52.52	62.88
645,934,740	1,895,291,600	34.08%	47.06	60.29
690,774,829	2,042,413,317	33.82%	49.64	59.59
818,268,920	2,420,426,400	33.81%	46.68	56.94
844,436,469	2,519,102,220	33.52%	46.48	56.74

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**Licking Heights Local School District**  
**Licking County**  
*Real Property Tax Rates - Direct and Overlapping Governments*  
(per \$1,000 of assessed value)  
*Last Ten Collection Years*

<b>Tax Year/ Collection Year</b>	<b>Direct Rates</b>				<b>Total</b>
	<b>Voted</b>			<b>Unvoted</b>	
	<b>General</b>	<b>Bond</b>	<b>Perm. Improvement</b>		
2021/2022	37.95	12.00	1.99	4.80	56.74
2020/2021	38.15	12.00	1.99	4.80	56.94
2019/2020	40.40	12.40	1.99	4.80	59.59
2018/2019	41.40	12.10	1.99	4.80	60.29
2017/2018	42.40	13.69	1.99	4.80	62.88
2016/2017	45.00	9.10	1.99	4.80	60.89
2015/2016	45.20	7.60	1.99	4.80	59.59
2014/2015	46.10	7.65	1.99	4.80	60.54
2013/2014	46.22	7.30	1.99	4.80	60.31
2012/2013	37.55	6.53	1.99	4.80	50.87

**Source:** Licking County Auditor's Office; Ohio Department of Taxation

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

**Licking Heights Local School District**  
**Licking County**  
*Real Property Tax Rates - Direct and Overlapping Governments*  
(per \$1,000 of assessed value)  
*Last Ten Collection Years*

<b>Tax Year/ Collection Year</b>	<b>Overlapping Rates</b>						
	<b>Licking County Library</b>	<b>Columbus Metropolitan Library</b>	<b>Licking County</b>	<b>Franklin County</b>	<b>Licking County JVSD</b>	<b>Jefferson Township</b>	<b>Etna Township</b>
2021/2022	1.00	2.80	9.50	19.77	2.50	11.60/12.17	1.0/2.3
2020/2021	1.00	2.80	9.50	19.12	2.55	11.80/14.85	2.5/3.8
2019/2020	1.00	2.80	9.50	19.12	2.55	11.80/14.85	2.5/3.8
2018/2019	1.00	2.80	9.50	18.92	2.55	11.80/14.85	2.5/3.8
2017/2018	1.00	2.80	8.00	18.92	2.57	11.80/14.85	2.5/3.8
2016/2017	1.00	2.80	8.00	18.47	2.57	11.85/14.90	2.5/3.8
2015/2016	1.00	2.80	8.00	18.47	2.58	11.95/15.00	2.5/3.8
2014/2015	1.00	2.80	8.00	18.47	2.54	12.95/13.20	1.0/2.3
2013/2014	1.00	2.80	7.70	18.47	2.56	11.95/12.20	1.0/2.3
2012/2013	1.00	2.80	7.70	18.47	2.54	8.95/9.20	1.0/2.3



TABLE 7 (Continued)

Overlapping Rates								
<u>Jersey Township</u>	<u>Truro Township</u>	<u>St. Albans Township</u>	<u>Pataskala City</u>	<u>Reynoldsburg City</u>	<u>New Albany City</u>	<u>Columbus City</u>	<u>WLJ Fire</u>	<u>Park Districts</u>
4.3/11.9	26.00	15.10	2.90	0.70	1.70	1.43/2.85	11.00	0.25
4.3/5.9	23.00	15.10	2.90	0.70	1.70	1.43/2.85	11.00	0.25
4.3/5.9	23.00	15.20	2.90	0.70	1.70	1.43/2.85	11.00	0.25
4.3/5.9	23.00	14.20	2.90	0.70	1.70	1.43/2.85	11.00	0.25
4.3/5.9	23.00	14.30	2.90	0.70	1.70	1.43/2.85	11.00	0.25
4.3/5.9	23.00	14.50	2.90	0.70	1.70	1.43/2.85	11.00	0.25
1.3/5.9	20.50	14.50	2.90	0.70	1.70	1.43/2.85	11.00	0.25
1.3/5.9	20.50	10.2/13.5	2.90	0.70	1.70	1.43/2.85	11.00	0.25
1.3/5.9	20.50	10.34/13.64	2.90	0.70	1.70	1.43/2.85	11.00	0.25
1.3/5.9	20.50	9.93/13.23	2.90	0.70	1.70	1.43/2.85	11.50	0.25

**Licking Heights Local School District**  
**Licking County**  
*Property Tax Levies and Collections (1)*  
*Last Ten Years*

