

Lakewood Local School District  
Schedule Of Revenue, Expenditures and Changes In Fund Balances  
Actual and Forecasted Operating Fund

	ACTUAL			FORECASTED				
	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year
	2022	2023	2024	2025	2026	2027	2028	2029
<b>Revenue:</b>								
1.010 - General Property Tax (Real Estate)	14,433,721	15,012,993	17,368,722	19,264,754	19,601,905	20,492,341	21,262,490	21,621,058
1.020 - Public Utility Personal Property	1,984,706	2,214,675	2,299,353	2,374,877	2,453,451	2,522,341	2,597,625	2,687,729
1.030 - Income Tax	-	-	-	-	-	-	-	-
1.035 - Unrestricted Grants-in-Aid	4,571,454	4,636,351	4,653,759	4,720,661	4,866,635	5,013,688	5,035,029	5,056,422
1.040 - Restricted Grants-in-Aid	508,356	495,501	583,013	433,441	389,388	340,526	327,265	314,728
1.045 - Restricted Federal Grants-in-Aid - SFSF	-	-	-	-	-	-	-	-
1.050 - State Share of Local Property Taxes	1,746,419	1,742,109	1,872,580	2,233,138	2,187,706	2,296,587	2,406,682	2,449,685
1.060 - All Other Operating Revenues	1,119,187	1,435,087	1,975,609	1,973,685	1,960,247	1,947,200	1,934,535	1,922,246
<b>1.070 - Total Revenue</b>	<b>24,363,844</b>	<b>25,536,715</b>	<b>28,753,036</b>	<b>31,000,556</b>	<b>31,459,332</b>	<b>32,612,683</b>	<b>33,563,626</b>	<b>34,051,868</b>
<b>Other Financing Sources:</b>								
2.010 - Proceeds from Sale of Notes	-	-	-	-	-	-	-	-
2.020 - State Emergency Loans and Advancements	-	-	-	-	-	-	-	-
2.040 - Operating Transfers-In	-	-	-	-	-	-	-	-
2.050 - Advances-In	-	-	-	-	-	-	-	-
2.060 - All Other Financing Sources	37,745	26,676	16,206	15,000	15,000	15,000	15,000	15,000
2.070 - Total Other Financing Sources	37,745	26,676	16,206	15,000	15,000	15,000	15,000	15,000
<b>2.080 - Total Revenues and Other Financing Sources</b>	<b>24,401,590</b>	<b>25,563,391</b>	<b>28,769,242</b>	<b>31,015,556</b>	<b>31,474,332</b>	<b>32,627,683</b>	<b>33,578,626</b>	<b>34,066,868</b>
<b>Expenditures:</b>								
3.010 - Personnel Services	13,478,362	13,981,172	14,273,721	15,700,964	16,639,298	17,556,264	18,425,423	19,338,556
3.020 - Employees' Retirement/Insurance Benefits	5,508,841	5,643,735	5,760,131	6,051,402	6,808,673	7,390,500	8,076,032	8,849,308
3.030 - Purchased Services	2,170,940	2,593,051	2,857,600	3,115,600	3,209,916	3,307,398	3,408,162	3,512,325
3.040 - Supplies and Materials	804,977	819,171	896,750	1,128,779	1,171,995	1,195,435	1,219,343	1,243,730
3.050 - Capital Outlay	691,739	807,427	872,232	1,828,833	1,426,612	1,565,284	1,672,490	1,565,240
3.060 - Intergovernmental	-	-	-	-	-	-	-	-
<b>Debt Service:</b>								
4.010 - Principal-All Years	-	-	-	-	-	-	-	-
4.020 - Principal - Notes	-	-	-	-	-	-	-	-
4.030 - Principal - State Loans	-	-	-	-	-	-	-	-
4.040 - Principal - State Advances	-	-	-	-	-	-	-	-
4.050 - Principal - HB264 Loan	96,603	91,771	-	-	-	-	-	-
4.055 - Principal - Other	245,000	250,000	260,000	265,000	275,000	280,000	-	-
4.060 - Interest and Fiscal Charges	41,687	36,122	27,265	19,731	11,982	4,018	-	-
4.300 - Other Objects	925,054	1,066,226	1,108,831	1,380,469	1,425,195	1,471,590	1,519,739	1,569,730
