

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

SUPPLEMENTAL REPORTS

***FOR THE FISCAL YEAR ENDED
JUNE 30, 2008***

GLENN A. PLAISTED, TREASURER/CFO



Mary Taylor, CPA
Auditor of State

Board of Education
Lakewood Local School District
525 E. Main Street
P.O. Box 70
Hebron, Ohio 43025

We have reviewed the *Independent Auditor's Report* of the Lakewood Local School District, Licking County, prepared by Julian & Grube, Inc., for the audit period July 1, 2007 through June 30, 2008. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

Mary Taylor

Mary Taylor, CPA
Auditor of State

December 2, 2008

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

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Julian & Grube, Inc.

Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Independent Auditor's Report on Supplementary Schedule of Receipts and Expenditures of Federal Awards

Board of Education
Lakewood Local School District
525 East Main Street, P.O. Box 70
Hebron, Ohio 43025

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Lakewood Local School District (the "District") as of and for the fiscal year ended June 30, 2008 and have issued our report thereon dated October 24, 2008. The accompanying Schedule of Receipts and Expenditures of Federal Awards does not include the operations of the Lakewood Digital Academy, a component unit of Lakewood Local School District. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Lakewood Local School District's basic financial statements. The accompanying Schedule of Receipts and Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as whole.

Julian & Grube, Inc.

Julian & Grube, Inc.
October 24, 2008

**LAKEWOOD LOCAL SCHOOL DISTRICT
SCHEDULE OF RECEIPTS AND EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

FEDERAL GRANTOR/ SUB GRANTOR/ PROGRAM TITLE	CFDA NUMBER	(A) GRANT NUMBER	(B) CASH FEDERAL RECEIPTS	OTHER FEDERAL RECEIPTS	(B) CASH FEDERAL DISBURSEMENTS	OTHER FEDERAL DISBURSEMENTS
U.S. DEPARTMENT OF AGRICULTURE PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION:						
(C) Food Donation	10.550	N/A	\$ -	\$ 54,553	\$ -	\$ 54,553
Total Food Donation			-	54,553	-	54,553
Nutrition Cluster:						
(D) (E) School Breakfast Program	10.553	2007	13,031		13,031	
(D) (E) School Breakfast Program	10.553	2008	156,245		156,245	
Total School Breakfast Program			169,276		169,276	
(D) (E) National School Lunch Program	10.555	2007	42,101		42,101	
(D) (E) National School Lunch Program	10.555	2008	289,359		289,359	
Total National School Lunch Program			331,460		331,460	
Total Nutrition Cluster			500,736		500,736	
Total U.S. Department of Agriculture			500,736	54,553	500,736	54,553
U.S. DEPARTMENT OF EDUCATION PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION						
Title I Grants to Local Educational Agencies	84.010	2007	19,698		36,226	
Title I Grants to Local Educational Agencies	84.010	2008	284,143		270,691	
Total Title I Grants to Local Educational Agencies			303,841		306,917	
Special Education Grants to States	84.027	2007	62,772		83,287	
Special Education Grants to States	84.027	2008	461,612		443,113	
Total Special Education Grants to States			524,384		526,400	
Safe and Drug-Free Schools and Communities State Grants	84.186	2007	2,358		3,471	
Safe and Drug-Free Schools and Communities State Grants	84.186	2008	3,662		2,536	
Total Safe and Drug-Free Schools and Communities State Grants			6,020		6,007	
State Grants for Innovative Programs	84.298	2008	5,090		5,090	
Total State Grants for Innovative Programs			5,090		5,090	
Education Technology State Grants	84.318	2008	628		1,397	
Total Educational Technology State Grants			628		1,397	
Improving Teacher Quality State Grants	84.367	2007	3,080		4,472	
Improving Teacher Quality State Grants	84.367	2008	113,327		114,810	
Total Improving Teacher Quality State Grants			116,407		119,282	
Total U.S. Department of Education			956,370		965,093	
Total Federal Financial Assistance			\$ 1,457,106	\$ 54,553	\$ 1,465,829	\$ 54,553

- (A) OAKS did not assign pass through numbers for fiscal year 2008.
- (B) This schedule was prepared on the cash basis of accounting.
- (C) The Food Donation Program is a non-cash, in kind, federal grant. Commodities are reported at the entitlement value.
- (D) Included as part of "Nutrition Grant Cluster" in determining major programs.
- (E) Commingled with state and local revenue from sales of lunches; assumed expenditures were made on a first-in, first-out basis.

Note 1: The Lakewood Local School District has excluded federal financial assistance reported for the Lakewood Digital Academy, a component unit of Lakewood Local School District.



Julian & Grube, Inc.

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333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

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*

Board of Education
Lakewood Local School District
525 East Main Street, P.O. Box 70
Hebron, Ohio 43025

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Lakewood Local School District as of and for the fiscal year ended June 30, 2008, which collectively comprise Lakewood Local School District's basic financial statements and have issued our report thereon dated October 24, 2008. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Lakewood Local School District's internal control over financial reporting as a basis for designing our auditing procedures 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 Lakewood Local School District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Lakewood Local School District's internal control over financial reporting.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Lakewood Local School District's ability to initiate, authorize, record, process or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Lakewood Local School District's financial statements that is more than inconsequential will not be prevented or detected by the Lakewood Local School District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Lakewood Local School District's internal control.

Board of Education
Lakewood Local School District

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Lakewood Local School District's financial statements are free of 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 determination of financial statement amounts. 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*.

This report is intended solely for the information and use of the management and the Board of Education of the Lakewood Local School District and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.
October 24, 2008



Julian & Grube, Inc.

Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Report on Compliance with Requirements Applicable to Its Major Program and on Internal Control Over Compliance in Accordance With *OMB Circular A-133*

Board of Education
Lakewood Local School District
525 East Main Street, P.O. Box 70
Hebron, Ohio 43025

Compliance

We have audited the compliance of the Lakewood Local School District with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to its major federal program for the fiscal year ended June 30, 2008. The Lakewood Local School District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the Lakewood Local School District's management. Our responsibility is to express an opinion on the Lakewood Local School District's compliance based on our audit.

The Lakewood Local School District's basic financial statements include the operations of the Lakewood Digital Academy, a component unit of Lakewood Local School District. Lakewood Digital Academy received \$16,684 and expended \$16,563 in federal awards during fiscal year 2008 that are not included in the Schedule of Receipts and Expenditures of Federal Awards for Lakewood Local School District for the fiscal year ended June 30, 2008. Our audit of federal awards, described below, did not include the operations of Lakewood Digital Academy. This component unit expended less than \$500,000 for the fiscal year ended June 30, 2008 and thus was not required to have an audit of its Federal Award Program in accordance with OMB Circular A-133.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audit of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Lakewood Local School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Lakewood Local School District's compliance with those requirements.

Board of Education
Lakewood Local School District

In our opinion, the Lakewood Local School District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the fiscal year ended June 30, 2008.

Internal Control Over Compliance

The management of the Lakewood Local School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Lakewood Local School District's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Lakewood Local School District's internal control over compliance.

A control deficiency in Lakewood Local School District's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects Lakewood Local School District's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the Lakewood Local School District's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by Lakewood Local School District's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended for the information and use of management and Board of Education of the Lakewood Local School District and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Julian & Grube, Inc.
October 24, 2008

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

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505
JUNE 30, 2008**

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unqualified
<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>	Unqualified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under § .510?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Program:</i>	Nutrition Cluster - School Breakfast Program - CFDA #10.553 and National School Lunch Program - CFDA #10.555
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: >\$300,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee?</i>	Yes

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

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 § .505
JUNE 30, 2008**

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

LAKWOOD LOCAL SCHOOL DISTRICT



**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
June 30, 2008**



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LAKWOOD LOCAL SCHOOL DISTRICT

HEBRON, OHIO

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED
June 30, 2008**

Prepared by:

**Ms. Glenna Plaisted
Treasurer/CFO**



LAKWOOD LOCAL SCHOOL DISTRICT

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LAKWOOD LOCAL SCHOOL DISTRICT



INTRODUCTORY SECTION





Lakewood Local Schools • 525 East Main Street • P.O. Box 70 • Hebron, Ohio 43025 • 740-928-5878 • Fax 740-928-3152

October 24, 2008

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

The Comprehensive Annual Financial Report (CAFR) of the Lakewood Local School District (District) for the fiscal year ended June 30, 2008 is hereby submitted. This report was prepared by the Treasurer's Office and includes the unqualified opinion of our auditors.

The CAFR is prepared in accordance with generally accepted accounting principles (GAAP) and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included.

Generally Accepted Accounting Principals (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 MD&A and should be read in conjunction with it. The Lakewood Local School District's MD&A can be found immediately following the independent auditor's report.

The District offers a full range of educational programs and services. These include elementary and secondary general studies, advanced placement courses, gifted education, college preparatory and Tech Prep, special education services, and a broad range of co-curricular and extracurricular activities.

THE DISTRICT AND ITS FACILITIES

The Lakewood Local School District is located in southern Licking County approximately 25 miles east of Columbus, the state capital. The District encompasses approximately 115 square miles. The principle communities are the Village of Hebron, the Village of Buckeye Lake, Jacksontown and the surrounding farming townships. The District has a diversified industrial base as well as residential and agricultural communities. Interstate 70 and State Routes 79, 40 and 13 serve as the major transportation arteries. The District serves approximately 2,182 students.

LAKWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2008

The District's facilities include 1 elementary school (grades K-2), 1 intermediate school (grades 3-5), 1 middle school (grades 6-8), 1 high school (grades 9-12), a bus garage, the administrative building and an athletic complex. The high school is the District's newest facility built in 2000, Jackson Intermediate School built in 1972 and 1967, Middle School built in 1959 and Hebron Elementary built in 1914.

The Board of Education of the Lakewood Local School District (the Board) is a five member body politic and corporate, as defined by Section 3313.02, Ohio Revised Code. The Board serves as the taxing authority, contracting body, policy maker, and ensures that all other general laws of the State of Ohio are followed in the expenditure of the District's tax dollars and approves the annual operating budget and approves all expenditures of the District.

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

CURRICULUM DEVELOPMENT

The Lakewood Local School District provides a comprehensive K-12 program: instruction, assessment, intervention and special needs programming. The curriculum supports the Ohio Achievement Tests (OAT) and Diagnostic Tests (K-8), as well as the Ohio Graduation Tests (OGT) at the high school level. The curriculum is on a five year revision cycle that involves K-12 staff and community members.

INSTRUCTION MATERIALS

The administration, staff, board members, and community have identified that keeping current with today's educational methodology and utilizing updated student textbooks and materials are critical components necessary to provide students with a quality education.

TECHNOLOGY

Lakewood students are introduced to technology in kindergarten and encouraged to use technology to advance their learning potential. Students at every grade level are linked to the Internet. Teachers are encouraged to incorporate the use of technology into their classrooms and enable students to use technology to help facilitate life-long learning.

The District has also developed a new web page for the 2008-2009 school year which can be located at www.lakewoodlocal.k12.oh.us.

LAKEWOOD LOCAL SCHOOL DISTRICT

***Letter of Transmittal
For the Fiscal Year Ended June 30, 2008***

STAFF DEVELOPMENT

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

INTERVENTION AND SPECIAL PROGRAMS

Lakewood Local School District recognizes its responsibility to offer academic instruction that is appropriate for every child. Student abilities and performance levels are measured and used to determine appropriate instruction. The RTI, 3-Tier Problem Solving model is being implemented during the 2008-2009 school year.

For those students requiring supplemental help or varied instructional methods, plans are developed and monitored by intervention assistance teams that include teachers, administrators and intervention specialists. Parental involvement is critical in the process of student needs and intervention plans.

GIFTED AND TALENTED PROGRAMMING AND ADVANCED PLACEMENT COURSES

Opportunities for more challenging work are available through the Gifted and Talented Program. This program serves identified students in grades four through eight. The curriculum includes enrichment activities, independent research and project based learning with an emphasis on higher level thinking skills.

Additionally, advanced placement courses in English and American History are offered at the high school level.

SPECIAL EDUCATION

Currently there are approximately 350 students on Individualized Educational Programs representing approximately 15% of the total student population. These students are served in the following programs: speech/language, multi handicapped, cognitively disabled handicapped, severe emotionally disturbed, specific learning disabled, other health impaired and hearing impaired.

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

LAKWOOD LOCAL SCHOOL DISTRICT

***Letter of Transmittal
For the Fiscal Year Ended June 30, 2008***

CONTINUOUS IMPROVEMENT PLANNING

The District's Continuous Improvement Plan includes these goals:

Goal #1

Improve student achievement in all areas of the State Report Card by:

- A) Focusing on literacy across the curriculum.
- B) Improving collaboration amongst staff.
- C) Using Quality Tools, technology, and research based practices.

Goal #2

Improve the quality of family and community involvement in student achievement by:

- A) Improving collaboration amongst staff, families and community.
- B) Using Quality Tools, technology, and research based practices.

STATE REPORT CARD PERFORMANCE

The District received an Excellent rating (Due to Value Added) on the State of Ohio Report Card for the 2007-2008 school year. This is the highest rating that a school district may obtain in the State of Ohio. It should be noted that Lakewood has exceeded expected gains for two consecutive years in the areas of math and reading for grades four through eight. This is determined by the State's Value Added Rating measure. The individual buildings received the following ratings:

High School	Excellent
Middle School	Excellent
Jackson Intermediate	Effective
Hebron	Excellent

ECONOMIC CONDITION AND OUTLOOK

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

The Villages of Hebron and Buckeye Lake offer excellent opportunities for business growth and expansion. The District has an Industrial Park which stimulates the economy through a diverse group of employers, from the small family operated business to major commercial/industrial and service corporations. The five largest employers in the District in terms of numbers of employees are: THK, Bear Creek, Ecolab, Ohio Metal Tech and Kroger.

The District passed a five year emergency levy on May 6, 2003. The total amount of additional revenue from this emergency operating levy is \$2,058,646 per year. The District passed a renewal of this five year emergency operating levy on March 4, 2008. The current revenue, along with the District's cash balance, will provide the District with necessary funds to meet its operating expenses in fiscal years 2009 and 2010. Beyond 2010, the District will face some decisions on obtaining additional funding sources or reducing expenses it currently has in maintaining its educational programs.

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2008

RECENT SIGNIFICANT ACCOMPLISHMENTS

Financial

The District received the Certificate of Excellence in Financial Reporting from the Government Finance Officers Association for the fifth consecutive year.

The District received the Auditors of State's Award in Financial Reporting from the State of Ohio Auditor's Office for the second consecutive year.

Community

The Lakewood Service Initiative (LSI) formed by a group of staff members, administrators, school board members, and parents came together to develop a vision for Lakewood that was built on creating a culture of excellence. "***Lakewood Community-Wide Learning, Service and Pride***" became their theme. Building on this theme, 18 service standards were crafted. The goal of the LSI is to create a culture in the school and community that daily meets the needs of our stakeholders. Satisfied customers are not "good enough." The LSI is striving for "loyal" customers. This ongoing initiative is striving to create the culture that, "***great customer service is smart business***".

The 2007-2008 edition of the Lakewood Lady Lancers Softball Team captured the State title in Division III. With a record of 32 wins and 2 losses, they became the first girls' sport in school history to capture a team state championship.

Lakewood Local School District is the sponsor of the Lakewood Digital Academy. The Academy launched operations in August of the 2003-2004 school year. The Lakewood Digital Academy is a community school that offers parents a choice of academic environments for their children. The Academy delivers educational services to children residing within the District. Commencing with the 2008-2009 school year, the Jefferson County Virtual Learning Academy will provide the curriculum for the Academy.

MAJOR INITIATIVES FOR THE FUTURE

Financial

To receive the Certificate of Excellence in Financial Reporting from the Government Finance Officers Association for the District's 2008 CAFR.

Instruction

The District continues to seek improvement in the areas measured by the Local Report Card. An "Excellent" rating (30 out of 30 state indicators) on the Report Card is the goal.

FINANCIAL INFORMATION

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

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2008

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

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

As part of the District's single audit, tests are made to determine the adequacy of the internal controls, including that portion relating to federal financial assistance programs, as well as to verify that the District has complied with applicable laws and regulations. The results of the District's single audit for the fiscal year ended June 30, 2008, as of this writing, revealed no instances of material weaknesses in internal control or significant violations of applicable laws and regulations.

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

CASH MANAGEMENT – It is the policy of the Lakewood Local School District, that with due regard to the safety and risk of investments, all available funds shall be invested in conformance with existing legal requirement and Board-adopted policy guidelines, to the maximum extent possible, at the highest rates obtainable at the time of investment. Effective cash management is recognized as essential to good fiscal management. An investment policy has been formulated to take advantage of investment interest as a viable and material source of revenue to all funds involved. The District's investments are designed and managed in a manner responsive to public trust and consistent with state and local laws.

Investments are made with the primary objectives:

- Preservation of capital and protection of principal.
- Maintenance of liquidity to meet cash flow requirements.
- Diversification of assets to avoid undue credit and liquidity risks.
- Optimization of portfolio returns within objectives outlined above.
- Use of good judgment and care to provide safety to the District's assets.

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal
For the Fiscal Year Ended June 30, 2008

Administrative guidelines and investment policies apply to all financial assets of the District contained in the Comprehensive Annual Financial Report (CAFR). The investment portfolio shall consist of investment securities, permissible by law, recognizing that all participants involved in the process shall act responsibly as custodians of the public trust. Investment officials shall avoid any transaction that might impair public confidence in the District's ability to govern effectively.

RISK MANAGEMENT – The District is adequately insured in all areas including buildings, contents, vehicles, equipment and general liability. The District is also covered under the State Workers' Compensation Fund. The District makes every effort to monitor insurance costs and related risk of accident to ensure proper fiscal management in this area. Detailed information regarding the risk management activities of the District can be found in the Notes to Financial Statements section of this report.

INDEPENDENT AUDIT – This report includes an unqualified audit report regarding the District's financial statements. The audit was conducted by Julian & Grube, Inc. The Independent Auditor's Report on the basic financial statements is included in the financial section of this report.

AWARDS – The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement of Excellence in Financial Reporting to the Lakewood Local School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2007. This was the fifth year that the District has applied for and achieved this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report. The report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

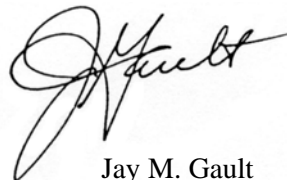
ACKNOWLEDGMENTS – The preparation of the Comprehensive Annual Financial Report was made possible with the support and efforts of the staff in the Treasurer's Office and many other dedicated employees of the District. We also would like to recognize Donald J. Schonhardt & Associates, Inc. for their assistance in preparing this report.

In closing, without the continued support of the Board of Education, who values quality financial information, the preparation of this report would not have been possible.

Respectfully submitted,



Glenna J. Plaisted, CPA
Treasurer/CFO



Jay M. Gault
Superintendent

LAKEWOOD LOCAL SCHOOL DISTRICT

***Members of the Board of Education and Administration
For the Fiscal Year Ended June 30, 2008***

Members of the Board of Education

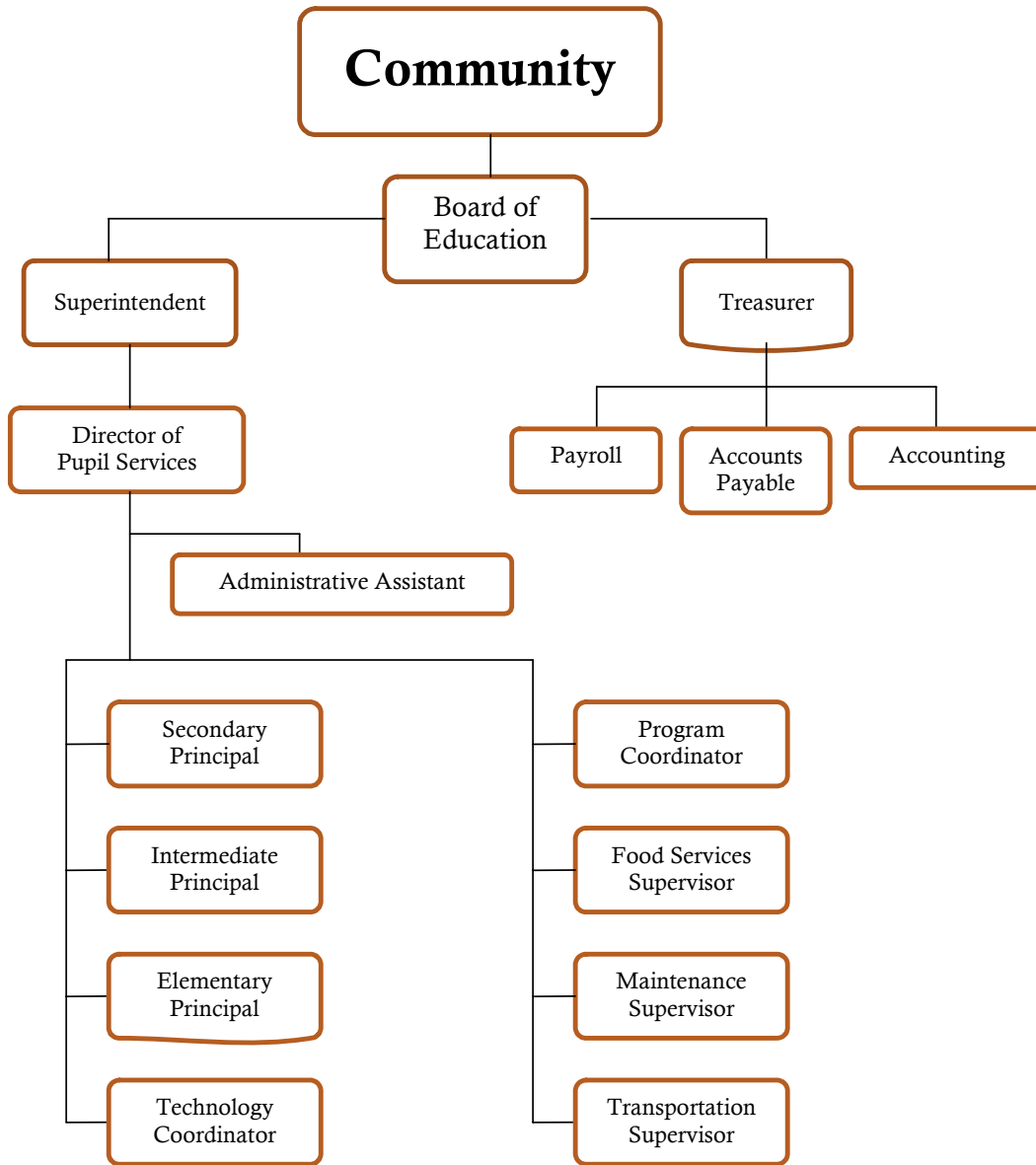
	<u>Began Service as A Board Member</u>	<u>Present Term Expires</u>
Joe Bowman, President	January 1, 2006	December 31, 2009
Judy White, Vice President	January 1, 2006	December 31, 2009
Forrest Cooperrider	January 1, 2004	December 31, 2011
Rob Large	January 1, 2008	December 31, 2011
Trisha Good	January 1, 2008	December 31, 2009

Administration

	<u>Position</u>	<u>Date of Hire</u>
Jay M. Gault	Superintendent	August 1, 2005
Glenna J. Plaisted	Treasurer/CFO	May 15, 2000

LAKEWOOD LOCAL SCHOOL DISTRICT

Organizational Chart For the Fiscal Year Ended June 30, 2008



LAKWOOD LOCAL SCHOOL DISTRICT

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

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

Presented to

**Lakewood Local School
District, Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Charles S. Cox

President

Jeffrey R. Emmer

Executive Director

FINANCIAL SECTION





Julian & Grube, Inc.

