

LAKWOOD LOCAL SCHOOL DISTRICT
LICKING COUNTY
SINGLE AUDIT
JULY 1, 2008 - JUNE 30, 2009



Mary Taylor, CPA
Auditor of State

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

We have reviewed the *Independent Auditors' Report* of the Lakewood Local School District, Licking County, prepared by Wilson, Shannon & Snow, Inc., for the audit period July 1, 2008 through June 30, 2009. 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

November 20, 2009

This Page is Intentionally Left Blank.

**LAKWOOD LOCAL SCHOOL DISTRICT
LICKING COUNTY**

TABLE OF CONTENTS

SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES	1
NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES	2
REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i>	3
REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO ITS MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH <i>OMB CIRCULAR A-133</i> AND THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES	5
SCHEDULE OF FINDINGS – <i>OMB CIRCULAR A-133</i> §.505	7
INDEPENDENT AUDITORS’ REPORT ON APPLYING AGREED-UPON PROCEDURES FOR THE ANTI-HARASSMENT POLICY	9

This Page is Intentionally Left Blank.

**LAKEWOOD LOCAL SCHOOL DISTRICT
LICKING COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
U.S. DEPARTMENT OF AGRICULTURE					
<i>Passed Through Ohio Department of Education</i>					
School Breakfast Program	10.553	\$ 199,455	\$ -	\$ 199,455	\$ -
National School Lunch Program	10.555	299,388	92,595	299,388	92,595
Total U.S. Department of Agriculture		498,843	92,595	498,843	92,595
U.S. DEPARTMENT OF EDUCATION					
<i>Passed Through Ohio Department of Education</i>					
Title I Grants to Local Educational Agencies	84.010	289,219	-	273,233	-
Special Education Grants to States	84.027	377,490	-	357,628	-
Safe and Drug Free Schools and Communities State Grants	84.186	5,946	-	6,898	-
State Grants for Innovative Programs	84.298	1,633	-	1,633	-
Special Education State Personnel Development	84.323	-	-	12,231	-
Education Technology State Grants	84.318	4,998	-	5,730	-
Improving Teacher Quality State Grants	84.367	111,082	-	115,231	-
Total U.S. Department of Education		790,368	-	772,584	-
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES					
<i>Passed Through Ohio Department of Developmental Disabilities</i>					
Medical Assistance Program	93.778	34,258	-	-	-
Total U.S. Department of Health and Human Services		34,258	-	-	-
U.S. DEPARTMENT OF HOMELAND SECURITY					
<i>Passed Through Ohio Department of Public Safety</i>					
Disaster Grants - Public Assistance					
Small Project Grant	97.036	2,432	-	2,432	-
Total U.S. Department of Homeland Security		2,432	-	2,432	-
Total Federal Awards		\$ 1,325,901	\$ 92,595	\$ 1,273,859	\$ 92,595

The accompanying notes are an integral part of this schedule.

**LAKEWOOD LOCAL SCHOOL DISTRICT
LICKING COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Federal Awards Receipts and Expenditures (the Schedule) is a summary of the activity of the District's federal award programs. The Schedule has been prepared on the cash basis of accounting.

NOTE B - CHILD NUTRITION CLUSTER

Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first.

NOTE C – FOOD DONATION PROGRAM

Program regulations do not require the District to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture. This non-monetary assistance (expenditures) is reported in the Schedule at the fair value of the commodities received.

NOTE D – MEDICAL ASSISTANCE PROGRAM

The District received \$34,258 during fiscal year 2009 associated with the Medicaid Community Alternative Funding System (CAFS), CFDA 93.778. This program ended effective June 30, 2005 and any monies received by the District are attributed to residual payments for services rendered prior to June 30, 2005. Therefore, only CAFS monies received by the District are included on the Schedule of Federal Awards Receipts and Expenditures.



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, its discretely presented component unit, each major fund, and the aggregate remaining fund information of the Lakewood Local School District, Licking County, Ohio (the District) as of and for the fiscal year ended June 30, 2009, and have issued our report thereon dated October 22, 2009. 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*.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the 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 to opine on the effectiveness of the District's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the 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 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 District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the District's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies, resulting in more than a remote likelihood that the District's internal control will not prevent or detect a material financial statement misstatement.

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 internal control deficiencies 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.

Wilson, Shannon & Snow, Inc.

CERTIFIED PUBLIC ACCOUNTANTS
Ten West Locust Street
Newark, Ohio 43055
(740) 345-6611
1-800-523-6611
FAX (740) 345-5635

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested 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*.

We intend this report solely for the information and use of management, Board of Education, the Auditor of State, federal awarding agencies and pass-through entities, and other members of the District. We intend it for no one other than these specified parties.

Wilson, Shannon & Snow, Inc.

Newark, Ohio
October 22, 2009



**Report on Compliance with Requirements Applicable to Its Major Program and on
Internal Control over Compliance in Accordance with OMB Circular A-133
and the Schedule of Federal Awards Receipts and Expenditures**

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, Licking County, Ohio, (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that apply to its major federal program for the fiscal year ended June 30, 2009. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal program. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

The District's basic financial statements include the operations of the Lakewood Digital Academy, a discretely presented component unit. Because this component unit is legally separate from the District which this report addresses, and because this component unit expended less than \$500,000 of federal awards for the fiscal year ended June 30, 2009, the component unit was not subject to OMB Circular A-133 audit requirements.

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, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the Lakewood Local School District, Licking County, complied, in all material respects, with the requirements referred to above that apply to its major federal program for the fiscal year ended June 30, 2009.

Internal Control over Compliance

The District's management 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 District's internal control over compliance with requirements that could directly and materially affect 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 District's internal control over compliance.

Wilson, Shannon & Snow, Inc.

CERTIFIED PUBLIC ACCOUNTANTS
Ten West Locust Street
Newark, Ohio 43055
(740) 345-6611
1-800-523-6611
FAX (740) 345-5635

A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when 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 the entity's ability to administer a federal program such that there is more than a remote likelihood that the entity's internal control will not prevent or detect more-than-inconsequential noncompliance with a federal program compliance requirement.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that the District's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

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.

Schedule of Federal Awards Receipts and Expenditures

We have also audited the financial statements of the governmental activities, the business-type activities, its discretely presented component units, each major fund, and the aggregate remaining fund information of the Lakewood Local School District, Licking County, (the District) as of and for the fiscal year ended June 30, 2009, and have issued our report dated October 22, 2009. Our audit was performed to form opinions on the financial statements that collectively comprise the District's financial statements. The accompanying Schedule of Federal Awards Receipts and Expenditures provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

We intend this report solely for the information and use of management, Board of Education, the Auditor of State, federal awarding agencies and pass-through entities, and other members of the District. It is not intended for anyone other than these specified parties.

Wilson, Shuman & Snow, Inc.

Newark, Ohio
October 22, 2009

**LAKWOOD LOCAL SCHOOL DISTRICT
LICKING COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A-133 §.505**

JUNE 30, 2009

1. SUMMARY OF AUDITOR'S RESULTS
--

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other significant deficiencies reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for its major federal program?	No
<i>(d)(1)(iv)</i>	Were there any other significant deficiencies in its internal control for its major federal program?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Program (list):	Special Education Grants to States \ CFDA #84.027
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

**LAKWOOD LOCAL SCHOOL DISTRICT
LICKING COUNTY**

**SCHEDULE OF FINDINGS
*OMB CIRCULAR A-133 §.505***

JUNE 30, 2009

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

None.

3. FINDINGS FOR FEDERAL AWARDS

None.



Independent Auditors' Report on Applying Agreed-Upon Procedures

Lakewood Local School District
Licking County
525 East Main Street, P.O. Box 70
Hebron, Ohio 43025

To the Board of Education:

Ohio Revised Code Section 117.53 states “the auditor of state shall identify whether the school district or community school has adopted an anti-harassment policy in accordance with Section 3313.666 of the Revised Code. This determination shall be recorded in the audit report. The auditor of state shall not prescribe the content or operation of any anti-harassment policy adopted by a school district or community school”.

Accordingly, we have performed the procedures enumerated below, which were agreed to by the Board, solely to assist the Board in evaluating whether the Lakewood Local School District (the District) has adopted an anti-harassment policy in accordance with Ohio Revised Code Section 3313.666. Management is responsible for complying with this requirement. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the Board. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

1. We noted the Board adopted an anti-harassment policy at its meeting on December 10, 2007.
2. We read the policy, noting it included the following requirements from Ohio Revised Code Section 3313.666(B):
 - (1) A statement prohibiting harassment, intimidation, or bullying of any student on school property or at school-sponsored events;
 - (2) A definition of harassment, intimidation, or bullying that includes the definition in division (A) of Ohio Revised Code Section 3313.666;
 - (3) A procedure for reporting prohibited incidents;
 - (4) A requirement that school personnel report prohibited incidents of which they are aware to the school principal or other administrator designated by the principal;
 - (5) A requirement that parents or guardians of any student involved in a prohibited incident be notified and, to the extent permitted by Section 3319.321 of the Revised Code and the “Family Educational Rights and Privacy Act of 1974”, 88 Stat. 571, 20 U.S.C. 1232q, as amended, have access to any written reports pertaining to the prohibited incident;
 - (6) A procedure for documenting any prohibited incident that is report;
 - (7) A procedure for responding to and investigating any reported incident;

Wilson, Shannon & Snow, Inc.

CERTIFIED PUBLIC ACCOUNTANTS
Ten West Locust Street
Newark, Ohio 43055
(740) 345-6611
1-800-523-6611
FAX (740) 345-5635

- (8) A strategy for protecting a victim from additional harassment, intimidation, or bullying, and from retaliation following a report;
- (9) A disciplinary procedure for any student guilty of harassment, intimidation, or bullying, which shall not infringe on any student's rights under the first amendment of the Constitution of the United States;
- (10) A requirement that the district administration semiannually provide the president of the district board a written summary of all reported incidents and post the summary on its website, if the district has a website, to the extent permitted by Section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974", 88 Stat. 571, 20 U.S.C. 1232q, as amended.

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the anti-harassment policy. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board and is not intended to be and should not be used by anyone other than this specified party.

Wilson, Sherman & Sons, Inc.

Newark, Ohio
October 22, 2009

LAKWOOD LOCAL SCHOOL DISTRICT



**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED
June 30, 2009**



LAKWOOD LOCAL SCHOOL DISTRICT

HEBRON, OHIO

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**FOR THE FISCAL YEAR ENDED
June 30, 2009**

Prepared by:

**Ms. Glenna Plaisted
Treasurer/CFO**



LAKWOOD LOCAL SCHOOL DISTRICT

TABLE OF CONTENTS

I INTRODUCTORY SECTION

A Letter of Transmittalv
B Members of the Board of Education and Administration xii
C School District Organizational Chart..... xiii
D Certificate of Achievement (GFOA)xiv

II FINANCIAL SECTION

A Independent Auditor’s Report.....1
B Management’s Discussion and Analysis3
C Basic Financial Statements:
 Government-wide Financial Statements:
 Statement of Net Assets 13
 Statement of Activities 14
 Fund Financial Statements:
 Governmental Funds:
 Balance Sheet 16
 Reconciliation of Total Governmental Fund Balances to Net Assets of
 Governmental Activities 17
 Statement of Revenues, Expenditures and Changes in Fund Balances 18
 Reconciliation of the Statement of Revenues, Expenditures and Changes
 in Fund Balances of Governmental Funds to the Statement of
 Activities 19
 Statement of Revenues, Expenditures and Changes in Fund Balance –
 Budget and Actual (Non-GAAP Budgetary Basis):
 General Fund 20
 Proprietary Fund:
 Statement of Net Assets 21
 Statement of Revenues, Expenses and Changes in Fund Net Assets 22
 Statement of Cash Flows 23
 Fiduciary Funds:
 Statement of Net Assets 24
 Statement of Changes in Net Assets 25
 Notes to the Basic Financial Statements 26

LAKWOOD LOCAL SCHOOL DISTRICT

D Combining and Individual Fund Statements and Schedules:

Nonmajor Governmental Funds Statements:

Combining Balance Sheet – Nonmajor Governmental Funds.....	60
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds.....	62

Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget
and Actual (Non-GAAP Budgetary Basis):

Major Governmental Funds:

<i>General Fund</i>	66
---------------------------	----

Debt Service Fund:

Bond Retirement Fund.....	71
---------------------------	----

Nonmajor Governmental Funds:

Special Revenue Funds:

Public School Support Fund	72
Other Grant Fund	73
Student Activity Fund	74
Management Information System Fund.....	75
Data Communications Fund.....	76
SchoolNet Professional Development Fund	77
Poverty Aid Fund	78
Miscellaneous State Grants Fund.....	79
Special Education Part B-IDEA Fund.....	80
Title I Fund	81
Title V Fund	82
Drug Free School Grant Fund.....	83
Title II-A Fund	84
Miscellaneous Federal Grants Fund.....	85

Capital Projects Fund:

SchoolNet Plus Fund.....	86
--------------------------	----

LAKWOOD LOCAL SCHOOL DISTRICT

E Fiduciary Fund – Agency Fund:
 Statement of Changes in Assets and Liabilities.....89

F Capital Assets Used in the Operation of Governmental Funds:
 Schedule by Source91
 Schedule by Function and Activity.....92
 Schedule of Changes by Function and Activity94

III

STATISTICAL SECTION

Net Assets by Component - Last Eight Years S 2
Changes in Net Assets - Last Eight Years..... S 4
Fund Balances, Governmental Funds - Last Ten Years S 8
Changes in Fund Balances, Governmental Funds - Last Ten Years S 10
Assessed Valuations and Estimated True Values of Taxable Property - Last Ten
Calendar Years S 14
Property Tax Rates of Direct and Overlapping Governments - Last Ten
Calendar Years S 16
Principal Taxpayers - Tangible Personal Property Tax - Current Year and Six
Years Ago..... S 18
Principal Taxpayers - Real Estate Tax - Current Year and Six Years Ago..... S 19
Principal Taxpayers - Public Utilities Property Tax - Current Year and Six
Years Ago S 21
Property Tax Levies and Collections - Last Ten Years..... S 22
Ratio of Outstanding Debt By Type - Last Ten Years S 24
Ratios of General Bonded Debt Outstanding - Last Ten Years S 26
Computation of Direct and Overlapping Debt Attributable to Governmental
Activities - Current Year S 29
Debt Limitations - Last Ten Years S 30
Demographic and Economic Statistics - Last Ten Years S 32
Principal Employers - Current Year and Seven Years Ago S 35
School District Employees by Type - Last Ten Years S 36
Operating Indicators - Cost per Pupil - Last Ten Years S 38
Operating Indicators by Function - Last Seven Years..... S 40
Operating Indicators - Teacher Base Salaries - Last Ten Years..... S 42
Capital Asset Statistics by Building - Last Nine Years..... S 44
Educational and Operating Statistics - Last Ten Years S 46

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 22, 2009

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, 2009 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 2,163 students.

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2009

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. The science curriculum was reviewed during the 2008-2009 school year. New student textbooks and materials were purchased and will be implemented for this subject area for the 2009-2010 school year.

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, 2009

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 was 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. For the 2009-2010 school year, two (2) additional advanced high school classes will be offered: Calculus AB and Chemistry.

SPECIAL EDUCATION

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

Program options and related services for students on Individualized Educational Plans are structured to provide a continuum of services based on individual needs. These options 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, 2009***

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 for the 2nd consecutive year on the 2008-2009 State of Ohio Report Card. 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: Harry & David, THK, Ecolab, Ohio Metal Technologies and Kroger.

The District passed a five year renewal emergency levy on March 4, 2008. The total amount of revenue from this emergency operating levy is \$2,058,646 per year. The current revenue, along with the District's cash balance, will provide the District with necessary funds to meet its operating expenses through fiscal year 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, 2009

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

The five-year forecast of the General Fund operations for the next five years demonstrates that the District’s fiscal year 2010 ending cash balance is projected to be approximately \$3 million. Negative cash balances are projected beginning in fiscal year 2011. The projected declining General Fund cash balance is a reflection of the challenge of Ohio school district financing. The District has been flat-funded (no increase in state funding) since 2005. In addition, there is no permanent reimbursement plan to replace tangible personal property tax revenues eliminated through House Bill 66 passed in June 2005. Legislation was passed in June 2009 in House Bill 1 which extended replacement revenues for the hold harmless period by two years. The State now provides for replacement revenue to hold Districts “harmless” at 2005 levels through fiscal year 2013. Beginning in fiscal year 2014 the replacement revenue will be incrementally reduced until it is eliminated in fiscal year 2018. This could mean a loss of approximately \$4 million dollars annually to Lakewood Local School District. In addition the state also has a new biennial budget (House Bill 1) that has a provision for a new school funding model known as the Evidence Based Funding Model (EBM). The new funding model will affect how Lakewood Local School District is funded by the state. The components of the model will be phased-in over several biennia with very little increase over the next couple of years. This will result in a need for additional local taxes to be approved. The District has a new five year emergency levy for \$3,198,530 (8.9 mills) that will be on the November 3, 2009 ballot.

RECENT SIGNIFICANT ACCOMPLISHMENTS

Financial

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

The District received the Auditors of State’s Award “Making Your Tax Dollars Count”, for the second consecutive year. This award is presented to fewer than five percent of all Ohio government agencies. It recognizes the Lakewood Local School District officials for properly accounting for the tax dollars they spend. The criteria that must be met to receive this award include: completion of a Comprehensive Annual Financial Report (CAFR); there must be no findings for issues present in the audit report; and there must be no other financial concerns involving the entity.

