



OHIO AUDITOR OF STATE
KEITH FABER



PERRY LOCAL SCHOOL DISTRICT
LAKE COUNTY
JUNE 30, 2025

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**PERRY LOCAL SCHOOL DISTRICT
LAKE COUNTY**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025**

FEDERAL GRANTOR Pass Through Grantor Program / Cluster Title	Federal AL Number	Pass Through Entity Identifying Number	Total Federal Expenditures
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
<i>Passed Through Ohio Department of Education and Workforce</i>			
<i><u>Child Nutrition Cluster:</u></i>			
School Breakfast Program	10.553	2025	\$44,401
National School Lunch Program	10.555	2025	204,539
Non-Cash Assistance Food Commodities	10.555	2025	36,128
Total - Nutrition Cluster			285,068
Total U.S. Department of Agriculture			285,068
<u>U.S. DEPARTMENT OF EDUCATION</u>			
<i>Passed Through Ohio Department of Education and Workforce</i>			
Title I - Grants to Local Educational Agencies	84.010A	2024	27,301
Title I - Grants to Local Educational Agencies	84.010A	2025	163,713
Total - Title I			191,014
<i><u>Special Education Cluster:</u></i>			
Special Education Preschool Grants - ESCE Restoration Grant	84.173A	2024	3,340
Special Education Preschool Grants - ESCE Restoration Grant	84.173A	2025	5,834
Subtotal - Special Education Preschool Grants			9,174
Special Education Grants to States	84.027A	2024	53,777
Special Education Grants to States	84.027A	2025	246,945
Subtotal - Special Education Grants to States			300,722
Total - Special Education Cluster			309,896
Twenty-First Century Grant - PACE	84.287C	2024	23,537
Twenty-First Century Grant - PACE	84.287C	2025	147,318
Total - Twenty-First Century Grant			170,855
Improving Teacher Quality State Grants	84.367A	2024	4,814
Improving Teacher Quality State Grants	84.367A	2025	30,400
Total - Improving Teacher Quality State Grants			35,214
Title IV - Student Support	84.424A	2025	25,447
Total U.S. Department of Education			732,426
Total			\$1,017,494

The accompanying notes are an integral part of this schedule.

**PERRY LOCAL SCHOOL DISTRICT
LAKE COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE A – BASIS OF PRESENTATION

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

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement.

NOTE C – INDIRECT COST RATE

The District has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE D - CHILD NUTRITION CLUSTER

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

NOTE E – FOOD DONATION PROGRAM

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

OHIO AUDITOR OF STATE KEITH FABER



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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

Perry Local School District
Lake County
4325 Manchester Avenue
Perry, Ohio 44081

To the Board of Education:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Perry Local School District, Lake County, Ohio (the District) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 29, 2025, wherein we noted the District adopted new accounting guidance in Governmental Accounting Standards Board Statement 101, *Compensated Absences*.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

KEITH FABER
Ohio Auditor of State



Tiffany L. Ridenbaugh, CPA, CFE, CGFM
Chief Deputy Auditor

December 29, 2025

OHIO AUDITOR OF STATE KEITH FABER

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO THE MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE AND ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Perry Local School District
Lake County
4325 Manchester Avenue
Perry, Ohio 44081

To the Board of Education:

Report on Compliance for the Major Federal Program

Opinion on the Major Federal Program

We have audited Perry Local School District's, Lake County, (District) compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on Perry Local School District's major federal program for the year ended June 30, 2025. Perry Local School District's major federal program is identified in the *Summary of Auditor's Results* section of the accompanying schedule of findings.

In our opinion, Perry Local School District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended June 30, 2025.

Basis for Opinion on the Major Federal Program

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

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for the major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

The District's Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal programs.

Auditor's Responsibilities for the Audit of Compliance

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

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

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

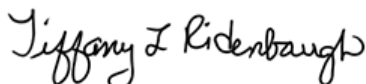
Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

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

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

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Perry Local School District, Lake County, (District) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our unmodified report thereon dated December 29, 2025. Our opinion also explained that the District adopted Governmental Accounting Standard No. 101, *Compensated Absences*, during the year. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. The schedule is the responsibility of management and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

KEITH FABER
Ohio Auditor of State



Tiffany L. Ridenbaugh, CPA, CFE, CGFM
Chief Deputy Auditor

December 29, 2025

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**PERRY LOCAL SCHOOL DISTRICT
LAKE COUNTY**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
JUNE 30, 2025**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material weaknesses in internal control reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unmodified
(d)(1)(vi)	Are there any reportable findings under 2 CFR § 200.516(a)?	No
(d)(1)(vii)	Major Programs (list):	Nutrition Cluster
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 750,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee under 2 CFR § 200.520?	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

Perry Local School District

Lake County, Ohio

Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2025



Carter C. - 10th Grade

INTRODUCTORY SECTION



Abigail S. Grade 10



Dominik S. Grade 11



Karlain N. Grade 9

Perry Local School District, Lake County, Ohio
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025

Perry Local School District

Lake County, Ohio

Annual Comprehensive Financial Report

For the Fiscal Year Ended June 30, 2025

Issued by:

Treasurer's Office

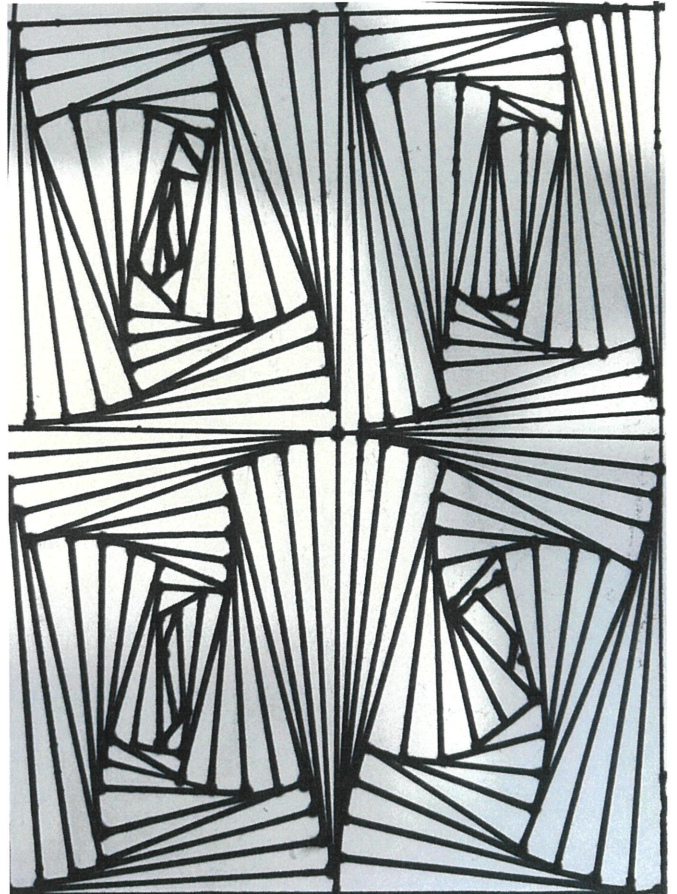
Jennifer Capo, Chief Financial Officer



Giada S. Grade 9



Brooklyn C. Grade 9



Justin C. Grade 9

Perry Local School District, Lake County, Ohio
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025

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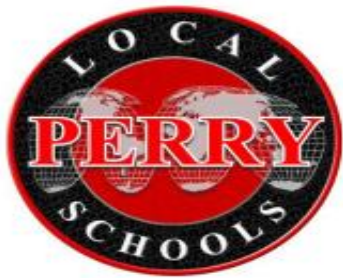
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PERRY LOCAL SCHOOLS

Inspire all students to achieve personal
excellence, pursue world-class standards and be
self-directed, lifelong *Learners*

www.perry-lake.org

December 29, 2025

Members of the Board of Education and
Residents of the Perry Local Schools

We are pleased to submit to you the Annual Comprehensive Financial Report of the Perry Local School District (the “School District”) for the fiscal year ended June 30, 2025. This Annual Comprehensive Financial Report includes an unmodified (“clean”) opinion from the Ohio Auditor of State’s office and conforms to generally accepted accounting principles as applicable to governmental entities. The Independent auditor’s report is located at the front of the financial section of this report. Management’s discussion and analysis (MD&A) immediately follow the independent auditor’s report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it. The responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, is with the School District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner that is designed to present fairly the financial position of the School District for all operations. This report is intended to provide the taxpayers of Perry with comprehensive financial data in a format that will enable them to gain a transparent understanding of the School District’s financial operations. Copies of the Annual Comprehensive Financial Report will be made available to the Perry Public Library, major taxpayers, other interested parties, and on the School District’s web site.

The School District

The Perry Local School District is located in a residential/agricultural suburban community in eastern Lake County approximately thirty-five miles east of Cleveland. The School District is comprised of three separate communities, including Perry Village, Perry Township, and North Perry Village.

Within the three communities, the School District educates 1,488 students in grades Pre-K-12 or over 95 percent of all school-age children within its jurisdiction. During the reporting period, the School District is comprised of one high school (grades 9-12), one middle school (grades 5-8) and one primary school (grades Pre-K-4). The three schools are contained in three buildings and are under one roof as part of an interconnected educational campus via a one-quarter mile corridor. Beyond the main campus, the School District owns two other school buildings, a transportation facility, and a maintenance facility. The appraised value of all School District properties (including land improvements, buildings and improvements, furniture and equipment, vehicles, and library and textbooks) is \$23,730,862 (net of depreciation) as of June 30, 2025.

The legislative power of the School District rests with the School District's Board of Education which is comprised of five members elected on staggered four-year terms. The School District operates in accordance with the rules, regulations, policies, and/or laws provided by the Ohio State Board of Education, the Ohio Department of Education, and Ohio Revised Code.

The Reporting Entity

The School District has reviewed its reporting entity definition in order to ensure conformance with the Governmental Accounting Standards Board Statement No. 61, The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34. In evaluating how to define the School District for financial reporting purposes, management has considered its relationship with all departments, boards, and agencies that make up the School District. For the School District, this includes general operations, food service, and student-related activities of the School District.

Component units are legally separate organizations for which the School District is financially accountable. The School District has no component units.

The School District participates in three (3) jointly governed organizations and is associated with an insurance purchasing pool and a claims servicing pool. These organizations are the Ohio Schools Council, NEONet, the Auburn Vocational School District, and the Health Care Benefits Program (HCBP) of Lake County Council of Governments. These organizations are presented in Notes 17, 18, and 19 to the basic financial statements.

Organizational Structure

The School District is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The School District operates under a locally elected Board of Education consisting of five members elected at-large for staggered four-year terms. The School District provides educational services as mandated by State and federal agencies.

The School District is located in Perry Village, Lake County, Ohio, and serves students legally residing in Perry Village, Perry Township, and North Perry Village. The area extends roughly 24 square miles. The School District is staffed by 87 non-teaching personnel, 111 certified/licensed teachers (including tutors), 19 exempt employees, and 11 administrative employees to provide services to the students, their parents/guardians, and our communities at large. The School District operates one elementary school (Pre-K-4), one middle school (5-8) and one high school (9-12).

Economic Condition and Outlook

Ohio House Bill 920, passed in 1976, provides that the assessed value of residential and commercial property will not be changed more than once every three years, and that the property tax bill of the average homeowner for voted millage will not be increased as a result of reappraisal or readjustment.

Due to this, school districts have needed to pursue a cycle of levies to continue revenue growth to cover even inflationary changes to expenses. The result of this legislation limits growth in local revenue.

Since the inception of the Perry Nuclear Power Plant, the School District has not needed to solicit a tax levy from its communities. However, as the power plant converts real property to personal property, and as personal property depreciates, the total valuation of the School District has eroded, and residential landowners have taken on a greater share of the tax burden.

The School District's enrollment had remained relatively stable throughout the last decade, fluctuating only by about five percent, but has recently seen a decline over the past 3 years. As a result, additional new revenue from the State of Ohio will be minimal given the current formula utilized to calculate State aid.

School District Local Funding

School District management will carefully control expenses during the coming years to continue to assure that revenues are adequate and spent in a fiscally responsible manner. In the 2025 school year and beyond, we will continue to maintain our cost per pupil goal, while also ensuring that School District expenditures do not exceed revenue generated.

Major Initiatives

The School District has completed many initiatives over the past eight years, including a Grade 3-12 Chromebook adoption, a paving overhaul of the district roadways and parking lots, a technology infrastructure upgrade to supply 10GB capacity throughout the district, replacement of athletic turf and scoreboards inside of the high school and middle school. Also, the district has changed lighting fixtures to LED, in an effort to reduce energy costs into the future. In FY 2023, the district replaced the entire security system as well as a deteriorating elevator. In FY 2024, the District replaced the track surface and built a welding lab to prepare our students for in-demand jobs in our area. Initiatives planned after 2025 have yet to be determined, but further down the road the district will be looking at roof repairs and replacements – due to the ages of current roofs. The school district maintains a funded capital projects fund to pay for these projects.

Federal Projects

The School District files applications for federal funds electronically utilizing the Consolidated Local Plan. This allows the Assistant Superintendent to coordinate the application of the goals of the Comprehensive Continuous Improvement Plan. The School District continues to apply for all federal funds that the School District is eligible to receive. This includes Title I, Title II-A, Title IV, ESSER and Title VI-B. The School District adheres to the specific requirements associated to spending the federal dollars received.

Educational Programs and Facilities Improvement

The School District maintains a Permanent Improvement Fund for the purpose of maintaining the School District's facilities and making necessary improvements when and where applicable. As of June 30, 2025, the cash balance of the Permanent Improvement Fund was \$9,945,413. As the School District moves forward, these funds will pay for capital expenses throughout the School District and its facilities.

Financial Information

Internal Accounting and Budgetary Control

In developing the School District's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

The School District utilizes an automated accounting and payroll system as designed by the State software development team. An internal controls system for capital assets is provided by an outside company. These systems, coupled with the manual auditing of each voucher prior to payment, ensure that the financial information generated is both accurate and reliable.

Prior to the start of each fiscal year, the Board of Education adopts an appropriation measure for that fiscal year. The Board has the ability to adopt temporary appropriations prior to September 30 if permanent appropriations are not yet available. If a temporary appropriation measure is first adopted, the permanent appropriation measure must be adopted upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates, which is usually within the first three months of the fiscal year.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor certifies that the Board of Education's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board of Education. Budgets are controlled at the fund level. All purchase order requests must be approved by the administrator responsible for that specific budget and the Superintendent before being certified by the Chief Financial Officer. Once completed, necessary funds are encumbered, and purchase orders are released to vendors for processing. Requests that exceed the available appropriation are rejected until additional appropriations are secured via authorized budget transfer.

The Perry Board of Education approves all financial reports on a monthly basis.

Long-term Financial Planning

The Five-Year Forecast of Revenue and Expenditures serves as a financial planning tool and the foundation for academic and business operations of the School District. The forecast provides the Board and community stakeholders with a blueprint addressing the financial needs required to serve the student population. Assumptions are an integral part of the forecast and represent what the School District believes are significant factors impacting the forecast. A key component of the forecast is the timeline for the School District to evaluate revenues and expenditures and the increase or decrease in unrestricted fund balances over the next five years. An in-depth review and analysis of the Five-Year Forecast is performed annually.

Relevant Financial Policies

The School District maintains a policy to replace textbooks, technology, necessary supplies, vehicles and maintenance of the School District's facilities on a regular basis in a cost-efficient manner. Such replacement is provided for in both the general and capital projects fund. The Board of Education has maintained a cash position in the Capital Projects fund of at least \$10 million to provide for such future issues related to facility maintenance and technology. This initiative will be difficult to achieve with the losses of general fund operational dollars.

Independent Audit

State statute requires the School District to be audited at least every two fiscal years by an independent auditor. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. The Ohio Auditor of State's office rendered an opinion on the School District's financial statements as of and for the year ended June 30, 2025. The opinion appears at the beginning of the financial section of this report.

Acknowledgments

The publication of this Annual Comprehensive Financial Report is a significant step toward providing a transparent financial disclosure to the citizens of Perry and raising the professional standards for Perry Local School District's financial reporting.

It is the intent of this Annual Comprehensive Financial Report to enhance accountability of the School District's finances for the residents and provide School District stakeholders with a perspective of the School District's financial and demographic information.

Special appreciation is expressed to Zupka & Associates, CPA, Inc. for assistance in the planning, designing and review of this financial report and the Perry Local School District's Finance Department support staff for researching and compiling data.

Finally, sincere appreciation is extended to the five members of the School District's Board of Education for their ongoing support, feedback, and direction in governing the Perry Local School District.

Respectfully submitted,

A handwritten signature in cursive script that reads "Jennifer Capo".

Jennifer Capo, Chief Financial Officer

A handwritten signature in cursive script that reads "Todd Porcello".

Todd Porcello, Superintendent



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Perry Local School District
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO

PRINCIPAL OFFICIALS

JUNE 30, 2025

BOARD OF EDUCATION

Mrs. Tippi Foley	President
Mrs. Nicole Trefzger.....	Vice President
Mr. Andrew Roberts	Member
Mr. Jesse Lydic	Member
Mrs. Kathleen Ciolli.....	Member

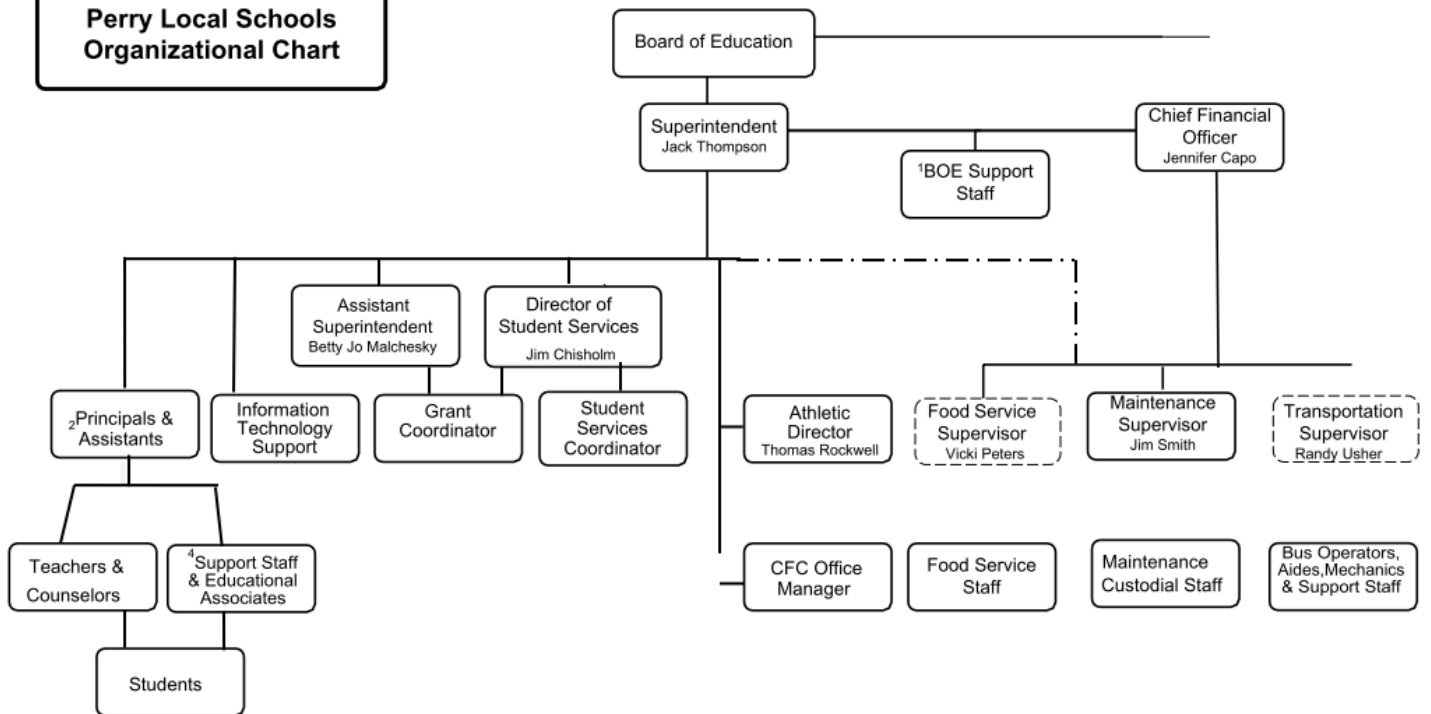
CHIEF FINANCIAL OFFICER

Mrs. Jennifer Capo

ADMINISTRATION

Dr. Jack Thompson	Superintendent
Dr. Betty Jo Malchesky.....	Assistant Superintendent
Mr. James Chisholm	Director of Student Services & College and Career Readiness

Perry Local Schools Organizational Chart



¹BOE Support Staff

Ann Aucelli (Student Services Coordinator)
Lori Bastian (Shared Service Payroll/Benefits)
Gina Deas (Secretary to Superintendent)
Tarilyn Dodaro (AP/AR)
Lori Langan (Secretary to Assistant Superintendent)
Briana Rousch (Payroll)

²Principals

Perry High School Principal, Todd Porcello
Perry High School Assistant Principal, Scott Niedzwiecki
Perry Middle School Principal: Robert Knisely
Perry Middle School Assistant Principal, Bob Gecewich
Perry Elementary School Principal, Amy Stavar
Perry Elementary School Assistant Principal, Ashley Pavicic

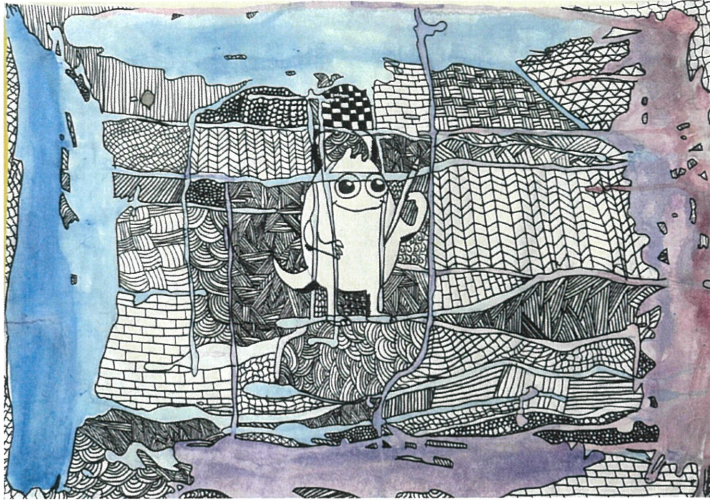
⁴Secretaries

Suzanne Tetonis/Deana Scarano
Lynn Gossett/Patrice Carroll
Christy Vaughn/Debra Avery

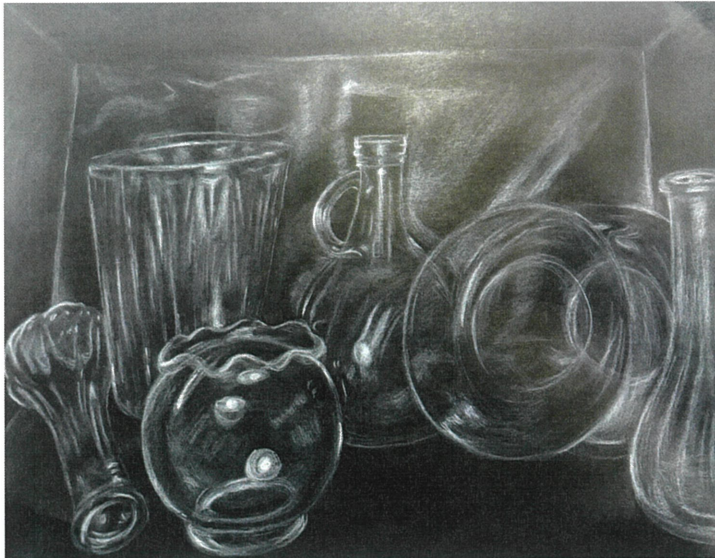
June 30, 2025

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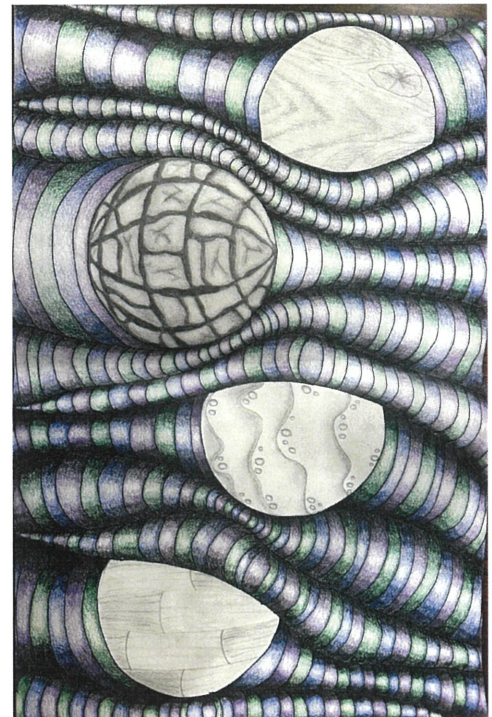
FINANCIAL SECTION



Aubrey S. Grade 11



Olivia W. Grade 12



Claire L. Grade 9

Perry Local School District, Lake County, Ohio
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025

OHIO AUDITOR OF STATE KEITH FABER



65 East State Street
Columbus, Ohio 43215
ContactUs@ohioauditor.gov
800-282-0370

INDEPENDENT AUDITOR'S REPORT

Perry Local School District
Lake County
4325 Manchester Avenue
Perry, Ohio 44081

To the Board of Education:

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

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

Emphasis of Matter

As discussed in Note 3 to the financial statements, during 2025, the District adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

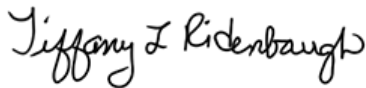
Management is responsible for the other information included in the annual financial report. The other information comprises the introductory section and statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we will also issue our report dated December 29, 2025, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

KEITH FABER
Ohio Auditor of State

A handwritten signature in black ink that reads "Tiffany L. Ridenbaugh". The signature is written in a cursive, flowing style.

Tiffany L. Ridenbaugh, CPA, CFE, CGFM
Chief Deputy Auditor

December 29, 2025

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2025

(Unaudited)

The management's discussion and analysis of the Perry Local School District's (School District) financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2025. The intent of the management's discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the transmittal letter, notes to the basic financial statements, and financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2025 are as follows:

- In total, net position decreased by \$2,758,141 or 7.52 percent.
- General revenues accounted for \$29,465,783 or 86.80 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$4,480,382 or 13.20 percent of total revenues of \$33,946,165.
- Total assets of governmental activities increased by \$820,779 when compared to prior year. This increase is mainly attributed to the increase in cash and cash equivalents.
- Total liabilities increased by \$3,021,662, or 9.45% when compared to prior year. This increase is attributed to the changes in compensated absence.
- The School District had \$31,128,463 in expenses related to governmental activities; only \$4,480,382 of these expenses were offset by program specific charges for services, grants, or contributions. General revenues (primarily property taxes and grants and entitlements) of \$29,465,783 were able to fully support these programs, resulting in the net position increasing from prior year.
- Among major funds, the general fund had \$29,336,429 in revenues (including other financing sources) and \$30,898,813 in expenditures (including other financing uses). The general fund's fund balance decreased to \$13,620,532 from \$15,182,916. The permanent improvement capital projects fund decreased its fund balance to \$9,767,657 from \$10,190,076. The capital projects fund balance increased to \$14,925,470 from \$12,276,939.

Using this Annual Comprehensive Financial Report

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

The *Statement of Net Position* and *Statement of Activities* provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short term, as well as what remains for future spending.

The fund financial statements also look at the School District's most significant funds, with all other nonmajor funds presented in total in one column.

In the case of the School District, the general fund is by far the most significant fund with the most activity. Additionally, the permanent improvement and capital projects funds are significant due to the savings for future construction projects.

Reporting the School District as a Whole

Statement of Net Position and Statement of Activities

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

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

In the Statement of Net Position and Statement of Activities, the School District's activities are classified as governmental activities:

- Governmental Activities - Most of the School District's programs and services are reported here including instruction, supporting services, operation of non-instructional services and extracurricular activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 12. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the general fund, the permanent improvement fund, and the capital projects.

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

Perry Local School District, Lake County

The relationship (or differences) between governmental activities (reported in the Statement of Net Position and Statement of Activities) and governmental funds is reconciled in the financial statements.

Proprietary Funds The School District maintains one proprietary fund. Internal Service funds are an accounting device used to accumulate and allocate costs internally to the School District's various functions. The School District uses an Internal Service fund to account for its medical and dental insurance programs. Because these services benefit governmental functions, they have been included within governmental activities in the government-wide financial statements.

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's net position for 2025 compared to 2024:

Table 1 - Net Position		
	Governmental Activities	
	2025	2024
ASSETS		
Current Assets	\$ 55,507,191	\$ 54,284,798
Capital Assets, net	23,730,862	24,042,926
Net OPEB Asset	1,567,907	1,657,457
Total Assets	80,805,960	79,985,181
DEFERRED OUTFLOWS OF RESOURCES		
Pension	4,655,479	5,268,171
OPEB	892,608	1,055,150
Total Deferred Outflows of Resources	5,548,087	6,323,321
LIABILITIES		
Current and Other Liabilities	3,187,360	2,900,558
Long-term Liabilities:		
Due within one year	2,138,770	411,914
Due in more than one year:		
Net Pension Liability	21,586,432	24,652,571
Net OPEB Liability	1,150,598	1,908,317
Other Amounts	6,933,908	2,102,046
Total Liabilities	34,997,068	31,975,406
DEFERRED INFLOWS OF RESOURCES		
Property Taxes	10,032,985	10,850,828
Pension	4,213,948	3,476,770
OPEB	3,171,087	3,308,398
Total Deferred Inflows of Resources	17,418,020	17,635,996
NET POSITION		
Net Investments in		
Capital Assets	23,613,002	23,592,669
Restricted	14,455,178	14,379,516
Unrestricted	(4,129,221)	(1,275,085)
Total Net Position	\$ 33,938,959	\$ 36,697,100

The net pension liability (NPL), net OPEB liability (NOL), and net OPEB asset are reported pursuant to GASB Statement 68, “Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27” GASB Statement 75, “Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions,” which significantly revises accounting for costs and liabilities related to other postemployment benefits (OPEB). For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the School District’s actual financial condition by adding deferred inflows related to pension and OPEB, the net pension liability and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB and net OPEB asset.