<b>4.500 - Total Expenditures</b>	<b>23,963,203</b>	<b>25,288,676</b>	<b>26,056,530</b>	<b>29,490,778</b>	<b>30,968,670</b>	<b>32,770,490</b>	<b>34,321,190</b>	<b>36,078,889</b>
<b>Other Financing Uses</b>								
5.010 - Operating Transfers-Out	-	271,756	782,837	759,938	759,938	732,623	500,000	500,000
5.020 - Advances-Out	-	-	-	-	-	-	-	-
5.030 - All Other Financing Uses	15,039	-	-	2,000	-	-	-	-
5.040 - Total Other Financing Uses	15,039	271,756	782,837	761,938	759,938	732,623	500,000	500,000
<b>5.050 - Total Expenditures and Other Financing Uses</b>	<b>23,978,242</b>	<b>25,560,432</b>	<b>26,839,367</b>	<b>30,252,716</b>	<b>31,728,608</b>	<b>33,503,113</b>	<b>34,821,190</b>	<b>36,578,889</b>
<b>Excess of Rev &amp; Other Financing Uses Over (Under)</b>								
<b>6.010 - Expenditures and Other Financing Uses</b>	<b>423,347</b>	<b>2,960</b>	<b>1,929,875</b>	<b>762,840</b>	<b>(254,276)</b>	<b>(875,430)</b>	<b>(1,242,564)</b>	<b>(2,512,021)</b>
<b>Cash Balance July 1 - Excluding Proposed Renewal/</b>								
<b>7.010 - Replacement and New Levies</b>	<b>13,962,948</b>	<b>14,386,296</b>	<b>14,389,255</b>	<b>16,319,131</b>	<b>17,081,971</b>	<b>16,827,695</b>	<b>15,952,265</b>	<b>14,709,701</b>
<b>7.020 - Cash Balance June 30</b>	<b>14,386,296</b>	<b>14,389,255</b>	<b>16,319,131</b>	<b>17,081,971</b>	<b>16,827,695</b>	<b>15,952,265</b>	<b>14,709,701</b>	<b>12,197,680</b>
<b>8.010 - Estimated Encumbrances June 30</b>	<b>216,399</b>	<b>402,375</b>	<b>314,724</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>	<b>250,000</b>
<b>Reservations of Fund Balance:</b>								
9.010 - Textbooks and Instructional Materials	-	-	-	-	-	-	-	-
9.020 - Capital Improvements	120,547	5,050	-	-	-	-	-	-
9.030 - Budget Reserve	-	-	-	-	-	-	-	-
9.040 - DPIA	-	-	-	-	-	-	-	-
9.050 - Debt Service	105,128	1	1	1	1	-	-	-
9.060 - Property Tax Advances	-	-	-	-	-	-	-	-
9.070 - Bus Purchases	-	-	-	-	-	-	-	-
9.080 - Subtotal	225,675	5,051	1	1	1	-	-	-
<b>Fund Balance June 30 for Certification</b>								
<b>10.010 - of Appropriations</b>	<b>13,944,222</b>	<b>13,981,829</b>	<b>16,004,406</b>	<b>16,831,970</b>	<b>16,577,694</b>	<b>15,702,265</b>	<b>14,459,701</b>	<b>11,947,680</b>
<b>Rev from Replacement/Renewal Levies</b>								
11.010 - Income Tax - Renewal	-	-	-	-	-	-	-	-
11.020 - Property Tax - Renewal or Replacement	-	-	-	-	-	-	-	-
11.030 - Cumulative Balance of Replacement/Renewal Levie	-	-	-	-	-	-	-	-
<b>Fund Balance June 30 for Certification</b>								
<b>12.010 - of Contracts, Salary and Other Obligations</b>	<b>13,944,222</b>	<b>13,981,829</b>	<b>16,004,406</b>	<b>16,831,970</b>	<b>16,577,694</b>	<b>15,702,265</b>	<b>14,459,701</b>	<b>11,947,680</b>
<b>Revenue from New Levies</b>								
13.010 - Income Tax - New	-	-	-	-	-	-	-	-
13.020 - Property Tax - New	-	-	-	-	-	-	-	-
13.030 - Cumulative Balance of New Levies	-	-	-	-	-	-	-	-
<b>14.010 - Revenue from Future State Advancements</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>15.010 - Unreserved Fund Balance June 30</b>	<b>13,944,222</b>	<b>13,981,829</b>	<b>16,004,406</b>	<b>16,831,970</b>	<b>16,577,694</b>	<b>15,702,265</b>	<b>14,459,701</b>	<b>11,947,680</b>