Community

The 2008-2009 edition of the Lakewood Lady Lancers Softball Team for the second consecutive year captured the State title in Division III. They are 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 Lakewood Digital Academy is an on-line 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 provided the on-line curriculum for the Academy.

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2009

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 2009 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.

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 controls are subject to periodic evaluation and audit by the Treasurer, Management Team and staff of the District.

As part of the District's single audit, tests are made to determine the adequacy of the internal controls, including that portion relating to federal financial assistance programs, as well as to verify that the District has complied with applicable laws and regulations. The results of the District's single audit for the fiscal year ended June 30, 2009, 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

LAKEWOOD LOCAL SCHOOL DISTRICT

Letter of Transmittal

For the Fiscal Year Ended June 30, 2009

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.

INDEPENDENT AUDIT – This report includes an unqualified audit report regarding the District’s financial statements. The audit was conducted by Wilson, Shannon & Snow, 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, 2008. This was the sixth 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.

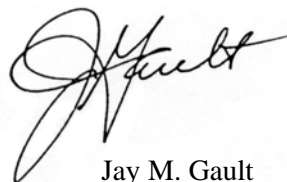
ACKNOWLEDGMENTS – The preparation of the Comprehensive Annual Financial Report was made possible with the support and efforts of the staff in the Treasurer’s Office and many other dedicated employees of the District. We also would like to recognize Donald J. Schonhardt & Associates, Inc. for their assistance 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, 2009***

Members of the Board of Education

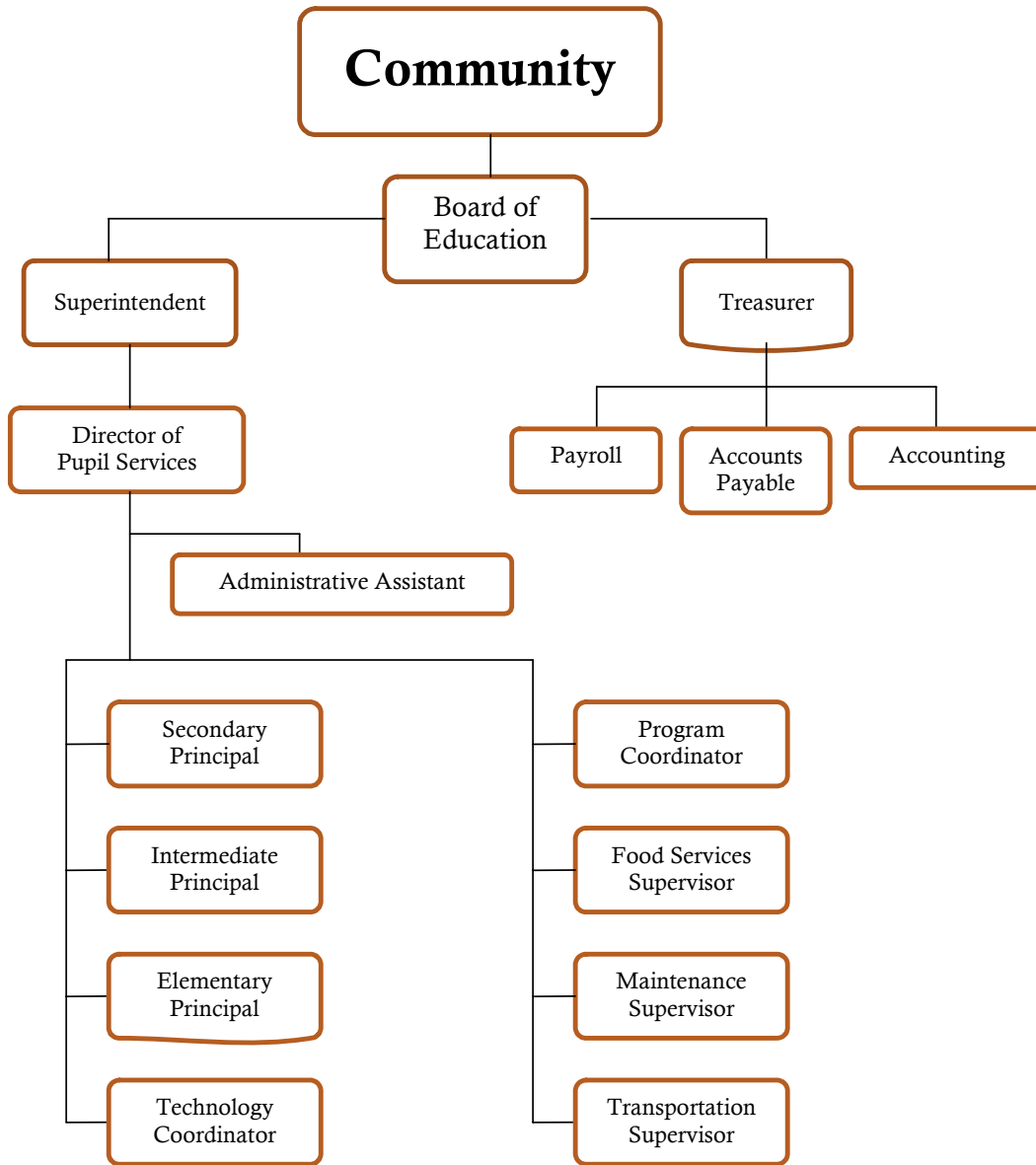
	<u>Began Service as A Board Member</u>	<u>Present Term Expires</u>
Joe Bowman, President	January 1, 2006	December 31, 2009
Judy White, Vice President	January 1, 2006	December 31, 2009
Forrest Cooperrider	January 1, 2004	December 31, 2011
Rob Large	January 1, 2008	December 31, 2011
Trisha Good	January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



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, 2008

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.



A handwritten signature in black ink, appearing to read "M. L. R. M.", positioned above the title "President".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emmer", positioned above the title "Executive Director".

Executive Director

FINANCIAL SECTION





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

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying financial statements of the governmental activities, the business-type activities, its discretely presented component unit, each major fund, and the aggregate remaining fund information of the Lakewood Local School District, Licking County, Ohio (the District) as of and for the fiscal year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the 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 reasonably assure 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 significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe 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, its discretely presented component unit, each major fund, and the aggregate remaining fund information of the Lakewood Local School District, Licking County, Ohio as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the fiscal 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 22, 2009, on our consideration of the 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. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

Wilson, Shannon & Snow, Inc.

CERTIFIED PUBLIC ACCOUNTANTS

Ten West Locust Street

Newark, Ohio 43055

(740) 345-6611

1-800-523-6611

FAX (740) 345-5635

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Wilson, Shuman & Snow, Inc.

Newark, Ohio
October 22, 2009

LAKWOOD LOCAL SCHOOL DISTRICT

Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2009

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, 2009. 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 2009 are as follows:

- ❑ In total, net assets decreased \$118,943. Net assets of governmental activities decreased \$157,760, which represents a 1.9% decrease from 2008. Net assets of business-type activities increased \$38,817 or 100.3% from 2008.
- ❑ General revenues accounted for \$19,516,922 in revenue or 88.2% of all revenues. Program specific revenues in the form of charges for services and sales and grants and contributions accounted for \$2,604,148 or 11.8% of total revenues of \$22,121,070.
- ❑ The District had \$21,328,099 in expenses related to governmental activities; only \$1,653,417 of these expenses were offset by program specific charges for services and sales, operating grants and contributions.
- ❑ Among major funds, the general fund had \$18,921,802 in revenues and \$18,865,768 in expenditures. During fiscal year 2009, the general fund's fund balance increased from \$4,920,207 to \$4,978,215.

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, 2009***

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.

LAKWOOD LOCAL SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009**

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 Net Assets and Changes in 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 2009 compared to 2008:

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Current and other assets	\$18,251,165	\$18,258,797	\$93,000	\$56,317	\$18,344,165	\$18,315,114
Capital assets, Net	15,634,806	16,330,573	77,306	78,894	15,712,112	16,409,467
Total assets	<u>33,885,971</u>	<u>34,589,370</u>	<u>170,306</u>	<u>135,211</u>	<u>34,056,277</u>	<u>34,724,581</u>
Long-term debt outstanding	14,239,841	14,775,534	15,117	15,182	14,254,958	14,790,716
Other liabilities	11,567,854	11,577,800	77,671	81,328	11,645,525	11,659,128
Total liabilities	<u>25,807,695</u>	<u>26,353,334</u>	<u>92,788</u>	<u>96,510</u>	<u>25,900,483</u>	<u>26,449,844</u>
Net assets						
Invested in capital assets, net of related debt	2,920,072	2,999,249	77,306	78,894	2,997,378	3,078,143
Restricted	815,539	676,198	0	0	815,539	676,198
Unrestricted	4,342,665	4,560,589	212	(40,193)	4,342,877	4,520,396
Total net assets	<u>\$8,078,276</u>	<u>\$8,236,036</u>	<u>\$77,518</u>	<u>\$38,701</u>	<u>\$8,155,794</u>	<u>\$8,274,737</u>

At year-end for governmental activities, capital assets represented 46% of total assets. Capital assets include land, land improvements, buildings and improvements, furniture, fixtures, equipment, and vehicles. Capital assets, net of related debt to acquire the assets at June 30, 2009 was \$2,920,072. 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, \$815,539, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net assets of \$4,342,665 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, 2009**

Unaudited

Changes in Net Assets – The following table shows the changes in net assets for fiscal years 2009 and 2008:

	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues						
Program Revenues:						
Charges for Services and Sales	\$720,231	\$738,396	\$345,558	\$369,761	\$1,065,789	\$1,108,157
Operating Grants and Contributions	933,186	1,095,397	605,173	552,380	1,538,359	1,647,777
Capital Grants and Contributions	0	13,366	0	1,392	0	14,758
Total Program Revenues	<u>1,653,417</u>	<u>1,847,159</u>	<u>950,731</u>	<u>923,533</u>	<u>2,604,148</u>	<u>2,770,692</u>
General Revenues:						
Property Taxes	10,759,677	11,248,602	0	0	10,759,677	11,248,602
Grants and Entitlements	8,487,771	7,692,375	0	0	8,487,771	7,692,375
Other	269,474	506,359	0	0	269,474	506,359
Total General Revenues	<u>19,516,922</u>	<u>19,447,336</u>	<u>0</u>	<u>0</u>	<u>19,516,922</u>	<u>19,447,336</u>
Total Revenues	<u>21,170,339</u>	<u>21,294,495</u>	<u>950,731</u>	<u>923,533</u>	<u>22,121,070</u>	<u>22,218,028</u>
Program Expenses						
Instruction	12,633,476	12,302,597	0	0	12,633,476	12,302,597
Support Services:						
Pupils	1,336,465	1,328,800	0	0	1,336,465	1,328,800
Instructional Staff	410,672	479,753	0	0	410,672	479,753
Board of Education	50,581	52,022	0	0	50,581	52,022
Administration	1,698,850	1,609,024	0	0	1,698,850	1,609,024
Fiscal Services	629,272	639,771	0	0	629,272	639,771
Business	17,638	15,857	0	0	17,638	15,857
Operation and Maintenance of Plant	1,543,379	1,672,993	0	0	1,543,379	1,672,993
Pupil Transportation	1,491,670	1,530,009	0	0	1,491,670	1,530,009
Central	325,541	231,234	0	0	325,541	231,234
Operation of Non-Instructional Services	52,678	67,844	0	0	52,678	67,844
Extracurricular Activities	521,158	490,323	0	0	521,158	490,323
Interest and Fiscal Charges	616,719	669,526	0	0	616,719	669,526
Food Service	0	0	911,914	906,182	911,914	906,182
Total Expenses	<u>21,328,099</u>	<u>21,089,753</u>	<u>911,914</u>	<u>906,182</u>	<u>22,240,013</u>	<u>21,995,935</u>
Total Change in Net Assets	(157,760)	204,742	38,817	17,351	(118,943)	222,093
Beginning Net Assets	8,236,036	8,031,294	38,701	21,350	8,274,737	8,052,644
Ending Net Assets	<u>\$8,078,276</u>	<u>\$8,236,036</u>	<u>\$77,518</u>	<u>\$38,701</u>	<u>\$8,155,794</u>	<u>\$8,274,737</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009**

Unaudited

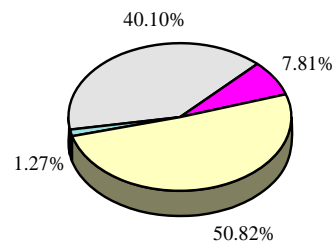
Governmental Activities

Net assets of the District's governmental activities decreased by \$157,760. Total governmental expenses of \$21,328,099 were offset by program revenues of \$1,653,417 and general revenues of \$19,516,922. Program revenues supported 7.8% 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 \$19,247,448 and represent 99% 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. Being at the 20 mill floor results in the District receiving increases in property tax funding from new construction and on the inside millage (4.6 mills). The District continues to see a decline in tangible personal property tax funding as a result of the legislative elimination of that tax.

Voters approved a five year renewal emergency operating levy on March 4, 2008. The collection of these taxes started in 2009. Fiscal year 2009 includes property tax revenues of \$2,058,646 from this levy. Property taxes made up 51% of revenues for governmental activities for the District in fiscal year 2009. The District's reliance upon tax revenues is demonstrated by the following graph:

Revenue Sources	2009	Percent of Total
General Grants	\$8,487,771	40.10%
Program Revenues	1,653,417	7.81%
General Tax Revenues	10,759,677	50.82%
General Other	269,474	1.27%
Total Revenue	<u>\$21,170,339</u>	<u>100.00%</u>



Business-Type Activities

Net assets of the business-type activities increased by \$38,817. These programs had revenues of \$950,731 and expenses of \$911,914 for fiscal year 2009. 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.

LAKEWOOD LOCAL SCHOOL DISTRICT

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009***

Unaudited

FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT'S FUNDS

The District's governmental funds reported a combined fund balance of \$5,916,732, which is above last year's total of \$5,734,607. The schedule below indicates the fund balance and the total change in fund balance by fund type as of June 30, 2009 and 2008.

	Fund Balance June 30, 2009	Fund Balance June 30, 2008	Increase (Decrease)
General	\$4,978,215	\$4,920,207	\$58,008
Debt Service	799,849	660,015	139,834
Other Governmental	138,668	154,385	(15,717)
Total	\$5,916,732	\$5,734,607	\$182,125

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

	2009 Revenues	2008 Revenues	Increase (Decrease)
Taxes	\$9,797,241	\$10,213,987	(\$416,746)
Tuition	352,668	402,852	(50,184)
Investment Earnings	161,884	333,443	(171,559)
Class Materials and Fees	54,727	60,959	(6,232)
Intergovernmental - State	8,233,445	7,505,863	727,582
Intergovernmental - Federal	71,883	0	71,883
All Other Revenue	249,954	280,932	(30,978)
Total	\$18,921,802	\$18,798,036	\$123,766

General Fund revenues in 2009 increased approximately .7% compared to revenues in fiscal year 2008. An increase in property tax revenues was offset by the decrease in tangible personal property revenues; the decrease in tangible personal property revenues was off by an increase in the intergovernmental-state for the tangible personal property reimbursement increase and investment earnings decreased 52% due to declining interest rates.

LAKEWOOD LOCAL SCHOOL DISTRICT

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009***

Unaudited

	<u>2009</u>	<u>2008</u>	<u>Increase</u>
	<u>Expenditures</u>	<u>Expenditures</u>	<u>(Decrease)</u>
Instruction	\$11,328,133	\$11,095,326	\$232,807
Supporting Services:			
Pupils	1,243,846	1,215,347	28,499
Instructional Staff	331,801	429,101	(97,300)
Board of Education	50,581	52,022	(1,441)
Administration	1,638,493	1,563,687	74,806
Fiscal Services	612,586	637,091	(24,505)
Business	17,638	15,857	1,781
Operation & Maintenance of Plant	1,591,589	1,938,096	(346,507)
Pupil Transportation	1,470,345	1,583,046	(112,701)
Central	305,226	208,325	96,901
Operation of Non-Instructional Services	11,119	23,136	(12,017)
Extracurricular Activities	212,139	197,049	15,090
Debt Service:			
Principal Retirement	43,136	88,343	(45,207)
Interest and Fiscal Charges	9,136	20,624	(11,488)
 Total	 <u>\$18,865,768</u>	 <u>\$19,067,050</u>	 <u>(\$201,282)</u>

The expenditures decreased by \$201,282 or 1.1% compared to the prior year. The District's budget is 80% personnel related. The District had a 2.6% increase in salary plus a negotiated step increase ranging from 0% to 5% based on the number of years of service and type of degree. Significantly less expenditures were made for major capital outlay purchases in fiscal year 2009 than in fiscal year 2008. Fiscal year 2008 included 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 2009 the District amended its General Fund budget several times, none significant.

For the General Fund, the budget basis revenue of \$19.0 million increased approximately \$900,000 compared to the original budget estimates due to the county auditor initially projecting lower tax revenue amounts. These revenues were adjusted during the year to reflect an increase from delinquent personal property tax collections.

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

Actual Revenues compared to the final budget resulted in an overall negative variance due to the District not receiving its Homestead/Rollback revenues of approximately \$500,000 until after the fiscal year end. These monies have traditionally been received prior to fiscal year end.