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

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

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

GASB notes that pension and OPEB obligations, whether funded or unfunded, are part of the “employment exchange” – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. GASB noted that the unfunded portion of this promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the School District is not responsible for certain key factors affecting the balance of these liabilities. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The Ohio revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

The employee enters the employment exchange with the knowledge that the employer’s promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the retirement system. In Ohio, there is no legal means to enforce the unfunded liability of the pension/OPEB plan *as against the public employer*. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The retirement system is responsible for the administration of the pension and OPEB plans.

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability or the net OPEB liability.

In addition, the School District does not have a claim for the net OPEB asset, but rather a required disclosure. As explained above, changes in benefits, contribution rates, and return on investments affect the balance of these liabilities, but are outside the control of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability and the net OPEB liability are satisfied, these liabilities are separately identified within the long-term liability section of the statement of net position.

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

Total assets increased by \$820,779 due to an increase of current assets mainly cash equivalent.

Total liabilities increased by \$3,021,662. Total long-term liabilities increased mainly due to the increase in compensated absences liability from the implementation of GASB 101. This adjusted the long-term liabilities by \$5,575,843 but is not required to be reflected in the table 1 for fiscal year 2024. See note 3 for further information. The changes to deferred outflows, deferred inflows, net pension and net OPEB liabilities are a result of the required presentation of GASB 68 and GASB 75.

The table presented below is necessary to show the School District's Net position without the implementation of GASB 68 and GASB 75.

Table 2 - Net Position without GASB 68 and GASB 75

Total Net Position including GASB 68 and GASB 75	\$ 33,938,959
Add:	
Net Pension liability	21,586,432
Net OPEB Liability	1,150,598
Deferred Inflows - Pension	4,213,948
Deferred Inflows - OPEB	3,171,087
Less:	
Deferred Outflows - Pension	4,655,479
Deferred Outflows - OPEB	892,608
Net OPEB Asset	1,567,907
Total Net Position without GASB 68 and GASB 75	<u>\$ 56,945,030</u>

Table 3 shows the changes in net position for fiscal year 2025 and 2024.

Table 3 - Change in Net Position

	Governmental Activities	
	2025	2024
REVENUES		
Program Revenues:		
Charges for Services	\$ 1,048,626	\$ 1,047,700
Operating Grants and Contributions	3,431,756	2,559,405
Total Program Revenues	4,480,382	3,607,105
General Revenues:		
Property Taxes	13,573,482	11,954,753
Contributions and Donations	8,533	10,234
Grants and Entitlements	13,349,015	12,441,929
Investment Income	2,003,683	1,941,281
All Other Revenues	531,070	351,140
Total General Revenues	29,465,783	26,699,337
Total Revenues	33,946,165	30,306,442
EXPENSES		
Program Expenses:		
Instruction	15,672,805	14,647,351
Supporting Services:		
Pupils and Instructional Staff	3,190,645	3,011,173
Board of Education, Administration, Fiscal Services, and Business	3,001,950	2,746,422
Operation and Maintenance of Plant	4,782,809	3,843,346
Pupil Transportation	1,846,392	1,208,276
Central	79,349	63,657
Operation of Non-Instructional Services	922,767	849,246
Extracurricular Activities	1,630,495	1,500,352
Interest and Fiscal Charges	1,251	1,854
Total Expenses	31,128,463	27,871,677
Change in Net Position	2,817,702	2,434,765
Net Position - Beginning of Year, as Previously reported	36,697,100	34,262,335
Cumulative effect of Restatement, see Note 13	(5,575,843)	-
Net Position, Beginning of Year, Restated, see Note 13	31,121,257	34,262,335
Net Position - End of Year	\$ 33,938,959	\$ 36,697,100

Governmental Activities

Total revenues increased by \$3,639,723 or 12.01 percent as compared to fiscal year 2024. This increase is mainly attributed to an increase in property taxes of \$1,618,729. This increase resulted from high property valuations reported during the triennial reappraisal. Because the district is already at the 20-mill floor, it was able to realize additional revenue from the increased valuations. Operating grants and contributions increased \$872,351 from prior year due to the increase of grants received in fiscal year 2025.

Perry Local School District, Lake County

Total expenses increased \$3,256,786 or 11.68 percent. Significant adjustments can occur to program expenses for the recording of GASB Statements Nos. 68 and 75, and the following adjustments are needed to appropriately compare program expenses:

Table 4 - Change in Program Expenses w/o GASB 68 and 75

Total 2025 program expenses under GASB 68 and 75	\$ 31,128,463
NPL expense under GASB 68	(685,282)
2025 Contractually required contribution - Pension	2,401,551
Negative OPEB expense under GASB 75	555,468
2025 Contractually required contribution - OPEB	87,470
Adjusted 2025 program expenses	<u>33,487,670</u>
 Total 2024 program expenses under GASB 68 and 75	 27,871,677
NPL expense under GASB 68	(1,195,731)
2024 Contractually required contribution - Pension	2,254,226
Negative OPEB expense under GASB 75	269,731
2024 Contractually required contribution - OPEB	63,670
Adjusted 2024 program expenses	<u>29,263,573</u>
Increase in program expenses not related to pension and OPEB	<u>\$ 4,224,097</u>

The table below presents the School District's change in program expenses excluding those related to GASB 68 and GASB 75 for fiscal years 2025 and 2024.

Table 5 - Change in Program expenses excluding GASB 68 and GASB 75

EXPENSES	<u>2025</u>	<u>2024</u>	<u>Change</u>	<u>%</u>
Program Expenses:				
Instruction:				
Regular	\$ 14,241,872	\$ 12,599,766	\$ 1,642,106	13.03%
Special	1,595,932	1,356,814	239,118	17.62%
Vocational	147,384	396,310	(248,926)	-62.81%
Other	984,685	1,030,636	(45,951)	-4.46%
Supporting Services:				
Pupils	2,145,904	1,906,690	239,214	12.55%
Instructional Staff	1,362,062	1,272,973	89,089	7.00%
Board of Education	76,409	47,680	28,729	60.25%
Administration	2,352,435	1,956,223	396,212	20.25%
Fiscal Services	667,734	706,337	(38,603)	-5.47%
Business	123,293	168,961	(45,668)	-27.03%
Operation and Maintenance of Plant Services	5,028,171	4,000,570	1,027,601	25.69%
Pupil Transportation	1,971,473	1,293,806	677,667	52.38%
Central	79,349	63,657	15,692	24.65%
Operation of Non-Instructional Services:				
Food Services	639,614	659,146	(19,532)	-2.96%
Community Services	231,392	168,371	63,021	37.43%
Enterprise Operations	47,512	52,671	(5,159)	-9.79%
Extracurricular Activities	1,786,949	1,581,108	205,841	13.02%
Interest and Fiscal Charges	1,251	1,854	(603)	-32.52%
Other Operations	4,249	-	4,249	100.00%
Total Expenses	<u>\$ 33,487,670</u>	<u>\$ 29,263,573</u>	<u>\$ 4,224,097</u>	<u>14.43%</u>

The total program expenses increased from \$29,263,573 to \$33,487,670, or 14.43%.

The School District's Fund

Information about the School District's major funds starts on page 17. These funds are accounted for using the modified accrual basis of accounting. The General Fund had total revenues (including other financing sources) of \$29,336,429 and expenditures of \$30,898,813 (including other financing uses). The net change in fund balance for the year in the general fund experienced a decrease of \$1,562,384. This decrease was mainly due to transfers out of the general fund into the capital projects fund. In the permanent improvement capital projects fund, the net change in fund balance for the year decreased by \$422,419, which is due to the completion of projects on the District's 10-year capital improvement plan. The capital projects fund increased by \$2,648,531.

General Fund Budgeting Highlights

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

During the course of fiscal year 2025, the School District did not have to amend its general fund budget. Possible fluctuations among the budget base expenditure categories are due to the School District site-based style of budgeting that is designed to tightly control expenditures but provide flexibility for managers to redirect funds as conditions develop during the year.

For the general fund, final budget basis revenue was \$29,707,664 (including other financing sources), and the original budget was \$25,926,890. Overall revenue received by the general fund was less than the final budgetary projections by \$1,180,247 or 4.0 percent.

The final appropriations of \$32,759,065 (including other financing uses and prior year's encumbrances) were higher than the original appropriations. Actual expenditures (including other financing uses and prior year's encumbrances) in the amount of \$31,938,824 for the year were \$820,241 or 2.5 percent under general fund revised budgetary projections. The school district practices conservatism in their budgeting process, which results in the School District coming in under budget.

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Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2025, the School District had \$23,730,862 invested in land, Intangible right-to-use lease – Equipment, land improvements, buildings and improvements, furniture and equipment, vehicles, and library and textbooks in governmental activities.

Table 6 shows fiscal year 2025 balances compared to 2024:

Table 6 - Capital Assets at June 30, (Net of Depreciation/Amortization)

	Governmental Activities	
	2025	2024
Land	\$ 1,200,000	\$ 1,200,000
Construction in progress	-	1,155,000
Intangible right-to-use lease - equipment	85,240	142,084
Land Improvements	1,338,127	1,472,153
Buildings and Improvements	19,044,627	18,415,858
Furniture and Equipment	1,182,979	1,189,697
Vehicles	852,303	440,548
Library and Textbooks	27,586	27,586
Total Net Capital Assets	\$ 23,730,862	\$ 24,042,926

Overall, the capital assets decreased by \$312,064 when compared to 2024 capital asset balances. The primary decrease occurred in construction in progress. See Note 11 for additional information on capital assets.

Debt

At June 30, 2025, the School District had \$86,755 in debt outstanding. Table 7 summarizes the School District's debt outstanding.

Table 7 - Outstanding Debt at June 30, 2025

	Governmental Activities	
	2025	2024
Leases Payable	\$ 86,755	\$ 143,964
Total Outstanding Debt	\$ 86,755	\$ 143,964

The District has one lease payable for various copiers and related equipment.

See Note 16 for additional information on the School District's long-term debt activity.

School District's Outlook

The School District currently has a strong financial position. The Board of Education and the administration closely monitor the School District's revenues and expenditures in accordance with its financial forecast and the School District's Continuous Improvement Plan.

The School District's financial future is not without challenges, though. The nature of school funding in Ohio severely restricts the growth in the School District's operating revenues and requires the School District to periodically seek additional funds from the taxpayers to offset rising operating costs.

In June 1999, the Ohio General Assembly passed Senate Bill 3 to deregulate the electric utility industry in Ohio. Under this legislation, the assessment rate on electric utility property was dramatically reduced, but the School District will remain revenue neutral due to the Property Tax Replacement Fund. This fund derived its revenue from a special user's tax on electricity called the Kilowatt Hour Tax. The School District received approximately \$10 million annually from this fund to offset tax losses. Several years ago, however, state legislators rolled this reimbursement in with another state law change for tangible property taxes, and the replacement funds have been reduced to approximately \$8 million annually.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Jennifer Capo, Chief Financial Officer at Perry Local School District, 4325 Manchester Road, Perry, Ohio 44081.

Statement of Net Position

June 30, 2025

	Governmental Activities
ASSETS	
Equity in Pooled Cash, Cash Equivalents, and Investments	\$ 42,195,014
Property Taxes Receivable	11,262,810
Accounts Receivable	20,120
Accrued Interest Receivable	224,563
Intergovernmental Receivable	1,082,709
Asset Held for Resale	485,982
Materials and Supplies Inventory	155,844
Prepaid Items	21,984
Net OPEB Asset	1,567,907
Restricted Assets:	
Equity in Pooled Cash and Cash Equivalents	58,165
Nondepreciable Capital Assets	1,200,000
Depreciable/Amortized Capital Assets, Net	22,530,862
Total Assets	80,805,960
DEFERRED OUTFLOWS OF RESOURCES	
Pensions	4,655,479
OPEB	892,608
Total Deferred Outflows of Resources	5,548,087
LIABILITIES	
Accounts Payable	401,000
Contracts Payable	242,613
Accrued Wages and Benefits	2,078,350
Intergovernmental Payable	345,893
Matured Compensated Absences Payable	61,379
Unearned Revenue	58,125
Long-term Liabilities:	
Due within one year	2,138,770
Due in more than one year:	
Net Pension Liability (See Note 13)	21,586,432
Net OPEB Liability (See Note 14)	1,150,598
Other amounts due in more than one year	6,933,908
Total Liabilities	34,997,068
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	10,032,985
Pensions	4,213,948
OPEB	3,171,087
Total Deferred Inflows of Resources	17,418,020
NET POSITION	
Net Investment in Capital Assets	23,613,002
Restricted:	
Capital Projects	9,798,901
School Bus Purchase	58,165
State Funded Programs	910,140
Federally Funded Programs	321,498
Student Activities	278,188
Special Levy	1,490,710
Other Purposes	29,669
OPEB	1,567,907
Unrestricted	(4,129,221)
Total Net Position	\$ 33,938,959

See accompanying notes to the basic financial statements.

Perry Local School District, Lake County

Statement of Activities

For the Fiscal Year Ended June 30, 2025

		Program Revenues		Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental activities:				
Instruction:				
Regular	\$ 13,213,411	\$ 82,551	\$ 987,371	\$ (12,143,489)
Special	1,454,985	87,969	986,494	(380,522)
Vocational	134,540	-	127,235	(7,305)
Other	869,869	-	-	(869,869)
Supporting Services:				
Pupils	1,947,633	-	205,076	(1,742,557)
Instructional Staff	1,243,012	-	70,412	(1,172,600)
Board of Education	74,336	-	-	(74,336)
Administration	2,157,672	-	3,265	(2,154,407)
Fiscal Services	646,649	-	-	(646,649)
Business	123,293	-	-	(123,293)
Operation and Maintenance of Plant	4,782,809	-	300,244	(4,482,565)
Pupil Transportation	1,846,392	-	380,841	(1,465,551)
Central	79,349	-	10,420	(68,929)
Operation of Non-Instructional Services:				
Food Service Operations	639,614	340,524	296,333	(2,757)
Community Services	231,392	263,859	-	32,467
Enterprise Operations	47,512	-	-	(47,512)
Other Operations	4,249	-	1,160	(3,089)
Extracurricular Activities	1,630,495	273,723	62,905	(1,293,867)
Interest and Fiscal Charges	1,251	-	-	(1,251)
Total Governmental activities	31,128,463	1,048,626	3,431,756	(26,648,081)
General Revenues:				
Property Taxes levied for:				
General Purposes				12,508,560
Other Purposes				1,064,922
Contributions & Donations not restricted to specific programs				8,533
Grants & Entitlements not restricted to specific programs				13,349,015
Investment Income				2,003,683
All Other Revenues				531,070
Total General Revenues				29,465,783
Change in Net Position				2,817,702
Net Position - Beginning of Year, as previously reported				36,697,100
Cumulative effect of Restatement, see Note 3				(5,575,843)
Net Position, Beginning of Year, Restated				31,121,257
Net Position - End of Year				\$ 33,938,959

See accompanying notes to the basic financial statements.

Perry Local School District, Lake County

Balance Sheet Governmental Funds

June 30, 2025

	General	Permanent Improvement	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS					
Equity in Pooled Cash, Cash Equivalents, and Investments	\$ 13,873,273	\$ 9,999,776	\$ 15,044,093	\$ 2,960,719	\$ 41,877,861
Asset Held for Resale	-	-	-	485,982	485,982
Materials and Supplies Inventory	134,806	-	-	21,038	155,844
Accrued Interest Receivable	147,991	76,572	-	-	224,563
Accounts Receivable	20,120	-	-	-	20,120
Interfund Receivable	785,824	-	-	-	785,824
Intergovernmental Receivable	7,152	-	-	1,075,557	1,082,709
Prepaid Items	21,984	-	-	-	21,984
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	58,165	-	-	-	58,165
Property Taxes Receivable	10,275,872	-	-	986,938	11,262,810
Total Assets	\$ 25,325,187	\$ 10,076,348	\$ 15,044,093	\$ 5,530,234	\$ 55,975,862
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 199,850	\$ 126,576	\$ -	\$ 74,574	\$ 401,000
Contracts Payable	-	123,990	118,623	-	242,613
Accrued Wages and Benefits	1,872,791	-	-	205,559	2,078,350
Intergovernmental Payable	294,763	-	-	51,130	345,893
Matured Compensated Absences Payable	61,379	-	-	-	61,379
Interfund Payable	-	-	-	785,824	785,824
Unearned Revenue	-	58,125	-	-	58,125
Total Liabilities	2,428,783	308,691	118,623	1,117,087	3,973,184
Deferred Inflows of Resources:					
Property Taxes	9,193,709	-	-	839,276	10,032,985
Unavailable Revenues - Delinquent Property Taxes	82,163	-	-	14,866	97,029
Unavailable Revenues - Grants	-	-	-	1,062,917	1,062,917
Total Deferred Inflows of Resources	9,275,872	-	-	1,917,059	11,192,931
Fund Balances:					
Nonspendable	156,790	-	-	21,038	177,828
Restricted	58,165	-	-	2,624,770	2,682,935
Committed	604,869	-	14,925,470	287,748	15,818,087
Assigned	2,970,901	9,767,657	-	-	12,738,558
Unassigned (Deficit)	9,829,807	-	-	(437,468)	9,392,339
Total Fund Balances	13,620,532	9,767,657	14,925,470	2,496,088	40,809,747
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 25,325,187	\$ 10,076,348	\$ 15,044,093	\$ 5,530,234	\$ 55,975,862

See accompanying notes to the basic financial statements.

**Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities**

June 30, 2025

Total Governmental Fund Balances \$ 40,809,747

*Amounts reported for Governmental Activities in the Statement of Net Position
are different because:*

Capital Assets used in Governmental Activities are not financial resources
and, therefore, are not reported in the funds. 23,730,862

Other long-term assets are not available to pay for current-period expenditures
and, therefore, are unavailable revenue in the funds:

Delinquent property taxes	\$ 97,029	
Grants	<u>1,062,917</u>	
Total		1,159,946

The net pension liability and Net OPEB Liability is not due and payable in
the current period; and the net OPEB Asset is not available for spending
in the current period, therefore, the liability/asset and related deferred
inflows/outflows are not reported in the governmental funds:

Deferred Outflows - Pension	4,655,479	
Deferred Inflows - Pension	(4,213,948)	
Net Pension Liability	(21,586,432)	
Deferred Outflows - OPEB	892,608	
Deferred Inflows - OPEB	(3,171,087)	
Net OPEB Liability	(1,150,598)	
Net OPEB Asset	<u>1,567,907</u>	
Total		(23,006,071)

Internal Service funds are used by management to charge the costs
of certain activities, such as insurance to individual funds. The assets
and liabilities of the District's Internal Service funds are included in
Governmental Activities in the Statement of Net Position. 317,153

Long-term liabilities, including leases payable, are not due and payable in
the current period and therefore are not reported in the funds:

Leases payable	(86,755)	
Compensated absences	<u>(8,985,923)</u>	
Total		<u>(9,072,678)</u>

Net Position of Governmental Activities \$ 33,938,959

See accompanying notes to the basic financial statements.

Perry Local School District, Lake County

Statement of Revenues, Expenditures, and Changes in Fund Balances Governmental Funds

For the Fiscal Year Ended June 30, 2025

	General	Permanent Improvement	Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$ 12,521,930	\$ -	\$ -	\$ 1,084,813	\$ 13,606,743
Intergovernmental	14,560,917	-	-	1,164,991	15,725,908
Interest Income	1,332,344	671,339	-	-	2,003,683
Tuition	166,726	-	-	-	166,726
Extracurricular Activities	79,492	-	-	124,246	203,738
Rentals	130,136	-	-	44,189	174,325
Charges for Services	-	-	-	482,204	482,204
Contributions and Donations	8,983	-	-	75,742	84,725
Classroom Materials and Fees	21,633	-	-	-	21,633
All Other Revenues	514,268	15,500	-	1,302	531,070
Total Revenues	29,336,429	686,839	-	2,977,487	33,000,755
EXPENDITURES					
Current:					
Instruction:					
Regular	10,887,066	-	-	1,103,829	11,990,895
Special	1,279,246	-	-	302,216	1,581,462
Vocational	118,148	-	-	11,510	129,658
Other	1,031,435	-	-	-	1,031,435
Supporting Services:					
Pupils	2,037,956	-	-	24,934	2,062,890
Instructional Staff	1,233,268	-	-	38,727	1,271,995
Board of Education	76,409	-	-	-	76,409
Administration	2,021,462	-	-	85,190	2,106,652
Fiscal Services	667,144	-	-	-	667,144
Business	66,449	-	-	-	66,449
Operation and Maintenance of Plant	4,504,932	-	-	48,493	4,553,425
Pupil Transportation	1,802,171	-	-	8,132	1,810,303
Central	70,368	-	-	950	71,318
Operation of Non-Instructional Services:					
Food Service Operations	-	-	-	625,153	625,153
Community Services	-	-	-	229,909	229,909
Enterprise Operations	47,512	-	-	-	47,512
Other Operations	-	-	-	5,000	5,000
Extracurricular Activities	1,339,092	-	-	445,568	1,784,660
Capital Outlay	-	1,109,258	720,469	-	1,829,727
Debt Service:					
Principal Retirement	57,209	-	-	-	57,209
Interest and Fiscal Charges	1,251	-	-	-	1,251
Total Expenditures	27,241,118	1,109,258	720,469	2,929,611	32,000,456
Excess of Revenues Over (Under) Expenditures	2,095,311	(422,419)	(720,469)	47,876	1,000,299
OTHER FINANCING SOURCES (USES)					
Transfers In	-	-	3,369,000	288,695	3,657,695
Transfers Out	(3,657,695)	-	-	-	(3,657,695)
Total Other Financing Sources (Uses)	(3,657,695)	-	3,369,000	288,695	-
Net Change in Fund Balances	(1,562,384)	(422,419)	2,648,531	336,571	1,000,299
Fund Balances - Beginning of Year	15,182,916	10,190,076	12,276,939	2,159,517	39,809,448
Fund Balances - End of Year	\$ 13,620,532	\$ 9,767,657	\$ 14,925,470	\$ 2,496,088	\$ 40,809,747

See accompanying notes to the basic financial statements.

**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances
of Governmental Funds to the Statement of Activities**

For the Fiscal Year Ended June 30, 2025

Net Change in Fund Balances-Total Governmental Funds **\$ 1,000,299**

*Amounts reported for Governmental Activities in the Statement of Activities
are different because:*

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation/amortization expense. This is the amount by which depreciation/amortization exceeded capital outlay in the current period.

Capital outlay	\$ 1,397,804	
Depreciation/Amortization	<u>(1,565,925)</u>	
Total		(168,121)

In the Statement of Activities, only the loss on the disposal of capital assets is reported, whereas, in the Governmental Funds, the proceeds from the disposals increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the capital assets. (143,943)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Delinquent property taxes	(33,261)	
Grants	<u>978,671</u>	
Total		945,410

Repayment of lease principal is an expenditure in the governmental funds, but the repayments reduce long-term liabilities in the Statement of Net Position. 57,209

Contractually required contributions are reported as expenditures in the governmental funds; however, the Statement of Net Position reports these amounts as deferred outflows.

Pension		2,401,551
OPEB		87,470

Except for amounts reported as deferred inflows/outflows, changes in the net pension, OPEB liability and net OPEB asset are reported as pension expense in the Statement of Activities.

Pension		(685,282)
OPEB		555,468

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in Governmental funds.

Compensated absences		(1,040,084)
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Internal Service funds are used by management to charge costs to certain activities, such as insurance to individual funds. The net revenue (expense) of the Internal Service fund are reported in the Governmental Activities.

(192,275)

Change in Net Position of Governmental Activities **\$ 2,817,702**

See accompanying notes to the basic financial statements.

Perry Local School District, Lake County

Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis) – General Fund For the Fiscal Year Ended June 30, 2025

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 10,989,075	\$ 10,989,075	\$ 11,887,682	\$ 898,607
Intergovernmental	13,020,598	16,424,273	14,552,767	(1,871,506)
Interest Income	941,651	1,187,804	1,052,457	(135,347)
Tuition	143,411	180,899	160,286	(20,613)
Rentals	116,435	146,872	130,136	(16,736)
Contributions and Donations	7,635	9,630	8,533	(1,097)
Classroom Materials and Fees	429	542	480	(62)
All Other Revenues	233,021	293,934	260,441	(33,493)
Total Revenues	25,452,255	29,233,029	28,052,782	(1,180,247)
Expenditures				
Current:				
Instruction				
Regular	8,644,941	10,861,778	10,750,440	111,338
Special	1,016,204	1,279,295	1,275,848	3,447
Vocational	96,110	120,415	117,867	2,548
Other	822,404	1,036,046	1,036,046	-
Pupils	1,612,081	2,027,469	2,014,401	13,068
Instructional Staff	1,001,865	1,259,879	1,251,224	8,655
Board of Education	75,285	92,090	81,496	10,594
Administration	1,686,139	2,115,386	2,081,610	33,776
Fiscal Services	552,279	692,939	682,124	10,815
Business	274,675	327,494	256,143	71,351
Operation and Maintenance of Plant Services	4,294,598	5,284,111	4,798,597	485,514
Pupil Transportation	1,499,179	1,879,684	1,845,241	34,443
Central	91,008	108,760	86,088	22,672
Operation of Non-Instructional Services	51,067	51,067	48,142	2,925
Extracurricular Activities	984,799	1,240,498	1,239,997	501
Total Expenditures	22,702,634	28,376,911	27,565,264	811,647
Excess of Revenues Over (Under) Expenditures	2,749,621	856,118	487,518	(368,600)
Other Financing Sources/(Uses)				
Refund of Prior Year Expenditures	234,282	234,282	234,282	-
Advances In	240,353	240,353	240,353	-
Advances Out	(480,145)	(480,145)	(480,145)	-
Transfers Out	(3,893,415)	(3,893,415)	(3,893,415)	-
Contingencies	(8,594)	(8,594)	-	8,594
Total Other Financings Sources/(Uses)	(3,907,519)	(3,907,519)	(3,898,925)	8,594
Net Change in Fund Balance	(1,157,898)	(3,051,401)	(3,411,407)	(360,006)
Fund Balance - Beginning of Year	14,757,476	14,757,476	14,757,476	-
Prior Year Encumbrances Appropriated	811,646	811,646	811,646	-
Fund Balance - End of Year	\$ 14,411,224	\$ 12,517,721	\$ 12,157,715	\$ (360,006)

See accompanying notes to the basic financial statements.

**Statement of Fund Net Position
Proprietary Fund**

June 30, 2025

	<u>Governmental Activities - Internal Service Fund</u>
ASSETS	
Current Assets:	
Equity in Pooled Cash, Cash Equivalents, and Investments	<u>\$ 317,153</u>
Total Assets	<u>317,153</u>
LIABILITIES	<u>-</u>
NET POSITION	
Unrestricted	<u>317,153</u>
Total Net Position	<u><u>\$ 317,153</u></u>

See accompanying notes to the basic financial statements.

**Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Fund**

For the Fiscal Year Ended June 30, 2025

	Governmental Activities - Internal Service Fund
OPERATING EXPENSES	
Salaries	\$ 192,275
Total Operating Expenses	<u>192,275</u>
Operating Loss	<u>(192,275)</u>
 Net Position - Beginning of Year	 509,428
Net Position - End of Year	<u>\$ 317,153</u>

See accompanying notes to the basic financial statements.

**Statement of Cash Flows
Proprietary Fund**

For the Fiscal Year Ended June 30, 2025

	Governmental Activities - Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Payments to Employees for Services	<u>\$ (193,026)</u>
Net Cash Used in Operating Activities	<u>(193,026)</u>
 Net decrease in Cash and Cash Equivalents	 (193,026)
 Cash and Cash Equivalents - Beginning of Year	 <u>510,179</u>
Cash and Cash Equivalents - End of Year	<u>\$ 317,153</u>
 RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	
Operating Loss	\$ (192,275)
 Adjustments:	
Increase in Liabilities:	
Accrued Wages and Benefits	<u>(751)</u>
Net Cash Used in Operating Activities	<u>\$ (193,026)</u>

See accompanying notes to the basic financial statements.

**Statement of Fiduciary Net Position
Custodial Fund**

June 30, 2025

	<u>Custodial Fund</u>
ASSETS	
Equity in Pooled Cash and Cash Equivalents	<u>\$ 26,954</u>
Total Assets	<u>26,954</u>
 NET POSITION	
Restricted For:	
Individuals, Organizations, and Other Governments	<u>26,954</u>
Total Net Position	<u><u>\$ 26,954</u></u>
See accompany notes to the basic financial statements.	

**Statement of Changes in Fiduciary Net Position
Custodial Fund**

For the Fiscal Year Ended June 30, 2025

	<u>Custodial Fund</u>
ADDITIONS	
Collections for Other Organizations	<u>\$ 21,603</u>
Total Additions	<u>21,603</u>
 DEDUCTIONS	
Distributions to Other Organizations	<u>15,659</u>
Total Deductions	<u>15,659</u>
Net Increase in Fiduciary Net Position	5,944
 Net Position - Beginning of Year	<u>21,010</u>
Net Position - End of Year	<u><u>\$ 26,954</u></u>

See accompany notes to the basic financial statements.

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

NOTE 1: DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

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

The School District operates under a locally elected five-member Board and provides education services as mandated by State or Federal agencies. The Board controls the School District’s three instructional facilities, staffed by 87 classified personnel, 111 certified personnel, 11 administrators and 19 exempt staff which provide services to students and other community members.