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2021	\$38,121,835	35,175,775	92.27%	1,043,841	36,219,616	95.01%
2020	34,927,800	35,530,229	101.72%	494,902	36,025,131	103.14%
2019	\$33,970,838	\$32,904,633	96.86%	\$1,362,186	\$34,266,819	100.87%
2018	33,052,882	32,649,642	98.78%	572,600	33,222,242	100.51%
2017	31,007,805	30,426,800	98.13%	(11,068)	30,415,732	98.09%
2016	28,442,804	27,704,173	97.40%	31,817	27,735,989	97.51%
2015	27,286,513	26,597,332	97.47%	496,246	27,093,579	99.29%
2014	26,740,869	26,350,881	98.54%	623,296	26,974,176	100.87%
2013	26,490,252	26,088,458	98.48%	519,808	26,608,266	100.45%
2012	22,570,263	20,459,106	90.65%	545,008	21,004,114	93.06%

**Source:** Licking County Auditor's Office

(1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.

(2) The 2021 information cannot be presented because all collections have not been made by June 30, 2021.

(3) The County does not identify delinquent tax collections by tax year.

TABLE 9

**Licking Heights Local School District**  
**Licking County**  
*Principal Taxpayers*  
*Real Estate Tax*  
*2022 and 2013 (1)*

Name of Taxpayer	2022	
	Assessed Value	Percent of Real Property Assessed Value
MBJ Holdings LLC	\$ 11,632,180	1.55%
Distribution Center 456 LLC	9,835,150	1.31
Amgen INC	2,689,450	0.36
Village Gate Apt LTD	2,432,510	0.32
AEP Ohio Transmission Company INC	2,388,290	0.32
Columbus Southern Power Co	2,340,630	0.31
Reyno Holding Co	1,874,490	0.25
Scannell Properties #538 LLC	1,474,870	0.20
Distribution Land Company LLC	1,431,850	0.19
Montauk Innovations LLC	1,151,090	0.15
Totals	<u>\$ 37,250,510</u>	<u>4.96%</u>
Total Assessed Valuation	<u>\$ 751,313,199</u>	
Name of Taxpayer	2013	
	Assessed Value	Percent of Real Property Assessed Value
Distribution Land Corp	\$ 8,789,140	1.81%
Columbus Southern Power Co	3,032,440	0.62
Pizzuti MTB LLC	2,063,540	0.43
Village Gate Apt LTD	1,750,000	0.36
Reyno Holding Co	900,900	0.19
160 Main Street LLC	753,490	0.16
Newcon INC	704,060	0.15
161 Properties LLC	627,730	0.13
Piper Equities	627,060	0.13
Vee Properties OH LLC	600,600	0.12
Totals	<u>\$ 19,848,960</u>	<u>4.10%</u>
Total Assessed Valuation	<u>\$ 485,289,710</u>	

(1) The amounts presented represent assessed values upon which 2021 and 2012 collections were based.

**Source:** Licking County Auditor's Office

**Licking Heights Local School District**  
**Licking County**  
*Principal Taxpayers*  
*Public Utilities Tax*  
*2022 and 2013 (1)*

Name of Taxpayer	2022	
	Assessed Value	Percent of Public Utility Assessed Value
AEP Ohio Transmission Co, INC	\$ 49,519,000	53.19%
Ohio Power Company	32,691,470	35.11
Columbia Gas of Ohio	853,110	0.92
National Gas & Oil Corp	660,220	0.71
Licking Rural Electric INC	561,250	0.60
Total	<u>\$ 84,285,050</u>	<u>90.53%</u>
Total Assessed Valuation	<u>\$ 93,123,270</u>	
	2013	
Name of Taxpayer	Assessed Value	Percent of Public Utility Assessed Value
Ohio Power Company	\$ 6,427,290	70.29%
National Gas & Oil Corp	531,800	5.82
Columbia Gas of Ohio	357,390	3.91
Licking Rural Electric INC	258,510	2.83
Total	<u>\$ 7,574,990</u>	<u>82.85%</u>
Total Assessed Valuation	<u>\$ 9,144,270</u>	

(1) The amounts presented represent the assessed values upon which 2021 and 2012 collections were based.

**Source:** Licking County Auditor's Office

**Licking Heights Local School District**  
**Licking County**  
*Ratio of Outstanding Debt by Type*  
*Last Ten Fiscal Years*

Fiscal Year	General Obligation Bonds	Certificates of Participation	Tax Anticipation Notes	Leases	Total Debt Outstanding	Ratio of Total Debt to Personal Income	Total Debt Per Capita
2013	\$ 61,056,639	\$ 9,904,715	\$ 4,300,000	\$360,047	\$ 75,621,401	11.87	\$ 3,332
2014	60,375,762	9,544,223	3,250,000	679,175	73,849,160	11.45	3,203
2015	59,355,636	9,173,731	2,180,000	555,287	71,264,654	9.83	3,010
2016	57,875,239	8,798,238	1,095,000	438,392	68,206,869	9.52	2,736
2017	55,229,749	8,412,746	-	318,225	63,960,720	8.83	2,499
2018	103,401,561	8,020,000	-	194,692	111,616,253	N/A	N/A
2019	99,237,467	8,020,000	-	67,698	107,325,165	N/A	N/A
2020	95,095,289	7,347,360	-	-	102,442,649	N/A	N/A
2021	89,744,348	6,927,208	-	490,163	97,161,719	N/A	N/A
2022	84,051,294	6,512,055	-	361,991	90,925,340	N/A	N/A

Note: GASB 87 was implemented in fiscal year 2022. Effects of the implementation are shown for fiscal year 2021.