LAKWOOD LOCAL SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009**

Unaudited

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal 2009 the District had \$15,712,112 net of accumulated depreciation invested in land, buildings, equipment and vehicles. Of this total, \$15,634,806 was related to governmental activities and \$77,306 to the business-type activities. The following table shows fiscal year 2009 and 2008 balances:

	Governmental Activities		Increase (Decrease)
	2009	2008	
Land	\$275,555	\$275,555	\$0
Land Improvements	912,837	819,988	92,849
Buildings and Improvements	21,650,323	21,605,073	45,250
Furniture, Fixtures and Equipment	3,489,613	3,533,280	(43,667)
Vehicles	2,051,092	2,079,276	(28,184)
Construction in Progress	0	172,173	(172,173)
Less: Accumulated Depreciation	(12,744,614)	(12,154,772)	(589,842)
Totals	\$15,634,806	\$16,330,573	(\$695,767)

	Business-Type Activities		Increase (Decrease)
	2009	2008	
Furniture and Equipment	\$315,280	\$303,419	\$11,861
Less: Accumulated Depreciation	(237,974)	(224,525)	(13,449)
Totals	\$77,306	\$78,894	(\$1,588)

Additional information on the District's capital assets can be found in Note 6.

LAKEWOOD LOCAL SCHOOL DISTRICT

**Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009**

Unaudited

Debt

At June 30, 2009, the District had \$14.3 million in bonds, notes, loans, and other long-term obligations outstanding, \$776,357 due within one year. The following table summarizes the District's debt outstanding as of June 30, 2009 and June 30, 2008:

	<u>2009</u>	<u>2008</u>
Governmental Activities:		
General Obligation Bonds:		
School Improvement	\$12,290,427	\$12,736,531
Long-Term Notes Payable	928,414	1,069,628
Capital Leases Payable	116,600	159,736
Compensated Absences	904,400	809,639
Total Governmental Activities	<u>14,239,841</u>	<u>14,775,534</u>
Business-Type Activities:		
Compensated Absences	<u>15,117</u>	<u>15,182</u>
Totals	<u><u>\$14,254,958</u></u>	<u><u>\$14,790,716</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, 2009, the District's outstanding debt was below the legal limit. Additional information on the District's long-term debt can be found in Note 9.

ECONOMIC FACTORS

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 renewal emergency operating levy on March 4, 2008. The total amount of revenue from this emergency operating levy is \$2,058,646 per year. 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 year 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. The District has a new five year emergency levy for \$3,198,530 (8.9 mills) that will be on the November 3, 2009 ballot.

LAKWOOD LOCAL SCHOOL DISTRICT

***Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2009***

Unaudited

In the 2010-11 state biennial budget (H.B. 1) a new provision for a new school funding model known as the Evidence Based Funding Model (EBM) was established. The premise of the EBM is to define adequacy amount by identifying those components shown by research to be effective in improving student learning. One component of this model is a change in the local charge-off which is deducted from the EBM. The 23 mill charge off currently in place will be reduced over several biennia to eventually be at 20 mills. Another component allows the EBM adequacy amounts to be adjusted by using a multiplier times the major adequacy inputs. Another component also incorporates a minimum guarantee and maximum increase for fiscal years 2010 and 2011. This model also creates a 25 member Ohio School Funding Advisory Council that will make recommendations for future adequacy amounts for the evidence-based inputs. This new funding model will affect how Lakewood Local School District is funded by the state. The new model will be phased-in over several biennia with very little increase over the next couple of years. This will result in a need for additional local taxes to be approved.

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

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

REQUESTS FOR INFORMATION

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

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Net Assets
June 30, 2009

	Governmental Activities	Business-Type Activities	Total	Component Unit
				Digital Academy
Assets:				
Cash and Cash Equivalents	\$ 2,616,596	\$ 59,433	\$ 2,676,029	\$ 115,509
Investments	3,705,995	0	3,705,995	0
Receivables:				
Taxes	10,802,667	0	10,802,667	0
Accounts	98,987	0	98,987	0
Intergovernmental	664,035	616	664,651	1,339
Interest	13,066	0	13,066	0
Inventory	38,806	21,703	60,509	0
Prepaid Items	183,230	11,248	194,478	2,000
Restricted Assets:				
Cash and Cash Equivalents	6,140	0	6,140	0
Deferred Charges	121,643	0	121,643	0
Capital Assets:				
Nondepreciable Capital Assets	275,555	0	275,555	0
Depreciable Capital Assets, Net	<u>15,359,251</u>	<u>77,306</u>	<u>15,436,557</u>	<u>66,916</u>
Total Capital Assets, Net	<u>15,634,806</u>	<u>77,306</u>	<u>15,712,112</u>	<u>66,916</u>
Total Assets	<u><u>33,885,971</u></u>	<u><u>170,306</u></u>	<u><u>34,056,277</u></u>	<u><u>185,764</u></u>
Liabilities:				
Accounts Payable	76,206	0	76,206	0
Accrued Wages and Benefits	1,587,424	49,706	1,637,130	0
Intergovernmental Payable	536,290	27,965	564,255	90,832
Unearned Revenue - Taxes	9,319,238	0	9,319,238	0
Accrued Interest Payable	48,696	0	48,696	0
Long Term Liabilities:				
Due Within One Year	761,240	15,117	776,357	0
Due in More Than One Year	<u>13,478,601</u>	<u>0</u>	<u>13,478,601</u>	<u>0</u>
Total Liabilities	<u><u>25,807,695</u></u>	<u><u>92,788</u></u>	<u><u>25,900,483</u></u>	<u><u>90,832</u></u>
Net Assets:				
Invested in Capital Assets, Net of Related Debt	2,920,072	77,306	2,997,378	66,916
Restricted For:				
Debt Service	809,399	0	809,399	0
Bus Purchase	6,140	0	6,140	0
Federally Funded Programs	0	0	0	1,477
Unrestricted	<u>4,342,665</u>	<u>212</u>	<u>4,342,877</u>	<u>26,539</u>
Total Net Assets	<u><u>\$ 8,078,276</u></u>	<u><u>\$ 77,518</u></u>	<u><u>\$ 8,155,794</u></u>	<u><u>\$ 94,932</u></u>

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Activities For the Fiscal Year Ended June 30, 2009

	Program Revenues		
Expenses	Charges for Services and Sales	Operating Grants and Contributions	
Governmental Activities:			
Instruction	\$ 12,633,476	\$ 427,350	\$ 750,679
Support Services:			
Pupils	1,336,465	0	97,194
Instructional Staff	410,672	0	8,663
Board of Education	50,581	0	0
Administration	1,698,850	0	7,885
Fiscal Services	629,272	0	0
Business	17,638	0	0
Operation and Maintenance of Plant	1,543,379	0	14,249
Pupil Transportation	1,491,670	0	25,305
Central	325,541	0	18,249
Operation of Non-Instructional Services	52,678	122,210	0
Extracurricular Activities	521,158	170,671	10,962
Interest and Fiscal Charges	616,719	0	0
Total Governmental Activities	21,328,099	720,231	933,186
Business-Type Activities:			
Food Service	911,914	345,558	605,173
Total Business-Type Activities	911,914	345,558	605,173
Totals	\$ 22,240,013	\$ 1,065,789	\$ 1,538,359
Component Unit:			
Digital Academy	\$ 332,299	\$ 0	\$ 22,649

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
Primary Government			Unit
Governmental Activities	Business-Type Activities	Total	Digital Academy
\$ (11,455,447)	\$ 0	\$ (11,455,447)	
(1,239,271)	0	(1,239,271)	
(402,009)	0	(402,009)	
(50,581)	0	(50,581)	
(1,690,965)	0	(1,690,965)	
(629,272)	0	(629,272)	
(17,638)	0	(17,638)	
(1,529,130)	0	(1,529,130)	
(1,466,365)	0	(1,466,365)	
(307,292)	0	(307,292)	
69,532	0	69,532	
(339,525)	0	(339,525)	
(616,719)	0	(616,719)	
(19,674,682)	0	(19,674,682)	
0	38,817	38,817	
0	38,817	38,817	
(19,674,682)	38,817	(19,635,865)	
			\$ (309,650)
9,649,606	0	9,649,606	0
1,110,071	0	1,110,071	0
8,487,771	0	8,487,771	279,570
161,685	0	161,685	388
107,789	0	107,789	0
19,516,922	0	19,516,922	279,958
(157,760)	38,817	(118,943)	(29,692)
8,236,036	38,701	8,274,737	124,624
\$ 8,078,276	\$ 77,518	\$ 8,155,794	\$ 94,932

LAKWOOD LOCAL SCHOOL DISTRICT

***Balance Sheet
Governmental Funds
June 30, 2009***

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Assets:				
Cash and Cash Equivalents	\$ 1,765,971	\$ 676,844	\$ 173,781	\$ 2,616,596
Investments	3,705,995	0	0	3,705,995
Receivables:				
Taxes	9,645,306	1,157,361	0	10,802,667
Accounts	94,810	0	4,177	98,987
Intergovernmental	562,247	55,327	46,461	664,035
Interest	13,066	0	0	13,066
Inventory	38,806	0	0	38,806
Prepaid Items	179,786	0	3,444	183,230
Restricted Assets:				
Cash and Cash Equivalents	6,140	0	0	6,140
Total Assets	\$ 16,012,127	\$ 1,889,532	\$ 227,863	\$ 18,129,522
Liabilities:				
Accounts Payable	\$ 75,003	\$ 0	\$ 1,203	\$ 76,206
Accrued Wages and Benefits	1,507,828	0	79,596	1,587,424
Intergovernmental Payable	527,894	0	8,396	536,290
Deferred Revenue - Taxes	8,906,001	1,089,683	0	9,995,684
Deferred Revenue	10,610	0	0	10,610
Compensated Absences Payable	6,576	0	0	6,576
Total Liabilities	11,033,912	1,089,683	89,195	12,212,790
Fund Balances:				
Reserved for Encumbrances	226,302	0	4,317	230,619
Reserved for Prepaid Items	179,786	0	3,444	183,230
Reserved for Supplies Inventory	38,806	0	0	38,806
Reserved for Debt Service	0	747,349	0	747,349
Reserved for Property Taxes	495,800	52,500	0	548,300
Reserved for Bus Purchase	6,140	0	0	6,140
Unreserved, Designated for Maintenance and Renovation	204,164	0	0	204,164
Unreserved, Undesignated in:				
General Fund	3,827,217	0	0	3,827,217
Special Revenue Funds	0	0	130,907	130,907
Total Fund Balances	4,978,215	799,849	138,668	5,916,732
Total Liabilities and Fund Balances	\$ 16,012,127	\$ 1,889,532	\$ 227,863	\$ 18,129,522

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, 2009

Total Governmental Fund Balances	\$ 5,916,732
<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.	15,634,806
Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds.	687,056
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	(928,414)
General Obligation Bonds Payable	(11,959,991)
Deferred loss on refunding (to be amortized as interest expense)	418,299
Issuance Premium (to be amortized against interest expense)	(540,331)
Interest Accretion (to be amortized as interest expense)	(208,404)
Deferred Charge for Issuance Costs	121,643
Capital Leases Payable	(116,600)
Compensated Absences Payable	(897,824)
Accrued Interest Payable	(48,696)
	<u>(14,160,318)</u>
<i>Net Assets of Governmental Activities</i>	<u>\$ 8,078,276</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, 2009

	General	Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues:				
Local Sources:				
Taxes	\$ 9,797,241	\$ 1,107,620	\$ 0	\$ 10,904,861
Tuition	352,668	0	0	352,668
Investment Earnings	161,884	0	0	161,884
Extracurricular Activities	0	0	170,671	170,671
Class Materials and Fees	54,727	0	0	54,727
Intergovernmental - State	8,233,445	242,612	76,041	8,552,098
Intergovernmental - Federal	71,883	0	793,040	864,923
All Other Revenue	249,954	0	10,962	260,916
Total Revenue	18,921,802	1,350,232	1,050,714	21,322,748
Expenditures:				
Current:				
Instruction	11,328,133	0	736,851	12,064,984
Supporting Services:				
Pupils	1,243,846	0	67,338	1,311,184
Instructional Staff	331,801	0	32,615	364,416
Board of Education	50,581	0	0	50,581
Administration	1,638,493	0	14,197	1,652,690
Fiscal Services	612,586	19,106	176	631,868
Business	17,638	0	0	17,638
Operation and Maintenance of Plant	1,591,589	0	2,432	1,594,021
Pupil Transportation	1,470,345	0	0	1,470,345
Central	305,226	0	18,249	323,475
Operation of Non-Instructional Services	11,119	0	0	11,119
Extracurricular Activities	212,139	0	194,573	406,712
Debt Service:				
Principal Retirement	43,136	646,214	0	689,350
Interest and Fiscal Charges	9,136	545,078	0	554,214
Total Expenditures	18,865,768	1,210,398	1,066,431	21,142,597
Excess (Deficiency) of Revenues				
Over Expenditures	56,034	139,834	(15,717)	180,151
Other Financing Sources (Uses):				
Sale of Capital Assets	9,472	0	0	9,472
Total Other Financing Sources (Uses)	9,472	0	0	9,472
Net Change in Fund Balance	65,506	139,834	(15,717)	189,623
Fund Balances at Beginning of Year	4,920,207	660,015	154,385	5,734,607
Decrease in Inventory Reserve	(7,498)	0	0	(7,498)
Fund Balances End of Year	\$ 4,978,215	\$ 799,849	\$ 138,668	\$ 5,916,732

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, 2009***

Net Change in Fund Balances - Total Governmental Funds	\$ 189,623
<i>Amounts reported for governmental activities in the statement of activities are different because</i>	
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.	(686,690)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales) is to decrease net assets.	(9,077)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(152,409)
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.	689,350
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, interest expenditure is reported when due.	(62,410)
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	(118,554)
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	(7,498)
	<u>(126,147)</u>
<i>Change in Net Assets of Governmental Activities</i>	<u>\$ (157,760)</u>

See accompanying notes to the basic financial statements

LAKWOOD 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, 2009**

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Local Sources:				
Taxes	\$ 9,127,244	\$ 9,844,638	\$ 9,844,638	\$ 0
Tuition	408,960	396,693	352,668	(44,025)
Investment Earnings	200,000	133,200	142,605	9,405
Class Material and Fees	60,470	53,103	53,909	806
Intergovernmental - State	8,032,386	8,224,119	7,719,968	(504,151)
Intergovernmental - Federal	34,258	47,135	34,258	(12,877)
All Other Revenues	242,838	274,363	275,542	1,179
Total Revenues	18,106,156	18,973,251	18,423,588	(549,663)
Expenditures:				
Current:				
Instructional Services	11,373,050	11,457,196	11,379,604	77,592
Support Services:				
Pupils	1,199,663	1,251,832	1,242,064	9,768
Instructional Staff	401,936	388,341	377,613	10,728
Board of Education	67,214	57,605	50,699	6,906
Administration	1,687,495	1,692,728	1,669,632	23,096
Fiscal Services	672,037	626,804	603,878	22,926
Business	16,753	18,545	17,710	835
Operation and Maintenance of Plant	1,611,537	1,682,736	1,608,539	74,197
Pupil Transportation	1,593,797	1,699,772	1,618,735	81,037
Central	351,310	309,739	306,150	3,589
Operation of Non-Instructional Services	10,000	16,292	11,119	5,173
Extracurricular Activities	202,286	225,115	211,946	13,169
Total Expenditures	19,187,078	19,426,705	19,097,689	329,016
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,080,922)	(453,454)	(674,101)	(220,647)
Other Financing Sources (Uses):				
Sale of Capital Assets	0	9,472	9,472	0
Advances In	25,000	25,000	25,000	0
Advances Out	(25,000)	(25,000)	(25,000)	0
Total Other Financing Sources (Uses):	0	9,472	9,472	0
Net Change in Fund Balance	(1,080,922)	(443,982)	(664,629)	(220,647)
Fund Balance at Beginning of Year	5,773,715	5,773,715	5,773,715	0
Prior Year Encumbrances	80,902	80,902	80,902	0
Fund Balance at End of Year	\$ 4,773,695	\$ 5,410,635	\$ 5,189,988	\$ (220,647)

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

***Statement of Net Assets
Proprietary Fund
June 30, 2009***

	Business-Type Activities
	Enterprise Fund
	Food Service
Assets:	
<i>Current Assets:</i>	
Cash and Cash Equivalents	\$ 59,433
Receivables:	
Intergovernmental	616
Inventory Held for Resale	21,703
Prepaid Items	11,248
<i>Total Current Assets</i>	<u>93,000</u>
<i>Non Current Assets:</i>	
Capital Assets, Net	<u>77,306</u>
Total Assets	<u>170,306</u>
Liabilities:	
<i>Current Liabilities:</i>	
Accrued Wages and Benefits	49,706
Intergovernmental Payable	27,965
<i>Total Current Liabilities</i>	<u>77,671</u>
<i>Long Term Liabilities:</i>	
Compensated Absences Payable	<u>15,117</u>
Total Liabilities	<u>92,788</u>
Net Assets:	
Invested in Capital Assets	77,306
Unrestricted	212
Total Net Assets	<u>\$ 77,518</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, 2009

	Business-Type Activities
	<u>Enterprise Fund</u>
	<u>Food Service</u>
Operating Revenues:	
Sales	\$ 345,476
Total Operating Revenues	<u>345,476</u>
Operating Expenses:	
Salaries and Wages	247,981
Fringe Benefits	193,788
Contractual Services	25,849
Supplies and Materials	427,473
Depreciation	15,843
Other Operating Expense	<u>980</u>
Total Operating Expenses	<u>911,914</u>
Operating Loss	(566,438)
Nonoperating Revenue (Expenses):	
Intergovernmental Grants	605,173
Investment Earnings	<u>82</u>
Total Nonoperating Revenues (Expenses)	<u>605,255</u>
Change in Net Assets	38,817
Net Assets Beginning of Year	<u>38,701</u>
Net Assets End of Year	<u>\$ 77,518</u>

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2009

	Business-Type Activities Enterprise Funds
	Food Service
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Customers	\$345,476
Cash Payments for Goods and Services	(362,530)
Cash Payments to Employees for Services and Benefits	(443,316)
Net Cash Used by Operating Activities	(460,370)
<u>Cash Flows from Noncapital Financing Activities:</u>	
Intergovernmental Grants Received	511,962
Advance Received from General Fund	25,000
Repayment of Advance from General Fund	(25,000)
Net Cash Provided by Noncapital Financing Activities	511,962
<u>Cash Flows from Capital and Related Financing Activities:</u>	
Acquisition of Capital Assets	(14,255)
Net Cash Used by Noncapital Financing Activities	(14,255)
<u>Cash Flows from Investing Activities:</u>	
Receipt of Interest	82
Net Cash Provided by Investing Activities	82
Net Increase in Cash and Cash Equivalents	37,419
Cash and Cash Equivalents at Beginning of Year	22,014
Cash and Cash Equivalents at End of Year	\$59,433
<u>Reconciliation of Operating Loss to Net Cash</u>	
<u>Used by Operating Activities:</u>	
Operating Loss	(\$566,438)
Adjustments to Reconcile Operating Loss to	
Net Cash Used by Operating Activities:	
Depreciation Expense	15,843
Donated Commodities Used During the Year	92,595
Changes in Assets and Liabilities:	
Increase in Inventory	(823)
Decrease in Prepaid Items	2,175
Decrease in Accrued Wages and Benefits	(4,163)
Increase in Intergovernmental Payables	506
Decrease in Compensated Absences	(65)
Total Adjustments	106,068
Net Cash Used by Operating Activities	(\$460,370)

Schedule of Noncash Investing, Capital and Financing Activities:

During fiscal year 2009, the Food Service Fund received \$92,595 in donated commodities from the federal government.