Serving Ohio Local Governments

333 County Line Rd. West, Westerville, OH 43082 Phone: 614.846.1899 Fax: 614.846.2799

Independent Auditor's Report

Board of Education
Lakewood Local School District
525 East Main Street, P.O. Box 70
Hebron, Ohio 43025

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Lakewood Local School District, Licking County, Ohio, as of and for the fiscal year ended June 30, 2008, which collectively comprise the Lakewood Local School District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Lakewood Local School District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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 the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund and the aggregate remaining fund information of the Lakewood Local School District, as of June 30, 2008 and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 24, 2008, on our consideration of the Lakewood Local School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Board of Education
Lakewood Local School District

The management's discussion and analysis is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Lakewood Local School District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements of Lakewood Local School District. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly we express no opinion on them.

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.
October 24, 2008

LAKEWOOD LOCAL SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2008

Unaudited

The management's discussion and analysis of Lakewood Local School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2008. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the financial statements and notes to the basic financial statements to enhance their understanding of the District's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for 2008 are as follows:

- ❑ In total, net assets increased \$222,093. Net assets of governmental activities increased \$204,742, which represents a 2.5% increase from 2007. Net assets of business-type activities increased \$17,351 or 81.3% from 2007.
- ❑ General revenues accounted for \$19,447,336 in revenue or 87.5% of all revenues. Program specific revenues in the form of charges for services and grants and contributions accounted for \$2,770,692 or 12.5% of total revenues of \$22,218,028.
- ❑ The District had \$21,089,753 in expenses related to governmental activities; only \$1,847,159 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$19,447,336 were adequate to provide for these programs.
- ❑ Among major funds, the general fund had \$18,798,036 in revenues and \$19,067,050 in expenditures. During fiscal year 2008, the general fund's fund balance decreased from \$5,044,276 to \$4,920,207.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

These statements are as follows:

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

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

LAKWOOD LOCAL SCHOOL DISTRICT

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008***

Unaudited

Government-wide Statements

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

The two government-wide statements report the District's net assets and how they have changed. Net-assets (the difference between the District's assets and liabilities) is one way to measure the District's financial health or position.

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

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

- **Governmental Activities** – Most of the District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities.
- **Business-Type Activities** – This service is provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The District's food service is reported as business activities.

Fund Financial Statements

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

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

LAKEWOOD LOCAL SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008**

Unaudited

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

Fiduciary Funds – The District is the trustee, or fiduciary, for various student-managed activity programs, various scholarship programs and other items listed as agency and private purpose. It is also responsible for other assets that, due to a trust arrangement can only be used for the trust beneficiaries. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets. We exclude these activities from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE

The Statement of Net Assets provides a perspective of the District as a whole. The following table provides a summary of the District's net assets for 2008 compared to 2007:

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Current and other assets	\$18,258,797	\$19,495,208	\$56,317	\$39,509	\$18,315,114	\$19,534,717
Capital assets, Net	16,330,573	16,491,534	78,894	90,694	16,409,467	16,582,228
Total assets	<u>34,589,370</u>	<u>35,986,742</u>	<u>135,211</u>	<u>130,203</u>	<u>34,724,581</u>	<u>36,116,945</u>
Long-term debt outstanding	14,775,534	15,282,780	15,182	20,816	14,790,716	15,303,596
Other liabilities	11,577,800	12,672,668	81,328	88,037	11,659,128	12,760,705
Total liabilities	<u>26,353,334</u>	<u>27,955,448</u>	<u>96,510</u>	<u>108,853</u>	<u>26,449,844</u>	<u>28,064,301</u>
Net assets						
Invested in capital assets, net of related debt	2,999,249	2,965,032	78,894	90,694	3,078,143	3,055,726
Restricted	676,198	561,041	0	0	676,198	561,041
Unrestricted	4,560,589	4,505,221	(40,193)	(69,344)	4,520,396	4,435,877
Total net assets	<u>\$8,236,036</u>	<u>\$8,031,294</u>	<u>\$38,701</u>	<u>\$21,350</u>	<u>\$8,274,737</u>	<u>\$8,052,644</u>

At year-end for governmental activities, capital assets represented 47% of total assets. Capital assets include land, land improvements, buildings and improvements, furniture, fixtures, equipment, vehicles, and construction in progress. Capital assets, net of related debt to acquire the assets at June 30, 2008 was \$2,999,249. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net assets, \$676,198, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net assets of \$4,560,589 may be used to meet the District's ongoing obligations to the students and creditors.

LAKWOOD LOCAL SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008**

Unaudited

Changes in Net Assets – The following table shows the changes in net assets for fiscal years 2008 and 2007:

	Governmental Activities		Business-type Activities		Total	
	2008	2007	2008	2007	2008	2007
Revenues						
Program Revenues:						
Charges for Services	\$738,396	\$651,184	\$369,761	\$409,431	\$1,108,157	\$1,060,615
Operating Grants	1,095,397	1,104,624	552,380	414,747	1,647,777	1,519,371
Capital Grants	13,366	0	1,392	0	14,758	0
Total Program Revenues	<u>1,847,159</u>	<u>1,755,808</u>	<u>923,533</u>	<u>824,178</u>	<u>2,770,692</u>	<u>2,579,986</u>
General Revenues:						
Property Taxes	11,248,602	12,494,355	0	0	11,248,602	12,494,355
Grants and Entitlements	7,692,375	6,992,396	0	0	7,692,375	6,992,396
Other	506,359	632,288	0	0	506,359	632,288
Total General Revenues	<u>19,447,336</u>	<u>20,119,039</u>	<u>0</u>	<u>0</u>	<u>19,447,336</u>	<u>20,119,039</u>
Total Revenues	<u>21,294,495</u>	<u>21,874,847</u>	<u>923,533</u>	<u>824,178</u>	<u>22,218,028</u>	<u>22,699,025</u>
Program Expenses						
Instruction	12,302,597	11,924,997	0	0	12,302,597	11,924,997
Support Services:						
Pupils	1,328,800	1,203,075	0	0	1,328,800	1,203,075
Instructional Staff	479,753	437,342	0	0	479,753	437,342
Board of Education	52,022	55,443	0	0	52,022	55,443
Administration	1,609,024	1,550,432	0	0	1,609,024	1,550,432
Fiscal Services	639,771	618,603	0	0	639,771	618,603
Business	15,857	14,176	0	0	15,857	14,176
Operation and Maintenance of Plant	1,672,993	1,640,741	0	0	1,672,993	1,640,741
Pupil Transportation	1,530,009	1,446,278	0	0	1,530,009	1,446,278
Central	231,234	189,380	0	0	231,234	189,380
Operation of Non-Instructional Services	67,844	56,084	0	0	67,844	56,084
Extracurricular Activities	490,323	616,900	0	0	490,323	616,900
Interest and Fiscal Charges	669,526	711,383	0	0	669,526	711,383
Food Service	0	0	906,182	892,610	906,182	892,610
Uniform School Supplies	0	0	0	2,284	0	2,284
Total Expenses	<u>21,089,753</u>	<u>20,464,834</u>	<u>906,182</u>	<u>894,894</u>	<u>21,995,935</u>	<u>21,359,728</u>
Total Change in Net Assets	204,742	1,410,013	17,351	(70,716)	222,093	1,339,297
Beginning Net Assets	8,031,294	6,621,281	21,350	92,066	8,052,644	6,713,347
Ending Net Assets	<u>\$8,236,036</u>	<u>\$8,031,294</u>	<u>\$38,701</u>	<u>\$21,350</u>	<u>\$8,274,737</u>	<u>\$8,052,644</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008**

Unaudited

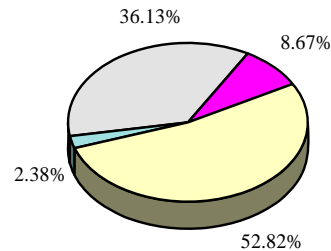
Governmental Activities

Net assets of the District's governmental activities increased by \$204,742. Total governmental expenses of \$21,089,753 were offset by program revenues of \$1,847,159 and general revenues of \$19,447,336. Program revenues supported 8.8% of the total governmental expenses.

The primary sources of revenues for governmental activities are derived from property taxes and grants and entitlements. The primary sources of general revenue total \$18,940,977 and represent 97% of total general governmental revenue. The District is operating at the 20 mill floor which is the state minimum required property tax funding for a school district's operations. Due to this, the District is able to receive full advantage of property tax valuation increases.

Voters approved a five year emergency operating levy on May 6, 2003. The collection of these taxes started in 2004. Fiscal year 2008 includes property tax revenues of \$2,058,646 from this levy. Property taxes made up 53% of revenues for governmental activities for Lakewood Local Schools in fiscal year 2008. The District's reliance upon tax revenues is demonstrated by the following graph:

Revenue Sources	2008	Percent of Total
General Grants	\$7,692,375	36.13%
Program Revenues	1,847,159	8.67%
General Tax Revenues	11,248,602	52.82%
General Other	506,359	2.38%
Total Revenue	<u>\$21,294,495</u>	<u>100.00%</u>



Business-Type Activities

Net assets of the business-type activities increased by \$17,351. These programs had revenues of \$923,533 and expenses of \$906,182 for fiscal year 2008. The District had no significant changes in revenues or expenses. Business activities receive no support from tax revenues; however, they have received support from governmental activities.

LAKWOOD LOCAL SCHOOL DISTRICT

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008***

Unaudited

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT'S FUNDS

The District's governmental funds reported a combined fund balance of \$5,734,607, which is below last year's total of \$5,846,462. The schedule below indicates the fund balance and the total change in fund balance by fund type as of June 30, 2008 and 2007.

	Fund Balance June 30, 2008	Fund Balance June 30, 2007	Increase (Decrease)
General	\$4,920,207	\$5,044,276	(\$124,069)
Debt Service	660,015	620,726	39,289
Other Governmental	154,385	181,460	(27,075)
Total	\$5,734,607	\$5,846,462	(\$111,855)

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

	2008 Revenues	2007 Revenues	Increase (Decrease)
Taxes	\$10,213,987	\$11,190,813	(\$976,826)
Tuition	402,852	347,816	55,036
Investment Earnings	333,443	397,615	(64,172)
Class Materials and Fees	60,959	56,886	4,073
Intergovernmental - State	7,505,863	6,828,943	676,920
All Other Revenue	280,932	262,546	18,386
Total	\$18,798,036	\$19,084,619	(\$286,583)

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LAKEWOOD LOCAL SCHOOL DISTRICT

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008***

Unaudited

General Fund revenues in 2008 decreased approximately 1.5% compared to revenues in fiscal year 2007. The primary factors contributing to the decrease in revenues include a decrease in tangible personal property revenues of \$932,686, offset by an increase in the intergovernmental-state for the tangible personal property reimbursement increase of \$632,211; investment earnings also decreased 16%.

	2008 Expenditures	2007 Expenditures	Increase (Decrease)
Instruction	\$11,095,326	\$10,650,817	\$444,509
Supporting Services:			
Pupils	1,215,347	1,104,882	110,465
Instructional Staff	429,101	385,623	43,478
Board of Education	52,022	55,443	(3,421)
Administration	1,563,687	1,445,697	117,990
Fiscal Services	637,091	617,470	19,621
Business	15,857	14,176	1,681
Operation & Maintenance of Plant	1,938,096	1,542,063	396,033
Pupil Transportation	1,583,046	1,572,993	10,053
Central	208,325	156,064	52,261
Operation of Non-Instructional Services	23,136	9,451	13,685
Extracurricular Activities	197,049	211,462	(14,413)
Debt Service:			
Principal Retirement	88,343	61,601	26,742
Interest and Fiscal Charges	20,624	26,742	(6,118)
Total	\$19,067,050	\$17,854,484	\$1,212,566

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LAKEWOOD LOCAL SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008**

Unaudited

The expenditures increased by \$1,212,566 or 6.8% compared to the prior year. The District's budget is 78% personnel related. With the District's health insurance increasing 15% last year and a wage and salary adjustment averaging 3%, the increase can be primarily attributed to personnel costs. Fiscal year 2008 also includes major capital outlay purchases of football stadium lighting, building handicap renovations, district telephone system and two busses for transportation.

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

During the course of fiscal year 2008 the District amended its General Fund budget several times, none significant.

For the General Fund, the budget basis revenue of \$19.1 million did not change significantly compared to the original budget estimates.

Actual expenditures compared to the final budget resulted in an overall positive variance.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2008 the District had \$16,409,467 net of accumulated depreciation invested in land, buildings, equipment and vehicles. Of this total, \$16,330,573 was related to governmental activities and \$78,894 to the business-type activities. The following table shows fiscal year 2008 and 2007 balances:

	Governmental Activities		Increase (Decrease)
	2008	2007	
Land	\$275,555	\$275,555	\$0
Land Improvements	819,988	810,337	9,651
Buildings and Improvements	21,605,073	21,349,099	255,974
Furniture, Fixtures and Equipment	3,533,280	3,504,706	28,574
Vehicles	2,079,276	1,959,481	119,795
Construction in Progress	172,173	88,305	83,868
Less: Accumulated Depreciation	(12,154,772)	(11,495,949)	(658,823)
Totals	\$16,330,573	\$16,491,534	(\$160,961)

	Business-Type Activities		Increase (Decrease)
	2008	2007	
Furniture and Equipment	\$303,419	\$301,331	\$2,088
Less: Accumulated Depreciation	(224,525)	(210,637)	(13,888)
Totals	\$78,894	\$90,694	(\$11,800)

LAKEWOOD LOCAL SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008**

Unaudited

The increase in buildings and improvements is primarily due to building handicap renovations, roof replacement and a district telephone system. The increase in vehicles is primarily due to the purchase of two busses.

Additional information on the District's capital assets can be found in Note 7.

Debt

At June 30, 2008, the District had \$14.8 million in bonds, notes, loans, and other long-term obligations outstanding, \$766,397 due within one year. The following table summarizes the District's debt outstanding as of June 30, 2008:

	<u>2008</u>	<u>2007</u>
Governmental Activities:		
General Obligation Bonds:		
School Improvement	\$12,736,531	\$13,156,289
Long-Term Notes Payable	1,069,628	1,207,539
Capital Leases Payable	159,736	142,317
Compensated Absences	809,639	776,635
Total Governmental Activities	<u>14,775,534</u>	<u>15,282,780</u>
Business-Type Activities:		
Compensated Absences	<u>15,182</u>	<u>20,816</u>
Totals	<u><u>\$14,790,716</u></u>	<u><u>\$15,303,596</u></u>

Under current state statutes, the District's general obligation bonded debt issues are subject to a legal limitation based on 9% of the total assessed value of real and personal property. At June 30, 2008, the District's outstanding debt was below the legal limit. Additional information on the District's long-term debt can be found in Note 10.

ECONOMIC FACTORS

HB66 phased out the tax on tangible personal property of general business, telephone and railroads. The tax on general business and railroad property will be eliminated by 2009 and the tax on telephone by 2011. The tax is phased out by reducing the assessment rate on the property each year. The loss and replacement of the tangible personal property revenues has been calculated by the Ohio Department of Taxation using 2004 valuations as the base year. HB66 also provided a "hold harmless" period for taxing authorities for reimbursement of lost revenue based on the 2004 valuations in the first five years (fiscal year 2006 through fiscal year 2010); and a phase out of this reimbursement for the following seven years (fiscal years 2011 through 2017). The District will continue to see a decline in revenues subsequent to fiscal year 2012 as the phase out of the tangible personal property reimbursement continues.

LAKEWOOD LOCAL SCHOOL DISTRICT

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008***

Unaudited

As the preceding information shows, the District relies heavily upon property taxes and grants and entitlements to provide the funds necessary to maintain its educational programs. The District passed a five year emergency operating levy on May 6, 2003. The total amount of revenue from this emergency operating levy is \$2,058,646 per year. The District passed a renewal of this five year operating levy on March 4, 2008. The current revenue, along with the District's cash balance, will provide the District with the necessary funds to meet its operating expenses in fiscal years 2009 through 2010. Beyond 2010 the District will face some decisions on obtaining additional funding sources or reducing expenses it currently has in maintaining its educational programs.

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

REQUESTS FOR INFORMATION

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Glenna Plaisted, Treasurer/CFO of Lakewood Local School District.

LAKWOOD LOCAL SCHOOL DISTRICT

Statement of Net Assets ***June 30, 2008***

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Digital Academy
Assets:				
Cash and Cash Equivalents	\$ 3,625,968	\$ 22,014	\$ 3,647,982	\$ 84,658
Investments	2,984,267	0	2,984,267	0
Receivables:				
Taxes	11,077,647	0	11,077,647	0
Accounts	88,446	0	88,446	0
Intergovernmental	102,603	0	102,603	503
Interest	10,846	0	10,846	0
Inventory	46,304	20,880	67,184	0
Prepaid Items	181,288	13,423	194,711	2,000
Restricted Assets:				
Cash and Cash Equivalents	12,630	0	12,630	0
Deferred Charges	128,798	0	128,798	0
Capital Assets:				
Nondepreciable Capital Assets	447,728	0	447,728	0
Depreciable Capital Assets, Net	15,882,845	78,894	15,961,739	96,673
Total Capital Assets, Net	<u>16,330,573</u>	<u>78,894</u>	<u>16,409,467</u>	<u>96,673</u>
Total Assets	<u>34,589,370</u>	<u>135,211</u>	<u>34,724,581</u>	<u>183,834</u>
Liabilities:				
Accounts Payable	52,407	0	52,407	0
Accrued Wages and Benefits	1,539,310	53,869	1,593,179	0
Intergovernmental Payable	528,588	27,459	556,047	59,210
Unearned Revenue - Taxes	9,405,253	0	9,405,253	0
Accrued Interest Payable	52,242	0	52,242	0
Long Term Liabilities:				
Due Within One Year	762,774	3,623	766,397	0
Due in More Than One Year	14,012,760	11,559	14,024,319	0
Total Liabilities	<u>26,353,334</u>	<u>96,510</u>	<u>26,449,844</u>	<u>59,210</u>
Net Assets:				
Invested in Capital Assets, Net of Related Debt	2,999,249	78,894	3,078,143	96,673
Restricted For:				
Debt Service	663,568	0	663,568	0
Bus Purchase	12,630	0	12,630	0
Federally Funded Programs	0	0	0	995
Unrestricted (Deficit)	4,560,589	(40,193)	4,520,396	26,956
Total Net Assets	<u>\$ 8,236,036</u>	<u>\$ 38,701</u>	<u>\$ 8,274,737</u>	<u>\$ 124,624</u>

See accompanying notes to the basic financial statements

LAKWOOD LOCAL SCHOOL DISTRICT

Statement of Activities For the Fiscal Year Ended June 30, 2008

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
Instruction	\$ 12,302,597	\$ 481,461	\$ 818,041	\$ 13,366
Support Services:				
Pupils	1,328,800	0	144,349	0
Instructional Staff	479,753	0	38,245	0
Board of Education	52,022	0	0	0
Administration	1,609,024	0	26,670	0
Fiscal Services	639,771	0	0	0
Business	15,857	0	0	0
Operation and Maintenance of Plant	1,672,993	0	0	0
Pupil Transportation	1,530,009	0	12,630	0
Central	231,234	0	22,566	0
Operation of Non-Instructional Services	67,844	90,634	1,910	0
Extracurricular Activities	490,323	166,301	30,986	0
Interest and Fiscal Charges	669,526	0	0	0
Total Governmental Activities	21,089,753	738,396	1,095,397	13,366
Business-Type Activities:				
Food Service	906,182	369,761	552,380	1,392
Total Business-Type Activities	906,182	369,761	552,380	1,392
Totals	\$ 21,995,935	\$ 1,108,157	\$ 1,647,777	\$ 14,758
Component Unit:				
Digital Academy	\$ 330,017	\$ 0	\$ 17,743	\$ 0

General Revenues:

Property Taxes Levied for:

 General Purposes

 Debt Service

 Grants and Entitlements not Restricted to Specific Programs

 Investment Earnings

 Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements

LAKWOOD LOCAL SCHOOL DISTRICT

Net (Expense) Revenue and Changes in Net Assets			Component Unit
Primary Government			
Governmental Activities	Business-Type Activities	Total	Digital Academy
\$ (10,989,729)	\$ 0	\$ (10,989,729)	
(1,184,451)	0	(1,184,451)	
(441,508)	0	(441,508)	
(52,022)	0	(52,022)	
(1,582,354)	0	(1,582,354)	
(639,771)	0	(639,771)	
(15,857)	0	(15,857)	
(1,672,993)	0	(1,672,993)	
(1,517,379)	0	(1,517,379)	
(208,668)	0	(208,668)	
24,700	0	24,700	
(293,036)	0	(293,036)	
(669,526)	0	(669,526)	
(19,242,594)	0	(19,242,594)	
0	17,351	17,351	
0	17,351	17,351	
(19,242,594)	17,351	(19,225,243)	
			\$ (312,274)
10,207,940	0	10,207,940	0
1,040,662	0	1,040,662	0
7,692,375	0	7,692,375	266,167
336,879	0	336,879	609
169,480	0	169,480	300
19,447,336	0	19,447,336	267,076
204,742	17,351	222,093	(45,198)
8,031,294	21,350	8,052,644	169,822
\$ 8,236,036	\$ 38,701	\$ 8,274,737	\$ 124,624