**Source:** District Financial Records

NA - Information Not Available

**Licking Heights Local School District**  
**Licking County**  
*Ratios of General Bonded Debt Outstanding*  
*Last Ten Fiscal Years*

Fiscal Year	Net General Bonded Debt (1)	Ratio of General Bonded Debt to Estimated Actual Value (2)	General Bonded Debt per Capita	General Bonded Debt per Enrollment
2013	\$ 60,270,220	4.17	\$ 2,656	17,329
2014	59,153,703	4.07	2,565	16,395
2015	58,057,299	3.81	2,452	15,738
2016	56,579,923	3.62	2,270	14,639
2017	53,489,433	2.97	2,090	12,203
2018	99,500,047	5.25	3,882	23,612
2019	94,961,555	4.65	NA	22,136
2020	90,744,229	3.75	NA	19,120
2021	82,570,805	NA	NA	17,486
2022	74,206,046	NA	NA	15,160

**Source:** Ohio Municipal Advisory Council

(1) Represents General Obligation Bonds Outstanding from Table 11 less Net Position Restricted for Debt Service from Table 1.

(2) Represents Net General Bonded Debt outstanding at fiscal year-end divided by the estimated actual value in effect as of fiscal year-end.

NA - Information Not Available

**Licking Heights Local School District**  
**Licking County**  
*Computation of Direct and Overlapping*  
*Debt Attributable to Governmental Activities*  
*June 30, 2022*

	Debt Attributable to Governmental Activities	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
<b>Direct Debt</b>			
Licking Heights Local School District as of June 30, 2022	\$ 90,925,340	100.00%	\$ 90,925,340
<b>Overlapping Debt:</b>			
Payable from Property Taxes:			
Licking County	25,817,626	7.89%	2,037,011
Franklin County	121,410,916	1.12%	1,359,802
Career & Technical Education Centers of Licking County	7,550,000	14.91%	1,125,705
City of Pataskala	14,675,000	53.65%	7,873,138
Columbus State Community College	136,395,000	1.12%	1,527,624
City of Columbus	2,230,565,000	1.15%	25,651,498
West Licking Fire District	7,055,000	24.76%	1,746,818
Solid Waste Authority of Central Ohio	58,180,000	1.26%	733,068
Total Overlapping Debt	2,601,648,542		42,054,663
Total Direct and Overlapping Debt	\$2,692,573,882		\$132,980,003

**Source:** Ohio Municipal Advisory Council, Calendar and Fiscal Year 2020 audit reports.

(1) Percentages were determined by dividing the assessed or actual valuation of the overlapping government located within the boundaries of the District by the total assessed or actual valuation of the overlapping government. The valuations used were for tax year 2021.

**Licking Heights Local School District**  
**Licking County**  
*Computation of Legal Debt Margin*  
*Last Ten Fiscal Years*

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>
Assessed Valuation	<u>\$ 494,433,980</u>	<u>\$ 502,272,750</u>	<u>\$ 504,247,181</u>	<u>\$ 523,390,330</u>
Debt Limit - 9% of Assessed Value (1)	<u>44,499,058</u>	<u>45,204,548</u>	<u>45,382,246</u>	<u>47,105,130</u>
Amount of Debt Applicable to Debt Limit				
General Obligation Bonds	61,056,639	60,375,762	59,355,636	57,875,239
Less Unamortized Premiums and Discounts	(4,999,873)	(4,258,034)	(3,516,195)	(2,774,357)
Less Accumulated Accretion	(4,295,557)	(5,118,646)	(5,771,564)	(5,937,008)
Less Amount Available in Debt Service	<u>(786,419)</u>	<u>(1,222,059)</u>	<u>(1,298,337)</u>	<u>(1,295,316)</u>
Amount of Debt Subject to Limit	<u>50,974,790</u>	<u>49,777,023</u>	<u>48,769,540</u>	<u>47,868,558</u>
Legal Debt Margin	<u>(6,475,732)</u>	<u>(4,572,476)</u>	<u>(3,387,294)</u>	<u>(763,428)</u>
Legal Debt Margin as a Percentage of the Debt Limit	-14.55%	-10.12%	-7.46%	-1.62%
Unvoted Debt Limit - .10% of Assessed Value (1)	<u>\$ 494,434</u>	<u>\$ 502,273</u>	<u>\$ 504,247</u>	<u>\$ 523,390</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%