Reporting Entity

The School District is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements of the School District are not misleading. The School District’s primary government consists of all funds, departments, boards, and agencies that are not legally separate from the School District. For the School District, this includes education, pupil transportation, food service, and maintenance of the School District’s facilities.

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization’s governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization’s resources; (3) the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; (4) or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes. The reporting entity of the School District has no component units.

The School District participates in three jointly governed organizations, an insurance purchasing pool, and a claims servicing pool. These organizations are the Ohio Schools’ Council, the Lake Geauga Computer Association, the Auburn Vocational School District, the Ohio Association of School Business Officials Workers’ Compensation Group Rating Program and Lake County Council of Governments Health Care Benefits Self Insurance Program. These organizations are presented in Notes 17, 18, and 19, respectively, to the basic financial statements.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the School District’s accounting policies are described on the following pages.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A. Basis of Presentation

The School District's financial statements consist of government-wide statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements

The statement of net position and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. As a general rule, the internal service fund activity is eliminated to avoid "doubling up" revenues and expenses. An exception to this general rule is that interfund services provided and used are not eliminated in the process of consolidation.

The statement of net position presents the financial condition of the governmental activities of the School District at fiscal year-end. The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, operating and/or capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular program, and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements

Fund financial statements are designed to present financial information of the School District at this more detailed level. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The School District's only proprietary fund is classified as an internal service fund and is presented in a single column on the face of the proprietary fund financial statements. Fiduciary funds are reported by fund type.

B. Fund Accounting

The School District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain School District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the School District are grouped into the categories of governmental, proprietary, and fiduciary.

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

B. Fund Accounting (Continued)

Governmental Funds

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

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

Permanent Improvement Fund - the permanent improvement fund is used to account for the receipts and expenditures related to the acquisition, construction or renovation of major capital facilities in the School District.

Capital Projects Fund - the capital projects fund is used to account money for one or more capital projects.

The other governmental funds of the School District account for grants, other resources, and capital projects of the School District whose uses are restricted to a particular purpose.

Proprietary Funds

The proprietary funds focus on the determination of operating income/loss, changes in net position, financial position, and cash flows and are classified as either enterprise or internal service. The School District only has an internal service fund. The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis. The School District's only internal service fund accounts for an insurance program which provides medical and dental coverage to the School District's employees.

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in that position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and custodial funds. Trust funds are used to account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. The School District's only custodial fund accounts for OHSAAs tournaments fees collected on behalf and distributed to OHSAAs.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Measurement Focus

Government-wide Financial Statements

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

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources along with current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures, and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets, liabilities, and deferred outflows/inflows of resources associated with the operation of these funds are included on the statement of fund net position. The statement of revenues, expenses and changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities. In fiduciary funds, a liability to the beneficiaries of fiduciary activity is recognized when an event has occurred that compels the government to disburse fiduciary resources. Fiduciary fund liabilities other than those to beneficiaries are recognized using the economic resources measurement focus.

Fiduciary funds present a statement of changes in fiduciary net position which reports additions to and deductions from custodial funds.

D. Basis of Accounting

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

Revenues - Exchange and Non-exchange Transactions

Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and become available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within sixty days of fiscal year end.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basis of Accounting (Continued)

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (see Note 8).

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

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

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the School District, deferred outflows of resources are reported on the government-wide statement of net position for pension and OPEB. The deferred outflows of resources related to pension and OPEB plans are explained in Note 13 and 14.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the School District, deferred inflows of resources include property taxes, pension, OPEB and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2025, but which were levied to finance fiscal year 2026 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet and represents receivables which will not be collected within the available period. For the School District, unavailable revenue includes delinquent property taxes, and intergovernmental grants. These amounts are deferred and recognized as inflows of resources in the period the amounts become available. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position and are explained further in Notes 13 and 14.

Expenditures/Expenses

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported on the statement of revenues, expenditures, and changes in fund balances as an expenditure with a like amount reported as an intergovernmental revenue.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Basis of Accounting (Continued)

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

E. Equity in Pooled Cash, Cash Equivalents, and Investments

To improve cash management, all cash received by the School District is pooled. Monies for all funds are maintained in the account or temporarily used to purchase short term investments. Interest in the pool is presented as “Equity in Pooled Cash, Cash Equivalents, and Investments” on the financial statements.

During fiscal year 2025, investments were limited to U.S. Government Agency notes, negotiable certificates of deposit, U.S. Treasury Notes commercial paper, municipal bonds, money market mutual funds, and STAR Ohio. Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts such as repurchase agreements with maturities of one year or less are reported at cost.

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

For the fiscal year 2025, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$100 million. STAR Ohio reserves the right to limit the transaction to \$250 million, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

Following Ohio statutes, the Board of Education has specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2025 amounted to \$1,332,344. During fiscal year 2025, the change in fair value decreased the School District’s total investments by \$185,909.

For presentation on the financial statements, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents. Investments with an initial maturity of more than three months that are not purchased from the pool are reported as investments.

F. Restricted Assets

Assets are reported as restricted items when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or laws of other governments or imposed by enabling legislation.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Restricted Assets (Continued)

Restricted assets in the general fund represent amounts required by the State statute to be utilized for school bus purchases. See Note 22 for additional information regarding set-asides.

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2025 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year which services are consumed.

H. Inventory

Inventories of supplies of the governmental funds are stated at cost while inventories held for resale are reported at lower of cost or market. For all funds, cost is determined on a first-in, first-out basis and expended/expensed when used. Inventories consist of donated foods, purchased foods, school supplies held for resale and expendable supplies held for consumption.

I. Capital Assets

All capital assets of the School District are classified as general capital assets. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported on the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition values as of the date received. The School District maintains a capitalization threshold of five thousand dollars (\$5,000). The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Intangible right-to-use lease -Equipment	5 Years
Land Improvement	20 years
Buildings and Improvements	10-50 years
Furniture and Equipment	5-10 years
Vehicles	10 years
Library and Textbooks	6 years

J. Interfund Balances

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

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Compensated Absences

The School District recognizes a liability for compensated absences for leave that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled during or upon separation from employment. The liability is incurred in the government-wide financial statements. A liability for compensated absences is recorded in the governmental funds only if the liability has matured because of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

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

Sick leave benefits are accrued as a liability using the termination payment method. The liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payment in the future. The liability is an estimate based on the School District's past experience making termination payments. The amount is based on accumulated sick leave and employees' wage rates at fiscal year-end, taking into consideration any limits specified in the School District's termination policy. The School District records a liability for accumulated unused sick leave for classified, certified, and administrative employees within the School District.

The entire compensated absence liability is reported on the government-wide financial statements. On the governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements.

These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund or funds from which the employees who have accumulated the leave are paid.

L. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities, and long-term obligations payable from the internal service fund is reported on the internal service fund's financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Financed purchase obligations are recognized as a liability on the governmental fund financial statements when due. Net pension/OPEB liability should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan's fiduciary net position is not sufficient for payment of those benefits.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

M. Fund Balance

Fund balance is divided into five classifications based primarily on the extent to which the School District is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Non-spendable – The non-spendable fund balance category includes amounts that cannot be spent because they are “not in spendable form”, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash.

It also includes the long-term amount of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

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

Committed – The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the School District’s Board of Education. Those committed amounts cannot be used for any other purpose unless the School District’s Board of Education removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned – Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts would represent intended uses established by the School District’s Board of Education.

Unassigned – Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In the other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

N. Net Position

Net position represents the difference between assets and deferred outflows of resources compared to liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The amount restricted for school bus purchases includes state funds received for school bus purchases.

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

O. Operating Revenues and Expenses

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

P. Interfund Activity

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

Q. 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 may differ from those estimates.

R. 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. As of June 30, 2025, there were no extraordinary or special items.

S. Budgetary Data

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 tax budget, 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 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 custodial funds, are legally required to be budgeted and appropriated. The legal level of budgetary control has been established by the Board of Education at the fund level for all funds. The Treasurer has been given the authority to allocate the Board appropriations to the function and object levels.

Advances in and advances out are not required to be budgeted since they represent a temporary cash flow resource and are intended to be repaid.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Tax Budget

Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing or increased tax rates. By no later than January 20, the Board-adopted budget is filed with the Lake County Budget Commission for rate determination.

Estimated Resources

Prior to April 1, the Board of Education 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 School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the amended certificate when the original appropriations were adopted.

The amounts reported as the final budgeted amounts in the budgetary statement reflect the amounts in the final amended certificate issued during fiscal year 2025.

Appropriations

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certification saying no new certificate is necessary, the annual appropriation resolution is legally enacted by the Board of Education. Prior to the passage of the annual appropriation measure, the Board may pass a temporary measure to meet the ordinary expenses of the School District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any legal level of control. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education. The Board may pass supplemental fund appropriations provided the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. The amounts reported as the original budgeted amounts in the budgetary statement reflect the appropriation in the first complete appropriated budget, including amounts automatically carried over from prior years. The amounts reported as the final budgeted amounts in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations. Formal budgetary integration is employed as a management control device during the year for all funds other than agency funds, consistent with statutory provisions.

Encumbrances

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

On fund financial statements, encumbrances outstanding at year end are reported as part of the respective fund balance classification for subsequent year expenditures for governmental funds. Encumbrances outstanding at year end are not reported on government-wide financial statements.

Lapsing of Appropriations

At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriation. Encumbered appropriations are carried forward to the succeeding fiscal year and are not reappropriated.

T. Pensions/Other Postemployment Benefits (OPEB)

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

U. Unearned Revenue

Unearned revenue represents the sponsorship income that was received in advance and is recognized over the term of the agreement. These revenues are recognized annually over the term of their agreements using the straight-line method.

NOTE 3: CHANGES IN ACCOUNTING PRINCIPLES

During the fiscal year, the School District implemented the following Governmental Accounting Standards Board (GASB) Statements and Guides:

GASB Statement No. 102, Certain Risk Disclosures – an Amendment of GASB Statement No. 62. GASB 100 The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government’s vulnerabilities due to certain concentrations or constraints. The implementation of the GASB pronouncement did not have any impact on beginning net position or fund balance.

GASB Statement No. 101, Compensated Absences The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. For the School District, GASB 101 increased the liability and the cumulative effects of compensated absence related expense on net position as shown on the table below.

	<u>Government-Wide</u>
	<u>Governmental</u>
	<u>Activities</u>
June 30, 2024, as previously reported	\$ 36,697,100
Change in accounting principle (GASB 101)	(5,575,843)
June 30, 2024, as adjusted or restated	<u>\$ 31,121,257</u>

Perry Local School District, Lake County

NOTE 4: FUND BALANCES

Fund balance is classified as non-spendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the School District is bound to observe constraints imposed upon the use of the resources in the governmental funds. The constraints placed on fund balance for the general fund, permanent improvement fund, and all other governmental funds are presented below:

Fund Balances	General	Permanent Improvement	Capital Projects	Other Governmental Funds	Total
<i>Nonspendable</i>					
Prepaid Items	\$ 21,984	\$ -	\$ -	\$ -	\$ 21,984
Inventories	134,806	-	-	21,038	155,844
<i>Total Nonspendable</i>	<u>156,790</u>	<u>-</u>	<u>-</u>	<u>21,038</u>	<u>177,828</u>
<i>Restricted for</i>					
Food Service Operations	-	-	-	319,062	319,062
Special Levy	-	-	-	1,916,465	1,916,465
Athletics	-	-	-	120,080	120,080
Student Managed Activities	-	-	-	158,108	158,108
Scholarships	-	-	-	17,397	17,397
Data Communication	-	-	-	52,173	52,173
Entry Year Programs	-	-	-	5,500	5,500
Drug Free School Grant	-	-	-	2,448	2,448
Professional Development	-	-	-	4,371	4,371
Student Intervention Services	-	-	-	15,493	15,493
Management Information Systems	-	-	-	212	212
IDEA Preschool	-	-	-	1,050	1,050
Capital Improvements	-	-	-	139	139
School Bus Purchases	58,165	-	-	-	58,165
Other Grants	-	-	-	12,272	12,272
<i>Total Restricted</i>	<u>58,165</u>	<u>-</u>	<u>-</u>	<u>2,624,770</u>	<u>2,682,935</u>
<i>Committed to</i>					
Future Severance Payouts	604,869	-	-	-	604,869
Rotary Special Services	-	-	-	287,748	287,748
Capital Projects	-	-	14,925,470	-	14,925,470
<i>Total Committed</i>	<u>604,869</u>	<u>-</u>	<u>14,925,470</u>	<u>287,748</u>	<u>15,818,087</u>
<i>Assigned to</i>					
Fiscal Year 2026 Appropriations	2,150,207	-	-	-	2,150,207
Capital and Instructional Technology	-	9,767,657	-	-	9,767,657
Special Rotary	20,635	-	-	-	20,635
Public School Support	99,411	-	-	-	99,411
Instructional Activities	96,224	-	-	-	96,224
Supporting Services	604,387	-	-	-	604,387
Extracurricular Activities	37	-	-	-	37
<i>Total Assigned</i>	<u>2,970,901</u>	<u>9,767,657</u>	<u>-</u>	<u>-</u>	<u>12,738,558</u>
<i>Unassigned (Deficit)</i>	<u>9,829,807</u>	<u>-</u>	<u>-</u>	<u>(437,468)</u>	<u>9,392,339</u>
Total Fund Balances	<u><u>\$ 13,620,532</u></u>	<u><u>\$ 9,767,657</u></u>	<u><u>\$ 14,925,470</u></u>	<u><u>\$ 2,496,088</u></u>	<u><u>\$ 40,809,747</u></u>

NOTE 5: **ACCOUNTABILITY**

Fund balances at June 30, 2025, included the following individual fund deficits:

	<u>Fund Balance Deficits</u>
<u>Nonmajor Special Revenue Funds</u>	
Special Enterprise	\$ 7,600
21st Century	55,019
Miscellaneous State Grants	34,953
IDEA, Part B Special Education	152,324
Title III - Limited English Proficiency	8,185
Title I, Disadvantaged Children/Targeted Assistance	38,552
Improving Teacher Quality	36,923
Miscellaneous Federal Grants	<u>103,912</u>
Total Nonmajor Special Revenue Funds	<u>\$ 437,468</u>

The fund deficits in the special revenue funds resulted from accrued liabilities. The general fund is liable for the deficits in these funds and will provide transfers when cash is required, not when accruals occur.

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NOTE 6: BUDGETARY BASIS OF ACCOUNTING

While the School District is reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis) - for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

The major differences between the budgetary basis and GAAP basis are that:

1. Revenues are recorded when received in cash (Budgetary basis) as opposed to when susceptible to accrual (GAAP basis);
2. Expenditures are recorded when paid in cash (Budgetary basis) as opposed to when the liability is incurred (GAAP basis);
3. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis);
4. Encumbrances are treated as expenditures (Budgetary basis) rather than as a part of restricted, committed, and assigned fund balances (GAAP basis); and
5. Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (Budgetary basis).

The following table summarizes the adjustments necessary to reconcile the GAAP and Budgetary basis statements for the general fund:

<u>Net Change in Fund Balance</u>	
	<u>General Fund</u>
GAAP Basis	\$ (1,562,384)
Net Adjustment for Revenue Accruals	(934,405)
Net Adjustments for Expenditure Accruals	283,442
Advances In	240,353
Advances Out	(480,145)
Funds with Separate Legally Adopted Budgets	(199,442)
Adjustment for Encumbrances	(758,826)
Budget Basis	<u>\$ (3,411,407)</u>

NOTE 7: DEPOSITS AND INVESTMENTS

State statutes classify monies held by the School District into three categories.

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

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

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories.

Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit, or by savings or deposit accounts including passbook accounts.

Protection of the School District's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities by the financial institution as security for repayment, by surety company bonds deposited with the Treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

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

1. United States Treasury notes, bills, bonds, or any other obligations or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the 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 (30) days;
4. Bonds or other obligations of the State of Ohio or Ohio local governments;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or division (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool (STAR Ohio);
8. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred and eighty (180) days in an amount not to exceed forty (40) percent of the interim monies available for investment at any one time if training requirements have been met; and

NOTE 7: DEPOSITS AND INVESTMENTS (CONTINUED)

9. Under limited circumstances, corporate debt interest rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the School District and must be purchased with the expectation that it will be held to maturity.

Deposits

At June 30, 2025 the carrying amount of the School District's deposits was \$1,415,934 (including \$900 petty cash). Based on criteria described in GASB Statement No. 40, *Deposits and Investments Risk Disclosures*, as of June 30, 2025, \$250,000 of the School District's bank balance of \$1,351,759 was covered by Federal Depository Insurance and \$1,601,759 was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the School District's name. The amount that was uninsured and collateralized with securities held was greater than the bank balance due to the excess collateral allocated by OPCS at year end significantly the required amount. The School District's financial institutions were approved for a reduced collateral rate of 50 percent through the Ohio Pooled Collateral System, resulting in the uninsured and uncollateralized balance.

Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in the possession of an outside party. Protection of the School District's cash and deposits is provided by the Federal Deposit Insurance Corporation (FDIC), as well as qualified securities pledged by the institution holding the assets. Ohio law requires that deposits either be insured or protected by:

Eligible securities pledged to the School District and deposited with a qualified trustee by the financial institution as security for repayment whose fair value at all times shall be at least 105 percent of the deposits being secured; or

Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institutions. OPCS requires the total fair value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State. The School District's financial institution was enrolled in OPCS as of June 30, 2025.

Investments

The School District has a formal investment policy. Star Ohio is measured at net asset value per share while all other investments are measured at fair value. At June 30, 2025, fair value was \$185,909 over the School District's net cost for investments.

NOTE 7: DEPOSITS AND INVESTMENTS (CONTINUED)

	Fair Value/ NAV	Credit Rating*	Level Input
U.S. Government Agency Notes	\$ 10,601,772	AA+	2
U.S. Treasury Note	8,078,228	AA+	2
Negotiable CDs	9,639,926	N/A	2
Municipal Bonds	224,800	AA/AAA	2
Commercial Paper	7,047,058	A-1	2
Money Market Mutual Fund	1,392,334	N/A	1
STAR Ohio	3,880,081	AAAm	N/A
	<u>\$ 40,864,199</u>		

* Credit ratings have been obtained from Standard and Poor's

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

Interest Rate Risk

As a means of limiting its exposure to fair value of losses caused by rising interest rates, the School District's investment policy requires that operating funds be invested primarily in investments so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity. To date, no investments have been purchased with a life greater than five years.

Credit Risk

The credit risks of the School District's investments are in the previous table. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The School District has no investment policy that would further limit its investment choices.

NOTE 7: DEPOSITS AND INVESTMENTS (CONTINUED)

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the School District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Federal National Mortgage Association notes, Federal Home Loan Mortgage notes, Federal Home Loan Bank notes, Federal Farm Credit Banks notes, U.S. Treasury Notes, U.S. Treasury Bills Municipal Bonds, Commercial Paper, and money market mutual fund are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty's trust department or agent but not in the School District's name. The School District's investments in negotiable certificates of deposit were fully covered by Federal Depository Insurance. The School District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Treasurer or qualified trustee. The School District's investments in negotiable certificates of deposit of \$9,639,926 were fully covered by the FDIC.

Concentration of Credit Risk

The School District places no limit on the amount it may invest in any one issuer. The following is the School District's allocation as of June 30, 2025:

	Percentage of Investments	Fair Value/ NAV
U.S. Government Agency Notes	25.93%	\$ 10,601,772
Municipal Bonds	0.55%	224,800
Negotiable CDs	23.59%	9,639,926
U.S. Treasury Notes	19.77%	8,078,228
Commercial Paper	17.25%	7,047,058
Money Market Mutual Fund	3.41%	1,392,334
STAR Ohio	9.50%	3,880,081
	<u>100.00%</u>	<u>\$ 40,864,199</u>

Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or deposit. As of June 30, 2025, the School District had no exposure to foreign currency risk.

NOTE 8: PROPERTY TAXES

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

Property taxes include amounts levied against all real, and public utility tangible personal property located in the School District. Real property tax revenue received in calendar year 2025 represents collections of calendar year 2024 taxes. Real property taxes received in calendar year 2025 were levied after April 1, 2024, on the assessed value listed as of January 1, 2024, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are paid annually or semi-annually.

NOTE 8: PROPERTY TAXES (CONTINUED)

If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2025 represents collections of calendar year 2024 taxes. Public utility real and tangible personal property taxes received in calendar year 2024 became a lien June 30, 2023, were levied after April 1, 2024, and are collected in 2025 with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The School District receives property taxes from Lake County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2025, are available to finance fiscal year 2025 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

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

The amount available as an advance at June 30, 2025, was \$1,000,000 in the general fund and \$132,796 in the special levy nonmajor special revenue fund.

On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue has been reported as unavailable revenues within deferred inflows of resources.

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

	2024 Second Half Collections		2025 First Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$ 321,086,860	79.14%	\$ 429,386,250	82.51%
Public Utility	84,658,700	20.86%	91,029,820	17.49%
Total Assessed Value	<u>\$ 405,745,560</u>	<u>100.00%</u>	<u>\$ 520,416,070</u>	<u>100.00%</u>
Tax Rate per \$1,000 of Assessed Valuation	\$ 44.20		\$ 44.20	

NOTE 9: RECEIVABLES

Receivables at June 30, 2025, consisted of taxes, accrued interest, accounts, and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of Federal funds. All receivables are expected to be collected within one year. The School District had \$1,082,709 in intergovernmental receivables.

NOTE 10: LAKE COUNTY SCHOOL FINANCING DISTRICT

The Board of Education of the Lake County School Financing District has, by a resolution adopted February 6, 1990, pursuant to Section 3311.50 of the Ohio Revised Code, created a county school financing district known as the Lake County School Financing District (the “Financing District”) for the purpose of levying taxes for the provision of the following specified educational programs and services by the school districts that are part of the Financing District: the provision of necessary personnel, materials, supplies, and transportation for instruction in language arts, social studies, mathematics, fine and practical arts, health and physical education, science, and business education.

The Board of Education of the Lake County School Financing District acts as the taxing authority of the Financing District pursuant to Section 3311.50 of the Ohio Revised Code. The Financing District receives settlements of taxes levied and distributes them within ten days to each of the member district’s proportionate share of that tax settlement. Each member district’s proportionate share is a fraction, the numerator being member district’s total pupil population and the denominator being the aggregate pupil population of all member districts as of that date. Taxes collected by the Financing District available to the School District at June 30 are recorded as receivables and revenue for the current fiscal year. Uncollected taxes outstanding received by the Financing District within 60 days after the fiscal year are recorded as a receivable and deferred inflow of resources for they are measurable but not available to the School District. The total receivable is included in the account “Property Taxes Receivable”.

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NOTE 11: CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2025, was as follows:

	Balance 6/30/2024	Additions	Deletions	Balance 6/30/2025
<u>Governmental Activities</u>				
Capital Assets, not being depreciated/amortized:				
Land	\$ 1,200,000	\$ -	\$ -	\$ 1,200,000
Construction in Progress	1,155,000	381,926	(1,536,926)	-
Total Capital Assets, not being depreciated/amortized	<u>2,355,000</u>	<u>381,926</u>	<u>(1,536,926)</u>	<u>1,200,000</u>
Capital Assets, being depreciated/amortized:				
Intangible right-to-use lease - Equipment	298,412	-	-	298,412
Land Improvements	12,816,590	-	-	12,816,590
Building and Improvements	95,284,188	1,803,426	(141,379)	96,946,235
Furniture and Equipment	5,436,664	191,520	(81,871)	5,546,313
Vehicles	2,474,741	557,858	(140,750)	2,891,849
Library and textbooks	919,543	-	-	919,543
Total Capital Assets, being depreciated/amortized	<u>117,230,138</u>	<u>2,552,804</u>	<u>(364,000)</u>	<u>119,418,942</u>
Less Accumulated Depreciation/Amortization:				
Intangible right-to-use lease - Equipment	(156,328)	(56,844)	-	(213,172)
Land Improvements	(11,344,437)	(134,026)	-	(11,478,463)
Building and Improvements	(76,868,330)	(1,037,392)	4,114	(77,901,608)
Furniture and Equipment	(4,246,967)	(195,783)	79,416	(4,363,334)
Vehicles	(2,034,193)	(141,880)	136,527	(2,039,546)
Library and textbooks	(891,957)	-	-	(891,957)
Total Accumulated Depreciation/Amortization	<u>(95,542,212)</u>	<u>(1,565,925)</u>	<u>220,057</u>	<u>(96,888,080)</u>
Total Capital Assets being depreciated/amortized, Net	<u>21,687,926</u>	<u>986,879</u>	<u>(143,943)</u>	<u>22,530,862</u>
Governmental Activities Capital Assets, Net	<u><u>\$ 24,042,926</u></u>	<u><u>\$ 1,368,805</u></u>	<u><u>\$ (1,680,869)</u></u>	<u><u>\$ 23,730,862</u></u>

Depreciation/amortization expense was charged to governmental functions as follows:

Instruction:	
Regular	\$ 1,303,614
Special	783
Vocational	6,663
Support Services:	
Instructional Staff	10,968
Administration	4,307
Business	56,844
Operation and Maintenance of Plant	17,913
Pupil Transportation	103,632
Central	8,031
Operation of Non-Instructional Services:	
Food Services	1,816
Community Services	1,483
Extracurricular Activities:	
Academic Oriented Activities	5,645
Sport Oriented Activities	44,226
Total Depreciation Expense	<u><u>\$ 1,565,925</u></u>

NOTE 12: RISK MANAGEMENT

A. Property and Liability

The School District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. The School District is a member of the Ohio Schools Council Insurance Company property and fleet insurance purchasing group. On behalf of member school districts, the Ohio Schools Council prepares specifications and solicits quotations from insurance companies. The School District fleet has been insured with the Ohio School Plan since April, 2008 with a \$1,000,000 liability limit per loss. The Ohio School Plan also carried the property insurance (which includes inland, marine, earthquake and crime), and also covered the boilers and machinery.

Additionally, since school districts are not protected by the doctrine of sovereign immunity, the School District contracted with the Ohio School Plan (through the Ohio School Boards Association/Nationwide Ohio Educational Liability Insurance program) for coverage with limits of liability of \$6,000,000 per claim and \$8,000,000 aggregate to insure the School District, the Board, all Board members, all administrators, certified and classified employees and volunteers.

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

B. Workers' Compensation

For fiscal year 2025, the School District participated in a Group Rating Program (GRP), an insurance purchasing pool (Note 18). The intent of the GRP is to achieve the benefit of a reduced premium for the School 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 ensures 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 UniComp provides administrative, cost control and actuarial services to the GRP. Each year the School District pays an enrollment fee to the Plan to cover costs of administering the program.

C. Employee Insurance Benefits

The School District provides medical coverage to employees through premium payments to the Lake County Council of Governments Health Care Benefits Program (see Note 19 for further details).

NOTE 13: DEFINED BENEFIT PENSION PLAN

A. Net Pension Liability

The net pension liability reported on the Statement of Net Position represents a liability to employees for pensions. Pensions are a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. Pensions are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for pensions is a present obligation because it was created as a result of employment exchanges that already have occurred.

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

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

GASB 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

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

B. Plan Description - School Employees Retirement System (SERS)

Plan Description –District non-teaching employees participate in SERS, a cost-sharing, multiple-employer defined benefit pension plan administered by SERS. SERS provides retirement, disability, and survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries.

Authority to establish and amend benefits is provided by Ohio Revised Code Chapter 3309. SERS issues a publicly available, stand-alone financial report that includes financial statements, required supplementary information, and detailed information about SERS' fiduciary net position. That report can be obtained by visiting the SERS website at www.ohsers.org under Employers/Audit Resources.

NOTE 13: DEFINED BENEFIT PENSION PLAN (CONTINUED)

B. Plan Description - School Employees Retirement System (SERS) (Continued)

Age and service requirements for retirement are as follows:

	Eligible to Retire on or before August 1, 2017 *	Eligible to Retire on or after August 1, 2017
Full Benefits	Any age with 30 years of service credit	Age 67 with 10 years of service credit; or Age 57 with 30 years of service credit
Actuarially Reduced Benefits	Age 60 with 5 years of service credit Age 55 with 25 years of service credit	Age 62 with 10 years of service credit; or Age 60 with 25 years of service credit

* Members with 25 years of service credit as of August 1, 2017, will be included in this plan.

Annual retirement benefits are calculated based on final average salary multiplied by a percentage that varies based on years of service; 2.2 percent for the first thirty years of service and 2.5 percent for years of service credit over 30. Final average salary is the average of the highest three years of salary.

An individual whose benefit effective date is before April 1, 2018, is eligible for a cost-of-living adjustment (COLA) on the first anniversary date of the benefit. New benefit recipients must wait until the fourth anniversary of their benefit for COLA eligibility. The COLA is added each year to the base benefit amount on the anniversary date of the benefit. The COLA is indexed to the percentage increase in the CPI-W, not to exceed 2.5% and with a floor of 0.0%. A three-year COLA suspension was in effect for all benefit recipients for calendar years 2018, 2019, and 2020. The Retirement Board approved a 2.5% COLA for calendar year 2023 through 2025.

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2025, the allocation to pension, death benefits, and Medicare B was the entire 14.0 percent.

The District's contractually required contribution to SERS was \$714,658 for fiscal year 2025. Of this amount \$35,024 is reported as an intergovernmental payable.

C. Plan Description - State Teachers Retirement System (STRS)

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

NOTE 13: DEFINED BENEFIT PENSION PLAN (CONTINUED)

C. Plan Description - State Teachers Retirement System (STRS) (Continued)

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan, and a Combined Plan. Benefits are established by Ohio Revised Code Chapter 3307. The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service. The calculation is 2.2 percent of final average salary for the five highest years of earnings multiplied by all years of service. Effective August 1, 2023, any member can retire with unreduced benefits with 34 years of services credit at any age; or five years of service credit and age 65. Effective June 1, 2025 – July 1, 2027, any member can retire with unreduced benefits with 33 years of service credit at any age; or five years of service credit and age 65. Effective on or after Aug. 1, 2027, any member can retire with unreduced benefits with 34 years of service credit at any age; or five years of service credit and age 65.