LAKEWOOD LOCAL SCHOOL DISTRICT

Balance Sheet
Governmental Funds
June 30, 2008

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Assets:				
Cash and Cash Equivalents	\$ 2,855,877	\$ 595,953	\$ 174,138	\$ 3,625,968
Investments	2,984,267	0	0	2,984,267
Receivables:				
Taxes	10,215,181	862,466	0	11,077,647
Accounts	76,399	0	12,047	88,446
Intergovernmental	49,356	0	53,247	102,603
Interest	10,846	0	0	10,846
Inventory	46,304	0	0	46,304
Prepaid Items	174,149	0	7,139	181,288
Restricted Assets:				
Cash and Cash Equivalents	12,630	0	0	12,630
Total Assets	\$ 16,425,009	\$ 1,458,419	\$ 246,571	\$ 18,129,999
Liabilities:				
Accounts Payable	\$ 50,224	\$ 0	\$ 2,183	\$ 52,407
Accrued Wages and Benefits	1,467,412	0	71,898	1,539,310
Intergovernmental Payable	517,509	0	11,079	528,588
Deferred Revenue - Taxes	9,428,479	798,404	0	10,226,883
Deferred Revenue	10,809	0	7,026	17,835
Compensated Absences Payable	30,369	0	0	30,369
Total Liabilities	11,504,802	798,404	92,186	12,395,392
Fund Balances:				
Reserved for Encumbrances	50,292	0	21,727	72,019
Reserved for Prepaid Items	174,149	0	7,139	181,288
Reserved for Supplies Inventory	46,304	0	0	46,304
Reserved for Debt Service	0	616,915	0	616,915
Reserved for Property Taxes	464,300	43,100	0	507,400
Reserved for Bus Purchase	12,630	0	0	12,630
Unreserved, Designated for				
Maintenance and Renovation	204,164	0	0	204,164
Unreserved, Undesignated in:				
General Fund	3,968,368	0	0	3,968,368
Special Revenue Funds	0	0	125,472	125,472
Capital Projects Funds	0	0	47	47
Total Fund Balances	4,920,207	660,015	154,385	5,734,607
Total Liabilities and Fund Balances	\$ 16,425,009	\$ 1,458,419	\$ 246,571	\$ 18,129,999

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Reconciliation Of Total Governmental Fund Balances To Net Assets Of Governmental Activities June 30, 2008

Total Governmental Fund Balances	\$ 5,734,607
<i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
Capital Assets used in governmental activities are not resources and therefore are not reported in the funds.	16,330,573
Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds.	839,465
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
Long-Term Notes Payable	(1,069,628)
General Obligation Bonds Payable	(12,464,991)
Deferred loss on refunding (to be amortized as interest expense)	443,023
Issuance Premium (to be amortized against interest expense)	(572,115)
Interest Accretion (to be amortized as interest expense)	(142,448)
Deferred Charge for Issuance Costs	128,798
Capital Leases Payable	(159,736)
Compensated Absences Payable	(779,270)
Accrued Interest Payable	(52,242)
	<u>(14,668,609)</u>
<i>Net Assets of Governmental Activities</i>	<u><u>\$ 8,236,036</u></u>

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds For the Fiscal Year Ended June 30, 2008

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues:				
Local Sources:				
Taxes	\$ 10,213,987	\$ 1,037,526	\$ 0	\$ 11,251,513
Tuition	402,852	0	0	402,852
Investment Earnings	333,443	0	0	333,443
Extracurricular Activities	0	0	166,301	166,301
Class Materials and Fees	60,959	0	0	60,959
Intermediate Sources	0	0	6,090	6,090
Intergovernmental - State	7,505,863	221,826	102,372	7,830,061
Intergovernmental - Federal	0	0	940,318	940,318
All Other Revenue	280,932	0	27,818	308,750
Total Revenue	18,798,036	1,259,352	1,242,899	21,300,287
Expenditures:				
Current:				
Instruction	11,095,326	0	844,300	11,939,626
Supporting Services:				
Pupils	1,215,347	0	110,043	1,325,390
Instructional Staff	429,101	0	20,500	449,601
Board of Education	52,022	0	0	52,022
Administration	1,563,687	0	44,365	1,608,052
Fiscal Services	637,091	18,756	0	655,847
Business	15,857	0	0	15,857
Operation and Maintenance of Plant	1,938,096	0	51,304	1,989,400
Pupil Transportation	1,583,046	0	0	1,583,046
Central	208,325	0	22,566	230,891
Operation of Non-Instructional Services	23,136	0	1,976	25,112
Extracurricular Activities	197,049	0	174,920	371,969
Debt Service:				
Principal Retirement	88,343	637,911	0	726,254
Interest and Fiscal Charges	20,624	563,396	0	584,020
Total Expenditures	19,067,050	1,220,063	1,269,974	21,557,087
Excess (Deficiency) of Revenues Over Expenditures				
	(269,014)	39,289	(27,075)	(256,800)
Other Financing Sources:				
Sale of Capital Assets	44,279	0	0	44,279
Inception of Capital Leases	105,762	0	0	105,762
Total Other Financing Sources	150,041	0	0	150,041
Net Change in Fund Balance	(118,973)	39,289	(27,075)	(106,759)
Fund Balances at Beginning of Year	5,044,276	620,726	181,460	5,846,462
Decrease in Inventory Reserve	(5,096)	0	0	(5,096)
Fund Balances End of Year	\$ 4,920,207	\$ 660,015	\$ 154,385	\$ 5,734,607

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

***Reconciliation Of The Statement Of Revenues, Expenditures
And Changes In Fund Balances Of Governmental Funds
To The Statement Of Activities
For The Fiscal Year Ended June 30, 2008***

Net Change in Fund Balances - Total Governmental Funds \$ (106,759)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period. (103,469)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales) is to decrease net assets. (57,492)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (5,792)

The issuance of long-term debt (e.g. notes, leases) provides current financial resources to government funds, while the repayment of the principal of long-term debt consumes the current financial resources of government funds. Neither transaction, however, has any effect on net assets. This amount is the net effect of these differences in the treatment of long-term debt and related items. 620,492

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, interest expenditure is reported when due. (85,411)

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

Compensated Absences	(51,636)	
Amortization of Deferred Loss on Refunding	(24,724)	
Amortization of Deferred Charge for Bond Issuance Costs	(7,155)	
Amortization of Premium on Bond Issuance	31,784	
Change in Inventory	(5,096)	(56,827)

Change in Net Assets of Governmental Activities **\$ 204,742**

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

**Statement of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Local Sources:				
Taxes	\$ 10,176,435	\$ 10,474,526	\$ 10,474,526	\$ 0
Tuition	371,700	402,021	402,852	831
Investment Earnings	360,000	360,000	352,233	(7,767)
Class Material and Fees	57,360	59,385	60,409	1,024
Intergovernmental - State	7,458,548	7,484,104	7,505,863	21,759
All Other Revenues	287,300	259,965	250,545	(9,420)
Total Revenues	<u>18,711,343</u>	<u>19,040,001</u>	<u>19,046,428</u>	<u>6,427</u>
Expenditures:				
Current:				
Instructional Services	10,824,532	11,194,556	11,091,369	103,187
Support Services:				
Pupils	1,208,317	1,217,005	1,202,233	14,772
Instructional Staff	420,043	436,415	424,019	12,396
Board of Education	62,560	58,933	54,530	4,403
Administration	1,539,104	1,541,928	1,527,121	14,807
Fiscal Services	642,064	650,362	646,699	3,663
Business	15,144	15,864	15,744	120
Operation and Maintenance of Plant	1,825,452	2,032,663	1,977,345	55,318
Pupil Transportation	1,608,178	1,602,215	1,584,739	17,476
Central	243,499	211,374	200,419	10,955
Operation of Non-Instructional Services	10,500	24,212	23,136	1,076
Extracurricular Activities	238,779	215,502	197,036	18,466
Total Expenditures	<u>18,638,172</u>	<u>19,201,029</u>	<u>18,944,390</u>	<u>256,639</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	73,171	(161,028)	102,038	263,066
Other Financing Sources (Uses):				
Sale of Capital Assets	42,025	44,279	44,279	0
Advances In	15,000	50,000	50,000	0
Advances Out	(50,000)	(50,000)	(50,000)	0
Total Other Financing Sources (Uses):	<u>7,025</u>	<u>44,279</u>	<u>44,279</u>	<u>0</u>
Net Change in Fund Balance	80,196	(116,749)	146,317	263,066
Fund Balance at Beginning of Year	5,370,475	5,370,475	5,370,475	0
Prior Year Encumbrances	256,923	256,923	256,923	0
Fund Balance at End of Year	<u>\$ 5,707,594</u>	<u>\$ 5,510,649</u>	<u>\$ 5,773,715</u>	<u>\$ 263,066</u>

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Net Assets
Proprietary Fund
June 30, 2008

	Business-Type Activities
	<u>Enterprise Fund</u>
	<u>Food Service</u>
Assets:	
<i>Current Assets:</i>	
Cash and Cash Equivalents	\$ 22,014
Inventory Held for Resale	20,880
Prepaid Items	<u>13,423</u>
<i>Total Current Assets</i>	56,317
 <i>Non Current Assets:</i>	
Capital Assets, Net	<u>78,894</u>
Total Assets	<u><u>135,211</u></u>
 Liabilities:	
<i>Current Liabilities:</i>	
Accrued Wages and Benefits	53,869
Intergovernmental Payable	27,459
Compensated Absences Payable-current	<u>3,623</u>
<i>Total Current Liabilities</i>	84,951
 <i>Long Term Liabilities:</i>	
Compensated Absences Payable	<u>11,559</u>
Total Liabilities	<u><u>96,510</u></u>
 Net Assets:	
Invested in Capital Assets	78,894
Unrestricted	<u>(40,193)</u>
Total Net Assets	<u><u>\$ 38,701</u></u>

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Fund
For the Fiscal Year Ended June 30, 2008

	Business-Type Activities Enterprise Fund
	<u>Food Service</u>
Operating Revenues:	
Sales	\$ 369,659
Total Operating Revenues	<u>369,659</u>
Operating Expenses:	
Salaries and Wages	239,965
Fringe Benefits	210,277
Contractual Services	11,829
Supplies and Materials	429,192
Depreciation	13,888
Other Operating Expense	<u>1,031</u>
Total Operating Expenses	<u>906,182</u>
Operating Loss	(536,523)
Nonoperating Revenue:	
Intergovernmental Grants	552,380
Investment Earnings	<u>102</u>
Total Nonoperating Revenues	<u>552,482</u>
Net Income before Contributions	15,959
Capital Contributions	<u>1,392</u>
Change in Net Assets	17,351
Net Assets Beginning of Year	<u>21,350</u>
Net Assets End of Year	<u>\$ 38,701</u>

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Cash Flows
Proprietary Fund
For the Year Ended June 30, 2008

	Business-Type Activities
	Enterprise Funds
	Food Service
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Customers	\$369,708
Cash Payments for Goods and Services	(356,296)
Cash Payments to Employees for Services and Benefits	(460,936)
Net Cash Used by Operating Activities	(447,524)
<u>Cash Flows from Noncapital Financing Activities:</u>	
Intergovernmental Grants Received	516,613
Advance Received from General Fund	50,000
Repayment of Advance from General Fund	(96,481)
Net Cash Provided by Noncapital Financing Activities	470,132
<u>Cash Flows from Capital and Related Financing Activities:</u>	
Acquisition of Capital Assets	(696)
Net Cash Used by Noncapital Financing Activities	(696)
<u>Cash Flows from Investing Activities:</u>	
Receipt of Interest	102
Net Cash Provided by Investing Activities	102
Net Increase in Cash and Cash Equivalents	22,014
Cash and Cash Equivalents at Beginning of Year	0
Cash and Cash Equivalents at End of Year	\$22,014
<u>Reconciliation of Operating Loss to Net Cash</u>	
<u>Used by Operating Activities:</u>	
Operating Loss	(\$536,523)
Adjustments to Reconcile Operating Loss to	
Net Cash Used by Operating Activities:	
Depreciation Expense	13,888
Donated Commodities Used During the Year	90,899
Changes in Assets and Liabilities:	
Decrease in Accounts Receivable	49
Increase in Inventory	(5,143)
Decrease in Prepaid Items	1,649
Decrease in Accrued Wages and Benefits	(4,129)
Decrease in Intergovernmental Payables	(2,580)
Decrease in Compensated Absences	(5,634)
Total Adjustments	88,999
Net Cash Used by Operating Activities	(\$447,524)

Schedule of Noncash Investing, Capital and Financing Activities:

During fiscal year 2008, the Food Service Fund received \$90,899 in donated commodities from the federal government. During fiscal year 2008, the Food Service Fund received \$1,392 in capital assets from other funds.

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Net Assets
Fiduciary Funds
June 30, 2008

	Private Purpose Trust	
	Special Trust Fund	Agency
Assets:		
Cash and Cash Equivalents	\$ 450	\$ 9,813
Total Assets	<u>450</u>	<u>9,813</u>
Liabilities:		
Due to Students	0	9,813
Total Liabilities	<u>0</u>	<u>9,813</u>
Net Assets:		
Unrestricted	450	0
Total Net Assets	<u>\$ 450</u>	<u>\$ 0</u>

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

***Statement of Changes in Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2008***

	Private Purpose Trust
	<u>Special Trust Fund</u>
Additions:	
Total Additions	<u>\$ 0</u>
Deductions:	
Community Gifts, Awards and Scholarships	<u> 150</u>
Total Deductions	<u> 150</u>
Change in Net Assets	(150)
Net Assets at Beginning of Year	<u> 600</u>
Net Assets End of Year	<u><u> 450</u></u>

See accompanying notes to the basic financial statements

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

The District is governed by a locally elected five member Board of Education (the Board) which provides educational services. The Board controls the District's instructional support facilities staffed by approximately 109 non-certified and approximately 162 certified teaching personnel and administrative employees providing education to 2,182 students.

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, "*The Financial Reporting Entity*," as amended by GASB Statement No. 39 "*Determining Whether Certain Organizations Are Component Units*", in that the financial statements include all organizations, activities, functions and component units for which the District (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing body and either the District's ability to impose its will over the organization or the possibility that the organization will provide a financial benefit to, or impose a financial burden on, the District. The District has one component unit, the Lakewood Digital Academy (the "Academy"), which meets all of the previously mentioned criteria. The reporting entity of the District includes the following services: instructional (regular, special education), student guidance, extracurricular activities, food service, pupil transportation and care and upkeep of grounds and buildings.

Lakewood Local School District participates in three jointly governed organizations and one insurance purchasing pool. These organizations are the Licking Area Computer Association (LACA), Metropolitan Educational Council, Central Ohio Special Education Regional Resource Center and the Ohio Association of School Business Officials Workers' Compensation Group Rating Program. Information regarding these organizations is presented in Notes 12 and 13.

Discreetly Presented Component Unit - The component unit column on the Financial Statements includes the financial data of the District's component unit. It is reported in a separate column to emphasize that it is legally separate from the District.

The Lakewood Digital Academy (the "Academy") is a legally separate not-for-profit served by an appointed five-member Board of Directors which consists of residents of the Lakewood Local School District. The Academy, under a contractual agreement with the Lakewood Local School District, provides comprehensive educational programs of high quality, tied to state and national standards, which can be delivered to students in the kindergarten through grade 12 population. It is operated in cooperation with the District to provide an innovative and cost-effective solution to the special problems of disabled students, students removed from school for disciplinary reasons, students needing advanced or specialized courses, which are not available locally, and others, including home-schooled students, who are not currently enrolled in any public school and who are not receiving a meaningful, comprehensive, and standards-based educational program.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

The Treasurer of Lakewood Local School District is the Chief Financial Officer. The Academy operates on a fiscal year ending June 30. Separately issued financial statements can be obtained from Lakewood Digital Academy, 525 East Main Street, Hebron, Ohio, 43025.

The accounting policies and financial reporting practices of the District, including the Academy conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of its significant accounting policies.

B. Basis of Presentation - Fund Accounting

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

The following fund types are used by the District:

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

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

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

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

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

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

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

Food Services Fund – This fund accounts for the financial transactions related to the food service operations of the District.

Fiduciary Funds – Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations or other governments and therefore not available to support the District’s own programs. The District’s only trust fund is a private purpose trust that accounts for scholarship programs for students. The District’s agency fund accounts for various student-managed activity programs. The agency fund is custodial in nature (assets equal liabilities) and does not involve the measurement of results of operation.

C. Basis of Presentation and Measurement Focus – Financial Statements

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

LAKEWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the District and for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the District.

Fund Financial Statements – Fund financial statements report detailed information about the District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by fund type.

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

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

Private purpose trust funds are reported using the economic resources measurement focus.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting

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

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

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

Current property taxes measurable at June 30, 2008, and which are not intended to finance fiscal 2008 operations, have been recorded as deferred revenues. Delinquent property taxes measurable and available (received within 60 days) and amounts available as an advance on future tax settlements are recognized as revenue at year end. Taxes available for advance and recognized as revenue but not received by the District prior to June 30, 2008 are reflected as a reservation of fund balance for future appropriations. The District is prohibited by law from appropriating this revenue in accordance with ORC Section 5705.35, since an advance of revenue was not requested or received prior to the fiscal year end.

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

Pursuant to GASB Statement No. 20, "*Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting*," the District follows GASB guidance as applicable to proprietary funds and FASB Statements and Interpretations, Accounting Principles Board Opinions and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements. The District has elected not to apply FASB statements and interpretations issued after November 30, 1989 to its business-type activities and enterprise funds.

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

LAKEWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

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

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

E. Budgetary Process

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

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

1. Estimated Resources

Prior to March 15, the Board accepts by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about July 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during fiscal year 2008.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

2. Appropriations

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

3. Lapsing of Appropriations

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

4. Component Unit

The contract between the Academy and the District requires a detailed school budget for each year of the contract; however, the budget does not have to follow the provisions of Ohio Revised Code Section 5705.

5. Budgetary Basis of Accounting

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

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Budgetary Process (Continued)

5. Budgetary Basis of Accounting (Continued)

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

Net Change in Fund Balance	General Fund
GAAP Basis (as reported)	(\$118,973)
Increase (Decrease):	
Accrued Revenues at June 30, 2008, received during FY 2009	(912,494)
Accrued Revenues at June 30, 2007, received during FY 2008	1,156,106
Accrued Expenditures at June 30, 2008, paid during FY 2009	2,065,614
Accrued Expenditures at June 30, 2007, paid during FY 2008	(1,953,914)
FY 2007 Prepays for FY 2008	161,736
FY 2008 Prepays for FY 2009	(174,149)
Adjustment to Fair Value 2008	3,293
Encumbrances Outstanding	(80,902)
Budget Basis	<u>\$146,317</u>

F. Cash and Cash Equivalents

During fiscal year 2008, cash and cash equivalents included amounts in demand deposits and the State Treasury Asset Reserve (STAR Ohio). STAR Ohio is a very liquid investment and is reported as a cash equivalent in the basic financial statements.

The District pools its cash for investment and resource management purposes. Each fund's equity in pooled cash and investments represents the balance on hand as if each fund maintained its own cash and investment account. See Note 4, "Cash, Cash Equivalents and Investments."

LAKEWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the District records all its investments at fair value except for nonparticipating investment contracts (repurchase agreements) which are reported at cost, which approximates fair value. All investment income, including changes in the fair value of investments, is recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 4, "Cash, Cash Equivalents and Investments."

The District has invested funds in the State Treasury Asset Reserve of Ohio during 2008. 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 does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on June 30, 2008.

H. Inventory

Inventory is stated at cost (first-in, first-out) in the governmental funds and at the lower of cost or market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental funds when purchased and as expenses in the proprietary funds when used.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2008, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

J. Capital Assets and Depreciation

Capital assets are defined by the District as assets with an initial, individual cost of more than \$600.

1. Property, Plant and Equipment - Governmental Activities

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

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Capital Assets and Depreciation (Continued)

1. Property, Plant and Equipment - Governmental Activities (Continued)

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

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

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

3. Depreciation

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

<u>Description</u>	<u>Estimated Lives (in years)</u>
Land Improvements	10 - 15
Buildings and Improvements	15 - 30
Furniture, Fixtures and Equipment	5 - 15
Vehicles	5 - 10

K. Long-Term Obligations

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

<u>Obligation</u>	<u>Fund</u>
General Obligation Bonds Payable	Debt Service Fund
Long-Term Notes Payable	Debt Service Fund
Compensated Absences	General Fund, Food Services Fund
Capital Leases	General Fund

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

L. Compensated Absences

In accordance with GASB Statement No. 16, “*Accounting for Compensated Absences*,” vacation benefits are accrued as a liability when an employee’s right to receive compensation is attributable to services already rendered, and it is probable that the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Administrators and classified staff who work twelve month contracts are granted vacation leave based on length of service and position. Sick leave benefits are accrued as a liability using the vesting method. Employees may earn 15 days of sick leave per year. Upon retirement, employees will receive one-fourth of the accumulated sick leave up to a maximum of 55 days.

Compensated absences accumulated by governmental fund type and proprietary fund type employees are reported as an expense when earned in the government-wide financial statements. For governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not recorded. For proprietary funds, the entire compensated absences amount is reported as a fund liability.

M. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt 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 assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

N. Pensions

The provision for pension costs is recorded when the related payroll is accrued and the obligation is incurred. Pension liabilities expected to be paid from current available financial resources are recorded as a fund liability.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. Interfund Activity

The District has no exchange transactions between funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Short-term interfund loans between governmental and business-type activities have not been eliminated on the government-wide statements of net assets and are presented as internal balances.

P. Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents set aside for bus purchase. A fund balance reservation has also been established for this amount.

Q. Reservations/Designations of Fund Balance

Reserves indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for debt service, prepaid items, supplies inventory, property taxes, bus purchase and encumbered amounts which have not been accrued at year end. The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles, but not available for appropriation under State statute. The amount set aside by the Board for maintenance and renovation is reported as a designation of fund balance in the General Fund.

R. Estimates

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

S. Operating Revenues and Expenses

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

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 2 – EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES AND THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES

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

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

Capital Outlay	\$844,112
Depreciation Expense	(947,581)
	<u>(\$103,469)</u>

Governmental revenues not reported in the funds:

Increase in Investment Earnings	\$3,436
Decrease in Grants Revenue	(6,317)
Decrease in Delinquent Tax Revenue	(2,911)
	<u>(\$5,792)</u>

Net amount of long-term debt issuance and bond and lease principal payments:

Bond Principal Payment	\$500,000
Long-term Note Principal Payment	137,911
Capital Lease Payment	88,343
Inception of Capital Leases	(105,762)
	<u>\$620,492</u>

NOTE 3 – CHANGE IN ACCOUNTING PRINCIPLE

The District implemented GASB Statement No. 45 “*Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*”. Statement No. 45 establishes standards of accounting and financial reporting for Other Postemployment Benefits (OPEB), note disclosures and required supplementary information. The application of this new standard did not have an effect on the financial statements, nor did implementation require a restatement of prior year balances.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 4 – CASH, CASH EQUIVALENTS AND INVESTMENTS

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

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

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

Category 3 consists of “interim” funds - those funds which are not needed for immediate use but, which will be needed before the end of the current period of designation of depositories. Interim funds may be invested or deposited in the following securities:

- United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal or interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market 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;
- Interim deposits in eligible institutions applying for interim funds;

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008***

NOTE 4 – CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

- Bonds and other obligations of the State of Ohio;
- No-load money market mutual funds consisting exclusively of obligations described in the first two bullets of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and
- The State Treasury Asset Reserve of Ohio (STAR Ohio).