**LAKWOOD LOCAL SCHOOL DISTRICT  
FIVE YEAR FORECAST SIGNIFICANT ASSUMPTIONS  
FISCAL YEARS 2025-2029  
UPDATED: NOVEMBER 2024**

**GENERAL ASSUMPTIONS**

This is a forecast based on the information and data available at the time of preparation. This forecast is prepared based upon historical trends and current factors. This information is extrapolated into estimates for subsequent years. The forecast variables can change multiple times throughout the fiscal year and while cash monitoring helps to identify unexpected variances no process is guaranteed. The intent is to provide the District's financial trend over time and a roadmap for decisions aimed at encouraging financial sustainability and stability.

Funds included in this forecast are: All General Funds (001) and the principal and interest for a Stadium Lease Fund (002 9104).

**REVENUES**

**General Property Tax (Real Estate)** – Property values are established each year by the County Auditor based on new construction and updated values.

Property tax revenues for fiscal years 2025 through 2029 have been estimated. Property tax revenue account for 62.1% of total revenues. Changes in values are the result of: 1) Board of Revision fair market value changes and inflationary adjustments; and 2) new construction. This forecast estimates a percentage increase/decrease in Board of Revision Changes/Inflation based on a six-year average history. The forecast projections reflect an average gross collection rate of 99.6% annually through calendar year 2028.

Licking County Reappraisal Update was calendar year 2023. This reappraisal resulted in an increase in residential values of approximately 40%. New construction in calendar year 2023 agricultural/residential values included a 3.5% increase and commercial/industrial values included a 6.8% increase.

New construction for agricultural/residential values for calendar years 2024 through 2028 include on average a 2% increase and commercial/industrial values include on average a 1.5% increase. These are based on review of history and estimated trends.

The District has one (1) emergency operating levy. The emergency operating levy is a ten-year levy which generates \$5,882,139 in district revenues which is collected from real property/public utility taxes and rollback/homestead. This levy was passed on November 8, 2022 and combined the district's two (2) emergency operating levies into one levy. This levy began collections in calendar year 2023.

**Public Utility Personal Property** –Public Utility Personal Property tax revenue is generated from the personal property values, additions and depreciation reported by the utility companies. Public Utility personal property revenues for fiscal year 2025 through 2029 have been estimated and will be collected from public utility personal property. This category currently makes up 7.7% of total district revenue. The forecast projections reflect an average gross collection rate of 99.6% annually through calendar year 2028.

**Unrestricted Grants-In-Aid** – Ohio uses the Fair School Funding Plan (FSFP) for calculation of the state's share of school funding which is driven by a base cost methodology that incorporates four components identified as necessary to the education process.

The FSFP is a formula that includes phases-in and guarantees. With phase-ins, some districts may have formula funding that is phased-in overtime and therefore they are not receiving their full funding. Other districts may experience guarantee funding. Lakewood Local is on the guarantee funding. This guarantee holds the District at the fiscal year 2020 funding level. The District's guarantee for fiscal year 2025 is in excess of \$1 million. This forecast is modeling a guarantee that continues to grow over the forecasted period. The District's estimated enrollment for fiscal years 2025 through 2029 is projected to decline over the forecasted period.

**LAKWOOD LOCAL SCHOOL DISTRICT  
FIVE YEAR FORECAST SIGNIFICANT ASSUMPTIONS  
FISCAL YEARS 2025-2029  
UPDATED: NOVEMBER 2024**

Casino revenues – For fiscal year 2024, the District received \$118,118. Casino revenues for fiscal years 2025 through 2029 are estimated to remain unchanged over the forecasted period.

**Restricted Grants-In-Aid** – Restricted grants-in-aid revenues for fiscal years 2025 through 2029 is the portion of state per pupil funding that must be classified as restricted. These include Career Technical Education, Disadvantaged Pupil Impact Aid, Gifted Education, English Learner Funding, Student Wellness and Success Funding and Catastrophic Costs Reimbursement.