Eligibility changes for DB Plan members who retire with actuarially reduced benefits effective Aug. 1, 2023, can retire with 29 years of service credit at any age; or five years of service credit and age 60. Effective June 1, 2025 - July 1, 2027, retirement eligibility for reduced benefits is 28 years of service credit at any age; or five years of service credit and age 60. Effective on or after Aug. 1, 2027, retirement eligibility for reduced benefits is 29 years of service credit at any age; or five years of service credit and age 60.

The DC Plan allows members to place all their member contributions and 11.09 percent of the 14 percent employer contributions into an investment account. Investment allocation decisions are determined by the member. The remaining 2.91 percent of the 14 percent employer rate is allocated to the defined benefit unfunded liability. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal.

The Combined Plan offers features of both DB Plan and DC Plan. In the Combined Plan, 12.0 of the 14.0 percent member rates goes to the DC Plan and the remaining 2.0 percent goes to the DB plan. Member contributions to the DC plan are allocated among investment choices by the member, and contributions to DB plan from the employer and the member are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60 with five years of services. The defined contribution portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity after termination of employment at age 50 or later.

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

A DB or Combined Plan member with five or more years of credited service who is determined to be disabled may qualify for a disability benefit. Eligible survivors of members who die before service retirement may qualify for monthly benefits. New members on or after July 1, 2013, must have at least ten years of qualifying service credit that apply for disability 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.

NOTE 13: DEFINED BENEFIT PENSION PLAN (CONTINUED)

C. Plan Description - State Teachers Retirement System (STRS) (Continued)

Funding Policy – Employer and member contribution rates are established by the State Teachers Retirement Board and limited by Chapter 3307 of the Ohio Revised Code. For the fiscal year ended June 30, 2025, plan members were required to contribute 14 percent of their annual covered salary. The District was required to contribute 14 percent; the entire 14 percent was the portion used to fund pension obligations. The fiscal year 2025 contribution rates were equal to the statutory maximum rates.

The District's contractually required contributions to STRS was \$1,686,893 for fiscal year 2025. Of this amount \$228,118 was included as an intergovernmental payable.

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

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The School District's proportion of the net pension liability was based on the School District's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the Net Pension Liability			
Prior Measurement Date	0.1140161%	0.085222410%	
Proportion of the Net Pension Liability			
Current Measurement Date	<u>0.1110578%</u>	<u>0.082660230%</u>	
Change in Proportionate Share	<u>-0.0029583%</u>	<u>-0.00256218%</u>	
Proportionate Share of the Net Pension			
Liability	\$5,681,269	\$15,905,163	\$ 21,586,432
Pension Expense	\$277,271	\$408,011	\$685,282

NOTE 13: DEFINED BENEFIT PENSION PLAN (CONTINUED)

D. Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

At June 30, 2025, the School District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between expected and actual experience	\$ 216,906	\$ 1,001,610	\$ 1,218,516
Changes of assumptions	50,824	732,999	783,823
Changes in proportion and differences between School District contributions and proportionate share of contributions	-	251,589	251,589
School District contributions subsequent to the measurement date	<u>714,658</u>	<u>1,686,893</u>	<u>2,401,551</u>
Total Deferred Outflows of Resources	<u>\$ 982,388</u>	<u>\$ 3,673,091</u>	<u>\$ 4,655,479</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$ -	\$ 8,708	\$ 8,708
Changes of assumptions	-	551,737	551,737
Net difference between projected and actual earnings on pension plan investments	355,361	1,367,521	1,722,882
Changes in proportion and differences between School District contributions and proportionate share of contributions	<u>461,538</u>	<u>1,469,083</u>	<u>1,930,621</u>
Total Deferred Inflows of Resources	<u>\$ 816,899</u>	<u>\$ 3,397,049</u>	<u>\$ 4,213,948</u>

\$2,401,551 reported as deferred outflows of resources related to pension resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Fiscal Year Ending June 30:	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2026	\$ (522,538)	\$ (1,274,417)	\$ (1,796,955)
2027	166,333	1,082,369	1,248,702
2028	(88,469)	(781,206)	(869,675)
2029	<u>(104,495)</u>	<u>(437,597)</u>	<u>(542,092)</u>
Total	<u>\$ (549,169)</u>	<u>\$ (1,410,851)</u>	<u>\$ (1,960,020)</u>

NOTE 13: DEFINED BENEFIT PENSION PLAN (CONTINUED)

E. Actuarial Assumptions - SERS

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

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

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

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

Wage Inflation	2.40 percent
Future Salary Increases, including inflation	3.25 percent to 13.58 percent
COLA or Ad Hoc COLA	2.00 percent, on and after April 1, 2018, COLA's for future retirees will be delayed for three years following commencement
Investment Rate of Return	7.00 percent net of investment expenses, including inflation
Actuarial Cost Method	Entry Age Normal

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

The most recent experience study was completed June 30, 2020.

The long-term return expectation for the Pension Plan Investments has been determined using a building-block approach and assumes a time horizon, as defined in SERS' *Statement of Investment Policy*. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class.

NOTE 13: **DEFINED BENEFIT PENSION PLAN (CONTINUED)**

E. Actuarial Assumptions – SERS (Continued)

The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes. The target allocation and best estimates of arithmetic real rates of return for each major asset classes are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	3.00 %	1.00 %
US Equity	22.00	5.81
Non-US Equity Developed	12.00	6.64
Non-US Equity Emerging	6.00	8.56
Fixed Income/Global Bonds	18.00	2.60
Private Equity	14.00	9.89
Real Estate/Real Assets	13.00	4.94
Infrastructure	7.00	6.12
Private Debt/Private Credit	5.00	6.65
Total	<u>100.00 %</u>	

Discount Rate The total pension liability was calculated using the discount rate of 7.00 percent. The projection of cash flows used to determine the discount rate assumed that employers would contribute the actuarially determined contribution rate of projected compensation over the remaining 20-year amortization period of the unfunded actuarial accrued liability. The actuarially determined rate of fiscal year 2024 was 14 percent. Projected inflows from investment earning were calculated using the long-term assumed investment rate of return (7.00 percent). Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability. The annual money weighted rate of return, calculated as the internal rate of return on pension plan investments, for fiscal year 2024 was 9.31 percent.

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.00 percent, as well as what each plan's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (6.00 percent), or one percentage point higher (8.00 percent) than the current rate.

	<u>1% Decrease (6.00%)</u>	<u>Current Discount Rate (7.00%)</u>	<u>1% Increase (8.00%)</u>
School District's proportionate share of the net pension liability	\$ 8,691,555	\$ 5,681,269	\$ 3,146,770

NOTE 13: DEFINED BENEFIT PENSION PLAN (CONTINUED)

F. Actuarial Assumptions – STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the July 1, 2024 is presented below:

Inflation	2.50 percent
Projected salary increases	Varies by service from 2.5% to 8.5%
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation
Discount Rate of Return	7.00 percent
Payroll Increases	3 percent
Cost-of-Living Adjustments	0.0 percent

Post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110% for males, projected forward generationally using mortality improvement scale MP-2020. Pre-retirement mortality rates are based on Pub-2010 Teachers Employee Table adjusted 95% for females, projected forward generationally using mortality improvement scale MP-2020. Post-retirement disabled mortality rates are based on Pub-2010 Teachers Disable Annuitant Table projected forward generationally using mortality improvement scale MP-2020.

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

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return *</u>
Domestic Equity	26.00 %	6.90 %
International Equity	22.00	7.70
Alternatives	19.00	9.10
Fixed Income	22.00	4.50
Real Estate	10.00	5.10
Liquidity Reserves	1.00	2.40
Total	<u>100.00 %</u>	

* Final target weights reflected at October 1, 2022.

** 10-Year annualized geometric nominal returns, which include the real rate of return and inflation of 2.4% and does not include investment expenses. Over a 30-year period, STRS Ohio's investment consultant indicates that the above target allocations should generate a return above the actuarial rate of return, without net value added by management.

NOTE 13: DEFINED BENEFIT PENSION PLAN (CONTINUED)

F. Actuarial Assumptions – STRS (Continued)

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

Sensitivity of the District's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following table presents the District's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.00 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.00 percent) or one-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net pension liability	\$25,657,816	\$15,905,163	\$7,656,095

NOTE 14: DEFINED BENEFIT OPEB PLANS

A. Net OPEB Liability/Asset

The net OPEB liability and net OPEB asset reported on the statement of net position represents a liability or asset to employees for OPEB. OPEB is a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. OPEB are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The obligation to sacrifice resources for OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

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

NOTE 14: DEFINED BENEFIT OPEB PLANS (CONTINUED)

A. Net OPEB Liability/Asset (Continued)

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

GASB 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability and net OPEB asset. Resulting adjustments to the net OPEB liability and net OPEB asset would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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

B. Plan Description - School Employees Retirement System (SERS)

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

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

NOTE 14: DEFINED BENEFIT OPEB PLANS (CONTINUED)

B. Plan Description - School Employees Retirement System (SERS) (Continued)

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required pensions and benefits, the Retirement Board may allocate the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund in accordance with the funding policy. For fiscal year 2025, there was no contribution made to health care. A health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated if less than a full year of service credit was earned. For fiscal year 2025, this amount was \$30,000. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS-covered payroll for the health care surcharge.

The surcharge is the total amount assigned to the Health Care Fund. The School District's contractually required contribution to SERS was \$87,470 for fiscal year 2025. This amount is reported as an intergovernmental payable.

C. Plan Description - State Teachers Retirement System (STRS)

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

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS to offer the Plan and gives the Retirement Board discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Active employee members do not contribute to the Health Care Plan. Nearly all health care plan enrollees, for the most recent year, pay a portion of the health care costs in the form of a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2025, STRS did not allocate any employer contributions to post-employment health care.

NOTE 14: DEFINED BENEFIT OPEB PLANS (CONTINUED)

D. OPEB Liabilities, OPEB Asset, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB liability and net OPEB asset were measured as of June 30, 2024, and the total OPEB liability and asset used to calculate the net OPEB liability and net OPEB asset were determined by an actuarial valuation as of that date. The School District's proportion of the net OPEB liability and net OPEB asset were based on the School District's share of contributions to the respective retirement systems relative to the contributions of all participating entities. The information below is related to the proportionate share and OPEB expense:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Proportion of the Net OPEB Liability/asset			
Prior Measurement Date	0.1158349%	0.08522241%	
Proportion of the Net OPEB Liability/asset			
Current Measurement Date	<u>0.1129703%</u>	<u>0.08266023%</u>	
Change in Proportionate Share	<u>-0.0028646%</u>	<u>-0.00256218%</u>	
Proportionate Share of the Net OPEB Liability	\$ 1,150,598	\$ -	\$ 1,150,598
Proportionate Share of the Net OPEB Asset	\$ -	\$ (1,567,907)	\$ (1,567,907)
OPEB Expense	\$ (245,470)	\$ (309,998)	\$ (555,468)

At June 30, 2025, the School District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between expected and actual experience	\$ -	\$ 68,160	\$ 68,160
Changes of assumptions	493,837	192,989	686,826
Net difference between projected and actual earnings on pension plan investments	5,615	-	5,615
Changes in proportion and difference between School District contributions and proportionate share of contributions	2,487	42,050	44,537
School District contributions subsequent to the measurement date	<u>87,470</u>	<u>-</u>	<u>87,470</u>
Total Deferred Outflows of Resources	<u>\$ 589,409</u>	<u>\$ 303,199</u>	<u>\$ 892,608</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$ 1,240,645	\$ 168,973	\$ 1,409,618
Changes of assumptions	528,543	707,117	1,235,660
Net difference between projected and actual earnings on OPEB plan investments	-	67,320	67,320
Changes in proportion and difference between School District contributions and proportionate share of contributions	<u>448,279</u>	<u>10,210</u>	<u>458,489</u>
Total Deferred Inflows of Resources	<u>\$ 2,217,467</u>	<u>\$ 953,620</u>	<u>\$ 3,171,087</u>

NOTE 14: DEFINED BENEFIT OPEB PLANS (CONTINUED)

D. OPEB Liabilities, OPEB Asset, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

\$87,470 reported as deferred outflows of resources related to OPEB resulting from School District contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability or an increase to the net OPEB asset in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending June 30:	<u>SERS</u>	<u>STRS</u>	<u>Total</u>
2026	\$ (414,163)	\$ (242,163)	\$ (656,326)
2027	(291,692)	(99,409)	(391,101)
2028	(229,867)	(128,164)	(358,031)
2029	(201,981)	(119,203)	(321,184)
2030	(200,288)	(95,279)	(295,567)
Thereafter	<u>(377,537)</u>	<u>33,797</u>	<u>(343,740)</u>
Total	<u>\$ (1,715,528)</u>	<u>\$ (650,421)</u>	<u>\$ (2,365,949)</u>

E. Actuarial Assumptions - SERS

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

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

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

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

NOTE 14: DEFINED BENEFIT OPEB PLANS (CONTINUED)

E. Actuarial Assumptions – SERS (Continued)

Wage Inflation	2.40 percent
Future Salary Increases, including inflation	3.25 percent to 13.58 percent
Investment Rate of Return	7.00 percent net of investments expense, including inflation
Municipal Bond Index Rate:	
Measurement Date	3.93 percent
Prior Measurement Date	3.86 percent
Single Equivalent Interest Rate, net of plan investment expense, including price inflation	
Measurement Date	4.88 percent
Prior Measurement Date	4.27 percent
Medical Trend Assumption	
Measurement Date	7.00 to 4.40 percent
Prior Measurement Date	6.75 to 4.40 percent

Base Mortality: Healthy Retirees - PUB-2010 General Employee Amount Weighted Below Median Healthy Retiree mortality table projected to 2017 with ages set forward 1 year and adjusted 94.20% for males and set forward 2 years and adjusted 81.35% for females. Disabled Retirees - PUB-2010 General Disabled Retiree mortality table projected to 2017 with ages set forward 5 years and adjusted 103.3% for males and set forward 3 years and adjusted 106.8% for females. Contingent Survivors - PUB-2010 General Amount Weighted Below Median Contingent Survivor mortality table projected to 2017 with ages set forward 1 year and adjusted 105.5% for males and adjusted 122.5% for females. Actives - PUB-2010 General Amount Weighted Below Median Employee mortality table.

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

The long-term expected rate of return on plan assets is reviewed as part of the actuarial five-year experience study. The most recent study covers fiscal years 2016 through 2020, and was adopted by the Board in 2021. Several factors are considered in evaluating the long-term rate of return assumption including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return were developed by the investment consultant for each major asset class. These ranges were combined to produce the long-term expected rate of return, 7.00 percent, by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The capital market assumptions developed by the investment consultant are intended for use over a 10-year horizon and may not be useful in setting the long-term rate of return for funding pension plans which covers a longer timeframe. The assumption is intended to be a long-term assumption and is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

NOTE 14: DEFINED BENEFIT OPEB PLANS (CONTINUED)

E. Actuarial Assumptions – SERS (Continued)

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class, as used in the June 30, 2020 five-year experience study, are summarized as follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Cash	3.00 %	0.97 %
US Equity	22.00	4.68
Non-US Equity Developed	12.00	4.96
Non-US Equity Emerging	6.00	5.66
Fixed Income/Global Bonds	18.00	2.38
Private Equity	14.00	7.10
Real Estate/Real Assets	13.00	3.64
Infrastructure	7.00	4.80
Private Debt/Private Credit	5.00	5.86
	<u>100.00 %</u>	

Discount Rate The discount rate used to measure the total OPEB liability at June 30, 2024 was 4.88 percent. The discount rate used to measure total OPEB liability prior to June 30, 2023 was 4.27 percent. The projection of cash flows used to determine the discount rate assumed that contributions will be made from members and the System at the state statute contribution rate of 1.50 percent of projected covered employee payroll each year, which includes a 1.50 percent payroll surcharge and no contributions from the basic benefits plan. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be depleted in 2059 by SERS actuaries. The Fidelity General Obligation 20-year. The Municipal Bond Index Rate was used in the determination for the SEIR for both the June 30, 2023 and the June 30, 2024 total OPEB liability. The Municipal Bond Index rate is the single rate that will generate a present value of benefit payments equal to the sum of the present value determined by the long-term expected rate of return, and the present value determined by discounting those benefits after the date of depletion. The Municipal Bond Index rate is 3.93% at June 30, 2024 and 3.86% at June 30, 2023.

Sensitivity of the School District's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate and Changes in the Health Care Cost Trend Rates The net OPEB liability is sensitive to changes in the discount rate and the health care cost trend rate. The following table presents the net OPEB liability of SERS, what SERS' net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.88%) and higher (5.88%) than the current discount rate (4.88%). Also shown is what SERS' net OPEB liability would be based on health care cost trend rates that are 1 percentage point lower (6.00% decreasing to 3.40%) and higher (8.00% decreasing to 5.40%) than the current rate (7.00% decreasing to 4.40%).

	<u>1% Decrease (3.88%)</u>	<u>Current Discount Rate (4.88%)</u>	<u>1% Increase (5.88%)</u>
School District's proportionate share of the net OPEB liability	\$ 1,534,280	\$ 1,150,598	\$ 845,709

NOTE 14: DEFINED BENEFIT OPEB PLANS (CONTINUED)

E. Actuarial Assumptions – SERS (Continued)

	1% Decrease (6.00 % decreasing to 3.40%)	Current Trend Rate (7.00 % decreasing to 4.40%)	1% Increase (8.00 % decreasing to 5.40%)
School District's proportionate share of the net OPEB liability	\$777,761	\$1,150,598	\$1,640,661

F. Actuarial Assumptions – STRS

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results used in the June 30, 2024, actuarial valuation is presented below:

Projected salary increases	Varies by service from 2.5 percent to 8.5 percent	
Investment Rate of Return	7.00 percent, net of investment expenses, including inflation	
Payroll Increases	3 percent	
Discount Rate of Return	7.00 percent	
Health Care Cost Trends	Initial	Ultimate
Medical		
Pre-Medicare	7.50 percent	3.94 percent
Medicare	-112.22 percent	3.94 percent
Prescription Drug		
Pre-Medicare	8.00 percent	3.94 percent
Medicare	-15.14 percent	3.94 percent

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

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

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

NOTE 14: DEFINED BENEFIT OPEB PLANS (CONTINUED)

F. Actuarial Assumptions – STRS (Continued)

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

<u>Asset Class</u>	<u>Target Allocation *</u>	<u>Long-Term Expected Rate of Return **</u>
Domestic Equity	26.00 %	6.90 %
International Equity	22.00	7.70
Alternatives	19.00	9.10
Fixed Income	22.00	4.50
Real Estate	10.00	5.10
Liquidity Reserves	1.00	2.40
Total	<u>100.00 %</u>	

* Final Target weights reflected at October 1, 2022

** 10 year annualized geometric nominal returns, which include the real rate of return and inflation of 2.4 percent and does not include investment expenses. Over a 30-year period, STRS' investment consultant indicates that the above target allocations should generate a return above the actual rate of return, without net value added by management.

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

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

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
School District's proportionate share of the net OPEB (asset)	(\$1,274,812)	(\$1,567,907)	(\$1,822,963)

NOTE 14: DEFINED BENEFIT OPEB PLANS (CONTINUED)

F. Actuarial Assumptions – STRS (Continued)

	<u>1% Decrease</u>	<u>Current Trend Rate</u>	<u>1% Increase</u>
School District's proportionate share of the net OPEB (asset)	(\$1,840,192)	(\$1,567,907)	(\$1,240,448)

Benefit Term Changes Since the Prior Measurement Date Healthcare trends were updated to reflect emerging claims and recoveries experience as well as benefit changes effective January 1, 2025. The larger Medicare trends for Years 2027 and 2028 reflect the assumed impact of the expiration of current Medicare Advantage contract on December 31, 2028.

NOTE 15: OTHER EMPLOYEE BENEFITS

Compensated Absences

The criteria for determining vacation, personal, and sick leave benefits are derived from negotiated agreements and State laws. Accumulated unused vacation time is paid to classified employees upon termination of employment.

Upon retirement, classified employees are paid 25 percent of the first 120 accumulated and unused sick days, 27.5 percent of the second 120 days, and 30 percent of the third 120 days. Certified employees are paid 25 percent of accumulated sick days up to a maximum of 270 accumulated and unused sick days.

NOTE 16: LONG-TERM OBLIGATIONS

Changes in long-term obligations of the School District during fiscal year 2025 were as follows:

	<u>Restated Beginning Balance June 30, 2024</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance June 30, 2025</u>	<u>Due in One Year</u>
Governmental Activities					
Net Pension Liability					
STRS	\$ 18,352,593	\$ -	\$ 2,447,430	\$ 15,905,163	\$ -
SERS	6,299,978	-	618,709	5,681,269	-
Total Net Pension Liability	<u>24,652,571</u>	<u>-</u>	<u>3,066,139</u>	<u>21,586,432</u>	<u>-</u>
Net OPEB Liability					
SERS	<u>1,908,317</u>	<u>-</u>	<u>757,719</u>	<u>1,150,598</u>	<u>-</u>
Other Long-term Obligations					
Leases Payable	143,964	-	57,209	86,755	57,819
Compensated Absences*	7,945,839	1,040,084	-	8,985,923	2,080,951
Total Other Long-term Obligations	<u>8,089,803</u>	<u>1,040,084</u>	<u>57,209</u>	<u>9,072,678</u>	<u>2,138,770</u>
Total Governmental Activities	<u>\$ 34,650,691</u>	<u>\$ 1,040,084</u>	<u>\$ 3,881,067</u>	<u>\$ 31,809,708</u>	<u>\$ 2,138,770</u>

*- The change in Compensated Absences above is a net change for the year

NOTE 16: LONG-TERM OBLIGATIONS (CONTINUED)

There is no repayment schedule for the net pension liability and net OPEB liability; however, employer pension and OPEB contributions are made from the General Fund. See Note 13 and Note 14 for further information regarding Net Pension Liability and Net OPEB Liability, respectively.

The School District entered into a lease for various copiers and related equipment with Toshiba Business Solutions on June 30, 2021 for a 63-month term commencing on October 1, 2021 in the amount of \$298,412. Payments are made on a monthly basis with an implied interest rate of 1.059 percent and will mature on December, 31 2026. Corresponding Intangible right-to-use lease - equipment has been recorded for the same amount. These leases will be repaid from the general fund.

The following is a summary of future annual requirements to maturity for leases payable:

Year Ending June 30,	Leases Payable		
	Principal	Interest	Total
2026	\$ 57,819	\$ 641	\$ 58,460
2027	28,936	90	29,026
	<u>\$ 86,755</u>	<u>\$ 731</u>	<u>\$ 87,486</u>

NOTE 17: JOINTLY GOVERNED ORGANIZATIONS

A. Ohio Schools' Council

The Ohio Schools' Council (Council) is a jointly governed organization among one hundred twenty-one school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member's superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board meets monthly September through June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2025, the School District paid \$4,801 to the Council. Financial information can be obtained by contacting William Zelei, the Executive Director of the Ohio Schools' Council at 6393 Oak Tree Boulevard, Suite 377, Independence, Ohio 44131.

The School District participates in the Council's prepaid natural gas program. The Council provides participating school districts the ability to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve-year period. There are currently more than 170 districts in the Program. The participants make monthly payments based on estimated usage. Each September, these estimated payments are compared to their actual usage for the year (July to June).

Districts that paid more in estimated billings than their actual billings are issued credits on future billings beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

NOTE 17: JOINTLY GOVERNED ORGANIZATIONS (CONTINUED)

A. Ohio Schools' Council (Continued)

The School District also participates in the Council's electric purchase program. The Council provides 238 school districts and 11 DD boards in the First Energy territory (Cleveland Electric Illuminating, Ohio Edison, Toledo Edison) the ability to purchase electricity at reduced rates if the school district committed to participating in either a thirty-six month (Cleveland Electric Illuminating Company) or a forty-four month (Ohio Edison and Toledo Edison) program beginning either May 1, 2005 or January 1, 2006 and ending June 31, 2009. Each month, the Council invoices participants based on estimated usage that was determined when the program was established. Each September, these estimated payments are compared to their actual usage for the year (July to June). Refund checks are issued to districts that consumed less than their projected usage of electrical energy and districts that over-consumed are invoiced.

B. NEOnet

NEOnet (Northeast Ohio Network for Educational Technology) is a jointly governed organization that was formed for the purpose of providing computer services for accounting, grading, scheduling, EMIS, and other applications to its 65 member school districts. The school district contributed \$112,004.53 to NEOnet in fiscal year 2025. The Executive Committee (Governing Board) consists of the superintendents and treasurers of the member school districts. The degree of control exercised by any participating district is limited to its representation on the Governing Board. NEOnet's continued existence is not dependent on the School District's continued participation. NEOnet is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit or burden on the School District. Financial information can be obtained by contacting the Fiscal Officer at NEOnet, who serves as fiscal agent, at 700 Graham Rd, Cuyahoga Falls, OH 44221.

C. Auburn Vocational School District

The Auburn Vocational School District is a joint vocational school district which is a jointly governed board appointment organization among eleven school districts. Each participating school district appoints one member to the Auburn Vocational School District's Board of Education. The students of each participating school district may attend classes offered at the vocational facility. Each participant's control over the operation of the Auburn Vocational School District is limited to its representation on the Board. The Auburn Vocational School District receives 1.5 mills of the School District's property tax, which is paid to the Auburn Vocational School District directly by Lake County. No other contribution by the School District is required. Continued existence of the Auburn Vocational School District is not dependent on the School District's continued participation. Financial information can be obtained from 8221 Auburn Road, Concord Township, Ohio 44077.

NOTE 18: INSURANCE PURCHASING POOL

The School District participates in a group rating plan for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. The Ohio Association of School Business Officials Workers' Compensation Group Rating Program (GRP) was established through the Ohio Association of School Business Officials (OASBO) as a group 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.

NOTE 19: CLAIMS SERVICING POOL

The School District participates in the Lake County Council of Governments Health Care Benefits (HCBP) Self Insurance Program, a claims servicing pool comprised of eleven Lake County school districts organized under Chapter 167 of the Ohio Revised Code. Each school district has a representative on the assembly (usually the superintendent or a designee). Each member pays an administrative fee to the pool. The plan's business and affairs are conducted by a five-member Board of Directors elected by the HCBP's assembly. The assembly elects officers for one-year terms to serve on the Board of Directors. The School District pays a monthly contribution, which is placed in a common fund from which claim payments are made for all members. The Council is a separate and independent entity governed by its own set of bylaws and constitution. All assets and liabilities are the responsibility of the Council. The program is operated as a full indemnity program with no financial liability (other than the monthly premiums) or risk to the School District. The Council shall pay the run out of all claims for a withdrawing member. Any member which withdraws from the Council pursuant to the program agreement shall have no claim to the Council's assets.

NOTE 20: CONTINGENCIES

A. Grants

The School District received 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 are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2025, if applicable, cannot be determined at this time.

B. Litigation

The School District is not involved in any litigation that, in the opinion of management, would have material effect on the financial statements.

C. State Foundation Funding

School District foundation funding is based on the annualized full-time equivalent (FTE) enrollment of each student. The Ohio Department of Education and Workforce (DEW) is legislatively required to adjust/reconcile funding as enrollment information is updated by schools throughout the State, which can extend past the fiscal year end. As of the date of this report, all DEW adjustments for fiscal year 2025 have been finalized.

NOTE 21: INTERFUND TRANSACTIONS

A. Interfund Receivables and Payables

The composition of interfund balances as of June 30, 2025, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Nonmajor Governmental Funds	<u>\$ 785,824</u>

NOTE 21: INTERFUND TRANSACTIONS (CONTINUED)

A. Interfund Receivables and Payables (Continued)

On the fund financial statements, the general fund reported an interfund receivable and the nonmajor governmental funds reported interfund payables of \$785,824. The general fund provided loans to the nonmajor governmental funds to provide short-term funding of operations for federal grants. The general fund covered the cash deficits in the nonmajor governmental funds until funds are received from the grantor. The School District anticipates receiving reimbursements from the grantor shortly after year-end.

B. Interfund Transfers

During fiscal year 2025, the general fund transferred \$76,090 to the special enterprise fund to subsidize the community center operations and \$212,605 to the district managed student activity fund to subsidize services provided. The general fund also transferred \$3,369,000 to the capital project fund for nine specific capital projects expected to be completed within the next ten years.

NOTE 22: SET-ASIDE REQUIREMENTS

The School District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the acquisition and construction of capital improvements. Amounts not spent by the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years.

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

	Capital Improvements Reserve
	<hr/>
Set-Aside Reserve Balance, as of June 30, 2024	\$ -
Current Year Set-Aside Requirements	347,209
Qualifying Disbursements	(1,682,915)
Total	<hr/> <u>\$ (1,335,706)</u> <hr/>
Set-Aside Balance, as of June 30, 2025 and carried forward to future fiscal years	 <hr/> <u>\$ -</u> <hr/>

Although the School District had qualifying disbursements during the year that reduced the capital improvements set-aside amount below zero, these extra amounts may not be used to reduce the set-aside requirement in future fiscal years.

In addition to the above statutory reserves, the School District also received monies restricted for school bus purchases. As of June 30, 2025, the amount restricted for school bus purchases presented in the governmental funds was \$58,165.