A. Deposits

Custodial credit risk is the risk that in the event of bank failure, the government's deposits may not be returned. Protection of District cash and deposits is provided by the federal deposit insurance corporation as well as qualified securities pledged by the institution holding the assets. The District has no policy on custodial credit risk and is governed by Ohio Revised Code. Ohio Law requires that deposits be placed in eligible banks or savings and loan associations located in Ohio. Any public depository in which the District places deposits must pledge as collateral eligible securities of aggregate market value equal to the excess of deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities pledged as collateral are pledged to a pool for each individual financial institution in amounts equal to at least 105% of the carrying value of all public deposits held by each institution. Obligations that may be pledged as collateral are limited to obligations of the United States and its agencies and obligations of any state, county, municipal corporation or other legally constituted authority of any other state, or any instrumentality of such county, municipal corporation or other authority. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

At year end the carrying amount of the District's deposits was \$850,549 and the bank balance was \$1,332,955. Federal depository insurance covered \$100,000 of the bank balance and \$1,232,955 was uninsured. Of the remaining uninsured bank balance, the District was exposed to custodial risk as follows:

	<u>Balance</u>
Uninsured and collateralized with securities held by the pledging institution's trust department not in the District's name	<u>\$1,232,955</u>
Total Balance	<u><u>\$1,232,955</u></u>

Investment earnings of \$39,334 earned by other funds was credited to the General Fund as required by state statute.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 4 – CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

B. Investments

The District's investments at June 30, 2008 were as follows:

	<u>Fair Value</u>	<u>Credit Rating</u>	<u>Investment Maturities (in Years)</u>	
			<u>less than 1</u>	<u>1-3</u>
Repurchase Agreements	\$337,097	*	\$337,097	\$0
STAR Ohio	3,483,229	AAAm ¹	3,483,229	0
FNMA	247,571	AAA ¹	0	247,571 ^a
FHLB	747,183	AAA ¹	249,153	498,030 ^b
FNMA Discount Note	247,381	AAA ¹	247,381	0
FHLMC Discount Note	742,132	AAA ¹	495,195	246,937
Total Investments	<u>\$5,804,593</u>		<u>\$4,812,055</u>	<u>\$992,538</u>

* United States Treasury and United States Agency securities underlie the repurchase agreements. United States Agency securities are rated AAA by Standard and Poor's.

¹ Standard & Poor's

^a Call option on April 4, 2010

^b Call option on May 5, 2009

Interest Rate Risk – The Ohio Revised Code generally limits security purchases to those that mature within five years of settlement date.

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

Concentration of Credit Risk – The District places no limit on the amount the District may invest in one issuer. Of the District's total investments, 4.3% are FNMA, 12.9% are FHLB, 4.3% are FNMA Discount Notes and 12.8% are FHLMC Discount Notes.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the District will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. Of the District's investment in repurchase agreements, the entire balance is collateralized by underlying securities pledged by the investment's counterparty, not in the name of the District. The District has no policy on custodial credit risk and is governed by Ohio Revised Code as described under Deposits.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008**

NOTE 4 – CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

C. Reconciliation of Cash, Cash Equivalents and Investments

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

	<u>Cash and Cash Equivalents</u>	<u>Investments</u>
Per Financial Statements	\$3,670,875	\$2,984,267
Certificates of Deposit (with maturities of more than 3 months)	1,000,000	(1,000,000)
Repurchase Agreements	(337,097)	337,097
STAR Ohio	(3,483,229)	3,483,229
Per GASB Statement No. 3	<u>\$850,549</u>	<u>\$5,804,593</u>

D. Component Unit

At year end the carrying amount of the Academy's deposits was \$84,658 and the bank balance was \$97,584. Federal depository insurance covered the entire bank balance. There are no significant statutory restrictions regarding the deposit and investment of funds by the Academy.

NOTE 5 - PROPERTY TAXES

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

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property used in business and located in the District. Real property taxes (other than public utility) collected during 2008 were levied after April 1, 2007 on assessed values as of January 1, 2007, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be reappraised every six years and equalization adjustments made the third year following reappraisal. The last revaluation was completed in 2005. Real property taxes are payable annually or semi-annually. The first payment is due December 31, with the remainder payable by June 20.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 5 - PROPERTY TAXES (Continued)

Tangible personal property tax revenues received in 2008 (other than public utility property) represent the collection of 2008 taxes. Tangible personal property taxes received in 2008 were levied after April 1, 2007, on the true value as of January 1, 2007. In prior years, tangible personal property assessments were twenty-five percent of true value for capital assets and twenty-three percent of true value for inventory. Tangible personal property tax is being phased out. The assessment percentage for property, including inventory was 12.5% for 2007. This percentage was reduced to 6.25% in 2008 and will be reduced to zero for 2009. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, the first payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

House Bill No. 66 was signed into law on June 30, 2005. House Bill NO.66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business an railroad property will be eliminated by calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the District due to the phasing out of the tax. In calendar years 2006-2010, the District will be fully reimbursed for the lost revenue. In calendar years 2011-2017, the reimbursements will be phased out.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at 100 percent of its true value. Public utility property taxes are payable on the same dates as real property described previously.

The County Treasurer collects property taxes on behalf of all taxing districts in the County including Lakewood Local School District. The County Auditor periodically remits to the District its portion of the taxes collected. The assessed values upon which the fiscal year 2008 receipts were based are:

	2007 Second Half Collections	2008 First Half Collections
Agricultural/Residential and Other Real Estate	\$331,604,510	\$339,533,800
Public Utility Personal	15,792,870	13,838,480
Tangible Personal Property	51,175,750	46,169,358
Total Assessed Value	<u>\$398,573,130</u>	<u>\$399,541,638</u>
Tax rate per \$1,000 of assessed valuation	\$44.98	\$45.80

NOTE 6 - RECEIVABLES

Receivables at June 30, 2008 consisted of taxes, accounts, interest and intergovernmental receivables.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008**

NOTE 7 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at June 30, 2008:

<i>Historical Cost:</i>				
<u>Class</u>	<u>June 30, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2008</u>
<i>Capital Assets not being depreciated:</i>				
Land	\$275,555	\$0	\$0	\$275,555
Construction In Progress	88,305	172,173	(88,305)	172,173
Subtotal	<u>363,860</u>	<u>172,173</u>	<u>(88,305)</u>	<u>447,728</u>
<i>Capital Assets being depreciated:</i>				
Land Improvements	810,337	9,651	0	819,988
Buildings and Improvements	21,349,099	255,974	0	21,605,073
Furniture, Fixtures and Equipment	3,504,706	314,094	(285,520)	3,533,280
Vehicles	1,959,481	180,525	(60,730)	2,079,276
Subtotal	<u>27,623,623</u>	<u>760,244</u>	<u>(346,250)</u>	<u>28,037,617</u>
Total Cost	<u>\$27,987,483</u>	<u>\$932,417</u>	<u>(\$434,555)</u>	<u>\$28,485,345</u>
 <i>Accumulated Depreciation:</i>				
<u>Class</u>	<u>June 30, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2008</u>
Land Improvements	(\$559,020)	(\$42,473)	\$0	(\$601,493)
Buildings and Improvements	(7,212,571)	(545,084)	0	(7,757,655)
Furniture, Fixtures and Equipment	(2,211,159)	(251,925)	228,028	(2,235,056)
Vehicles	(1,513,199)	(108,099)	60,730	(1,560,568)
Total Depreciation	<u>(\$11,495,949)</u>	<u>(\$947,581) *</u>	<u>\$288,758</u>	<u>(\$12,154,772)</u>
<i>Net Value:</i>	<u>\$16,491,534</u>			<u>\$16,330,573</u>

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008**

NOTE 7 - CAPITAL ASSETS (Continued)

A. Governmental Activities Capital Assets (Continued)

* Depreciation expenses were charged to governmental functions as follows:

Instruction	\$534,955
Support Services:	
Instructional Staff	31,167
Administration	47,331
Operations and Maintenance of Plant	48,683
Pupil Transportation	107,744
Extracurricular Activities	134,969
Other Noninstructional Services	<u>42,732</u>
Total Depreciation Expense	<u><u>\$947,581</u></u>

B. Business-Type Activities Capital Assets

Summary by Category at June 30, 2008:

Class	June 30, 2007	Additions	Deletions	June 30, 2008
Furniture and Equipment	\$301,331	\$2,088	\$0	\$303,419
Accumulated Depreciation	<u>(210,637)</u>	<u>(13,888)</u>	<u>0</u>	<u>(224,525)</u>
Net Value:	<u><u>\$90,694</u></u>	<u><u>(\$11,800)</u></u>	<u><u>\$0</u></u>	<u><u>\$78,894</u></u>

C. Component Unit Capital Assets

Summary by Category at June 30, 2008:

Class	June 30, 2007	Additions	Deletions	June 30, 2008
Furniture and Equipment	\$166,456	\$2,065	(\$306)	\$168,215
Accumulated Depreciation	<u>(\$39,440)</u>	<u>(\$32,194)</u>	<u>\$92</u>	<u>(\$71,542)</u>
Net Value:	<u><u>\$127,016</u></u>	<u><u>(\$30,129)</u></u>	<u><u>(\$214)</u></u>	<u><u>\$96,673</u></u>

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 8 - DEFINED BENEFIT PENSION PLANS

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

A. School Employees Retirement System of Ohio

Plan Description - The District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. Interested parties may obtain a copy by making a written request to SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling (800) 878-5853. It is also posted on SERS' website, www.ohsers.org, under Forms and Publications.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2008, 9.16 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to a statutory maximum amount of 10 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2008, 2007 and 2006 were \$243,779, \$249,471 and \$244,364 respectively, which were equal to the required contributions for each year.

B. State Teachers Retirement System

Plan Description - The District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple employer public employee retirement plan. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Ohio Web site at www.strsoh.org.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 8 - DEFINED BENEFIT PENSION PLANS (Continued)

B. State Teachers Retirement System (Continued)

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Funding Policy - For the fiscal year ended June 30, 2008, plan members were required to contribute 10 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2007, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2008, 2007, and 2006 were \$1,234,305, \$1,243,108, and \$1,235,108 respectively; which were equal to the required contributions for each year. Contributions to the DC and Combined Plans for fiscal year 2008 were \$8,087 made by the District and \$17,700 made by the plan members.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 8 - DEFINED BENEFIT PENSION PLANS (Continued)

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Retirement System. As of June 30, 2008, two members of the Board of Education have elected Social Security. The contribution rate is 6.2 percent of wages.

NOTE 9 - POSTEMPLOYMENT BENEFITS

A. School Employee Retirement System

Plan Description – The District participates in two cost-sharing multiple employer defined benefit OPEB plans administered by the School Employees Retirement System for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad St., Suite 100, Columbus, Ohio 43215-3746.

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 401h. For 2008, 4.18 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2008, this amount was \$35,800.

Active employee members do not contribute to the Health Care Plan. Retirees and their beneficiaries are required to pay a health care premium that varies depending on the plan selected, the number of qualified years of service, Medicare eligibility and retirement status.

The District's contributions for health care for the fiscal years ended June 30, 2008, 2007, and 2006 were \$159,937, \$130,318, and \$129,322 respectively; which were equal to the required contributions for each year.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2008, this actuarially required allocation was 0.66 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2008, 2007, and 2006 were \$17,565, \$16,964, and \$19,449 respectively; which were equal to the required contributions for each year.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 9 - POSTEMPLOYMENT BENEFITS (Continued)

B. State Teachers Retirement System

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

Funding Policy – Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2008, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The District's contributions for health care for the fiscal years ended June 30, 2008, 2007, and 2006 were \$94,947, \$95,624, and \$95,008 respectively; which were equal to the required contributions for each year.

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LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008**

NOTE 10 - LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS

Details of the changes in long-term debt and other long-term obligations of the District for the year ended June 30, 2008 are as follows:

		Balance June 30, 2007	Issued	(Retired)	Balance June 30, 2008	Due Within One Year
Governmental Activities:						
(Long-Term Notes Payable)						
Energy Conservation Project	5.50%	\$435,990	\$0	(\$72,665)	\$363,325	\$72,665
Energy Conservation Project	5.00%	771,549	0	(65,246)	706,303	68,549
Total Long-Term Notes Payable		1,207,539	0	(137,911)	1,069,628	141,214
(General Obligation Bonds Payable)						
School Improvement Bonds 1999a	3.0-5.0%	905,137	0	(40,137)	865,000	155,000
School Improvement Bonds 1999b	3.15-5.0%	1,953,613	0	(93,613)	1,860,000	280,000
School Improvement Refunding Bonds	2.75-4.1%	9,804,991	0	(65,000)	9,739,991	70,000
		12,663,741	0	(198,750)	12,464,991	505,000
Premium on Refunding Bonds		603,899	0	(31,784)	572,115	0
Deferred Loss on Refunding		(467,747)	0	24,724	(443,023)	0
Interest Accretion		356,396	87,302	(301,250)	142,448	0
Total General Obligation Bonds Payable		13,156,289	87,302	(507,060)	12,736,531	505,000
Capital Leases Payable		142,317	105,762	(88,343)	159,736	43,136
Compensated Absences		776,635	339,222	(306,218)	809,639	73,424
Total Governmental Activities		15,282,780	532,286	(1,039,532)	14,775,534	762,774
Business-Type Activities:						
Compensated Absences		20,816	11,527	(17,161)	15,182	3,623
Total Long Term Liabilities		\$15,303,596	\$543,813	(\$1,056,693)	\$14,790,716	\$766,397

The original amount of the Long-Term Notes Payable \$726,650 and \$802,987 were used to finance the cost of acquiring and installing energy conservation measures. The original amounts of the General Obligation Bonds Payable of \$952,000, \$2,059,870 and \$9,999,991 were used to finance the cost of building a new high school facility.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008**

NOTE 10- LONG-TERM DEBT AND OTHER LONG-TERM OBLIGATIONS (Continued)

A. Principal and Interest Requirements

A summary of the District's future long-term debt funding requirements, including principal and interest payments as of June 30, 2008, follows:

Years	<u>Long-Term Notes Payable</u>		<u>General Obligation Bonds Payable</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2009	\$141,214	\$52,742	\$505,000	\$492,629
2010	144,685	45,165	520,000	471,728
2011	148,331	37,465	545,000	449,550
2012	152,161	29,583	560,000	425,998
2013	156,186	21,518	590,000	400,911
2014-2018	327,051	33,512	2,304,991	2,653,044
2019-2023	0	0	3,810,000	1,130,863
2024-2027	0	0	3,630,000	305,178
Totals	<u>\$1,069,628</u>	<u>\$219,985</u>	<u>\$12,464,991</u>	<u>\$6,329,901</u>

B. Defeased Debt

In September 2005, the District refunded \$3,715,000 and \$6,285,000 of General Obligation Bonds for School Improvement Series 1999A and 1999B, dated March 11, 1999, and April 8, 1999, respectively, through the issuance of \$9,999,991 of General Obligation Bonds. The net proceeds of the 2005 Bonds have been invested in obligations guaranteed as to both principal and interest by the United States Government and placed in irrevocable escrow accounts which, including interest earned, will be used to pay the principal and interest on the refunded bonds. The refunded bonds, which have an outstanding balance of \$3,715,000 and \$6,285,000, respectively, at June 30, 2008, are not included in the District's outstanding debt since the District has in-substance satisfied its obligations through the advance refunding.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008**

NOTE 11 - CAPITAL LEASE COMMITMENTS

The District leases copiers under capital leases. The cost of the equipment obtained under capital leases is \$224,058, the accumulated depreciation is \$68,987 and the net book value is \$155,071, which is included in the Governmental Activities Capital Assets and the related liability is included in the Governmental Activities Long-Term Liabilities.

The following is a schedule of the future minimum lease payments under the capital leases together with the present value of the net minimum lease payments as of June 30, 2008:

Year Ending June 30,	Capital Lease
2009	\$52,271
2010	52,273
2011	38,470
2012	24,672
2013	12,335
Minimum Lease Payments	180,021
Less: Amount representing interest at the District's incremental borrowing rate of interest	(20,285)
Present Value of minimum lease payments	\$159,736

NOTE 12 - RISK MANAGEMENT

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; natural disasters; and injuries to employees. During fiscal year 2008 the District contracted with insurance providers for various insurance coverages, as follows:

Insurance Provider	Coverage	Deductible	Aggregate
Ohio Casualty Insurance Company	Fleet Insurance	\$250/Comprehensive \$500/Collision	\$1,000,000
Ohio Casualty Insurance Company	Buildings and Contents	\$5,000	\$63,100,012
Ohio Casualty Insurance Company	School District Liability	\$0	\$2,000,000
Ohio Casualty Insurance Company	School Leaders Errors and Omissions	\$2,500	\$1,000,000
Ohio Casualty Insurance Company	Umbrella Policy	\$0	\$3,000,000
Travelers Casualty & Surety Co. of America	Employee Bond	\$0	\$100,000

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

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 12 - RISK MANAGEMENT (Continued)

The District participates in the Ohio Association of School Business Officials Workers' Compensation Group Rating Program (the GRP), an insurance purchasing pool. The executive Director of the OASBO, or his designee, serves as coordinator of the program. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program. The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State, based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Sheakley, Inc. provides administrative, cost control and actuarial services to the GRP.

NOTE 13 - JOINTLY GOVERNED ORGANIZATIONS

A. Licking Area Computer Association

The District is a participant in the Licking Area Computer Association (LACA) which 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 thirteen members made up of the thirteen district superintendents. The continued existence of LACA is not dependent on the District's continued participation and no equity interest exists. The LACA constitution states that any school district withdrawing from the Association prior to dissolution forfeits their claim to the Association's fixed assets. The District paid LACA \$85,971 for services provided during the year. Financial information can be obtained from their fiscal agent, the Career and Technology Education Centers of Licking County, Cory Thompson, who serves as Treasurer, at 150 Price Road, Newark, Ohio 43055.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2008

NOTE 13 - JOINTLY GOVERNED ORGANIZATIONS (Continued)

B. Metropolitan Educational Council

The District participates in the Metropolitan Educational Council (MEC), a jointly governed organization. The organization is composed of over 135 members, which includes school districts, joint vocational schools, educational service centers and libraries covering 24 counties in Central Ohio. MEC helps its members purchase services, insurance, supplies, and other items at a discounted rate. The governing board of MEC is composed of either the superintendent, a designated representative or a member of the board of education for each participating school district in Franklin County (18 school districts), and one representative from each county. Each year, the participating school districts pay a membership fee to MEC to cover the costs of administering the program. The District's membership payment to MEC for fiscal year 2008 was \$829. Financial information may be obtained from the Metropolitan Educational Council, Denise Music, who serves as fiscal officer, at 6100 Channingway Blvd., Suite 604, Columbus, OH 43232.

C. Central Ohio Special Education Regional Resource Center

The Central Ohio Special Education Regional Resource Center (COSERRC) is a jointly governed organization operated by a Governing Board that is composed of superintendents of member school districts in Central Ohio (which comprise sixty percent of the Board), two parents of children with disabilities, one representative of a chartered nonpublic school, one representative of a county board of Mental Retardation and Developmental Disabilities, representatives of universities, and student and persons with disabilities representations. The District participates in the following services of COSERRC: Identification and Program Development Project, Regional Educational Assessment Programming Project, Instructional Resource Center Project, Early Childhood Services Project, and the Ohio Resource Center for Low Incidence and Severely Handicapped Project. These services are to assist the District in complying with mandates of Public Law 99-457 for educating children with disabilities. There is no financial commitment made by the districts involved in COSERRC. COSERRC is not dependent upon the continued participation of the District and the District does not maintain an equity interest in or financial responsibility for COSERRC. The District made no contributions to COSERRC during fiscal year 2008.

NOTE 14 – RELATED PARTY TRANSACTIONS

The Community School Sponsorship Contract and the annual Purchased Services Contracts between the Lakewood Digital Academy and the District outlined the specific payments to be made during fiscal year 2008. During 2008, the Academy made payments to the District of \$133,675 for administrative and fiscal services, a management fee and for services of the Director and a student assistant specialist.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008**

NOTE 15 – STATUTORY RESERVES

The District is required by state law to set aside certain general fund revenue amounts for textbook and capital acquisition into various reserves. During the fiscal year ended June 30, 2008, the reserve activity (cash-basis) was as follows:

	Textbook Reserve	Capital Acquisition Reserve	Total
Set-aside Cash Balance as of June 30, 2007	\$0	\$0	\$0
Current Year Set-Aside Requirement	345,255	345,255	690,510
Excess Carryover from Prior Year	(155,191)	0	(155,191)
Qualifying Disbursements	<u>(432,677)</u>	<u>(996,784)</u>	<u>(1,429,461)</u>
Total	<u>(\$242,613)</u>	<u>(\$651,529)</u>	<u>(\$894,142)</u>
Cash Balance Carried Forward to FY 2009	<u>\$0</u>	<u>\$0</u>	\$0
Amount Restricted for Bus Purchase			<u>12,630</u>
Total Restricted Assets			<u>\$12,630</u>

Actual capital expenditures in excess of current year or accumulated set-aside requirements from the capital acquisition reserve may not be carried forward to offset future years' capital acquisition reserve set-aside requirements; however, the excess of current and prior year textbook expenditures of \$242,613 may be carried forward to offset future years' textbook reserve set-aside requirements.

NOTE 16 - CONTINGENCIES

A. Grants

The District receives financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability 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 District at June 30, 2008.

LAKWOOD LOCAL SCHOOL DISTRICT, OHIO

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008*

NOTE 16 – CONTINGENCIES (Continued)

B. Litigation

The District is not a party to various legal proceedings which seek damages or injunctive relief generally incidental to its operations and pending projects as of June 30, 2008.

LAKWOOD LOCAL SCHOOL DISTRICT

*COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES*

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



LAKEWOOD LOCAL SCHOOL DISTRICT

Nonmajor Governmental Funds

Special Revenue Funds

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

Public School Support Fund

To account for specific local revenue sources, other than taxes that are restricted to expenditures for specified purposes, curricular and extracurricular, approved by board resolutions.

Other Grant Fund

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

Student Activity Fund

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

Auxiliary Services Fund

To account for monies which provide services and materials to pupils attending non-public schools within the District. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Management Information System Fund

To account for costs related to hardware and software development or other costs associated with the requirements of the management information system. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Data Communications Fund

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

SchoolNet Professional Development Fund

To account for funds from State grants to provide professional development for staff in technology.