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



TABLE 14 (Continued)

2017	2018	2019	2020	2021	2022
<u>\$ 534,598,816</u>	<u>\$615,267,320</u>	<u>\$645,934,740</u>	<u>\$690,774,829</u>	<u>\$818,268,920</u>	<u>\$844,436,469</u>
<u>48,113,893</u>	<u>55,374,059</u>	<u>58,134,127</u>	<u>62,169,735</u>	<u>73,644,203</u>	<u>75,999,282</u>
55,229,749	103,401,561	99,237,467	95,095,289	89,744,348	84,051,294
(1,754,165)	(5,370,913)	(4,758,808)	(4,280,030)	(3,943,391)	(4,126,555)
(5,020,945)	(3,625,090)	(2,888,681)	(907,566)	(3,165)	(381,794)
<u>(1,740,316)</u>	<u>(3,901,514)</u>	<u>(4,275,912)</u>	<u>(4,351,060)</u>	<u>(7,173,543)</u>	<u>(9,845,248)</u>
<u>46,714,323</u>	<u>90,504,044</u>	<u>87,314,066</u>	<u>85,556,633</u>	<u>78,624,249</u>	<u>69,697,697</u>
<u>1,399,570</u>	<u>(35,129,985)</u>	<u>(29,179,939)</u>	<u>(23,386,898)</u>	<u>(4,980,046)</u>	<u>6,301,585</u>
2.91%	-63.44%	-50.19%	-37.62%	-6.76%	8.29%
<u>\$ 534,599</u>	<u>\$ 615,267</u>	<u>\$ 645,935</u>	<u>\$ 690,775</u>	<u>\$ 818,269</u>	<u>\$ 844,436</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

**Licking Heights Local School District**  
**Licking County**  
*Demographic and Economic Statistics*  
*Last Ten Years*

Fiscal Year	(1) Estimated Population	(2) Total Federal Adjusted Gross Income	(2) Average Federal Adjusted Gross Income	(3) Unemployment Rate
2013	22,694	\$ 637,027,375	\$ 56,979	4.3%
2014	23,059	645,161,172	58,694	3.6%
2015	23,679	725,026,114	63,806	3.9%
2016	24,930	716,415,266	61,023	3.8%
2017	25,596	724,125,882	60,188	3.8%
2018	25,628	784,284,659	61,813	3.7
2019	NA	NA	NA	NA
2020	NA	NA	NA	NA
2021	NA	NA	NA	NA
2022	NA	NA	NA	NA

**Sources:**

(1) US. Bureau of the Census, Ohio Municipal Advisory Council, Years 2011, 2019, and 2020 were not available

(2) Ohio Department of Taxation

(3) September of October Data of Ohio Bureau of Employment Services or Ohio Department of Jobs and Family Services. Specific employment figures for the School District are not available. Unemployment percentages presented are for Franklin County and are not seasonally adjusted.

**Licking Heights Local School District**  
**Licking County**  
*Principal Employers*  
*2021 and 2012*

Employer	2021		2012	
	Rank	Percentage of Total Employment	Rank	Percentage of Total Employment
Licking Heights Local School District	1	6.34%	1	8.78%
American Electric Power Service Corp.	2	2.04%		
Southwest Licking Local School District	3	1.97%	3	2.41%
West Licking Joint Fire District	4	1.97%	2	3.30%
The Kroger Co.	5	1.65%	4	2.31%
First Source Employee Management, Inc.	6	1.26%		
Onesource Employee Management	7	1.12%		
Ohio Steele Industries Inc.	8	1.05%	10	0.87%
City of Pataskala	9	1.02%	7	1.27%
Buckeye Ready Mix	10	1.01%	8	1.19%
Tuscany Gardens Nursing Home			5	1.50%
Pataskala Oaks Care Center			6	1.42%
Mulch Manufacturing			9	1.12%
Total		19.43%		24.17%
Total Withholdings - All Employers		\$ 3,327,624		\$ 1,540,840

**Source:** Regional Income Tax Agency (RITA) records, City of Pataskala CAFR

Note: Information on principal employers for 2022 was not available.