NOTE 23: OTHER COMMITMENTS

The School District utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year-end are components of fund balance for subsequent year expenditures and may be reported as part of restricted, committed, or assigned classifications of fund balance. As of June 30, 2025, the School District's commitments for encumbrances in the governmental funds were as follows:

	<u>Outstanding Encumbrances</u>
General Fund	\$ 700,648
Permanent Improvement	330,765
Capital Projects	4,650
Nonmajor governmental funds	180,594
	<u>\$ 1,216,657</u>

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Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net Pension Liability
School Employees Retirement System of Ohio
Last Ten Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
School District's Proportion of the Net Pension Liability	0.1110578%	0.1140161%	0.1276442%	0.1265180%
School District's Proportionate Share of the Net Pension Liability	\$ 5,681,269	\$ 6,299,978	\$ 6,903,992	\$ 4,668,147
School District's Covered Payroll	\$ 4,635,579	\$ 4,428,200	\$ 4,653,843	\$ 4,581,821
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	122.56%	142.27%	148.35%	101.88%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	78.52%	76.06%	75.82%	82.86%

Amounts presented as of the School District's measurement date which is the prior fiscal period end.

See accompanying notes to the required supplementary information

2021	2020	2019	2018	2017	2016
0.1293545%	0.1257075%	0.1357724%	0.1311093%	0.1407367%	0.1473570%
\$ 8,555,780	\$ 7,521,300	\$ 7,775,937	\$ 7,833,493	\$ 10,300,629	\$ 8,408,333
\$ 4,322,979	\$ 4,342,237	\$ 5,060,844	\$ 4,381,621	\$ 4,383,536	\$ 4,429,689
197.91%	173.21%	153.65%	178.78%	234.98%	189.82%
68.55%	70.85%	71.36%	69.50%	62.98%	69.16%

Required Supplementary Information
Schedule of the School District's Proportionate Share of the Net Pension Liability
State Teachers Retirement System of Ohio
Last Ten Fiscal Years

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
School District's Proportion of the Net Pension Liability	0.08266023%	0.08522241%	0.09077992%	0.09551213%
School District's Proportionate Share of the Net Pension Liability	\$ 15,905,163	\$ 18,352,593	\$ 20,180,490	\$ 12,212,085
School District's Covered Payroll	\$ 11,466,036	\$ 11,368,307	\$ 11,669,779	\$ 12,098,071
School District's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	138.72%	161.44%	172.93%	100.94%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	82.50%	80.00%	78.90%	87.80%

Amounts presented as of the School District's measurement date which is the prior fiscal period end.

See accompanying notes to the required supplementary information

2021	2020	2019	2018	2017	2016
0.08987986%	0.09311859%	0.10217928%	0.09642358%	0.09780613%	0.10066165%
\$ 21,747,728	\$ 20,592,615	\$ 22,466,929	\$ 22,905,630	\$ 32,738,661	\$ 27,819,935
\$ 10,935,414	\$ 10,908,829	\$ 11,682,557	\$ 10,648,350	\$ 10,350,271	\$ 10,790,707
198.87%	188.77%	192.31%	215.11%	316.31%	257.81%
75.50%	77.40%	77.31%	75.29%	66.80%	72.10%

**Required Supplementary Information
Schedule of School District Contributions - Pension
School Employees Retirement System of Ohio
Last Ten Fiscal Years**

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Contractually Required Contribution	\$ 714,658	\$ 648,981	\$ 619,948	\$ 651,538
Contributions in Relation to the Contractually Required Contribution	<u>(714,658)</u>	<u>(648,981)</u>	<u>(619,948)</u>	<u>(651,538)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District Covered Payroll	\$ 5,104,700	\$ 4,635,579	\$ 4,428,200	\$ 4,653,843
Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%

See accompanying notes to the required supplementary information

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 641,455	\$ 605,217	\$ 586,202	\$ 683,214	\$ 613,427	\$ 613,695
<u>(641,455)</u>	<u>(605,217)</u>	<u>(586,202)</u>	<u>(683,214)</u>	<u>(613,427)</u>	<u>(613,695)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 4,581,821	\$ 4,322,979	\$ 4,342,237	\$ 5,060,844	\$ 4,381,621	\$ 4,383,536
14.00%	14.00%	13.50%	13.50%	14.00%	14.00%

**Required Supplementary Information
Schedule of School District Contributions - Pension
State Teachers Retirement System of Ohio
Last Ten Fiscal Years**

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Contractually Required Contribution	\$ 1,686,893	\$ 1,605,245	\$ 1,591,563	\$ 1,633,769
Contributions in Relation to the Contractually Required Contribution	<u>(1,686,893)</u>	<u>(1,605,245)</u>	<u>(1,591,563)</u>	<u>(1,633,769)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
School District Covered Payroll	\$ 12,049,236	\$ 11,466,036	\$ 11,368,307	\$ 11,669,779
Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%

See accompanying notes to the required supplementary information

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 1,693,730	\$ 1,530,958	\$ 1,527,236	\$ 1,635,558	\$ 1,490,769	\$ 1,449,038
<u>(1,693,730)</u>	<u>(1,530,958)</u>	<u>(1,527,236)</u>	<u>(1,635,558)</u>	<u>(1,490,769)</u>	<u>(1,449,038)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 12,098,071	\$ 10,935,414	\$ 10,908,829	\$ 11,682,557	\$ 10,648,350	\$ 10,350,271
14.00%	14.00%	14.00%	14.00%	14.00%	14.00%

Required Supplementary Information
Schedule of School District's Proportionate Share of the Net OPEB Liability
School Employees Retirement System of Ohio
Last Nine Fiscal Years (1)

	2025	2024	2023	2022
School District's Proportion of the Net OPEB Liability	0.1129703%	0.1158349%	0.1241798%	0.1268021%
School District's Proportionate Share of the Net OPEB Liability	\$ 1,150,598	\$ 1,908,317	\$ 1,743,498	\$ 2,399,835
School District's Covered Payroll	\$ 4,635,579	\$ 4,428,200	\$ 4,653,843	\$ 4,581,821
School District's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	24.82%	43.09%	37.46%	52.38%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	44.50%	30.02%	30.34%	24.08%

(1) Information prior to 2017 is not available. Schedule is intended to show ten years of information, and additional information will be displayed as it becomes available.

Amounts presented as of the School District's measurement date, which is the prior fiscal year end.

See accompanying notes to the required supplementary information

2021	2020	2019	2018	2017
0.1264688%	0.1273285%	0.1372357%	0.1333717%	0.1430448%
\$ 2,748,580	\$ 3,202,044	\$ 3,807,289	\$ 3,579,347	\$ 4,077,306
\$ 4,322,979	\$ 4,342,237	\$ 5,060,844	\$ 4,381,621	\$ 4,383,536
63.58%	73.74%	75.23%	81.69%	93.01%
18.17%	15.57%	13.57%	12.46%	11.49%

Required Supplementary Information
Schedule of School District's Proportionate Share of the Net OPEB Liability (Asset)
State Teachers Retirement System of Ohio
Last Nine Fiscal Years (1)

	2025	2024	2023	2022
School District's Proportion of the Net OPEB Liability/Asset	0.08266023%	0.08522241%	0.09077992%	0.09551213%
School District's Proportionate Share of the Net OPEB Liability/(Asset)	\$ (1,567,907)	\$ (1,657,457)	\$ (2,350,594)	\$ (2,013,796)
School District's Covered Payroll	\$ 11,466,036	\$ 11,368,307	\$ 11,669,779	\$ 12,098,071
School District's Proportionate Share of the Net OPEB Liability/Asset as a Percentage of its Covered Payroll	-13.67%	-14.58%	-20.14%	-16.65%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability/Asset	158.01%	168.52%	230.73%	174.73%

(1) Information prior to 2017 is not available. Schedule is intended to show ten years of information, and additional information will be displayed as it becomes available.

Amounts presented as of the School District's measurement date, which is the prior fiscal year end.

See accompanying notes to the required supplementary information

2021	2020	2019	2018	2017
0.08987986%	0.09311859%	0.10217928%	0.09642358%	0.09780613%
\$ (1,579,637)	\$ (1,542,268)	\$ (1,641,918)	\$ 3,762,092	\$ 5,230,697
\$ 10,935,414	\$ 10,908,829	\$ 11,682,557	\$ 10,648,350	\$ 10,350,271
-14.45%	-14.14%	-14.05%	35.33%	50.54%
182.13%	174.74%	176.00%	47.11%	37.30%

**Required Supplementary Information
Schedule of School District Contributions - OPEB
School Employees Retirement System of Ohio
Last Ten Fiscal Years**

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Contractually Required Contribution (1)	\$ 87,470	\$ 63,670	\$ 76,649	\$ 48,682
Contributions in Relation to the Contractually Required Contribution	<u>(87,470)</u>	<u>(63,670)</u>	<u>(76,649)</u>	<u>(48,682)</u>
Contribution Deficiency (Excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
School District Covered Payroll	\$ 5,104,700	\$ 4,635,579	\$ 4,428,200	\$ 4,653,843
OPEB Contributions as a Percentage of Covered Payroll (1)	1.71%	1.37%	1.73%	1.05%

(1) Includes Surcharge

See accompanying notes to the required supplementary information

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ 64,585	\$ 44,533	\$ 92,413	\$ 97,200	\$ 86,710	\$ 74,199
<u>(64,585)</u>	<u>(44,533)</u>	<u>(92,413)</u>	<u>(97,200)</u>	<u>(86,710)</u>	<u>(74,199)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$ 4,581,821	\$ 4,322,979	\$ 4,342,237	\$ 5,060,844	\$ 4,381,621	\$ 4,383,536
1.41%	1.03%	2.13%	1.92%	1.98%	1.69%

**Required Supplementary Information
Schedule of School District Contributions - OPEB
State Teachers Retirement System of Ohio
Last Ten Fiscal Years**

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>
Contractually Required Contribution	\$ -	\$ -	\$ -	\$ -
Contributions in Relation to the Contractually Required Contribution	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution Deficiency (Excess)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
School District Covered Payroll	\$ 12,049,236	\$ 11,466,036	\$ 11,368,307	\$ 11,669,779
Contributions as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%

See accompanying notes to the required supplementary information

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 12,098,071	\$ 10,935,414	\$ 10,908,829	\$ 11,682,557	\$ 10,648,350	\$ 10,350,271
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes to Required Supplementary Information

Net Pension Liability

Changes of benefit terms- SERS

There were no changes in benefit terms from the amounts reported for fiscal years 2016-2017, 2020-2021, and 2024-2025.

For fiscal year 2018, the Cost-of-Living Adjustment (COLA) was changed from a fixed 3.00% to a COLA that is indexed to CPI-W not greater than 2.5% with a floor of 0%.

For fiscal year 2019, with the authority granted the Board under Senate Bill 8, the Board has enacted a three-year COLA delay for future benefit recipients commencing benefits on or after April 1, 2018.

For fiscal year 2022, SERS changed from a COLA of 2.5% to 2.0%.

For fiscal year 2023, SERS changed from a COLA of 2.0% to 2.5%.

Changes in assumptions- SERS

There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal years 2016, 2018-2021, and 2023-2025.

For fiscal year 2017, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the assumed rate of inflation was reduced from 3.25% to 3.00%, (b) payroll growth assumption was reduced from 4.00% to 3.50%, (c) assumed real wage growth was reduced from 0.75% to 0.50%, (d) Rates of withdrawal, retirement and disability were updated to reflect recent experience, (e) mortality among active members was updated to RP-2014 Blue Collar Mortality Table with fully generational projection and a five year age set-back for both males and females, (f) mortality among service retired members, and beneficiaries was updated to the following RP-2014 Blue Collar Mortality Table with fully generational projection with Scale BB, 120% of male rates, and 110% of female rates and (g) mortality among disable member was updated to RP-2000 Disabled Mortality Table, 90% for male rates and 100% for female rates, set back five years is used for the period after disability retirement (h) change in discount rate from 7.75% to 7.5%.

For fiscal year 2022, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the assumed rate of inflation was reduced from 3.00% to 2.40%, (b) assumed real wage growth was reduced from 0.% to 0.85%, (c) Cost-of-Living-Adjustments was reduced from 2.50% to 2.00% (d) Rates of withdrawal, retirement and disability were updated to reflect recent experience, (e) mortality amount active members, service retirees and beneficiaries, and disabled members were updated (i) change in discount rate from 7.50% to 7.00%. For fiscal year 2023, Cost-of-Living-Adjustments were increased from 2.00% to 2.50%.

Changes in benefit terms – STRS

There were no changes in benefit terms from the amounts reported for fiscal years 2016-2017 and 2019-2025.

For fiscal year 2018, STRS decreased the Cost-of Living Adjustment (COLA) to zero.

Notes to Required Supplementary Information

Changes in assumptions – STRS

There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal years 2016-2017, 2019-2021, and 2024-2025.

For fiscal year 2018, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) inflation assumption lowered from 2.75% to 2.50%, (b) investment return assumption lowered from 7.75% to 7.45%, (c) total salary increases rates lowered by decreasing the merit component of the individual salary increases, as well as by 0.25% due to lower inflation, (d) payroll growth assumption lowered to 3.00%, (e) updated the healthy and disable mortality assumption to the “RP-2014” mortality tables with generational improvement scale MP-2016, (f) rates of retirement, termination and disability were modified to better reflect anticipated future experience.

For fiscal year 2022, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) investment return assumption lowered from 7.45% to 7.00%, (b) discount rate of return reduced from 7.45% to 7.00%.

For fiscal year 2023, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) projected salary increases changed from, 12.50% at age 20 to 2.50% at age 65, to, varies by service from 2.50% to 8.50% (b) post-retirement mortality rates are based on the Pub-2010 Teachers Healthy Annuitant Mortality Table, adjusted 110 percent for males, projected forward generationally using mortality improvement scale MP-2020. Pre-retirement mortality rates are based on Pub-2010 Teachers Employee Table adjusted 95 percent for females, projected forward generationally using mortality improvement scale MP-2020. For disabled retirees, mortality rates are based on the Pub-2010 Teachers Disabled Annuitant Table projected forward generationally using mortality improvement scale MP-2020.

Net OPEB Liability

Changes of benefit terms- SERS

There were no changes in benefit terms from the amounts reported for fiscal years 2017-2025.

Changes in Assumptions – SERS

Amounts reported for fiscal years 2017-2025 incorporate changes in key methods and assumptions used in calculating the total OPEB liability as presented below:

Municipal Bond Index Rate:

Fiscal year 2025	3.93 percent
Fiscal year 2024	3.86 percent
Fiscal year 2023	3.69 percent
Fiscal year 2022	1.92 percent
Fiscal year 2021	2.45 percent
Fiscal year 2020	3.13 percent
Fiscal year 2019	3.62 percent
Fiscal year 2018	3.56 percent
Fiscal year 2017	2.92 percent

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

Notes to Required Supplementary Information

Fiscal year 2025		4.88 percent
Fiscal year 2024		4.27 percent
Fiscal year 2023		4.08 percent
Fiscal year 2022	2.27 percent	
Fiscal year 2021	2.63 percent	
Fiscal year 2020	3.22 percent	
Fiscal year 2019	3.70 percent	
Fiscal year 2018	3.63 percent	
Fiscal year 2017	2.98 percent	
Medicare Trend Assumption		
Medicare		
Fiscal year 2025		7.00 percent decreasing to 4.40 percent
Fiscal year 2024		6.75 percent decreasing to 4.40 percent
Fiscal year 2023		7.00 percent decreasing to 4.40 percent
Fiscal year 2022	5.125 percent decreasing to 4.40 percent	
Fiscal year 2020	5.25 percent decreasing to 4.75 percent	
Fiscal year 2019	5.375 percent decreasing to 4.75 percent	
Fiscal year 2018	5.50 percent decreasing to 5.00 percent	
Pre – Medicare		
Fiscal year 2025		7.00 percent decreasing to 4.40 percent
Fiscal year 2024		7.00 percent decreasing to 4.40 percent
Fiscal year 2023		7.00 percent decreasing to 4.40 percent
Fiscal year 2022	6.75 percent decreasing to 4.40 percent	
Fiscal year 2020	7.00 percent decreasing to 4.75 percent	
Fiscal year 2019	7.25 percent decreasing to 4.75 percent	
Fiscal year 2018	7.50 percent decreasing to 5.00 percent	

Changes in Assumptions – STRS

There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for fiscal year 2017.

For fiscal year 2018, the discount rate was increased from 3.26 percent to 4.13 percent based on the methodology defined under GASB Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans (OPEB) and the long term expected rate of return was reduced from 7.75 percent to 7.45 percent. Valuation year per capita health care costs were updated, and the salary scale was modified. The percentage of future retirees electing each option was updated based on current data and the percentage of future disabled retirees and terminated vested participants electing health coverage were decreased. The assumed mortality, disability, retirement, withdrawal and future health care cost trend rates were modified along with the portion of rebated prescription drug costs.

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

For fiscal years 2020 and 2021, the health care cost trend rates were modified.

For fiscal year 2022, the discount rate was decreased from 7.45 percent to 7.00 percent. The health care cost

Notes to Required Supplementary Information

trend rates modified.

For fiscal year 2023, projected salary increases changed from, 12.50% at age to 2.50% at age 65, to, varies by service from 2.50% to 8.50%. The health care cost trend rates were modified.

For fiscal year 2024, the following changes of assumption affected the total OPEB liability since the prior measurement date: (a) health care cost trend rates were changed to the following: Pre-Medicare from 7.50% initial - 3.94% ultimate to 7.50% initial - 4.14% ultimate; medical Medicare from -68.78% initial - 3.94% ultimate to -10.94% initial - 4.14% ultimate; prescription drug Pre-Medicare from 9.00% initial - 3.94% ultimate to -11.95% initial - 4.14% ultimate; Medicare from -5.47% initial - 3.94% ultimate to 1.33% initial - 4.14% ultimate.

For fiscal year 2025, the following changes of assumption affected the total OPEB liability since the prior measurement date: (a) health care cost trend rates were changed to the following: medical Pre-Medicare from 7.50% initial - 4.14% ultimate to 7.50% initial - 3.94% ultimate; medical Medicare from -10.94% initial - 4.14% ultimate to -112.22% initial - 3.94% ultimate; prescription drug Pre-Medicare from -11.95% initial - 4.14% ultimate to 8.00% initial - 3.94% ultimate; and prescription drug Medicare from 1.33% initial - 4.14% ultimate to -15.14% initial - 3.94% ultimate.

Changes in Benefit Terms – STRS

There were no changes in benefit terms from the amounts reported for fiscal year 2017.

For fiscal year 2018, the subsidy multiplier for non-Medicare benefit recipients was reduced from 2.1 percent to 1.9 percent per year of service. Medicare Part B premium reimbursements were discontinued for certain survivors and beneficiaries and all remaining Medicare Part B premium reimbursements will be discontinued beginning January 2020.

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

For fiscal year 2020, claims curves were trended to the fiscal year ending June 30, 2020 to reflect the current price renewals. The non-Medicare subsidy percentage was increased effective January 1, 2020 from 1.944% to 1.984 per year of service. The non-Medicare frozen subsidy base premium was increased effective January 1, 2020. The Medicare subsidy percentages were adjusted effective January 1, 2021 to 2.1% for the Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed to January 1, 2021.

For fiscal year 2021, Claim curves were updated to reflect the projected fiscal year end 2021 premium based on June 30, 2020 enrollment distribution. The non-Medicare subsidy percentage was increased effective January 1, 2021 from 1.984% to 2.055% per year of service. The non-Medicare frozen subsidy base premium was increased effective January 1, 2021. The Medicare subsidy percentages were adjusted effective January 1, 2021 to 2.1% for the AMA Medicare plan. The Medicare Part B monthly reimbursement elimination date was postponed indefinitely.

Notes to Required Supplementary Information

For fiscal year 2022, the non-Medicare subsidy percentage was increased effective January 1, 2022 from 2.055% to 2.100%. The non-Medicare frozen subsidy base premium was increased effective January 1, 2022. The Medicare Part D subsidy was updated to reflect it is expected to be negative in CY2022. The Part B monthly reimbursement elimination date was postponed indefinitely.

There was no benefit term changes from the amounts reported for fiscal year 2023-2025.

**COMBINING STATEMENTS AND
INDIVIDUAL FUND SCHEDULES**

Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for and report the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are restricted or committed for specified purposes other than debt service or capital projects. A description of the School District's nonmajor special revenue funds follow:

Food Service - This fund accounts for the provision of food service to the School District.

Uniform School Supplies - This fund accounts for the purchase of necessary supplies, materials, or other school related items above those items provided for general instruction, paid for by students. As a result of the School District's implementation of GASB Statement No. 54, this fund has been combined with the General Fund on the governmental fund financial statements. This fund is a separate legally adopted budget and has not been combined with the General Fund on the budgetary statement and schedules.

Special Rotary – This fund accounts for field trip collections within the School District. As a result of the School District's implementation of GASB Statement No. 54, this fund has been combined with the General Fund on the governmental fund financial statements. This fund is a separate legally adopted budget and has not been combined with the General Fund on the budgetary statement and schedules.

Public School Support - This fund is used for the general support of the school building, staff, and students. As a result of the School District's implementation of GASB Statement No. 54, this fund has been combined with the General Fund on the governmental fund financial statements. This fund is a separate legally adopted budget and has not been combined with the General Fund on the budgetary statement and schedules.

Private Purpose Trust Scholarship – This fund accounts for scholarships provided to students.

Rotary Special Services- This fund accounts for house flipping project.

Other Grants – This fund accounts for monies received to promote community involvement and to support activities between the School District and community.

Special Enterprise – This fund accounts for the operation of the Community Fitness Center funded through charges for services from families and corporations.

Special Levy – This fund accounts for the taxes levied by the Lake County School Financing District for the provision of the following specified educational programs and services by the school districts that are part of the Financing District: the provision of necessary personnel, materials, supplies, and transportation for instruction in language arts, social studies, mathematics, fine and practical arts, health and physical education, science, and business education.

Termination Benefits – This fund accumulates monies to pay termination benefits to eligible employees. As a result of the School District's implementation of GASB Statement No. 54, this fund has been combined with the General Fund on the governmental fund financial statements. This fund is a separate legally adopted budget and has not been combined with the General Fund on the budgetary statement and schedules.

21st Century – This fund accounts for federal funding dedicated exclusively to supporting local after-school, before-school, and summer learning programs.

Student Managed Activities- This fund is used to account for those student activity programs which have student management of the programs. This fund reflects resources that belong to the student bodies of the various schools, accounting for sales and other revenue generating activities.

District Managed Student Activity - This fund is used to account for those student activity programs which have student participation in the activity but do not have student management of the programs. This fund includes all athletic programs, except supplemental coaching contacts, and accounts for revenues and costs of the School District's athletic programs.

Management Information Systems - This fund is used to account for revenue provided by the State of Ohio to be used solely for costs associated with the requirements of the education management information system required by Senate Bill 140.

Entry Year Teachers - This fund is used to implement entry-year programs pursuant to Division (T) of Section 3317.024 of the Ohio Revised Code.

Data Communication - This fund is used to account for money appropriated for Ohio Educational Computer Network Connections.

School Net Professional Development - This fund was established to provide training for teachers to become practitioners. This fund is provided to account for a limited number of professional development subsidy grants.

Summer School Intervention - This fund accounts for summer intervention services satisfying criteria defined in Division (E) of Section 2318.608 of the Ohio Revised Code.

Miscellaneous State Grants - This fund accounts for various monies received from state agencies which are not classified elsewhere.

Elementary and Secondary School Emergency Relief (ESSER) - This fund accounts for emergency relief grants related to the COVID-19 pandemic. Restrictions include, but are not limited to, providing for coordination of preparedness and response efforts, training, and professional development of staff, planning and coordination during long-term closure, and purchasing technology for students. This fund is not presented in the combining due to no ending balance but has a budgetary statement.

IDEA, Part B Special Education of Handicapped Children - The purpose of this Federal program is to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least-restrictive, alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Title III – Limited English Proficiency - The purpose of this Federal program is to provide funds to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency.

Title I - Disadvantaged Children/Targeted Assistance - This fund is used to provide financial assistance to state and local educational agencies to meet the special needs of educationally deprived children.

Drug-Free Schools Grant - This fund provides funds to local educational agencies and consortia of these agencies to establish, operate, and improve local programs of drug abuse prevention, early intervention, rehabilitation referral, and education in elementary and secondary schools, and to engage in development, training, technical assistance, and coordination activities.

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

Improving Teacher Quality - This fund is used to account for monies to hire additional classroom teachers in grades 1 through 3 so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants - This fund accounts for federal revenues which account for student support and academic achievement.

Nonmajor Capital Projects Fund

Capital Projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets (other than those financed by proprietary funds). Following is a description of the nonmajor capital projects funds:

School Net - This fund is used to account for monies received by the State of Ohio for the purpose of purchasing computers for K-4 grades.

Perry Local School District, Lake County

**Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2025**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
ASSETS			
Equity in Pooled Cash, Cash Equivalents, and Investments	\$ 2,960,580	\$ 139	\$ 2,960,719
Asset Held for Resale	485,982	-	485,982
Materials and Supplies Inventory	21,038	-	21,038
Intergovernmental Receivable	1,075,557	-	1,075,557
Property Taxes Receivable	986,938	-	986,938
Total Assets	\$ 5,530,095	\$ 139	\$ 5,530,234
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 74,574	\$ -	\$ 74,574
Accrued Wages and Benefits	205,559	-	205,559
Intergovernmental Payable	51,130	-	51,130
Interfund Payable	785,824	-	785,824
Total Liabilities	1,117,087	-	1,117,087
Deferred Inflows of Resources:			
Property Taxes	839,276	-	839,276
Unavailable Revenues - Delinquent Property Taxes	14,866	-	14,866
Unavailable Revenues - Grants	1,062,917	-	1,062,917
Total Deferred Inflows of Resources	1,917,059	-	1,917,059
Fund Balances:			
Nonspendable	21,038	-	21,038
Restricted	2,624,631	139	2,624,770
Committed	287,748	-	287,748
Unassigned (Deficit)	(437,468)	-	(437,468)
Total Fund Balances	2,495,949	139	2,496,088
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 5,530,095	\$ 139	\$ 5,530,234

Perry Local School District, Lake County

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2025

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
REVENUES			
Taxes	\$ 1,084,813	\$ -	\$ 1,084,813
Intergovernmental	1,164,991	-	1,164,991
Extracurricular Activities	124,246	-	124,246
Rentals	44,189	-	44,189
Charges for Services	482,204	-	482,204
Contributions and Donations	75,742	-	75,742
All Other Revenues	1,302	-	1,302
Total Revenues	<u>2,977,487</u>	<u>-</u>	<u>2,977,487</u>
EXPENDITURES			
Current:			
Instruction:			
Regular	1,103,829	-	1,103,829
Special	302,216	-	302,216
Vocational Instruction	11,510	-	11,510
Supporting Services:			
Pupils	24,934	-	24,934
Instructional Staff	38,727	-	38,727
Administration	85,190	-	85,190
Operation and Maintenance of Plant Services	48,493	-	48,493
Pupil Transportation	8,132	-	8,132
Central	950	-	950
Operation of Non-Instructional:			
Food Service Operations	625,153	-	625,153
Community Services	229,909	-	229,909
Other Operations	5,000	-	5,000
Extracurricular Activities	445,568	-	445,568
Total Expenditures	<u>2,929,611</u>	<u>-</u>	<u>2,929,611</u>
Excess of Revenues Over (Under) Expenditures	<u>47,876</u>	<u>-</u>	<u>47,876</u>
OTHER FINANCING SOURCES			
Transfers In	288,695	-	288,695
Total Other Financing Sources	<u>288,695</u>	<u>-</u>	<u>288,695</u>
Net Change in Fund Balances	336,571	-	336,571
 Fund Balances - Beginning of Year	 2,159,378	 139	 2,159,517
Fund Balances - End of Year	<u><u>\$ 2,495,949</u></u>	<u><u>\$ 139</u></u>	<u><u>\$ 2,496,088</u></u>

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Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2025

	Food Service	Private Purpose Trust Scholarship	Rotary Special Services	Other Grants	Special Enterprise	Special Levy	21st Century
ASSETS							
Equity in Pooled Cash, Cash Equivalents, and Investments	\$ 368,125	\$ 17,397	\$ 31,876	\$ 12,676	\$ 6,851	\$ 1,884,665	\$ 38,440
Asset Held for Resale	-	-	485,982	-	-	-	-
Materials and Supplies Inventory	21,038	-	-	-	-	-	-
Intergovernmental Receivable	-	-	-	-	-	-	107,701
Property Taxes Receivable	-	-	-	-	-	986,938	-
Total Assets	<u>389,163</u>	<u>17,397</u>	<u>517,858</u>	<u>12,676</u>	<u>6,851</u>	<u>2,871,603</u>	<u>146,141</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts Payable	\$ -	\$ -	\$ 110	\$ 404	\$ -	\$ -	\$ -
Accrued Wages and Benefits	35,073	-	-	-	-	89,435	-
Intergovernmental Payable	13,990	-	-	-	14,451	11,561	-
Interfund Payable	-	-	230,000	-	-	-	93,459
Total Liabilities	<u>49,063</u>	<u>-</u>	<u>230,110</u>	<u>404</u>	<u>14,451</u>	<u>100,996</u>	<u>93,459</u>
Deferred Inflows of Resources:							
Property Taxes	-	-	-	-	-	839,276	-
Unavailable Revenues - Delinquent Property Taxes	-	-	-	-	-	14,866	-
Unavailable Revenues - Grants	-	-	-	-	-	-	107,701
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>854,142</u>	<u>107,701</u>
Fund Balances:							
Nonspendable	21,038	-	-	-	-	-	-
Restricted	319,062	17,397	-	12,272	-	1,916,465	-
Committed	-	-	287,748	-	-	-	-
Unassigned (Deficit)	-	-	-	-	(7,600)	-	(55,019)
Total Fund Balances (Deficit)	<u>340,100</u>	<u>17,397</u>	<u>287,748</u>	<u>12,272</u>	<u>(7,600)</u>	<u>1,916,465</u>	<u>(55,019)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 389,163</u>	<u>\$ 17,397</u>	<u>\$ 517,858</u>	<u>\$ 12,676</u>	<u>\$ 6,851</u>	<u>\$ 2,871,603</u>	<u>\$ 146,141</u>