OhioReads Fund

To account for grant monies to be used for improving reading outcomes, especially on the fourth grade reading proficiency test and for operating expenditures associated with administering the program. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Vocational Education - Career OCIS Fund

To account for grant monies to be used for vocational education enhancement. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

Special Revenue Funds

Poverty Aid Fund

To account for monies received through the state foundation system for poverty based assistance. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Miscellaneous State Grants Fund

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

Special Education Part B-IDEA Fund

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

Title I Fund

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

Title V Fund

To account for federal revenues which assist in the reform of elementary and secondary education. Funds can be used for various materials, technology and projects implementing school improvement and parental involvement. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Drug Free School Grant Fund

To account for federal revenue funds to be used for drug abuse prevention, early intervention, rehabilitation referral and education.

Title II-A Fund

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

Miscellaneous Federal Grants Fund

To account for various revenues received through state agencies from the federal government or directly from the federal government which are not classified elsewhere.

LAKEWOOD LOCAL SCHOOL DISTRICT

Capital Projects Funds

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

Permanent Improvement Fund

This fund is used to account for all transactions related to the acquisition, construction or improvement of permanent improvements. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

SchoolNet Plus Fund

This fund is used to account for financial resources to be used for computer workstations and related technology for every classroom.

LAKEWOOD LOCAL SCHOOL DISTRICT

**Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2008**

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
Assets:			
Cash and Cash Equivalents	\$ 174,091	\$ 47	\$ 174,138
Receivables:			
Accounts	12,047	0	12,047
Intergovernmental	53,247	0	53,247
Prepaid Items	7,139	0	7,139
Total Assets	<u>\$ 246,524</u>	<u>\$ 47</u>	<u>\$ 246,571</u>
Liabilities:			
Accounts Payable	\$ 2,183	\$ 0	\$ 2,183
Accrued Wages and Benefits	71,898	0	71,898
Intergovernmental Payable	11,079	0	11,079
Deferred Revenue	7,026	0	7,026
Total Liabilities	<u>92,186</u>	<u>0</u>	<u>92,186</u>
Fund Balances:			
Reserved for Encumbrances	21,727	0	21,727
Reserved for Prepaid Items	7,139	0	7,139
Unreserved, Undesignated in:			
Special Revenue Funds	125,472	0	125,472
Capital Projects Funds	0	47	47
Total Fund Balances	<u>154,338</u>	<u>47</u>	<u>154,385</u>
Total Liabilities and Fund Balances	<u>\$ 246,524</u>	<u>\$ 47</u>	<u>\$ 246,571</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2008***

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:			
Local Sources:			
Extracurricular Activities	\$ 166,301	\$ 0	\$ 166,301
Intermediate Sources	6,090	0	6,090
Intergovernmental - State	89,006	13,366	102,372
Intergovernmental - Federal	940,318	0	940,318
All Other Revenue	27,818	0	27,818
Total Revenue	<u>1,229,533</u>	<u>13,366</u>	<u>1,242,899</u>
Expenditures:			
Current:			
Instruction	830,981	13,319	844,300
Supporting Services:			
Pupils	110,043	0	110,043
Instructional Staff	20,500	0	20,500
Administration	44,365	0	44,365
Operation and Maintenance of Plant	0	51,304	51,304
Central	22,566	0	22,566
Operation of Non-Instructional Services	1,976	0	1,976
Extracurricular Activities	174,920	0	174,920
Total Expenditures	<u>1,205,351</u>	<u>64,623</u>	<u>1,269,974</u>
Excess (Deficiency) of Revenues			
Over Expenditures	24,182	(51,257)	(27,075)
Fund Balances at Beginning of Year	<u>130,156</u>	<u>51,304</u>	<u>181,460</u>
Fund Balances End of Year	<u><u>\$ 154,338</u></u>	<u><u>\$ 47</u></u>	<u><u>\$ 154,385</u></u>

LAKWOOD LOCAL SCHOOL DISTRICT

**Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2008**

	Public School Support	Other Grant	Student Activity	SchoolNet Professional Development
Assets:				
Cash and Cash Equivalents	\$ 31,889	\$ 3,325	\$ 76,431	\$ 2,970
Receivables:				
Accounts	11,982	0	65	0
Intergovernmental	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	<u>\$ 43,871</u>	<u>\$ 3,325</u>	<u>\$ 76,496</u>	<u>\$ 2,970</u>
Liabilities:				
Accounts Payable	\$ 2,183	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits	0	0	0	0
Intergovernmental Payable	0	0	0	0
Deferred Revenue	0	0	0	0
Total Liabilities	<u>2,183</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances:				
Reserved for Encumbrances	921	0	20,806	0
Reserved for Prepaid Items	0	0	0	0
Unreserved, Undesignated	40,767	3,325	55,690	2,970
Total Fund Balances (Deficit)	<u>41,688</u>	<u>3,325</u>	<u>76,496</u>	<u>2,970</u>
Total Liabilities and Fund Balances	<u>\$ 43,871</u>	<u>\$ 3,325</u>	<u>\$ 76,496</u>	<u>\$ 2,970</u>

LAKWOOD LOCAL SCHOOL DISTRICT

Miscellaneous State Grants	Special Education Part B- IDEA	Title I	Drug Free School Grant	Title II-A	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$ 8,666	\$ 18,499	\$ 13,452	\$ 1,127	\$ 4,769	\$ 12,963	\$ 174,091
0	0	0	0	0	0	12,047
0	26,756	19,465	4,582	0	2,444	53,247
0	7,139	0	0	0	0	7,139
<u>\$ 8,666</u>	<u>\$ 52,394</u>	<u>\$ 32,917</u>	<u>\$ 5,709</u>	<u>\$ 4,769</u>	<u>\$ 15,407</u>	<u>\$ 246,524</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,183
0	34,212	32,917	0	4,769	0	71,898
0	11,079	0	0	0	0	11,079
0	0	0	4,582	0	2,444	7,026
<u>0</u>	<u>45,291</u>	<u>32,917</u>	<u>4,582</u>	<u>4,769</u>	<u>2,444</u>	<u>92,186</u>
0	0	0	0	0	0	21,727
0	7,139	0	0	0	0	7,139
8,666	(36)	0	1,127	0	12,963	125,472
<u>8,666</u>	<u>7,103</u>	<u>0</u>	<u>1,127</u>	<u>0</u>	<u>12,963</u>	<u>154,338</u>
<u>\$ 8,666</u>	<u>\$ 52,394</u>	<u>\$ 32,917</u>	<u>\$ 5,709</u>	<u>\$ 4,769</u>	<u>\$ 15,407</u>	<u>\$ 246,524</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008***

	<u>Public School Support</u>	<u>Other Grants</u>	<u>Student Activity</u>	<u>Auxiliary Services</u>
Revenues:				
Local Sources:				
Extracurricular Activities	\$ 57,608	\$ 0	\$ 108,693	\$ 0
Intermediate Sources	0	6,090	0	0
Intergovernmental - State	0	0	0	1,910
Intergovernmental - Federal	0	0	0	0
All Other Revenue	1,204	0	26,614	0
Total Revenue	<u>58,812</u>	<u>6,090</u>	<u>135,307</u>	<u>1,910</u>
Expenditures:				
Current:				
Instruction	0	6,761	0	0
Supporting Services:				
Pupils	0	0	0	0
Instructional Staff	0	10,873	0	0
Administration	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	0	0	1,976
Extracurricular Activities	56,803	0	118,117	0
Total Expenditures	<u>56,803</u>	<u>17,634</u>	<u>118,117</u>	<u>1,976</u>
Excess (Deficiency) of Revenues				
Over Expenditures	2,009	(11,544)	17,190	(66)
Fund Balances at Beginning of Year	<u>39,679</u>	<u>14,869</u>	<u>59,306</u>	<u>66</u>
Fund Balances End of Year	<u>\$ 41,688</u>	<u>\$ 3,325</u>	<u>\$ 76,496</u>	<u>\$ 0</u>

LAKWOOD LOCAL SCHOOL DISTRICT

Management Information System	Data Communications	SchoolNet Professional Development	OhioReads	Vocational Education - Career OCIS	Poverty Aid	Miscellaneous State Grants
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
0	0	0	0	0	0	0
7,566	15,000	2,970	0	2,000	34,356	25,204
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>7,566</u>	<u>15,000</u>	<u>2,970</u>	<u>0</u>	<u>2,000</u>	<u>34,356</u>	<u>25,204</u>
0	0	0	1,270	2,000	34,356	12,643
0	0	0	0	0	0	0
0	0	0	0	0	0	6,496
0	0	0	0	0	0	0
0	0	0	0	0	0	0
7,566	15,000	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>7,566</u>	<u>15,000</u>	<u>0</u>	<u>1,270</u>	<u>2,000</u>	<u>34,356</u>	<u>19,139</u>
0	0	2,970	(1,270)	0	0	6,065
0	0	0	1,270	0	0	2,601
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,970</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 8,666</u>

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008**

	Special Education Part B IDEA	Title I	Title V	Drug Free School Grant
	<u>IDEA</u>	<u>Title I</u>	<u>Title V</u>	<u>School Grant</u>
Revenues:				
Local Sources:				
Extracurricular Activities	\$ 0	\$ 0	\$ 0	\$ 0
Intermediate Sources	0	0	0	0
Intergovernmental - State	0	0	0	0
Intergovernmental - Federal	499,413	303,608	5,090	6,020
All Other Revenue	0	0	0	0
Total Revenue	<u>499,413</u>	<u>303,608</u>	<u>5,090</u>	<u>6,020</u>
Expenditures:				
Current:				
Instruction	352,954	303,540	4,129	0
Supporting Services:				
Pupils	103,526	0	961	5,556
Instructional Staff	2,876	100	0	0
Administration	44,365	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0
Extracurricular Activities	0	0	0	0
Total Expenditures	<u>503,721</u>	<u>303,640</u>	<u>5,090</u>	<u>5,556</u>
Excess (Deficiency) of Revenues				
Over Expenditures	(4,308)	(32)	0	464
Fund Balances at Beginning of Year	<u>11,411</u>	<u>32</u>	<u>0</u>	<u>663</u>
Fund Balances End of Year	<u>\$ 7,103</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,127</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

Title II-A	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$ 0	\$ 0	\$ 166,301
0	0	6,090
0	0	89,006
113,328	12,859	940,318
0	0	27,818
113,328	12,859	1,229,533
113,328	0	830,981
0	0	110,043
0	155	20,500
0	0	44,365
0	0	0
0	0	22,566
0	0	1,976
0	0	174,920
113,328	155	1,205,351
0	12,704	24,182
0	259	130,156
\$ 0	\$ 12,963	\$ 154,338

LAKEWOOD LOCAL SCHOOL DISTRICT

***Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2008***

	<u>SchoolNet Plus</u>
Assets:	
Cash and Cash Equivalents	\$ 47
Total Assets	<u>\$ 47</u>
Liabilities:	
Fund Balances:	
Unreserved, Undesignated in:	
Capital Projects Funds	47
Total Fund Balances	<u>47</u>
Total Liabilities and Fund Balances	<u>\$ 47</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2008***

	Permanent Improvement	SchoolNet Plus	Total Nonmajor Capital Projects Funds
Revenues:			
Local Sources:			
Intergovernmental - State	\$ 0	\$ 13,366	\$ 13,366
Total Revenue	<u>0</u>	<u>13,366</u>	<u>13,366</u>
Expenditures:			
Current:			
Instruction	0	13,319	13,319
Operation and Maintenance of Plant	51,304	0	51,304
Total Expenditures	<u>51,304</u>	<u>13,319</u>	<u>64,623</u>
Net Change in Fund Balance	(51,304)	47	(51,257)
Fund Balances at Beginning of Year	<u>51,304</u>	<u>0</u>	<u>51,304</u>
Fund Balances End of Year	<u>\$ 0</u>	<u>\$ 47</u>	<u>\$ 47</u>

LAKWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Fiscal Year Ended June 30, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Local Sources:				
Taxes	\$ 10,176,435	\$ 10,474,526	\$ 10,474,526	\$ 0
Tuition	371,700	402,021	402,852	831
Investment Earnings	360,000	360,000	352,233	(7,767)
Class Material and Fees	57,360	59,385	60,409	1,024
Intergovernmental - State	7,458,548	7,484,104	7,505,863	21,759
All Other Revenues	287,300	259,965	250,545	(9,420)
Total Revenues	18,711,343	19,040,001	19,046,428	6,427
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	6,165,218	6,260,964	6,255,424	5,540
Fringe Benefits	2,015,945	2,019,007	2,009,720	9,287
Purchased Services	682,070	892,278	869,495	22,783
Supplies and Materials	256,807	235,606	230,192	5,414
Other Expenditures	6,724	6,724	6,724	0
Capital Outlay	35,318	42,422	42,422	0
Total Regular	9,162,082	9,457,001	9,413,977	43,024
Special:				
Salaries and Wages	687,803	716,090	713,192	2,898
Fringe Benefits	186,575	210,511	206,307	4,204
Purchased Services	364,345	389,145	347,023	42,122
Supplies and Materials	6,714	2,079	2,014	65
Total Special	1,245,437	1,317,825	1,268,536	49,289
Vocational:				
Salaries and Wages	294,469	296,597	292,226	4,371
Fringe Benefits	92,552	94,391	93,518	873
Purchased Services	3,000	1,875	1,220	655
Supplies and Materials	15,462	15,825	14,496	1,329
Capital Outlay	4,200	2,455	2,355	100
Total Vocational	409,683	411,143	403,815	7,328

(Continued)

LAKWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Fiscal Year Ended June 30, 2008***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Other:				
Salaries and Wages	1,700	1,700	1,700	0
Fringe Benefits	5,630	4,196	856	3,340
Supplies and Materials	0	2,691	2,485	206
Total Other	<u>7,330</u>	<u>8,587</u>	<u>5,041</u>	<u>3,546</u>
Total Instructional Services	<u>10,824,532</u>	<u>11,194,556</u>	<u>11,091,369</u>	<u>103,187</u>
Support Services:				
Pupils:				
Salaries and Wages	760,471	756,518	752,927	3,591
Fringe Benefits	230,546	249,989	248,491	1,498
Purchased Services	6,730	7,603	5,871	1,732
Supplies and Materials	31,086	34,092	29,540	4,552
Other Expenditures	179,484	168,803	165,404	3,399
Total Pupils	<u>1,208,317</u>	<u>1,217,005</u>	<u>1,202,233</u>	<u>14,772</u>
Instructional Staff:				
Salaries and Wages	206,562	206,140	206,103	37
Fringe Benefits	104,103	103,826	95,394	8,432
Purchased Services	101,492	118,438	114,727	3,711
Supplies and Materials	7,626	7,751	7,535	216
Other Expenditures	260	260	260	0
Total Instructional Staff	<u>420,043</u>	<u>436,415</u>	<u>424,019</u>	<u>12,396</u>
Board of Education:				
Salaries and Wages	6,960	6,585	6,585	0
Fringe Benefits	1,380	1,496	1,362	134
Purchased Services	46,274	42,203	38,326	3,877
Supplies and Materials	2,100	1,595	1,453	142
Other Expenditures	5,846	7,054	6,804	250
Total Board of Education	<u>62,560</u>	<u>58,933</u>	<u>54,530</u>	<u>4,403</u>

(Continued)

LAKWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Fiscal Year Ended June 30, 2008***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Administration:				
Salaries and Wages	1,031,644	1,030,089	1,023,218	6,871
Fringe Benefits	418,586	417,136	413,335	3,801
Purchased Services	65,831	65,829	61,892	3,937
Supplies and Materials	10,125	10,252	10,054	198
Other Expenditures	4,497	4,417	4,417	0
Capital Outlay	<u>8,421</u>	<u>14,205</u>	<u>14,205</u>	<u>0</u>
Total Administration	1,539,104	1,541,928	1,527,121	14,807
Fiscal Services:				
Salaries and Wages	226,168	208,439	208,439	0
Fringe Benefits	78,819	86,497	84,071	2,426
Purchased Services	16,295	27,381	26,560	821
Supplies and Materials	4,920	6,401	6,186	215
Other Expenditures	308,850	302,128	301,927	201
Capital Outlay	<u>7,012</u>	<u>19,516</u>	<u>19,516</u>	<u>0</u>
Total Fiscal Services	642,064	650,362	646,699	3,663
Business:				
Salaries and Wages	6,800	7,349	7,242	107
Fringe Benefits	7,474	7,686	7,673	13
Other Expenditures	<u>870</u>	<u>829</u>	<u>829</u>	<u>0</u>
Total Business	15,144	15,864	15,744	120
Operation and Maintenance of Plant:				
Salaries and Wages	576,460	584,746	583,466	1,280
Fringe Benefits	259,058	276,403	273,064	3,339
Purchased Services	650,579	637,138	600,342	36,796
Supplies and Materials	87,434	90,029	76,126	13,903
Other Expenditures	613	613	613	0
Capital Outlay	<u>251,308</u>	<u>443,734</u>	<u>443,734</u>	<u>0</u>
Total Operation and Maintenance Of Plant	1,825,452	2,032,663	1,977,345	55,318

(Continued)

LAKWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Fiscal Year Ended June 30, 2008***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Pupil Transportation:				
Salaries and Wages	773,716	705,260	704,261	999
Fringe Benefits	401,383	421,355	419,571	1,784
Purchased Services	48,870	47,974	40,573	7,401
Supplies and Materials	232,582	269,840	262,548	7,292
Other Expenditures	727	727	727	0
Capital Outlay	150,900	157,059	157,059	0
Total Pupil Transportation	1,608,178	1,602,215	1,584,739	17,476
Central:				
Salaries and Wages	66,953	53,005	53,004	1
Fringe Benefits	20,461	22,020	21,776	244
Purchased Services	64,692	75,219	74,955	264
Supplies and Materials	7,750	8,721	6,867	1,854
Other Expenditures	79,129	47,895	39,303	8,592
Capital Outlay	4,514	4,514	4,514	0
Total Central	243,499	211,374	200,419	10,955
Total Support Services	7,564,361	7,766,759	7,632,849	133,910
Operation of Non-Instructional Services:				
Purchased Services	5,000	7,392	7,316	76
Other Expenditures	5,500	3,500	2,500	1,000
Capital Outlay	0	13,320	13,320	0
Total Non-Instructional Services	10,500	24,212	23,136	1,076
Extracurricular Activities:				
Salaries and Wages	18,424	186,439	169,747	16,692
Fringe Benefits	220,355	29,063	27,289	1,774
Total Extracurricular Activities	238,779	215,502	197,036	18,466
Total Expenditures	18,638,172	19,201,029	18,944,390	256,639
Excess (Deficiency) of Revenues Over (Under) Expenditures				
	73,171	(161,028)	102,038	263,066

(Continued)

LAKWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds – General Fund
For the Fiscal Year Ended June 30, 2008***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Other Financing Sources (Uses):				
Sale of Capital Assets	42,025	44,279	44,279	0
Advances In	15,000	50,000	50,000	0
Advances Out	(50,000)	(50,000)	(50,000)	0
Total Other Financing Sources (Uses):	<u>7,025</u>	<u>44,279</u>	<u>44,279</u>	<u>0</u>
Net Change in Fund Balance	80,196	(116,749)	146,317	263,066
Fund Balance at Beginning of Year	5,370,475	5,370,475	5,370,475	0
Prior Year Encumbrances	256,923	256,923	256,923	0
Fund Balance at End of Year	<u>\$ 5,707,594</u>	<u>\$ 5,510,649</u>	<u>\$ 5,773,715</u>	<u>\$ 263,066</u>

LAKWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Major Funds - Debt Service Fund
For the Fiscal Year Ended June 30, 2008**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Local Sources:				
Taxes	\$ 860,218	\$ 1,048,091	\$ 1,048,091	\$ 0
Intergovernmental - State	170,827	221,826	221,826	0
Total Revenues	1,031,045	1,269,917	1,269,917	0
Expenditures:				
Current:				
Support Services:				
Fiscal Services:				
Other Expenditures	18,000	18,756	18,756	0
Total Fiscal Services	18,000	18,756	18,756	0
Debt Service:				
Principal Retirement	637,911	637,911	637,911	0
Interest and Fiscal Charges	563,800	563,396	563,396	0
Total Debt Service	1,201,711	1,201,307	1,201,307	0
Total Expenditures	1,219,711	1,220,063	1,220,063	0
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(188,666)	49,854	49,854	0
Fund Balance at Beginning of Year				
Fund Balance at End of Year	\$ 357,433	\$ 595,953	\$ 595,953	\$ 0

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008***

PUBLIC SCHOOL SUPPORT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Extracurricular Activities	\$ 44,100	\$ 48,600	\$ 47,502	\$ (1,098)
All Other Revenues	<u>7,000</u>	<u>1,484</u>	<u>1,204</u>	<u>(280)</u>
Total Revenues	<u>51,100</u>	<u>50,084</u>	<u>48,706</u>	<u>(1,378)</u>
Expenditures:				
Extracurricular Activities:				
Purchased Services	16,500	17,900	7,142	10,758
Supplies and Materials	39,639	52,889	47,206	5,683
Other Expenditures	1,150	750	0	750
Capital Outlay	<u>6,700</u>	<u>7,600</u>	<u>4,036</u>	<u>3,564</u>
Total Extracurricular Activities	<u>63,989</u>	<u>79,139</u>	<u>58,384</u>	<u>20,755</u>
Total Expenditures	<u>63,989</u>	<u>79,139</u>	<u>58,384</u>	<u>20,755</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,889)	(29,055)	(9,678)	19,377
Other Financing Sources (Uses):				
Net Change in Fund Balance	(12,889)	(29,055)	(9,678)	19,377
Fund Balance at Beginning of Year	37,216	37,216	37,216	0
Prior Year Encumbrances	<u>1,431</u>	<u>1,431</u>	<u>1,431</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 25,758</u>	<u>\$ 9,592</u>	<u>\$ 28,969</u>	<u>\$ 19,377</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008***

OTHER GRANT FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Intermediate Sources	\$ 6,090	\$ 6,090	\$ 6,090	\$ 0
Total Revenues	<u>6,090</u>	<u>6,090</u>	<u>6,090</u>	<u>0</u>
Expenditures:				
Instructional Services:				
Regular:				
Supplies and Materials	7,230	5,135	5,032	103
Capital Outlay	<u>738</u>	<u>738</u>	<u>738</u>	<u>0</u>
Total Regular	7,968	5,873	5,770	103
Vocational:				
Supplies and Materials	<u>991</u>	<u>991</u>	<u>991</u>	<u>0</u>
Total Vocational	<u>991</u>	<u>991</u>	<u>991</u>	<u>0</u>
Total Instructional Services	<u>8,959</u>	<u>6,864</u>	<u>6,761</u>	<u>103</u>
Support Services:				
Instructional Staff:				
Purchased Services	<u>12,000</u>	<u>12,000</u>	<u>10,873</u>	<u>1,127</u>
Total Support Services	<u>12,000</u>	<u>12,000</u>	<u>10,873</u>	<u>1,127</u>
Total Expenditures	<u>20,959</u>	<u>18,864</u>	<u>17,634</u>	<u>1,230</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(14,869)	(12,774)	(11,544)	1,230
Fund Balance at Beginning of Year	<u>14,869</u>	<u>14,869</u>	<u>14,869</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 2,095</u>	<u>\$ 3,325</u>	<u>\$ 1,230</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008**