See accompanying notes to the basic financial statements

LAKWOOD LOCAL SCHOOL DISTRICT

***Statement of Net Assets
Fiduciary Funds
June 30, 2009***

	Private Purpose Trust	
	Special Trust Fund	Agency
Assets:		
Cash and Cash Equivalents	\$ 450	\$ 10,899
Total Assets	<u>450</u>	<u>10,899</u>
Liabilities:		
Due to Students	0	10,899
Total Liabilities	<u>0</u>	<u>10,899</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, 2009***

	Private Purpose Trust
	<u>Special Trust Fund</u>
Additions:	
Total Additions	\$ <u>0</u>
Deductions:	
Total Deductions	<u>0</u>
Change in Net Assets	0
Net Assets at Beginning of Year	<u>450</u>
Net Assets End of Year	<u><u>\$ 450</u></u>

See accompanying notes to the basic financial statements

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

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 102 non-certified and approximately 179 certified teaching personnel and administrative employees providing education to 2,163 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. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes. 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 11 and 12.

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.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A. Reporting Entity (Continued)

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. Based on the significant services provided by the District to the Academy, the Academy's purpose of servicing the students within the District, and the relationship between the Board of Education of the District and the Board of Directors of the Academy, the Academy is reflected as a component unit of the District.

The Treasurer/CFO 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.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Basis of Presentation - Fund Accounting (Continued)

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

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

Proprietary Funds – The proprietary funds are accounted for on an “economic resources” measurement focus. This measurement focus provides that all assets and 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

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

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.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

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, 2009, and which are not intended to finance fiscal 2009 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, 2009 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

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

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 2009.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

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 5 year annual 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).

LAKEWOOD LOCAL SCHOOL DISTRICT

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009***

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)	\$65,506
Increase (Decrease):	
Accrued Revenues at June 30, 2009, received during FY 2010	(1,398,818)
Accrued Revenues at June 30, 2008, received during FY 2009	912,494
Accrued Expenditures at June 30, 2009, paid during FY 2010	2,117,301
Accrued Expenditures at June 30, 2008, paid during FY 2009	(2,065,514)
FY 2008 Prepays for FY 2009	174,149
FY 2009 Prepays for FY 2010	(179,786)
Adjustment to Fair Value	(16,860)
Encumbrances Outstanding	(273,101)
Budget Basis	<u>(\$664,629)</u>

F. Cash and Cash Equivalents

During fiscal year 2009, cash and cash equivalents included amounts in demand deposits, certificates of deposit 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 3, "Cash, Cash Equivalents and Investments."

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G. Investments

Investment procedures and interest allocations are restricted by provisions of the Ohio Constitution and the Ohio Revised Code. In accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools", the District records all its investments at fair value except for nonparticipating investment contracts (repurchase agreements and certificates of deposit) which are reported at cost, which approximates fair value. All investment income, including changes in the fair value of investments, is recognized as revenue in the operating statements. Fair value is determined by quoted market prices. See Note 3, "Cash, Cash Equivalents and Investments."

The District has invested funds in the State Treasury Asset Reserve of Ohio during 2009. 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, 2009.

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, 2009, 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.

LAKEWOOD LOCAL SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009**

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 - 40
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

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

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. None of the restricted nets assets reported at June 30, 2009 were by enabling legislation.

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.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

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. Interfund activity within governmental activities and business-type activities are eliminated for reporting on the government-wide financial statements.

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.

T. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. There were no extraordinary or special items reported for fiscal year 2009.

LAKWOOD LOCAL SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

U. Bond Premiums, Bond Discounts, Gains on Refunding and Issuance Costs

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

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

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	\$279,880
Depreciation Expense	(966,570)
	<u>(\$686,690)</u>

Governmental revenues not reported in the funds:

Decrease in Investment Earnings	(\$199)
Decrease in Grants Revenue	(7,026)
Decrease in Delinquent Tax Revenue	(145,184)
	<u>(\$152,409)</u>

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

Bond Principal Payment	\$505,000
Long-term Note Principal Payment	141,214
Capital Lease Payment	43,136
	<u>\$689,350</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

NOTE 3 – 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;

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

NOTE 3 – 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 \$3,481,334 and the bank balance was \$3,856,655. Federal depository insurance covered \$1,100,000 of the bank balance and \$2,756,655 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>\$2,756,655</u>
Total Balance	<u><u>\$2,756,655</u></u>

Investment earnings of \$22,061 earned by other funds was credited to the General Fund as required by state statute.

LAKEWOOD LOCAL SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009**

NOTE 3 – CASH, CASH EQUIVALENTS, AND INVESTMENTS (Continued)

B. Investments

The District's investments at June 30, 2009 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	\$397,513	*	\$397,513	\$0
STAR Ohio	1,764,671	AAAm ¹	1,764,671	0
FHLB	255,860	AAA ¹	0	255,860
FHLB Discount Note	249,900	AAA ¹	249,900	0
FFCB	250,235	AAA ¹	0	250,235 ^a
Total Investments	<u>\$2,918,179</u>		<u>\$2,412,084</u>	<u>\$506,095</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 August 4, 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, 8.8% are FHLB, 8.6% are FHLB Discount Notes and 8.6% are FFCB.

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.

LAKEWOOD LOCAL SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009**

NOTE 3 – 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	\$2,693,518	\$3,705,995
Certificates of Deposit (with maturities of more than 3 months)	2,950,000	(2,950,000)
Repurchase Agreements	(397,513)	397,513
STAR Ohio	<u>(1,764,671)</u>	<u>1,764,671</u>
Per GASB Statement No. 3	<u>\$3,481,334</u>	<u>\$2,918,179</u>

D. Component Unit

At year end the carrying amount of the Academy's deposits was \$115,509 and the bank balance was \$120,316. 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 4 - 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 2009 were levied after April 1, 2008 on assessed values as of January 1, 2008, 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 2008. Real property taxes are payable annually or semi-annually. The first payment is due December 31, with the remainder payable by June 20.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

NOTE 4 - PROPERTY TAXES (Continued)

Tangible personal property tax revenues received in 2009 (other than public utility property) represent the collection of 2009 taxes. Tangible personal property taxes received in 2009 were levied after April 1, 2008, on the true value as of January 1, 2008. 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 6.25% for 2008. This percentage 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 and 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 fiscal years 2006-2013, the District will be fully reimbursed for the lost revenue. In fiscal years 2014-2018, 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 2009 receipts were based are:

	2008 Second Half	2009 First Half
	<u>Collections</u>	<u>Collections</u>
Agricultural/Residential and Other Real Estate	\$339,533,800	\$345,573,200
Public Utility Personal	13,838,480	14,132,430
Tangible Personal Property	<u>46,169,358</u>	<u>21,195,490</u>
Total Assessed Value	<u>\$399,541,638</u>	<u>\$380,901,120</u>
Tax rate per \$1,000 of assessed valuation	\$45.80	\$47.38

NOTE 5 - RECEIVABLES

Receivables at June 30, 2009 consisted of taxes, accounts, interest and intergovernmental receivables.

LAKEWOOD LOCAL SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009**

NOTE 6 - CAPITAL ASSETS

A. Governmental Activities Capital Assets

Summary by category of changes in governmental activities capital assets at June 30, 2009:

<i>Historical Cost:</i>				
<u>Class</u>	<u>June 30, 2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2009</u>
<i>Capital Assets not being depreciated:</i>				
Land	\$275,555	\$0	\$0	\$275,555
Construction In Progress	172,173	0	(172,173)	0
Subtotal	<u>447,728</u>	<u>0</u>	<u>(172,173)</u>	<u>275,555</u>
<i>Capital Assets being depreciated:</i>				
Land Improvements	819,988	187,783	(94,934)	912,837
Buildings and Improvements	21,605,073	45,250	0	21,650,323
Furniture, Fixtures and Equipment	3,533,280	129,220	(172,887)	3,489,613
Vehicles	2,079,276	89,800	(117,984)	2,051,092
Subtotal	<u>28,037,617</u>	<u>452,053</u>	<u>(385,805)</u>	<u>28,103,865</u>
Total Cost	<u><u>\$28,485,345</u></u>	<u><u>\$452,053</u></u>	<u><u>(\$557,978)</u></u>	<u><u>\$28,379,420</u></u>
 <i>Accumulated Depreciation:</i>				
<u>Class</u>	<u>June 30, 2008</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2009</u>
Land Improvements	(\$601,493)	(\$50,520)	\$88,142	(\$563,871)
Buildings and Improvements	(7,757,655)	(538,642)	0	(8,296,297)
Furniture, Fixtures and Equipment	(2,235,056)	(262,068)	170,602	(2,326,522)
Vehicles	(1,560,568)	(115,340)	117,984	(1,557,924)
Total Depreciation	<u>(\$12,154,772)</u>	<u>(\$966,570) *</u>	<u>\$376,728</u>	<u>(\$12,744,614)</u>
<i>Net Value:</i>	<u><u>\$16,330,573</u></u>			<u><u>\$15,634,806</u></u>

LAKWOOD LOCAL SCHOOL DISTRICT

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009***

NOTE 6 - CAPITAL ASSETS (Continued)

A. Governmental Activities Capital Assets (Continued)

* Depreciation expenses were charged to governmental functions as follows:

Instruction	\$540,818
Support Services:	
Instructional Staff	28,864
Administration	48,671
Operations and Maintenance of Plant	53,511
Pupil Transportation	111,761
Extracurricular Activities	141,386
Other Noninstructional Services	41,559
Total Depreciation Expense	<u>\$966,570</u>

B. Business-Type Activities Capital Assets

Summary by Category at June 30, 2009:

Class	June 30, 2008	Additions	Deletions	June 30, 2009
Furniture and Equipment	\$303,419	\$14,255	(\$2,394)	\$315,280
Accumulated Depreciation	<u>(224,525)</u>	<u>(15,843)</u>	<u>2,394</u>	<u>(237,974)</u>
Net Value:	<u>\$78,894</u>	<u>(\$1,588)</u>	<u>\$0</u>	<u>\$77,306</u>

C. Component Unit Capital Assets

Summary by Category at June 30, 2009:

Class	June 30, 2008	Additions	Deletions	June 30, 2009
Furniture and Equipment	\$168,215	\$2,298	\$0	\$170,513
Accumulated Depreciation	<u>(\$71,542)</u>	<u>(\$32,055)</u>	<u>\$0</u>	<u>(\$103,597)</u>
Net Value:	<u>\$96,673</u>	<u>(\$29,757)</u>	<u>\$0</u>	<u>\$66,916</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

NOTE 7 - 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 Employee Retirement System

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 2009, 9.09 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, 2009, 2008 and 2007 were \$250,354, \$243,779 and \$249,471 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.

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

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

NOTE 7 - DEFINED BENEFIT PENSION PLANS (Continued)

B. State Teachers Retirement System (Continued)

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, 2009, 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 2008, 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, 2009, 2008, and 2007 were \$1,242,618, \$1,234,305, and \$1,243,108 respectively; which were equal to the required contributions for each year. Contributions to the DC and Combined Plans for fiscal year 2009 were \$9,706 made by the District and \$19,513 made by the plan members.

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, 2009, one member of the Board of Education has elected Social Security. The contribution rate is 6.2 percent of wages.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

NOTE 8 - 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 105(e). For 2009, 4.16 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 2009, 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, 2009, 2008, and 2007 were \$164,473, \$159,937, and \$130,318 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 2009, this actuarially required allocation was 0.75 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2009, 2008, and 2007 were \$20,656, \$17,565, and \$16,964 respectively; which were equal to the required contributions for each year.

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.

LAKWOOD LOCAL SCHOOL DISTRICT

***Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009***

NOTE 8 - POSTEMPLOYMENT BENEFITS (Continued)

B. State Teachers Retirement System (Continued)

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 2009, 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, 2009, 2008, and 2007 were \$95,586, \$94,947, and \$95,624 respectively; which were equal to the required contributions for each year.

This space intentionally left blank.

LAKEWOOD LOCAL SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009**

NOTE 9 - 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, 2009 are as follows:

		Balance June 30, 2008	Issued	(Retired)	Balance June 30, 2009	Due Within One Year
Governmental Activities:						
(Long-Term Notes Payable)						
Energy Conservation Project	5.50%	\$363,325	\$0	(\$72,665)	\$290,660	\$72,665
Energy Conservation Project	5.00%	706,303	0	(68,549)	637,754	72,020
Total Long-Term Notes Payable		1,069,628	0	(141,214)	928,414	144,685
(General Obligation Bonds Payable)						
School Improvement Bonds 1999a	3.0-5.0%	865,000	0	(155,000)	710,000	165,000
School Improvement Bonds 1999b	3.15-5.0%	1,860,000	0	(280,000)	1,580,000	290,000
School Improvement Refunding Bonds	2.75-4.1%	9,739,991	0	(70,000)	9,669,991	65,000
		12,464,991	0	(505,000)	11,959,991	520,000
Premium on Refunding Bonds		572,115	0	(31,784)	540,331	0
Deferred Loss on Refunding		(443,023)	0	24,724	(418,299)	0
Interest Accretion		142,448	65,956	0	208,404	0
Total General Obligation Bonds Payable		12,736,531	65,956	(512,060)	12,290,427	520,000
Capital Leases Payable		159,736	0	(43,136)	116,600	46,097
Compensated Absences		809,639	392,199	(297,438)	904,400	50,458
Total Governmental Activities		14,775,534	458,155	(993,848)	14,239,841	761,240
Business-Type Activities:						
Compensated Absences		15,182	10,922	(10,987)	15,117	0
Total Long Term Liabilities		\$14,790,716	\$469,077	(\$1,004,835)	\$14,254,958	\$761,240

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.

LAKEWOOD LOCAL SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009**

NOTE 9- 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, 2009, 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>
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	87,749	15,269	615,000	373,346
2015-2019	239,302	18,243	2,394,991	2,565,571
2020-2024	0	0	3,960,000	975,462
2025-2027	0	0	2,775,000	174,706
Totals	<u>\$928,414</u>	<u>\$167,243</u>	<u>\$11,959,991</u>	<u>\$5,837,272</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, 2009, are not included in the District's outstanding debt since the District has in-substance satisfied its obligations through the advance refunding.

LAKEWOOD LOCAL SCHOOL DISTRICT

**Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2009**

NOTE 10 - 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 \$113,677 and the net book value is \$110,381, 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, 2009:

Year Ending June 30,	Capital Lease
2010	\$52,273
2011	38,470
2012	24,672
2013	12,335
Minimum Lease Payments	127,750
Less: Amount representing interest at the District's incremental borrowing rate of interest	(11,150)
Present Value of minimum lease payments	\$116,600

NOTE 11 - 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 2009 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	\$64,574,887
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.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

NOTE 11 - 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 12 - 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 \$136,930 for services provided during the year. Financial information can be obtained from their fiscal agent, the Career and Technology Education Centers of Licking County, Treasurer, at 150 Price Road, Newark, Ohio 43055.

LAKEWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

NOTE 12 - 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 2009 was \$1,003. 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 2009.

NOTE 13 – RELATED PARTY TRANSACTIONS

The 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 2009. During 2009, the Academy made payments to the District of \$201,706 for administrative and fiscal services, a management fee and for services of the Director and a student assistant specialist.