TABLE 17

**Licking Heights Local School District**  
**Licking County**  
*School District Employees by Position Code*  
*Last Eight Fiscal Years*

Function/Program	2015	2016	2017	2018	2019	2020	2021	2022
Instruction								
Teachers	194.56	208.28	209.50	219.50	219.15	227.00	230.91	254.00
Intervention Specialist	35.50	38.50	38.00	38.65	41.00	41.75	47.00	39.00
Pupil Support Services								
Counselors	7.00	6.00	5.00	9.00	9.00	10.00	10.00	11.00
Librarians	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Library Aides	5.68	4.68	3.68	3.81	4.37	6.88	6.31	6.50
Nurse	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Nurse's Aides	2.48	2.48	2.48	3.00	4.64	5.50	3.76	6.00
Intervention Aides	-	-	-	-	3.00	2.00	2.00	2.00
Administration								
Principals	5.00	5.00	4.00	4.00	4.00	6.00	6.00	5.00
Assistant Principals	5.00	5.00	5.00	5.00	7.00	6.00	6.00	7.00
District Office Administrators	10.00	10.00	11.00	13.00	13.00	13.00	14.25	12.00
Administrative Assistants/Clerical	28.32	28.32	24.57	27.56	23.00	23.50	24.00	23.00
Assistant Athletic Director	-	-	-	1.00	1.50	2.00	2.00	1.00
Operations								
Custodians	23.13	25.13	21.23	26.00	28.00	28.00	29.00	32.00
Maintenance and Grounds	5.00	5.00	5.00	5.00	5.00	5.00	5.00	6.00
Technology Support	1.00	1.00	1.00	1.00	1.00	0.00	0.00	1.00
Food Service	17.33	16.26	16.31	20.86	23.39	21.10	18.97	22.00
Mechanic	3.00	3.00	2.00	2.00	2.00	2.00	2.00	2.00
Pupil Transportation								
Bus Drivers/Aides/Dispatcher/Monitors	39.48	41.88	52.14	49.27	60.35	47.65	50.15	48.00
Totals	<u>384.48</u>	<u>402.53</u>	<u>402.91</u>	<u>430.65</u>	<u>451.40</u>	<u>449.38</u>	<u>459.35</u>	<u>479.50</u>

Source: State Reported EMIS Data

**Licking Heights Local School District**  
**Licking County**  
*Per Pupil Cost*  
*Last Ten Fiscal Years*

<u>Fiscal Year</u>	<u>Expenses (1)</u>	<u>Enrollment (2)</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff (3)</u>	<u>Pupil/Teacher Ratio</u>
2013	\$ 28,262,552	3,478	\$ 8,126	-1.14%	N/A	N/A
2014	32,885,669	3,608	9,115	12.17%	N/A	N/A
2015	35,583,485	3,689	9,646	5.83%	230	16.0
2016	37,150,968	3,865	9,612	-0.35%	247	15.7
2017	39,318,758	3,995	9,842	2.39%	248	16.1
2018	38,512,804	4,214	9,139	-7.14%	258	16.3
2019	42,007,296	4,290	9,792	7.14%	260	16.5
2020	40,716,618	4,746	8,579	-12.39%	269	17.7
2021	45,677,171	4,722	9,673	12.75%	278	17.0
2022	51,886,500	4,895	10,600	9.58%	293	16.7

**Source:** School District Records; Ohio Department of Education iLRC - cash basis reporting

NA - Information not available

**Licking Heights Local School District**  
**Licking County**  
*Building Statistics*  
*Last Ten Fiscal Years*

	2013	2014	2015	2016
<b>West Elementary School</b>				
Constructed in 2006				
Total Building Square Footage	96,406	96,406	96,406	96,406
Enrollment Grades K-4	882	926	916	962
Student Capacity	822	822	822	822
Capacity % (Over/Under)	107%	113%	111%	117%
<b>South Elementary School</b>				
Constructed in 2006				
Total Building Square Footage	89,795	89,795	89,795	89,795
Enrollment Grades K-4	641	606	622	625
Student Capacity	765	765	765	765
Capacity % (Over/Under)	84%	79%	81%	82%
<b>North Elementary School</b>				
Constructed in 1953				
Total Building Square Footage	52,025	52,025	52,025	52,025
Enrollment Grades 5	296	343	306	321
Student Capacity	443	443	443	443
Capacity % (Over/Under)	67%	77%	69%	72%
<b>Central Intermediate School</b>				
Constructed in 1961				
Total Building Square Footage	99,418	99,418	99,418	99,418
Enrollment Grades 6-8	819	852	917	934
Student Capacity	764	764	764	764
Capacity % (Over/Under)	107%	112%	120%	122%
<b>Middle School</b>				
Constructed in 2002				
Total Building Square Footage	142,406	142,406	142,406	142,406
Enrollment Grades 9-12	840	881	928	1,023
Student Capacity	946	946	946	946
Capacity % (Over/Under)	89%	93%	98%	108%
<b>High School</b>				
Constructed in 2020				
Total Building Square Footage				
Enrollment Grades 9-12				
Student Capacity				
Capacity % (Over/Under)				

In FY20: West (grades K-4), South (grades K-4), North (grades PreK, 5), Central (grades 6-8), High School (grades 9-12);

TABLE 19 (Continued)