STUDENT ACTIVITY FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Extracurricular Activities	\$ 152,380	\$ 107,740	\$ 108,793	\$ 1,053
All Other Revenues	<u>18,320</u>	<u>10,250</u>	<u>29,782</u>	<u>19,532</u>
Total Revenues	<u>170,700</u>	<u>117,990</u>	<u>138,575</u>	<u>20,585</u>
Expenditures:				
Extracurricular Activities:				
Salaries and Wages	0	1,003	1,003	0
Fringe Benefits	0	156	140	16
Purchased Services	81,500	61,706	52,987	8,719
Supplies and Materials	80,700	75,392	66,490	8,902
Other Expenditures	3,800	635	130	505
Capital Outlay	<u>13,500</u>	<u>20,191</u>	<u>20,191</u>	<u>0</u>
Total Extracurricular Activities	<u>179,500</u>	<u>159,083</u>	<u>140,941</u>	<u>18,142</u>
Total Expenditures	<u>179,500</u>	<u>159,083</u>	<u>140,941</u>	<u>18,142</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,800)	(41,093)	(2,366)	38,727
Fund Balance at Beginning of Year	44,730	44,730	44,730	0
Prior Year Encumbrances	<u>13,261</u>	<u>13,261</u>	<u>13,261</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 49,191</u>	<u>\$ 16,898</u>	<u>\$ 55,625</u>	<u>\$ 38,727</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008***

AUXILIARY SERVICES FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - State	\$ 955	\$ 1,910	\$ 1,910	\$ 0
Total Revenues	955	1,910	1,910	0
Expenditures:				
Operation of Non-Instructional Services:				
Supplies and Materials	4,631	5,586	5,586	0
Total Operation of Non-Instructional Services	4,631	5,586	5,586	0
Total Expenditures	4,631	5,586	5,586	0
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(3,676)	(3,676)	(3,676)	0
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances	3,676	3,676	3,676	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 0	\$ 0

LAKEWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008**

MANAGEMENT INFORMATION SYSTEM FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 7,515	\$ 7,566	\$ 7,566	\$ 0
Total Revenues	7,515	7,566	7,566	0
Expenditures:				
Support Services:				
Central:				
Purchased Services	7,515	7,566	7,566	0
Total Expenditures	7,515	7,566	7,566	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 0	\$ 0

LAKEWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008**

DATA COMMUNICATIONS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 15,000	\$ 15,000	\$ 15,000	\$ 0
Total Revenues	15,000	15,000	15,000	0
Expenditures:				
Support Services:				
Central:				
Purchased Services	15,000	15,000	15,000	0
Total Expenditures	15,000	15,000	15,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 0	\$ 0

LAKEWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008**

SCHOOLNET PROFESSIONAL DEVELOPMENT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 0	\$ 2,970	\$ 2,970	\$ 0
Total Revenues	0	2,970	2,970	0
Expenditures:				
Support Services:				
Instructional Staff:				
Purchased Services	66	3,036	66	2,970
Total Expenditures	66	3,036	66	2,970
Excess (Deficiency) of Revenues Over (Under) Expenditures	(66)	(66)	2,904	2,970
Fund Balance at Beginning of Year	66	66	66	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 2,970	\$ 2,970

LAKWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008**

OHIOREADS FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u> </u>
Revenues:				
Intergovernmental - State	\$ 476	\$ 476	\$ 476	\$ 0
Total Revenues	<u>476</u>	<u>476</u>	<u>476</u>	<u>0</u>
Expenditures:				
Instructional Services:				
Regular:				
Supplies and Materials	6,402	6,402	6,402	0
Total Instructional Services	<u>6,402</u>	<u>6,402</u>	<u>6,402</u>	<u>0</u>
Support Services:				
Pupils:				
Supplies and Materials	584	584	584	0
Total Support Services	<u>584</u>	<u>584</u>	<u>584</u>	<u>0</u>
Total Expenditures	<u>6,986</u>	<u>6,986</u>	<u>6,986</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,510)	(6,510)	(6,510)	0
Fund Balance at Beginning of Year	(476)	(476)	(476)	0
Prior Year Encumbrances	6,986	6,986	6,986	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008***

VOCACTIONAL EDUCATION - CAREER OCIS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 0	\$ 2,000	\$ 2,000	\$ 0
Total Revenues	0	2,000	2,000	0
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	0	2,000	2,000	0
Total Expenditures	0	2,000	2,000	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 0	\$ 0

LAKEWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008**

POVERTY AID FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Intergovernmental - State	\$ 34,458	\$ 34,356	\$ 34,356	\$ 0
Total Revenues	<u>34,458</u>	<u>34,356</u>	<u>34,356</u>	<u>0</u>
Expenditures:				
Instructional Services:				
Other:				
Salaries and Wages	30,000	25,669	25,669	0
Fringe Benefits	0	3,594	3,594	0
Purchased Services	0	4,202	4,202	0
Supplies and Materials	4,458	891	891	0
Total Instructional Services	<u>34,458</u>	<u>34,356</u>	<u>34,356</u>	<u>0</u>
Total Expenditures	<u>34,458</u>	<u>34,356</u>	<u>34,356</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

LAKWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008**

MISCELLANEOUS STATE GRANTS FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:				
Intergovernmental - State	\$ 25,204	\$ 25,204	\$ 25,204	\$ 0
Total Revenues	<u>25,204</u>	<u>25,204</u>	<u>25,204</u>	<u>0</u>
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	5,000	5,000	2,837	2,163
Fringe Benefits	930	930	406	524
Supplies and Materials	6,900	4,364	4,364	0
Capital Outlay	<u>0</u>	<u>5,036</u>	<u>5,036</u>	<u>0</u>
Total Instructional Services	<u>12,830</u>	<u>15,330</u>	<u>12,643</u>	<u>2,687</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	3,730	3,370	765	2,605
Fringe Benefits	402	391	107	284
Purchased Services	6,793	3,497	1,340	2,157
Supplies and Materials	4,078	5,379	4,746	633
Capital Outlay	<u>434</u>	<u>300</u>	<u>0</u>	<u>300</u>
Total Instructional Staff	<u>15,437</u>	<u>12,937</u>	<u>6,958</u>	<u>5,979</u>
Total Expenditures	<u>28,267</u>	<u>28,267</u>	<u>19,601</u>	<u>8,666</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,063)	(3,063)	5,603	8,666
Fund Balance at Beginning of Year	2,458	2,458	2,458	0
Prior Year Encumbrances	<u>605</u>	<u>605</u>	<u>605</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 8,666</u>	<u>\$ 8,666</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - Federal	\$ 551,140	\$ 551,200	\$ 524,384	\$ (26,816)
Total Revenues	551,140	551,200	524,384	(26,816)
Expenditures:				
Instructional Services:				
Special:				
Salaries and Wages	249,208	248,271	219,000	29,271
Fringe Benefits	75,940	75,940	74,383	1,557
Purchased Services	49,334	48,000	48,000	0
Supplies and Materials	10,605	12,356	8,174	4,182
Total Instructional Services	385,087	384,567	349,557	35,010
Support Services:				
Pupils:				
Salaries and Wages	63,728	63,382	57,041	6,341
Fringe Benefits	54,964	52,248	52,248	0
Supplies and Materials	2,138	1,000	660	340
Total Pupils	120,830	116,630	109,949	6,681
Instructional Staff:				
Purchased Services	4,000	3,000	2,876	124
Supplies and Materials	4,783	3,500	0	3,500
Total Instructional Staff	8,783	6,500	2,876	3,624
Administration:				
Purchased Services	26,670	41,533	41,533	0
Total Administration	26,670	41,533	41,533	0
Operation and Maintenance of Plant:				
Supplies and Materials	7,800	0	0	0
Total Operations and Maintenance of Plant	7,800	0	0	0
Total Support Services	164,083	164,663	154,358	10,305
Total Expenditures	549,170	549,230	503,915	45,315

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008***

SPECIAL EDUCATION PART B-IDEA FUND

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,970	1,970	20,469	18,499
Fund Balance at Beginning of Year	(2,326)	(2,326)	(2,326)	0
Prior Year Encumbrances	356	356	356	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 18,499</u>	<u>\$ 18,499</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008**

TITLE I FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental - Federal	\$ 323,951	\$ 323,305	\$ 303,841	\$ (19,464)
Total Revenues	<u>323,951</u>	<u>323,305</u>	<u>303,841</u>	<u>(19,464)</u>
Expenditures:				
Instructional Services:				
Special:				
Salaries and Wages	312,702	312,218	279,302	32,916
Fringe Benefits	22,522	26,347	26,347	0
Supplies and Materials	0	1,168	1,168	0
Total Special	<u>335,224</u>	<u>339,733</u>	<u>306,817</u>	<u>32,916</u>
Total Instructional Services	<u>335,224</u>	<u>339,733</u>	<u>306,817</u>	<u>32,916</u>
Support Services:				
Instructional Staff:				
Purchased Services	3,227	100	100	0
Supplies and Materials	2,028	0	0	0
Total Instructional Staff	<u>5,255</u>	<u>100</u>	<u>100</u>	<u>0</u>
Total Support Services	<u>5,255</u>	<u>100</u>	<u>100</u>	<u>0</u>
Total Expenditures	<u>340,479</u>	<u>339,833</u>	<u>306,917</u>	<u>32,916</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(16,528)	(16,528)	(3,076)	13,452
Fund Balance at Beginning of Year	14,978	14,978	14,978	0
Prior Year Encumbrances	1,550	1,550	1,550	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 13,452</u>	<u>\$ 13,452</u>

LAKWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008**

TITLE V FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Intergovernmental - Federal	\$ 3,159	\$ 5,090	\$ 5,090	\$ 0
Total Revenues	<u>3,159</u>	<u>5,090</u>	<u>5,090</u>	<u>0</u>
Expenditures:				
Instructional Services:				
Regular:				
Supplies and Materials	0	906	906	0
Total Regular	0	906	906	0
Other:				
Purchased Services	0	3,223	3,223	0
Total Other	0	3,223	3,223	0
Total Instructional Services	<u>0</u>	<u>4,129</u>	<u>4,129</u>	<u>0</u>
Support Services:				
Pupils:				
Salaries and Wages	1,000	0	0	0
Purchased Services	1,000	961	961	0
Total Pupils	<u>2,000</u>	<u>961</u>	<u>961</u>	<u>0</u>
Instructional Staff:				
Salaries and Wages	1,159	0	0	0
Total Instructional Staff	<u>1,159</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Support Services	<u>3,159</u>	<u>961</u>	<u>961</u>	<u>0</u>
Total Expenditures	<u>3,159</u>	<u>5,090</u>	<u>5,090</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures				
	0	0	0	0
Fund Balance at Beginning of Year				
	0	0	0	0
Fund Balance at End of Year				
	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

LAKWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008**

DRUG FREE SCHOOL GRANT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - Federal	\$ 10,602	\$ 10,602	\$ 6,020	\$ (4,582)
Total Revenues	10,602	10,602	6,020	(4,582)
Expenditures:				
Instructional Services:				
Regular:				
Supplies and Materials	1,295	824	0	824
Total Instructional Services	1,295	824	0	824
Support Services:				
Pupils:				
Purchased Services	10,420	10,891	6,006	4,885
Total Support Services	10,420	10,891	6,006	4,885
Total Expenditures	11,715	11,715	6,006	5,709
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,113)	(1,113)	14	1,127
Fund Balance at Beginning of Year	663	663	663	0
Prior Year Encumbrances	450	450	450	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 1,127	\$ 1,127

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008***

TITLE II-A FUND				
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:				
Intergovernmental - Federal	\$ 115,891	\$ 116,408	\$ 116,408	\$ 0
Total Revenues	115,891	116,408	116,408	0
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	117,283	117,800	113,031	4,769
Total Expenditures	117,283	117,800	113,031	4,769
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,392)	(1,392)	3,377	4,769
Fund Balance at Beginning of Year	1,392	1,392	1,392	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 4,769	\$ 4,769

LAKWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008**

MISCELLANEOUS FEDERAL GRANTS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - Federal	\$ 3,141	\$ 3,072	\$ 12,859	\$ 9,787
Total Revenues	3,141	3,072	12,859	9,787
Expenditures:				
Support Services:				
Pupils:				
Purchased Services	2,450	2,640	0	2,640
Supplies and Materials	700	441	0	441
Total Pupils	3,150	3,081	0	3,081
Instructional Staff:				
Purchased Services	250	250	155	95
Total Instructional Staff	250	250	155	95
Total Support Services	3,400	3,331	155	3,176
Total Expenditures	3,400	3,331	155	3,176
Excess (Deficiency) of Revenues Over (Under) Expenditures	(259)	(259)	12,704	12,963
Fund Balance at Beginning of Year	259	259	259	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 12,963	\$ 12,963

LAKEWOOD LOCAL SCHOOL DISTRICT

***Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2008***

PERMANENT IMPROVEMENT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Support Services:				
Operation and Maintenance of Plant:				
Capital Outlay	51,304	51,304	51,304	0
Total Expenditures	51,304	51,304	51,304	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(51,304)	(51,304)	(51,304)	0
Fund Balance at Beginning of Year	0	0	0	0
Prior Year Encumbrances	51,304	51,304	51,304	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 0	\$ 0

LAKWOOD LOCAL SCHOOL DISTRICT

**Schedule of Revenues, Expenditures and Changes in
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2008**

SCHOOLNET PLUS FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - State	\$ 0	\$ 13,366	\$ 13,366	\$ 0
Total Revenues	0	13,366	13,366	0
Expenditures:				
Instructional Services:				
Regular:				
Capital Outlay	0	13,366	13,319	47
Total Expenditures	0	13,366	13,319	47
Excess (Deficiency) of Revenues Over (Under) Expenditures	0	0	47	47
Fund Balance at Beginning of Year	0	0	0	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 47	\$ 47

LAKEWOOD LOCAL SCHOOL DISTRICT

Fiduciary Funds

Fiduciary fund types are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

Agency Funds

Student Managed Activity Fund

To account for resources that belong to the student bodies of the various schools for sales and other revenue generating activities.

LAKWOOD LOCAL SCHOOL DISTRICT

***Statement of Changes in Assets and Liabilities
Agency Fund
For the Year Ended June 30, 2008***

	Balance June 30, 2007	Additions	Deductions	Balance June 30, 2008
<i>Student Managed Activity Fund</i>				
Assets:				
Cash and Cash Equivalents	\$8,002	\$20,633	(\$18,822)	\$9,813
Total Assets	<u>\$8,002</u>	<u>\$20,633</u>	<u>(\$18,822)</u>	<u>\$9,813</u>
Liabilities:				
Due to Students	\$8,002	\$20,633	(\$18,822)	\$9,813
Total Liabilities	<u>\$8,002</u>	<u>\$20,633</u>	<u>(\$18,822)</u>	<u>\$9,813</u>

LAKWOOD LOCAL SCHOOL DISTRICT

***CAPITAL ASSETS USED IN THE
OPERATION OF GOVERNMENTAL FUNDS***

LAKWOOD LOCAL SCHOOL DISTRICT

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Source
June 30, 2008***

Capital Assets

Land	\$275,555
Land Improvements	819,988
Buildings and Improvements	21,605,073
Furniture, Fixtures and Equipment	3,533,280
Vehicles	2,079,276
Construction in Progress	172,173
Total Capital Assets	<u><u>\$28,485,345</u></u>

Investment in Capital Assets from:

Acquisitions Prior to 1996	\$5,387,850
General Fund	5,365,132
Special Revenue Funds	77,448
Capital Project Funds	16,999,497
Capital Leases	224,058
Donations	431,360
Total Investment in Capital Assets	<u><u>\$28,485,345</u></u>

LAKWOOD LOCAL SCHOOL DISTRICT

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity
June 30, 2008***

<u>Function and Activity</u>	<u>Land</u>	<u>Land Improvements</u>	<u>Buildings and Improvements</u>
Instructional Services	\$134,055	\$0	\$19,362,775
Support Services:			
Administration	3,125	7,611	59,375
Fiscal Services	3,125	7,611	59,375
Operation and Maintenance of Plant	598	0	11,415
Pupil Transportation	597	0	11,414
Community Services	0	0	0
Extracurricular Activities	0	410,012	332,934
Facility Acquisition and Improvement	<u>134,055</u>	<u>394,754</u>	<u>1,767,785</u>
Total Capital Assets	<u><u>\$275,555</u></u>	<u><u>\$819,988</u></u>	<u><u>\$21,605,073</u></u>

LAKWOOD LOCAL SCHOOL DISTRICT

<u>Furniture, Fixtures and Equipment</u>	<u>Vehicles</u>	<u>Construction in Progress</u>	<u>Total</u>
\$2,646,153	\$0	\$0	\$22,142,983
187,088	0	0	257,199
38,488	0	0	108,599
79,252	54,753	0	146,018
49,848	2,000,523	0	2,062,382
0	0	0	0
524,287	24,000	0	1,291,233
8,164	0	172,173	2,476,931
<u>\$3,533,280</u>	<u>\$2,079,276</u>	<u>\$172,173</u>	<u>\$28,485,345</u>

LAKWOOD LOCAL SCHOOL DISTRICT

***Capital Assets Used in the Operation of Governmental Funds
Schedule Changes by Function and Activity
For the Fiscal Year Ended June 30, 2008***

Function and Activity	June 30, 2007	Additions	Deletions	June 30, 2008
Instructional Services	\$22,221,233	\$185,255	(\$263,505)	\$22,142,983
Support Services:				
Administration	173,606	90,068	(6,475)	257,199
Fiscal Services	92,615	15,984	0	108,599
Operation and Maintenance of Plant	122,552	23,465	0	146,017
Pupil Transportation	1,959,881	163,232	(60,730)	2,062,383
Community Services	15,540	0	(15,540)	0
Extracurricular Activities	1,274,618	16,615	0	1,291,233
Facility Acquisition and Improvement	2,127,438	437,798	(88,305)	2,476,931
Total Capital Assets	<u>\$27,987,483</u>	<u>\$932,417</u>	<u>(\$434,555)</u>	<u>\$28,485,345</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

STATISTICAL TABLES

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

Contents

Financial Trends	S 2 – S 13
These schedules contain trend information to help the reader understand how the District's financial position has changed over time.	
Revenue Capacity	S 14 – S 23
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 sources, the property tax.	
Debt Capacity	S 24 – S 31
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
Economic and Demographic Information	S 33 – S 35
These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	
Operating Information	S 36 – S 47
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	

Sources Note:

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

Lakewood Local School District

*Net Assets by Component
Last Seven Years
(accrual basis of accounting)*

	2002	2003	2004	2005
Governmental Activities:				
Invested in Capital Assets, Net of Related Debt	\$3,150,172	\$3,772,570	\$3,398,702	\$3,487,282
Restricted for:				
Capital Projects	64,020	23,131	0	3
Debt Service	375,990	493,673	551,495	476,167
Bus Purchase	0	0	0	0
Other Purposes	494,964	90,485	221,140	0
Unrestricted	2,087,685	1,360,684	1,597,029	1,834,145
Total Governmental Activities Net Assets	<u>\$6,172,831</u>	<u>\$5,740,543</u>	<u>\$5,768,366</u>	<u>\$5,797,597</u>
Business-type Activities:				
Invested in Capital Assets, Net of Related Debt	\$126,747	\$120,786	\$110,134	\$114,905
Unrestricted (Deficit)	26,469	46,663	40,190	(19,439)
Total Business-type Activities Net Assets	<u>\$153,216</u>	<u>\$167,449</u>	<u>\$150,324</u>	<u>\$95,466</u>
Primary Government:				
Invested in Capital Assets, Net of Related Debt	\$3,276,919	\$3,893,356	\$3,508,836	\$3,602,187
Restricted	934,974	607,289	772,635	476,170
Unrestricted	2,114,154	1,407,347	1,637,219	1,814,706
Total Primary Government Net Assets	<u>\$6,326,047</u>	<u>\$5,907,992</u>	<u>\$5,918,690</u>	<u>\$5,893,063</u>

Note: District was not on accrual basis accounting prior to 2002.