Student Managed Student Activity	District Managed Student Activity	Management Information Systems	Entry Year Teachers	Data Communication	School Net Professional Development	Summer School Intervention	Miscellaneous State Grants	IDEA, Part B Special Education of Handicapped Children
\$ 158,108	\$ 120,080	\$ 212	\$ 5,500	\$ 52,173	\$ 4,371	\$ 15,493	\$ 177,683	\$ 44
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	867,344	49,157
-	-	-	-	-	-	-	-	-
<u>158,108</u>	<u>120,080</u>	<u>212</u>	<u>5,500</u>	<u>52,173</u>	<u>4,371</u>	<u>15,493</u>	<u>1,045,027</u>	<u>49,201</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 74,060	\$ -
-	-	-	-	-	-	-	-	49,012
-	-	-	-	-	-	-	-	6,707
-	-	-	-	-	-	-	138,576	96,649
-	-	-	-	-	-	-	212,636	152,368
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	867,344	49,157
-	-	-	-	-	-	-	867,344	49,157
-	-	-	-	-	-	-	-	-
158,108	120,080	212	5,500	52,173	4,371	15,493	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	(34,953)	(152,324)
<u>158,108</u>	<u>120,080</u>	<u>212</u>	<u>5,500</u>	<u>52,173</u>	<u>4,371</u>	<u>15,493</u>	<u>(34,953)</u>	<u>(152,324)</u>
<u>\$ 158,108</u>	<u>\$ 120,080</u>	<u>\$ 212</u>	<u>\$ 5,500</u>	<u>\$ 52,173</u>	<u>\$ 4,371</u>	<u>\$ 15,493</u>	<u>\$ 1,045,027</u>	<u>\$ 49,201</u>

(Continued)

Combining Balance Sheet
Nonmajor Special Revenue Funds (Continued)
June 30, 2025

	Title III - Limited English Proficiency	Title I, Disadvantaged Children/ Targeted Assistance	Drug Free Schools Grant	IDEA Preschool Grant for the Handicapped	Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
ASSETS							
Equity in Pooled Cash, Cash Equivalents, and Investments	\$ 5,608	\$ 18	\$ 5,141	\$ 1,050	\$ 28,111	\$ 26,958	\$ 2,960,580
Asset Held for Resale	-	-	-	-	-	-	485,982
Materials and Supplies Inventory	-	-	-	-	-	-	21,038
Intergovernmental Receivable	-	36,406	205	-	14,744	-	1,075,557
Property Taxes Receivable	-	-	-	-	-	-	986,938
Total Assets	<u>5,608</u>	<u>36,424</u>	<u>5,346</u>	<u>1,050</u>	<u>42,855</u>	<u>26,958</u>	<u>5,530,095</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES							
Liabilities:							
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 74,574
Accrued Wages and Benefits	-	32,039	-	-	-	-	205,559
Intergovernmental Payable	-	4,421	-	-	-	-	51,130
Interfund Payable	13,793	2,110	2,693	-	77,674	130,870	785,824
Total Liabilities	<u>13,793</u>	<u>38,570</u>	<u>2,693</u>	<u>-</u>	<u>77,674</u>	<u>130,870</u>	<u>1,117,087</u>
Deferred Inflows of Resources:							
Property Taxes	-	-	-	-	-	-	839,276
Unavailable Revenues - Delinquent Property Taxes	-	-	-	-	-	-	14,866
Unavailable Revenues - Grants	-	36,406	205	-	2,104	-	1,062,917
Total Deferred Inflows of Resources	<u>-</u>	<u>36,406</u>	<u>205</u>	<u>-</u>	<u>2,104</u>	<u>-</u>	<u>1,917,059</u>
Fund Balances:							
Nonspendable	-	-	-	-	-	-	21,038
Restricted	-	-	2,448	1,050	-	-	2,624,631
Committed	-	-	-	-	-	-	287,748
Unassigned (Deficit)	(8,185)	(38,552)	-	-	(36,923)	(103,912)	(437,468)
Total Fund Balances (Deficit)	<u>(8,185)</u>	<u>(38,552)</u>	<u>2,448</u>	<u>1,050</u>	<u>(36,923)</u>	<u>(103,912)</u>	<u>2,495,949</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 5,608</u>	<u>\$ 36,424</u>	<u>\$ 5,346</u>	<u>\$ 1,050</u>	<u>\$ 42,855</u>	<u>\$ 26,958</u>	<u>\$ 5,530,095</u>

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Perry Local School District, Lake County

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances Nonmajor Special Revenue Funds For the Fiscal Year Ended June 30, 2025

	Food Service	Private Purpose Trust Scholarship	Rotary Services	Special	Other Grants	Special Enterprise	Special Levy	21st Century	Student Managed Student Activity
REVENUES									
Taxes	\$ -	\$ -	\$ -		\$ 1,000	\$ -	\$ 1,083,813	\$ -	\$ -
Intergovernmental	296,333	-	-	-	-	-	-	184,545	-
Extracurricular Activities	-	-	-	-	-	-	-	-	-
Rentals	-	-	-	-	-	44,189	-	-	-
Charges for Services	340,524	-	-	-	-	89,534	-	-	52,146
Contributions and Donations	-	1,160	-	-	14,412	-	-	-	35,259
All Other Revenues	-	-	-	-	-	-	-	-	302
Total Revenues	636,857	1,160	-	-	15,412	133,723	1,083,813	184,545	87,707
EXPENDITURES									
Current:									
Instruction:									
Regular	-	-	-	-	7,013	-	628,046	162,722	-
Special	-	-	-	-	-	-	-	-	-
Vocational Instruction	-	-	-	110	-	-	-	-	-
Supporting Services:									
Pupils	-	-	-	-	-	-	-	-	-
Instructional Staff	-	-	-	-	-	-	-	-	-
Administration	-	-	-	-	2,435	-	82,755	-	-
Operation and Maintenance of Plant Services	-	-	-	-	-	-	-	-	-
Pupil Transportation	-	-	-	-	-	-	-	8,132	-
Central	-	-	-	-	-	-	-	-	-
Operation of Non-Instructional Services:									
Food Service Operations	625,153	-	-	-	-	-	-	-	-
Community Services	-	-	-	-	-	229,909	-	-	-
Other Operations	-	5,000	-	-	-	-	-	-	-
Extracurricular Activities	-	-	-	-	1,704	-	-	-	76,654
Total Expenditures	625,153	5,000	110	-	11,152	229,909	710,801	170,854	76,654
Excess of Revenues Over (Under) Expenditures	11,704	(3,840)	(110)	-	4,260	(96,186)	373,012	13,691	11,053
OTHER FINANCING SOURCES									
Transfers In	-	-	-	-	-	76,090	-	-	-
Total Other Financing Sources	-	-	-	-	-	76,090	-	-	-
Net Change in Fund Balances	11,704	(3,840)	(110)	-	4,260	(20,096)	373,012	13,691	11,053
Fund Balances (Deficit) - Beginning of Year	328,396	21,237	287,858	-	8,012	12,496	1,543,453	(68,710)	147,055
Fund Balances (Deficit) - End of Year	\$ 340,100	\$ 17,397	\$ 287,748	-	\$ 12,272	\$ (7,600)	\$ 1,916,465	\$ (55,019)	\$ 158,108

District Managed Student Activity	Management Information Systems	Entry Year Teachers	Data Communication	School Net Professional Development	Summer School Intervention	Miscellaneous State Grants
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	5,974	-	-	122,671
124,246	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
24,911	-	-	-	-	-	-
1,000	-	-	-	-	-	-
150,157	-	-	5,974	-	-	122,671
-	-	-	-	-	-	100,476
-	-	-	-	-	-	-
-	-	-	-	-	-	11,400
-	-	-	-	-	-	-
-	-	-	-	-	-	3,000
-	-	-	-	-	-	-
-	-	-	-	-	-	48,493
-	-	-	-	-	-	-
-	-	-	-	-	-	950
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
367,210	-	-	-	-	-	-
367,210	-	-	-	-	-	164,319
(217,053)	-	-	5,974	-	-	(41,648)
212,605	-	-	-	-	-	-
212,605	-	-	-	-	-	-
(4,448)	-	-	5,974	-	-	(41,648)
124,528	212	5,500	46,199	4,371	15,493	6,695
\$ 120,080	\$ 212	\$ 5,500	\$ 52,173	\$ 4,371	\$ 15,493	\$ (34,953)

Perry Local School District, Lake County

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances Nonmajor Special Revenue Funds (Continued) For the Fiscal Year Ended June 30, 2025

	IDEA, Part B Special Education of Handicapped Children	Title III - Limited English Proficiency	Title I, Disadvantaged Children/ Targeted Assistance	Drug Free Schools Grant	IDEA Preschool Grant for the Handicapped	Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
REVENUES								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,084,813
Intergovernmental	300,592	-	191,033	25,241	9,174	29,428	-	1,164,991
Extracurricular Activities	-	-	-	-	-	-	-	124,246
Rentals	-	-	-	-	-	-	-	44,189
Charges for Services	-	-	-	-	-	-	-	482,204
Contributions and Donations	-	-	-	-	-	-	-	75,742
All Other Revenues	-	-	-	-	-	-	-	1,302
Total Revenues	<u>300,592</u>	<u>-</u>	<u>191,033</u>	<u>25,241</u>	<u>9,174</u>	<u>29,428</u>	<u>-</u>	<u>2,977,487</u>
EXPENDITURES								
Current:								
Instruction:								
Regular	-	-	200,306	-	5,266	-	-	1,103,829
Special	302,216	-	-	-	-	-	-	302,216
Vocational Instruction	-	-	-	-	-	-	-	11,510
Supporting Services:								
Pupils	-	-	-	24,934	-	-	-	24,934
Instructional Staff	-	-	-	513	-	35,214	-	38,727
Administration	-	-	-	-	-	-	-	85,190
Operation and Maintenance of Plant Services	-	-	-	-	-	-	-	48,493
Pupil Transportation	-	-	-	-	-	-	-	8,132
Central	-	-	-	-	-	-	-	950
Operation of Non-Instructional Services:								
Food Service Operations	-	-	-	-	-	-	-	625,153
Community Services	-	-	-	-	-	-	-	229,909
Other Operations	-	-	-	-	-	-	-	5,000
Extracurricular Activities	-	-	-	-	-	-	-	445,568
Total Expenditures	<u>302,216</u>	<u>-</u>	<u>200,306</u>	<u>25,447</u>	<u>5,266</u>	<u>35,214</u>	<u>-</u>	<u>2,929,611</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,624)</u>	<u>-</u>	<u>(9,273)</u>	<u>(206)</u>	<u>3,908</u>	<u>(5,786)</u>	<u>-</u>	<u>47,876</u>
OTHER FINANCING SOURCES								
Transfers In	-	-	-	-	-	-	-	288,695
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>288,695</u>
Net Change in Fund Balances	<u>(1,624)</u>	<u>-</u>	<u>(9,273)</u>	<u>(206)</u>	<u>3,908</u>	<u>(5,786)</u>	<u>-</u>	<u>336,571</u>
Fund Balances (Deficit) - Beginning of Year	<u>(150,700)</u>	<u>(8,185)</u>	<u>(29,279)</u>	<u>2,654</u>	<u>(2,858)</u>	<u>(31,137)</u>	<u>(103,912)</u>	<u>2,159,378</u>
Fund Balances (Deficit) - End of Year	<u>\$ (152,324)</u>	<u>\$ (8,185)</u>	<u>\$ (38,552)</u>	<u>\$ 2,448</u>	<u>\$ 1,050</u>	<u>\$ (36,923)</u>	<u>\$ (103,912)</u>	<u>\$ 2,495,949</u>

**INDIVIDUAL FUND SCHEDULES OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL
(NON-GAAP BUDGETARY BASIS)**

Perry Local School District, Lake County

**Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2025**

General Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 29,707,664	\$ 28,527,417	\$ (1,180,247)
Total Expenditures and Other Uses	<u>32,759,065</u>	<u>31,938,824</u>	<u>820,241</u>
Excess of Revenues Over/(Under) Expenditures	<u>(3,051,401)</u>	<u>(3,411,407)</u>	<u>(360,006)</u>
Net Change in Fund Balance	(3,051,401)	(3,411,407)	(360,006)
Fund Balance - Beginning of Year	14,757,476	14,757,476	-
Prior Year Encumbrances Appropriated	<u>811,646</u>	<u>811,646</u>	<u>-</u>
Fund Balance - End of Year	<u><u>\$ 12,517,721</u></u>	<u><u>\$ 12,157,715</u></u>	<u><u>\$ (360,006)</u></u>

Permanent Improvement Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 1,515,179	\$ 486,056	\$ (1,029,123)
Total Expenditures and Other Uses	<u>2,645,424</u>	<u>1,751,610</u>	<u>893,814</u>
Net Change in Fund Balance	(1,130,245)	(1,265,554)	(135,309)
Fund Balance - Beginning of Year	9,778,928	9,778,928	-
Prior Year Encumbrances Appropriated	<u>893,814</u>	<u>893,814</u>	<u>-</u>
Fund Balance - End of Year	<u><u>\$ 9,542,497</u></u>	<u><u>\$ 9,407,188</u></u>	<u><u>\$ (135,309)</u></u>

Perry Local School District, Lake County

**Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2025**

Capital Projects Fund

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Total Revenues and Other Sources	\$ -	\$ 3,369,000	\$ 3,369,000
Total Expenditures and Other Uses	705,700	705,700	-
Net Change in Fund Balance	(705,700)	2,663,300	3,369,000
Fund Balance - Beginning of Year	12,276,939	12,276,939	-
Fund Balance - End of Year	<u>\$ 11,571,239</u>	<u>\$ 14,940,239</u>	<u>\$ 3,369,000</u>

Food Service Fund

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Total Revenues and Other Sources	\$ 627,374	\$ 600,729	\$ (26,645)
Total Expenditures and Other Uses	646,424	643,629	2,795
Net Change in Fund Balance	(19,050)	(42,900)	(23,850)
Fund Balance - Beginning of Year	357,154	357,154	-
Prior Year Encumbrances Appropriated	2,794	2,794	-
Fund Balance - End of Year	<u>\$ 340,898</u>	<u>\$ 317,048</u>	<u>\$ (23,850)</u>

Perry Local School District, Lake County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis) For the Fiscal Year Ended June 30, 2025

Uniform School Supplies Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 3,827	\$ 3,401	\$ (426)
Total Expenditures and Other Uses	<u>36,681</u>	<u>555</u>	<u>36,126</u>
Net Change in Fund Balance	(32,854)	2,846	35,700
Fund Balance - Beginning of Year	92,015	92,015	-
Prior Year Encumbrances Appropriated	426	426	-
Fund Balance - End of Year	<u><u>\$ 59,587</u></u>	<u><u>\$ 95,287</u></u>	<u><u>\$ 35,700</u></u>

Special Rotary Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 77,328	\$ 75,241	\$ (2,087)
Total Expenditures and Other Uses	<u>82,124</u>	<u>79,944</u>	<u>2,180</u>
Net Change in Fund Balance	(4,796)	(4,703)	93
Fund Balance - Beginning of Year	24,674	24,674	-
Prior Year Encumbrances Appropriated	400	400	-
Fund Balance - End of Year	<u><u>\$ 20,278</u></u>	<u><u>\$ 20,371</u></u>	<u><u>\$ 93</u></u>

Perry Local School District, Lake County

**Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2025**

Public School Support Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 42,711	\$ 37,038	\$ (5,673)
Total Expenditures and Other Uses	<u>31,032</u>	<u>24,754</u>	<u>6,278</u>
Net Change in Fund Balance	11,679	12,284	605
Fund Balance - Beginning of Year	81,198	81,198	-
Prior Year Encumbrances Appropriated	5,930	5,930	-
Fund Balance - End of Year	<u><u>\$ 98,807</u></u>	<u><u>\$ 99,412</u></u>	<u><u>\$ 605</u></u>

Private Purpose Trust Scholarship Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 4,080	\$ 1,160	\$ (2,920)
Total Expenditures and Other Uses	<u>9,105</u>	<u>5,605</u>	<u>2,500</u>
Net Change in Fund Balance	(920)	(4,445)	(420)
Fund Balance- Beginning of Year	18,237	18,237	-
Prior Year Encumbrances Appropriated	3,000	3,000	-
Fund Balance - End of Year	<u><u>\$ 20,317</u></u>	<u><u>\$ 16,792</u></u>	<u><u>\$ (420)</u></u>

Perry Local School District, Lake County

**Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2025**

Rotary Special Services Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 235,480	\$ 230,000	\$ (5,480)
Total Expenditures and Other Uses	<u>294,709</u>	<u>287,672</u>	<u>7,037</u>
Net Change in Fund Balance	(59,229)	(57,672)	1,557
Fund Balance - Beginning of Year	80,716	80,716	-
Prior Year Encumbrances Appropriated	6,780	6,780	-
Fund Balance - End of Year	<u><u>\$ 28,267</u></u>	<u><u>\$ 29,824</u></u>	<u><u>\$ 1,557</u></u>

Other Grants Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 12,718	\$ 15,412	\$ 2,694
Total Expenditures and Other Uses	<u>12,442</u>	<u>12,101</u>	<u>341</u>
Net Change in Fund Balance	276	3,311	3,035
Fund Balance- Beginning of Year	7,706	7,706	-
Prior Year Encumbrances Appropriated	306	306	-
Fund Balance - End of Year	<u><u>\$ 8,288</u></u>	<u><u>\$ 11,323</u></u>	<u><u>\$ 3,035</u></u>

Perry Local School District, Lake County

**Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2025**

Special Enterprise Fund

	Budgeted Amounts Final	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 209,754	\$ 209,813	\$ 59
Total Expenditures and Other Uses	219,490	219,024	466
Net Change in Fund Balance	(9,736)	(9,211)	525
Fund Balance - Beginning of Year	12,046	12,046	-
Prior Year Encumbrances Appropriated	450	450	-
Fund Balance - End of Year	<u>\$ 2,760</u>	<u>\$ 3,285</u>	<u>\$ 525</u>

Special Levy Fund

	Budgeted Amounts Final	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 1,005,874	\$ 1,005,874	\$ -
Total Expenditures and Other Uses	706,074	706,074	-
Net Change in Fund Balance	299,800	299,800	-
Fund Balance - Beginning of Year	1,584,865	1,584,865	-
Fund Balance - End of Year	<u>\$ 1,884,665</u>	<u>\$ 1,884,665</u>	<u>\$ -</u>

Perry Local School District, Lake County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis) For the Fiscal Year Ended June 30, 2025

Termination Benefits Fund

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Total Revenues and Other Sources	\$ 235,000	\$ 235,000	\$ -
Total Expenditures and Other Uses	\$ 148,696	\$ 148,696	\$ -
Net Change in Fund Balance	86,304	86,304	-
Fund Balance - Beginning of Year	581,714	581,714	-
Fund Balance - End of Year	<u>\$ 668,018</u>	<u>\$ 668,018</u>	<u>\$ -</u>

21st Century Grant Fund

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Total Revenues and Other Sources	\$ 383,144	\$ 359,580	\$ (23,564)
Total Expenditures and Other Uses	397,734	384,169	13,565
Net Change in Fund Balance	(14,590)	(24,589)	(9,999)
Fund Balance - Beginning of Year	11,025	11,025	-
Fund Balance - End of Year	<u>\$ 9,999</u>	<u>\$ -</u>	<u>\$ (9,999)</u>

Perry Local School District, Lake County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis) For the Fiscal Year Ended June 30, 2025

Student Managed Activities Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 105,876	\$ 98,270	\$ (7,606)
Total Expenditures and Other Uses	<u>105,494</u>	<u>97,074</u>	<u>8,420</u>
Net Change in Fund Balance	382	1,196	814
Fund Balance - Beginning of Year	140,549	140,549	-
Prior Year Encumbrances Appropriated	<u>6,506</u>	<u>6,506</u>	<u>-</u>
Fund Balance - End of Year	<u><u>\$ 147,437</u></u>	<u><u>\$ 148,251</u></u>	<u><u>\$ 814</u></u>

District Managed Student Activity Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 377,391	\$ 362,762	\$ (14,629)
Total Expenditures and Other Uses	<u>401,861</u>	<u>377,014</u>	<u>24,847</u>
Net Change in Fund Balance	(24,470)	(14,252)	10,218
Fund Balance - Beginning of Year	100,461	100,461	-
Prior Year Encumbrances Appropriated	<u>24,848</u>	<u>24,848</u>	<u>-</u>
Fund Balance - End of Year	<u><u>\$ 100,839</u></u>	<u><u>\$ 111,057</u></u>	<u><u>\$ 10,218</u></u>

Perry Local School District, Lake County

**Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2025**

Management Information Systems Fund

	Budgeted Amounts Final	Actual	Variance with Final Budget Positive (Negative)
Fund Balance - Beginning of Year	\$ 212	\$ 212	\$ -
Fund Balance - End of Year	\$ 212	\$ 212	\$ -

Entry Year Teachers Fund

	Budgeted Amounts Final	Actual	Variance with Final Budget Positive (Negative)
Fund Balance - Beginning of Year	\$ 5,500	\$ 5,500	\$ -
Fund Balance - End of Year	\$ 5,500	\$ 5,500	\$ -

Perry Local School District, Lake County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis) For the Fiscal Year Ended June 30, 2025

Data Communication Fund

	Budgeted Amounts Final	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 10,973	\$ 5,974	\$ (4,999)
Total Expenditures and Other Uses	5,000	-	5,000
Net Change in Fund Balance	5,973	5,974	1
Fund Balance - Beginning of Year	41,199	41,199	-
Fund Balance - End of Year	<u>\$ 52,172</u>	<u>\$ 52,173</u>	<u>\$ 1</u>

School Net Professional Development Fund

	Budgeted Amounts Final	Actual	Variance with Final Budget Positive (Negative)
Fund Balance - Beginning of Year	\$ 4,371	\$ 4,371	\$ -
Fund Balance - End of Year	<u>\$ 4,371</u>	<u>\$ 4,371</u>	<u>\$ -</u>

Perry Local School District, Lake County

**Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2025**

Summer School Intervention Fund

	Budgeted Amounts Final	Actual	Variance with Final Budget Positive (Negative)
Fund Balance - Beginning of Year	\$ 15,493	\$ 15,493	\$ -
Fund Balance - End of Year	\$ 15,493	\$ 15,493	\$ -

Miscellaneous State Grants Fund

	Budgeted Amounts Final	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 261,247	\$ 261,247	\$ -
Total Expenditures and Other Uses	220,014	219,995	19
Net Change in Fund Balance	41,233	41,252	19
Fund Balance - Beginning of Year	6,695	6,695	-
Fund Balance - End of Year	\$ 47,928	\$ 47,947	\$ 19

Perry Local School District, Lake County

**Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2025**

ESSER Fund

	Budgeted Amounts Final	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 8,747	\$ 8,747	\$ -
Total Expenditures and Other Uses	8,747	8,747	-
Net Change in Fund Balance	-	-	-
Fund Balance (Deficit) - Beginning of Year	-	-	-
Fund Balance (Deficit) - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IDEA, Part B Special Education of Handicapped Children Fund

	Budgeted Amounts Final	Actual	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 300,592	\$ 300,592	\$ -
Total Expenditures and Other Uses	300,722	300,722	-
Net Change in Fund Balance	(130)	(130)	-
Fund Balance - Beginning of Year	174	174	-
Fund Balance- End of Year	<u>\$ 44</u>	<u>\$ 44</u>	<u>\$ -</u>

Perry Local School District, Lake County

**Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2025**

Title III – Limited English Proficiency Fund

	Budgeted Amounts Final	Actual	Variance with Final Budget Positive (Negative)
Fund Balance - Beginning of Year	\$ 5,608	\$ 5,608	\$ -
Fund Balance - End of Year	\$ 5,608	\$ 5,608	\$ -

Title I – Disadvantaged Children/Targeted Assistance Fund

	Budgeted Amounts Final	Actual	Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 241,006	\$ 241,006	\$ -
Total Expenditures and Other Uses	240,988	240,988	-
Net Change in Fund Balance	18	18	-
Fund Balance (Deficit) - Beginning of Year	-	-	-
Fund Balance (Deficit) - End of Year	\$ 18	\$ 18	\$ -

Perry Local School District, Lake County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis) For the Fiscal Year Ended June 30, 2025

Drug Free Schools Grant Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 30,350	\$ 27,933	\$ (2,417)
Total Expenditures and Other Uses	<u>33,337</u>	<u>30,920</u>	<u>2,417</u>
Net Change in Fund Balance	(2,987)	(2,987)	-
Fund Balance - Beginning of Year	3,224	3,224	-
Prior Year Encumbrances Appropriated	2,417	2,417	-
Fund Balance - End of Year	<u><u>\$ 2,654</u></u>	<u><u>\$ 2,654</u></u>	<u><u>\$ -</u></u>

IDEA Preschool Grant for the Handicapped Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 11,769	\$ 11,769	\$ -
Total Expenditures and Other Uses	<u>11,769</u>	<u>11,769</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning of Year	1,050	1,050	-
Fund Balance - End of Year	<u><u>\$ 1,050</u></u>	<u><u>\$ 1,050</u></u>	<u><u>\$ -</u></u>

Perry Local School District, Lake County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis) For the Fiscal Year Ended June 30, 2025

Improving Teacher Quality Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues and Other Sources	\$ 38,570	\$ 32,206	\$ (6,364)
Total Expenditures and Other Uses	<u>44,559</u>	<u>38,195</u>	<u>6,364</u>
Net Change in Fund Balance	(5,989)	(5,989)	-
Fund Balance - Beginning of Year	25,930	25,930	-
Prior Year Encumbrances Appropriated	6,364	6,364	-
Fund Balance - End of Year	<u><u>\$ 26,305</u></u>	<u><u>\$ 26,305</u></u>	<u><u>\$ -</u></u>

Miscellaneous Federal Grants Fund

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Fund Balance - Beginning of Year	\$ 26,958	\$ 26,958	\$ -
Fund Balance - End of Year	<u><u>\$ 26,958</u></u>	<u><u>\$ 26,958</u></u>	<u><u>\$ -</u></u>

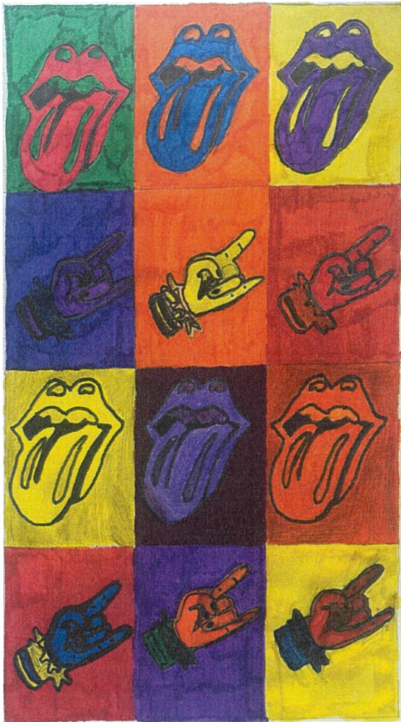
**Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2025**

School Net Fund

	<div>Budgeted Amounts</div> <div>Final</div>	<div>Actual</div>	<div>Variance with Final Budget Positive (Negative)</div>
Fund Balance - Beginning of Year	<div>\$139</div>	<div>\$139</div>	<div>\$-</div>
Fund Balance - End of Year	<div>\$139</div>	<div>\$139</div>	<div>\$-</div>

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STATISTICAL SECTION



Madelyn T. Grade 9



Elizabeth F. Grade 9



Laurel F. Grade 9

Perry Local School District, Lake County, Ohio
Annual Comprehensive Financial Report
For the Fiscal Year Ended June 30, 2025

Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial position and well-being have changed over time.	S2-S17
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source, the property tax.	S18-S23
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	S24-S27
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	S28-S29
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S30-S38

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

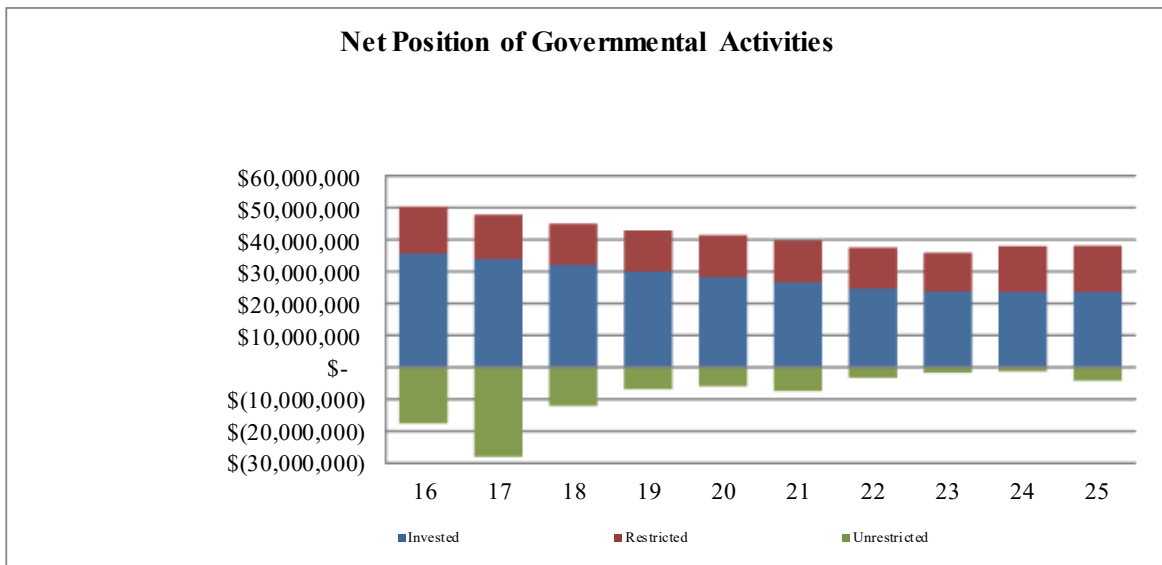
Perry Local School District, Lake County

Net Position by Component Last Ten Fiscal Years (accrual basis of accounting)

	2016	2017 *	2018	2019
Governmental Activities:				
Net Investment in				
Capital Assets	\$ 35,633,136	\$ 33,969,506	\$ 32,109,575	\$ 30,025,369
Restricted for:				
Capital Projects	13,295,145	12,501,993	11,589,768	11,630,789
School Bus Purchase	58,165	58,165	58,165	58,165
State Funded Programs	39,388	43,169	48,569	54,018
Federally Funded Programs	3,704	3,704	3,704	3,065
Student Activities	57,224	65,753	62,675	79,735
Community Fitness Center	397,328	309,983	207,285	176,107
Special Levy	-	842,239	897,207	827,933
Other Purposes	878,080	29,673	15,638	1,660
OPEB	-	-	-	-
Unrestricted	(17,519,313)	(27,963,505)	(12,057,963)	(6,848,088)
Total Governmental Activities				
Net Position	<u>\$32,842,857</u>	<u>\$19,860,680</u>	<u>\$32,934,623</u>	<u>\$36,008,753</u>

* Restated

Note In 2017, restricted for Special Levy was separated from Restricted for Other Purposes.