In FY24, the District received a payment from the Ohio Department of Education and Workforce of \$77,400 that is being used in FY25 toward the purchase of high-quality instructional materials. The state operating budget set aside \$64 million to subsidize the cost of high-quality instructional materials aligned to the Science of Reading that was distributed between all schools in the State of Ohio.

**State Share of Local Property Taxes** – Property tax allocations for fiscal years 2025 through 2029 have been estimated using property valuations. Property tax allocation consists of reimbursements from the State of Ohio for local taxpayer credits or reductions. The state reduces the local taxpayer's tax bill with a 10% rollback credit, a 2.5% owner-occupied rollback credit, plus a homestead credit for qualifying taxpayers. In fiscal year 2025, approximately 11.6% local residential property taxes will be reimbursed by the state in the form of rollback credits and approximately 1.4% will be reimbursed in the form of qualifying homestead exemption credits.

**All Other Revenues** – The estimate for this category encompasses a number of revenue sources. Most of these sources are driven by inflationary pressure as well as district policy.

Investments revenues – For fiscal years 2025 through 2029 investment revenues have been estimated based on an amount consistent with fiscal year 2024 revenues.

Tuition from non-resident students educated by the District – Tuition revenues fluctuate yearly. Tuition revenues from other districts has been estimated for fiscal years 2025 through 2029 based on fiscal year 2024 revenues.

Class fees – The class fees have been estimated for fiscal years 2025 through 2029. The District has a relatively high percentage of class fee waivers.

Medicaid School Program revenues – For fiscal years 2025 through 2029 revenues are estimated based on an amount consistent with prior years.

**Operating Transfers-In** – The District does not anticipate operating transfers-in during fiscal years 2025 through 2029.

**Advances-In** – The District does not anticipate advances-in during fiscal years 2025 through 2029.

**EXPENDITURES**

**Personnel Services** - The Board has a master contract with the Lakewood Teachers Association that was approved on May 21, 2024 for the period August 1, 2024 through July 31, 2027. This contract includes a 4% salary adjustment for fiscal year 2025 and a 3% salary adjustment for both fiscal years 2026 and 2027. The members also receive any accrued step increases annually.

The Board has a master contract with the Lakewood Association of Classified Employees/OEA/NEA that was approved on July 10, 2024 for the period July 1, 2024 through June 30, 2027. This contract includes a market base salary adjustment for fiscal year 2025, and a 2% salary adjustment for fiscal years 2026 and 2027. The members also receive any accrued step increases annually.

The Board has a master handbook with the Administrators, Supervisory Personnel, and the Classified and Certificated Exempt Employees that was approved on May 21, 2024 for the period July 1, 2024 through June 30, 2027. This handbook includes a 4% salary adjustment for fiscal year 2025 and a 3% salary adjustment for both fiscal years 2026 and 2027. The employees also receive any accrued step increases annually.

**LAKEWOOD LOCAL SCHOOL DISTRICT  
FIVE YEAR FORECAST SIGNIFICANT ASSUMPTIONS  
FISCAL YEARS 2025-2029  
UPDATED: NOVEMBER 2024**

This forecast includes a projected annual salary adjustment and accrued step for fiscal years 2028 and 2029. In fiscal years 2023 and 2024, the Elementary and Secondary School Emergency Relief Funds (ESSER) provided relief to the General Fund by using those funds to pay summer school stipends and curriculum development stipends. Starting in 2025 those expenditures are projected to be paid by the General Fund. In fiscal year 2025, \$47,500 is added to salaries and starting in fiscal year 2026 \$95,000 is added to this category of expenditures for each fiscal year. At the time of this forecast, it is yet to be determined if the summer school and curriculum development stipends will be paid starting in fiscal year 2025. The corresponding retirement and medicare are also reflected in the line item Employees' Retirement/Insurance Benefits.

**Employees' Retirement/Insurance Benefits** – Outside of health insurance (medical, dental, and life) most fringe benefits are driven by projected salary increases. The District's employee insurance plan year runs from January through December, therefore any increase cuts across two (2) fiscal years.

For calendar year 2025, the District is changing insurance carriers and will have a 4.8% renewal increase in the PPO Plans and a 2.3% increase in the Health Savings Plan. In addition, there will be a premium credit equal to .75 of one months' premium. This is estimated to result in a decrease in health insurance expenditures of 2.3% for fiscal year 2025. For calendar year 2026 the carrier is also offering a renewal that includes a 12% cap. This forecast includes an estimated increase of 12% in health insurance premiums for calendar years 2027-2029. The District also funds an HSA contribution for one half of the maximum out of pocket for those enrolled in the Health Saving Account Plan on January 1<sup>st</sup>.