LAKWOOD LOCAL SCHOOL DISTRICT

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

NOTE 14 – 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, 2009, the reserve activity (cash-basis) was as follows:

	Textbook Reserve	Capital Acquisition Reserve	Total
Set-aside Cash Balance as of June 30, 2008	\$0	\$0	\$0
Current Year Set-Aside Requirement	345,982	345,982	691,964
Excess Carryover from Prior Year, restated	(381,012)	0	(381,012)
Qualifying Disbursements	<u>(268,240)</u>	<u>(473,998)</u>	<u>(742,238)</u>
Total	<u>(\$303,270)</u>	<u>(\$128,016)</u>	<u>(\$431,286)</u>
Cash Balance Carried Forward to FY 2010	<u>\$0</u>	<u>\$0</u>	\$0
Amount Restricted for Bus Purchase			<u>6,140</u>
Total Restricted Assets			<u>\$6,140</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 \$303,270 may be carried forward to offset future years' textbook reserve set-aside requirements.

NOTE 15 - 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, 2009.

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, 2009.



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.

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. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

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.

(Continued)

LAKWOOD LOCAL SCHOOL DISTRICT

Special Revenue Funds

Special Education Part B-IDEA Fund

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

Title I 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. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

Capital Projects Fund

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.

SchoolNet Plus Fund

This fund is used to account for financial resources to be used for computer workstations and related technology for every classroom. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

LAKWOOD LOCAL SCHOOL DISTRICT

**Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2009**

	Public School Support	Other Grant	Student Activity	Miscellaneous State Grants
Assets:				
Cash and Cash Equivalents	\$ 37,113	\$ 2,106	\$ 64,785	\$ 1,183
Receivables:				
Accounts	1,603	0	2,574	0
Intergovernmental	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	\$ 38,716	\$ 2,106	\$ 67,359	\$ 1,183
Liabilities:				
Accounts Payable	\$ 589	\$ 0	\$ 473	\$ 141
Accrued Wages and Benefits	600	0	0	0
Intergovernmental Payable	700	0	0	0
Total Liabilities	1,889	0	473	141
Fund Balances:				
Reserved for Encumbrances	200	0	0	1,040
Reserved for Prepaid Items	0	0	0	0
Unreserved, Undesignated	36,627	2,106	66,886	2
Total Fund Balances	36,827	2,106	66,886	1,042
Total Liabilities and Fund Balances	\$ 38,716	\$ 2,106	\$ 67,359	\$ 1,183

LAKWOOD LOCAL SCHOOL DISTRICT

Special Education Part B IDEA	Title I	Drug Free School Grant	Title II-A	Total Nonmajor Governmental Funds
\$ 38,361	\$ 29,438	\$ 175	\$ 620	\$ 173,781
0	0	0	0	4,177
32,381	14,080	0	0	46,461
3,444	0	0	0	3,444
<u>\$ 74,186</u>	<u>\$ 43,518</u>	<u>\$ 175</u>	<u>\$ 620</u>	<u>\$ 227,863</u>
\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,203
42,456	35,920	0	620	79,596
7,392	304	0	0	8,396
<u>49,848</u>	<u>36,224</u>	<u>0</u>	<u>620</u>	<u>89,195</u>
3,077	0	0	0	4,317
3,444	0	0	0	3,444
17,817	7,294	175	0	130,907
<u>24,338</u>	<u>7,294</u>	<u>175</u>	<u>0</u>	<u>138,668</u>
<u>\$ 74,186</u>	<u>\$ 43,518</u>	<u>\$ 175</u>	<u>\$ 620</u>	<u>\$ 227,863</u>

LAKEWOOD LOCAL SCHOOL DISTRICT

***Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2009***

	Public School Support	Other Grants	Student Activity	Management Information System	Data Communications
Revenues:					
Local Sources:					
Extracurricular Activities	\$ 52,889	\$ 0	\$ 117,782	\$ 0	\$ 0
Intergovernmental - State	0	11,817	0	6,249	12,000
Intergovernmental - Federal	0	0	0	0	0
All Other Revenue	5,505	0	5,457	0	0
Total Revenue	58,394	11,817	123,239	6,249	12,000
Expenditures:					
Current:					
Instruction	1,531	11,733	0	0	0
Supporting Services:					
Pupils	0	0	0	0	0
Instructional Staff	0	1,127	0	0	0
Administration	0	0	0	0	0
Fiscal Services	0	176	0	0	0
Operation and Maintenance of Plant	0	0	0	0	0
Central	0	0	0	6,249	12,000
Extracurricular Activities	61,724	0	132,849	0	0
Total Expenditures	63,255	13,036	132,849	6,249	12,000
Excess (Deficiency) of Revenues					
Over Expenditures	(4,861)	(1,219)	(9,610)	0	0
Fund Balances at Beginning of Year	41,688	3,325	76,496	0	0
Fund Balances End of Year	\$ 36,827	\$ 2,106	\$ 66,886	\$ 0	\$ 0

LAKWOOD LOCAL SCHOOL DISTRICT

SchoolNet Professional Development	Poverty Aid	Miscellaneous State Grants	Special Education Part B-IDEA	Title I	Title V	Drug Free School Grant
\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
2,970	37,312	5,693	0	0	0	0
0	0	0	383,115	283,834	1,633	5,946
0	0	0	0	0	0	0
<u>2,970</u>	<u>37,312</u>	<u>5,693</u>	<u>383,115</u>	<u>283,834</u>	<u>1,633</u>	<u>5,946</u>
0	37,312	0	293,448	276,540	1,633	915
0	0	0	58,235	0	0	5,983
5,940	0	13,317	0	0	0	0
0	0	0	14,197	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>5,940</u>	<u>37,312</u>	<u>13,317</u>	<u>365,880</u>	<u>276,540</u>	<u>1,633</u>	<u>6,898</u>
(2,970)	0	(7,624)	17,235	7,294	0	(952)
<u>2,970</u>	<u>0</u>	<u>8,666</u>	<u>7,103</u>	<u>0</u>	<u>0</u>	<u>1,127</u>
<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,042</u>	<u>\$ 24,338</u>	<u>\$ 7,294</u>	<u>\$ 0</u>	<u>\$ 175</u>

(Continued)

LAKEWOOD LOCAL SCHOOL DISTRICT

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds For the Fiscal Year Ended June 30, 2009

	Title II-A	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds	SchoolNet Plus	Total Nonmajor Governmental Funds
Revenues:					
Local Sources:					
Extracurricular Activities	\$ 0	\$ 0	\$ 170,671	\$ 0	\$ 170,671
Intergovernmental - State	0	0	76,041	0	76,041
Intergovernmental - Federal	111,082	7,430	793,040	0	793,040
All Other Revenue	0	0	10,962	0	10,962
Total Revenue	111,082	7,430	1,050,714	0	1,050,714
Expenditures:					
Current:					
Instruction	111,082	2,610	736,804	47	736,851
Supporting Services:					
Pupils	0	3,120	67,338	0	67,338
Instructional Staff	0	12,231	32,615	0	32,615
Administration	0	0	14,197	0	14,197
Fiscal Services	0	0	176	0	176
Operation and Maintenance of Plant	0	2,432	2,432	0	2,432
Central	0	0	18,249	0	18,249
Extracurricular Activities	0	0	194,573	0	194,573
Total Expenditures	111,082	20,393	1,066,384	47	1,066,431
Excess (Deficiency) of Revenues					
Over Expenditures	0	(12,963)	(15,670)	(47)	(15,717)
Fund Balances at Beginning of Year	0	12,963	154,338	47	154,385
Fund Balances End of Year	\$ 0	\$ 0	\$ 138,668	\$ 0	\$ 138,668

LAKWOOD LOCAL SCHOOL DISTRICT



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, 2009***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Local Sources:				
Taxes	\$ 9,127,244	\$ 9,844,638	\$ 9,844,638	\$ 0
Tuition	408,960	396,693	352,668	(44,025)
Investment Earnings	200,000	133,200	142,605	9,405
Class Material and Fees	60,470	53,103	53,909	806
Intergovernmental - State	8,032,386	8,224,119	7,719,968	(504,151)
Intergovernmental - Federal	34,258	47,135	34,258	(12,877)
All Other Revenues	242,838	274,363	275,542	1,179
Total Revenues	<u>18,106,156</u>	<u>18,973,251</u>	<u>18,423,588</u>	<u>(549,663)</u>
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	6,303,128	6,257,704	6,233,156	24,548
Fringe Benefits	2,093,438	2,093,826	2,089,367	4,459
Purchased Services	891,917	1,015,381	1,014,040	1,341
Supplies and Materials	264,018	252,369	246,423	5,946
Other Expenditures	6,617	6,617	6,617	0
Capital Outlay	52,496	37,855	37,855	0
Total Regular	<u>9,611,614</u>	<u>9,663,752</u>	<u>9,627,458</u>	<u>36,294</u>
Special:				
Salaries and Wages	734,455	737,029	735,108	1,921
Fringe Benefits	215,210	213,009	212,362	647
Purchased Services	365,307	386,477	359,370	27,107
Supplies and Materials	6,648	6,265	1,670	4,595
Total Special	<u>1,321,620</u>	<u>1,342,780</u>	<u>1,308,510</u>	<u>34,270</u>
Vocational:				
Salaries and Wages	302,173	302,789	302,164	625
Fringe Benefits	109,375	109,362	108,937	425
Purchased Services	2,450	2,400	1,771	629
Supplies and Materials	19,918	19,200	16,092	3,108
Capital Outlay	0	1,149	1,149	0
Total Vocational	<u>433,916</u>	<u>434,900</u>	<u>430,113</u>	<u>4,787</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, 2009***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Other:				
Salaries and Wages	1,600	7,600	6,103	1,497
Fringe Benefits	3,200	2,128	1,747	381
Supplies and Materials	1,100	6,036	5,673	363
Total Other	5,900	15,764	13,523	2,241
Total Instructional Services	11,373,050	11,457,196	11,379,604	77,592
Support Services:				
Pupils:				
Salaries and Wages	731,627	733,325	729,424	3,901
Fringe Benefits	299,942	297,912	294,886	3,026
Purchased Services	9,584	9,584	8,842	742
Supplies and Materials	16,587	19,088	17,128	1,960
Other Expenditures	140,654	190,654	190,515	139
Capital Outlay	1,269	1,269	1,269	0
Total Pupils	1,199,663	1,251,832	1,242,064	9,768
Instructional Staff:				
Salaries and Wages	203,679	203,456	202,547	909
Fringe Benefits	105,746	104,452	96,839	7,613
Purchased Services	80,917	71,393	69,858	1,535
Supplies and Materials	9,425	8,241	7,570	671
Other Expenditures	169	169	169	0
Capital Outlay	2,000	630	630	0
Total Instructional Staff	401,936	388,341	377,613	10,728
Board of Education:				
Salaries and Wages	7,500	7,375	7,375	0
Fringe Benefits	1,360	1,644	1,563	81
Purchased Services	49,854	39,888	33,533	6,355
Supplies and Materials	1,500	1,495	1,025	470
Other Expenditures	7,000	7,203	7,203	0
Total Board of Education	67,214	57,605	50,699	6,906

(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, 2009***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Administration:				
Salaries and Wages	1,144,061	1,143,695	1,136,142	7,553
Fringe Benefits	458,780	462,398	453,360	9,038
Purchased Services	67,209	71,543	67,805	3,738
Supplies and Materials	9,956	8,392	5,625	2,767
Other Expenditures	4,471	4,690	4,690	0
Capital Outlay	3,018	2,010	2,010	0
Total Administration	1,687,495	1,692,728	1,669,632	23,096
Fiscal Services:				
Salaries and Wages	231,800	220,306	215,416	4,890
Fringe Benefits	85,825	90,672	88,877	1,795
Purchased Services	24,776	25,509	23,648	1,861
Supplies and Materials	6,531	5,522	4,032	1,490
Other Expenditures	314,095	273,500	263,210	10,290
Capital Outlay	9,010	11,295	8,695	2,600
Total Fiscal Services	672,037	626,804	603,878	22,926
Business:				
Salaries and Wages	7,600	7,606	6,808	798
Fringe Benefits	8,303	7,959	7,922	37
Other Expenditures	850	2,980	2,980	0
Total Business	16,753	18,545	17,710	835
Operation and Maintenance of Plant:				
Salaries and Wages	588,175	591,976	581,285	10,691
Fringe Benefits	263,805	261,560	260,482	1,078
Purchased Services	624,102	632,511	586,666	45,845
Supplies and Materials	76,279	87,514	75,681	11,833
Other Expenditures	539	539	539	0
Capital Outlay	58,637	108,636	103,886	4,750
Total Operation and Maintenance Of Plant	1,611,537	1,682,736	1,608,539	74,197

(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, 2009***

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Pupil Transportation:				
Salaries and Wages	1,177,012	709,847	704,573	5,274
Fringe Benefits	0	420,174	412,040	8,134
Purchased Services	42,436	39,250	35,910	3,340
Supplies and Materials	283,926	244,390	224,604	19,786
Other Expenditures	623	623	623	0
Capital Outlay	89,800	285,488	240,985	44,503
Total Pupil Transportation	<u>1,593,797</u>	<u>1,699,772</u>	<u>1,618,735</u>	<u>81,037</u>
Central:				
Salaries and Wages	69,025	69,025	69,024	1
Fringe Benefits	28,615	28,658	28,504	154
Purchased Services	88,843	82,828	81,250	1,578
Supplies and Materials	9,158	8,580	8,385	195
Other Expenditures	150,659	110,659	108,998	1,661
Capital Outlay	5,010	9,989	9,989	0
Total Central	<u>351,310</u>	<u>309,739</u>	<u>306,150</u>	<u>3,589</u>
Total Support Services	<u>7,601,742</u>	<u>7,728,102</u>	<u>7,495,020</u>	<u>233,082</u>
Operation of Non-Instructional Services:				
Purchased Services	7,500	7,500	4,827	2,673
Other Expenditures	2,500	2,500	0	2,500
Capital Outlay	0	6,292	6,292	0
Total Non-Instructional Services	<u>10,000</u>	<u>16,292</u>	<u>11,119</u>	<u>5,173</u>
Extracurricular Activities:				
Salaries and Wages	174,836	195,957	183,364	12,593
Fringe Benefits	27,450	29,158	28,582	576
Total Extracurricular Activities	<u>202,286</u>	<u>225,115</u>	<u>211,946</u>	<u>13,169</u>
Total Expenditures	<u>19,187,078</u>	<u>19,426,705</u>	<u>19,097,689</u>	<u>329,016</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, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,080,922)	(453,454)	(674,101)	(220,647)
Other Financing Sources (Uses):				
Sale of Capital Assets	0	9,472	9,472	0
Advances In	25,000	25,000	25,000	0
Advances Out	<u>(25,000)</u>	<u>(25,000)</u>	<u>(25,000)</u>	<u>0</u>
Total Other Financing Sources (Uses):	<u>0</u>	<u>9,472</u>	<u>9,472</u>	<u>0</u>
Net Change in Fund Balance	(1,080,922)	(443,982)	(664,629)	(220,647)
Fund Balance at Beginning of Year	5,773,715	5,773,715	5,773,715	0
Prior Year Encumbrances	80,902	80,902	80,902	0
Fund Balance at End of Year	<u>\$ 4,773,695</u>	<u>\$ 5,410,635</u>	<u>\$ 5,189,988</u>	<u>\$ (220,647)</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 – Bond Retirement Fund
For the Fiscal Year Ended June 30, 2009**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:				
Local Sources:				
Taxes	\$ 865,549	\$ 1,104,004	\$ 1,104,004	\$ 0
Intergovernmental - State	<u>142,387</u>	<u>242,612</u>	<u>187,285</u>	<u>(55,327)</u>
Total Revenues	<u>1,007,936</u>	<u>1,346,616</u>	<u>1,291,289</u>	<u>(55,327)</u>
Expenditures:				
Current:				
Support Services:				
Fiscal Services:				
Other Expenditures	<u>12,872</u>	<u>19,106</u>	<u>19,106</u>	<u>0</u>
Total Fiscal Services	<u>12,872</u>	<u>19,106</u>	<u>19,106</u>	<u>0</u>
Debt Service:				
Principal Retirement	339,964	646,214	646,214	0
Interest and Fiscal Charges	<u>857,750</u>	<u>545,078</u>	<u>545,078</u>	<u>0</u>
Total Debt Service	<u>1,197,714</u>	<u>1,191,292</u>	<u>1,191,292</u>	<u>0</u>
Total Expenditures	<u>1,210,586</u>	<u>1,210,398</u>	<u>1,210,398</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(202,650)	136,218	80,891	(55,327)
Fund Balance at Beginning of Year	<u>595,953</u>	<u>595,953</u>	<u>595,953</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 393,303</u>	<u>\$ 732,171</u>	<u>\$ 676,844</u>	<u>\$ (55,327)</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, 2009***

PUBLIC SCHOOL SUPPORT FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Extracurricular Activities	\$ 44,054	\$ 63,332	\$ 63,268	\$ (64)
All Other Revenues	9,500	6,192	5,505	(687)
Total Revenues	53,554	69,524	68,773	(751)
Expenditures:				
Instructional Services:				
Other:				
Salaries and Wages	0	800	200	600
Fringe Benefits	0	124	31	93
Total Instructional Services	0	924	231	693
Extracurricular Activities:				
Purchased Services	16,499	15,229	9,033	6,196
Supplies and Materials	42,921	65,791	49,914	15,877
Other Expenditures	1,500	500	0	500
Capital Outlay	11,000	5,160	5,160	0
Total Extracurricular Activities	71,920	86,680	64,107	22,573
Total Expenditures	71,920	87,604	64,338	23,266
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,366)	(18,080)	4,435	22,515
Fund Balance at Beginning of Year	28,969	28,969	28,969	0
Prior Year Encumbrances	2,920	2,920	2,920	0
Fund Balance at End of Year	\$ 13,523	\$ 13,809	\$ 36,324	\$ 22,515