Source: District Treasurer's Office

Lakewood Local School District

<u>2006</u>	<u>2007</u>	<u>2008</u>
\$3,351,649	\$2,965,032	\$2,999,249
0	0	0
545,280	561,041	663,568
0	0	12,630
0	0	0
<u>2,724,352</u>	<u>4,505,221</u>	<u>4,560,589</u>
<u>\$6,621,281</u>	<u>\$8,031,294</u>	<u>\$8,236,036</u>
\$100,086	\$90,694	\$78,894
(8,020)	(69,344)	(40,193)
<u>\$92,066</u>	<u>\$21,350</u>	<u>\$38,701</u>
\$3,451,735	\$3,055,726	\$3,078,143
545,280	561,041	676,198
<u>2,716,332</u>	<u>4,435,877</u>	<u>4,520,396</u>
<u>\$6,713,347</u>	<u>\$8,052,644</u>	<u>\$8,274,737</u>

Lakewood Local School District

*Changes in Net Assets
Last Seven Years
(accrual basis of accounting)*

	2002	2003	2004	2005
Expenses				
Governmental Activities:				
Instruction	\$8,831,815	\$10,265,237	\$10,616,848	\$11,243,238
Support Services:				
Pupils	989,832	1,047,551	1,153,724	1,138,402
Instructional Staff	563,834	681,706	456,520	410,227
Board of Education	21,037	31,860	72,807	64,994
Administration	1,371,649	1,459,918	1,633,056	1,465,620
Fiscal Services	473,835	445,519	509,894	540,356
Business	13,295	14,175	15,360	17,511
Operation and Maintenance of Plant	1,241,528	1,373,039	1,403,654	1,442,262
Pupil Transportation	886,433	1,013,915	1,176,469	1,257,226
Central	80,841	67,434	163,721	174,827
Operation of Non-Instructional Services	122,219	127,914	81,937	81,381
Extracurricular Activities	493,591	460,426	477,927	512,166
Interest and Fiscal Charges	711,836	723,607	722,687	790,327
<i>Total Governmental Activities Expenses</i>	<u>15,801,745</u>	<u>17,712,301</u>	<u>18,484,604</u>	<u>19,138,537</u>
Business-type Activities:				
Food Service	653,675	672,123	732,804	817,695
Uniform School Supplies	7,178	7,749	4,372	3,230
<i>Total Business-type Activities Expenses</i>	<u>660,853</u>	<u>679,872</u>	<u>737,176</u>	<u>820,925</u>
<i>Total Primary Government Expenses</i>	<u>\$16,462,598</u>	<u>\$18,392,173</u>	<u>\$19,221,780</u>	<u>\$19,959,462</u>
Program Revenues				
Governmental Activities:				
Charges for Services				
Instruction	\$282,717	\$297,364	\$278,672	\$386,042
Operation of Non-Instructional Services	1,703	6,232	9,265	7,708
Extracurricular Activities	325,965	301,004	141,766	214,698
Operating Grants and Contributions	1,163,105	1,214,843	1,105,522	1,070,194
Capital Grants and Contributions	3,264	35,773	0	17,745
<i>Total Governmental Activities Program Revenues</i>	<u>1,776,754</u>	<u>1,855,216</u>	<u>1,535,225</u>	<u>1,696,387</u>

Lakewood Local School District

2006	2007	2008
\$11,550,480	\$11,924,997	\$12,302,597
1,101,372	1,203,075	1,328,800
515,859	437,342	479,753
35,171	55,443	52,022
1,576,704	1,550,432	1,609,024
551,205	618,603	639,771
15,040	14,176	15,857
1,491,143	1,640,741	1,672,993
1,347,349	1,446,278	1,530,009
192,719	189,380	231,234
41,860	56,084	67,844
550,597	616,900	490,323
572,388	711,383	669,526
<u>19,541,887</u>	<u>20,464,834</u>	<u>21,089,753</u>
807,895	892,610	906,182
7,801	2,284	0
<u>815,696</u>	<u>894,894</u>	<u>906,182</u>
<u>\$20,357,583</u>	<u>\$21,359,728</u>	<u>\$21,995,935</u>
\$374,347	\$422,548	\$481,461
3,130	7,247	90,634
224,277	221,389	166,301
1,130,065	1,104,624	1,095,397
0	0	13,366
<u>1,731,819</u>	<u>1,755,808</u>	<u>1,847,159</u>

(continued)

Lakewood Local School District

*Changes in Net Assets
Last Seven Years
(accrual basis of accounting)*

Business-type Activities:	2002	2003	2004	2005
Charges for Services				
Food Service	440,449	409,431	406,872	417,400
Uniform School Supplies (1)	4,918	4,106	4,589	1,078
Operating Grants and Contributions	262,940	274,372	308,590	328,272
Capital Grants and Contributions	43,653	6,196	0	19,317
<i>Total Business-type Activities Program Revenues</i>	<u>751,960</u>	<u>694,105</u>	<u>720,051</u>	<u>766,067</u>
<i>Total Primary Government Program Revenues</i>	<u>2,528,714</u>	<u>2,549,321</u>	<u>2,255,276</u>	<u>2,462,454</u>
Net (Expense)/Revenue				
Governmental Activities	(14,024,991)	(15,857,085)	(16,949,379)	(17,442,150)
Business-type Activities	91,107	14,233	(17,125)	(54,858)
<i>Total Primary Government Net (Expense)/Revenue</i>	<u>(\$13,933,884)</u>	<u>(\$15,842,852)</u>	<u>(\$16,966,504)</u>	<u>(\$17,497,008)</u>
General Revenues and Other Changes in Net Assets				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	\$8,257,386	\$8,556,536	\$9,769,935	\$10,181,474
Debt Service	1,182,047	1,161,792	1,168,233	1,088,255
Grants and Entitlements not				
Restricted to Specific Programs	5,295,793	5,182,898	5,865,683	5,866,148
Investment Earnings	123,352	85,679	50,708	113,061
Miscellaneous	282,496	226,575	196,338	222,443
Transfers	1,569	0	0	0
<i>Total Governmental Activities</i>	<u>15,142,643</u>	<u>15,213,480</u>	<u>17,050,897</u>	<u>17,471,381</u>
Business-type Activities:				
Transfers	190	0	0	0
<i>Total Business-type Activities</i>	<u>190</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Primary Government</i>	<u>\$15,142,833</u>	<u>\$15,213,480</u>	<u>\$17,050,897</u>	<u>\$17,471,381</u>
Change in Net Assets				
Governmental Activities	\$1,117,652	(\$643,605)	\$101,518	\$29,231
Business-type Activities	91,297	14,233	(17,125)	(54,858)
<i>Total Primary Government Change in Net Assets</i>	<u>\$1,208,949</u>	<u>(\$629,372)</u>	<u>\$84,393</u>	<u>(\$25,627)</u>

Note: District was not on accrual basis of accounting prior to 2002.

(1) Uniform School Supplies were eliminated in 2008.

Source: District Treasurer's Office

Lakewood Local School District

2006	2007	2008
407,322	408,877	369,761
1,247	554	0
372,586	414,747	552,380
1,141	0	1,392
<u>782,296</u>	<u>824,178</u>	<u>923,533</u>
<u>2,514,115</u>	<u>2,579,986</u>	<u>2,770,692</u>
(17,810,068)	(18,709,026)	(19,242,594)
(33,400)	(70,716)	17,351
<u>(\$17,843,468)</u>	<u>(\$18,779,742)</u>	<u>(\$19,225,243)</u>
\$11,133,684	\$11,475,144	\$10,207,940
1,006,786	1,019,211	1,040,662
6,050,575	6,992,396	7,692,375
230,977	390,834	336,879
241,730	241,454	169,480
(30,000)	0	0
<u>18,633,752</u>	<u>20,119,039</u>	<u>19,447,336</u>
30,000	0	0
<u>30,000</u>	<u>0</u>	<u>0</u>
<u>\$18,663,752</u>	<u>\$20,119,039</u>	<u>\$19,447,336</u>
\$823,684	\$1,410,013	\$204,742
(3,400)	(70,716)	17,351
<u>\$820,284</u>	<u>\$1,339,297</u>	<u>\$222,093</u>

Lakewood Local School District

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

	1999	2000	2001	2002	2003
General Fund					
Reserved	\$826,469	\$853,309	\$1,117,700	\$999,976	\$959,595
Unreserved	568,741	98,542	110,981	1,485,182	1,058,426
<i>Total General Fund</i>	<u>1,395,210</u>	<u>951,851</u>	<u>1,228,681</u>	<u>2,485,158</u>	<u>2,018,021</u>
All Other Governmental Funds					
Reserved	2,108,358	1,530,129	132,676	79,288	542,984
Unreserved, Undesignated, Reported in:					
Special Revenue Funds	210,435	352,720	277,192	270,828	207,880
Debt Service Funds	206,792	295,419	284,599	342,326	0
Capital Projects Funds	11,910,019	398,139	175,591	64,020	23,131
<i>Total All Other Governmental Funds</i>	<u>14,435,604</u>	<u>2,576,407</u>	<u>870,058</u>	<u>756,462</u>	<u>773,995</u>
<i>Total Governmental Funds</i>	<u><u>\$15,830,814</u></u>	<u><u>\$3,528,258</u></u>	<u><u>\$2,098,739</u></u>	<u><u>\$3,241,620</u></u>	<u><u>\$2,792,016</u></u>

Source: District Treasurer's Office

Lakewood Local School District

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$1,555,902	\$1,097,483	\$721,492	\$834,999	\$747,675
489,187	1,675,053	3,080,139	4,209,277	4,172,532
<u>2,045,089</u>	<u>2,772,536</u>	<u>3,801,631</u>	<u>5,044,276</u>	<u>4,920,207</u>
549,229	511,545	50,015	695,054	71,966
156,228	184,250	168,403	107,132	125,472
0	0	529,315	0	616,915
0	3	0	0	47
<u>705,457</u>	<u>695,798</u>	<u>747,733</u>	<u>802,186</u>	<u>814,400</u>
<u>\$2,750,546</u>	<u>\$3,468,334</u>	<u>\$4,549,364</u>	<u>\$5,846,462</u>	<u>\$5,734,607</u>

Lakewood Local School District

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

	1999	2000	2001	2002
Revenues:				
Local Sources:				
Taxes	\$8,144,662	\$9,007,493	\$9,241,565	\$9,591,842
Tuition	29,445	140,950	270,058	256,345
Investment Earnings	592,142	626,060	280,172	117,313
Extracurricular Activities	174,413	191,797	213,453	325,965
Class Materials and Fees	0	2,788	20,176	21,264
Intermediate Sources	0	0	49,135	12,720
Intergovernmental - State	5,007,159	4,710,496	5,235,807	5,626,148
Intergovernmental - Federal	672,418	575,152	571,041	746,388
All Other Revenue	89,818	80,036	143,532	333,184
Total Revenue	<u>14,710,057</u>	<u>15,334,772</u>	<u>16,024,939</u>	<u>17,031,169</u>
Expenditures:				
Current:				
Instruction	7,447,163	7,611,912	8,553,652	8,543,832
Supporting Services:				
Pupils	687,770	740,460	905,096	998,705
Instructional Staff	381,268	403,396	785,850	539,832
Board of Education	44,482	21,042	17,346	20,997
Administration	1,322,896	1,249,101	1,263,031	1,335,265
Fiscal Services	336,237	470,326	379,774	467,165
Business	6,364	6,790	9,525	13,056
Operation and Maintenance of Plant	1,257,965	1,398,746	1,231,753	1,205,729
Pupil Transportation	793,761	968,410	859,607	761,609
Central	89,046	59,871	80,750	80,841
Operation of Non-Instructional Services	8,150	0	50,534	82,720
Extracurricular Activities	336,257	355,432	370,329	392,141
Other Expenditures	0	11,829	23,714	0
Capital Outlay	2,395,747	13,166,942	1,679,319	133,102
Debt Service:				
Principal Retirement	191,950	515,757	737,922	600,282
Interest and Fiscal Charges	307,999	773,471	751,543	716,170
Total Expenditures	<u>15,607,055</u>	<u>27,753,485</u>	<u>17,699,745</u>	<u>15,891,446</u>
Excess (Deficiency) of Revenues Over Expenditures	(896,998)	(12,418,713)	(1,674,806)	1,139,723

Lakewood Local School District

2003	2004	2005	2006	2007	2008
\$9,613,751	\$10,577,861	\$11,852,220	\$12,183,511	\$12,210,024	\$11,251,513
273,224	261,100	342,930	303,508	347,816	402,852
80,758	24,653	142,437	224,462	397,615	333,443
301,004	141,766	214,698	224,277	221,389	166,301
18,655	11,652	33,780	55,809	56,886	60,959
6,180	29,000	1,500	23,556	6,025	6,090
5,516,800	6,025,346	5,999,896	6,206,567	7,168,131	7,830,061
890,279	881,910	904,888	914,215	897,102	940,318
282,995	253,464	284,330	283,994	290,331	308,750
<u>16,983,646</u>	<u>18,206,752</u>	<u>19,776,679</u>	<u>20,419,899</u>	<u>21,595,319</u>	<u>21,300,287</u>
9,664,784	10,303,206	10,723,064	11,096,012	11,485,943	11,939,626
1,055,880	1,101,433	1,117,832	1,099,402	1,226,925	1,325,390
648,512	456,379	405,142	489,263	406,706	449,601
31,884	72,863	65,222	35,171	55,443	52,022
1,481,903	1,453,025	1,435,743	1,479,957	1,478,088	1,608,052
442,921	522,092	551,450	559,667	635,286	655,847
14,113	14,987	19,133	15,040	14,176	15,857
1,311,548	1,454,923	1,454,833	1,484,790	2,295,967	1,989,400
1,104,274	1,124,163	1,335,151	1,327,560	1,572,993	1,583,046
67,434	163,721	182,197	192,719	189,380	230,891
87,611	39,318	39,386	13,720	13,061	25,112
328,968	342,676	384,765	436,640	489,006	371,969
0	0	0	0	0	0
768,377	0	0	0	0	0
490,489	699,185	629,299	730,604	664,459	726,254
708,467	728,133	710,249	605,224	578,255	584,020
<u>18,207,165</u>	<u>18,476,104</u>	<u>19,053,466</u>	<u>19,565,769</u>	<u>21,105,688</u>	<u>21,557,087</u>
(1,223,519)	(269,352)	723,213	854,130	489,631	(256,800)

(Continued)

Lakewood Local School District

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

	1999	2000	2001	2002
Other Financing Sources (Uses):				
Sale of Capital Assets	0	91,200	0	0
Energy Conservation Notes Issued	0	0	0	0
General Obligation Bonds Issued	15,592,899	0	0	0
General Obligation Notes Issued	0	0	0	0
Refunding General Obligation Bonds Issued	0	0	0	0
Premium on Refunding General Obligation Bonds	0	0	0	0
Other Financing Sources - Capital Leases	225,084	0	292,735	0
Payment to Refunded Bonds Escrow Agent	0	0	0	0
Transfers In	0	531,970	13,686	9,874
Transfers Out	(25,000)	(555,000)	(63,686)	(8,305)
Total Other Financing Sources (Uses)	<u>15,792,983</u>	<u>68,170</u>	<u>242,735</u>	<u>1,569</u>
Net Change in Fund Balance	<u>\$14,895,985</u>	<u>(\$12,350,543)</u>	<u>(\$1,432,071)</u>	<u>\$1,141,292</u>
 Debt Service as a Percentage of Noncapital Expenditures	 3.92%	 10.15%	 10.51%	 9.30%

Source: District Treasurer's Office

Lakewood Local School District

2003	2004	2005	2006	2007	2008
850	241,013	2,956	0	833	44,279
0	0	0	0	802,984	0
0	0	0	0	0	0
726,650	0	0	0	0	0
0	0	0	9,999,991	0	0
0	0	0	667,467	0	0
36,415	0	0	116,162	0	105,762
0	0	0	(10,517,195)	0	0
0	107	0	0	8,027	0
0	(107)	0	(30,000)	(8,027)	0
<u>763,915</u>	<u>241,013</u>	<u>2,956</u>	<u>236,425</u>	<u>803,817</u>	<u>150,041</u>
<u>(\$459,604)</u>	<u>(\$28,339)</u>	<u>\$726,169</u>	<u>\$1,090,555</u>	<u>\$1,293,448</u>	<u>(\$106,759)</u>
7.46%	8.61%	7.67%	7.45%	6.59%	6.75%

Lakewood Local School District

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

Tax year	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
		*		
Real Property				
Assessed	\$184,066,960	\$218,224,200	\$221,019,420	\$231,012,540
Actual	525,905,600	623,497,714	631,484,057	660,035,829
Public Utility				
Assessed	20,964,300	18,991,850	19,703,930	15,072,540
Actual	20,964,300	18,991,850	19,703,930	15,072,540
Tangible Personal Property				
Assessed	79,105,530	71,015,660	76,473,440	84,725,760
Actual	316,422,120	284,062,640	305,893,760	338,903,040
Total				
Assessed	284,136,790	308,231,710	317,196,790	330,810,840
Actual	863,292,020	926,552,204	957,081,747	1,014,011,409
Assessed Value as a Percentage of Actual Value	32.91%	33.27%	33.14%	32.62%
Total Direct Tax Rate	\$42.50	\$42.11	\$42.09	\$41.96

Source: Licking County Auditor

* Reappraisal

** Update

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

Lakewood Local School District

2002	2003	2004	2005	2006	2007
**			*		
\$266,259,000	\$271,896,120	\$284,580,780	\$325,385,530	\$331,604,510	\$339,533,800
760,740,000	776,846,057	813,087,943	929,672,943	947,441,457	970,096,571
15,193,360	14,922,410	15,215,760	15,701,530	15,792,870	13,838,480
15,193,360	14,922,410	15,215,760	15,701,530	15,792,870	13,838,480
73,486,690	66,723,600	69,156,940	77,470,570	51,175,750	46,169,358
293,946,760	266,894,400	276,627,760	309,882,280	272,937,333	369,354,864
354,939,050	353,542,130	368,953,480	418,557,630	398,573,130	399,541,638
1,069,880,120	1,058,662,867	1,104,931,463	1,255,256,753	1,236,171,660	1,353,289,915
33.18%	33.40%	33.39%	33.34%	32.24%	29.52%
\$41.75	\$47.55	\$47.40	\$45.92	\$44.98	\$45.80

Lakewood Local School District

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

	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
Direct District Rates				
General Fund	38.80	38.80	38.80	38.80
Bond Retirement Fund	3.70	3.31	3.29	3.16
Total	<u>42.50</u>	<u>42.11</u>	<u>42.09</u>	<u>41.96</u>
Overlapping Rates				
Licking County Joint Vocational School	2.00	2.00	2.00	2.00
Licking County	7.20	7.20	7.20	7.20
Special Taxing Districts	55.80	58.80	61.80	56.80

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

Source:

Licking County Auditor's Office

Lakewood Local School District

2002	2003	2004	2005	2006	2007
38.80	44.60	44.60	43.72	42.75	43.50
2.95	2.95	2.80	2.20	2.23	2.30
41.75	47.55	47.40	45.92	44.98	45.80
3.00	2.80	3.00	3.00	3.00	3.00
7.20	7.20	7.20	7.20	7.40	7.40
56.80	54.80	63.80	89.00	89.00	89.00

Lakewood Local School District

*Principal Taxpayers
Tangible Personal Property Tax
Current Year and Five Years Ago*

Name of Taxpayer	Nature of Business	Calendar Year 2007		
		Assessed Value	Rank	Percent of Total Assessed Value
Bayer Corporation	Plastic Pellets	\$8,120,580	1	17.59%
GE Quartz Inc.	Electronic	3,977,480	2	8.61%
Dow Chemical	Research	2,437,690	3	5.28%
THK Manufacturing	Linier Motion Devices	2,270,450	4	4.92%
Scotts Company	Lawn Chemicals	2,153,790	5	4.66%
Diebold Midwest Manufacturing	ATM Machines	2,076,780	6	4.50%
Heritage Sportswear Inc.	Clothing Distribution	1,614,110	7	3.50%
Constar International	Plastic Products	1,358,050	8	2.94%
Ecolab Inc.	Cleaning Supplies	1,236,860	9	2.68%
TI Group Automotive Systems Corp	Automotive Tanks & Lines	1,180,860	10	2.56%
Subtotal		26,426,650		57.24%
All Others		19,742,708		42.76%
Total		<u>\$46,169,358</u>		<u>100.00%</u>

Name of Taxpayer	Nature of Business	Calendar Year 2002		
		Assessed Value	Rank	Percent of Total Assessed Value
Bayer Corporation	Plastic Pellets	\$11,444,950	1	15.57%
GE Quartz Inc.(General Electric Co)	Electronic	8,417,400	2	11.45%
Diebold Inc.	ATM Machines	6,336,260	3	8.62%
Constar International	Plastic Bottles	5,843,300	4	7.95%
Dow Chemical	Research	5,192,790	5	7.07%
RR Donnelly & Sons Co.	Printing	4,810,400	6	6.55%
TKH Manufacturing of America	Linear Motion Devices	2,269,140	7	3.09%
Heritage Sportswear Inc	Clothing Distribution	2,077,250	8	2.83%
TI Group Automotive Supply Corp LLC	Automotive Tanks & Lines	1,957,830	9	2.66%
Owens Corning Fiberglas	Insulation/Building Materials	1,699,950	10	2.31%
Subtotal		50,049,270		68.10%
All Others		23,437,420		31.90%
Total		<u>\$73,486,690</u>		<u>100.00%</u>

Note: Information was not available prior to 2002.

Source: Licking County Auditor - Land and Buildings
Based on valuation of property in 2007 and 2002

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

Lakewood Local School District

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

		Calendar Year 2007		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Paragano Nazario	Warehouse	\$2,516,500	1	0.74%
Black, Monte R & Susan K (MPW)	Industrial Cleaning	2,146,490	2	0.63%
Donnelly R R & Sons Co.	Printing	1,605,770	3	0.47%
Bayer Polymers Inc.	Plastic Pellets	1,457,160	4	0.43%
Hebron Business Park	Developer	1,452,430	5	0.43%
Kroger Company	Food	1,345,050	6	0.40%
Leon Zazworsky	Developer	1,267,210	7	0.37%
GE Quartz Inc	Electronics	1,211,250	8	0.36%
Diebold	ATM Machines	1,195,500	9	0.35%
Dow Chemical	Research	1,144,500	10	0.34%
	Subtotal	15,341,860		4.52%
	All Others	324,191,940		95.48%
	Total	<u>\$339,533,800</u>		<u>100.00%</u>

		Calendar Year 2002		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Diebold	ATM Machines	\$1,844,650	1	0.82%
Black, Mote R & Susan K (MPW)	Industrial Cleaning	1,833,060	2	0.81%
RR Donnelly & Sons Co.	Prining	1,578,510	3	0.70%
G & C Diversified	Unknown	1,537,520	4	0.68%
Hebron Business Park	Developer	1,525,270	5	0.67%
TI Group Automotive Supply Corp LLC	Automotive Tanks & Lines	1,446,660	6	0.64%
Miles Inc.	Unknown	1,394,610	7	0.62%
Cranberry Pointe LTD	Developer	1,358,570	8	0.60%
RSN Holdings	Unknown	1,310,400	9	0.58%
Zazworsky, Leon	Developer	1,273,200	10	0.56%
	Subtotal	15,102,450		6.68%
	All Others	211,156,550		93.32%
	Total	<u>\$226,259,000</u>		<u>100.00%</u>

Note: Information was not available prior to 2002.

Source: Licking County Auditor - Land and Buildings
Based on valuation of property in 2007 and 2002

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



Lakewood Local School District

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

		Calendar Year 2007		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Ohio Power Company	Electricity	\$6,938,010	1	50.14%
Columbia Gas Transmission	Gas Lines	1,546,590	2	11.18%
Licking Rural Electric	Electricity	1,134,510	3	8.20%
National Gas and Oil Co.	Propane	909,110	4	6.57%
Dominion Transmission	Gas Lines	661,640	5	4.78%
Columbus Southern	Electricity	656,220	6	4.74%
NGO Transmission	Gas Lines	373,620	7	2.70%
	Subtotal	12,219,700		88.31%
	All Others	1,618,780		11.69%
	Total	<u>\$13,838,480</u>		<u>100.00%</u>

		Calendar Year 2002		
Name of Taxpayer	Nature of Business	Assessed Value	Rank	Percent of Total Assessed Value
Ohio Power Company	Electricity	\$4,516,960	1	29.73%
United Telephone	Telephone	1,885,830	2	12.41%
Columbia Gas Transmission	Propane Pipe Lines	1,587,970	3	10.45%
Alltel	Telephone	1,183,170	4	7.79%
National Gas and Oil Co.	Propane Pipe Lines	772,760	5	5.09%
Licking Rural Electric	Electricity	727,800	6	4.79%
Dominion Transmission Inc	Propane Pipe Lines	718,340	7	4.73%
Columbus Southern Power	Electricity	488,220	8	3.21%
Ohio Bell	Telephone	332,910	9	2.19%
Dayton Power and Light	Electricity	156,580	10	1.03%
	Subtotal	12,370,540		81.42%
	All Others	2,822,820		18.58%
	Total	<u>\$15,193,360</u>		<u>100.00%</u>

Note: Information was not available prior to 2002.