This line also includes the retirement system increases for the base salary and cost of living adjustments referred to in the Personal Services category.

**Purchased Services** – This category accounts for a wide variety of expenses incurred by the District ranging from utility charges, tuition, on-line instructional services, maintenance and repairs, fleet insurance, property insurance, and transportation charges. In fiscal years 2023 and 2024, the Elementary and Secondary School Emergency Relief Funds (ESSER) provided relief to the General Fund by using those funds for purchases of allowable grant expenditures. Beginning in fiscal year 2025, \$10,000 in reoccurring expenditures were added back to the forecast to reflect the ESSER expenditures. This category of expenditures is projected to grow at an average 4% through fiscal year 2029.

**Supplies and Materials** – In fiscal years 2023 and 2024, the Elementary and Secondary School Emergency Relief Funds (ESSER) provided relief to the General Fund by using those funds for purchases of allowable grant expenditures. Beginning in fiscal year 2025, \$100,000 in reoccurring expenditures was added back to the forecast to reflect the ESSER expenditures. This category of expenditures is projected to grow at an average 7% through fiscal year 2029.

**Capital Outlay** - Capital outlay expenditures for fiscal years 2025 through 2029 have been estimated using information from the District's Five Year Capital Plan. In fiscal years 2023 and 2024, the Elementary and Secondary School Emergency Relief Funds (ESSER) provided relief to the General Fund by using those funds for purchases of allowable grant expenditures. Beginning in fiscal year 2025, \$50,000 in reoccurring expenditures were added back to this forecast to reflect the ESSER expenditures. Fiscal year 2025 also includes \$260,000 for the district wide purchase of new staff laptops.

**Debt Service** – Debt service expenditures for fiscal years 2025 through 2029 include the principal and interest payments on a lease purchase financing agreement. The lease purchase financing agreement originated on February 14, 2017 for \$2,500,000 for a ten-year period. The debt service expenditures are included in the five year forecast. The final payment on the lease purchase financing agreement is December, 2026 (fiscal year 2027).

**Other Objects** – Other object expenditures include county auditor and treasurers' tax collection fees, county educational service center fees, membership fees, liability insurances, district audit fees, election expenses and other

**LAKWOOD LOCAL SCHOOL DISTRICT  
FIVE YEAR FORECAST SIGNIFICANT ASSUMPTIONS  
FISCAL YEARS 2025-2029  
UPDATED: NOVEMBER 2024**

miscellaneous fees. Other Objects expenditures is projected to grow at an average 8% through fiscal year 2029. The largest expenditure included in this line item is the contract with the Licking Regional Educational Service Center. This contract amount varies year to year depending on the services purchased from the Licking Regional Educational Service Center. The largest expense within this contract is special education related expenditures, which vary from year to year based on the number of students being served.

**Operating Transfers-Out** – This forecast includes a transfer-out in fiscal years 2023 through 2027 to a debt service fund for payments on a five-year capital lease/purchase agreement for modular classrooms used for instructional purposes for grades K-2. It also includes a transfer-out of \$500,000 to the District's Capital Project Fund for fiscal years 2024 through 2029.

**Advances-Out** – The District does not anticipate advances-out during fiscal years 2025 through 2029.

**RESERVATION OF FUND BALANCES**

**General Fund Balance Guideline** – The District has a General Fund Balance Guideline that was board approved on January 11, 2017. The General Fund Balance yearly ending cash balance is equal to 60 Days operating cash as the minimum operational benchmark. This 60 Days benchmark is calculated at the end of each fiscal year and is used as the benchmark for the upcoming year.

The minimum benchmark should be reflected on the Five Year Forecast in the current year and the next three (3) projected years of the Five Year Forecast. Upon receiving any indication that an ending cash balance equal to 60 Days operating cash may not be achieved, the Treasurer shall report to the Board of Education and the Superintendent. Upon this notice, a plan will be developed by the Board, Superintendent and Treasurer prior to the next Five Year Forecast adoption as to how the District will work toward attaining a 60 Day operating cash ending balance for the General Fund.