<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 28,313,961	\$ 26,614,935	\$ 24,731,348	\$ 23,744,147	\$ 23,592,669	\$ 23,613,002
11,831,581	11,557,835	10,975,583	10,275,388	10,496,508	9,798,901
58,165	58,165	58,165	58,165	58,165	58,165
184,798	353,698	227,200	101,452	78,470	910,140
3,704	24,606	280,830	330,067	313,860	321,498
89,279	235,241	249,485	238,916	271,583	278,188
171,331	82,318	24,743	20,822	12,496	-
743,049	776,679	965,232	1,131,989	1,461,728	1,490,710
7,014	14,663	15,625	19,080	29,249	29,669
-	-	-	-	1,657,457	1,567,907
<u>(5,891,229)</u>	<u>(7,364,248)</u>	<u>(3,223,502)</u>	<u>(1,657,691)</u>	<u>(1,275,085)</u>	<u>(4,129,221)</u>
<u><u>\$35,511,653</u></u>	<u><u>\$32,353,892</u></u>	<u><u>\$ 34,304,709</u></u>	<u><u>\$ 34,262,335</u></u>	<u><u>\$ 36,697,100</u></u>	<u><u>\$ 33,938,959</u></u>

Perry Local School District, Lake County

**Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)**

	2016	2017	2018	2019
Expenses				
<u>Governmental Activities:</u>				
Instruction:				
Regular	\$ 13,083,802	\$ 14,729,352	\$ 5,344,664	\$ 11,396,295
Special	1,439,984	1,368,341	1,058,240	1,422,946
Vocational	43,057	47,103	6,612	52,186
Other	1,276,244	1,243,548	136,276	563,209
Support Services:				
Pupils	1,463,185	1,551,632	852,472	1,180,856
Instructional Staff	1,808,071	1,636,208	870,220	1,398,942
Board of Education	70,615	73,742	59,008	71,763
Administration	1,598,862	1,946,881	721,247	1,270,865
Fiscal Services	672,998	688,234	641,588	568,883
Business	150,913	37,746	218,823	62,085
Operation and Maintenance of Plant Services	3,594,086	3,582,118	3,235,749	3,504,054
Pupil Transportation	1,022,833	1,417,870	1,044,544	1,002,260
Central	26,164	25,830	45,982	69,703
Operation of Non-Instructional Services:				
Food Service Operations	832,593	929,139	716,209	746,458
Other	322,928	219,068	332,982	279,000
Extracurricular Activities	1,239,471	1,124,656	801,904	1,260,992
Interest and Fiscal Charges	19,481	20,928	39,645	39,600
<i>Total Governmental Activities</i>				
<i>Expenses</i>	<u>28,665,287</u>	<u>30,642,396</u>	<u>16,126,165</u>	<u>24,890,097</u>

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 14,010,283	\$ 15,232,703	\$ 12,729,647	\$ 12,640,562	\$ 12,026,005	\$ 13,213,411
1,516,775	1,606,876	1,184,782	1,008,980	1,258,961	1,454,985
93,482	109,894	179,205	204,722	390,120	134,540
966,448	958,317	927,676	1,068,058	972,265	869,869
1,341,342	1,726,106	1,889,385	2,442,564	1,804,685	1,947,633
1,403,795	1,642,136	1,380,370	1,108,916	1,206,488	1,243,012
57,384	61,593	62,706	76,217	46,460	74,336
1,678,056	1,674,515	1,525,309	1,797,353	1,847,120	2,157,672
752,982	709,061	656,408	636,558	683,881	646,649
46,961	54,301	99,558	102,419	168,961	123,293
3,335,678	3,818,795	3,345,991	3,476,325	3,843,346	4,782,809
1,279,875	1,173,969	1,070,900	1,171,741	1,208,276	1,846,392
25,352	16,951	32,141	41,246	63,657	79,349
596,980	594,950	621,252	558,406	632,356	639,614
90,753	128,469	477,756	383,028	216,890	283,153
1,102,737	1,144,662	1,055,409	1,321,315	1,500,352	1,630,495
39,600	39,600	41,826	2,238	1,854	1,251
<u>28,338,483</u>	<u>30,692,898</u>	<u>27,280,321</u>	<u>28,040,648</u>	<u>27,871,677</u>	<u>31,128,463</u>
					(continued)

Perry Local School District, Lake County

Changes in Net Position
Last Ten Fiscal Years (Continued)
(accrual basis of accounting)

	2016	2017	2018	2019
Program Revenues				
<u>Governmental Activities:</u>				
Charges for Services:				
Regular Instruction	\$ 15,488	\$ 34,175	\$ 61,780	\$ 24,795
Special Instruction	7,674	3,676	76,089	7,133
Pupil Transportation	3,152	2,087	-	-
Operation of Food Service	460,539	429,718	408,530	389,913
Other	339,857	168,931	351,888	349,731
Extracurricular Activities	294,775	244,232	249,764	269,479
Operating Grants and Contributions:				
Regular Instruction	345,717	620,460	79,658	624,720
Special Instruction	293,349	53,929	287,925	287,221
Vocational Instruction	-	-	-	596
Other Instruction	89,719	413,007	190,943	-
Pupil Support	-	10,362	-	-
Staff Support	277,899	92,746	185,788	282,294
Administration	89,753	-	8,108	38,122
Pupil Transportation	21,542	18,564	-	21,718
Central	-	-	-	-
Operation of Food Service	325,804	319,957	37,690	265,246
Other Operations	370	-	-	-
Operation of Maintenance of Plant Services	-	-	-	-
Extracurricular Activities	17,348	-	289,071	18,182
Capital Grants and Contributions:				
Extracurricular Activities	-	-	-	3,875
<i>Total Governmental Activities-</i>				
<i>Program Revenues</i>	<u>2,582,986</u>	<u>2,411,844</u>	<u>2,227,234</u>	<u>2,583,025</u>
Net (Expense)/Revenue				
Governmental Activities	<u>(26,082,301)</u>	<u>(28,230,552)</u>	<u>(13,898,931)</u>	<u>(22,307,072)</u>

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 43,302	\$ 40,088	\$ 92,207	\$ 126,871	\$ 128,706	\$ 82,551
15,505	16,527	-	18,401	45,058	87,969
-	-	-	-	8,747	-
261,687	66,311	128,949	359,888	352,808	340,524
256,412	162,429	115,579	238,533	267,693	263,859
189,782	241,468	235,443	276,552	244,688	273,723
512,129	673,561	2,372,914	290,958	192,021	987,371
345,017	648,502	792,740	883,141	960,891	986,494
3,789	10,865	78,691	127,207	461,088	127,235
-	-	-	-	-	-
143,853	244,365	166,898	274,462	184,488	205,076
266,135	456,514	210,948	126,019	2,147	70,412
133,574	75,400	-	-	-	3,265
67,172	13,874	261,784	328,204	340,053	380,841
-	-	-	-	-	10,420
207,636	402,317	852,257	283,900	309,018	296,333
-	15,163	107,773	855	8,800	1,160
-	67,953	95,531	-	48,060	300,244
-	20,385	-	53,552	52,839	62,905
15,500	15,500	15,500	-	-	-
<u>2,461,493</u>	<u>3,171,222</u>	<u>5,527,214</u>	<u>3,388,543</u>	<u>3,607,105</u>	<u>4,480,382</u>
<u>(25,876,990)</u>	<u>(27,521,676)</u>	<u>(21,753,107)</u>	<u>(24,652,105)</u>	<u>(24,264,572)</u>	<u>(26,648,081)</u>

Changes in Net Position
Last Ten Fiscal Years (Continued)
(accrual basis of accounting)

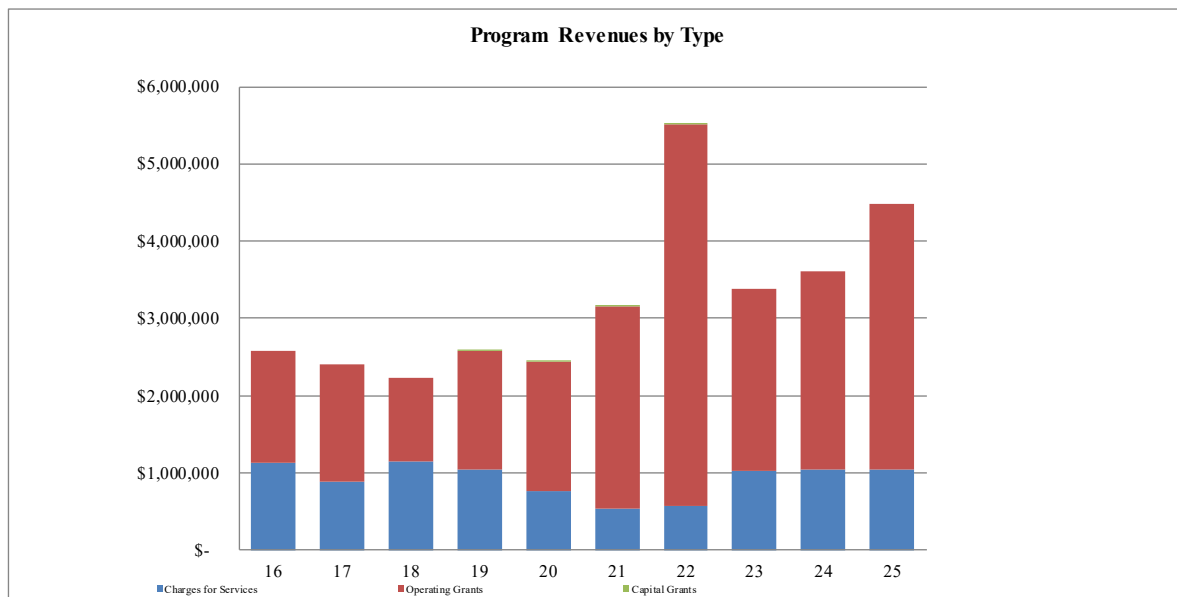
	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
General Revenues and Other				
Changes in Net Position				
<u>Governmental Activities:</u>				
Property Taxes Levied for:				
General Purposes	\$ 13,095,018	\$ 12,649,589	\$ 12,985,927	\$ 10,061,517
Other Purposes	923,773	894,663	1,010,303	781,803
Income Taxes Levied for				
General Purposes				
Grants and Entitlements not				
Restricted to Specific Programs	10,878,115	10,417,241	12,368,691	13,200,527
Investment Income	438,236	30,817	299,248	993,412
Gain on Sale of Assets	-	-	-	-
All Other Revenues	313,768	477,358	308,705	343,943
<i>Total Governmental Activities</i>	<u>25,648,910</u>	<u>24,469,668</u>	<u>26,972,874</u>	<u>25,381,202</u>
 Change in Net Position				
Governmental Activities	<u>\$ (433,391)</u>	<u>\$ (3,760,884)</u>	<u>\$ 13,073,943</u>	<u>\$ 3,074,130</u>

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
\$ 9,907,933 821,743	\$ 9,772,934 887,346	\$ 10,346,052 977,850	\$ 10,818,094 978,562	\$ 10,958,018 996,735	\$ 12,508,560 1,064,922
13,267,487 1,060,449 -	12,954,491 58,636 -	12,148,422 (689,545) -	11,925,569 493,718 202,535	12,441,929 1,941,281 -	13,349,015 2,003,683 -
<u>322,278</u>	<u>690,508</u>	<u>921,145</u>	<u>191,253</u>	<u>361,374</u>	<u>539,603</u>
<u>25,379,890</u>	<u>24,363,915</u>	<u>23,703,924</u>	<u>24,609,731</u>	<u>26,699,337</u>	<u>29,465,783</u>
<u><u>\$ (497,100)</u></u>	<u><u>\$ (3,157,761)</u></u>	<u><u>\$ 1,950,817</u></u>	<u><u>\$ (42,374)</u></u>	<u><u>\$ 2,434,765</u></u>	<u><u>\$ 2,817,702</u></u>

Perry Local School District, Lake County

Program Revenues of Governmental Activities by Function Last Ten Fiscal Years (accrual basis of accounting)

	2016	2017	2018	2019
Governmental Activities				
Instruction:				
Regular	\$ 361,205	\$ 654,635	\$ 141,438	\$ 649,515
Special	301,023	57,605	364,014	294,354
Vocational	-	-	-	596
Other	89,719	413,007	190,943	-
Support Services:				
Pupils	-	10,362	-	-
Instructional Staff	277,899	92,746	185,788	282,294
Administration	89,753	-	8,108	38,122
Operation and Maintenance of Plant Services	-	-	-	-
Pupil Transportation	24,694	20,651	-	21,718
Central	-	-	-	-
Operation of Non-Instructional Services:				
Operation of Food Service	786,343	749,675	446,220	655,159
Other	340,227	168,931	351,888	349,731
Extracurricular Activities	312,123	244,232	538,835	291,536
Total Program Revenues	\$2,582,986	\$2,411,844	\$2,227,234	\$2,583,025

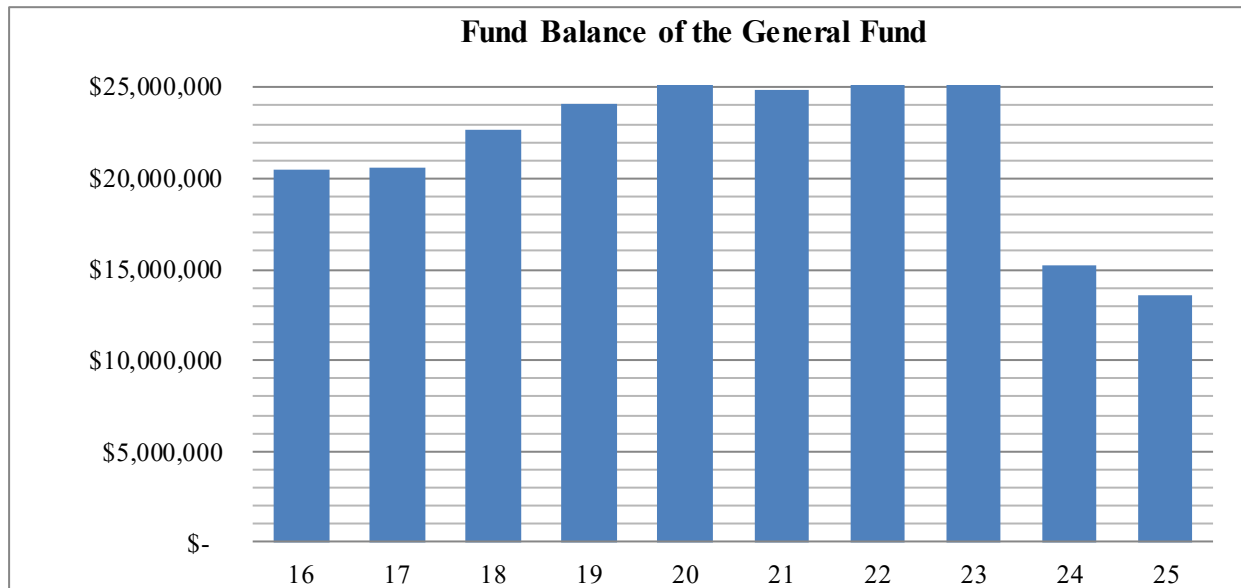


2020	2021	2022	2023	2024	2025
\$ 555,431	\$ 713,649	\$ 2,465,121	\$ 417,829	\$ 320,727	\$ 1,069,922
360,522	665,029	792,740	901,542	1,005,949	1,074,463
3,789	10,865	78,091	127,207	461,088	127,235
-	-	-	-	-	-
143,853	244,365	166,898	274,462	184,488	205,076
266,135	456,514	210,948	126,019	2,147	70,412
133,574	75,400	-	-	-	3,265
-	67,953	95,531	-	48,060	300,244
67,172	13,874	261,784	328,204	348,800	380,841
-	-	-	-	-	10,420
469,323	468,628	981,206	643,788	661,826	636,857
256,412	177,592	223,352	239,388	276,493	265,019
205,282	277,353	250,943	330,104	297,527	336,628
<u>\$2,461,493</u>	<u>\$3,171,222</u>	<u>\$5,526,614</u>	<u>\$3,388,543</u>	<u>\$3,607,105</u>	<u>\$4,480,382</u>

Perry Local School District, Lake County

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

	2016	2017	2018	2019
General Fund				
Nonspendable	\$ 212,583	\$ 213,795	\$ 206,027	\$ 205,919
Restricted	58,165	58,165	58,165	58,165
Committed	577,826	500,747	436,556	436,556
Assigned	2,570,338	2,132,964	392,512	1,951,427
Unassigned	17,120,341	17,650,032	21,579,588	21,468,366
<i>Total General Fund</i>	<u>20,539,253</u>	<u>20,555,703</u>	<u>22,672,848</u>	<u>24,120,433</u>
All Other Governmental Funds				
Nonspendable	16,475	14,874	15,232	16,327
Restricted	1,455,079	1,400,521	1,334,374	1,219,490
Committed	-	-	-	-
Assigned	13,295,006	12,501,854	11,589,629	11,630,650
Unassigned (Deficit)	(720,905)	(402,678)	(432,180)	(750,139)
Total All Other Governmental Funds	<u>14,045,655</u>	<u>13,514,571</u>	<u>12,507,055</u>	<u>12,116,328</u>
<i>Total Governmental Funds</i>	<u>\$ 34,584,908</u>	<u>\$ 34,070,274</u>	<u>\$ 35,179,903</u>	<u>\$ 36,236,761</u>



2020	2021	2022	2023	2024	2025
\$ 136,670	\$ 144,097	\$ 147,161	\$ 131,085	\$ 151,421	\$ 156,790
58,165	58,165	58,165	58,165	58,165	58,165
436,556	331,487	300,231	60,739	416,118	604,869
2,674,684	2,694,829	17,183,945	3,171,217	1,444,375	2,970,901
22,538,807	21,656,910	8,305,436	23,155,330	13,112,837	9,829,807
<u>25,844,882</u>	<u>24,885,488</u>	<u>25,994,938</u>	<u>26,576,536</u>	<u>15,182,916</u>	<u>13,620,532</u>
33,365	17,448	16,893	16,664	14,169	21,038
1,290,163	1,543,801	1,828,053	1,924,999	2,252,271	2,624,770
-	-	-	287,858	12,564,797	15,213,218
11,831,442	11,557,696	10,975,444	10,262,874	10,190,076	9,767,657
<u>(1,390,337)</u>	<u>(763,175)</u>	<u>(780,457)</u>	<u>(818,799)</u>	<u>(394,781)</u>	<u>(437,468)</u>
<u>11,764,633</u>	<u>12,355,770</u>	<u>12,039,933</u>	<u>11,673,596</u>	<u>24,626,532</u>	<u>27,189,215</u>
<u>\$ 37,609,515</u>	<u>\$ 37,241,258</u>	<u>\$ 38,034,871</u>	<u>\$ 38,250,132</u>	<u>\$ 39,809,448</u>	<u>\$ 40,809,747</u>

Perry Local School District, Lake County

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

	2016	2017	2018	2019
Revenues				
Taxes	\$ 14,056,873	\$ 14,350,461	\$ 13,982,182	\$ 10,822,801
Intergovernmental	12,327,368	11,787,673	13,158,589	14,598,621
Interest Income	438,236	30,817	299,248	993,412
Tuition	23,162	37,851	131,434	26,200
Transportation Fees	3,152	2,087	-	-
Extracurricular Activities	273,856	244,232	235,577	253,361
Charges for Services	134,209	168,931	125,274	133,350
Contributions and Donations	75,975	59,705	120,244	55,916
Food Services	460,539	677,993	408,530	389,913
Classroom Materials and Fees	17,814	1,731	20,622	21,846
All Other Revenues	478,801	501,270	508,924	551,959
<i>Total Revenues</i>	<u>28,289,985</u>	<u>27,862,751</u>	<u>28,990,624</u>	<u>27,847,379</u>
Expenditures				
Current:				
Instruction:				
Regular	11,062,076	11,948,595	12,052,138	12,167,884
Special	1,492,293	1,310,174	1,465,539	1,511,195
Vocational	42,910	47,266	55,176	60,907
Other	1,295,806	1,195,029	976,481	828,164
Support Services:				
Pupil	1,484,348	1,493,323	1,495,274	1,400,443
Instructional Staff	1,813,572	1,597,527	1,420,984	1,567,736
Board of Education	70,935	72,428	59,008	72,657
Administration	1,685,862	1,902,327	1,720,290	1,583,398
Fiscal Services	684,235	689,425	717,409	593,102
Business	150,404	34,478	226,416	60,897
Operation and Maintenance				
of Plant Services	3,407,013	3,485,021	3,427,848	3,381,298
Pupil Transportation	1,061,072	1,196,443	1,143,061	921,260
Central	26,164	25,830	45,213	66,541
Operation of Non-Instructional Services:				
Food Services Operations	925,381	852,558	793,648	756,242
Community Services	261,073	277,208	239,383	182,267
Other	56,694	-	101,794	126,611
Extracurricular Activities	1,204,948	1,079,607	1,125,238	1,149,281
Capital Outlay	260,519	1,198,025	742,402	293,695

Perry Local School District, Lake County

2020	2021	2022	2023	2024	2025
\$ 10,741,405	\$ 10,671,742	\$ 11,291,855	\$ 11,756,637	\$ 12,023,738	\$ 13,606,743
14,316,752	16,243,517	16,865,672	14,205,082	15,435,775	15,725,908
1,060,449	58,636	(689,545)	493,718	1,941,281	2,003,683
49,576	50,254	77,119	139,516	151,820	166,726
-	-	-	-	8,747	-
171,058	239,593	176,256	254,955	192,817	203,738
73,224	2,535	136,545	435,171	508,093	482,204
37,928	55,221	44,411	81,974	94,848	84,725
261,687	66,311	128,949	-	-	-
27,955	8,236	15,088	27,353	17,685	21,633
487,412	846,229	1,041,618	327,086	519,678	705,395
<u>27,227,446</u>	<u>28,242,274</u>	<u>29,087,968</u>	<u>27,721,492</u>	<u>30,894,482</u>	<u>33,000,755</u>

11,836,631	13,359,914	12,533,830	11,366,622	11,223,961	11,990,895
1,488,263	1,562,325	1,345,981	1,092,508	1,300,134	1,581,462
90,440	104,583	188,544	177,172	393,958	129,658
897,403	956,758	1,042,469	1,067,629	1,029,625	1,031,435

1,319,559	1,700,753	1,991,360	2,462,244	1,921,599	2,062,890
1,419,956	1,587,753	1,531,806	1,175,751	1,234,247	1,271,995
56,910	61,505	66,197	77,943	47,680	76,409
1,622,668	1,634,533	1,688,229	1,838,027	2,015,043	2,106,652
731,483	708,100	761,958	667,198	705,104	667,144
45,110	53,659	-	42,429	112,117	66,449

3,198,428	3,547,898	3,632,611	3,442,618	3,973,511	4,553,425
1,133,828	1,058,371	1,140,340	1,169,444	1,156,042	1,810,303
20,565	12,164	27,354	36,957	58,870	71,318

619,337	625,277	680,986	588,053	652,602	625,153
89,041	103,673	186,475	228,459	256,052	229,909
-	23,083	49,105	64,159	52,671	52,512
1,025,610	1,134,246	1,155,066	1,317,732	1,528,386	1,784,660
192,517	308,993	645,755	920,684	1,615,104	1,829,727

(continued)

Perry Local School District, Lake County

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

	2016	2017	2018	2019
Expenditures (continued)				
Debt Service:				
Principal Retirement	\$ 308,887	\$ 94,774	\$ 34,048	\$ 27,343
Interest and Fiscal Charges	21,648	20,928	39,645	39,600
<i>Total Expenditures</i>	<u>27,315,840</u>	<u>28,520,966</u>	<u>27,880,995</u>	<u>26,790,521</u>
<i>Excess of Revenues Over</i> <i>(Under) Expenditures</i>	<u>974,145</u>	<u>(658,215)</u>	<u>1,109,629</u>	<u>1,056,858</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	-	-	-	-
Inception of Financed Purchase	-	143,581	-	-
Transfers In	1,222,000	275,000	184,500	152,009
Transfers Out	<u>(1,222,000)</u>	<u>(275,000)</u>	<u>(184,500)</u>	<u>(152,009)</u>
<i>Total Other Financing Sources (Uses)</i>	<u>-</u>	<u>143,581</u>	<u>-</u>	<u>-</u>
<i>Net Change in Fund Balances</i>	<u><u>\$974,145</u></u>	<u><u>(\$514,634)</u></u>	<u><u>\$1,109,629</u></u>	<u><u>\$1,056,858</u></u>
 Debt Service as a Percentage of Noncapital Expenditures	 1.23%	 0.42%	 0.27%	 0.25%

Perry Local School District, Lake County

2020	2021	2022	2023	2024	2025
\$ 27,343	\$ 27,343	\$ 68,963	\$ 56,222	\$ 56,606	\$ 57,209
39,600	39,600	41,826	2,238	1,854	1,251
<u>25,854,692</u>	<u>28,610,531</u>	<u>28,778,855</u>	<u>27,794,089</u>	<u>29,335,166</u>	<u>32,000,456</u>
<u>1,372,754</u>	<u>(368,257)</u>	<u>309,113</u>	<u>(72,597)</u>	<u>1,559,316</u>	<u>1,000,299</u>
-	-	186,088	287,858	-	-
-	-	298,412	-	-	-
202,028	220,558	182,028	261,290	13,317,984	3,657,695
<u>(202,028)</u>	<u>(220,558)</u>	<u>(182,028)</u>	<u>(261,290)</u>	<u>(13,317,984)</u>	<u>(3,657,695)</u>
<u>-</u>	<u>-</u>	<u>484,500</u>	<u>287,858</u>	<u>-</u>	<u>-</u>
<u>\$1,372,754</u>	<u>(\$368,257)</u>	<u>\$793,613</u>	<u>\$215,261</u>	<u>\$1,559,316</u>	<u>\$1,000,299</u>
0.26%	0.23%	0.40%	0.22%	0.21%	0.19%

**Assessed and Estimated Actual Value of Taxable Property
Last Ten Years**

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value
2016	\$ 188,063,740	\$ 86,498,400	\$ 784,463,257	\$ 152,954,510	\$ 173,811,943
2017	178,523,240	86,112,940	756,103,371	161,893,810	183,970,239
2018	179,242,730	86,176,960	758,341,971	110,190,810	125,216,830
2019	198,022,630	69,041,460	763,040,257	77,397,310	87,951,489
2020	198,571,100	69,426,420	765,707,200	76,917,050	87,405,739
2021	199,495,230	69,387,100	768,235,229	80,824,280	91,845,773
2022	241,084,210	69,655,870	887,828,800	81,806,620	92,962,068
2023	245,719,790	69,909,330	901,797,486	89,973,310	102,242,398
2024	250,881,700	70,205,160	917,391,029	84,658,700	96,203,068
2025	331,548,020	97,838,230	1,226,817,857	91,029,820	103,442,977

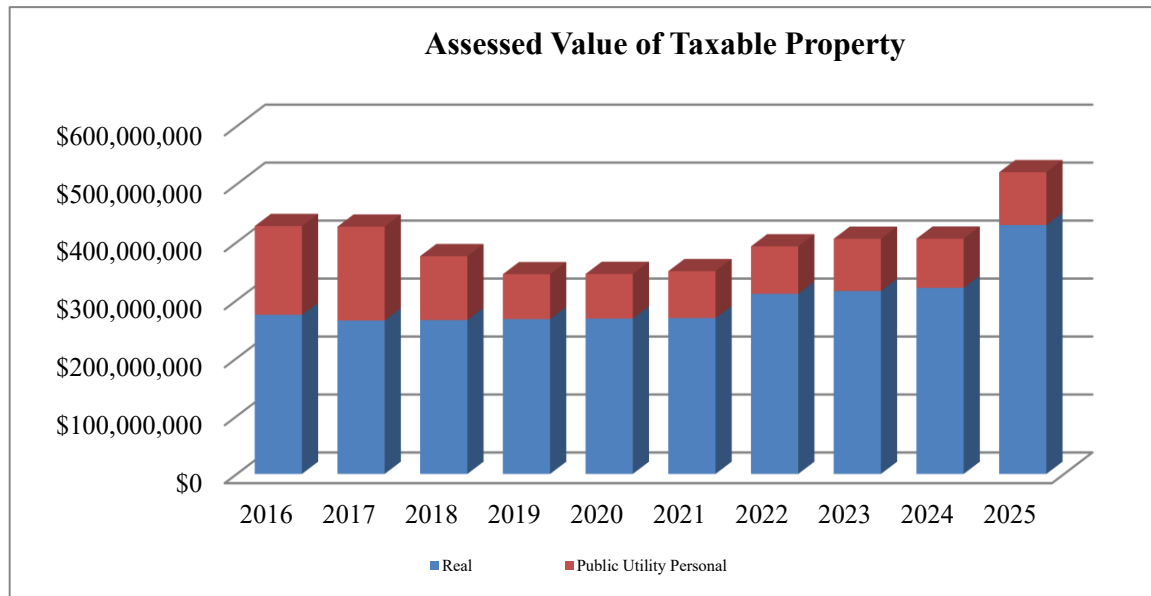
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10%, 2 1/2% and homestead exemptions before being billed.