2017	2018	2019	2020	2021	2022
96,406	96,406	96,406	96,406	96,406	96,406
800	922	919	1,053	837	850
822	822	822	822	822	822
97%	112%	112%	128%	102%	103%
89,795	89,795	89,795	89,795	89,795	89,795
840	848	888	933	737	784
765	765	765	765	765	765
110%	111%	116%	122%	96%	102%
52,025	52,025	52,025	52,025	52,025	52,025
328	343	357	352	361	398
443	443	443	443	443	443
74%	77%	81%	79%	81%	90%
99,418	99,418	99,418	99,418	99,418	99,420
959	993	977	1,051	773	811
764	764	764	764	764	766
126%	130%	128%	138%	101%	106%
142,406	142,406	142,406	142,406	142,406	142,406
1,068	1,108	1,149	1,185	702	724
946	946	946	946	946	946
113%	117%	121%	125%	74%	77%
				273,501	273,503
				1312	1462
				1,500	1,502
				87%	97%

**Licking Heights Local School District**  
**Licking County**  
*Capital Asset Statistics*  
*Last Ten Fiscal Years*

	2013	2014	2015	2016
<b>Nondepreciable Capital Assets</b>				
Land	\$ 1,821,947	\$ 3,418,147	\$ 3,418,147	\$ 3,418,147
Construction in Progress	-	-	-	-
Total Nondepreciable Capital Assets	<u>1,821,947</u>	<u>3,418,147</u>	<u>3,418,147</u>	<u>3,418,147</u>
<b>Depreciable Capital Assets</b>				
Land Improvements	624,433	563,157	630,392	548,613
Buildings and Buildings Improvements	56,079,296	54,469,226	53,166,738	51,704,830
Furniture, Fixtures & Equipment	872,165	503,566	407,518	415,907
Vehicles	937,472	1,194,368	1,158,268	1,560,216
Intangible Right to Use, Equipment	-	-	-	-
Total Depreciable Capital Assets	<u>58,513,366</u>	<u>56,730,317</u>	<u>55,362,916</u>	<u>54,229,566</u>
Total Capital Assets, Net	<u>\$ 60,335,313</u>	<u>\$ 60,148,464</u>	<u>\$ 58,781,063</u>	<u>\$ 57,647,713</u>

Note: GASB 87 was implemented in fiscal year 2022.

**Source:** School District Financial Records

Depreciable capital assets are presented net of accumulated depreciation.



TABLE 20 (Continued)

2017	2018	2019	2020	Restated 2021	2022
\$ 3,486,518	\$ 3,833,531	\$ 3,418,055	\$ 3,418,055	\$ 3,418,055	\$ 3,418,055
-	-	12,146,771	57,099,348	-	-
<u>3,486,518</u>	<u>3,833,531</u>	<u>15,564,826</u>	<u>60,517,403</u>	<u>3,418,055</u>	<u>3,418,055</u>
530,824	447,620	453,378	429,127	368,041	1,131,441
50,129,478	48,870,249	47,272,775	45,721,387	107,870,851	105,208,061
348,389	686,132	1,107,809	926,340	1,029,545	867,364
1,476,683	1,789,672	1,847,057	1,928,270	1,715,436	1,734,285
-	-	-	-	490,163	359,525
<u>52,485,374</u>	<u>51,793,673</u>	<u>50,681,019</u>	<u>49,005,124</u>	<u>111,474,036</u>	<u>109,300,676</u>
<u>\$ 55,971,892</u>	<u>\$ 55,627,204</u>	<u>\$ 66,245,845</u>	<u>\$ 109,522,527</u>	<u>\$ 114,892,091</u>	<u>\$ 112,718,731</u>