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, 2009**

	OTHER GRANT FUND			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Revenues:				
Intermediate Sources	\$ 7,711	\$ 11,817	\$ 11,817	\$ 0
Total Revenues	<u>7,711</u>	<u>11,817</u>	<u>11,817</u>	<u>0</u>
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	0	1,600	1,600	0
Fringe Benefits	0	224	224	0
Supplies and Materials	5,212	4,712	3,712	1,000
Capital Outlay	4,697	6,197	6,197	0
Total Instructional Services	<u>9,909</u>	<u>12,733</u>	<u>11,733</u>	<u>1,000</u>
Support Services:				
Instructional Staff:				
Purchased Services	1,127	1,127	1,127	0
Total Instructional Staff	<u>1,127</u>	<u>1,127</u>	<u>1,127</u>	<u>0</u>
Fiscal Services:				
Purchased Services	0	176	176	0
Total Fiscal Services	<u>0</u>	<u>176</u>	<u>176</u>	<u>0</u>
Total Support Services	<u>1,127</u>	<u>1,303</u>	<u>1,303</u>	<u>0</u>
Total Expenditures	<u>11,036</u>	<u>14,036</u>	<u>13,036</u>	<u>1,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,325)	(2,219)	(1,219)	1,000
Fund Balance at Beginning of Year	<u>3,325</u>	<u>3,325</u>	<u>3,325</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 1,106</u>	<u>\$ 2,106</u>	<u>\$ 1,000</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, 2009***

STUDENT ACTIVITY FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Extracurricular Activities	\$ 155,787	\$ 116,486	\$ 115,273	\$ (1,213)
All Other Revenues	17,100	5,463	5,457	(6)
Total Revenues	172,887	121,949	120,730	(1,219)
Expenditures:				
Extracurricular Activities:				
Salaries and Wages	1,000	350	112	238
Fringe Benefits	140	40	17	23
Purchased Services	81,600	68,576	62,722	5,854
Supplies and Materials	81,739	55,775	48,052	7,723
Other Expenditures	8,100	2,000	1,948	52
Capital Outlay	33,000	22,884	19,997	2,887
Total Extracurricular Activities	205,579	149,625	132,848	16,777
Total Expenditures	205,579	149,625	132,848	16,777
Excess (Deficiency) of Revenues Over (Under) Expenditures	(32,692)	(27,676)	(12,118)	15,558
Fund Balance at Beginning of Year	55,625	55,625	55,625	0
Prior Year Encumbrances	20,806	20,806	20,806	0
Fund Balance at End of Year	\$ 43,739	\$ 48,755	\$ 64,313	\$ 15,558

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, 2009**

MANAGEMENT INFORMATION SYSTEM FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 7,500	\$ 6,249	\$ 6,249	\$ 0
Total Revenues	7,500	6,249	6,249	0
Expenditures:				
Support Services:				
Central:				
Purchased Services	7,500	6,249	6,249	0
Total Expenditures	7,500	6,249	6,249	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, 2009***

DATA COMMUNICATIONS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 12,000	\$ 12,000	\$ 12,000	\$ 0
Total Revenues	12,000	12,000	12,000	0
Expenditures:				
Support Services:				
Central:				
Purchased Services	12,000	12,000	12,000	0
Total Expenditures	12,000	12,000	12,000	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

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, 2009**

SCHOOLNET PROFESSIONAL DEVELOPMENT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 2,970	\$ 2,970	\$ 2,970	\$ 0
Total Revenues	2,970	2,970	2,970	0
Expenditures:				
Support Services:				
Instructional Staff:				
Salaries and Wages	0	1,610	1,610	0
Fringe Benefits	0	248	248	0
Purchased Services	5,940	4,082	4,082	0
Total Expenditures	5,940	5,940	5,940	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,970)	(2,970)	(2,970)	0
Fund Balance at Beginning of Year	2,970	2,970	2,970	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, 2009**

POVERTY AID FUND				Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - State	\$ 37,669	\$ 37,318	\$ 37,312	\$ (6)
Total Revenues	37,669	37,318	37,312	(6)
Expenditures:				
Instructional Services:				
Other:				
Salaries and Wages	29,113	29,097	29,091	6
Fringe Benefits	3,612	3,612	3,612	0
Purchased Services	4,944	4,609	4,609	0
Total Instructional Services	37,669	37,318	37,312	6
Total Expenditures	37,669	37,318	37,312	6
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, 2009***

MISCELLANEOUS STATE GRANTS FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - State	\$ 5,000	\$ 5,693	\$ 5,693	\$ 0
Total Revenues	5,000	5,693	5,693	0
Expenditures:				
Support Services:				
Instructional Staff:				
Salaries and Wages	4,768	522	522	0
Fringe Benefits	808	0	0	0
Purchased Services	2,157	9,258	9,258	0
Supplies and Materials	5,633	4,579	4,579	0
Capital Outlay	300	0	0	0
Total Instructional Staff	13,666	14,359	14,359	0
Total Expenditures	13,666	14,359	14,359	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,666)	(8,666)	(8,666)	0
Fund Balance at Beginning of Year	8,666	8,666	8,666	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 Special Revenue Funds
For the Fiscal Year Ended June 30, 2009**

SPECIAL EDUCATION PART B-IDEA FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - Federal	\$ 409,871	\$ 409,871	\$ 377,490	\$ (32,381)
Total Revenues	<u>409,871</u>	<u>409,871</u>	<u>377,490</u>	<u>(32,381)</u>
Expenditures:				
Instructional Services:				
Special:				
Salaries and Wages	257,904	257,904	215,234	42,670
Fringe Benefits	84,249	84,249	69,173	15,076
Supplies and Materials	5,422	5,500	4,455	1,045
Total Instructional Services	<u>347,575</u>	<u>347,653</u>	<u>288,862</u>	<u>58,791</u>
Support Services:				
Pupils:				
Salaries and Wages	65,360	65,360	56,562	8,798
Fringe Benefits	660	660	660	0
Supplies and Materials	740	500	424	76
Total Pupils	<u>66,760</u>	<u>66,520</u>	<u>57,646</u>	<u>8,874</u>
Instructional Staff:				
Supplies and Materials	3,150	0	0	0
Total Instructional Staff	<u>3,150</u>	<u>0</u>	<u>0</u>	<u>0</u>
Administration:				
Purchased Services	10,885	14,197	14,197	0
Total Administration	<u>10,885</u>	<u>14,197</u>	<u>14,197</u>	<u>0</u>
Total Support Services	<u>80,795</u>	<u>80,717</u>	<u>71,843</u>	<u>8,874</u>
Total Expenditures	<u>428,370</u>	<u>428,370</u>	<u>360,705</u>	<u>67,665</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,499)	(18,499)	16,785	35,284
Fund Balance at Beginning of Year	18,499	18,499	18,499	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 35,284</u>	<u>\$ 35,284</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, 2009**

	TITLE I FUND			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
Revenues:				
Intergovernmental - Federal	\$ 300,973	\$ 303,298	\$ 289,219	\$ (14,079)
Total Revenues	<u>300,973</u>	<u>303,298</u>	<u>289,219</u>	<u>(14,079)</u>
Expenditures:				
Instructional Services:				
Special:				
Salaries and Wages	314,425	316,750	273,233	43,517
Total Instructional Services	<u>314,425</u>	<u>316,750</u>	<u>273,233</u>	<u>43,517</u>
Total Expenditures	<u>314,425</u>	<u>316,750</u>	<u>273,233</u>	<u>43,517</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(13,452)	(13,452)	15,986	29,438
Fund Balance at Beginning of Year	<u>13,452</u>	<u>13,452</u>	<u>13,452</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 29,438</u>	<u>\$ 29,438</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, 2009**

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	\$ 1,633	\$ 1,633	\$ 1,633	\$ 0
Total Revenues	<u>1,633</u>	<u>1,633</u>	<u>1,633</u>	<u>0</u>
Expenditures:				
Instructional Services:				
Other:				
Purchased Services	1,633	1,633	1,633	0
Total Instructional Services	<u>1,633</u>	<u>1,633</u>	<u>1,633</u>	<u>0</u>
Total Expenditures	<u>1,633</u>	<u>1,633</u>	<u>1,633</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, 2009**

DRUG FREE SCHOOL GRANT FUND

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:				
Intergovernmental - Federal	\$ 6,607	\$ 6,607	\$ 5,946	\$ (661)
Total Revenues	6,607	6,607	5,946	(661)
Expenditures:				
Instructional Services:				
Regular:				
Supplies and Materials	1,608	1,608	915	693
Total Instructional Services	1,608	1,608	915	693
Support Services:				
Pupils:				
Purchased Services	6,126	6,126	5,983	143
Total Support Services	6,126	6,126	5,983	143
Total Expenditures	7,734	7,734	6,898	836
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,127)	(1,127)	(952)	175
Fund Balance at Beginning of Year	1,127	1,127	1,127	0
Fund Balance at End of Year	\$ 0	\$ 0	\$ 175	\$ 175

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, 2009***

TITLE II-A FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u></u>
Revenues:				
Intergovernmental - Federal	\$ 110,944	\$ 111,082	\$ 111,082	\$ 0
Total Revenues	<u>110,944</u>	<u>111,082</u>	<u>111,082</u>	<u>0</u>
Expenditures:				
Instructional Services:				
Regular:				
Salaries and Wages	115,713	115,851	115,231	620
Total Instructional Services	<u>115,713</u>	<u>115,851</u>	<u>115,231</u>	<u>620</u>
Total Expenditures	<u>115,713</u>	<u>115,851</u>	<u>115,231</u>	<u>620</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,769)	(4,769)	(4,149)	620
Fund Balance at Beginning of Year	<u>4,769</u>	<u>4,769</u>	<u>4,769</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 620</u>	<u>\$ 620</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, 2009***

	Original Budget	Final Budget	Actual	Variance with Final Budget Positive (Negative)
MISCELLANEOUS FEDERAL GRANTS FUND				
Revenues:				
Intergovernmental - Federal	\$ 7,519	\$ 7,430	\$ 7,430	\$ 0
Total Revenues	7,519	7,430	7,430	0
Expenditures:				
Instructional Services:				
Other:				
Purchased Services	0	2,610	2,610	0
Total Instructional Services	0	2,610	2,610	0
Support Services:				
Pupils:				
Purchased Services	2,640	3,120	3,120	0
Supplies and Materials	441	0	0	0
Total Pupils	3,081	3,120	3,120	0
Instructional Staff:				
Purchased Services	8,649	7,054	7,054	0
Supplies and Materials	6,320	5,177	5,177	0
Total Instructional Staff	14,969	12,231	12,231	0
Operation and Maintenance of Plant:				
Purchased Services	2,432	2,432	2,432	0
Total Operation and Maintenance Of Plant	2,432	2,432	2,432	0
Total Support Services	20,482	17,783	17,783	0
Total Expenditures	20,482	20,393	20,393	0
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,963)	(12,963)	(12,963)	0
Fund Balance at Beginning of Year	12,963	12,963	12,963	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 Capital Projects Fund
For the Fiscal Year Ended June 30, 2009***

SCHOOLNET PLUS FUND				Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u> </u>
Revenues:				
Total Revenues	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures:				
Instructional Services:				
Regular:				
Capital Outlay	47	47	47	0
Total Expenditures	<u>47</u>	<u>47</u>	<u>47</u>	<u>0</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(47)	(47)	(47)	0
Fund Balance at Beginning of Year	47	47	47	0
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

LAKWOOD LOCAL SCHOOL DISTRICT



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, 2009***

	Balance June 30, 2008	Additions	Deductions	Balance June 30, 2009
<u>Student Managed Activity Fund</u>				
Assets:				
Cash and Cash Equivalents	\$9,813	\$21,077	(\$19,991)	\$10,899
Total Assets	<u>\$9,813</u>	<u>\$21,077</u>	<u>(\$19,991)</u>	<u>\$10,899</u>
Liabilities:				
Due to Students	\$9,813	\$21,077	(\$19,991)	\$10,899
Total Liabilities	<u>\$9,813</u>	<u>\$21,077</u>	<u>(\$19,991)</u>	<u>\$10,899</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, 2009***

Capital Assets

Land	\$275,555
Land Improvements	912,837
Buildings and Improvements	21,650,323
Furniture, Fixtures and Equipment	3,489,613
Vehicles	<u>2,051,092</u>
Total Capital Assets	<u><u>\$28,379,420</u></u>

Investment in Capital Assets from:

Acquisitions Prior to 1996	\$5,234,017
General Fund	5,367,512
Special Revenue Funds	109,791
Capital Project Funds	16,999,497
Capital Leases	224,058
Donations	<u>444,545</u>
Total Investment in Capital Assets	<u><u>\$28,379,420</u></u>

LAKWOOD LOCAL SCHOOL DISTRICT

***Capital Assets Used in the Operation of Governmental Funds
Schedule by Function and Activity
June 30, 2009***

<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	56,665
Pupil Transportation	597	0	11,414
Extracurricular Activities	0	410,012	332,934
Facility Acquisition and Improvement	<u>134,055</u>	<u>487,603</u>	<u>1,767,785</u>
Total Capital Assets	<u><u>\$275,555</u></u>	<u><u>\$912,837</u></u>	<u><u>\$21,650,323</u></u>

LAKWOOD LOCAL SCHOOL DISTRICT

<u>Furniture, Fixtures and Equipment</u>	<u>Vehicles</u>	<u>Total</u>
\$2,514,225	\$0	\$22,011,055
200,251	0	270,362
40,673	0	110,784
104,155	42,753	204,171
57,733	1,984,339	2,054,083
551,227	24,000	1,318,173
21,349	0	2,410,792
<u>\$3,489,613</u>	<u>\$2,051,092</u>	<u>\$28,379,420</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, 2009***

Function and Activity	June 30, 2008	Additions	Deletions	June 30, 2009
Instructional Services	\$22,142,983	\$39,360	(\$171,288)	\$22,011,055
Support Services:				
Administration	257,199	14,762	(1,599)	270,362
Fiscal Services	108,599	2,185	0	110,784
Operation and Maintenance of Plant	146,017	70,154	(12,000)	204,171
Pupil Transportation	2,062,383	97,684	(105,984)	2,054,083
Extracurricular Activities	1,291,233	26,940	0	1,318,173
Facility Acquisition and Improvement	2,476,931	200,968	(267,107)	2,410,792
Total Capital Assets	<u>\$28,485,345</u>	<u>\$452,053</u>	<u>(\$557,978)</u>	<u>\$28,379,420</u>

STATISTICAL SECTION



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 32 – 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 Eight 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

2006	2007	2008	2009
\$3,351,649	\$2,965,032	\$2,999,249	\$2,920,072
0	0	0	0
545,280	561,041	663,568	809,399
0	0	12,630	6,140
0	0	0	0
2,724,352	4,505,221	4,560,589	4,342,665
<u>\$6,621,281</u>	<u>\$8,031,294</u>	<u>\$8,236,036</u>	<u>\$8,078,276</u>
\$100,086	\$90,694	\$78,894	\$77,306
(8,020)	(69,344)	(40,193)	212
<u>\$92,066</u>	<u>\$21,350</u>	<u>\$38,701</u>	<u>\$77,518</u>
\$3,451,735	\$3,055,726	\$3,078,143	\$2,997,378
545,280	561,041	676,198	815,539
2,716,332	4,435,877	4,520,396	4,342,877
<u>\$6,713,347</u>	<u>\$8,052,644</u>	<u>\$8,274,737</u>	<u>\$8,155,794</u>

Lakewood Local School District

*Changes in Net Assets
Last Eight 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	2009
\$11,550,480	\$11,924,997	\$12,302,597	\$12,633,476
1,101,372	1,203,075	1,328,800	1,336,465
515,859	437,342	479,753	410,672
35,171	55,443	52,022	50,581
1,576,704	1,550,432	1,609,024	1,698,850
551,205	618,603	639,771	629,272
15,040	14,176	15,857	17,638
1,491,143	1,640,741	1,672,993	1,543,379
1,347,349	1,446,278	1,530,009	1,491,670
192,719	189,380	231,234	325,541
41,860	56,084	67,844	52,678
550,597	616,900	490,323	521,158
572,388	711,383	669,526	616,719
<u>19,541,887</u>	<u>20,464,834</u>	<u>21,089,753</u>	<u>21,328,099</u>
807,895	892,610	906,182	911,914
7,801	2,284	0	0
<u>815,696</u>	<u>894,894</u>	<u>906,182</u>	<u>911,914</u>
<u>\$20,357,583</u>	<u>\$21,359,728</u>	<u>\$21,995,935</u>	<u>\$22,240,013</u>
\$374,347	\$422,548	\$481,461	\$427,350
3,130	7,247	90,634	122,210
224,277	221,389	166,301	170,671
1,130,065	1,104,624	1,095,397	933,186
0	0	13,366	0
<u>1,731,819</u>	<u>1,755,808</u>	<u>1,847,159</u>	<u>1,653,417</u>

(continued)