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

Total		Total Direct Tax Rate	Assessed Value as a Percentage of Actual Value
Assessed Value	Estimated Actual Value		
\$ 427,516,650	\$ 958,275,200	44.20	44.61%
426,529,990	940,073,610	44.20	45.37%
375,610,500	883,558,801	44.20	42.51%
344,461,400	850,991,746	44.20	40.48%
344,914,570	853,112,939	44.20	40.43%
349,706,610	860,081,001	44.20	40.66%
392,546,700	980,790,868	44.20	40.02%
405,602,430	1,004,039,883	44.20	40.40%
405,745,560	1,013,594,097	44.20	40.03%
520,416,070	1,330,260,834	44.20	39.12%



Perry Local School District, Lake County

Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years

Tax Year/ Collection Year	School Levy (1)	County Levy	Other Levies (2)	Total Levy	Debt Service Included in Total Levy (3)			
					School	County	Other	Total
2015/2016	44.20	9.30	25.55	79.05	-	-	-	-
2016/2017	44.20	9.30	25.55	79.05	-	-	-	-
2017/2018	44.20	9.60	25.55	79.35	-	-	-	-
2018/2019	44.20	10.40	25.53	80.13	-	-	-	-
2019/2020	44.20	10.40	28.43	83.03	-	-	-	-
2020/2021	44.20	10.40	28.42	83.02	-	-	-	-
2021/2022	44.20	10.40	28.78	83.38	-	-	-	-
2022/2023	44.20	10.40	31.75	86.35	-	-	-	-
2023/2024	44.20	10.40	31.77	86.37	-	-	-	-
2024/2025	44.20	10.40	31.70	86.30	-	-	-	-

Source: Office of the County Auditor, Lake County, Ohio - Data is presented on a calendar year basis consistent with the County Auditor's method of maintaining the information.

- (1) The total School levy is comprised of an unvoted levy (4.20) and a current expense levy (40.00)
- (2) Other levies are comprised of levies from the following overlapping governments: Auburn JVSD, Perry Corp., Perry Twp., Lakeland Community College, Metropolitan Park District, North Perry Corp., Lake County Joint Financing District, Perry Twp. Library District, Perry Joint Fire District, and Perry Twp. Exc. Perry & N. Perry
- (3) None of the levies had debt service levies

Perry Local School District, Lake County

Property Tax Levies and Collections (1) Last Ten Years

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2016	\$ 13,757,386	\$ 13,647,484	99.20	\$ 179,621	\$ 13,827,105	100.51
2017	14,164,943	14,040,390	99.12	170,180	14,210,570	100.32
2018	11,902,686	11,781,623	98.98	108,281	11,889,904	99.89
2019	10,432,409	10,343,712	99.15	104,092	10,447,804	100.15
2020	10,447,025	10,349,843	99.07	123,724	10,473,567	100.25
2021	10,637,203	10,577,235	99.44	82,222	10,659,456	100.21
2022	11,220,757	11,093,684	98.87	136,099	11,229,783	100.08
2023	11,690,742	11,591,920	99.15	101,519	11,693,439	100.02
2024	11,567,730	11,467,605	99.13	169,458	11,637,063	100.60
2025	13,641,948	12,746,060	93.43	142,011	12,888,071	94.47

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.
- (3) The County is aware of the requirement to report delinquent tax collections by levy year rather than by collection year. The County's current computer system tracks levy amounts by either current levy or delinquent levy. Once amounts become part of the delinquent levy, the ability to track information by levy year is lost. The County is looking at options to provide this information in the future.
- (4) A property tax settlement was reached with the Perry Power Plant. The proceeds from the settlement are included with delinquent taxes.

Perry Local School District, Lake County

Principal Taxpayers Real Estate Tax 2025 and 2016

Name of Taxpayer	2025	
	Assessed Value	Percent of Real Property Assessed Value
First Energy Nuclear Generation	\$72,012,150	16.77%
A P S C O Properties LTD	1,501,260	0.35%
A & L Nurseries LLC	1,481,370	0.34%
Mid-West Materials Inc	1,224,180	0.29%
NSA Property Holdings LLC	1,098,770	0.26%
Deming III LLC	970,840	0.23%
Lane Corporate Partners LLC	829,860	0.19%
Deming IX LLC	686,620	0.16%
ARRT2 Properties LLC	656,070	0.15%
Perry Ridge Properties LLC	617,090	0.13%
Totals	<u>\$81,078,210</u>	<u>18.87%</u>
Total Assessed Valuation	<u><u>\$429,386,250</u></u>	

Name of Taxpayer	2016	
	Assessed Value	Percent of Real Property Assessed Value
First Energy Nuclear	\$ 65,450,000	23.84%
A & L Nurseries LLC	1,441,460	0.53%
APSCO Properties LTD	1,415,940	0.52%
Losely Gertrude TR	1,384,950	0.50%
Fifth Third Bank	787,320	0.29%
Norshar Company	1,097,430	0.40%
Deming III LLC	907,560	0.33%
LCN Holdings Inc	744,750	0.27%
Cottage Gardens Inc	641,300	0.23%
Gerald K Klyn Inc.	641,040	0.23%
Totals	<u>\$74,511,750</u>	<u>27.14%</u>
Total Assessed Valuation	<u><u>\$274,562,140</u></u>	

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

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

**Principal Taxpayers
Public Utilities Tax
2025 and 2016**

	2025	
Name of Taxpayer	Assessed Value	Percent of Public Utility Assessed Value
Energy Harbor Nuclear Generation	\$52,900,610	58.11%
American Transmission	24,289,590	26.68%
CEI	11,857,530	13.03%
East Ohio Gas	1,715,400	1.88%
NorthEast Ohio Natural Gas	266,690	0.29%
Total	<u>\$91,029,820</u>	<u>99.99%</u>
Total Assessed Valuation	<u>\$91,029,820</u>	

	2016	
Name of Taxpayer	Assessed Value	Percent of Public Utility Assessed Value
First Energy Nuclear	\$123,152,160	80.51%
CEI	8,531,260	5.58%
Ohio Edison	7,864,750	5.14%
American Transmission	12,190,330	7.97%
East Ohio Gas	909,870	0.59%
Total	<u>\$152,648,370</u>	<u>99.79%</u>
Total Assessed Valuation	<u>\$152,954,510</u>	

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

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

Perry Local School District, Lake County

Computation of Direct and Overlapping Debt Attributable to Governmental Activities June 30, 2025

	<u>Debt Attributable to Governmental Activities</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount of Direct and Overlapping Debt</u>
Overlapping Debt:			
Payable from Property Taxes			
Lake County Bonds	\$1,858,000	18.28%	\$339,642
North Perry Village	\$447,269	100.00%	
Perry Village Loans (2)	1,263,273	100.00%	1,263,273
Perry Township Bonds (3)	665,915	100.00%	665,915
Total Overlapping Debt	<u>\$4,234,457</u>		<u>\$2,268,830</u>
 Direct Debt - Perry Local School District			
Leases Payable	<u>86,755</u>	100.00%	<u>86,755</u>
Total Direct Debt	<u>86,755</u>		<u>86,755</u>
 Total Direct and Overlapping Debt	<u><u>\$4,321,212</u></u>		<u><u>\$2,355,585</u></u>

Source: Office of the Auditor, Lake County, Ohio; Perry Township & Perry Village

- (1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2022 collection year.
- (2) Information provided as of the entity's most recent available financial audit (December 31, 2024).

Perry Local School District, Lake County

Ratio of General Debt to Estimated Actual Value, Personal Income, and Debt per Capita Last Ten Fiscal Years

			General Debt							
Fiscal Year	Population (1)		Estimated Actual Value of Taxable Property (2)	Energy Conservation Note	Leases Payable	Financed Purchases	Total Debt	Ratio of General Debt to Estimated Actual Value (2)	Ratio of General Debt to Personal Income (3)	General Debt Per Capita
2016	7,088	(a)	\$ 958,275,200	\$ -	\$ -	\$ 94,613	\$ 94,613	0.01%	0.05%	13.35
2017	7,088	(a)	940,073,610	-	-	143,420	143,420	0.02%	0.08%	20.23
2018	7,088	(a)	883,558,801	-	-	109,372	109,372	0.01%	0.06%	15.43
2019	7,088	(a)	850,991,746	-	-	82,029	82,029	0.01%	0.05%	11.57
2020	7,088	(a)	853,112,939	-	-	54,686	54,686	0.01%	0.03%	7.72
2021	8,953	(b)	860,081,001	-	-	27,343	27,343	0.00%	0.01%	3.05
2022	8,953	(b)	980,790,868	-	256,792	-	256,792	0.03%	0.08%	28.68
2023	8,953	(b)	1,004,039,883	-	200,570	-	200,570	0.02%	0.07%	22.40
2024	8,953	(b)	1,013,594,097	-	143,964	-	143,964	0.01%	0.05%	16.08
2025	8,953	(b)	1,330,260,834	-	86,755	-	86,755	0.01%	0.03%	9.69

Sources: (1) U.S. Bureau of Census, Census of Population
(a) 2010 Federal Census
(b) 2020 Federal Census
(2) The Estimated Actual Value can be found on page S19.
(3) The Personal Income can be found on page S28.

Perry Local School District, Lake County

Computation of Legal Debt Margin Last Ten Fiscal Years

	2016	2017	2018	2019
Assessed Valuations	<u>\$427,516,650</u>	<u>\$426,529,990</u>	<u>\$375,610,500</u>	<u>\$344,461,400</u>
Debt Limit - 9% of Taxable Valuation (1)	<u>\$38,476,499</u>	<u>\$38,387,699</u>	<u>\$33,804,945</u>	<u>\$31,001,526</u>
Amount of Debt Applicable to Debt Limit Energy Conservation Notes	-	-	-	-
Exemptions: Energy Conservation Notes	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Amount of Debt Subject to Limit	<u>500,078</u>	<u>-</u>	<u>-</u>	<u>-</u>
Legal Debt Margin	<u>\$37,976,421</u>	<u>\$38,387,699</u>	<u>\$33,804,945</u>	<u>\$31,001,526</u>
Legal Debt Margin as a Percentage of the Debt Limit	98.70%	100.00%	100.00%	100.00%
Unvoted Debt Limit - .10% of Taxable Valuation (1)	<u>\$427,517</u>	<u>\$426,530</u>	<u>\$375,611</u>	<u>\$344,461</u>
Unvoted Legal Debt Margin	<u>\$427,517</u>	<u>\$426,530</u>	<u>\$375,611</u>	<u>\$344,461</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%

Source: Lake County Auditor and School District Financial Records

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

Perry Local School District, Lake County

<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
<u>\$344,914,570</u>	<u>\$349,706,610</u>	<u>\$392,546,700</u>	<u>\$405,602,430</u>	<u>\$405,745,560</u>	<u>\$520,416,070</u>
<u>\$31,042,311</u>	<u>\$31,473,595</u>	<u>\$35,329,203</u>	<u>\$36,504,219</u>	<u>\$36,517,100</u>	<u>\$46,837,446</u>
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$31,042,311</u>	<u>\$31,473,595</u>	<u>\$35,329,203</u>	<u>\$36,504,219</u>	<u>\$36,517,100</u>	<u>\$46,837,446</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
<u>\$344,915</u>	<u>\$349,707</u>	<u>\$392,547</u>	<u>\$405,602</u>	<u>\$405,746</u>	<u>\$520,416</u>
<u>\$344,915</u>	<u>\$349,707</u>	<u>\$392,547</u>	<u>\$405,602</u>	<u>\$405,746</u>	<u>\$520,416</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

**Demographic and Economic Statistics
(includes North Perry Village, Perry Township and Perry Village)
Last Ten Years**

<u>Year</u>	<u>Population (1)</u>		<u>Total Personal Income (3)</u>	<u>Per Capita Personal Income (1)</u>	<u>Unemployment Rate (2)</u>
2016	7,088	(a)	\$ 180,899,936	\$ 25,522	4.90%
2017	7,088	(a)	180,899,936	25,522	4.90%
2018	7,088	(a)	180,899,936	25,522	5.70%
2019	7,088	(a)	180,899,936	25,522	4.70%
2020	7,088	(a)	180,899,936	25,522	4.70%
2021	8,953	(b)	303,094,862	33,854	5.00%
2022	8,953	(b)	303,094,862	33,854	5.00%
2023	8,953	(b)	303,094,862	33,854	5.00%
2024	8,953	(b)	303,094,862	33,854	5.00%
2025	8,953	(b)	303,094,862	33,854	5.00%

Sources: (1) U.S. Bureau of Census, Census of Population
(a) 2010 Federal Census
(b) 2020 Federal Census
(2) Represents Lake County
(3) Computation of Per Capita Personal Income multiplied by population.

Perry Local School District, Lake County

Principal Employers 2025 and 2016

Employer	Nature of Business	2025	
		Number of Employees (2)	Percentage of Total Employment
FirstEnergy Corporation (CEI)	Energy	465	13.16%
APSCO/Tt Electronics	Education	185	5.24%
Perry Local School District	Manufacturing	234	6.63%
Cottage Gardens	Agriculture	99	2.80%
Mid-West Materials	Manufacturing	55	1.56%
Rideout's IGA	Grocer	50	1.42%
Perry Joint Fire District	Safety	39	1.10%
Sheetz	Grocer	30	0.85%
Lake County Nursery	Agriculture	26	0.74%
NewGreen Legacy Services, Inc.	Energy	5	0.14%
Total		1,188	33.64%

Total Employment within the School District (1)

3,532

Employer	Nature of Business	2016	
		Number of Employees (2)	Percentage of Total Employment
FirstEnergy Corporation (CEI)	Energy	720	20.39%
APSCO/Tt Electronics	Manufacturing	275	7.79%
Perry Local School District	Education	267	7.56%
Cottage Gardens	Agriculture	223	6.31%
Mid-West Materials	Manufacturing	62	1.76%
Rideout's IGA	Grocer	50	1.42%
Perry Joint Fire District	Safety	46	1.30%
Lake County Nursery	Agriculture	35	0.99%
Sheetz	Grocer	30	0.85%
NewGreen Legacy Services, Inc.	Energy	25	0
Total		1,733	49.07%

Total Employment within the School District (1)

3,532

Sources:

- (1) Obtained from the 2020 U.S. Census Bureau
- (2) Obtained from the various employer information

Perry Local School District, Lake County

Building Statistics Last Ten Fiscal Years

	2016	2017	2018	2019
Perry Elementary School				
Constructed in 1995				
Total Building Square Footage 83,000				
Enrollment Grades K-4	561	557	559	538
Student Capacity	1,200	1,200	1,200	1,200
Percentage of Capacity In Current Use	47%	46%	47%	45%
Regular Instruction Classrooms	38	38	38	38
Regular Instruction Teachers	26	32	30	30
Special Instruction Classrooms	17	17	17	17
Special Instruction Teachers	9.5	5	4	4
Teacher-to-student Ratio	15.80	15.05	16.44	15.82
Perry Middle School				
Constructed in 1995				
Total Building Square Footage 113,000				
Enrollment Grades 5-8/ 6-8	565	572	513	485
Student Capacity	1,200	1,200	1,200	1,200
Percentage of Capacity In Current Use	47%	48%	43%	40%
Regular Instruction Classrooms	24	24	24	24
Regular Instruction Teachers	24	28	28	28
Special Instruction Classrooms	11	11	11	11
Special Instruction Teachers	12.5	7	5	5
Teacher-to-student Ratio	15.48	16.34	15.55	14.70
Perry High School				
Constructed in 1993				
Total Building Square Footage 271,000				
Enrollment Grades 9-12	596	642	618	610
Student Capacity	1,200	1,200	1,200	1,200
Percentage of Capacity In Current Use	50%	54%	52%	51%
Regular Instruction Classrooms	29	29	29	29
Regular Instruction Teachers	22	34	32	32
Special Instruction Classrooms	19	19	19	19
Special Instruction Teachers	18	5	5	5
Teacher-to-student Ratio	14.90	16.46	16.70	16.49

Source: District Records, Ohio Department of Education and Workforce
(1) - Including preschool students

Perry Local School District, Lake County

2020	2021	2022	2023	2024	2025
481	484	481	551	546	546
1,200	1,200	1,200	1,200	1,200	1,200
40%	40%	40%	46%	46%	46%
38	38	38	38	38	38
30	34	30	33	31	31
17	17	17	17	17	17
4	4	4	4.5	4.5	4.5
14.15	12.74	14.15	14.69	15.52	15.52
507	486	507	467	432	432
1,200	1,200	1,200	1,200	1,200	1,200
42%	41%	42%	39%	36%	36%
24	24	24	24	24	24
30	34	30	28	28	28
11	11	11	11	11	11
5	5	5	4.5	4.5	4.5
14.49	12.46	14.49	14.37	14.16	14.16
441	555	441	493	506	506
1,200	1,200	1,200	1,200	1,200	1,200
37%	46%	37%	41%	42%	42%
29	29	29	30	30	30
30	34	30	29	26.5	26.5
19	19	19	19	19	19
5	5	5	5.5	5	5
12.60	14.23	12.60	14.29	16.06	16.13

Perry Local School District, Lake County

Operating Statistics Last Ten Fiscal Years

Fiscal Year	Student Enrollment		General Government		Governmental Activities	
	Average Enrollment (1)	Percent of Change	Total Expenditures (2)	Per Pupil Cost	Total Expenses	Per Pupil Cost
2016	1,722	-1.20%	\$ 26,928,611	\$ 15,638	\$ 28,665,287	\$ 16,647
2017	1,721	-0.06%	28,405,264	16,505	30,642,396	17,805
2018	1,690	-1.80%	27,807,302	16,454	16,126,165	9,542
2019	1,633	-3.37%	26,723,578	16,365	24,850,497	15,218
2020	1,560	-4.47%	25,787,749	16,531	28,298,883	18,140
2021	1,525	-2.24%	28,543,588	18,717	30,653,298	20,101
2022	1,472	-3.48%	28,668,066	19,476	27,238,495	18,504
2023	1,511	2.65%	27,735,629	18,356	28,038,410	18,556
2024	1,484	2.65%	29,276,706	19,728	27,869,823	18,780
2025	1,417	2.65%	31,941,996	22,542	31,127,212	21,967

Source: School District Records

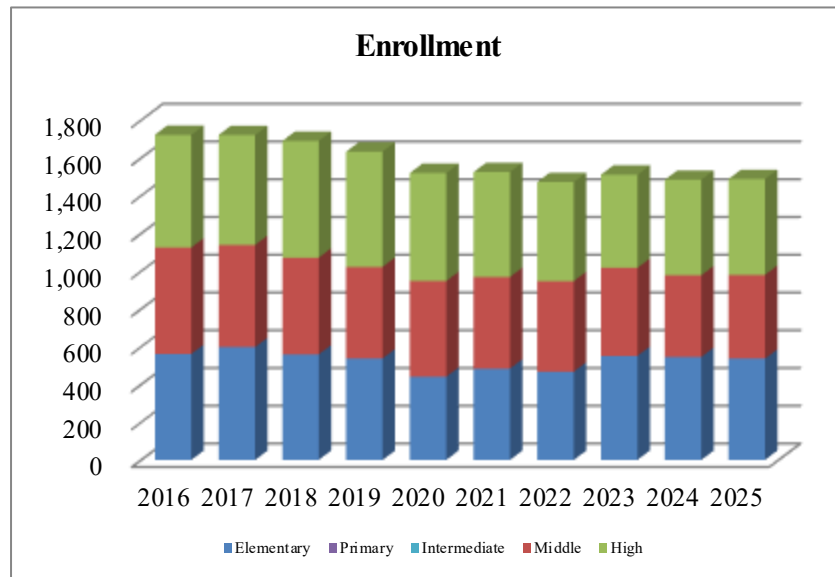
- (1) Based upon EMIS information provided to the Ohio Department of Education and Workforce
- (2) Debt Service expenditures and other financing uses have been excluded
- (3) The School District implemented GASB 34 in fiscal year 2003.

**Enrollment Statistics
Last Ten Fiscal Years**

Fiscal Year	Elementary School	Middle School	High School	Total
2016	561	565	596	1,722
2017	598	541	582	1,721
2018	559	513	618	1,690
2019	538	485	610	1,633
2020	481	507	572	1,560
2021	484	486	555	1,525
2022	467	480	525	1,472
2023	551	467	493	1,511
2024	546	432	506	1,484
2025	537	443	508	1,417

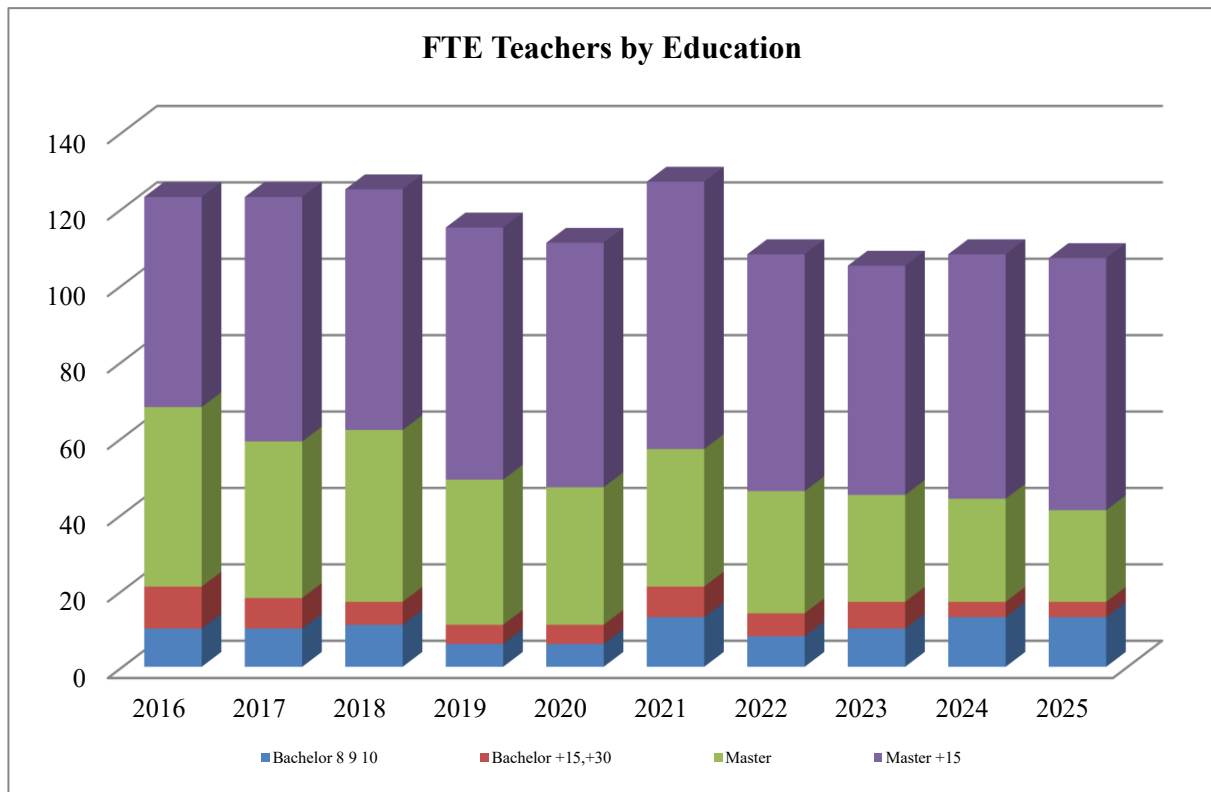
Source: Ohio Department of Education and Workforce (DEW)

(1) Information provided from State Report Card.



**Full-Time Equivalent Teachers by Education
Last Ten Fiscal Years**

Degree	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Bachelor's Degree	10	10	11	6	6	13	8	10	13	13
Bachelor + 15	5	2	1	1	1	2	2	2	1	1
Bachelor + 30	6	6	5	4	4	6	4	5	3	3
Master's Degree	47	41	45	38	36	36	32	28	27	24
Master + 15	55	64	63	66	64	70	62	60	64	66
Total	123	123	125	115	111	127	108	105	108	107



Source: School District Records

Perry Local School District, Lake County

Teachers' Salaries Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Minimum Salary (1)</u>	<u>Maximum Salary (2)</u>	<u>Average Salary Comparable Districts (3)</u>	<u>Statewide Average Salary (3)</u>
2016	\$ 35,903	\$ 83,772	N/A	N/A
2017	39,232	88,900	N/A	\$ 71,435
2018	40,409	91,567	N/A	60,433
2019	41,621	91,567	N/A	62,353
2020	43,692	93,398	N/A	63,916
2021	44,566	95,266	N/A	65,754
2022	45,457	97,172	N/A	67,654
2023	46,366	99,115	N/A	69,081
2024	47,293	101,097	N/A	N/A
2025	48,239	103,119	N/A	N/A

Source: (1) Starting teacher with no experience

(2) Teacher with a Masters degree +15

(3) Provided by the Ohio Department of Education

N/A - The information is currently unavailable from the Ohio Department of Education.

Perry Local School District, Lake County

Attendance and Graduation Rates Last Ten Fiscal Years

Fiscal Year	Perry Attendance Rate	State Average	Perry Graduation Rate	State Average
2016	95.30%	N/A	95.70%	N/A
2017	95.30%	N/A	92.80%	84.10%
2018	91.00%	N/A	97.40%	85.30%
2019	95.10%	N/A	97.40%	N/A
2020	94.60%	N/A	97.30%	N/A
2021	94.20%	N/A	96.70%	N/A
2022	93.90%	N/A	95.60%	N/A
2023	93.10%	N/A	97.30%	N/A
2024	93.90%	N/A	98.30%	N/A
2025	93.50%	N/A	98.50%	N/A

Source: Ohio Department of Education and Workforce

N/A - The information is currently unavailable from the Ohio Department of
Education and School District records.

Perry Local School District, Lake County

School District Employees by Function/Program Last Ten Fiscal Years

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Regular Instruction	78.00	102.00	94.00	94.00	94.00	96.00	92.00	87.00	87.00	87.00
Special Instruction	37.00	12.00	14.00	14.00	14.00	13.00	13.00	15.00	15.00	15.00
Pupil Support Services										
Special Education Supervisor	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Guidance Counselors	3.00	3.00	3.00	3.00	4.00	4.00	4.00	4.00	4.00	4.00
Librarians	1.00	1.00	1.00	1.00	1.00	1.00	1.00	0.00	0.00	0.00
Psychologists	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Speech and Language Pathologists	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Nurses	2.00	2.00	2.00	2.00	2.00	1.00	2.00	1.00	1.00	1.00
Educational/Media Associates	33.00	27.00	22.00	23.50	22.50	23.00	26.00	28.00	31.00	31.00
Media/Theatre Specialists	2.00	2.00	2.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Facilitators	1.00	1.00	1.00	1.50	1.00	2.00	1.00	1.00	0.00	0.00
Dean of Students	0.00	0.00	0.00	1.00	1.00	1.00	1.00	1.00	0.00	0.00
Athletic Director	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Tutors	12.00	11.00	10.00	10.00	7.00	5.00	7.00	7.00	2.50	2.50
Recreational	1.50	1.50	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Administrators										
Elementary	2.00	2.00	2.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00
Middle	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
High	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
District	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	6.00	6.00
Operation of Plant										
Supervision	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Custodians	16.00	15.00	16.00	16.00	15.00	14.50	15.00	16.00	16.00	16.00
Maintenance	4.00	4.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Pupil Transportation										
Supervision	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.50	0.50
Bus Operators	18.00	14.60	15.00	15.00	16.00	13.00	16.00	14.00	15.00	15.00
Bus Aides	1.00	1.00	1.00	1.00	1.00	1.50	10.00	2.00	2.00	2.00
Bus Mechanics	3.00	3.00	3.00	3.00	3.00	2.00	30.00	2.00	2.00	2.00
Food Service Program	15.00	11.00	13.00	13.00	10.00	9.00	10.00	10.00	9.00	9.00
Administrative Support Services										
Secretary/Administrative Support	19.00	16.50	16.00	17.50	16.00	16.00	16.00	17.00	17.00	17.00
Information Technology	2.50	3.50	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee. The count is performed on September 1 of each year.

Source: District Records

Perry Local School District, Lake County

Free or Reduced Lunch Program Percentages Last Ten Fiscal Years

School Year	Students	Students Applicable for Free Lunch	Percentage of Applicable Students for the Free Lunch Program	Students Applicable for Reduced Lunch	Percentage of Applicable Students for the Reduced Lunch Program	Total Students Applicable for the Free and Reduced Lunch Program	Total Percentage of Applicable Students for the Free and Reduced Lunch Programs
2016	1,722	367	21.31%	88	5.11%	455	26.42%
2017	1,721	361	20.98%	99	5.75%	462	26.84%
2018	1,740	341	19.60%	74	4.25%	415	23.85%
2019	1,650	282	17.09%	72	4.36%	354	21.45%
2020	1,692	309	18.26%	74	4.37%	383	22.64%
2021	1,692	309	18.26%	74	4.37%	383	22.64%
2022	1,472	195	13.25%	29	1.97%	224	15.22%
2023	1,455	201	13.81%	64	4.40%	265	18.21%
2024	1,429	303	21.20%	83	5.81%	386	27.01%
2025	1,431	300	20.96%	128	8.94%	428	29.91%

Source: "Lunch MR 81 Report for October" obtained from the Ohio Department of Education.

OHIO AUDITOR OF STATE KEITH FABER



PERRY LOCAL SCHOOL DISTRICT

LAKE COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 1/8/2026

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

This report is a matter of public record and is available online at
www.ohioauditor.gov