**Licking Heights Local School District**

6539 Summit Road Pataskala, OH 43062

P: 740-927-6926 | F: 740-927-9043

**Licking Heights High School**

4101 Summit Road Pataskala, OH 43062

P: 740-964-9005 | F: 740-937-0508

**Licking Heights Middle School**

4000 Mink Street Pataskala, OH 43062

P: 740-927-9046 | F: 740-927-3197

**Central Intermediate School**

6565 Summit Road Pataskala, OH 43062

P: 740-927-3365 | F: 740-927-5845

**North Elementary**

6507 Summit Road Pataskala, OH 43062

P: 740-927-3268 | F: 740-927-5736

**South Elementary**

6623 Summit Road Pataskala, OH 43062

P: 740-964-1674 | F: 740-964-1625

**West Elementary**

1490 Climbing Fig Drive Blacklick, OH 43004

P: 614-864-9089 | F: 614-501-4672

**Central Preschool**

6565 Summit Road Pataskala, OH 43062

P: 740-927-3268 | F: 740-927-5736

**LICKING HEIGHTS  
LOCAL SCHOOL DISTRICT**  
LICKING COUNTY, OHIO

**SINGLE AUDIT**

**FOR THE FISCAL YEAR ENDED  
JUNE 30, 2022**

**LICKING HEIGHTS LOCAL SCHOOL DISTRICT  
LICKING COUNTY, OHIO**

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**LICKING HEIGHTS LOCAL SCHOOL DISTRICT  
LICKING COUNTY, OHIO  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM/CLUSTER TITLE	ASSISTANCE LISTING NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER / ADDITIONAL AWARD IDENTIFICATION	TOTAL FEDERAL EXPENDITURES
<b>U.S. DEPARTMENT OF AGRICULTURE</b>			
<i>Passed Through the Ohio Department of Education</i>			
<b>Child Nutrition Cluster</b>			
School Breakfast Program	10.553	2022	\$ 792,996
National School Lunch Program	10.555	2022	1,481,490
National School Lunch Program - Food Donation	10.555	2022	198,701
<b>Total National School Lunch Program</b>			<u>1,680,191</u>
<b>Total Child Nutrition Cluster</b>			<u>2,473,187</u>
COVID-19 - State Pandemic Electronic Benefit Transfer (P-EBT) Administrative Costs Grant	10.649	COVID-19, 2022	850
<b>Total U.S. Department of Agriculture</b>			<u>2,474,037</u>
<b>U.S. DEPARTMENT OF THE TREASURY</b>			
<i>Passed Through the Ohio Department of Education</i>			
COVID-19 - Coronavirus Relief Fund - BroadbandOhio Connectivity	21.019	COVID-19, 2021	124,465
<b>Total U.S. Department of the Treasury</b>			<u>124,465</u>
<b>U.S. FEDERAL COMMUNICATIONS COMMISSION</b>			
<i>Direct</i>			
COVID-19 - Emergency Connectivity Fund Program	32.009	COVID-19, ECOECF219000987411,2022	791,500
<b>Total U.S. Federal Communications Commission</b>			<u>791,500</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>			
<i>Passed Through the Ohio Department of Education</i>			
Title I Grants to Local Educational Agencies	84.010A	84.010A, 2021	1,514
Title I Grants to Local Educational Agencies	84.010A	84.010A, 2022	670,307
Title I Grants to Local Educational Agencies - Expanding Opportunities for Each Child Non-Competitive Grant	84.010A	84.010A, 2022	11,932
<b>Total Title I Grants to Local Educational Agencies</b>			<u>683,753</u>
<b>Special Education Cluster (IDEA)</b>			
Special Education-Grants to States	84.027A	84.027A, 2021	141,087
Special Education-Grants to States	84.027A	84.027A, 2022	892,625
COVID-19 - Special Education-Grants to States (IDEA, Part B) - ARP	84.027X	COVID-19, 84.027X, 2022	90,040
<b>Total Special Education-Grants to States</b>			<u>1,123,752</u>
Special Education-Preschool Grants	84.173A	84.173A, 2021	3,304
Special Education-Preschool Grants	84.173A	84.173A, 2021	22,110
COVID-19 - Special Education-Preschool Grants (IDEA, Preschool) - ARP	84.173A	COVID-19, 84.173X, 2022	5,805
<b>Total Special Education-Preschool Grants</b>			<u>31,219</u>
<b>Total Special Education Cluster (IDEA)</b>			<u>1,154,971</u>
English Language Acquisition State Grants	84.365A	84.365A, 2021	16,725
English Language Acquisition State Grants	84.365A	84.365A, 2022	121,118
English Language Acquisition State Grants - Immigrant	84.365A	84.365A, 2021	827
English Language Acquisition State Grants - Immigrant	84.365A	84.365A, 2022	12,709
<b>Total English Language Acquisition State Grants</b>			<u>151,379</u>
Supporting Effective Instruction State Grants	84.367A	84.367A, 2021	2,438
Supporting Effective Instruction State Grants	84.367A	84.367A, 2022	14,200
Supporting Effective Instruction State Grants - Diversifying the Education Profession	84.367A	84.367A, 2021	724
Supporting Effective Instruction State Grants - Diversifying the Education Profession	84.367A	84.367A, 2022	31,336
<b>Total Supporting Effective Instruction State Grants</b>			<u>48,698</u>
COVID-19 - Elementary and Secondary School Emergency Relief (ESSER I) Fund	84.425D	COVID-19, 84.425D, 2021	49
COVID-19 - Elementary and Secondary School Emergency Relief (ESSER II) Fund	84.425D	COVID-19, 84.425D, 2022	1,112,533
COVID-19 - American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER) Fund	84.425U	COVID-19, 84.425U, 2022	416,794
COVID-19 - American Rescue Plan - Elementary and Secondary School Emergency Relief (ARP ESSER) Fund - Homeless Round II	84.425W	COVID-19, 84.425W, 2022	293
<b>Total Education Stabilization Fund (ESF)</b>			<u>1,529,669</u>
<b>Total U.S. Department of Education</b>			<u>3,568,470</u>
<b>Total Federal Expenditures</b>			<u>\$ 6,958,472</u>

The accompanying notes are an integral part of this schedule.