Lakewood Local School District

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

	2002	2003	2004
Business-type Activities:			
Charges for Services			
Food Service	440,449	409,431	406,872
Uniform School Supplies (1)	4,918	4,106	4,589
Operating Grants and Contributions	262,940	274,372	308,590
Capital Grants and Contributions	43,653	6,196	0
<i>Total Business-type Activities Program Revenues</i>	<u>751,960</u>	<u>694,105</u>	<u>720,051</u>
<i>Total Primary Government Program Revenues</i>	<u>2,528,714</u>	<u>2,549,321</u>	<u>2,255,276</u>
 Net (Expense)/Revenue			
Governmental Activities	(14,024,991)	(15,857,085)	(16,949,379)
Business-type Activities	91,107	14,233	(17,125)
<i>Total Primary Government Net (Expense)/Revenue</i>	<u><u>(\$13,933,884)</u></u>	<u><u>(\$15,842,852)</u></u>	<u><u>(\$16,966,504)</u></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
Debt Service	1,182,047	1,161,792	1,168,233
Grants and Entitlements not			
Restricted to Specific Programs	5,295,793	5,182,898	5,865,683
Investment Earnings	123,352	85,679	50,708
Miscellaneous	282,496	226,575	196,338
Transfers	1,569	0	0
<i>Total Governmental Activities</i>	<u>15,142,643</u>	<u>15,213,480</u>	<u>17,050,897</u>
Business-type Activities:			
Transfers	190	0	0
<i>Total Business-type Activities</i>	<u>190</u>	<u>0</u>	<u>0</u>
<i>Total Primary Government</i>	<u><u>\$15,142,833</u></u>	<u><u>\$15,213,480</u></u>	<u><u>\$17,050,897</u></u>
 Change in Net Assets			
Governmental Activities	\$1,117,652	(\$643,605)	\$101,518
Business-type Activities	91,297	14,233	(17,125)
<i>Total Primary Government Change in Net Assets</i>	<u><u>\$1,208,949</u></u>	<u><u>(\$629,372)</u></u>	<u><u>\$84,393</u></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

2005	2006	2007	2008	2009
417,400	407,322	408,877	369,761	345,558
1,078	1,247	554	0	0
328,272	372,586	414,747	552,380	605,173
19,317	1,141	0	1,392	0
<u>766,067</u>	<u>782,296</u>	<u>824,178</u>	<u>923,533</u>	<u>950,731</u>
2,462,454	2,514,115	2,579,986	2,770,692	2,604,148
(17,442,150)	(17,810,068)	(18,709,026)	(19,242,594)	(19,674,682)
(54,858)	(33,400)	(70,716)	17,351	38,817
<u>(\$17,497,008)</u>	<u>(\$17,843,468)</u>	<u>(\$18,779,742)</u>	<u>(\$19,225,243)</u>	<u>(\$19,635,865)</u>
\$10,181,474	\$11,133,684	\$11,475,144	\$10,207,940	\$9,649,606
1,088,255	1,006,786	1,019,211	1,040,662	1,110,071
5,866,148	6,050,575	6,992,396	7,692,375	8,487,771
113,061	230,977	390,834	336,879	161,685
222,443	241,730	241,454	169,480	107,789
0	(30,000)	0	0	0
<u>17,471,381</u>	<u>18,633,752</u>	<u>20,119,039</u>	<u>19,447,336</u>	<u>19,516,922</u>
0	30,000	0	0	0
0	30,000	0	0	0
<u>\$17,471,381</u>	<u>\$18,663,752</u>	<u>\$20,119,039</u>	<u>\$19,447,336</u>	<u>\$19,516,922</u>
\$29,231	\$823,684	\$1,410,013	\$204,742	(\$157,760)
(54,858)	(3,400)	(70,716)	17,351	38,817
<u>(\$25,627)</u>	<u>\$820,284</u>	<u>\$1,339,297</u>	<u>\$222,093</u>	<u>(\$118,943)</u>

Lakewood Local School District

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

	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
General Fund					
Reserved	\$853,309	\$1,117,700	\$999,976	\$959,595	\$1,555,902
Unreserved	98,542	110,981	1,485,182	1,058,426	489,187
<i>Total General Fund</i>	<u>951,851</u>	<u>1,228,681</u>	<u>2,485,158</u>	<u>2,018,021</u>	<u>2,045,089</u>
All Other Governmental Funds					
Reserved	1,530,129	132,676	79,288	542,984	549,229
Unreserved, Undesignated, Reported in:					
Special Revenue Funds	352,720	277,192	270,828	207,880	156,228
Debt Service Funds	295,419	284,599	342,326	0	0
Capital Projects Funds	398,139	175,591	64,020	23,131	0
<i>Total All Other Governmental Funds</i>	<u>2,576,407</u>	<u>870,058</u>	<u>756,462</u>	<u>773,995</u>	<u>705,457</u>
<i>Total Governmental Funds</i>	<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>	<u><u>\$2,750,546</u></u>

Source: District Treasurer's Office

Lakewood Local School District

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
\$1,097,483	\$721,492	\$834,999	\$747,675	\$946,834
<u>1,675,053</u>	<u>3,080,139</u>	<u>4,209,277</u>	<u>4,172,532</u>	<u>4,031,381</u>
<u>2,772,536</u>	<u>3,801,631</u>	<u>5,044,276</u>	<u>4,920,207</u>	<u>4,978,215</u>
511,545	50,015	695,054	71,966	60,261
184,250	168,403	107,132	125,472	130,907
0	529,315	0	616,915	747,349
<u>3</u>	<u>0</u>	<u>0</u>	<u>47</u>	<u>0</u>
<u>695,798</u>	<u>747,733</u>	<u>802,186</u>	<u>814,400</u>	<u>938,517</u>
<u>\$3,468,334</u>	<u>\$4,549,364</u>	<u>\$5,846,462</u>	<u>\$5,734,607</u>	<u>\$5,916,732</u>

Lakewood Local School District

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

	2000	2001	2002	2003
Revenues:				
Local Sources:				
Taxes	\$9,007,493	\$9,241,565	\$9,591,842	\$9,613,751
Tuition	140,950	270,058	256,345	273,224
Investment Earnings	626,060	280,172	117,313	80,758
Extracurricular Activities	191,797	213,453	325,965	301,004
Class Materials and Fees	2,788	20,176	21,264	18,655
Intermediate Sources	0	49,135	12,720	6,180
Intergovernmental - State	4,710,496	5,235,807	5,626,148	5,516,800
Intergovernmental - Federal	575,152	571,041	746,388	890,279
All Other Revenue	80,036	143,532	333,184	282,995
Total Revenue	<u>15,334,772</u>	<u>16,024,939</u>	<u>17,031,169</u>	<u>16,983,646</u>
Expenditures:				
Current:				
Instruction	7,611,912	8,553,652	8,543,832	9,664,784
Supporting Services:				
Pupils	740,460	905,096	998,705	1,055,880
Instructional Staff	403,396	785,850	539,832	648,512
Board of Education	21,042	17,346	20,997	31,884
Administration	1,249,101	1,263,031	1,335,265	1,481,903
Fiscal Services	470,326	379,774	467,165	442,921
Business	6,790	9,525	13,056	14,113
Operation and Maintenance of Plant	1,398,746	1,231,753	1,205,729	1,311,548
Pupil Transportation	968,410	859,607	761,609	1,104,274
Central	59,871	80,750	80,841	67,434
Operation of Non-Instructional Services	0	50,534	82,720	87,611
Extracurricular Activities	355,432	370,329	392,141	328,968
Other Expenditures	11,829	23,714	0	0
Capital Outlay	13,166,942	1,679,319	133,102	768,377
Debt Service:				
Principal Retirement	515,757	737,922	600,282	490,489
Interest and Fiscal Charges	773,471	751,543	716,170	708,467
Total Expenditures	<u>27,753,485</u>	<u>17,699,745</u>	<u>15,891,446</u>	<u>18,207,165</u>
Excess (Deficiency) of Revenues Over Expenditures	(12,418,713)	(1,674,806)	1,139,723	(1,223,519)

Lakewood Local School District

2004	2005	2006	2007	2008	2009
\$10,577,861	\$11,852,220	\$12,183,511	\$12,210,024	\$11,251,513	\$10,904,861
261,100	342,930	303,508	347,816	402,852	352,668
24,653	142,437	224,462	397,615	333,443	161,884
141,766	214,698	224,277	221,389	166,301	170,671
11,652	33,780	55,809	56,886	60,959	54,727
29,000	1,500	23,556	6,025	6,090	0
6,025,346	5,999,896	6,206,567	7,168,131	7,830,061	8,552,098
881,910	904,888	914,215	897,102	940,318	864,923
253,464	284,330	283,994	290,331	308,750	260,916
<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>	<u>21,322,748</u>
10,303,206	10,723,064	11,096,012	11,485,943	11,939,626	12,064,984
1,101,433	1,117,832	1,099,402	1,226,925	1,325,390	1,311,184
456,379	405,142	489,263	406,706	449,601	364,416
72,863	65,222	35,171	55,443	52,022	50,581
1,453,025	1,435,743	1,479,957	1,478,088	1,608,052	1,652,690
522,092	551,450	559,667	635,286	655,847	631,868
14,987	19,133	15,040	14,176	15,857	17,638
1,454,923	1,454,833	1,484,790	2,295,967	1,989,400	1,594,021
1,124,163	1,335,151	1,327,560	1,572,993	1,583,046	1,470,345
163,721	182,197	192,719	189,380	230,891	323,475
39,318	39,386	13,720	13,061	25,112	11,119
342,676	384,765	436,640	489,006	371,969	406,712
0	0	0	0	0	0
0	0	0	0	0	0
699,185	629,299	730,604	664,459	726,254	689,350
728,133	710,249	605,224	578,255	584,020	554,214
<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>	<u>21,142,597</u>
(269,352)	723,213	854,130	489,631	(256,800)	180,151

(Continued)

Lakewood Local School District

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

	2000	2001	2002	2003
Other Financing Sources (Uses):				
Sale of Capital Assets	91,200	0	0	850
Energy Conservation Notes Issued	0	0	0	0
General Obligation Bonds Issued	0	0	0	0
General Obligation Notes Issued	0	0	0	726,650
Refunding General Obligation Bonds Issued	0	0	0	0
Premium on Refunding General Obligation Bonds	0	0	0	0
Other Financing Sources - Capital Leases	0	292,735	0	36,415
Payment to Refunded Bonds Escrow Agent	0	0	0	0
Transfers In	531,970	13,686	9,874	0
Transfers Out	(555,000)	(63,686)	(8,305)	0
Total Other Financing Sources (Uses)	<u>68,170</u>	<u>242,735</u>	<u>1,569</u>	<u>763,915</u>
Net Change in Fund Balance	<u>(\$12,350,543)</u>	<u>(\$1,432,071)</u>	<u>\$1,141,292</u>	<u>(\$459,604)</u>
 Debt Service as a Percentage of Noncapital Expenditures	 9.22%	 9.51%	 8.51%	 6.94%

Source: District Treasurer's Office

Lakewood Local School District

2004	2005	2006	2007	2008	2009
241,013	2,956	0	833	44,279	9,472
0	0	0	802,984	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	9,999,991	0	0	0
0	0	667,467	0	0	0
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	0
<u>241,013</u>	<u>2,956</u>	<u>236,425</u>	<u>803,817</u>	<u>150,041</u>	<u>9,472</u>
<u>(\$28,339)</u>	<u>\$726,169</u>	<u>\$1,090,555</u>	<u>\$1,293,448</u>	<u>(\$106,759)</u>	<u>\$189,623</u>
7.93%	7.12%	6.94%	6.18%	6.33%	5.96%

Lakewood Local School District

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

Tax year	<u>1999</u> *	<u>2000</u>	<u>2001</u>	<u>2002</u> **
Real Property				
Assessed	\$218,224,200	\$221,019,420	\$231,012,540	\$266,259,000
Actual	623,497,714	631,484,057	660,035,829	760,740,000
Public Utility				
Assessed	18,991,850	19,703,930	15,072,540	15,193,360
Actual	18,991,850	19,703,930	15,072,540	15,193,360
Tangible Personal Property				
Assessed	71,015,660	76,473,440	84,725,760	73,486,690
Actual	284,062,640	305,893,760	338,903,040	293,946,760
Total				
Assessed	308,231,710	317,196,790	330,810,840	354,939,050
Actual	926,552,204	957,081,747	1,014,011,409	1,069,880,120
Assessed Value as a Percentage of Actual Value				
	33.27%	33.14%	32.62%	33.18%
Total Direct Tax Rate				
	\$42.09	\$41.96	\$41.75	\$47.55

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

2003	2004	2005 *	2006	2007	2008 **
\$271,896,120	\$284,580,780	\$325,385,530	\$331,604,510	\$339,533,800	\$345,573,200
776,846,057	813,087,943	929,672,943	947,441,457	970,096,571	987,352,000
14,922,410	15,215,760	15,701,530	15,792,870	13,838,480	14,132,430
14,922,410	15,215,760	15,701,530	15,792,870	13,838,480	14,132,430
66,723,600	69,156,940	77,470,570	51,175,750	46,169,358	21,195,490
266,894,400	276,627,760	309,882,280	272,937,333	369,354,864	339,127,840
353,542,130	368,953,480	418,557,630	398,573,130	399,541,638	380,901,120
1,058,662,867	1,104,931,463	1,255,256,753	1,236,171,660	1,353,289,915	1,340,612,270
33.40%	33.39%	33.34%	32.24%	29.52%	28.41%
\$47.40	\$45.92	\$44.98	\$44.98	\$45.80	\$47.38

Lakewood Local School District

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

Tax year	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Direct District Rates				
General Fund	38.80	38.80	38.80	44.60
Bond Retirement Fund	3.29	3.16	2.95	2.95
Total	42.09	41.96	41.75	47.55
Overlapping Rates				
Licking County Joint Vocational School	2.00	2.00	3.00	2.80
Licking County	7.20	7.20	7.20	7.20
Special Taxing Districts				
City				
Heath	5.40	5.40	5.40	5.40
Villages				
Buckeye Lake	16.20	11.20	11.20	11.20
Hebron	16.30	15.30	13.30	13.30
Townships				
Bowling Green	5.80	5.80	5.80	5.80
Franklin	6.20	7.20	7.20	7.20
Licking	4.90	4.90	4.90	4.90
Union	0.80 - 6.20	0.80 - 6.20	0.80 - 6.20	0.80 - 6.20

Source:

Licking County Auditor's Office
Presented on a calendar year basis because that is the manner
in which the information is maintained by the County.

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

Lakewood Local School District

2003	2004	2005	2006	2007	2008
44.60	43.72	42.75	42.75	43.50	44.60
2.80	2.20	2.23	2.23	2.30	2.78
47.40	45.92	44.98	44.98	45.80	47.38
3.00	3.00	3.00	3.00	3.00	2.50
7.20	7.20	7.20	7.40	7.40	7.10
5.40	4.40 - 5.40	4.40 - 5.40	4.40 - 5.40	4.40 - 5.40	4.40 - 5.40
11.20	11.20	11.20	11.20	11.20	10.20 - 10.4
13.30	13.20 - 13.30	13.20 - 13.30	13.20 - 13.30	13.20 - 13.30	13.20 - 13.30
5.80	5.80	5.80	5.80	5.80	5.80
7.20	7.20	7.20	7.20	7.20	7.20
4.90	2.70 - 4.90	2.70 - 4.90	2.70 - 4.90	2.70 - 4.90	2.70 - 4.90
0.80 - 6.20	0.80 - 6.20	0.80 - 6.20	0.80 - 6.20	0.80 - 6.20	0.80 - 6.20

Lakewood Local School District

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

Name of Taxpayer	Nature of Business	Calendar Year 2008		
		Assessed Value	Rank	Percent of Total Assessed Value
Momentive Performance Materials	Silicones/Adhesives	\$2,012,340	1	9.49%
Bayer Materials Science LLC	Plastic Pellets	1,663,780	2	7.85%
THK Manufacturing of America	Linear Motion Devices	1,344,420	3	6.34%
Dow Chemical Company	Research	1,212,570	4	5.72%
Scotts Company LLC	Lawn Chemical	1,208,100	5	5.70%
Heritage Sportswear Inc.	Sportswear	835,970	6	3.94%
Diebold Midwest Manufacturing	ATM Machines	810,100	7	3.82%
Constar International	Plastic Bottles	670,280	8	3.16%
Ecolab Inc	Industrial Cleaners	623,720	9	2.94%
RR Donnelley & sons Co.	Brake, Gas Lines, etc	553,670	10	2.61%
	Subtotal	10,934,950		51.57%
	All Others	10,260,540		48.43%
	Total	\$21,195,490		100.00%

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 Donnelley & 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	\$73,486,690		100.00%

Note: Information was not available prior to 2002.