Source: Licking County Auditor - Land and Buildings
Based on valuation of property in 2007 and 2002

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

Lakewood Local School District

*Property Tax Levies and Collections
Last Ten Years*

Collection Year	<u>1998</u>	<u>1999</u>	<u>2000</u>
Total Tax Levy	\$8,675,326	\$9,760,002	\$10,086,537
Collections within the Fiscal Year of the Levy			
Current Tax Collections	7,833,034	8,929,261	9,091,100
Percent of Levy Collected	90.29%	91.49%	90.13%
Delinquent Tax Collections ⁽¹⁾	<u>231,877</u>	<u>310,285</u>	<u>224,533</u>
Total Tax Collections	8,064,911	9,239,546	9,315,633
Percent of Total Tax Collections To Tax Levy	92.96%	94.67%	92.36%
Accumulated Outstanding Delinquent Taxes	610,415	520,456	770,904
Percentage of Accumulated Delinquent Taxes to Total Tax Levy	7.04%	5.33%	7.64%

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

Source: Licking County Auditor's Office

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

Lakewood Local School District

2001	2002	2003	2004	2005	2006	2007
\$11,059,458	\$10,800,834	\$11,195,522	\$13,765,566	\$13,839,306	\$14,075,322	\$13,358,051
9,842,557	9,535,310	9,598,346	12,138,331	12,598,333	12,341,116	11,258,713
89.00%	88.28%	85.73%	88.18%	91.03%	87.68%	84.28%
361,062	327,740	272,575	644,850	407,672	737,187	932,863
10,203,619	9,863,050	9,870,921	12,783,181	13,006,005	13,078,303	12,191,576
92.26%	91.32%	88.17%	92.86%	93.98%	92.92%	91.27%
855,839	937,783	1,324,601	982,385	833,301	997,019	1,166,474
7.74%	8.68%	11.83%	7.14%	6.02%	7.08%	8.73%

Lakewood Local School District

Ratio of Outstanding Debt By Type Last Ten Years

	1999	2000	2001	2002
Governmental Activities ⁽¹⁾				
Long-Term Notes Payable	\$670,000	\$510,000	\$345,000	\$165,000
EPA Loan Payable	56,358	48,844	41,330	33,815
General Obligation Bonds Payable	15,598,685	15,351,279	15,050,116	14,746,122
Capital Leases	265,536	207,293	284,620	231,853
Total Primary Government	<u>\$16,590,579</u>	<u>\$16,117,416</u>	<u>\$15,721,066</u>	<u>\$15,176,790</u>
Population ⁽²⁾				
Village of Buckeye Lake and Village of Hebron	5,348	5,286	5,083	5,120
Outstanding Debt Per Capita	3,102	3,049	3,093	2,964
Income ⁽³⁾				
Personal (in thousands)	132,994	135,047	136,326	139,622
Percentage of Personal Income	12.47%	11.93%	11.53%	10.87%

Sources:

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

Lakewood Local School District

2003	2004	2005	2006	2007	2008
\$841,650	\$713,985	\$581,320	\$508,655	\$1,207,539	\$1,069,628
26,300	18,786	11,272	3,758	0	0
14,435,360	14,119,055	13,803,616	13,525,751	13,156,289	12,736,531
210,294	277,301	188,181	203,918	142,317	159,736
<u>\$15,513,604</u>	<u>\$15,129,127</u>	<u>\$14,584,389</u>	<u>\$14,242,082</u>	<u>\$14,506,145</u>	<u>\$13,965,895</u>
5,136	5,167	5,169	5,083	5,202	5,192
3,021	2,928	2,822	2,802	2,789	2,690
142,550	145,952	153,442	155,077	167,302	166,980
10.88%	10.37%	9.50%	9.18%	8.67%	8.36%

Lakewood Local School District

Ratios of General Bonded Debt Outstanding Last Ten Years

Year	1999	2000	2001	2002
Population ⁽¹⁾	5,348	5,286	5,083	5,120
Assessed Value ⁽²⁾	284,136,790	308,231,710	317,196,790	330,810,840
General Bonded Debt ⁽³⁾				
General Obligation Bonds	15,598,685	15,351,279	15,050,116	14,746,122
Resources Available to Pay Principal ⁽⁴⁾	134,403	184,671	163,310	224,224
Net General Bonded Debt	15,464,282	15,166,608	14,886,806	14,521,898
Ratio of Net Bonded Debt to Estimated Actual Value	5.44%	4.92%	4.69%	4.39%
Net Bonded Debt per Capita	2,891.60	2,869.20	2,928.74	2,836.31

Source:

- (1) U.S. Bureau of Census of Population - previous calendar year
- (2) Licking County Auditor
- (3) Includes all general obligation bonded debt supported by property taxes.
- (4) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

Lakewood Local School District

2003	2004	2005	2006	2007	2008
5,136	5,167	5,169	5,083	5,202	5,192
354,939,050	353,542,130	368,953,480	418,557,630	398,573,130	399,541,638
14,435,360	14,119,055	13,803,616	13,525,751	13,156,289	12,736,531
230,808	231,046	278,152	401,241	458,592	509,837
14,204,552	13,888,009	13,525,464	13,124,510	12,697,697	12,226,694
4.00%	3.93%	3.67%	3.14%	3.19%	3.06%
2,765.68	2,687.83	2,616.65	2,582.04	2,440.93	2,354.91



Lakewood Local School District

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
June 30, 2008*

<u>Jurisdiction</u>	<u>Gross Debt Outstanding</u>	<u>Percentage Applicable to Lakewood Local School District (1)</u>	<u>Amount Applicable to Lakewood Local School District</u>
Direct:			
Lakewood Local School District	\$12,736,531	100.00%	\$12,736,531
Overlapping:			
Licking County	16,452,549	10.74%	1,767,004
Village of Hebron	1,085,000	100.00%	1,085,000
Licking County Career Center -JVS	29,715,000	10.44%	3,102,246
		Subtotal	<u>5,954,250</u>
		Total	<u><u>\$18,690,781</u></u>

Source: Ohio Municipal Advisory Council, June 2008

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

Lakewood Local School District

*Debt Limitations
Last Ten Years*

Collection Year	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Net Assessed Valuation	\$284,136,790	\$308,231,710	\$317,196,790	\$330,810,840
Legal Debt Limitation (%) (1)	9.00%	9.00%	9.00%	9.00%
Legal Debt Limitation (\$) (1)	25,572,311	27,740,854	28,547,711	29,772,976
Applicable District Debt Outstanding	15,598,685	15,351,279	15,050,116	14,746,122
Less: Applicable Debt Service Fund Amounts (2)	<u>(134,403)</u>	<u>(184,671)</u>	<u>(163,310)</u>	<u>(224,224)</u>
Net Indebtedness Subject to Limitation	<u>15,464,282</u>	<u>15,166,608</u>	<u>14,886,806</u>	<u>14,521,898</u>
Overall Legal Debt Margin	<u><u>\$10,108,029</u></u>	<u><u>\$12,574,246</u></u>	<u><u>\$13,660,905</u></u>	<u><u>\$15,251,078</u></u>
Legal Debt Limitation (%) (1)	0.10%	0.10%	0.10%	0.10%
Legal Debt Limitation (\$) (1)	284,137	308,232	317,197	330,811
Applicable District Debt Outstanding	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Legal Debt Margin	<u><u>\$284,137</u></u>	<u><u>\$308,232</u></u>	<u><u>\$317,197</u></u>	<u><u>\$330,811</u></u>
Legal Debt Limitation (%) (1)	0.90%	0.90%	0.90%	0.90%
Legal Debt Limitation (\$) (1)	2,557,231	2,774,085	2,854,771	2,977,298
Applicable District Debt Outstanding	<u>(670,000)</u>	<u>(510,000)</u>	<u>(345,000)</u>	<u>(165,000)</u>
Unvoted Energy Conservation Loans Legal Debt Margin	<u><u>\$1,887,231</u></u>	<u><u>\$2,264,085</u></u>	<u><u>\$2,509,771</u></u>	<u><u>\$2,812,298</u></u>

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

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

Lakewood Local School District

2003	2004	2005	2006	2007	2008
\$354,939,050	\$353,542,130	\$368,953,480	\$418,557,630	\$398,573,130	\$399,541,638
9.00%	9.00%	9.00%	9.00%	9.00%	9.00%
31,944,515	31,818,792	33,205,813	37,670,187	35,871,582	35,958,747
14,435,360	14,119,055	13,803,616	13,525,751	13,156,289	12,736,531
(230,808)	(231,046)	(278,152)	(401,241)	(458,592)	(509,837)
14,204,552	13,888,009	13,525,464	13,124,510	12,697,697	12,226,694
<u>\$17,739,963</u>	<u>\$17,930,783</u>	<u>\$19,680,349</u>	<u>\$24,545,677</u>	<u>\$23,173,885</u>	<u>\$23,732,053</u>
0.10%	0.10%	0.10%	0.10%	0.10%	0.10%
354,939	353,542	368,953	418,558	398,573	399,542
0	0	0	0	0	0
<u>\$354,939</u>	<u>\$353,542</u>	<u>\$368,953</u>	<u>\$418,558</u>	<u>\$398,573</u>	<u>\$399,542</u>
0.90%	0.90%	0.90%	0.90%	0.90%	0.90%
3,194,451	3,181,879	3,320,581	3,767,019	3,587,158	3,595,875
(841,650)	(713,985)	(581,320)	(508,655)	(1,207,539)	(1,069,628)
<u>\$2,352,801</u>	<u>\$2,467,894</u>	<u>\$2,739,261</u>	<u>\$3,258,364</u>	<u>\$2,379,619</u>	<u>\$2,526,247</u>

Lakewood Local School District

Demographic and Economic Statistics Last Ten Years

Calendar Year	1998	1999	2000	2001
Population (1)				
Village of Buckeye Lake and Village of Hebron	5,348	5,286	5,083	5,120
Licking County	141,393	143,697	145,491	147,397
Income (2) (a)				
Total Personal (in thousands)	132,994	135,047	136,326	139,622
Per Capita	24,868	25,548	26,820	27,270
Unemployment Rate (3)				
Federal	4.5%	4.2%	3.8%	4.8%
State	4.3%	4.3%	3.7%	4.3%
Licking County	3.8%	3.8%	3.6%	3.2%
Fiscal Year	1999	2000	2001	2002
School Enrollment (4)				
Grades K - 5	1,028	1,020	1,011	1,002
Grades 6 - 8	601	552	568	533
Grades 9 - 12	729	740	743	725
Non-Grade	18	27	16	18
Total	<u>2,376</u>	<u>2,339</u>	<u>2,338</u>	<u>2,278</u>

(1) US Bureau of Census of Population

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

(a) Per Capita Income is only available by County (2007 not available),

Total Personal Income is a calculation

(3) State Department of Labor Statistics

(4) District Treasurer's Office, October enrollment figure.

Lakewood Local School District

2002	2003	2004	2005	2006	2007
5,136	5,167	5,169	5,083	5,202	5,192
148,680	150,634	152,866	154,806	156,287	156,985
142,550	145,952	153,442	155,077	167,302	166,980
27,755	28,247	29,685	30,509	32,161	32,161
5.8%	6.0%	5.5%	5.0%	4.6%	4.6%
5.7%	6.1%	6.0%	5.9%	5.5%	5.6%
3.6%	6.0%	5.9%	5.8%	5.1%	5.2%
2003	2004	2005	2006	2007	2008
1,039	1,011	1,021	995	1,018	966
499	513	518	525	525	515
721	723	713	692	687	672
18	18	18	5	4	29
2,277	2,265	2,270	2,217	2,234	2,182



Lakewood Local School District

*Principal Employers
Current Year and Nine Years Ago*

Employer	Nature of Business	2008		
		Number of Employees	Rank	Percentage of Total Employment
THK	Linier Motion Devices	275	1	6.97%
Harry & David (Bear Creek)	Distributor	250	2	6.33%
Ecolab	Cleaning Supplies	150	3	3.80%
Ohio Metal Tech	Auto Parts	130	4	3.29%
Krogers	Grocery	105	5	2.66%
Renosol	Foam Auto Seats	96	6	2.43%
Sunfield	Steel Stamping	89	7	2.25%
Heritage Sportswear	Clothing Dept	85	8	2.15%
The Boler Co.	Truck Axles	82	9	2.08%
POMA Glass & Specialty (AFG)	Glass Finishing	72	10	1.82%
Total		<u>1,334</u>		
Total Employment within the District		<u>3,948</u>		

Employer	Nature of Business	1999		
		Number of Employees	Rank	Percentage of Total Employment
AFG Fabrication	Glass Finishing	243	1	10.20%
Bear Creek	Distributor	214	2	8.98%
Caine Corp	Fiberglass	204	3	8.56%
Ecolab	Cleaning Supplies	178	4	7.47%
Sunfield	Steel Stamping	149	5	6.25%
The Boler Co.	Truck Axles	137	6	5.75%
Heritage Sportswear	Clothing Dist.	128	7	5.37%
Ohio Metal Tech	Auto Parts	117	8	4.91%
THK	Linier Motion Devices	77	9	3.23%
Excel	Warehouse for Owens Corning	75	10	3.15%
Total		<u>1,522</u>		
Total Employment within the District		<u>2,383</u>		

Sources: Village of Hebron Administrative Offices

Lakewood Local School District

School District Employees by Type Last Nine Years

	2000	2001	2002	2003	2004
Supervisory					
Instructional Administrators	3	3	3	3	3
Noninstructional Administrators	2	3	3	3	3
Principals	5	5	5	5	5
Assistant Principals	3	4	3	3	3
Instruction					
Classroom Teachers					
Elementary	80	81	76	80	79
Middle	35	39	40	40	39
High	46	42	46	47	47
Student Services					
Guidance Counselors	4	4	4	4	4
Social Workers	0	1	1	1	1
Psychologists	0	1	1	1	1
Librarians	4	4	4	4	4
Other Professional Non-Instructional	0	0	0	0	0
Support Services					
Clerical/Secretaries	15	16	13	14	16
Aides/Safety Monitors	19	18	10	10	10
Food Service	23	24	21	19	21
Maintenance/Grounds	23	25	20	22	23
Transportation	31	32	30	28	34
<i>Total Employees</i>	<u>293</u>	<u>302</u>	<u>280</u>	<u>284</u>	<u>293</u>

Method: 1.00 for each full-time, 0.50 for each part-time and 0.25 for each seasonal employee

Note: Information was not available prior to 2000.

Source: District Treasurer's Office

Lakewood Local School District

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
3	3	4	3
3	3	3	3
5	5	5	5
3	3	2	2
69	67	67	68
45	44	44	43
47	49	49	51
4	4	4	4
1	1	2	2
1	1	1	1
4	4	4	4
0	0	1	2
15	15	14	14
10	16	15	17
21	19	20	17
23	23	22	19
34	34	30	31
<u>288</u>	<u>291</u>	<u>287</u>	<u>286</u>

Lakewood Local School District

Operating Indicators - Cost per Pupil Last Nine Years

Fiscal Year	2000	2001	2002	2003	2004
Enrollment (October Count)	2,339	2,338	2,278	2,277	2,265
Modified Accrual Basis					
Operating Expenditures	14,541,691	15,890,289	15,753,285	17,403,015	18,452,973
Cost per Pupil	6,217	6,797	6,915	7,643	8,147
Percentage of Change	N/A	9.3%	1.7%	10.5%	6.6%
Accrual Basis (1)					
Expenses	N/A	N/A	\$15,801,745	\$17,712,301	\$18,484,604
Cost per Pupil	N/A	N/A	6,937	7,779	8,161
Percentage of Change	N/A	N/A	N/A	12.1%	4.9%
Teaching Staff	169	170	170	175	173
Pupil to Teacher Ratio (2)					
Lakewood	15.9	16.5	14.9	14.8	15.7
State Average	18.1	18.0	16.9	16.9	18.5

Note: Information was not available prior to 2000.

Source: District Treasurer's Office

(1) Expenses exclude interest and fiscal charges

(2) Provided by Ohio Department of Education

Lakewood Local School District

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
2,270	2,217	2,234	2,182
19,035,724	19,565,769	21,105,688	21,557,087
8,386	8,825	9,447	9,880
2.9%	5.2%	7.0%	4.6%
\$18,348,210	\$18,969,499	\$19,753,451	\$20,420,227
8,083	8,556	8,842	9,358
(1.0%)	5.9%	3.3%	5.8%
169	168	168	162
15.7	15.3	17.0	15.9
18.5	18.6	19.6	18.6

Lakewood Local School District

Operating Indicators by Function Last Six Years

	2003	2004	2005	2006
Governmental Activities				
Pupils				
Enrollment	2,277	2,265	2,270	2,217
Graduates	156	149	160	158
Percent of Students with Disabilities	13.0%	12.7%	13.1%	14.3%
Percent of Students with English as Second Language	0%	0%	0%	0%
Board of Education				
Regularly scheduled board meeting per year	12	12	12	12
Administration				
School Attendance Rate	94.4%	94.4%	94.1%	94.6%
Fiscal Services				
Purchase Orders Processed	2,900	2,622	2,208	2,217
Checks Issued (non payroll)	2,772	2,731	2,557	2,899
Operation and Maintenance of Plant				
District Square Footage Maintained	357,393	357,393	357,393	357,393
District Square Acreage Maintained	114	114	114	114
Pupil Transportation				
Average Daily Students Transported	1,167	1,581	1,966	1,727
Average Daily Bus Fleet Miles	1,647	2,483	2,446	2,722
Number of Buses	31	29	29	30
Extracurricular Activities				
High School Varsity Teams	16	16	16	16
Business-Type Activities				
Food Service				
Student Lunches Served Annually	188,040	205,185	210,782	222,440
Free/Reduced Student Lunches Served Annually	72,559	85,916	84,450	100,377

Note: Indicators by Function are not available prior to 2003.

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

Lakewood Local School District

<u>2007</u>	<u>2008</u>
2,234	2,182
160	145
14.0%	14.6%
0%	0%
12	12
94.6%	94.6%
2,012	1,734
2,833	2,645
357,393	357,393
114	114
1,754	1,760
2,299	2,156
32	30
16	16
223,445	232,741
104,025	107,176

Lakewood Local School District

*Operating Indicators - Teacher Base Salaries
Last Nine Years*

Fiscal Year	2000	2001	2002	2003	2004
Minimum Salary	23,645	23,645	25,300	26,312	27,233
Maximum Salary	47,881	47,881	51,233	55,781	57,734
District Average Salary	35,632	37,042	37,133	40,345	42,455
County Average Salary	38,285	39,529	41,058	42,473	44,590
State Average Salary	41,713	42,892	44,266	45,515	47,495

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

*Operating Indicators - Teacher by Education
Last Nine Years*

Fiscal Year	2000	2001	2002	2003	2004
Bachelor's Degree	28	30	21	24	22
Bachelor + 15	72	69	69	66	56
Master's Degree	69	71	80	66	74
Master's Degree + 15	0	0	0	19	21
Total	169	170	170	175	173

Source: District Treasurer's Office

Lakewood Local School District

2005	2006	2007	2008
27,914	28,961	29,830	30,606
59,177	61,542	63,389	65,038
42,782	49,866	47,691	49,038
45,638	46,289	47,110	46,999
49,438	50,772	53,536	53,410

2005	2006	2007	2008
20	14	14	19
52	53	49	44
64	64	58	56
33	37	47	43
169	168	168	162

Lakewood Local School District

Capital Asset Statistics by Building Last Eight Years

	2001	2002	2003	2004	2005
Secondary					
Lakewood Local High School					
Square Footage	150,848	150,848	150,848	150,848	150,848
Capacity (students)	1,000	1,000	1,000	1,000	1,000
Enrollment	743	725	720	723	713
Middle					
Lakewood Local Middle School					
Square Footage	60,700	60,700	60,700	60,700	60,700
Capacity (students)	720	720	720	720	720
Enrollment	568	533	497	513	518
Intermediate					
Jackson Intermediate School (1)					
Square Footage	50,238	50,238	50,238	50,238	50,238
Capacity (students)	525	525	525	525	525
Enrollment	328	340	348	334	334
Elementary					
Lakewood Local Jackson Elementary School					
Square Footage	24,869	24,869	24,869	24,869	24,869
Capacity (students)	450	450	450	450	450
Enrollment	274	263	282	302	302
Lakewood Local Hebron Elementary School					
Square Footage	58,138	58,138	58,138	58,138	58,138
Capacity (students)	675	675	675	675	675
Enrollment	409	396	403	375	385
All Other					
Central Administration Building					
Square Footage	3,696	3,696	3,696	3,696	3,696
Transportation/Maintenance/Food Service Building					
Square Footage	8,904	8,904	8,904	8,904	8,904

Note: District opened a new high school and was realigned in 2001.

(1) District realigned in 2008: Hebron Elementary (K-2), Jackson Intermediate (3-5),
Middle School (6-8), High School (9-12)

Source: District Treasurer's Office

Lakewood Local School District

2006	2007	2008
150,848	150,848	150,848
1,000	1,000	1,000
697	691	674
60,700	60,700	60,700
720	720	720
524	525	515
50,238	50,238	75,107
525	525	975
317	336	508
24,869	24,869	N/A
450	450	N/A
290	304	N/A
58,138	58,138	58,138
675	675	675
388	378	485
3,696	3,696	3,696
8,904	8,904	8,904

Lakewood Local School District

Educational and Operating Statistics Last Ten Years

	1999	2000	2001	2002
Cost per Student (ODE) (1)				
Lakewood	5,758	6,451	6,330	6,683
Ohio (Average)	6,642	7,057	7,591	8,073
Attendance Rate				
Lakewood	93.30%	93.80%	93.80%	94.60%
Ohio (Average)	94.20%	97.20%	93.90%	94.30%
Graduation Rate				
Lakewood	86.50%	89.10%	87.70%	85.20%
Ohio (Average) (2)	81.40%	80.70%	81.20%	82.80%

Source:

District's Student Records and Ohio Department of Education

(1) ODE calculation is not based on GAAP financial reports.

2008 reflects 2007 costs as current data was not available.

(2) ODE reports the previous year's graduation rate in their current year State Report Card.

Lakewood Local School District

2003	2004	2005	2006	2007	2008
7,507	7,594	7,865	8,202	8,548	8,548
8,441	8,768	9,048	9,356	9,586	9,586
94.40%	94.40%	94.10%	94.60%	94.60%	94.60%
94.50%	94.50%	94.30%	94.10%	94.10%	94.20%
91.50%	92.90%	96.30%	87.60%	94.70%	91.20%
83.90%	84.30%	85.90%	86.20%	86.10%	86.90%





Mary Taylor, CPA
Auditor of State

LAKWOOD LOCAL SCHOOL DISTRICT

LICKING COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
DECEMBER 16, 2008