**LICKING HEIGHTS LOCAL SCHOOL DISTRICT  
LICKING COUNTY, OHIO**

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
2 CFR 200.510(b)(6)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2022

**NOTE 1 – BASIS OF PRESENTATION & SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the Licking Heights Local School District under programs of the federal government for the fiscal year ended June 30, 2022 and is prepared in accordance with the cash basis of accounting. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Licking Heights Local School District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Licking Heights Local School District. Such expenditures are recognized following cost principles contained in Uniform Guidance wherein certain types of expenditures may or may not be limited to as to reimbursement.

**NOTE 2 – DE MINIMIS COST RATE**

CFR Section 200.414 of the Uniform Guidance allows a non-federal entity that has never received a negotiated indirect cost rate to charge a de minimis rate of 10% of modified total direct costs to indirect costs. The Licking Heights Local School District has not elected to use the 10% de minimis indirect cost rate.

**NOTE 3 - CHILD NUTRITION CLUSTER**

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

**NOTE 4 – FOOD DONATION PROGRAM**

The Licking Heights Local School District reports commodities consumed on the Schedule at the entitlement value. The Licking Heights Local School District allocated donated food commodities to the respective program that benefitted from the use of those donated food commodities.

**NOTE 5 – TITLE I TRANSFERABILITY**

Federal regulations require schools to obligate certain federal awards by June 30. However, with the Ohio Department of Education's consent, School District's can transfer unobligated amounts to the subsequent fiscal year or a similar program. During the fiscal year ended June 30, 2022, the Licking Heights Local School District, with the Ohio Department of Education's consent, transferred from Supporting Effective Instruction State Grants (ALN 84.367) and Student Support and Academic Enrichment Program (ALN 84.424) to Title I Grants to Local Educational Agencies (ALN 84.010).

**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***

Licking Heights Local School District  
Licking County  
6539 Summit Road SW  
Pataskala, Ohio 43062

To the Members of the Board of Education:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Licking Heights Local School District, Licking County, Ohio, as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Licking Heights Local School District's basic financial statements, and have issued our report thereon dated December 27, 2022, wherein we noted as described in Note 19 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods.

**Report on Internal Control over Financial Reporting**

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Licking Heights Local School District's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

**Report on Compliance and Other Matters**

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

Licking Heights Local School District

Licking County

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters

Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Page 2

**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 Licking Heights Local School District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Licking Heights Local School District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Julian & Grube, Inc.

December 27, 2022



**Independent Auditor’s Report on Compliance for Each Major Federal Program  
and on Internal Control Over Compliance and on the Schedule of Expenditures of Federal Awards  
Required by the Uniform Guidance**

Licking Heights Local School District  
Licking County  
6539 Summit Road SW  
Pataskala, Ohio 43062

To the Members of the Board of Education:

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited the Licking Heights Local School District’s compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of the Licking Heights Local School District’s major federal programs for the fiscal year ended June 30, 2022. The Licking Heights Local School District’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings.

In our opinion, the Licking Heights Local School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the fiscal year ended June 30, 2022.

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

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Licking Heights Local 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 Licking Heights Local School District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with 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 Licking Heights Local 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 Licking Heights Local School District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the Licking Heights Local School District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Licking Heights Local School District's internal control over compliance. Accordingly, no such opinion is expressed.

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

### **Report on Internal Control over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the "Auditor's Responsibilities for the Audit of Compliance" section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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 remaining fund information of the Licking Heights Local School District, as of and for the fiscal year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the Licking Heights Local School District's basic financial statements. We issued our unmodified report thereon dated December 27, 2022. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Julian & Grube, Inc.  
December 27, 2022

**LICKING HEIGHTS LOCAL SCHOOL DISTRICT  
LICKING COUNTY, OHIO**

**SCHEDULE OF FINDINGS  
2 CFR § 200.515  
JUNE 30, 2022**

<b>1. SUMMARY OF AUDITOR'S RESULTS</b>		
<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unmodified
<i>(d)(1)(ii)</i>	<i>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any reported material noncompliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weaknesses reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any significant deficiencies in internal control reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Program's Compliance Opinion</i>	Unmodified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under 2 CFR §200.516(a)?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Programs (listed):</i>	COVID-19 – Emergency Connectivity Fund Program (ALN 32.009) and COVID-19 – Education Stabilization Fund (ALN 84.425)
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: > \$750,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee under 2 CFR § 200.520?</i>	Yes

<b>2. FINDING RELATED TO THE BASIC FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
--

None

<b>3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS</b>
--

None

# OHIO AUDITOR OF STATE KEITH FABER



**LICKING HEIGHTS LOCAL SCHOOL DISTRICT**

**LICKING COUNTY**

**AUDITOR OF STATE OF OHIO CERTIFICATION**

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



**Certified for Release 2/28/2023**

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

This report is a matter of public record and is available online at  
[www.ohioauditor.gov](http://www.ohioauditor.gov)