Source: Licking County Auditor - Land and Buildings
Based on valuation of property in 2008 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 Six Years Ago*

Name of Taxpayer	Nature of Business	Calendar Year 2008		
		Assessed Value	Rank	Percent of Total Assessed Value
Southgate Co. Limited Partnership	Contractor	\$2,673,210	1	0.77%
Paragano Nazario	Warehouse	2,468,660	2	0.71%
G & C Diversified LLC	General Contractor	2,365,450	3	0.68%
Black, Monte R & Susan K	Industrial Cleaning	2,146,560	4	0.62%
RR Donnelley & Sons Co.	Printing	2,005,370	5	0.58%
Diebold Midwest Manufacturing	ATM Machines	1,943,630	6	0.56%
Bayer Polymers LLC	Plastic Pellets	1,883,460	7	0.55%
Zazworsky Leon	Developer	1,602,310	8	0.46%
Hebron Business Park	Developer	1,452,430	9	0.42%
Kroger Company	Food	1,289,470	10	0.37%
Subtotal		19,830,550		5.72%
All Others		325,742,650		94.28%
Total		<u>\$345,573,200</u>		<u>100.00%</u>

Name of Taxpayer	Nature of Business	Calendar Year 2002		
		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 2008 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 Six Years Ago*

Name of Taxpayer	Nature of Business	Calendar Year 2008		
		Assessed Value	Rank	Percent of Total Assessed Value
Ohio Power Company	Electricity	\$7,135,640	1	50.49%
Columbia Gas Transmission	Gas Lines	1,665,420	2	11.78%
National Gas & Oil Co.	Propane	1,213,310	3	8.59%
Licking Rural Electric	Electricity	1,203,770	4	8.52%
Columbus Southern Power	Electricity	1,127,020	5	7.97%
Dominion Transmission	Gas Lines	910,150	6	6.44%
NGO Transmission	Gas Lines	498,410	7	3.53%
Dayton Power	Electricity	157,890	8	1.12%
Columbia Gas	Gas Lines	155,870	9	1.10%
Duke Energy Ohio Inc	Electricity	20,010	10	0.14%
Subtotal		14,087,490		99.68%
All Others		44,940		0.32%
Total		<u>\$14,132,430</u>		<u>100.00%</u>

Name of Taxpayer	Nature of Business	Calendar Year 2002		
		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 2008 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>1999</u>	<u>2000</u>	<u>2001</u>
Total Tax Levy	\$9,760,002	\$10,086,537	\$11,059,458
Collections within the Fiscal Year of the Levy			
Current Tax Collections	8,929,261	9,091,100	9,842,557
Percent of Levy Collected	91.49%	90.13%	89.00%
Delinquent Tax Collections (1)	<u>310,285</u>	<u>224,533</u>	<u>361,062</u>
Total Tax Collections	9,239,546	9,315,633	10,203,619
Percent of Total Tax Collections To Tax Levy	94.67%	92.36%	92.26%
Accumulated Outstanding Delinquent Taxes	520,456	770,904	855,839
Percentage of Accumulated Delinquent Taxes to Total Tax Levy	5.33%	7.64%	7.74%

(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

2002	2003	2004	2005	2006	2007	2008
\$10,800,834	\$11,195,522	\$13,765,566	\$13,839,306	\$14,075,322	\$13,358,051	\$12,403,103
9,535,310	9,598,346	12,138,331	12,598,333	12,341,116	11,258,713	10,823,468
88.28%	85.73%	88.18%	91.03%	87.68%	84.28%	87.26%
327,740	272,575	644,850	407,672	737,187	932,863	614,811
9,863,050	9,870,921	12,783,181	13,006,005	13,078,303	12,191,576	11,438,279
91.32%	88.17%	92.86%	93.98%	92.92%	91.27%	92.22%
937,783	1,324,601	982,385	833,301	997,019	1,166,474	964,824
8.68%	11.83%	7.14%	6.02%	7.08%	8.73%	7.78%

Lakewood Local School District

*Ratio of Outstanding Debt By Type
Last Ten Years*

	2000	2001	2002	2003
Governmental Activities ⁽¹⁾				
Long-Term Notes Payable	\$510,000	\$345,000	\$165,000	\$841,650
EPA Loan Payable	48,844	41,330	33,815	26,300
General Obligation Bonds Payable	15,351,279	15,050,116	14,746,122	14,435,360
Capital Leases	207,293	284,620	231,853	210,294
Total Primary Government	<u>\$16,117,416</u>	<u>\$15,721,066</u>	<u>\$15,176,790</u>	<u>\$15,513,604</u>
Population ⁽²⁾				
Village of Buckeye Lake and Village of Hebron	5,286	5,083	5,120	5,136
Outstanding Debt Per Capita	3,049	3,093	2,964	3,021
Income ⁽³⁾				
Personal (in thousands)	135,047	136,326	139,622	142,550
Percentage of Personal Income	11.93%	11.53%	10.87%	10.88%

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

2004	2005	2006	2007	2008	2009
\$713,985	\$581,320	\$508,655	\$1,207,539	\$1,069,628	\$928,414
18,786	11,272	3,758	0	0	0
14,119,055	13,803,616	13,525,751	13,156,289	12,736,531	12,290,427
277,301	188,181	203,918	142,317	159,736	116,600
<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>	<u>\$13,335,441</u>
5,167	5,169	5,083	5,202	5,192	5,195
2,928	2,822	2,802	2,789	2,690	2,567
145,952	153,442	155,077	167,302	176,123	176,225
10.37%	9.50%	9.18%	8.67%	7.93%	7.57%

Lakewood Local School District

*Ratios of General Bonded Debt Outstanding
Last Ten Years*

Year	2000	2001	2002	2003
Population (1)	5,286	5,083	5,120	5,136
Assessed Value (2)	308,231,710	317,196,790	330,810,840	354,939,050
General Bonded Debt (3)				
General Obligation Bonds	15,351,279	15,050,116	14,746,122	14,435,360
Resources Available to Pay Principal (4)	184,671	163,310	224,224	230,808
Net General Bonded Debt	15,166,608	14,886,806	14,521,898	14,204,552
Ratio of Net Bonded Debt to Estimated Actual Value	4.92%	4.69%	4.39%	4.00%
Net Bonded Debt per Capita	2,869.20	2,928.74	2,836.31	2,765.68

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

2004	2005	2006	2007	2008	2009
5,167	5,169	5,083	5,202	5,192	5,195
353,542,130	368,953,480	418,557,630	398,573,130	399,541,638	380,901,120
14,119,055	13,803,616	13,525,751	13,156,289	12,736,531	12,290,427
231,046	278,152	401,241	458,592	509,837	588,779
13,888,009	13,525,464	13,124,510	12,697,697	12,226,694	11,701,648
3.93%	3.67%	3.14%	3.19%	3.06%	3.07%
2,687.83	2,616.65	2,582.04	2,440.93	2,354.91	2,252.48



Lakewood Local School District

*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
June 30, 2009*

Jurisdiction	Gross Debt Outstanding	Percentage Applicable to Lakewood Local School District (1)	Amount Applicable to Lakewood Local School District
Direct:			
Lakewood Local School District	\$12,290,427	100.00%	\$12,290,427
Overlapping:			
Licking County	6,005,138	10.74%	644,952
Village of Hebron	1,040,000	100.00%	1,040,000
Licking County Career Center -JVS	27,475,000	10.44%	2,868,390
		Subtotal	4,553,342
		Total	<u>\$16,843,769</u>

Source: Ohio Municipal Advisory Council, June 2009

(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>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Net Assessed Valuation	\$308,231,710	\$317,196,790	\$330,810,840	\$354,939,050
Legal Debt Limitation (%) (1)	9.00%	9.00%	9.00%	9.00%
Legal Debt Limitation (\$) (1)	27,740,854	28,547,711	29,772,976	31,944,515
Applicable District Debt Outstanding	15,351,279	15,050,116	14,746,122	14,435,360
Less: Applicable Debt Service Fund Amounts (2)	<u>(184,671)</u>	<u>(163,310)</u>	<u>(224,224)</u>	<u>(230,808)</u>
Net Indebtedness Subject to Limitation	<u>15,166,608</u>	<u>14,886,806</u>	<u>14,521,898</u>	<u>14,204,552</u>
Overall Legal Debt Margin	<u><u>\$12,574,246</u></u>	<u><u>\$13,660,905</u></u>	<u><u>\$15,251,078</u></u>	<u><u>\$17,739,963</u></u>
Legal Debt Limitation (%) (1)	0.10%	0.10%	0.10%	0.10%
Legal Debt Limitation (\$) (1)	308,232	317,197	330,811	354,939
Applicable District Debt Outstanding	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Legal Debt Margin	<u><u>\$308,232</u></u>	<u><u>\$317,197</u></u>	<u><u>\$330,811</u></u>	<u><u>\$354,939</u></u>
Legal Debt Limitation (%) (1)	0.90%	0.90%	0.90%	0.90%
Legal Debt Limitation (\$) (1)	2,774,085	2,854,771	2,977,298	3,194,451
Applicable District Debt Outstanding	<u>(510,000)</u>	<u>(345,000)</u>	<u>(165,000)</u>	<u>(841,650)</u>
Unvoted Energy Conservation Loans Legal Debt Margin	<u><u>\$2,264,085</u></u>	<u><u>\$2,509,771</u></u>	<u><u>\$2,812,298</u></u>	<u><u>\$2,352,801</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

2004	2005	2006	2007	2008	2009
\$353,542,130	\$368,953,480	\$418,557,630	\$398,573,130	\$399,541,638	\$380,901,120
9.00%	9.00%	9.00%	9.00%	9.00%	9.00%
31,818,792	33,205,813	37,670,187	35,871,582	35,958,747	34,281,101
14,119,055	13,803,616	13,525,751	13,156,289	12,736,531	12,290,427
(231,046)	(278,152)	(401,241)	(458,592)	(509,837)	(588,779)
<u>13,888,009</u>	<u>13,525,464</u>	<u>13,124,510</u>	<u>12,697,697</u>	<u>12,226,694</u>	<u>11,701,648</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>	<u>\$22,579,453</u>
0.10%	0.10%	0.10%	0.10%	0.10%	0.10%
353,542	368,953	418,558	398,573	399,542	380,901
0	0	0	0	0	0
<u>\$353,542</u>	<u>\$368,953</u>	<u>\$418,558</u>	<u>\$398,573</u>	<u>\$399,542</u>	<u>\$380,901</u>
0.90%	0.90%	0.90%	0.90%	0.90%	0.90%
3,181,879	3,320,581	3,767,019	3,587,158	3,595,875	3,428,110
(713,985)	(581,320)	(508,655)	(1,207,539)	(1,069,628)	(928,414)
<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>	<u>\$2,499,696</u>

Lakewood Local School District

Demographic and Economic Statistics Last Ten Years

Calendar Year*	1999	2000	2001	2002
Population (1)				
Village of Buckeye Lake and Village of Hebron	5,286	5,083	5,120	5,136
Licking County	143,697	145,491	147,397	148,680
Income (2) (a)				
Total Personal (in thousands)	135,047	136,326	139,622	142,550
Per Capita	25,548	26,820	27,270	27,755
Unemployment Rate (3)				
Federal	4.2%	3.8%	4.8%	5.8%
State	4.3%	3.7%	4.3%	5.7%
Licking County	3.8%	3.6%	3.2%	3.6%
Fiscal Year	2000	2001	2002	2003
School Enrollment (4)				
Grades K - 5	1,020	1,011	1,002	1,039
Grades 6 - 8	552	568	533	499
Grades 9 - 12	740	743	725	721
Non-Grade	27	16	18	18
Total	<u>2,339</u>	<u>2,338</u>	<u>2,278</u>	<u>2,277</u>

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

(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 (2008 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

2003	2004	2005	2006	2007	2008
5,167	5,169	5,083	5,202	5,192	5,195
150,634	152,866	154,806	156,287	156,985	157,721
145,952	153,442	155,077	167,302	176,123	176,225
28,247	29,685	30,509	32,161	33,922	33,922
6.0%	5.5%	5.0%	4.6%	4.6%	5.8%
6.1%	6.0%	5.9%	5.5%	5.6%	6.6%
6.0%	5.9%	5.8%	5.1%	5.2%	6.1%
2004	2005	2006	2007	2008	2009
1,011	1,021	995	1,018	966	937
513	518	525	525	515	495
723	713	692	687	672	702
18	18	5	4	29	29
<u>2,265</u>	<u>2,270</u>	<u>2,217</u>	<u>2,234</u>	<u>2,182</u>	<u>2,163</u>



Lakewood Local School District

Principal Employers Current Year and Seven Years Ago

Employer	Nature of Business	2009		
		Number of Employees	Rank	Percentage of Total Employment
Harry & David	Distributor	275	1	6.88%
THK	Linier Motion Devices	275	2	6.88%
Ecolab	Cleaning Supplies	150	3	3.75%
Ohio Metal Technologies	Auto Parts	130	4	3.25%
Kroger	Grocery	105	5	2.63%
Renosol Corporation	Foam Auto Seats	96	6	2.40%
Sunfield Corporation	Steel Stamping	89	7	2.23%
Heritage Sportswear	Sportswear Clothing	85	8	2.13%
Hendrickson International	Axles	82	9	2.05%
POMA Glass & Specialty (AFG)	Glass Finishing	72	10	1.80%
Total		<u>1,359</u>		
Total Employment within the District		<u>3,998</u>		

Employer	Nature of Business	2002	
		Number of Employees	Rank
Bear creek	Distributor	708	1
THK	Linier Motion Devices	218	2
Ecolab	Cleaning Supplies	140	3
Allied Tube & Conduit	Razor Wire / Fencing	126	4
AFG Fabrication	Fabricator	91	5
Ohio Metal Tech	Auto Parts	88	6
Sunfield	Steel Stamping	88	7
Heritage Sportswear	Clothing Dept	83	8
Renosol	Foam Auto Seats	71	9
The Boler Co.	Truck Axles	54	10
Total		<u>1,667</u>	
Total Employment within the District		<u>N/A</u>	

Sources: Village of Hebron Administrative Offices

N/A - not available

Lakewood Local School District

School District Employees by Type Last Ten 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

Source: District Treasurer's Office

Lakewood Local School District

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
3	3	4	3	4
3	3	3	3	4
5	5	5	5	5
3	3	2	2	2
69	67	67	68	64
45	44	44	43	41
47	49	49	51	50
4	4	4	4	4
1	1	2	2	2
1	1	1	1	1
4	4	4	4	4
0	0	1	2	2
15	15	14	14	16
10	16	15	17	16
21	19	20	17	16
23	23	22	19	19
34	34	30	31	31
<u>288</u>	<u>291</u>	<u>287</u>	<u>286</u>	<u>281</u>

Lakewood Local School District

*Operating Indicators - Cost per Pupil
Last Ten 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

Source: District Treasurer's Office

(1) Expenses exclude interest and fiscal charges

(2) Provided by Ohio Department of Education

2009 reflects 2008 ratios as current data was not available.

Lakewood Local School District

2005	2006	2007	2008	2009
2,270	2,217	2,234	2,182	2,163
19,035,724	19,565,769	21,105,688	21,557,087	21,142,597
8,386	8,825	9,447	9,880	9,775
2.9%	5.2%	7.0%	4.6%	(1.1%)
\$18,348,210	\$18,969,499	\$19,753,451	\$20,420,227	\$20,711,380
8,083	8,556	8,842	9,358	9,575
(1.0%)	5.9%	3.3%	5.8%	2.3%
169	168	168	162	162
15.7	15.3	17.0	15.9	15.9
18.5	18.6	19.6	18.6	18.6

Lakewood Local School District

Operating Indicators by Function Last Seven 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

2007	2008	2009
2,234	2,182	2,163
160	145	149
14.0%	14.6%	14.8%
0%	0%	0%
12	12	12
94.6%	94.6%	94.9%
2,012	1,734	1,604
2,833	2,645	2,536
357,393	357,393	357,393
114	114	114
1,754	1,760	1,496
2,299	2,156	2,213
32	30	34
16	16	16
223,445	232,741	225,851
104,025	107,176	106,742

Lakewood Local School District

*Operating Indicators - Teacher Base Salaries
Last Ten Years*

Fiscal Year	2000	2001	2002	2003	2004
Minimum Salary	22,956	23,645	25,300	25,300	26,312
Maximum Salary	46,486	47,881	51,233	51,233	55,781
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 Ten 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	2009
27,233	27,914	28,961	29,830	30,606
57,734	59,177	61,542	63,389	65,038
42,782	49,866	47,691	49,038	49,410
45,638	46,289	47,110	49,633	50,791
49,438	50,772	53,536	53,410	54,656

2005	2006	2007	2008	2009
20	14	14	19	19
52	53	49	44	43
64	64	58	56	56
33	37	47	43	44
169	168	168	162	162

Lakewood Local School District

Capital Asset Statistics by Building Last Nine 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	2009
150,848	150,848	150,848	150,848
1,000	1,000	1,000	1,000
697	691	674	705
60,700	60,700	60,700	60,700
720	720	720	720
524	525	515	495
50,238	50,238	75,107	75,107
525	525	975	975
317	336	508	497
24,869	24,869	N/A	N/A
450	450	N/A	N/A
290	304	N/A	N/A
58,138	58,138	58,138	58,138
675	675	675	675
388	378	485	466
3,696	3,696	3,696	3,696
8,904	8,904	8,904	8,904

Lakewood Local School District

Educational and Operating Statistics Last Ten Years

	2000	2001	2002	2003	2004
Cost per Student (ODE) (1)					
Lakewood	6,451	6,330	6,683	7,507	7,594
Ohio (Average)	7,057	7,591	8,073	8,441	8,768
Attendance Rate					
Lakewood	93.80%	93.80%	94.60%	94.40%	94.40%
Ohio (Average)	97.20%	93.90%	94.30%	94.50%	94.50%
Graduation Rate					
Lakewood	89.10%	87.70%	85.20%	91.50%	92.90%
Ohio (Average) (2)	80.70%	81.20%	82.80%	83.90%	84.30%

Source:

District's Student Records and Ohio Department of Education

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

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

Lakewood Local School District

2005	2006	2007	2008	2009
7,865	8,202	8,548	9,154	8,995
9,048	9,356	9,586	9,939	10,184
94.10%	94.60%	94.60%	94.60%	94.90%
94.30%	94.10%	94.10%	94.20%	94.30%
96.30%	87.60%	94.70%	91.20%	96.10%
85.90%	86.20%	86.10%	86.90%	84.60%





Mary Taylor, CPA
Auditor of State

LAKESWOOD 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 8, 2009